

267. You are given:

- (i) The annual number of claims for an individual risk follows a Poisson distribution with mean λ .
- (ii) For 75% of the risks, $\lambda = 1$.
- (iii) For 25% of the risks, $\lambda = 3$.

A randomly selected risk had r claims in Year 1. The Bayesian estimate of this risk's expected number of claims in Year 2 is 2.98.

Determine the Bühlmann credibility estimate of the expected number of claims for this risk in Year 2.

- (A) Less than 1.9
- (B) At least 1.9, but less than 2.3
- (C) At least 2.3, but less than 2.7
- (D) At least 2.7, but less than 3.1
- (E) At least 3.1