

# 2018 Western North Pacific Basin Tropical Cyclone Predictions

The Guy Carpenter Asia-Pacific Climate Impact Centre (GCACIC) at the School of Energy and Environment, City University of Hong Kong, has released its 2018 predictions for tropical cyclone formations and landfalls using a regional climate model focusing on East Asia. The model uses information from a global climate prediction model made available in April 2018.

Consistent with a situation typical to an El Niño Southern Oscillation (ENSO) neutral year following a La Niña year, the number of tropical cyclones between May 1 and October 31 is predicted to be near- to below-normal. Consequently, the number of tropical cyclone landfalls is also expected to be near- to below-normal in all regions of East Asia.

**T1 – HISTORICAL AND PREDICTED AVERAGES OF TROPICAL CYCLONE LANDFALLS FROM MAY TO OCTOBER, BY LOCATION**

Location	1968-2015 Average	GCACIC Regional Climate Model Forecast, 2018
Japan and Korea	4.9	3.7
Eastern China and Taiwan	3.6	3.0
South China, Vietnam and the Philippines	7.3	4.9

Currently, weak La Niña conditions are present with below average sea surface temperatures (SSTs) across the central and eastern equatorial Pacific with near normal cloudiness and winds. The U.S. National Oceanic and Atmospheric Administration (NOAA) predict the La Niña conditions to weaken and transition into ENSO-neutral conditions (Figure 1) during May. The ENSO-neutral conditions are expected to continue through the 2018 Northern Hemisphere summer.

## Tropical Cyclones:

### Six Month Period May 1 - October 31

Approximately **20** Formations predicted by GCACIC in 2018



Which is less than

**25.6** Formation Average 1968 - 2015

Of approximately 20 formations predicted

Less than **12** Landfalls predicted by GCACIC in 2018



Which is less than

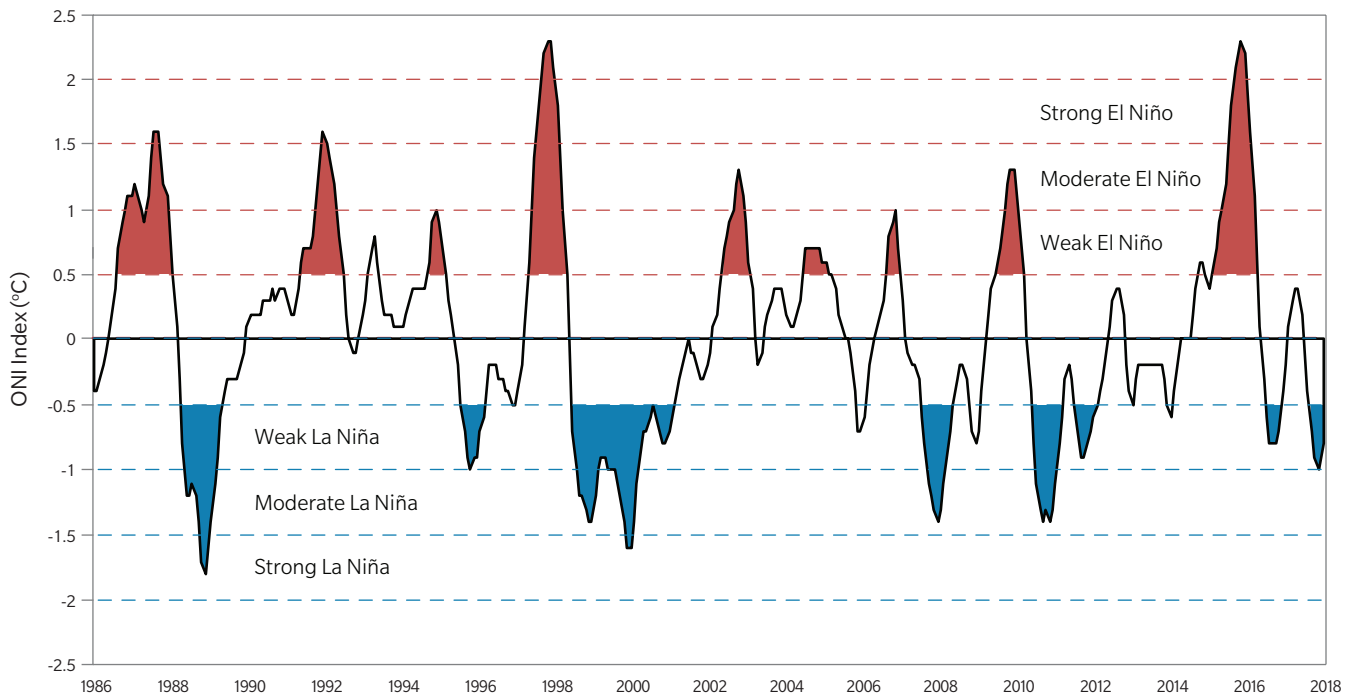
**16** Landfall Average 1968 - 2015

Source: Guy Carpenter

Many dynamic and statistical models are used for ENSO predictions. Many of these models predict the Oceanic Niño Index (ONI), which is based on SST departures from average in the Niño 3.4 region, and is a principal measure for monitoring, assessing, and predicting ENSO. ONI is defined as the three-month running mean SST anomalies in the Niño region 3.4 that corresponds

to latitudes of 5°N-5°S and longitudes of 120°W-170°W. ONI is expected to transition to neutral conditions into the -0.5°C to +0.5°C range for several months during the Northern Hemisphere summer. Following this period, there is considerable forecast uncertainty due to the lower prediction accuracy for forecasts made at this time of year.

**F1 – OCEANIC NIÑO INDEX (ONI)**



Source: NOAA

Based on tropical cyclone data from the Joint Typhoon Warning Centre (JTWC) using the Saffir-Simpson scale, the number of landfalls during these ENSO-neutral years that follow a La Niña (1986, 1996, 2001, 2008 and 2012) is compared with the long-term average from 1986-2015. The number of landfalls is compared for tropical cyclones of 34 knots and higher.

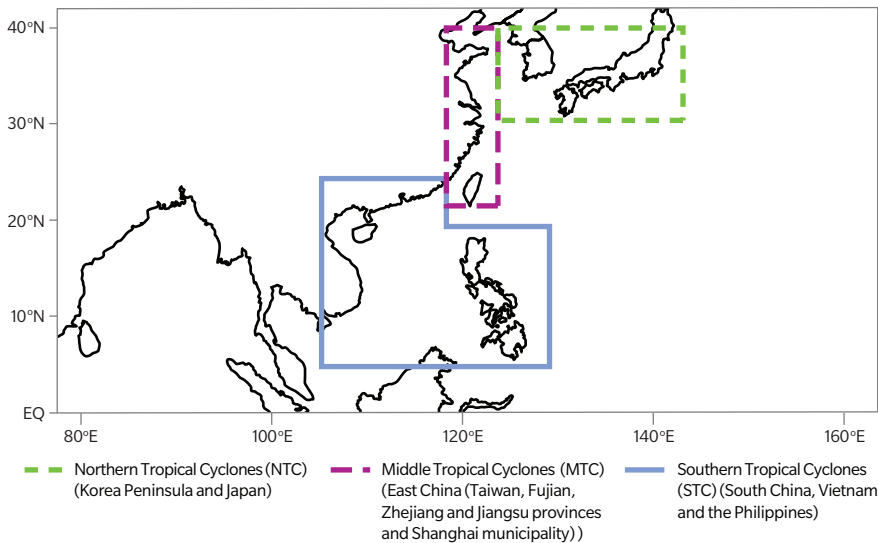
Based on these five neutral years (Table 2), the average number of tropical cyclone landfalls is below average for Japan and Korean and South China, Vietnam and the Philippines and above average for Eastern China and Taiwan.

**T2– HISTORICAL AVERAGES OF TROPICAL CYCLONE LANDFALLS FROM MAY TO OCTOBER FOR 1986 TO 2015 AND ENSO-NEUTRAL YEARS THAT FOLLOW A LA NIÑA (1986, 1996, 2001, 2008 AND 2012)**

Number of Tropical Cyclone Landfalls				
Region	1986-2015 Average	1986, 1996, 2001, 2008 and 2012 Average	Difference	% Difference
Japan and Korea	4.9	4.0	-0.9	-18.4%
Eastern China and Taiwan	3.6	3.8	0.2	5.6%
South China, Vietnam and the Philippines	7.3	7.2	-0.1	-1.4%
<b>Total</b>	<b>15.8</b>	<b>15.0</b>	<b>-0.8</b>	<b>-5.1%</b>

## Details of Findings

### F2 – THE THREE REGIONS IN WHICH THE NUMBER OF TROPICAL CYCLONE LANDFALLS IS PREDICTED



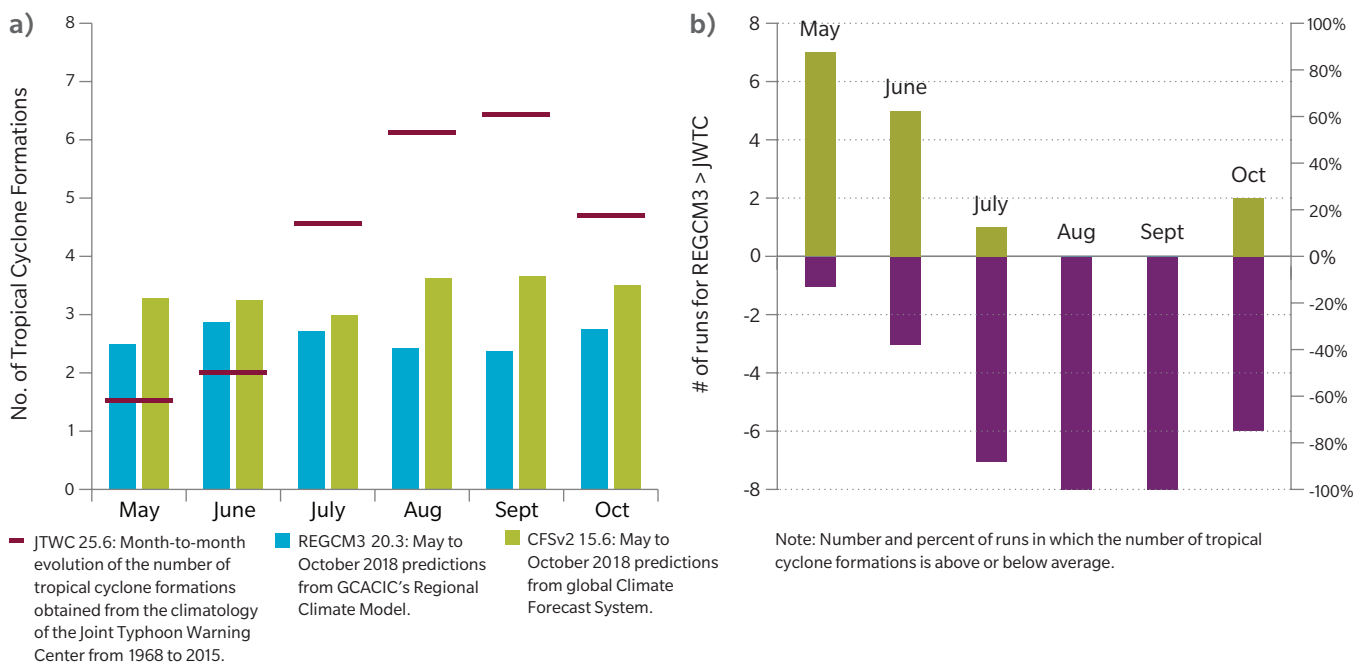
A 2014 study<sup>1</sup> by Huang and Chan shows it is possible to use a regional climate model to more accurately predict the number of tropical cyclone formations compared to predictions based solely on a global climate model. In this briefing, RegCM3 refers to the GCACIC’s Regional Climate Model, Version 3, while CFSv2 is the global Climate Forecast System, Version 2, from the U.S. National Centers for Environmental Prediction.

The global Climate Forecast System is used by the RegCM3 as initial and boundary conditions for a dynamic downscaling model to predict the number of tropical cyclone formations and the number of landfalls with a lead time of one to six months. Predictions are for the three regions shown in Figure 2.

The RegCM3 model is run eight times, each using slightly different initial conditions so that the predicted numbers shown are the average of these eight runs. For the early season from May to June 2018, both the CFSv2 and RegCM3 predict the monthly number of tropical cyclone formations (Figure 3a) to be well above the climatology of the Joint Typhoon Warning Center. For the peak

season of July to September, the number of tropical cyclone formations is predicted to be less than the climatology. This pattern is also seen in the spread of the eight RegCM3 runs (Figure 3b). The majority of the eight runs for the early season of May and June are above the average number of tropical cyclone formations. For the peak season, there are a below-average number of formations.

### F3 – PREDICTIONS FOR MAY TO OCTOBER 2018 BASED ON APRIL 1-2, 2018 INITIAL CONDITIONS

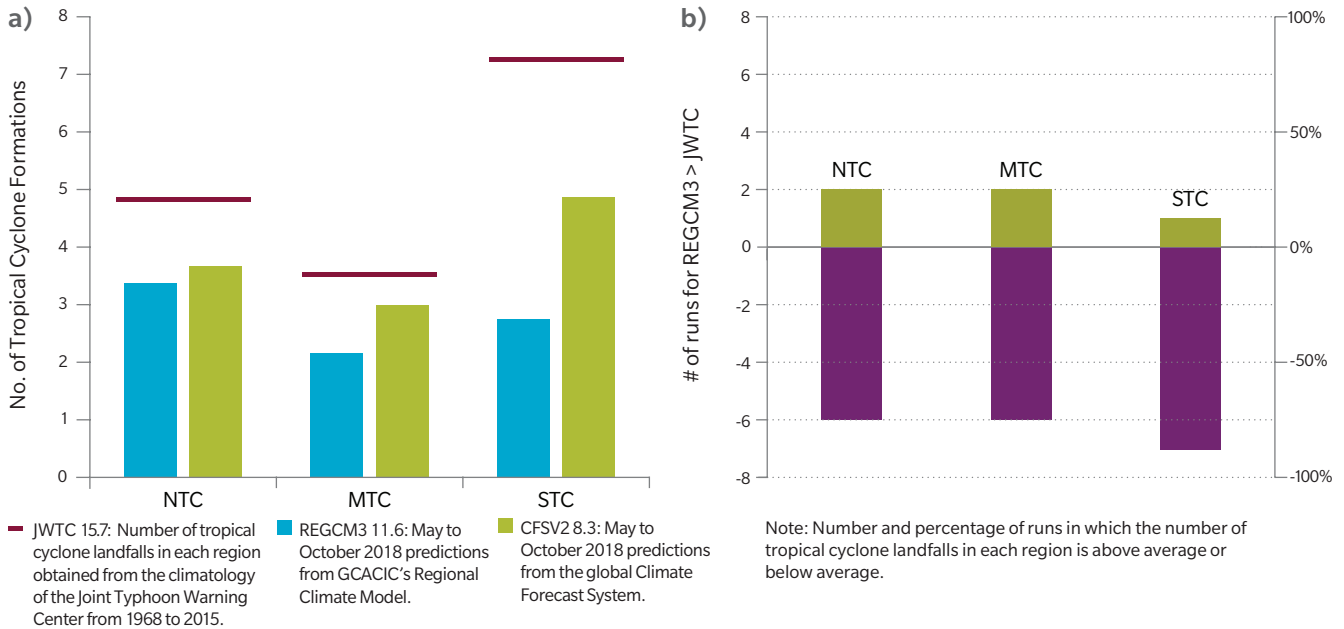


1. Huang, W.R. and J. C. L. Chan, 2014: Dynamical downscaling forecasts of western North Pacific tropical cyclone genesis and landfall. *Climate Dynamics*, 42, 2227–2237.

Given the high probability of a below-normal number of tropical cyclone formations in the peak season, it is likely that the number of landfalling tropical cyclones in each of the three East Asia regions is to be near or below-normal (Figure 4a). Indeed, the average number of landfalling cyclones for NTC and STC is well

below the JWC climatology while the MTC average is near-normal. In addition, 75 percent of the runs for the NTC and MTC and 88 percent of the runs for STC regions are below the average number of landfalls (Figure 4b).

**F4 – PREDICTIONS FOR MAY TO OCTOBER 2018 BASED ON APRIL 1-2, 2018 INITIAL CONDITIONS**



**Summary**

Based on the regional climate model, it is expected that the number of tropical cyclone formations in the western North Pacific and the number of tropical cyclones making landfall in all parts of East Asia during the period May to October 2018 will likely be near- to below-normal. This is consistent with a near- to below-normal number of tropical cyclone formations in an ENSO neutral year.

The regional climate model has been modified and validated for the Australian region and will be run in September-October for the upcoming 2019/2020 Australia cyclone season.

## About Guy Carpenter

---

Guy Carpenter & Company, LLC is a leading global risk and reinsurance specialist with more than 2,300 professionals in over 60 offices around the world. Guy Carpenter delivers a powerful combination of broking expertise, trusted strategic advisory services and industry-leading analytics to help clients adapt to emerging opportunities and achieve profitable growth. Guy Carpenter is a wholly owned subsidiary of Marsh & McLennan Companies (NYSE: MMC), the leading global professional services firm in the areas of risk, strategy and people. With more than 60,000 colleagues and annual revenue over \$13 billion, through its market-leading companies including Marsh, Mercer and Oliver Wyman, Marsh & McLennan helps clients navigate an increasingly dynamic and complex environment. For more information, visit [www.guycarp.com](http://www.guycarp.com). Follow Guy Carpenter on Twitter @GuyCarpenter.

Securities or investments, as applicable, are offered in the United States through GC Securities, a division of MMC Securities LLC, a US registered broker-dealer and member FINRA/NFA/SIPC. Main Office: 1166 Avenue of the Americas, New York, NY 10036. Phone: (212) 345-5000. Securities or investments, as applicable, are offered in the European Union by GC Securities, a division of MMC Securities (Europe) Ltd. (MMCSEL), which is authorized and regulated by the Financial Conduct Authority, main office 25 The North Colonnade, Canary Wharf, London E14 5HS. Reinsurance products are placed through qualified affiliates of Guy Carpenter & Company, LLC. MMC Securities LLC, MMC Securities (Europe) Ltd. and Guy Carpenter & Company, LLC are affiliates owned by Marsh & McLennan Companies. This communication is not intended as an offer to sell or a solicitation of any offer to buy any security, financial instrument, reinsurance or insurance product.

---

Guy Carpenter & Company, LLC provides this report for general information only. The information contained herein is based on sources we believe reliable, but we do not guarantee its accuracy, and it should be understood to be general insurance/reinsurance information only. Guy Carpenter & Company, LLC makes no representations or warranties, express or implied. The information is not intended to be taken as advice with respect to any individual situation and cannot be relied upon as such.

Statements concerning tax, accounting, legal or regulatory matters should be understood to be general observations based solely on our experience as reinsurance brokers and risk consultants, and may not be relied upon as tax, accounting, legal or regulatory advice, which we are not authorized to provide. All such matters should be reviewed with your own qualified advisors in these areas.

Readers are cautioned not to place undue reliance on any historical, current or forward-looking statements. Guy Carpenter & Company, LLC undertakes no obligation to update or revise publicly any historical, current or forward-looking statements, whether as a result of new information, research, future events or otherwise.

The trademarks and service marks contained herein are the property of their respective owners.

©2018 Guy Carpenter & Company, LLC

All rights reserved.