

Professional Indemnity

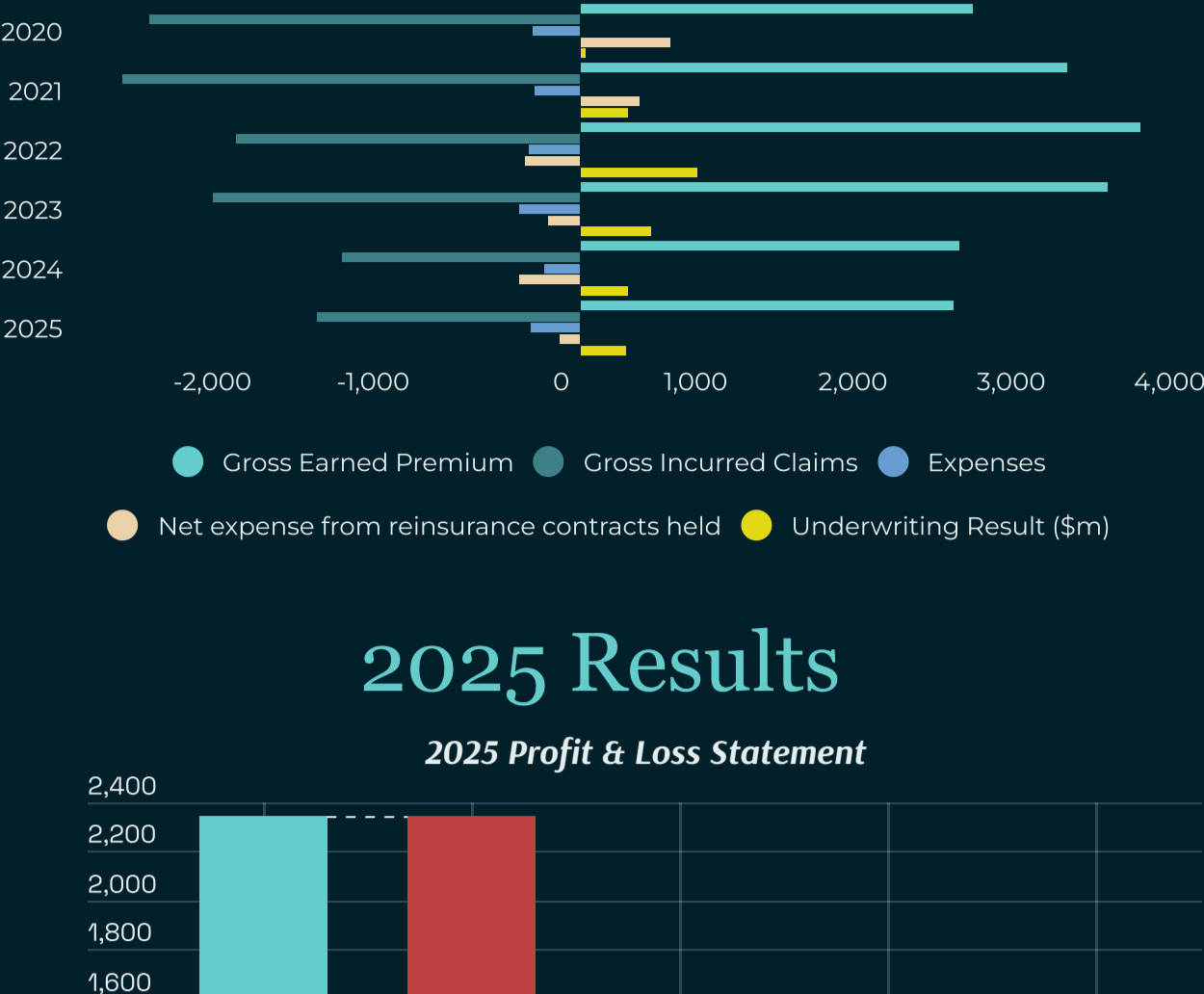
Market data and insights

2025 PI Insurance Market Update

Australia's professional indemnity market is now operating in a more balanced and competitive environment, supported by an influx of insurer capacity, new participants, and stronger financial performance across the sector. While premiums have continued to trend downward, the rate of softening is beginning to level out as conditions stabilise. Insurers are increasingly open to offering capacity, particularly in excess layers, which is driving greater choice and improved coverage for buyers. Despite this, underwriting standards remain firm, with increased regulatory pressure and compliance expectations continuing to shape insurer decision making. In this environment, organisations that can demonstrate sound risk management, strong governance, and a favourable claims history are best placed to achieve optimal results.

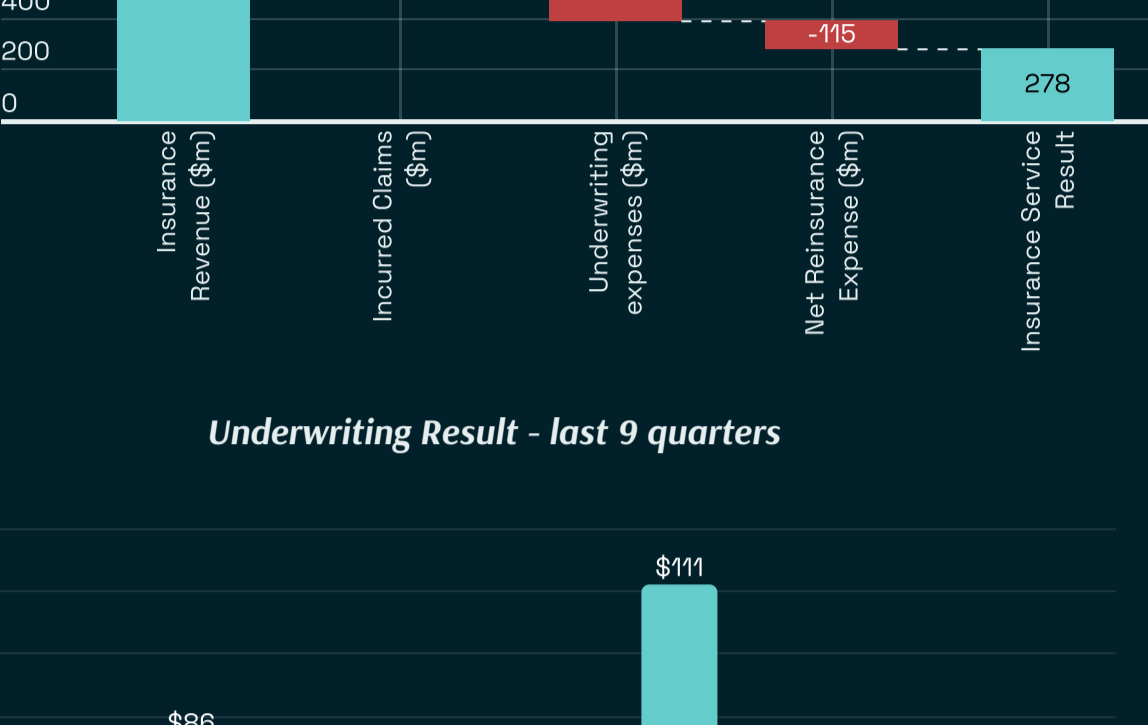
How does the market perform in Australia?

10 Year Profit and Loss (\$m)

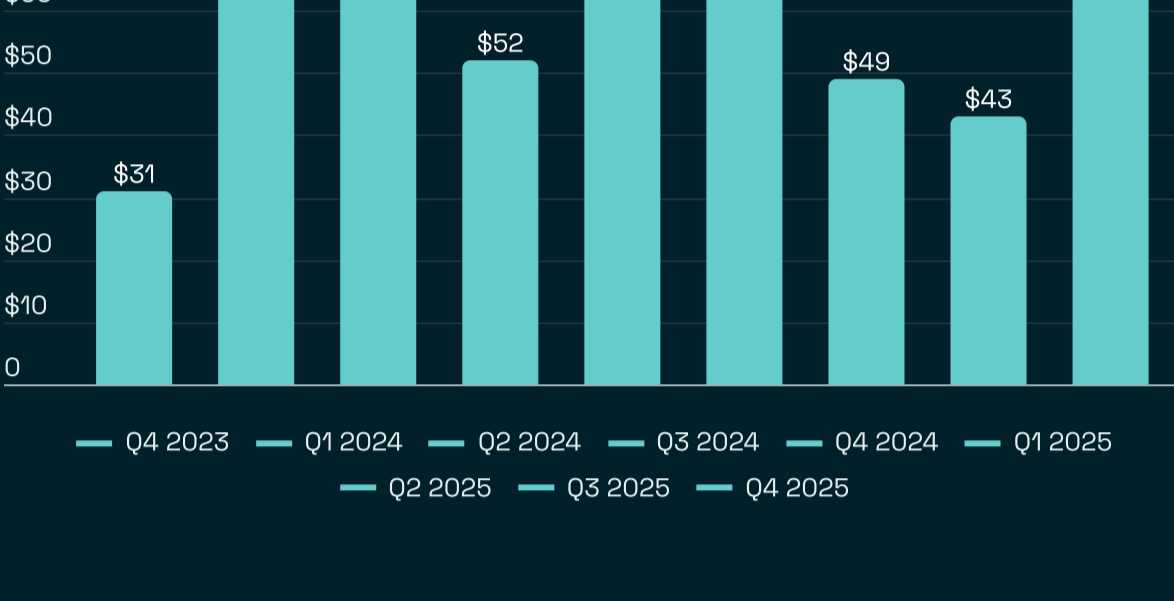


2025 Results

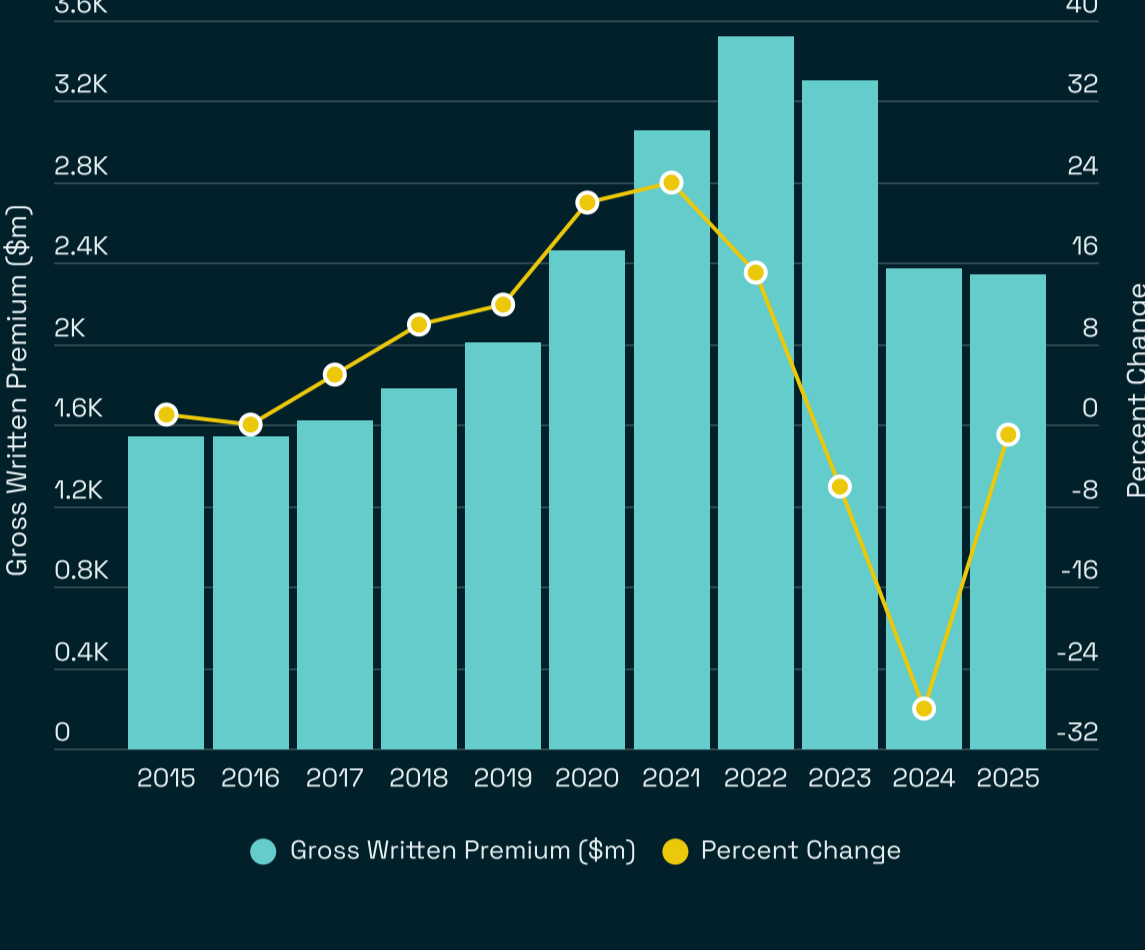
2025 Profit & Loss Statement



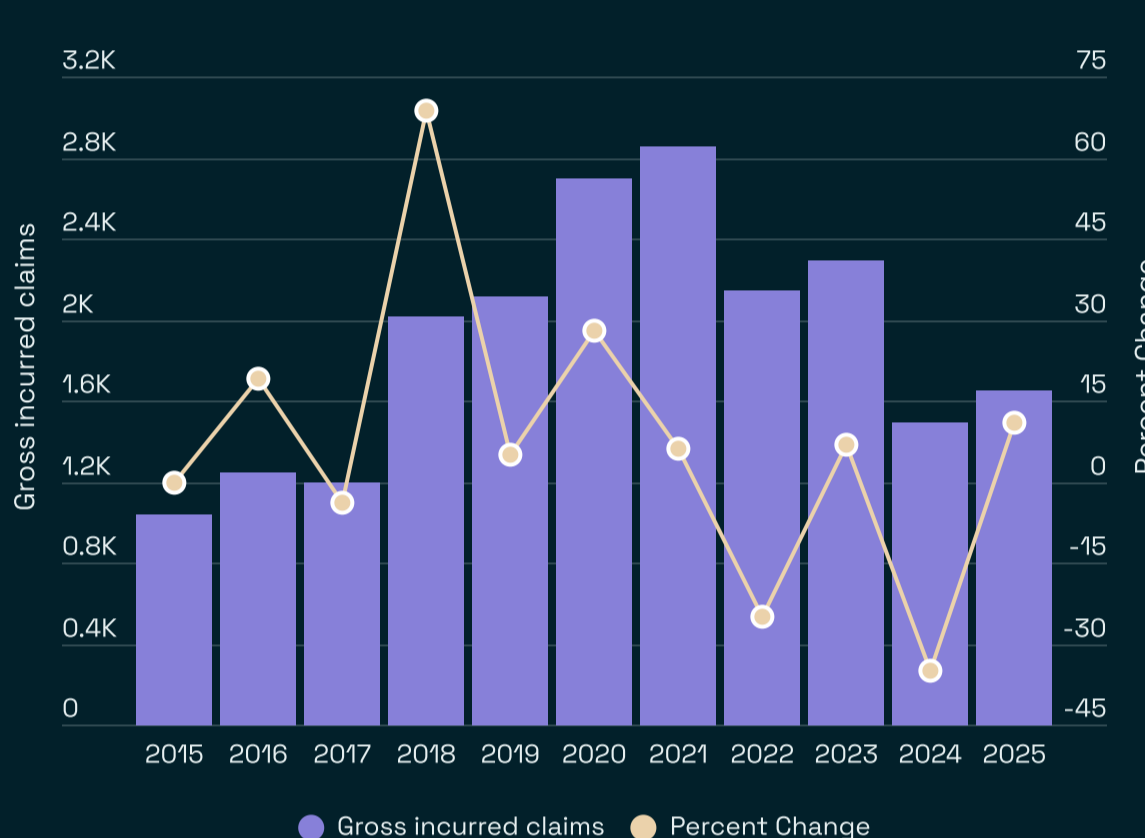
Underwriting Result - last 9 quarters



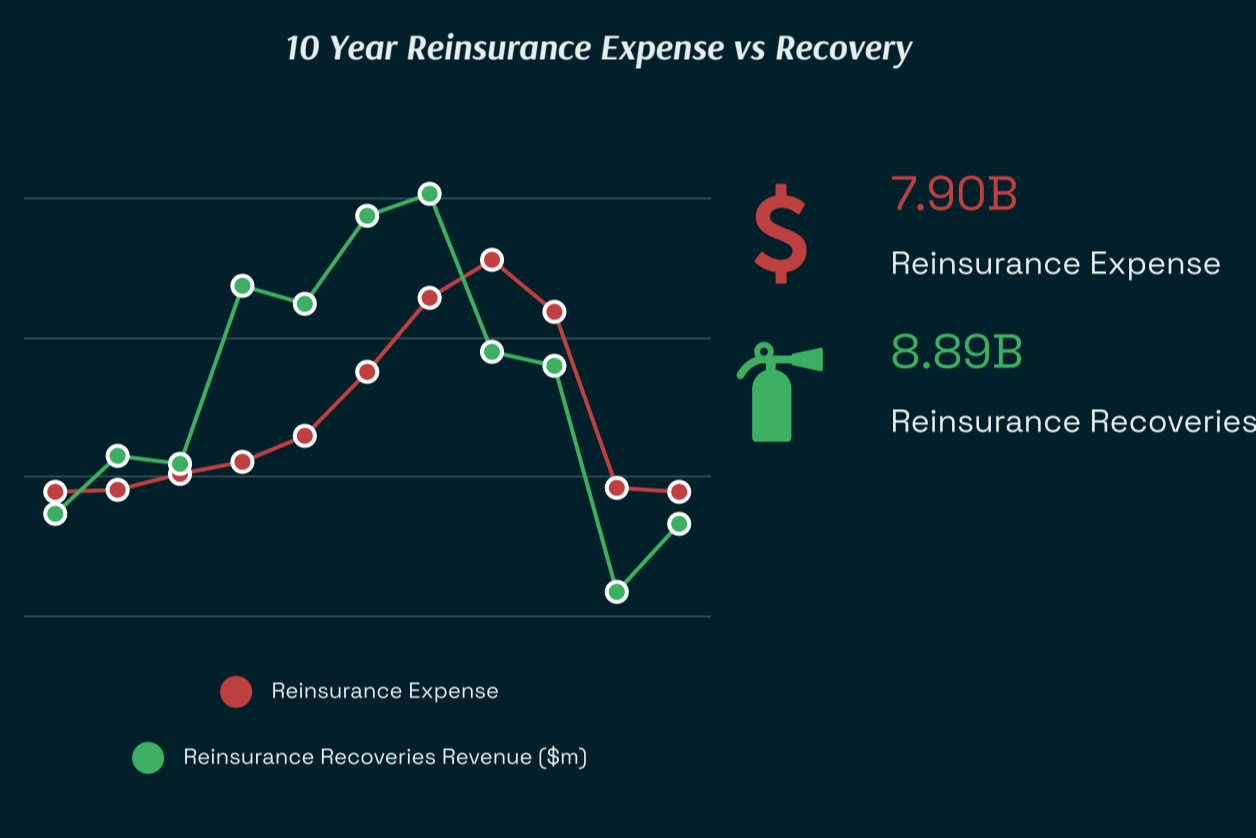
Professional Indemnity Premium Growth



Professional Indemnity Yearly Claim Trends

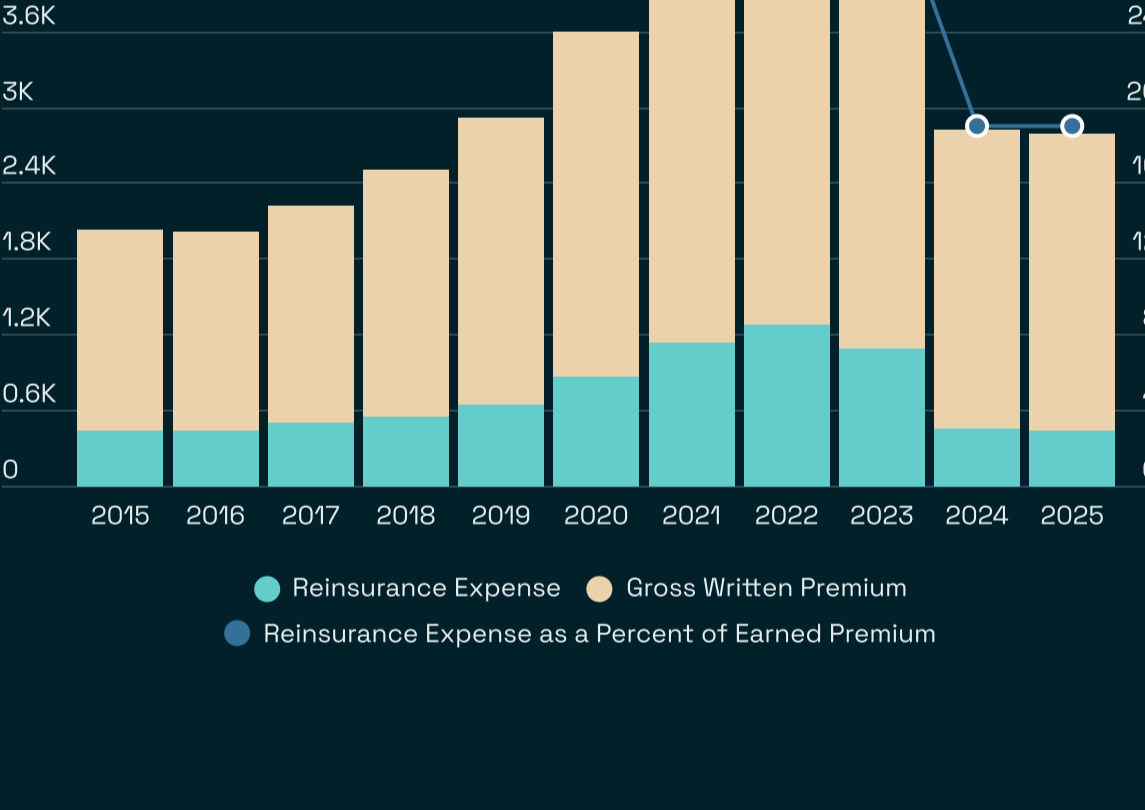


10 Year Reinsurance Expense vs Recovery



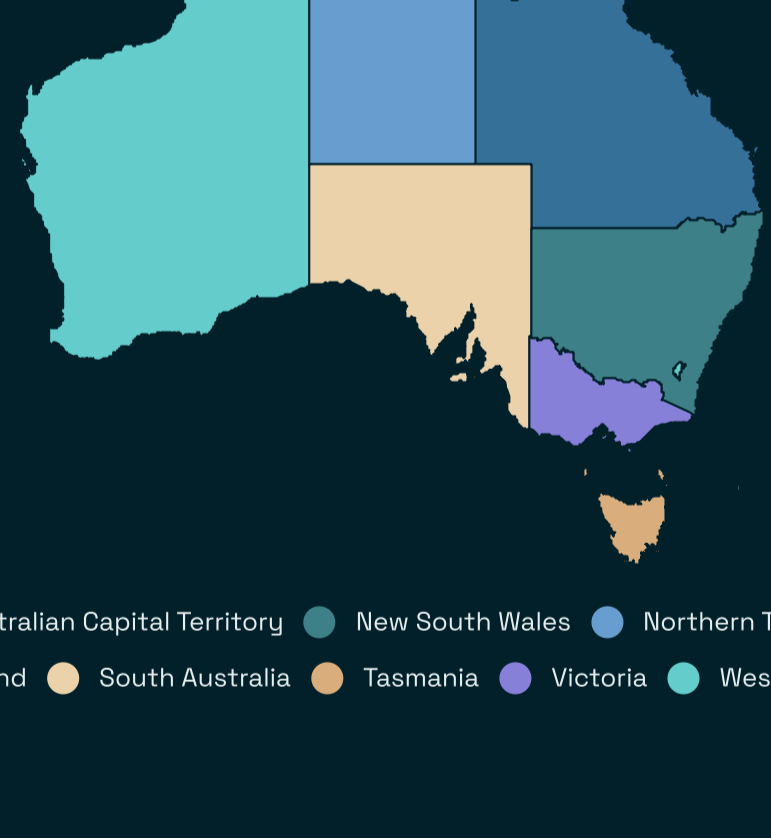
Professional indemnity claims have exhibited significant volatility over the past decade; however, premium growth has broadly kept pace, enabling the class to absorb loss activity and maintain balance. Notably, professional indemnity stands out within the Australian market as one of the few lines where reinsurance recoveries have exceeded reinsurance spend, reflecting a highly effective risk transfer strategy. This disciplined and strategic use of reinsurance has played a critical role in stabilising underwriting performance and supporting the class's position as a consistently profitable line of business over the long term.

Insurer Reinsurance Expenses as a part of Gross Written Premium

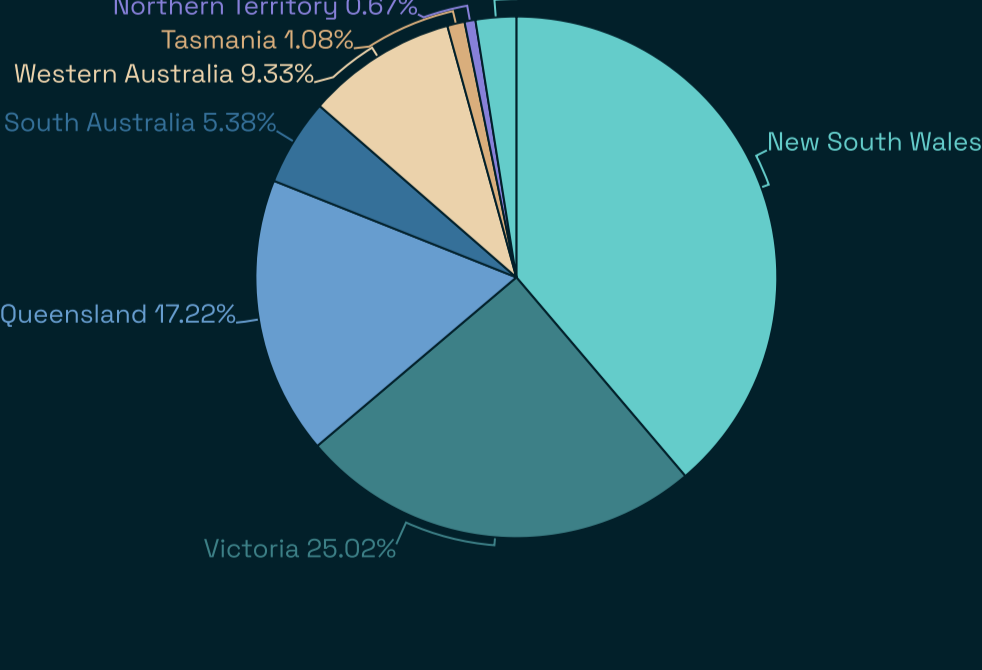


Insights by state

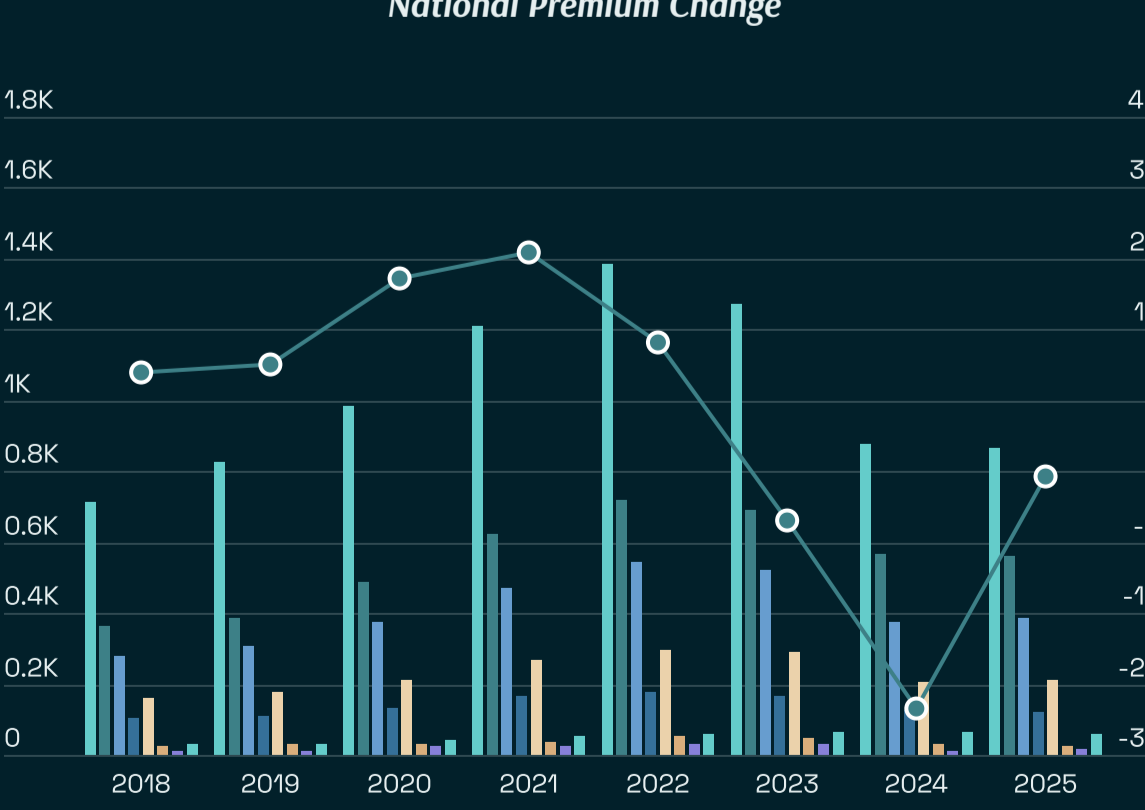
Premium and average 5 year Loss Ratio by State



Premium Size by State



National Premium Change



Average Premium per Risk (m)

