



CBMU

The Canadian Board of Marine Underwriters



The Canadian Board of Marine Underwriters

an active force in representing the goals and interest
of the Marine Insurance Industry in Canada.

President's Report - CBMU Fall Conference

3 December 2019

TORONTO

Isabelle Therrien, CBMU President





1:00-1:10pm

President's Report

1:10-2:00pm

**2018 Worldwide and Canadian Marine Figures, IUMI,
Highlights of the Toronto conference**

2:00-2:30pm

Transport Canada Update

Francois Marier, Manager/ Senior Policy Advisor - International Marine Policy

2:30-3:00pm

Legal Update

Rory Barnable, Barnable Law P.C.

Coffee Break

3:15-3:45pm

The Supply chain of Logs

Mariella Dauphinee, Intact

3:45-4:15pm

Cyber Risks and Marine Insurance

Shelley Chapelski, Norton, Rose Fulbright

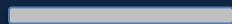
4:15-5:00pm

Panel Discussion- Wreck Removal Legislation

Keeley Wylie, Liberty/ Brent Chorney, Aon/ Steve Price, Travelers/
Robin Squires, BLG



President's Report 2019





President

Isabelle Therrien – Falvey Cargo Underwriting

Vice President

Matthew Lewis – CNA Canada

Past President

Roger Fernandes – Great American

Secretary Treasurer

Halyna Troian – BB&C Management Services

Directors

- | | |
|--|--|
| • Patrick Barco, Burns & Wilcox Canada | • Steven Price, Travelers Canada |
| • Dave Swindells, Intact Insurance | • Mike Wills, Eagle Underwriting Group |
| • Lucie Chevrette, CNA Canada | |
| • Keeley Wylie, Liberty International Underwriters | |



AIG Global Marine

Allianz Global

AXA XL Insurance Company

Berkshire Hathaway Specialty Insurance

Burns & Wilcox Canada

CHUBB

Intact

Liberty IU

Lloyd's Canada Inc.

Munich Re

CNA

Eagle Underwriting Group

Falvey Cargo Underwriting

Great American Insurance Company

Harlock Murray Underwriting

20

members

Swiss Re Corporate Solutions

Northbridge General Insurance

Royal Sun Alliance/Coast Underwriters

Travelers Insurance Company

Zurich Insurance Company



Working Committees and Mandates

- *To monitor and report on actual or pending changes in Canadian maritime law with a view to keeping our members fully informed of the changes and trends which affect the legal environment within which we operate.*
- *To transmit the views of the CBMU Executive to Canadian Government officials so as to influence favorable development of Canadian maritime law. To act as liaison with the Canadian Maritime Law Association of which CBMU is a constituent member.*

Legislative

Chair: Keeley Wylie



Underwriting

Chair: Mark McNeil



Claims and Loss Prevention

Chair: Rory Barnable





Working Committees and Mandates

- *To plan and deliver an annual program, including seminars, Spring and Fall Conferences, offering continuing education events that further the professional goals of the CBMU membership.*
- *Joint CBMU/Insurance Institute of Canada Committee on re-writing the marine insurance course materials*
- *Providing Canadian commentaries to the updates and new editions of the marine insurance text books from the UK*
- *Setting and marking exams for the IIC marine courses*

Program and Education

Chair: Danielle Jackson



- *To develop and implement the effective communication network to keep all target audiences (including members, prospects, allied organizations, government and general public) informed of the CBMU activities.*

Communications

Chair: Melissa Cleary



- *To plan and organize social events that will foster industry networking opportunities catering to the needs and interest of the membership.*

Social

Chair: Patrick Barco



- 
- Liberal Minority Government / Divided Country
 - Economy is growing at a slower pace
 - Worries about tariffs, trade wars and China's ban on Canadian agricultural products are weighing on Canadian business sentiment
 - USMCA could be ratified as early as next week (?)
 - Canadian Dollar = \$0.75 USD



National Shipbuilding Strategy



Arctic

The image shows a large red and white icebreaker ship, likely a Canadian Coast Guard vessel, navigating through a dense field of sea ice. The ship is viewed from an elevated perspective, moving towards the right. The ice consists of numerous small, irregular floes. In the background, another smaller icebreaker is visible on the horizon. The sky is overcast and grey. The ship's hull is red with white upper sections. Text on the side of the ship includes 'Coast Guard' and 'Canada'. A yellow crane is visible on the deck. The ship's funnel features a red maple leaf logo. The overall scene depicts a maritime operation in a high-latitude, icy environment.

A large white ship with a black funnel is partially submerged and tilted in the ocean. The ship is the central focus, appearing to be in a state of distress or wreck. The water is a deep blue, and the sky is a pale, overcast grey. The ship's hull is white, and its funnel is black with a white band near the top. The ship is tilted to the right, with its bow pointing towards the viewer. The water around the ship is choppy, and there are some rocks visible on the right side of the frame.

Wreck Removal Legislation (Bill C-64)

A close-up photograph of a cannabis plant with vibrant green, serrated leaves. The background is softly blurred, creating a bokeh effect. A thin white vertical line is positioned to the left of the text.

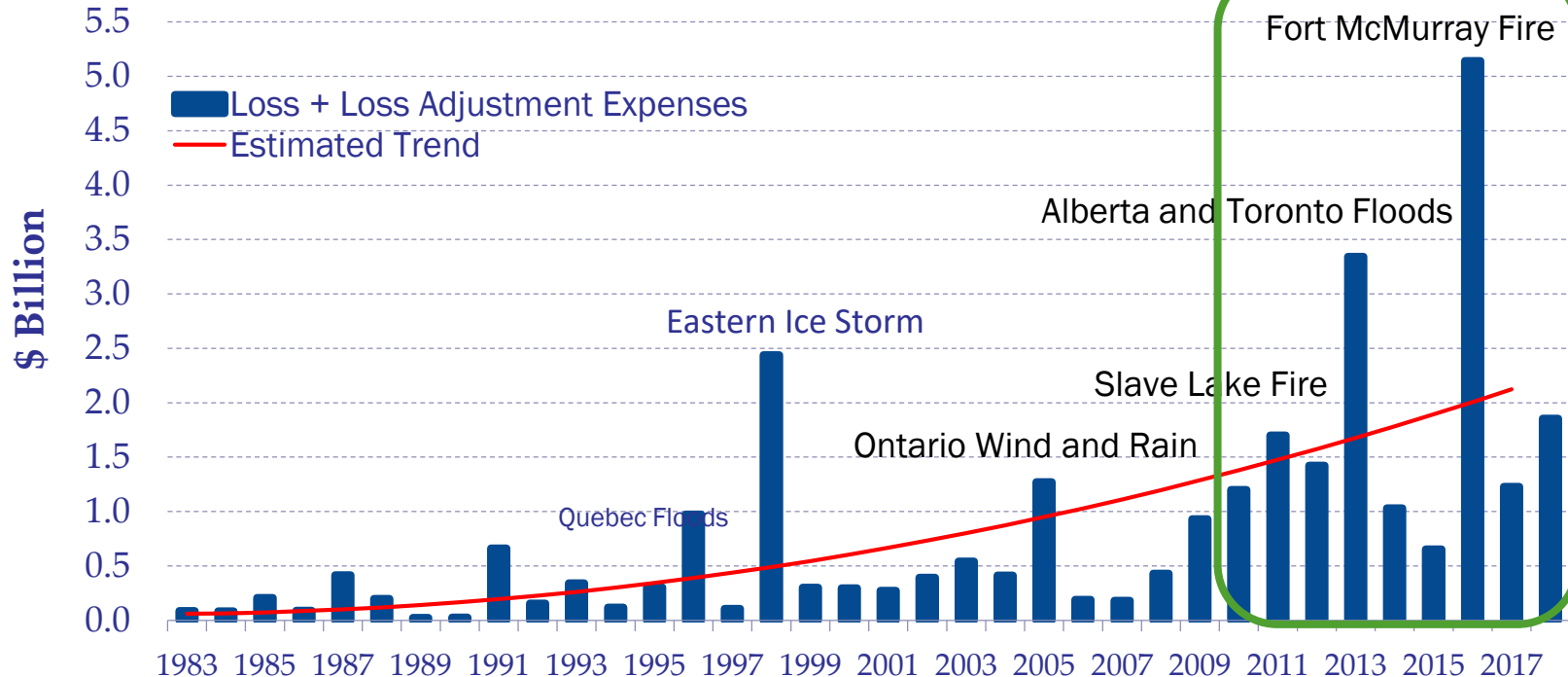
Cannabis 2.0 Legalization of Edibles

A photograph of a flooded residential area. In the background, a white house with a dark roof and a chimney is partially submerged in water. The foreground is dominated by bare trees and their reflections in the murky, brown water. The overall scene is somber and depicts the aftermath of a flood.

Flooding in Eastern
Canada, Ontario
and Quebec

COSTS OF EXTREME WEATHER: P&C CATASTROPHIC INSURABLE LOSSES (\$CAD)

15 - 18 SEPTEMBER
TORONTO 🇨🇦 2019



Loss + Loss Adjustment Expenses; \$2017

Total losses normalized by inflation and per-capita wealth accumulation

Courtesy: Insurance Bureau of Canada

Annual home insurance premiums up 20-25% over the past 5 years in Canada (15% due to water damage and other extreme weather). There is also an increase in % of homes that are uninsurable or with low cap limit (\$10k-\$20k).

Cargo Market



Cargo Major Losses 2012 to 2018

Event	Year	Estimated Gross Cargo Loss	Comments	Source
Jim Beam Contents / Storage Loss	2019	\$ 150 million	Fire at Jim Beam bourbon facility in Kentucky. 45,000 barrels whisky destroyed.	Inside Fac, Insurance Insider, Forbes, Bloomberg
Tyson Contents / Storage Loss	2019	\$ 50 million	Fire at Meat Processing Plant (5% US Meat Production capacity).	Claimsjournal.com, Agriculture.com
Typhoon Jebi	2018	\$ 400 to 500 million		GIAJ Market Survey
Macy's Contents / Storage Loss	2018	\$ 78 million	Fire at Distribution Center in West Virginia.	Insurance Journal, Insurance Insider
Maersk Honam	2018	\$ 350 to \$ 500 million	Vessel fire. Expected to be largest general Average in history.	Lloyd's List, Insurance Marine News, Gcaptain
2017 NAT CATs (HIM)	2017	Unknown at present	Worst NAT CAT Year in history of P&C Insurance Industry	Lloyd's List, Insurance Marine News, Gcaptain
Space X	2016	\$ 285 million	Satellite pre-launch cover written in cargo market	Insurance Insider, Insurance Marine News, PCS,
Hanjin Insolvency	2016	\$ 250 million	Container leasing cover	Insurance & Risk, Artemis, PCS
Vermillion	2015	\$ 430 million	Cargo claim for misappropriation of oil in Morocco	CNBC, Fairplay IHS, PCS
Tianjin	2015	\$ 2 billion	Cargo losses resulting from port explosion	Business Insurance, Maritime Executive, PCS
MOL Comfort	2013	\$ 500 million	Hull / cargo	Maritime Executive, PCS
MSC Flaminia	2012	\$ 150 million	Hull / cargo	American Shipper, World Maritime News, Shipping and Freight Resource
Superstorm Sandy	2012	\$ 2.5 to \$ 3 billion	Post tropical cyclone	Insurance Journal, Advisen

15 - 18 SEPTEMBER
TORONTO  2019





IUMI 2019 Organizing Committee

- Isabelle Therrien Canadian Board of Marine Underwriters President
Falvey Cargo Underwriting
- Matthew Lewis Canadian Board of Marine Underwriters Vice President
CNA Canada
- Roger Fernandes Canadian Board of Marine Underwriters Director & Past President
Great American Insurance Company
- Halyna Troian Canadian Board of Marine Underwriters Secretary- Treasurer
BB&C Management Services (PCO)
- Laurie Andrews Vice President/ Treasurer
BB&C Management Services (PCO)

Highlights

Full registration Conference attendees: 458

PLUS

- One day attendees: 28
- Canadian evening: 46
- Spouses: 53

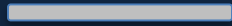
TOTAL: 585 attendees

Canadian Delegation: 30 (up to 53 at the Canadian Evening)





News





CBMU
The Canadian Board of Marine Underwriters

CBMU Volunteer Day

The Mission to Seafarers strives to meet the needs of all seafarers and their families, irrespective of faith or cultural background. *Its simple mission is to care for the shipping industry's most important asset: its people.*

December 5th 2019

Hamilton Mission to Seafarers
CBMU Volunteer Day



**Caring for seafarers
around the world**



- Awarded this year to **Jahanzeb Durrani** of Burn & Wilcox in Toronto. Jahanzeb attended the IUMI conference we hosted in Toronto in September 2019
- Award will be made available again in 2020 for the IUMI Sweden Conference. Applications will be received between **April 1st and May 15th 2020** and winners announced during our Spring Meeting

A tall, white, tapered lighthouse with a red lantern room and gallery stands on a rocky, grassy cliff. The ocean is visible in the background with waves crashing against the shore. The sky is clear and blue.

CBMU Spring
Conference

Halifax, NS
May 20-21, 2020