

A Preview of the AIR Typhoon Models for Southeast Asia



AIR WORLDWIDE®

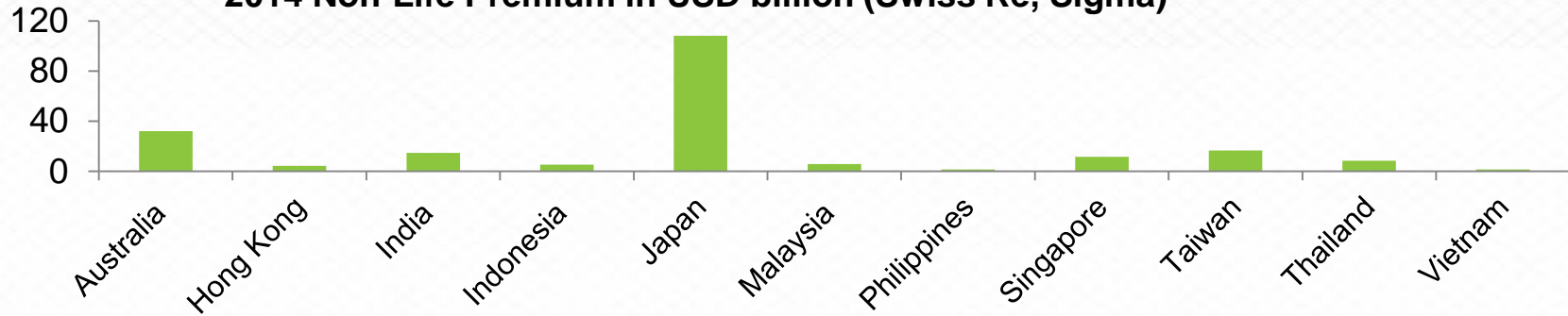
A Preview of the AIR Typhoon Models for Southeast Asia

Apoorv Dabral, Ph.D. Kevin Hill, Ph.D., Ruilong Li, Ph.D.

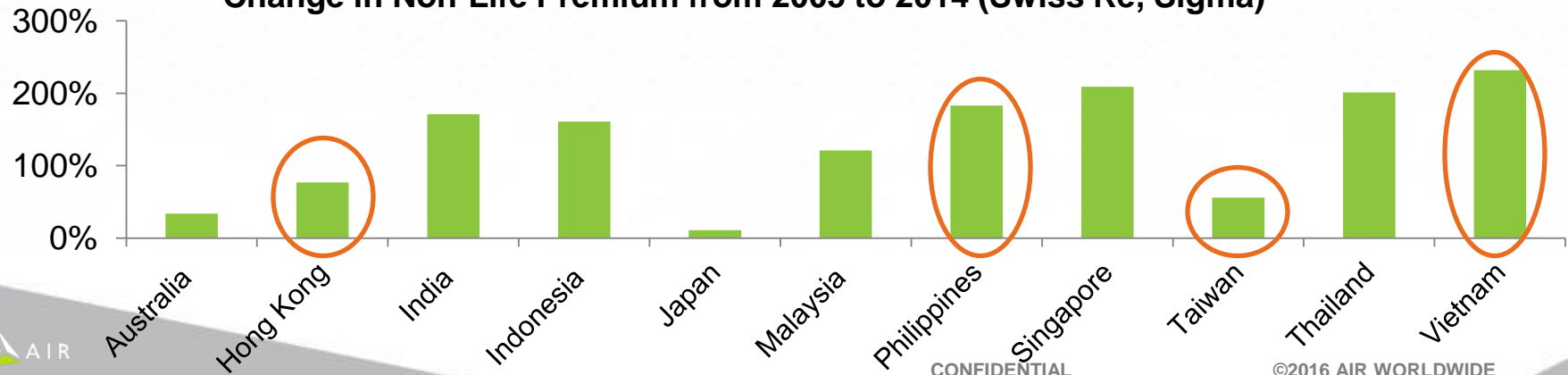


Growth in Non-Life Insurance Market in Asia-Pacific

2014 Non-Life Premium in USD billion (Swiss Re, Sigma)



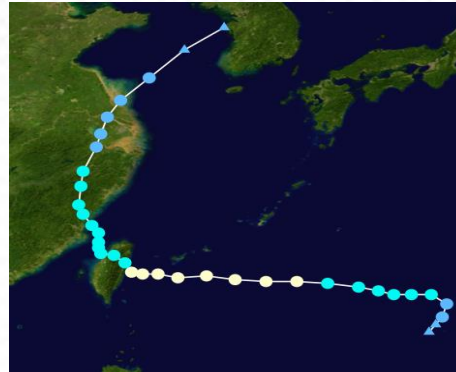
Change in Non-Life Premium from 2005 to 2014 (Swiss Re, Sigma)



Some Major Typhoons that Have Affected Southeast Asia

- Haiyan
 - One of the strongest typhoons to make landfall
 - Significant storm surge
- Morakot
 - Record-breaking precipitation
- Ketsana
 - Significant flooding
 - Major losses in Philippines and Vietnam

Typhoon Morakot, 2009



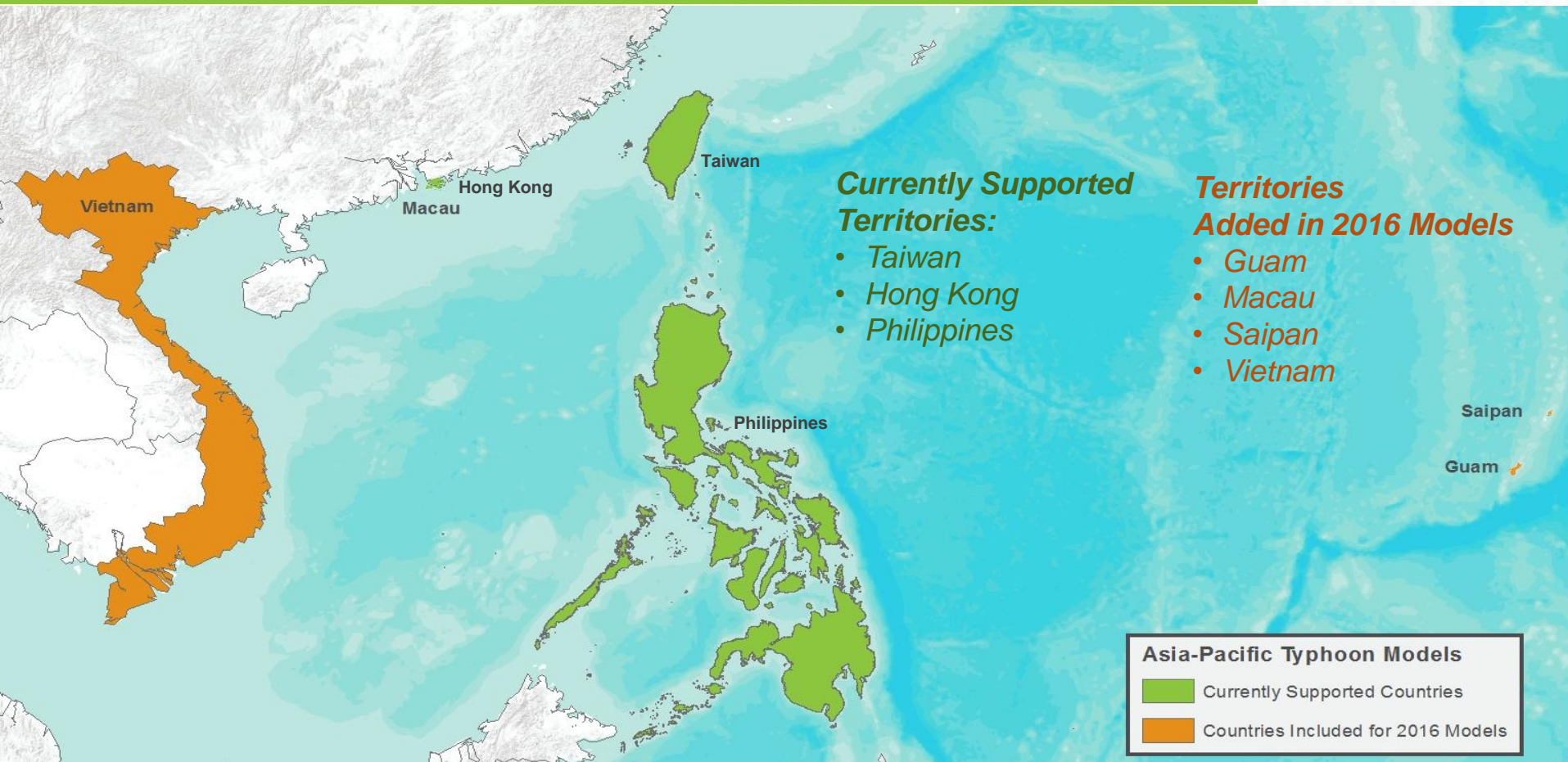
Typhoon Haiyan, 2013



Typhoon Ketsana, 2009



Southeast Asia Typhoon Models – Update and Expansion



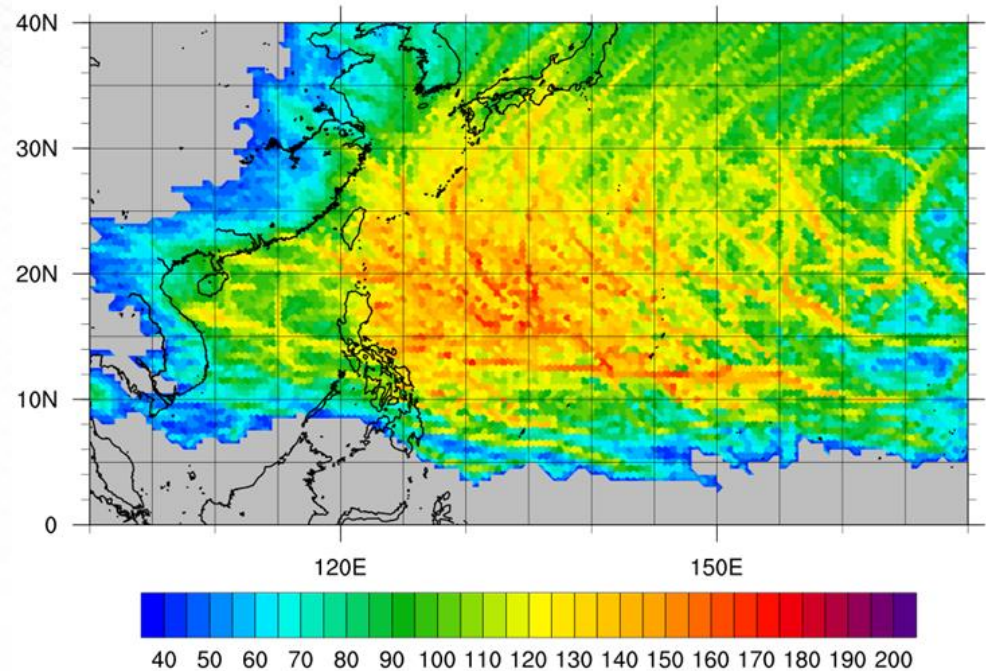
High Resolution IEDs Explicitly Capture Large Industrial Facilities and Tall Buildings

- Explicitly capturing large industrial facilities and parks
- Tall buildings classification
- High geographic resolution
- Better risk differentiation



The Southeast Asia Typhoon Models Include Significant Hazard Updates

- Part of basinwide catalogue that covers the region
- 1 km resolution
- Updated wind field and flood modules
 - Wind: region-specific wind–central pressure relationship, Willoughby decay
 - Flood: CASC2D, time-dependent
- Storm surge module for the Philippines, Hong Kong, and Taiwan



The Updated Southeast Asia Typhoon Models Provide Capability to Assess a Wide Variety of Risk Types

- Conventional buildings, contents, and business interruption
- Infrastructure
- Marine cargo and hull
- Large industrial facilities
- CAR/EAR
- General auto
- 2-wheeled vehicles
- Warehouses



Upcoming AIR Events with More Comprehensive Model Details



April – Philadelphia



June and August

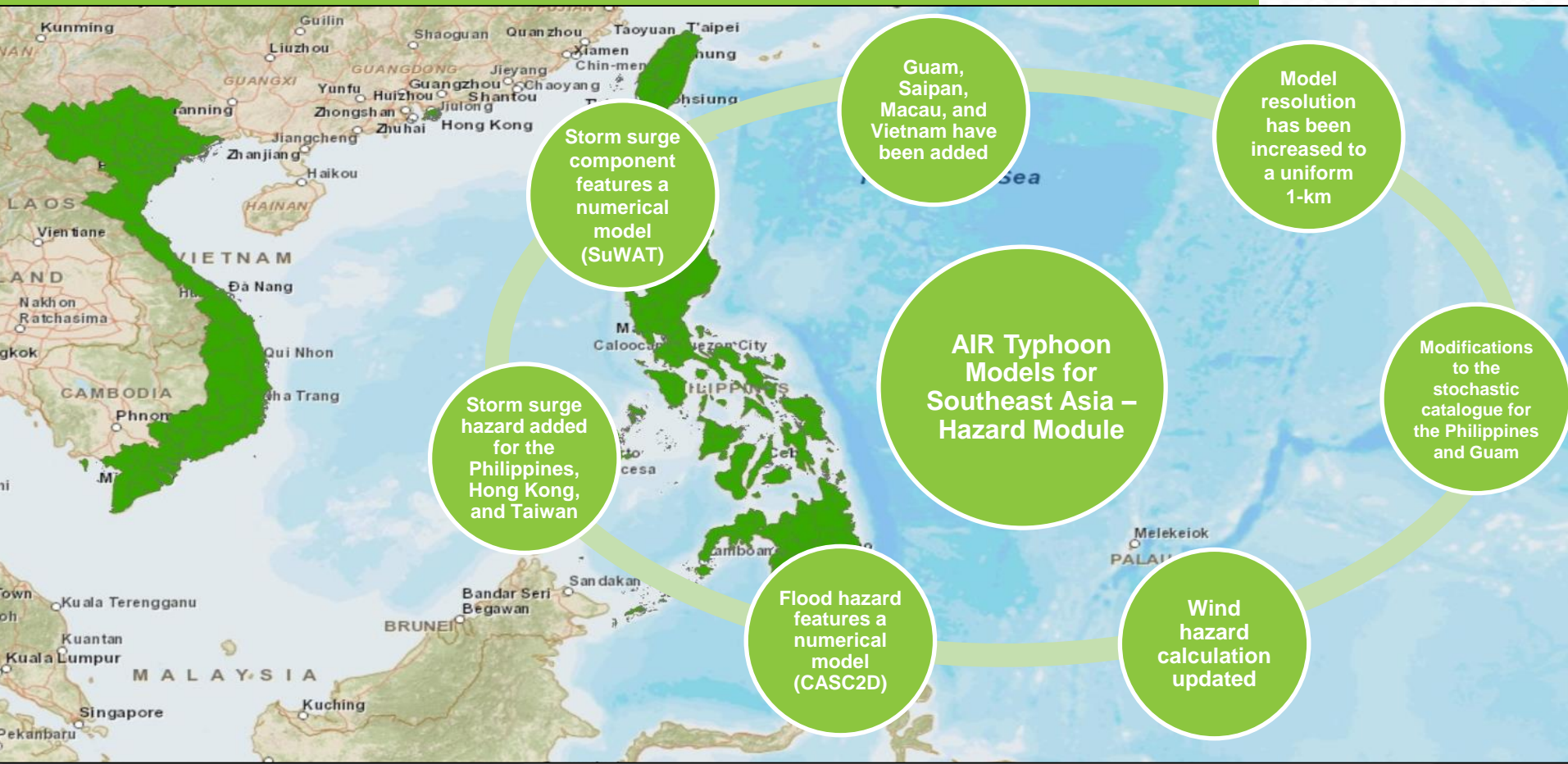
- Singapore
- Philippines
- Indonesia
- Vietnam
- Beijing
- Taiwan

Hazard Updates

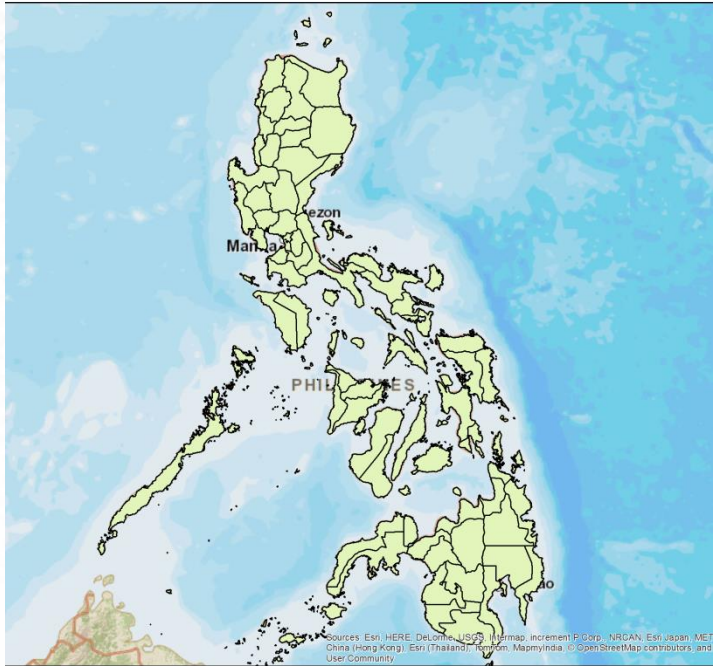


Kevin Hill, Ph.D.

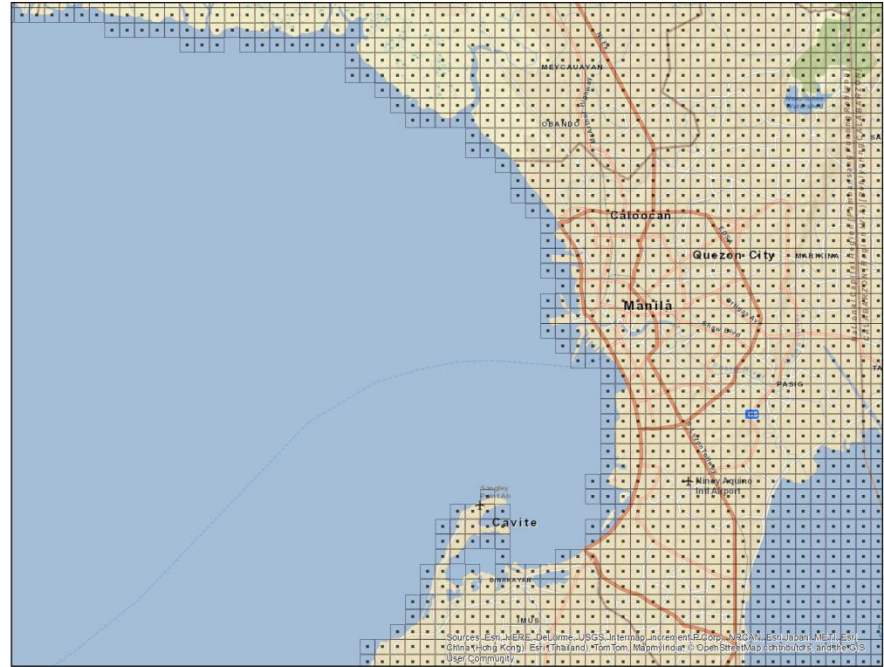
Hazard Module Has Undergone a Comprehensive Update



High-Resolution Model Allows for More Granular View of Risk



Previous Release: 81 unique points

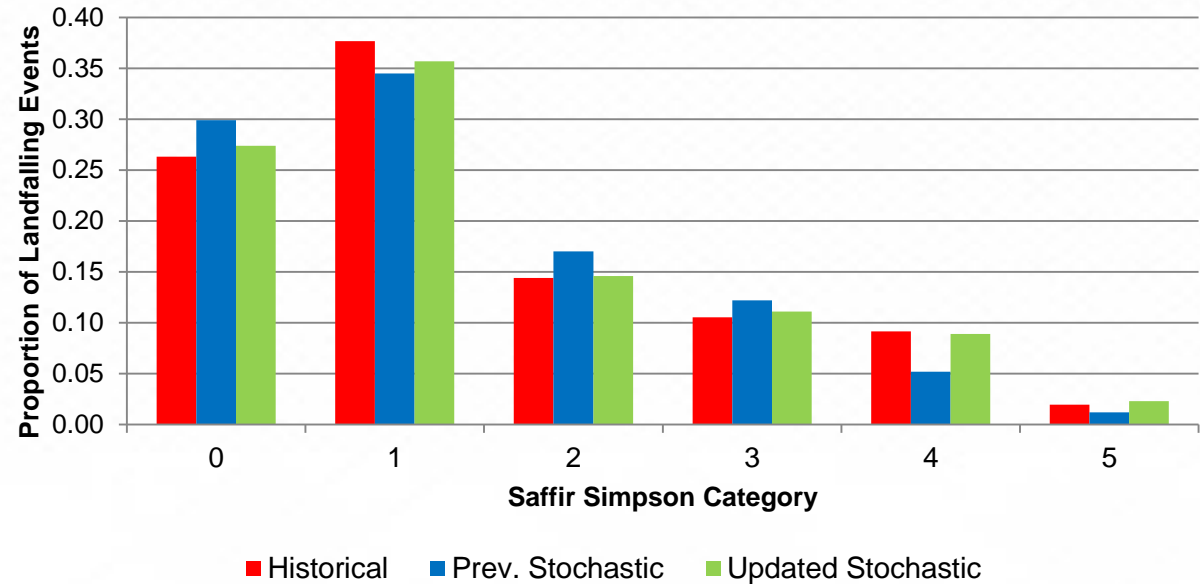


Updated model: ~400,000 points (Manila area shown)

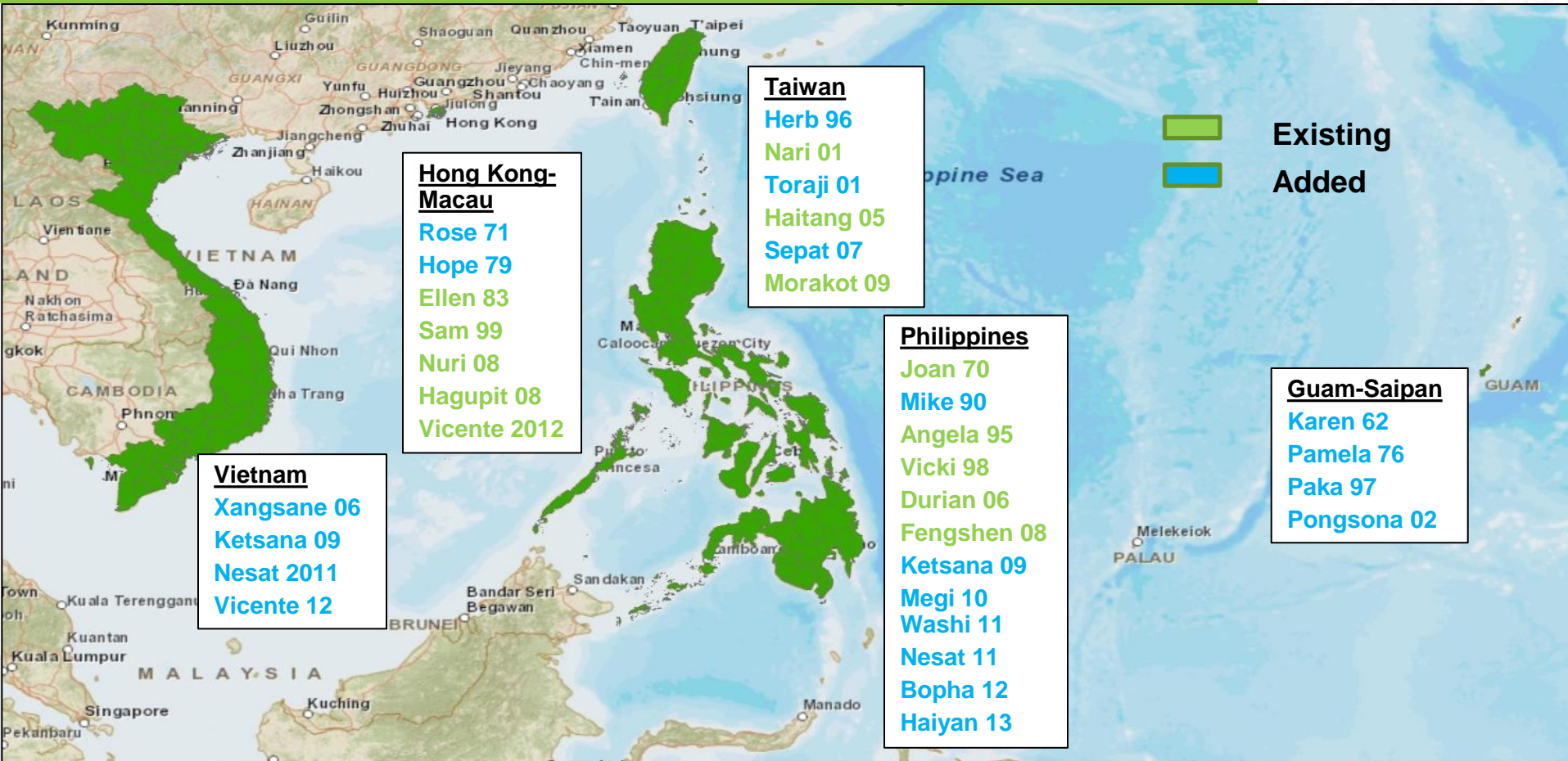
Stochastic Catalogue Validates Well for Modelled Territories

- Modified landfall intensities are included in the models for Guam and Philippines

Landfall Frequencies – the Philippines

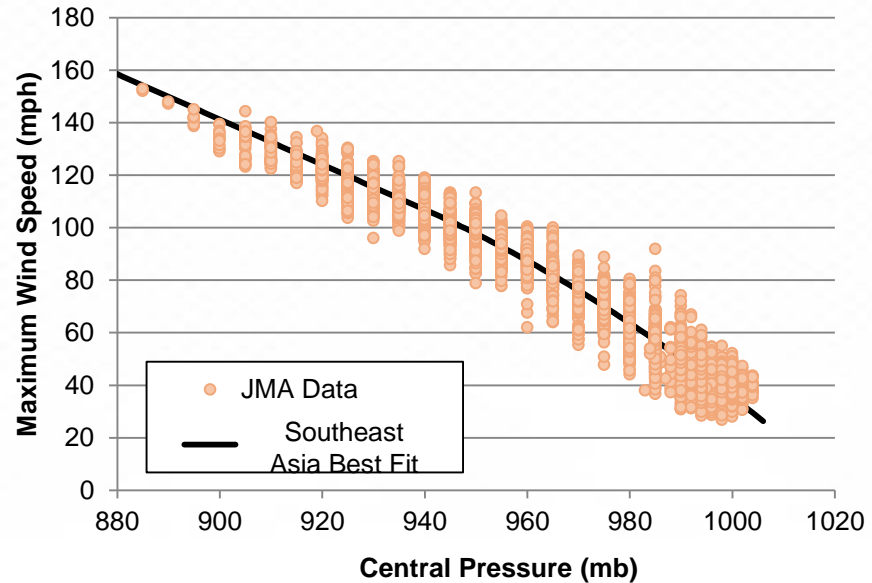
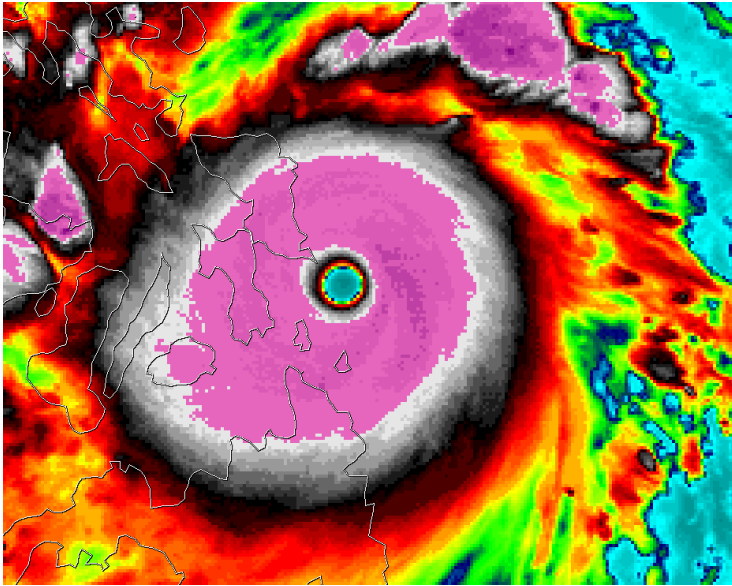


Many New Marquee Events Have Been Added



Wind Hazard Is Modelled in a Robust Fashion

- Maximum wind speed is modelled using a wind–central pressure relationship customised for typhoons affecting Southeast Asia
 - Based on Japan Meteorological Agency (JMA) data



Wind Hazard Modelled in a Robust Fashion

- Radial decay of wind speed is based upon Willoughby et al. (2006)
 - Dual exponential wind profile is the most accurate match to observed wind speeds

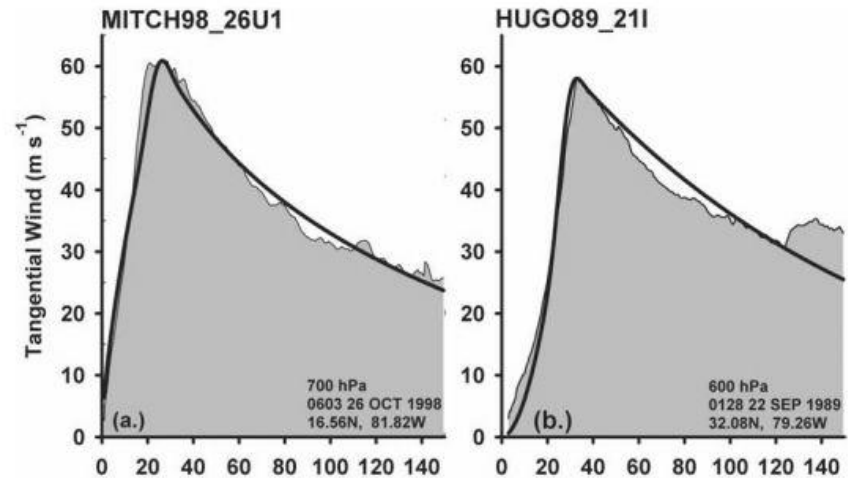
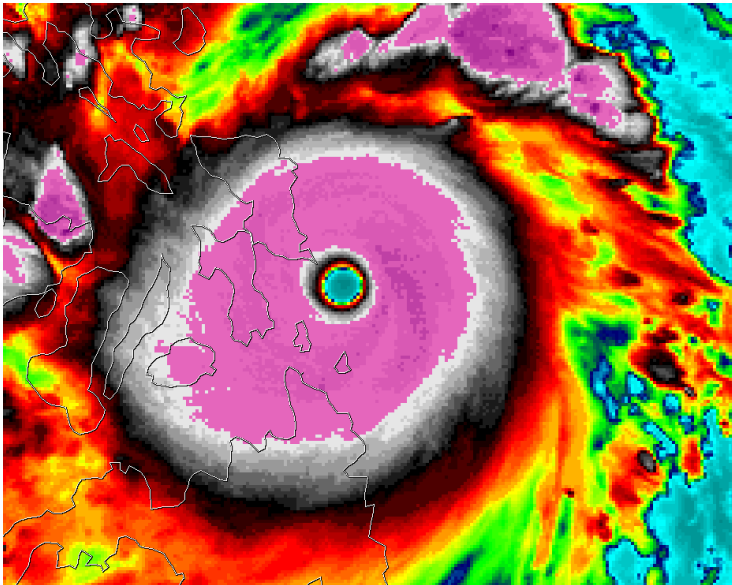
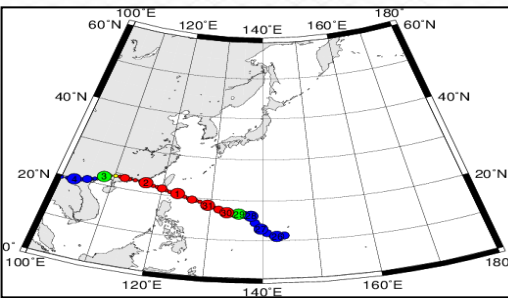


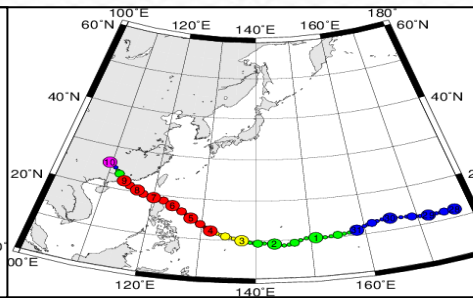
FIG. 10. Dual-exponential wind profiles fitted to Hurricanes (a) Mitch of 1998, (b) Hugo of 1989, (c) Edouard of 1996, and (d) Erika of 1997. Observed and fitted profiles are as indicated in Fig. 2.

- _____

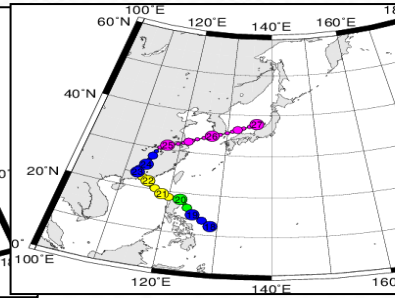
Maximum Winds for Hong Kong Events Modelled Accurately



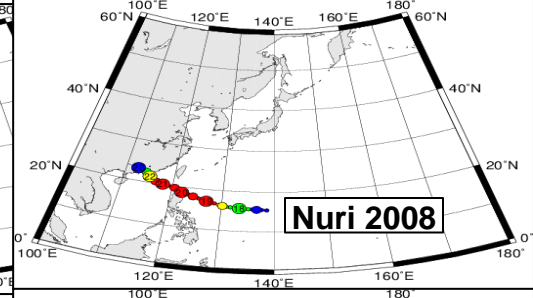
Hope 1979



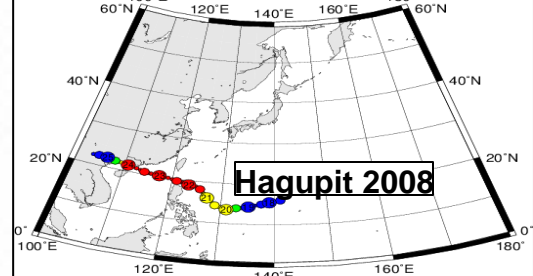
Ellen 1983



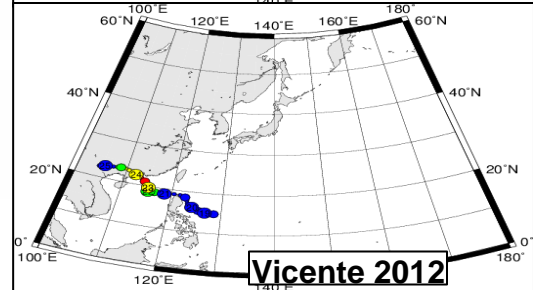
Sam 1999



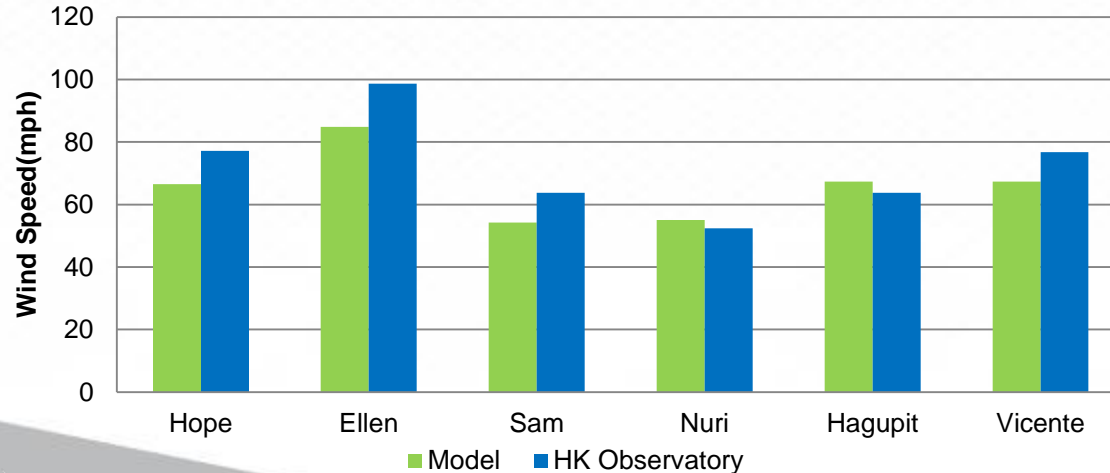
Nuri 2008



Hagupit 2008

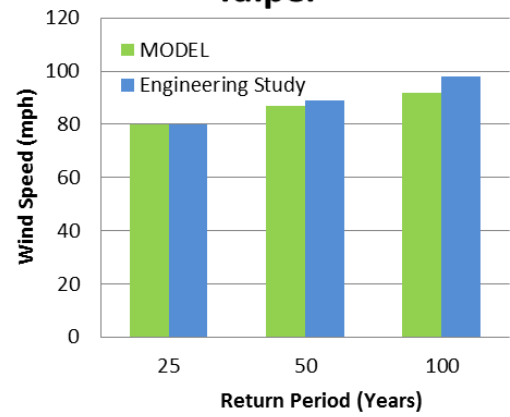


Vicente 2012

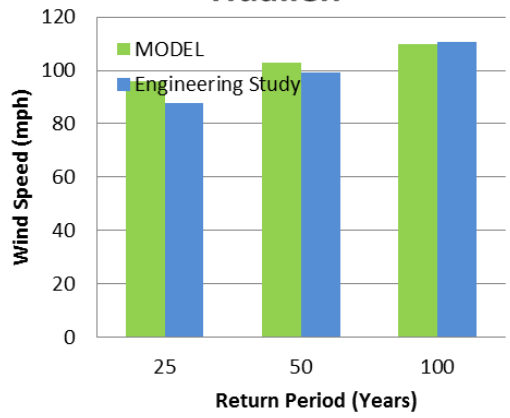


Taiwan Return Period Winds Compare Favorably to Engineering Studies

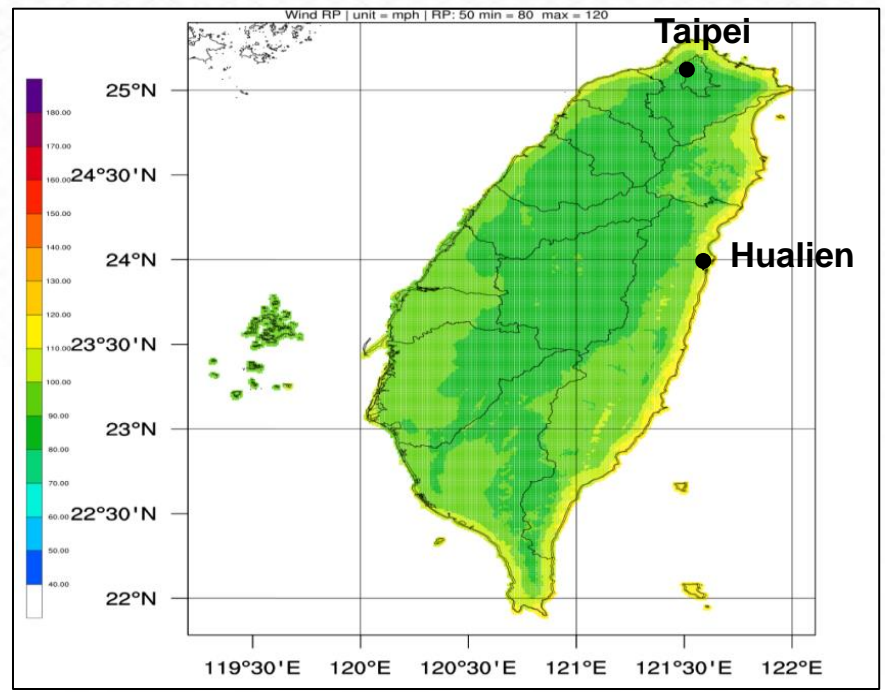
Taipei



Hualien



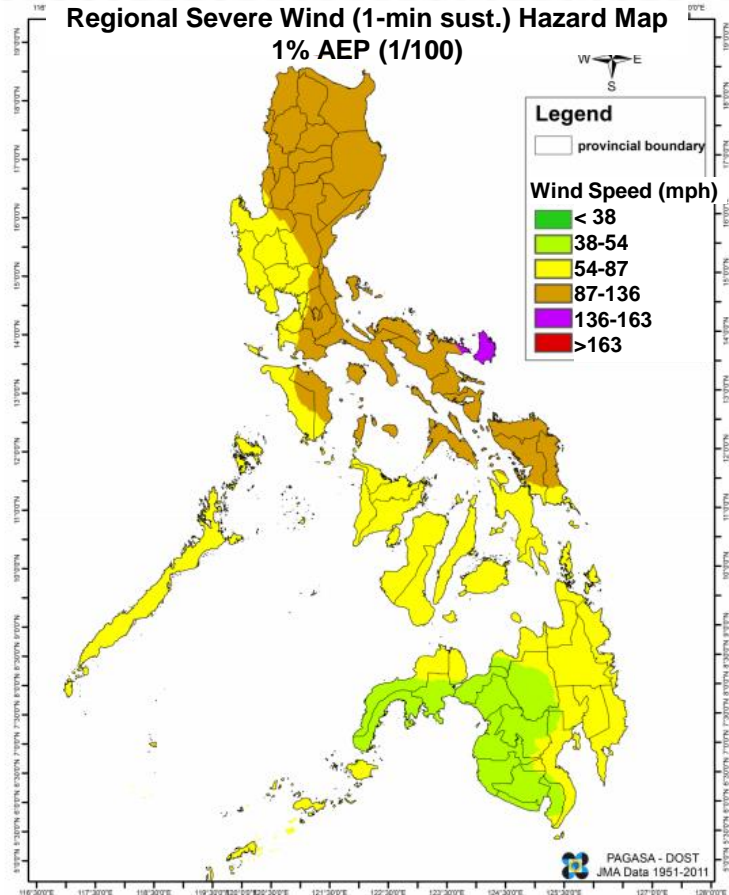
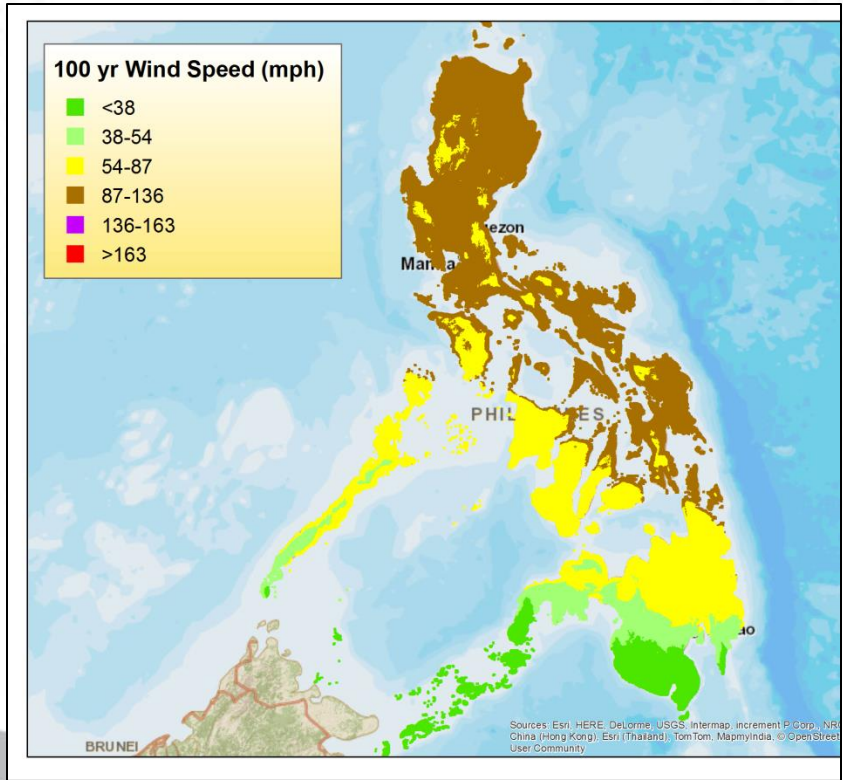
Model 100-year return period wind map



Engineering Study is Jang and Lee, 1997: Analysis of Design Wind Speed Distribution of Taiwan Area, *J. Marine Science and Techn.*

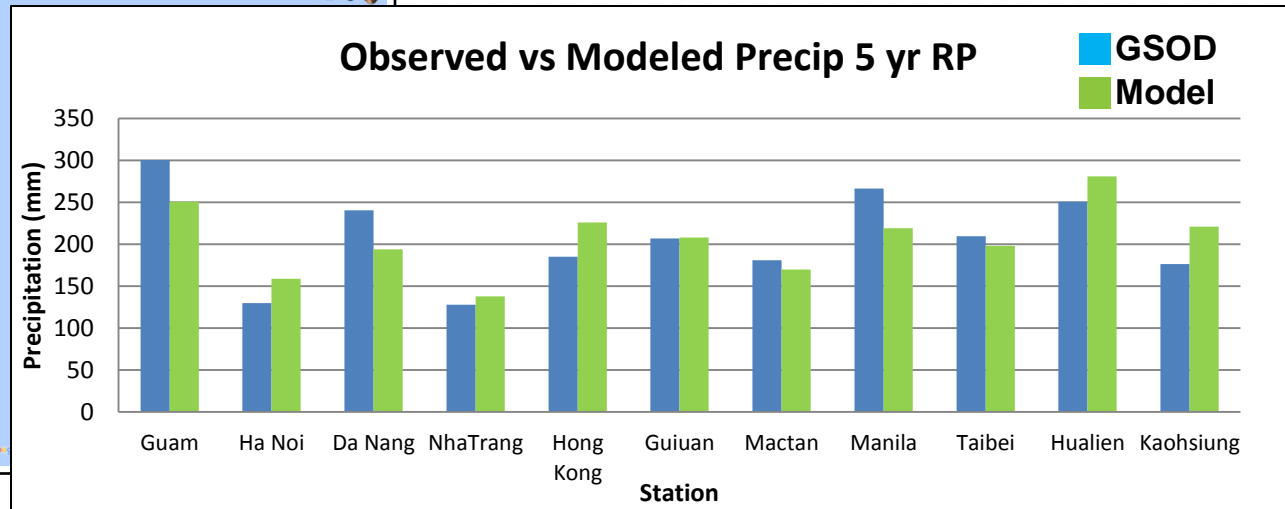
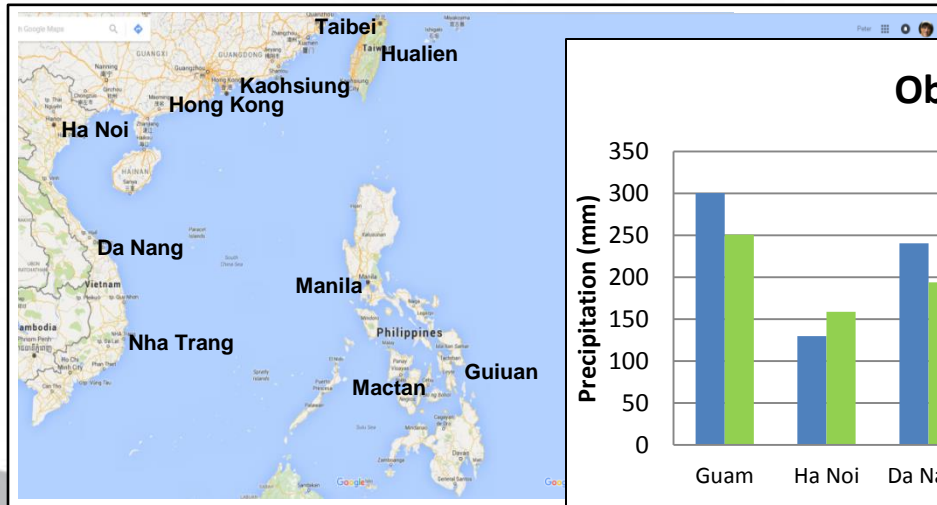
The Philippines 100-Year Return Period Winds Compare Favorably to Local Study

Model 100 year return period wind speeds



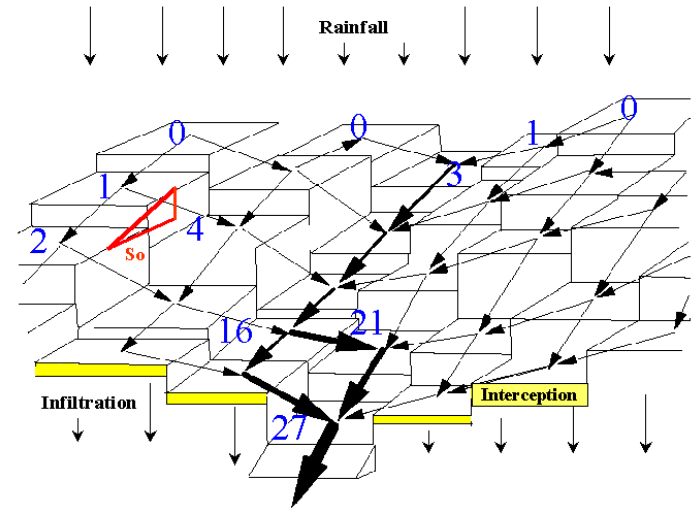
Precipitation Model Captures Storm and Local Effects

- Modelled precipitation depends on typhoon characteristics and accounts for geographic and local effects
- Higher resolution than previous model is more likely to resolve areas of maximum precipitation

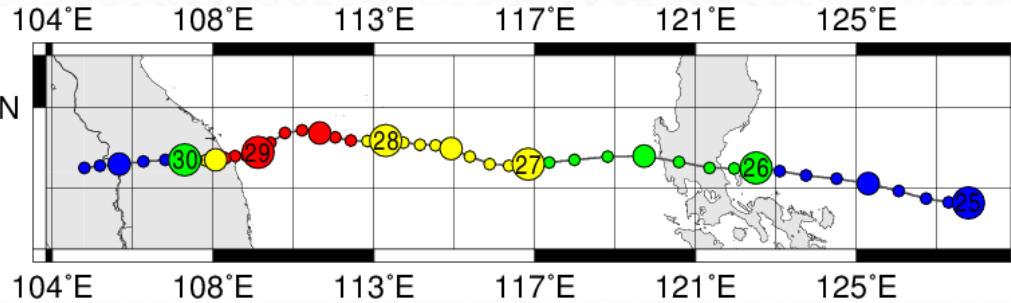


Flood Component Features Physically Based Hydrologic Model

- CASC2D is time dependent, so flood depth is influenced by rainfall rate and total precipitation
- Amount of water that infiltrates depends on soil type and slope
- Routing depends on slope and surface friction (vegetation, Manning Coefficient)



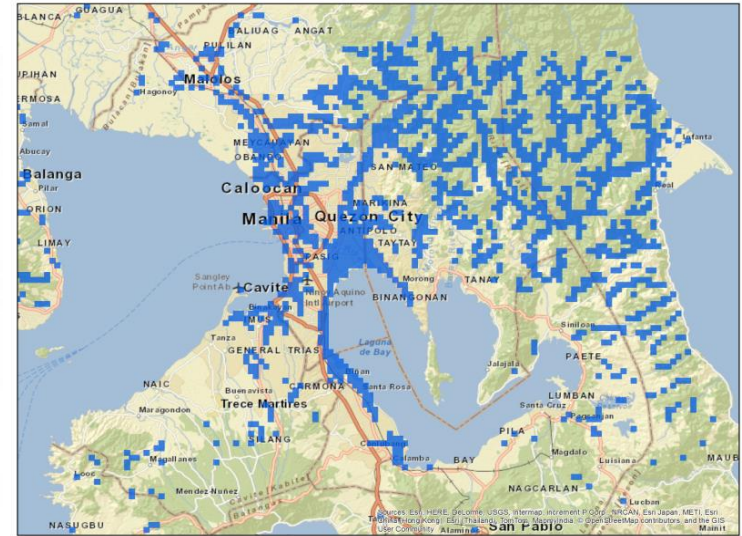
Flood for Ketsana (2009) Modelled Very Well



Track across The Philippines by Ketsana (Ondoy) as a weak Tropical Storm in Sept 2009.

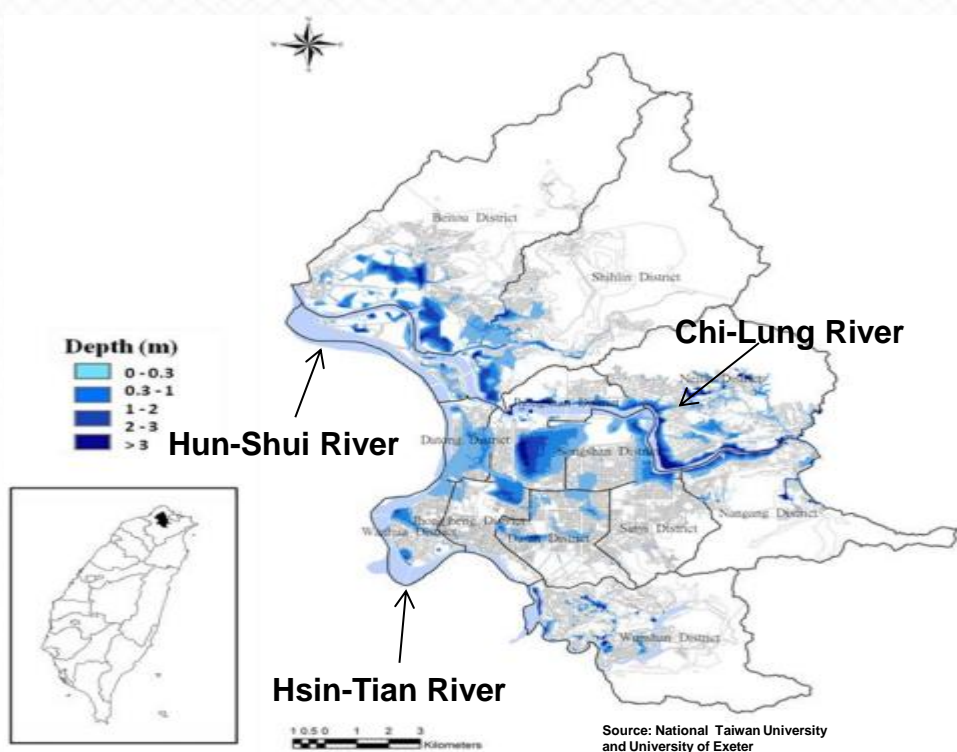


Ketsana flooded more than 80% of the city of Manila

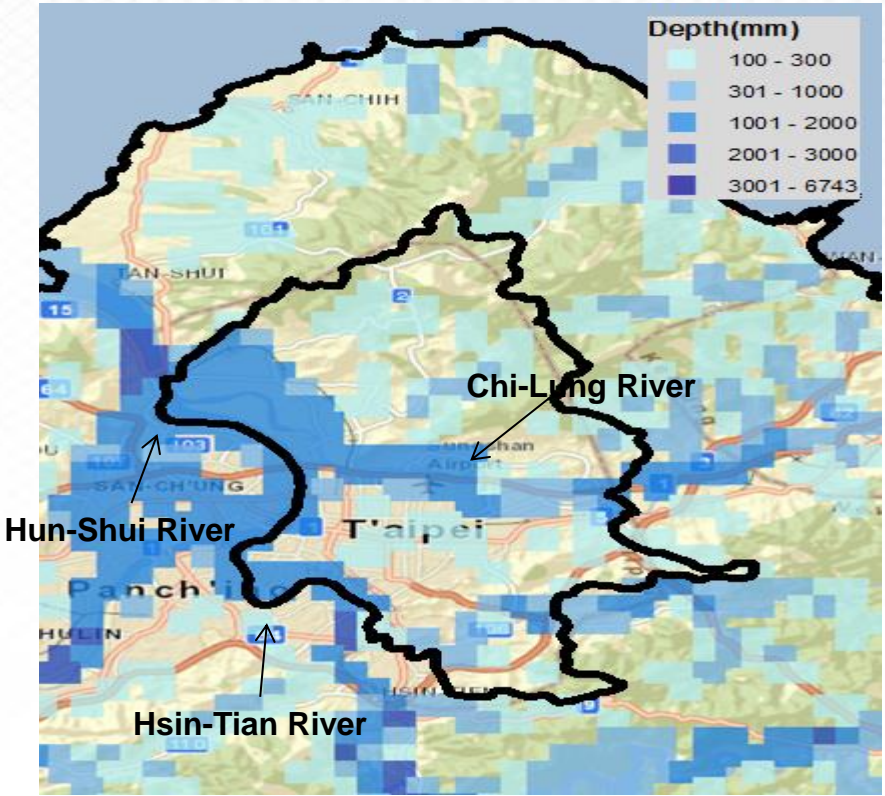


Modelled flood footprint

Flood Model Captures Areas Vulnerable to Flood Around Taipei



Flood Map of Taipei – 200 Year

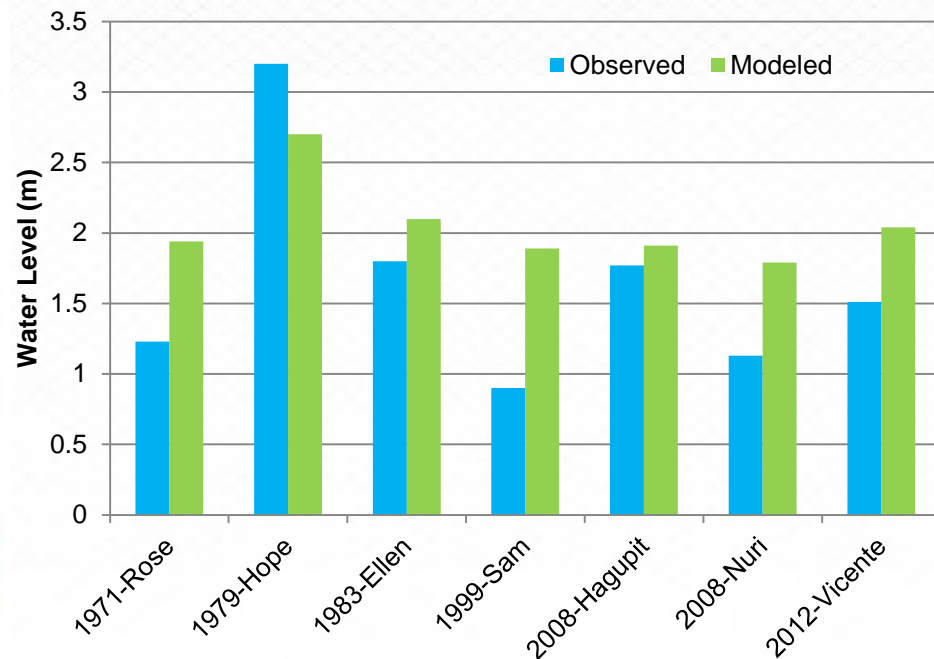
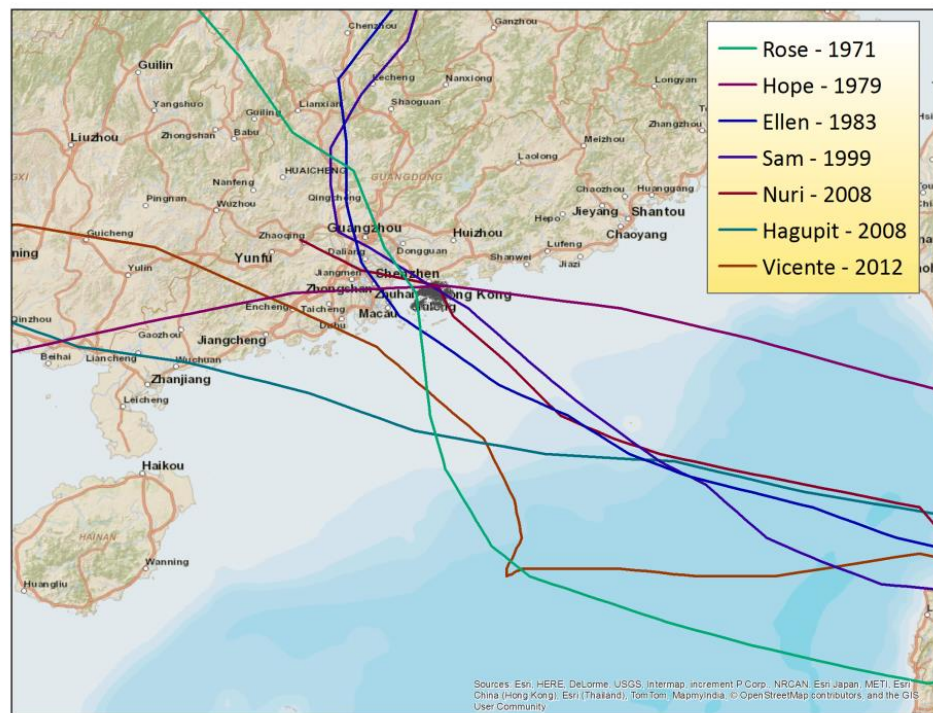


Taipei Region from AIR Model – 250 Year

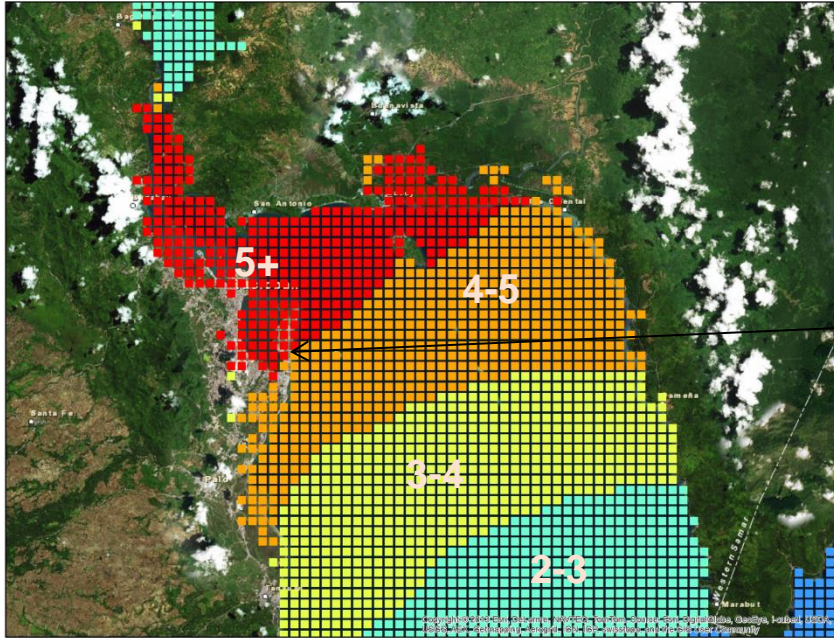
Surge Component Also Features a Physically Based Model

- Storm surge peril modelled using SuWAT - coupled numerical model of **S**urge, **W**Ave and **T**ide (same as Japan typhoon model)
 - Model developed in Japan and has been used in numerous peer-reviewed publications
 - Fully dynamical model which takes into account the impact of waves on storm surge
 - Model utilises high-resolution terrain information for accurate model storm surge inundation

Storm Surge Model Accurately Represents Historical Events for Hong Kong



Haiyan Simulation Validates Well with Survey and Other Model Studies

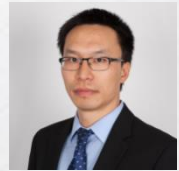


“In Tacloban, the terminal building of Tacloban Airport was destroyed by a 5.2 m (17 ft) storm surge up to the height of the second story.”



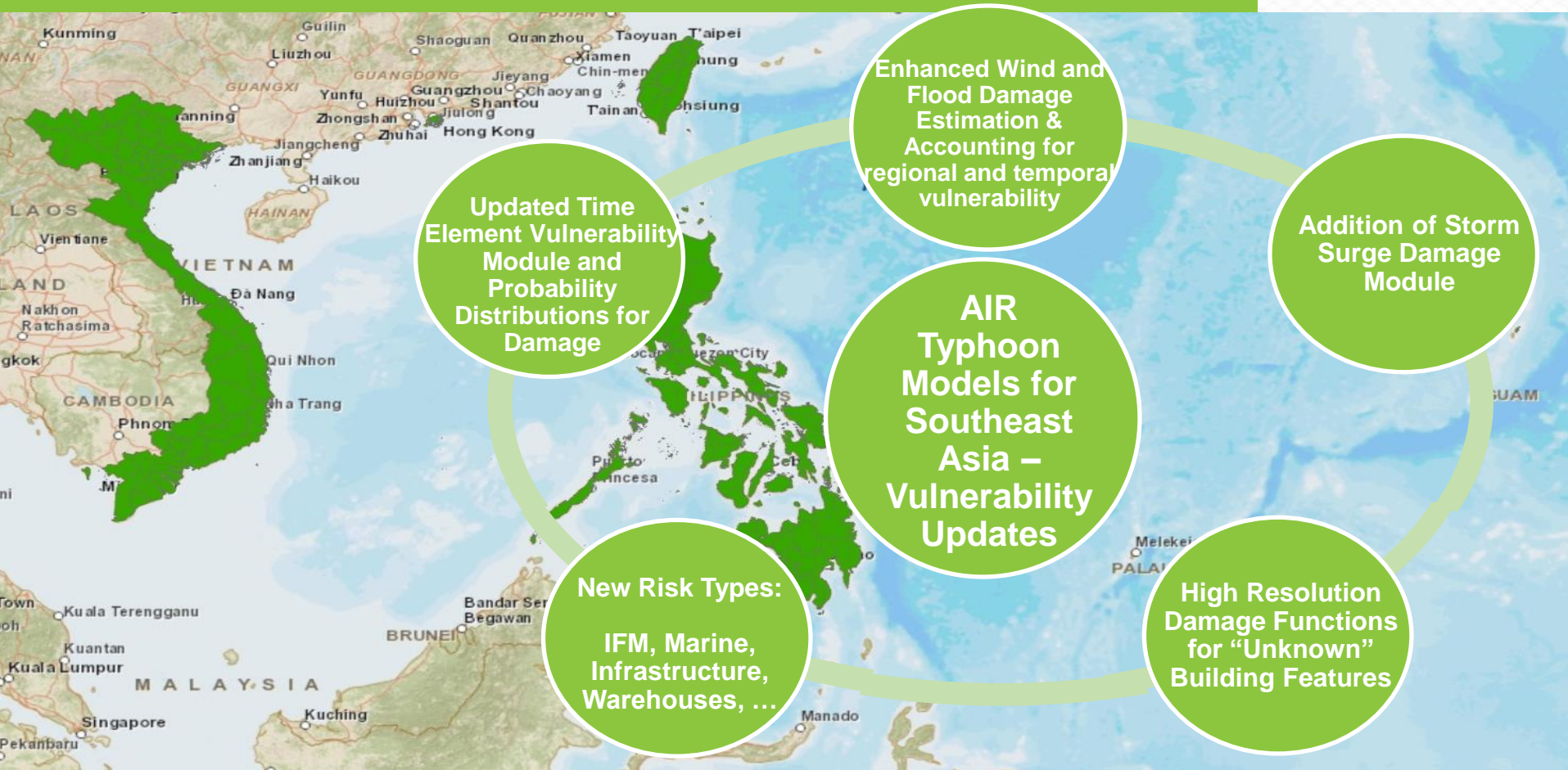
- Model produces a maximum storm surge of 5-6 meters
- JSCE-PICE joint survey team estimates the storm surge level was 5-6 meters inside of the Leyte Gulf

Vulnerability Updates



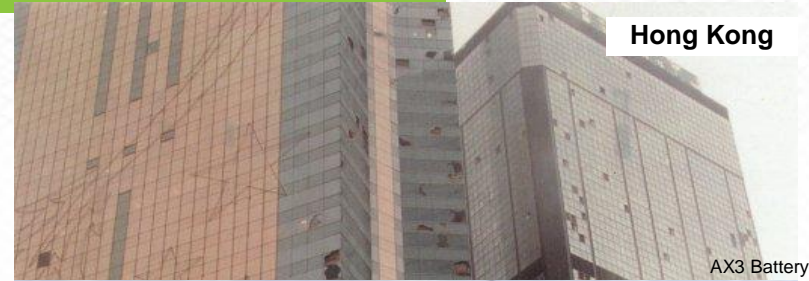
Ruilong Li, Ph.D.

Vulnerability Module Has Undergone Comprehensive Update



Vulnerability Varies by Territory

- Hong Kong and Macau
 - Engineered structures
 - Quality and control referred to British Standards, with additional practice notes for engineers
- Philippines
 - Good building code
 - Building standards may not have been followed
- Taiwan
 - Robust wind design code
 - Engineered structures
 - Better enforcement



Vulnerability Varies by Territory



- Vietnam
 - Little quality control
 - Wind is generally not extreme, but flooding is more significant
- Guam and Saipan
 - Good building code adoption and enforcement

**Macau Security and Equity in Regulation
Building and Bridge Structures, Wind
Action Revision, 2008**

**Wind load provisions of
Taiwan Building Code 2007**

**Code of Practice on Wind
Effects in Hong Kong 1983**

**Code of Practice on Wind
Effects in Hong Kong 2004**

**Vietnam Building
Code TCVN
2737-1995**

**Guam adopted
IBC 2009**

NSCP-1992

NSCP-2001

NSCP-2010



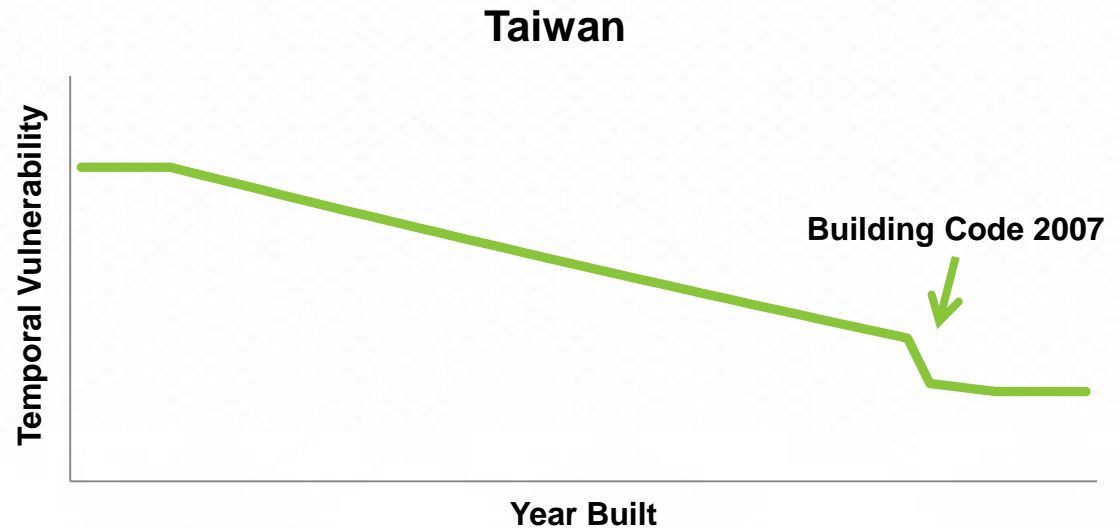
Wind Vulnerability Varies by Territory

- Wind vulnerability
 - Wind hazard level
 - High → Low vulnerability
 - Low → High vulnerability
 - Wind design and enforcement level
 - High → Low vulnerability
 - Low → High vulnerability

Territory	Wind Hazard Level	Building Design and Enforcement Level	Wind Vulnerability Level
Guam	Mid-High	High	Mid
Hong Kong	Mid-Low	High	Low-Mid
Macau	Mid-Low	High	Low-Mid
Philippines	High	Low	Mid-High
Saipan	Mid-High	High	Mid
Taiwan	High	High	Low
Vietnam	Low	Low-Mid	High

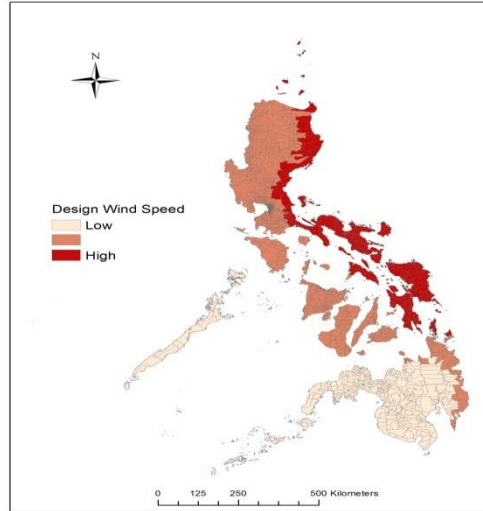
The AIR Southeast Asia Typhoon Models Support Temporal Vulnerability for Wind

- Temporal vulnerability:
 - Building code evolution
 - Aging and deterioration



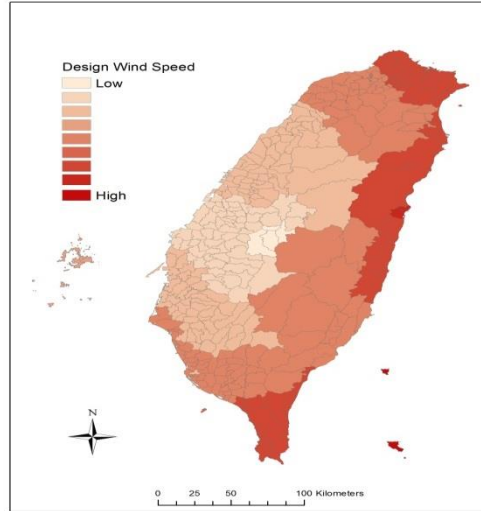
The AIR Southeast Asia Typhoon Models Support Regional Vulnerability for Wind

Design Wind Map - Philippines



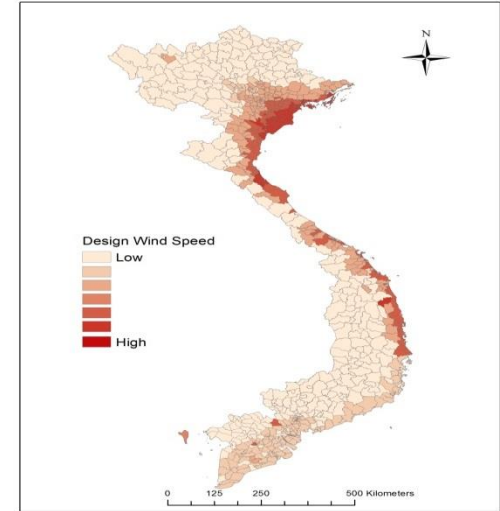
NSCP 1992

Design Wind Map - Taiwan



Taiwan Building Code 2007

Design Wind Map - Vietnam

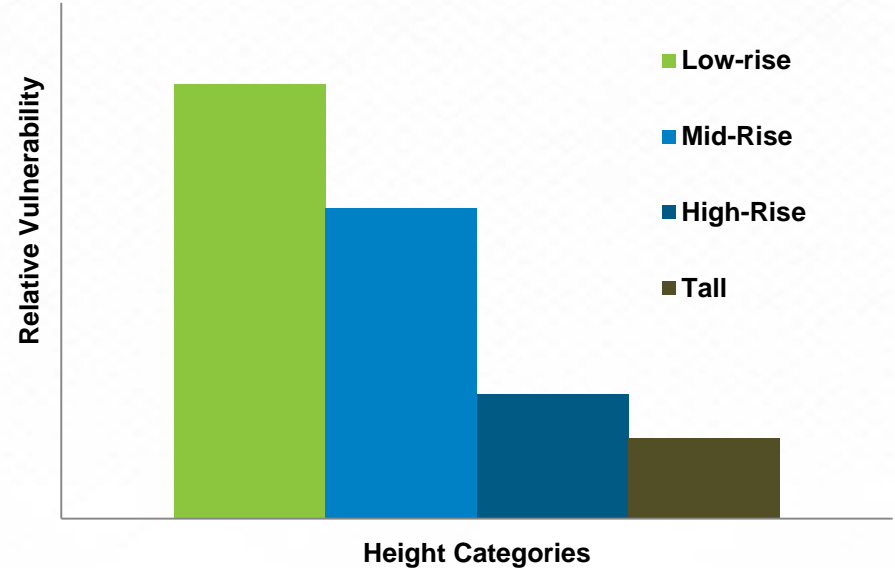


TCVN-2737-1995

Support regional vulnerability for Philippines, Taiwan, Vietnam

The AIR Southeast Asia Typhoon Models Differentiate Wind Vulnerability by Height

Number of Stories	Damage Function Classes
1-3	Low rise
4-7	Mid rise
8-29	High rise
30+	Tall



Taking into Account the Flood Defense System in Flood Risk Assessment Is Important

- Hong Kong:
 - Building codes and city planning requires flood mitigation measures
 - Better flood storage, levee system
- Taiwan: Good sewer system and levee system
- Philippines and Vietnam: fairly poor sewer and drainage system



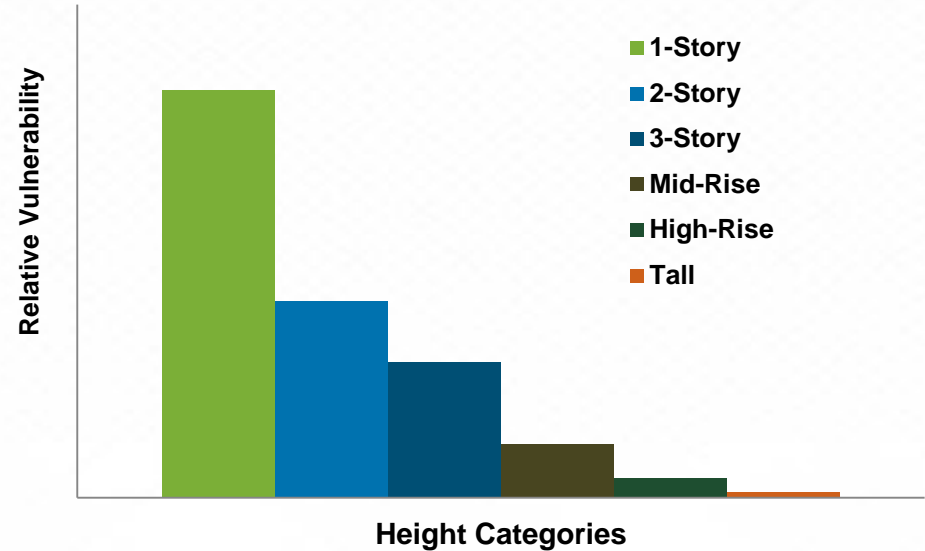
Factors Such as Relative Flood Risk, Mitigation, and Resistance Vary Among Territories

- Flood vulnerability
 - Flood hazard level
 - High → Low vulnerability
 - Low → High vulnerability
 - Flood Mitigation level
 - High → Low vulnerability
 - Low → High vulnerability

Territory	Flood Hazard level	Flood Mitigation Level	Flood Vulnerability Level
Guam	Low	Low	Low
Hong Kong	Mid	High	Mid
Macau	Mid	High	Mid
Philippines	Mid-High	Low	Mid-High
Saipan	Low	Low	Low
Taiwan	Mid-High	Mid-High	Low-Mid
Vietnam	High	Low	High

The AIR Southeast Asia Typhoon Models Differentiate Flood Vulnerability by Height

Number of Stories	Damage Function Classes
1	1
2	2
3	3
4-7	Mid rise
8-29	High rise
30+	Tall



Surge Damage Functions Are Supported in the Models

- As opposed to flood, surge is saltwater and has velocity component
- Accounting for the hydrodynamic effect of water using an equivalent static depth
- Supporting all lines of business, occupancy, and construction



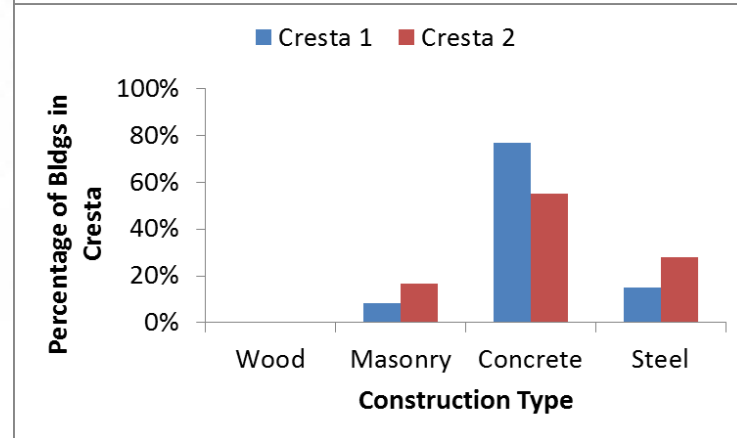
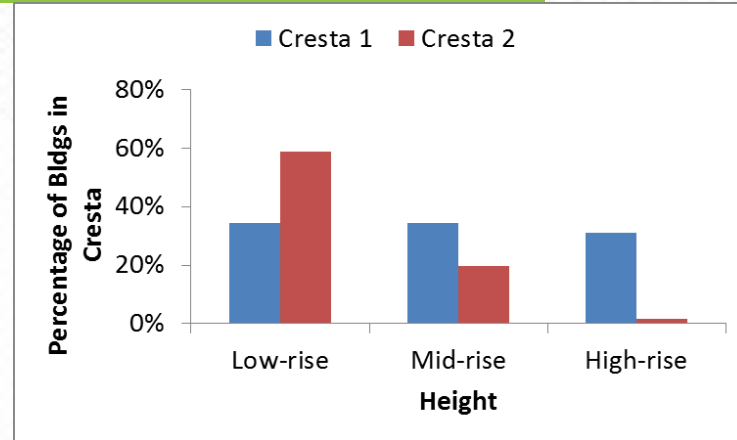
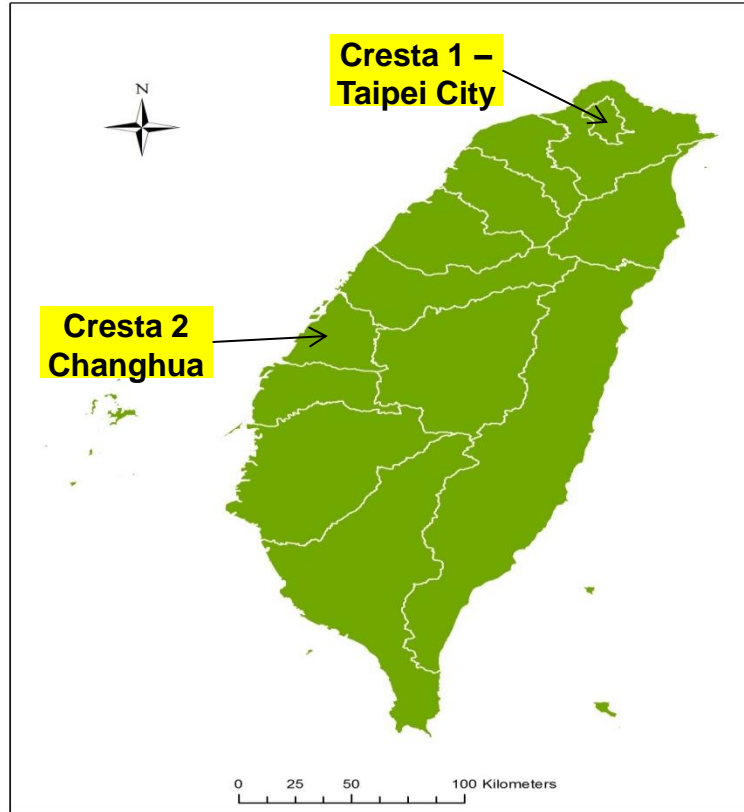
Haiyan, 2013, Surge damage in PHP



Nari, 2001, Flood in Taipei City, TW



Supporting CRESTA-Level Unknown Damage Functions Are Important in Assessing Risk in Southeast Asia



Several New Lines of Businesses and Sub-Perils Have Been Added

Risk Types	Wind	Flood	Surge*
Conventional Buildings	Existing	Existing	New
Infrastructure	New	New	New
Marine Cargo, Hull	New	New	New
Large Industrial Facilities	New	New	New
Builder's Risk	Existing	Existing	New
Auto	Existing	Existing	New
2-wheeled vehicle	New	New	New
Warehouse	New	New	New

* Surge for the Philippines, Hong Kong, and Taiwan



Loss Benchmarks from Various Sources Are Used to Validate Losses

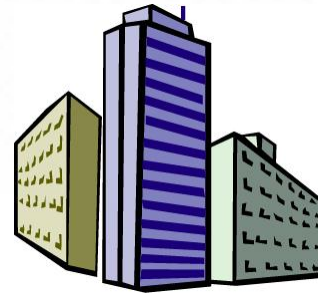
Industry losses



Company losses



Company A

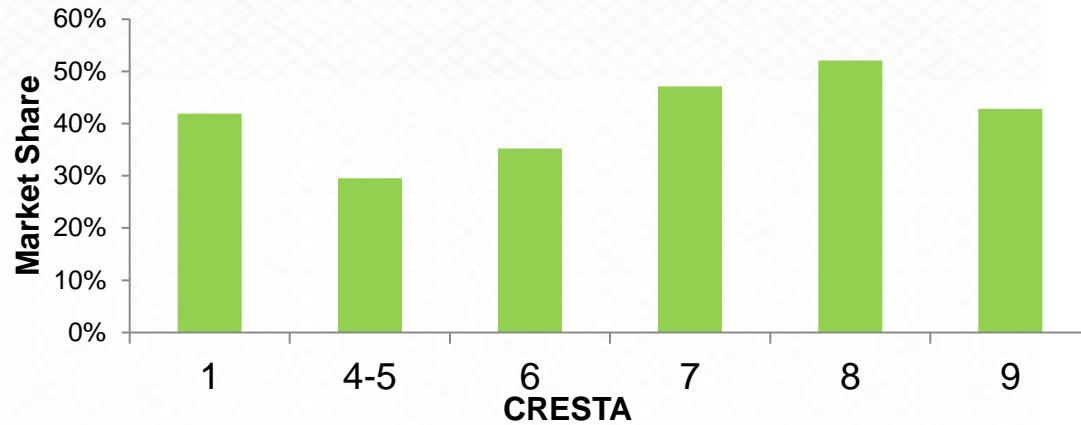


Company C

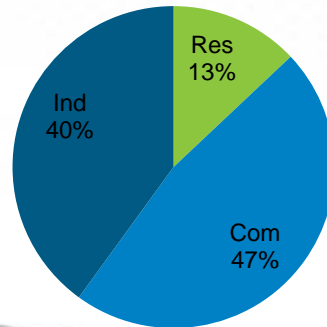


Company B

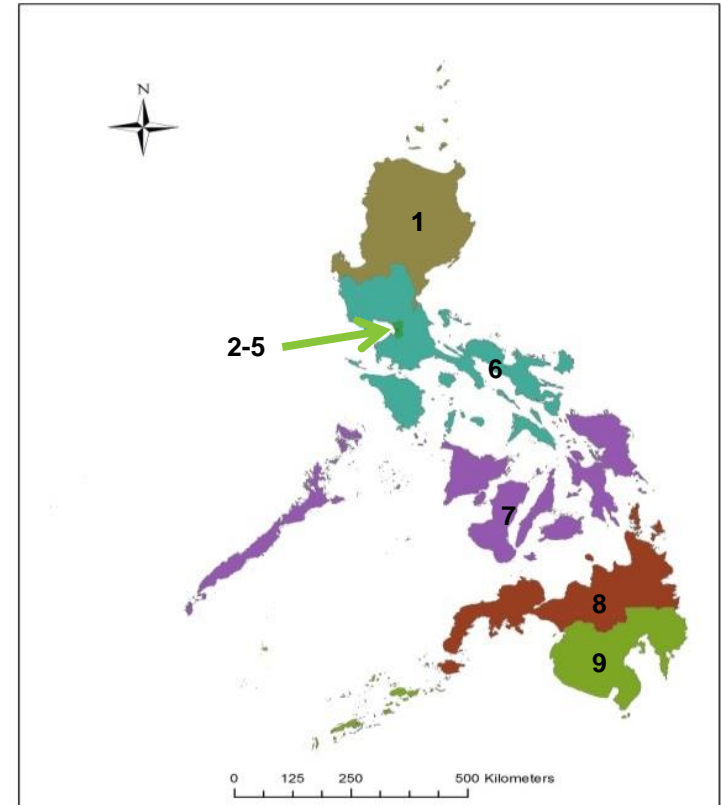
Representative Company Data Is Used for Model Development



Replacement Value Distribution in Lines of Business

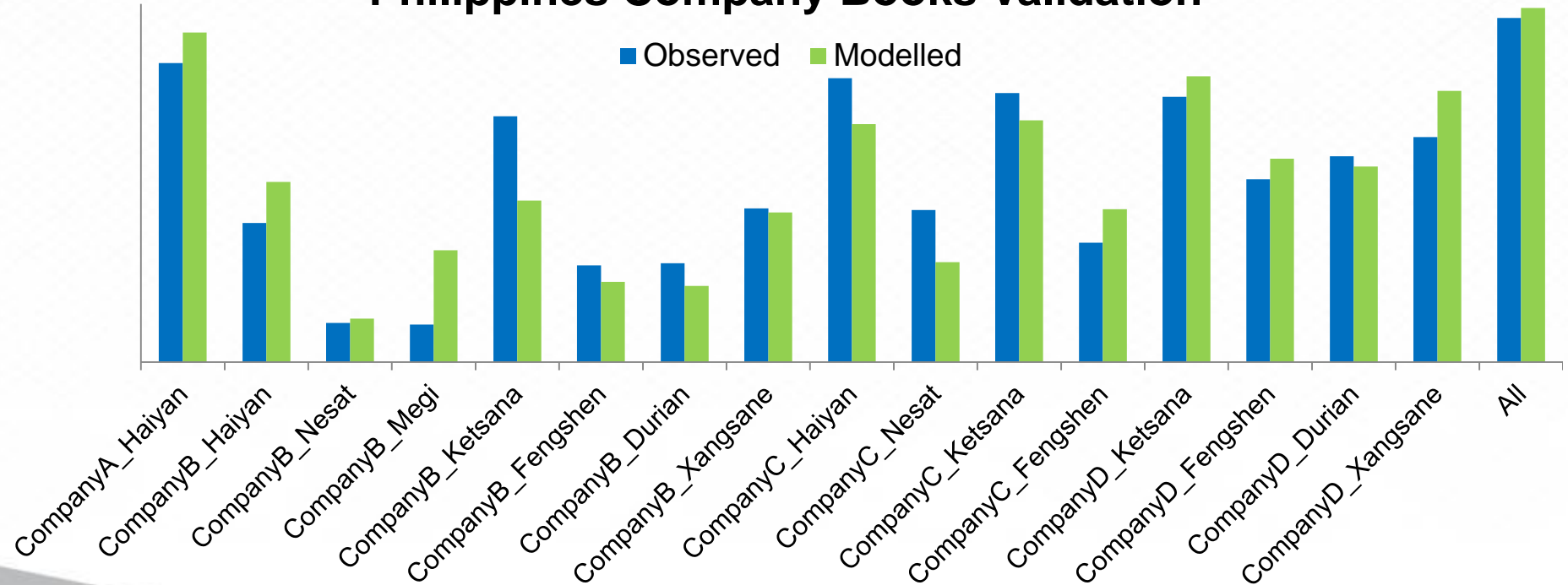


Cresta Map - Philippines



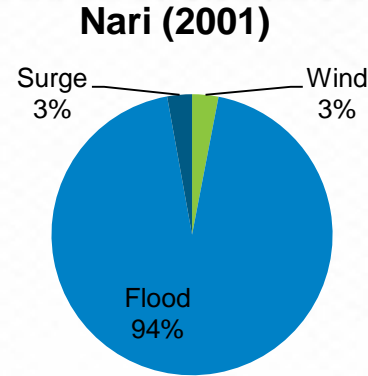
Company Books Validate Well Against the Models

Philippines Company Books Validation

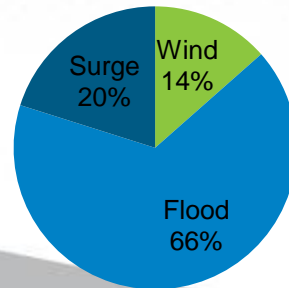


Major Historical Events Are Benchmarked on Loss Exceedance Probability Curves

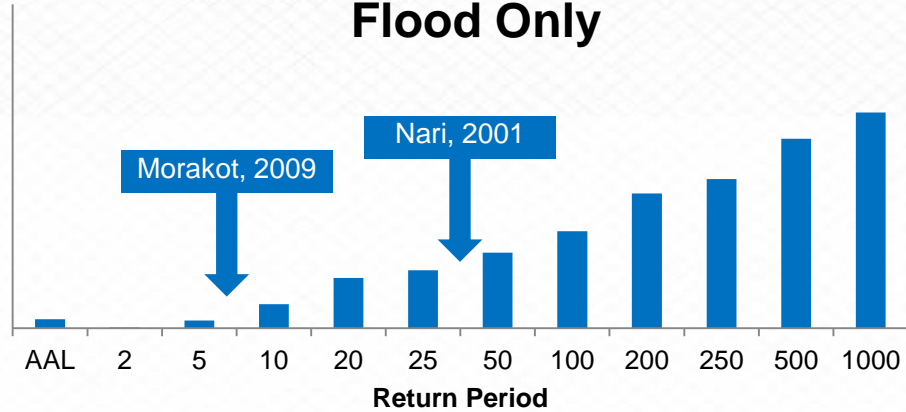
An Example from Taiwan



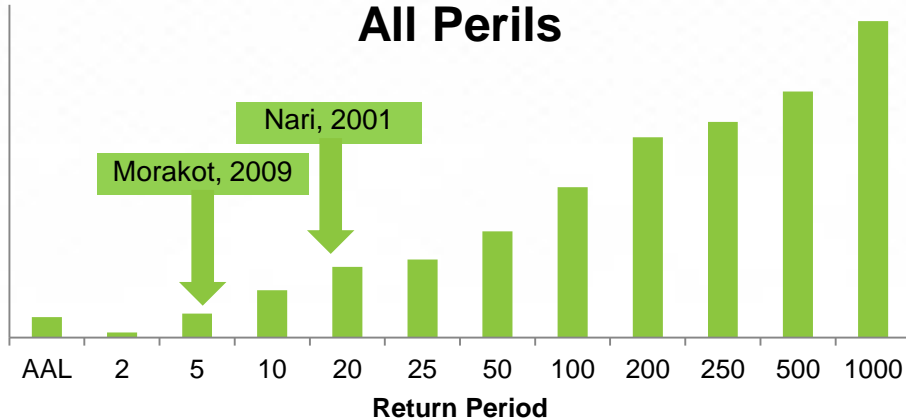
Morakot (2009)



Flood Only



All Perils



Learn More About the AIR Typhoon Models for Southeast Asia on Our Website and at Upcoming Events



April – Philadelphia



June & August

- Singapore • Vietnam
- Philippines • Beijing
- Indonesia • Taiwan

A Preview of the AIR Typhoon Models for Southeast Asia



AIR WORLDWIDE®