

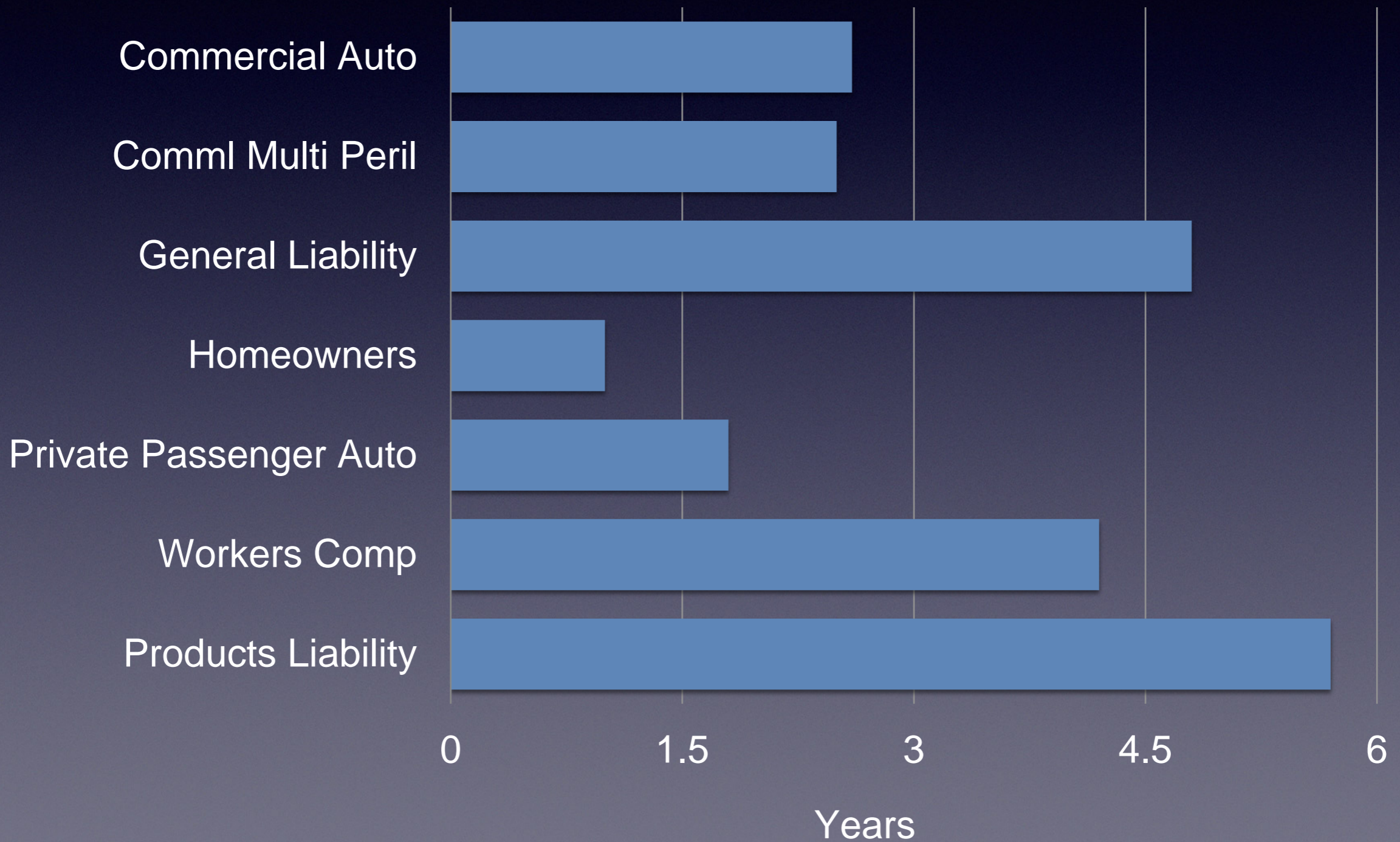
# An Overview of Infrastructure Investing by Property and Casualty Insurance Companies

Federal Advisory Committee on Insurance  
May 11, 2017

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American Insurance Association



# Liability Duration by Major Line



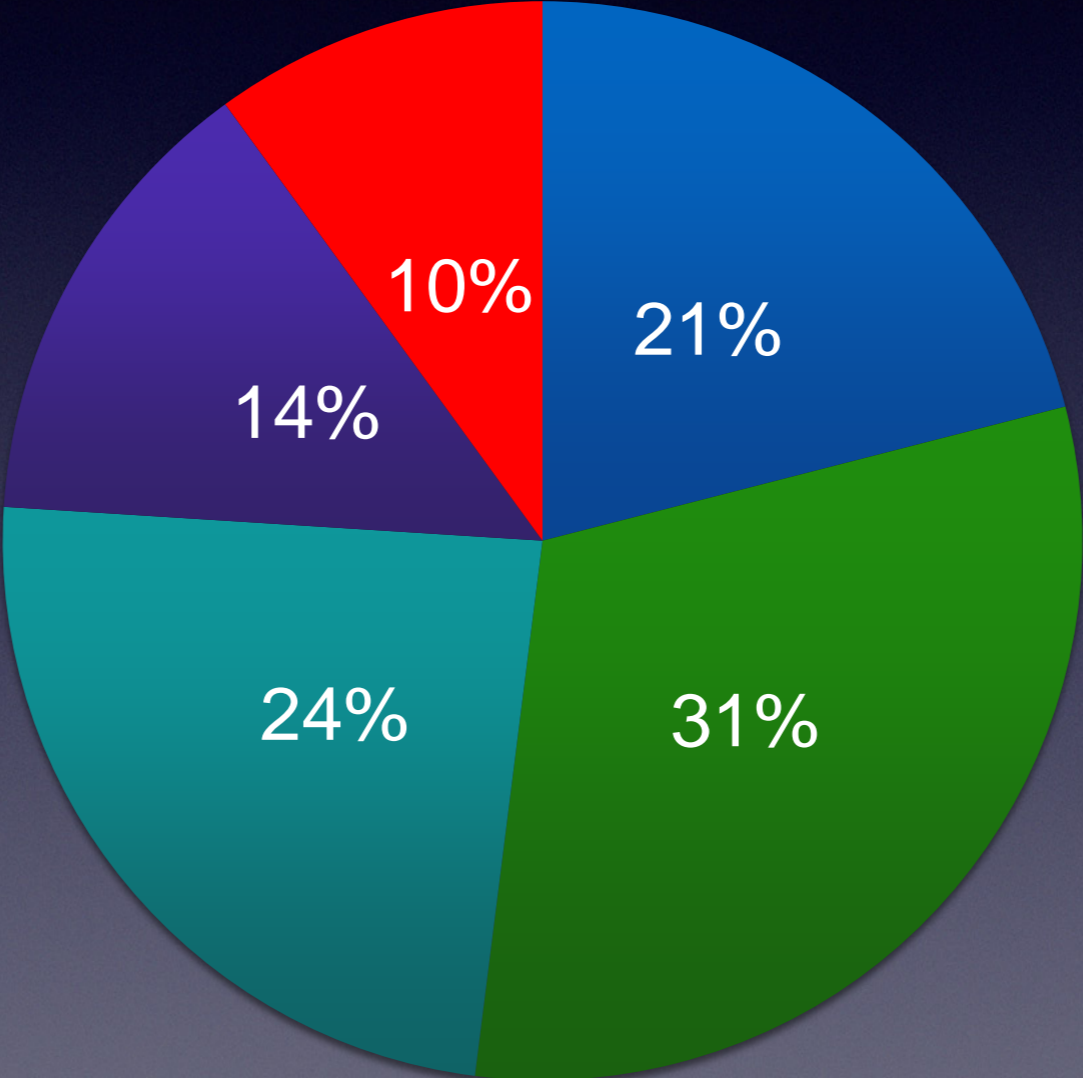


# Asset Duration December 31, 2016





# P&C Asset Allocation



- Muni Bonds
- Taxable bonds
- Equities
- Cash Eq
- Other



# 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