

# Captive Benchmarking Report

## Life Sciences

For more information please visit [www.aon.com/captives](http://www.aon.com/captives)

### The insurance market is changing

Market conditions are prompting more discussions around alternative risk financing options as many organizations see their risk transfer costs surge. The trend towards increased retentions will almost certainly lead to more extensive utilization of captives and captive-type solutions, even by businesses that may have previously discounted this approach for reasons ranging from lack of scale to capital commitment. These reasons may no longer be relevant.

### Headline numbers

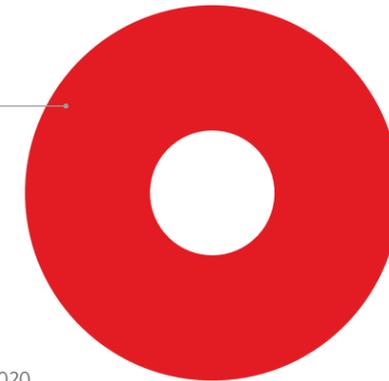
**20** number of captives

**\$991m**

in Gross Written Premium

### Type of entity

**100%**  Single Parent Captive



Source — Aon Captive Benchmarking Survey 2020

### Top five emerging risks

by 2022

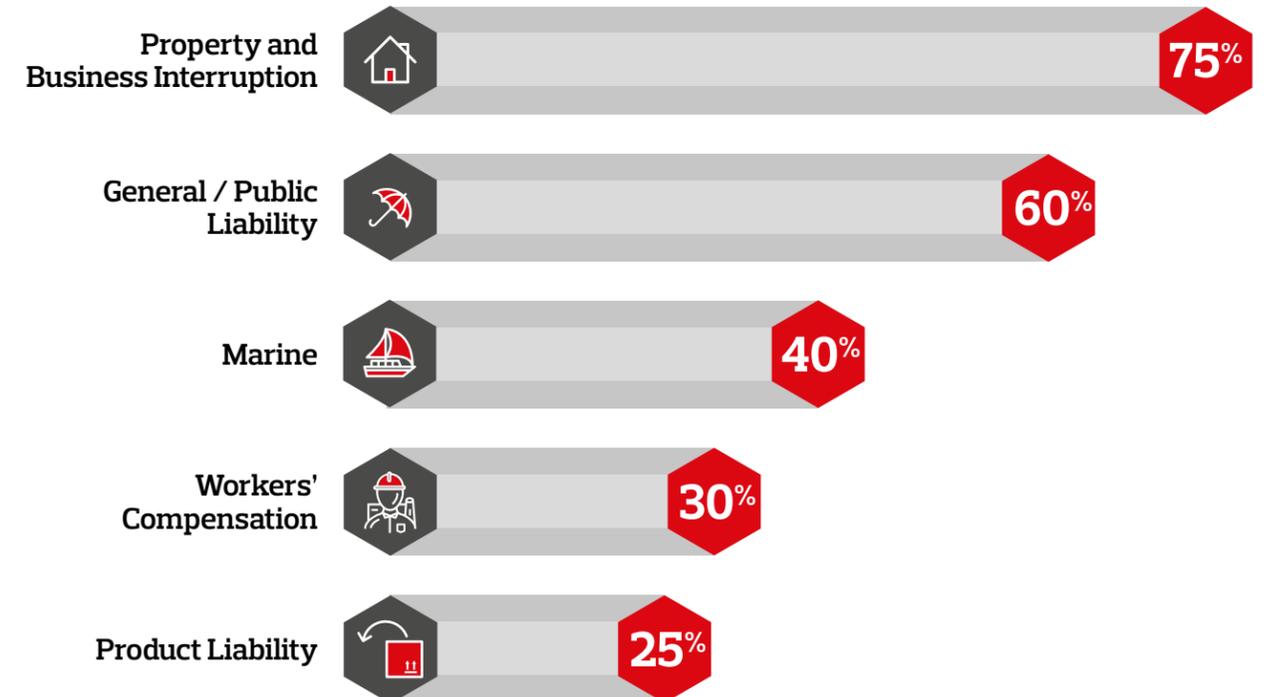


Source — Aon Global Risk Management Survey 2019

### Current top ten risks

	% of respondents indicating as top ten risk	% with plans in place	% with loss from risk
Business interruption	52%	68%	34%
Accelerated rates of change in market factors	44%	37%	41%
Damage to reputation / brand	43%	40%	13%
Commodity price risk	44%	49%	42%
Distribution or supply chain failure	42%	65%	38%
Increasing competition	47%	40%	33%
Economic slowdown / slow recovery	40%	14%	22%
Regulatory / legislative changes	38%	39%	12%
Failure to innovate / meet customer needs	29%	49%	4%
Cash flow / liquidity risk	26%	69%	24%

### Lines of business written

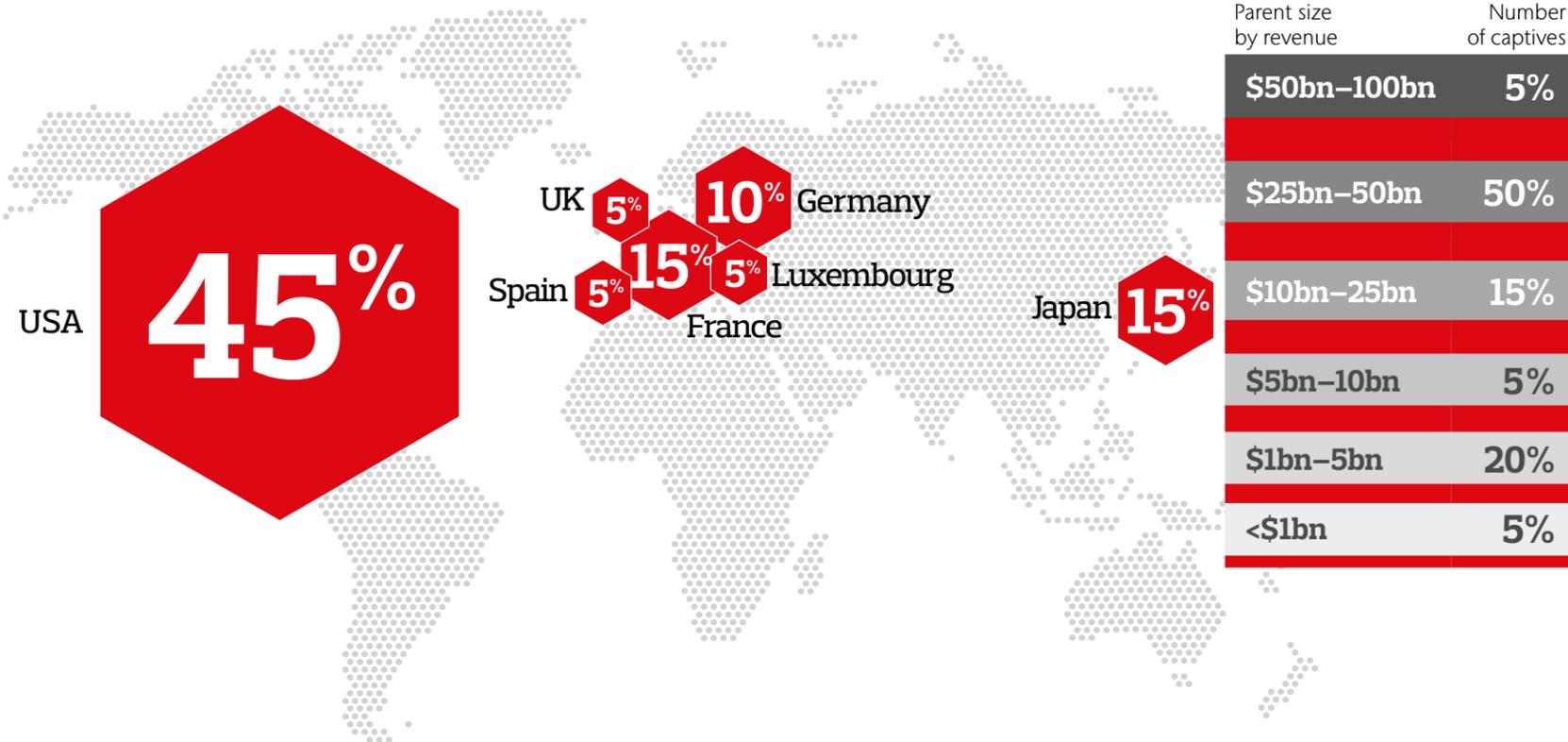


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### Parent country



Parent size by revenue	Number of captives
\$50bn–100bn	5%
\$25bn–50bn	50%
\$10bn–25bn	15%
\$5bn–10bn	5%
\$1bn–5bn	20%
<\$1bn	5%

### Aon's Captive & Insurance Management

Aon's Captive & Insurance Management delivers value to clients by focusing on management, control and reduction of clients' total cost of risk.

**1,232**  
insurance entities managed worldwide



**15%**  
of the insurance management market

**\$38bn**  
total premiums

Our clients generate total premiums of over US\$38 billion per annum through managed insurance vehicles

### How we help our clients

We help our clients identify and quantify the risks they face by assisting them with the selection of the appropriate risk transfer, risk retention, and risk mitigations. As a risk retention mechanism, a captive insurance company is often at the heart of a comprehensive risk program.



### Contact us

**John English** | Chief Executive Officer  
+44 207 086 3040  
[john.english@aon.co.uk](mailto:john.english@aon.co.uk)

**Vincent Barrett** | Regional Managing Director, EMEA  
+353 868188595  
[vincent.barrett@aon.ie](mailto:vincent.barrett@aon.ie)

**Nancy Gray** | Regional Managing Director, Americas  
+1.802.652.1570  
[nancy.gray@aon.com](mailto:nancy.gray@aon.com)

**Alastair Nicoll** | Regional Director, APAC  
+65 6231 6485  
[alastair.nicoll@aon.com](mailto:alastair.nicoll@aon.com)