

Content

1 Introduction 1

2 The Disaster Syndrome: A Problem Worldwide..... 2

**3 The Response of German Insurers to the “Flood of the Century” in 2002:
Increasing Premiums and Withdrawal of Coverage 5**

4 A Proposed Market-oriented Mandatory Insurance against Natural Disasters 8

**5 Reasons for the Failure to Introduce Mandatory Disaster Insurance in
Germany 9**

**6 Lessons Learned: Intelligent Social Insurance Design is better than “Pure”
Market Solutions 15**

7 References..... 17

8 Summary Fehler! Textmarke nicht definiert.

Index of Figures and Tables

Figure 1: The Disaster Syndrome and Insurance 3

Table 2: Adjusted Probable Maximum Losses for Natural Disasters (in bn.Euro)..... 7

Figure 2a and 2b: Increasing Zones of Uninsurability (Dresden area) 7

Figure 4: Premiums for Natural Hazard Insurance in Germany 12