Contents

Foreword by Kenneth J. Arrow ix

Acknowledgments xi

Preface xv

Part I
The Optimal Form of Reinsurance Contracts 1

Chapter 1
An Attempt to Determine the Optimum Amount of Stop Loss Reinsurance 5

Chapter 2
The Optimal Reinsurance Treaty 19

Part II
Reciprocal Reinsurance Arrangements 25

Chapter 3
Reciprocal Reinsurance Treaties Seen as a Two-Person Cooperative Game 29

Chapter 4
Reciprocal Reinsurance Treaties 53

Chapter 5
Some Elements of a Theory of Reinsurance 73

Chapter 6
The Utility Concept Applied to the Theory of Insurance 87

Chapter 7
Utility Theory 97

Chapter 8
The Objectives of an Insurance Company 105
Part III
The Reinsurance Market

Chapter 9
The Safety Loading of Reinsurance Premiums

Chapter 10
Equilibrium in a Reinsurance Market

Chapter 11
A Contribution to the Theory of Reinsurance Markets

Chapter 12
Recent Developments in Economic Theory and their Application to Insurance

Chapter 13
Ends and Means in Actuarial Science

Chapter 14
The Economic Theory of Insurance

Part IV
The Dynamic Theory of Insurance

Chapter 15
Payment of Dividend by Insurance Companies

Chapter 16
Control of a Portfolio of Insurance Contracts

Chapter 17
Dynamic Decision Problems in an Insurance Company

Chapter 18
The Theory of Risk

Chapter 19
Risk Management and Company Objectives

Chapter 20
The Rescue of an Insurance Company after Ruin
Part V
Insurance and Capital Markets 325

Chapter 21
The Optimal Portfolio of Assets in an Insurance Company 329

Chapter 22
Insurance and the Theory of Financial Markets 343

Chapter 23
Application of Game Theory to some Problems in Automobile Insurance 355

Index of Names 369

Index of Subjects 371

About the Author 373