



Transportation & Logistics Industry Highlights

Aon's 2021 Global Risk Management Survey

Supply chain issues, business interruption, commodity price risks and cyber attacks continue to dominate the headlines and the concerns of businesses in Aon's 2021 Global Risk Management Survey. Yet, despite the increase in reported levels of risk readiness, the growing volatility and changing nature of top ten risks has led to one of the highest ever reported loss of income for businesses in recent history.

To navigate these significant shifts in the business environment, industry-specific insights are key for risk advisors, brokers and insurance executives.

Which risks are top-of-mind, what is on the horizon, and how are leaders preparing for the unknown?

Pandemic Risk

Jumped from **#60** in 2019 to **#7**, the biggest rise yet

TCOIR

Only **41%** measure Total Cost of Insurable Risk, a downward trend

Cyber Attacks/ Data Breach

The #1 risk had the highest level of risk readiness – **87%**

M&A

53% proactively assess most critical and emerging risks as part of the deal-making process

Top 10 Risks for the Industry

1 Economic Slowdown/ Slow Recovery	2 Cyber Attacks/ Data Breach	3 Business Interruption	4 Pandemic Risk/ Health Crises	5 Political Risk
6 Regulatory/ Legislative Changes	7 Supply Chain or Distribution Failure	8 Damage to Reputation/ Brand	9 Accelerated Rates of Change in Market Factors	10 Property Damage

Risk Readiness: How Prepared Are You?

How Organizations Evaluate Their Risk Posture

52%

Compare Past Risk Events to Risk Management Efficacy

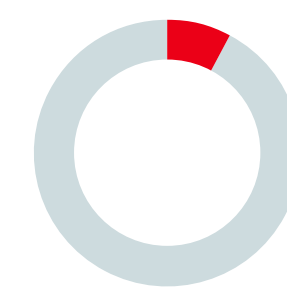
40%

Evaluate Risk Management Considerations in Investment/ Strategy Decision

35%

Compare Safety-and-Loss Control Results

Future Investment in Risk Management Resources



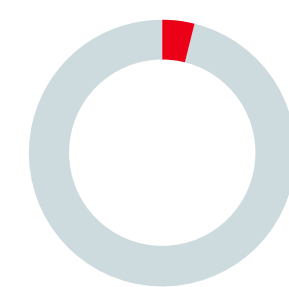
8%

Increasing External Consultants



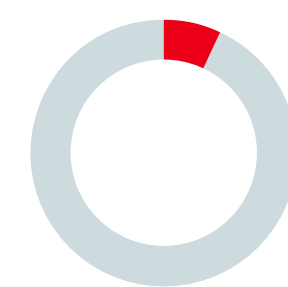
19%

Increasing Through Internal Hiring or CAPEX



4%

Other



7%

Reduction in Resources



62%

Remaining Consistent

Looking Ahead to 2024

- 1 Economic Slowdown/ Slow Recovery
- 2 Cyber Attacks/ Data Breach
- 3 Pandemic Risk/ Health Crises

Top Risks Incurring Loss

- 1 Pandemic Risk/ Health Crises
- 2 Economic Slowdown/ Slow Recovery
- 3 Property Damage

Top Risks Underwritten or Planned to Underwrite via a Captive or Cell

- 1 General/Third-Party Liability
- 2 Property (Property Damage/Business Interruption)
- 3 Employers Liability/ Workers Compensation

To learn more, visit aon.com/2021globalrisk

Contact

Mark Brockinton
Chief Executive Officer
Transportation & Logistics
Practice Leader
Commercial Risk Solutions
+1.501.918.4700
mark.brockinton@aon.com

Otis Tolbert, MBA, ARM
Managing Director
Rail & Transit Practice Leader
Commercial Risk Solutions
+1.410.363.5143
otis.tolbert@aon.com

The information contained herein and the statements expressed are of a general nature and are not intended to address the circumstances of any particular individual or entity. Although we endeavor to provide accurate and timely information and use sources we consider reliable, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

Aon plc 2021. All rights reserved.