Liability Duration by Major Line

- Commercial Auto
- Commw Multi Peril
- General Liability
- Homeowners
- Private Passenger Auto
- Workers Comp
- Products Liability
Asset Duration
December 31, 2016
Summary

• Although strict asset liability matching is not a best practice in the P&C industry, relative duration of assets and liabilities is not ignored.

• Given the relatively short duration of liabilities, the illiquidity and long duration of private infrastructure investments makes them currently unattractive.

• The tax advantaged nature of municipal bonds makes them an attractive and traditional method for P&C companies to invest in infrastructure.