

MEDICAL PRACTITIONERS AND HEALTH INSTITUTIONS PROFESSIONAL INDEMNITY INSURANCE: 2019 – 2020 PREMIUM AND CLAIMS REPORT

1.0 Background

The secretariat collected premium, claims and loss ratio data for Medical Practitioners and Health Institutions Professional Indemnity Insurance for year 2019 and 2020. The objective of this exercise is to evaluate the performance of this class of business which was made a mandatory requirement by the Health Laws Amendment act, 2019.

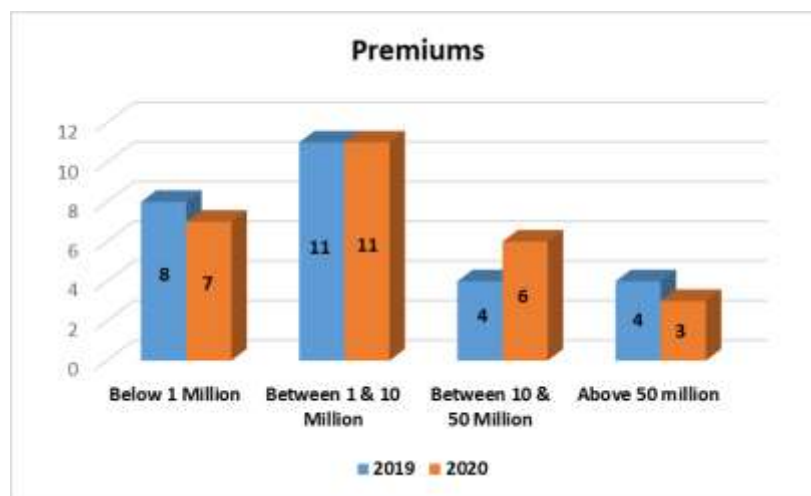
2.0 Approach

A data collection template was prepared and sent to all the General insurance companies. Out of a total of 36 companies, 35 responses were obtained comprising of 8 nil returns.

3.0 Summary of Findings

Premiums

The chart below gives an overview of the distribution of the premiums in 2019 and 2020 from the 27 companies underwriting professional indemnity insurance for medical practitioners and health institutions.



It can be seen from the chart that there has been no much disparity in the premiums in 2019 and 2020. In 2020, 3 companies had premiums of above 50 million shillings, 6 between 10 and 50 million shillings, 11 between 1 and 10 million shillings and 7 below 1 million shillings.

Claims

Out of the 27 companies underwriting professional indemnity insurance for medical practitioners and health institutions, 11 had claims in 2019 and 10 in 2020.



In both years 4 companies had claims of below 1 million shillings; 2019 had more claims of between 10 and 50 million shillings.

Summary Industry Data

The collated industry data is represented in the table below.

TOTAL			
Year	Gross Premium	Claims Incurred	Loss Ratio
2019	378,316,010	122,766,431	32%
2020	375,157,740	77,389,866	21%

There was no significant change in Gross written premiums written in 2020 compared to 2019 as there was a marginal decrease of 0.83% from 378.32 million shillings to 375.16 million shillings.

Claims Incurred declined by 36.96% in 2020 compared to 2019 from 122.77 million shillings to 77.39 million shillings bringing the loss ratio down from 32% to 21%.