



Hard market conditions continued in the U.S. Property & Casualty insurance industry in most lines of business. Inflationary pressures have driven up property valuations leading to higher rates. According to the Council of Insurance Agents and Brokers (CIAB) *Commercial Property/Casualty Market Report Q2 2023 (April 1 – June 30)*, Q2 2023 was the twenty-third consecutive quarter of increased commercial premiums with respondents reporting an average increase of 8.9% across all account sizes, compared to 8.8% in Q1.

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The report noted that the commercial property line was the outlier in terms of premium pricing, increasing 18.3% in the second quarter. Rising property values and increased frequency and severity of natural disasters were compounded by decreased reinsu88



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Net income of \$10.4 billion was 69.2% lower compared to the same period last year.

Loss and LAE reserves increased 2.6% since the prior year-end to \$882.0 billion at June 30, 2023, and was comprised of \$741.2 billion unpaid losses and \$140.8 billion unpaid LAE. For the current period, reserve leverage improved 3.6-points to 82.3% compared to 85.9% at the prior year-end attributable to the

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