

ClimateWise,
c/o Cambridge Institute for
Sustainability Leadership,
1 Trumpington Street,
Cambridge CB2 1QA.

30th September 2015,

Mark Carney,
c/o Prudential Regulation Authority,
Bank of England,
Threadneedle St,
London, EC2R 8AH.

RE: ClimateWise CEOs' respond to the Prudential Regulation Authority's report 'The impact of climate change on the UK insurance sector'

Dear Mr. Carney,

As leaders from across the global insurance industry, we share the view that climate change poses one of the greatest challenges to the long-term health of global economies and societies and, as such, demands urgent action. Consequently, we have voluntarily committed to ClimateWise - the insurance industry leadership group on climate change risk - to help identify ways that the insurance industry can support the societal transition to a low-carbon, climate-resilient future.

As members of ClimateWise, we welcome the UK insurance regulator, the Prudential Regulation Authority (PRA), taking the initiative to examine the impact of climate change from the perspective of the insurance industry. We are already trying to respond to climate change as framed by reports such as The World Economic Forum 2015 Global Risks Survey which identified a failure of climate adaptation as one of the top four high-impact, high-likelihood risks.

However, while we commend the PRA for leading insurance regulators globally in focusing on this critical issue, we also call on them to ensure that this engagement is only the first step in a much broader journey of collaboration aimed at managing the impact of climate change risk for the industry and its clients. As members of the insurance industry, we want to work together towards achieving a regulatory regime that allows our industry to fulfil its full potential as society's risk-manager and to help maintain risk exposure within insurable levels. Such a regime is one that would enable us to better align our investment and risk management capabilities, while maintaining the financial security of our clients.

Signed

Andrew Kendrick (President)

ACE European Group

Kasper Hjorteberg (CEO)

Amlin

Dominic Christian (Exec Chairman)

Aon Benfield

John Spencer (*Chairman*)

Argo Global

Maurice Tulloch (CEO)

Aviva UK & Ireland General Insurance

Phil McNeilage (CEO)

Cunningham Lindsey

Bronek Masojada (CEO)

Hiscox

Torbjörn Magnusson (President & CEO)

If P&C

Andrew Roberts (CEO)

Innovation Group

Inga Beale (CEO)

Lloyd's of London

Stephen Hester (CEO)

RSA Insurance Group

Russell Higginbotham (CEO)

Swiss Re UK