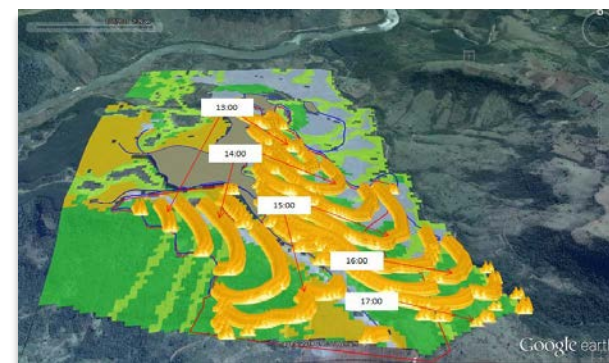
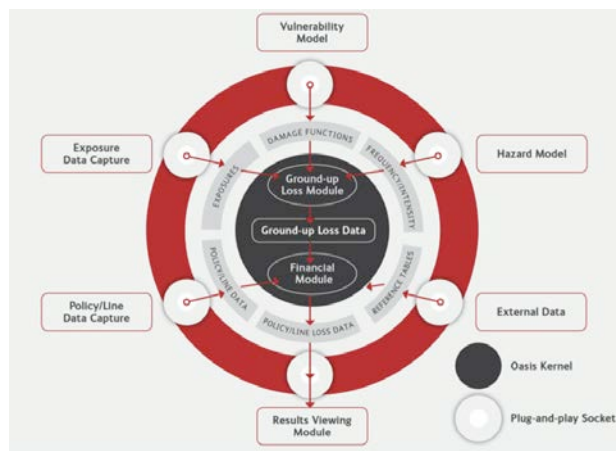


# ARIAFire

## Inside OASIS Climate-KIC project

<b>AON</b> BENFIELD Paul Miller	<b>ASPEN</b> Alan Calder	<b>AXIS</b> Lionel Poggio
<b>CATHEDRAL</b> UNDERWRITING LTD Stephen Gentili	<b>CATLIN</b> Paul Kershaw	<b>GUY CARPENTER</b> Mark Weatherhead
<b>HISCOX</b> Richard Dixon	<b>Liberty Syndicates</b> Graham Clark	<b>LLOYD'S</b> Patrick Mottram
<b>Novæ</b> Ian Hilder	<b>RenaissanceRe</b> Conor McMenamin	<b>SCOR</b> Paul Nunn



### ARIA in collaboration with:

- Imp. College, ForestRe, Willis (UK)
- IUSTI, XLB Courtage (FR)
- Univ Fed Parana, Klabin SA (BR)

# What is the OASIS project?

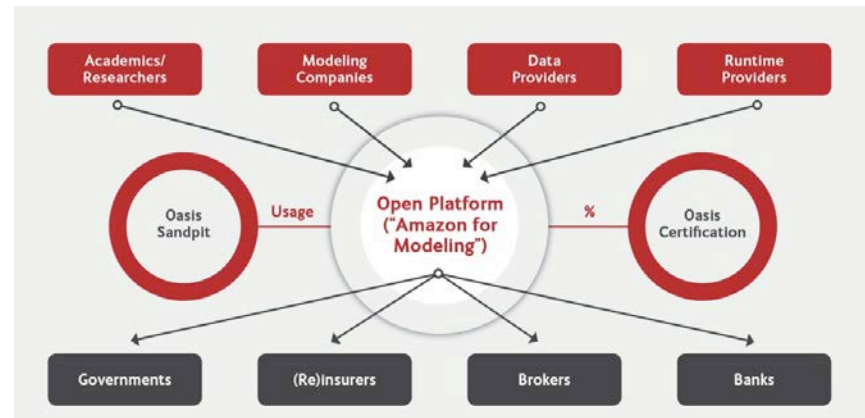
**A large R&I project sponsored by Climate-KIC and Lloyd's, to develop a new paradigm of risk calculation for insurance/reinsurance**

## 3 components:

**1/ a transparency-compliant open-source version of a cat model** (working on massive-parallel SQLversion by IBM), developed by a UK non-profit company OASIS-LMF

**2/ the maintenance/update/connex services/emarketplace managed by a UK profit company Palm Tree**

**3/an increasing number of pluggable expert modules of hazard/vulnerability on insured risks (Earth quake, floods, fires,...), fully documented on the methods and assumptions used**

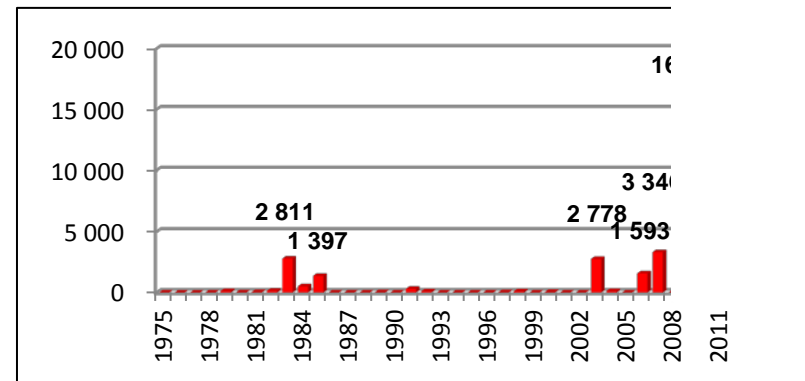


KIC Partner	Project	Mentor	Hazard	Vulnerability
Imperial Physics	China Typhoon	Catlin	x	
Imperial Civil	Tropical rain	Willis	x	
IPSL/CEA	European Wind Storm	AXA	x	
ARIA	Fire / Flood	Willis/CCR	x	
TU Delft	Flash flood	Achema		x
Deltares	Dutch Flood	GuyCarp		x
PIK	Central European Flood	Allianz	x	
GfZ	Probabilistic Flood Damage	Munich Re		x
Global Climate Forum	Coastal flood	Swiss Re		x
DTU	Nordic flood	Tryg Skade		x

Interviews of brokers (London, Sao Paulo, France), analysis conducted with partner ForestRe, has shown that:

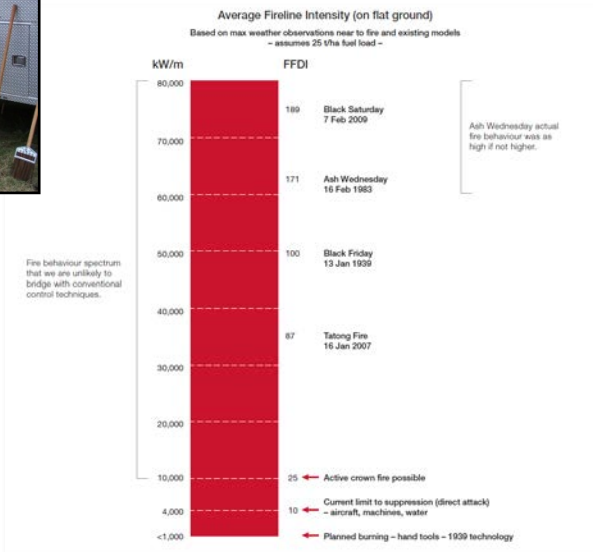
- Risk perception for commercial and municipal forestry is based on **retrospective average loss**
- The 'average loss' **hides huge volatility** and can lead to over-confidence
- Forest fires are slightly manageable, but **potential of control/suppression is often over-estimated**

Losses in Australian wood company



Developing risk perception based not only on past events but on realistic "what-if" scenarios, can help being more objective:

- Understand geophysical possible local fire behaviour,
- Test under extreme weather conditions,
- Test scenarios of possible fire suppression



# Which ARIA product?

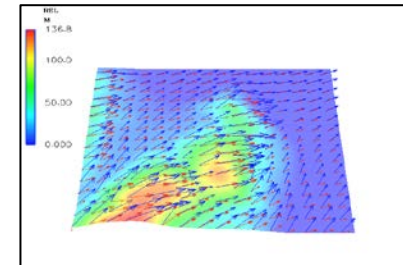
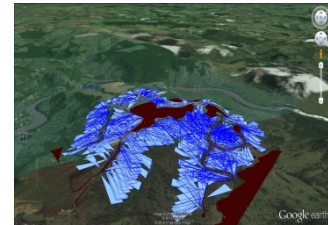
## Build a statistical-dynamical forest fire event generator

Screening the local fire database:  
1/ Build adhoc statistical laws for fire occurrence (month-in-year, day-in-week, hour –in-day) and fire duration  
2/ Build spatial statistical law of ignition locations (most often near roads and paths)

Monte Carlo simulation of a large set of ignitions in space and date-time, using the weather associated with the date

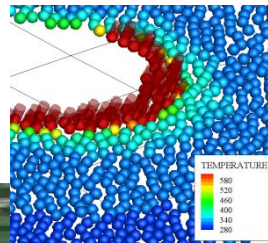
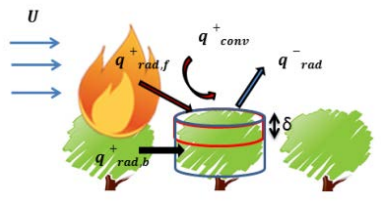
Apply to each sample firestart the micro-meteorology & fire spread models, using weather data, fine topography and land use « fuel » coverage description (commercial and non-commercial wood)

Classify events and impacts by size classes



# Fire behaviour model and validation in Brazilian plantation

- A «Small World» social network model
- Connections of cells at short-term distances (immediate conduction, convection)
- Developed by IUSTI lab



On site visit (Feb 2013)

Klabin  
Forestry



Climate-KIC guy

Klabin  
Fire-fighter

UFPR  
Pr Batista



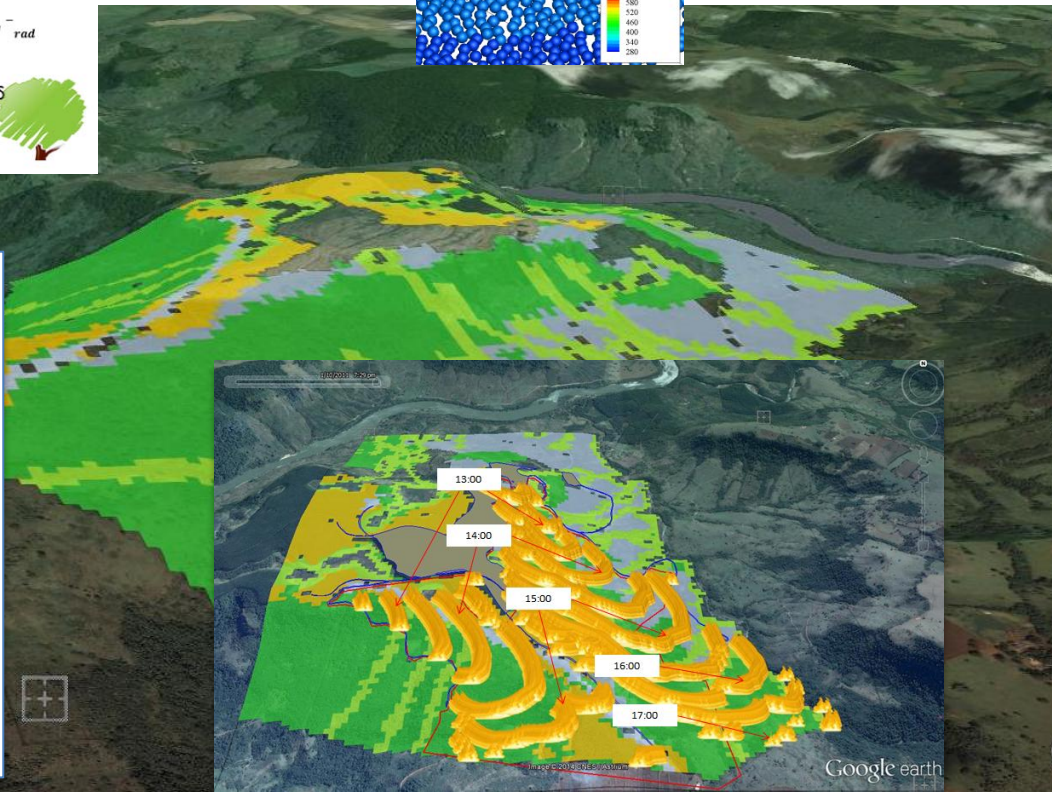
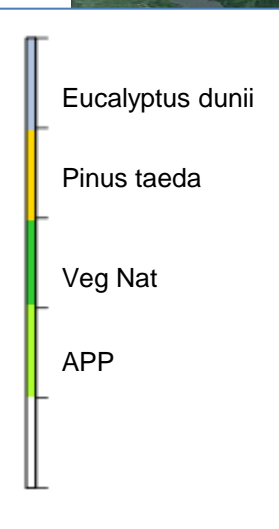
Eucalyptus partially burnt



Natural vegetation largely burnt

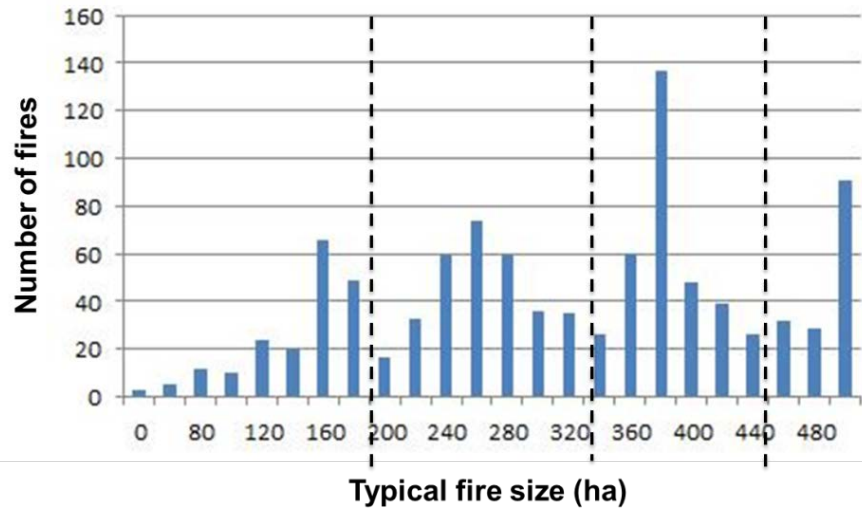


Young Pinus taeda burnt



# Use of method in fire risk perception

Obtain final results on possible tail of distribution



Evaluate firebreaks efficiency



Obtain precise vulnerability fire risk assessment in the plantation

