



# TERRORISM RISK MUNICH RE'S APPROACH

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## Task and Goals:

- we are the sole working group with “crossline responsibility” for all topics in connection with terrorism.
- we address opportunities and risks associated with terrorism.

Our primary goals in understanding and evaluating the phenomenon of terrorism and its impact on (re)insurance risks are:

- to initiate, develop and effect appropriate risk management solutions,
- to initiate and effect support for strategic interests affected by terrorism and
- to propose and support new business opportunities, if arising.

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Terrorism does not constitute an insurable peril in the traditional sense:

- Terrorism is not random,
- its frequency cannot be predicted,
- its severity is potentially catastrophic,
- it is a result of or influenced by political and societal decisions and
- it is dynamic.

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Terrorism is now an effective strategic weapon.

Terrorists change their modus operandi.

Terrorists have demonstrated that with simple tactics and low-tech weapons, they can produce vastly disproportionate results.

Smaller terrorist organizations will have access to new technology and may become capable of conducting more lethal operations



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An:

Cc:

Betreff: Prognose

Sehr geehrter Herr Dr. [REDACTED] in Auswertung der Serie schwerer Sprengstoffanschläge am 13.09.2008 durch die Terrorgruppe Indian Mujaheddin (IM) wage ich die Prognose, dass falls die Fanatiker das bisherige Vorgehensmuster beibehalten werden, mit der nächsten Reihe blindwütiger Attentate im öffentlichen Raum nach dem ersten Monatsdrittel (also nach den 10.) des November 2008 gerechnet werden muss.

**Begründung:**

- 13. Mai 2008 in Jaipur/ Rajasthan
- 25/ 26. Juli 2008 in Bangalore/ Karnataka und Ahmedabad/ Gujarat
- 13. September 2008 in Neu Delhi
- -----November in Mumbai ?

Schauplatz dieser Anschläge könnte dann Mumbai sein. Gegen diese indische IT- und Wirtschaftsmetropole wurde in den letzten beiden Tatbekennungen/ Bekennungsschreiben der IM massiv gedroht.

Außerdem: Alle bisherigen Selbstbezeichnungen der IM wurden per eMail aus dem Raum Mumbai verschickt. Dies sollte zumindest massives Indiz für die dortige Existenz einer Operationsbasis, womöglich sogar des Operationszentrums der IM auf indischen Boden bewertet werden.

Nach einer amtlichen Theorie könnten die Auftraggeber der Bombenleger allerdings im moslemisch dominierten Bangladesch sitzen.

Ich stehe mit den entsprechenden fachkundigen Stellen in Kontakt und werde die weitere Entwicklung beobachten, sowie Sie informieren!

Mit freundlichen Grüßen

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Munich Re promotes the comprehensive exclusion of terrorism (across all lines of business)

**but**

In order to accommodate clients and to keep and write otherwise desirable business, Munich Re is nonetheless prepared to offer clients limited cover in specific areas and under certain conditions.

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## Support of Terrorism Market Solutions

No coverage of original policies that provide stand-alone terrorism cover.

Separate price

No coverage of NBCR events

Conventional Terrorism

Budgeting

Modelling

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Terrorism does not constitute an insurable peril in the traditional sense.

Assessment of frequency is the most critical point.

Munich Re promotes the comprehensive exclusion of terrorism but is prepared to offer clients limited cover in specific areas and under certain conditions.



# Future Prospects, Trends ?

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Number of attacks is decreased - the quality / skills of the terrorist is lower.

In the recent past, there have been no successful major terrorist attacks.

Terrorism pools (National Solutions – Global Player)

TRIPRA (Low sensitivity with respect to the terrorism risk, Domestic Terrorism)

Other topics have supplanted terrorism risk.



Thank you very much for  
your attention!