On August 9, 2011, SCOR SE, a global reinsurer with offices in more than 31 countries, acquired substantially all of the life reinsurance business, operations and staff of Transamerica Reinsurance, the life reinsurance division of the AEGON companies. The business of Transamerica Reinsurance will now be conducted through the SCOR Global Life companies, and Transamerica Reinsurance is no longer affiliated with the AEGON companies.

While articles, treaties and some historic materials may continue to bear the name Transamerica, AEGON is no longer producing new reinsurance business.

Archive Materials

Managing Premium Financing Risk
Reprinted from the October 2006 Messenger newsletter

As the life settlement market continues to develop, a particularly unsavory side market has developed along with it. Investor or stranger-owned life insurance poses distinct ethical and financial risks to our industry.

This business can negatively affect long term pricing margins because of the potential impact of antiselection on lapse and mortality. In addition, since many of these policies include increasing death benefits, insurers and reinsurers find it very difficult to determine, capture and manage the ultimate amounts to be reinsured. This creates problems with automatic binding and retention limits and can negatively affect retrocessional capacity.

To control these risks, life insurers need to establish checks and reviews both internally during underwriting and externally with their sales force. Many clients of Transamerica Reinsurance have already implemented these controls and are seeing good results.

Transamerica Reinsurance’s underwriting team looks forward to working with our clients to help manage and avoid non-recourse financed policies, to share industry best practices and to determine together how best to review and administer legitimate premium-financed business.