

Global Logistics

Aon's Dedicated Approach to Global Logistics Risk Management

What is Logistics?

The part of the supply chain that plans, implements and controls the efficient flow and storage of goods, services and relays information from the point of origin to the point of consumption to meet customers' requirements.



Supply Chain Failure *is one of the top risks faced by those in the following industries:*

- | | |
|----------------------------------|---|
| 1 Aviation | 6 Metal Milling & Manufacturing |
| 2 Beverage | 7 Non-Aviation Transportation Manufacturing |
| 3 Chemical | 8 Retail Trade |
| 4 Food Processing & Distribution | 9 Textiles |
| 5 Life Sciences | 10 Wholesale Trade |

*2015 Aon Global Risk Management Survey



Risk & Global Logistics

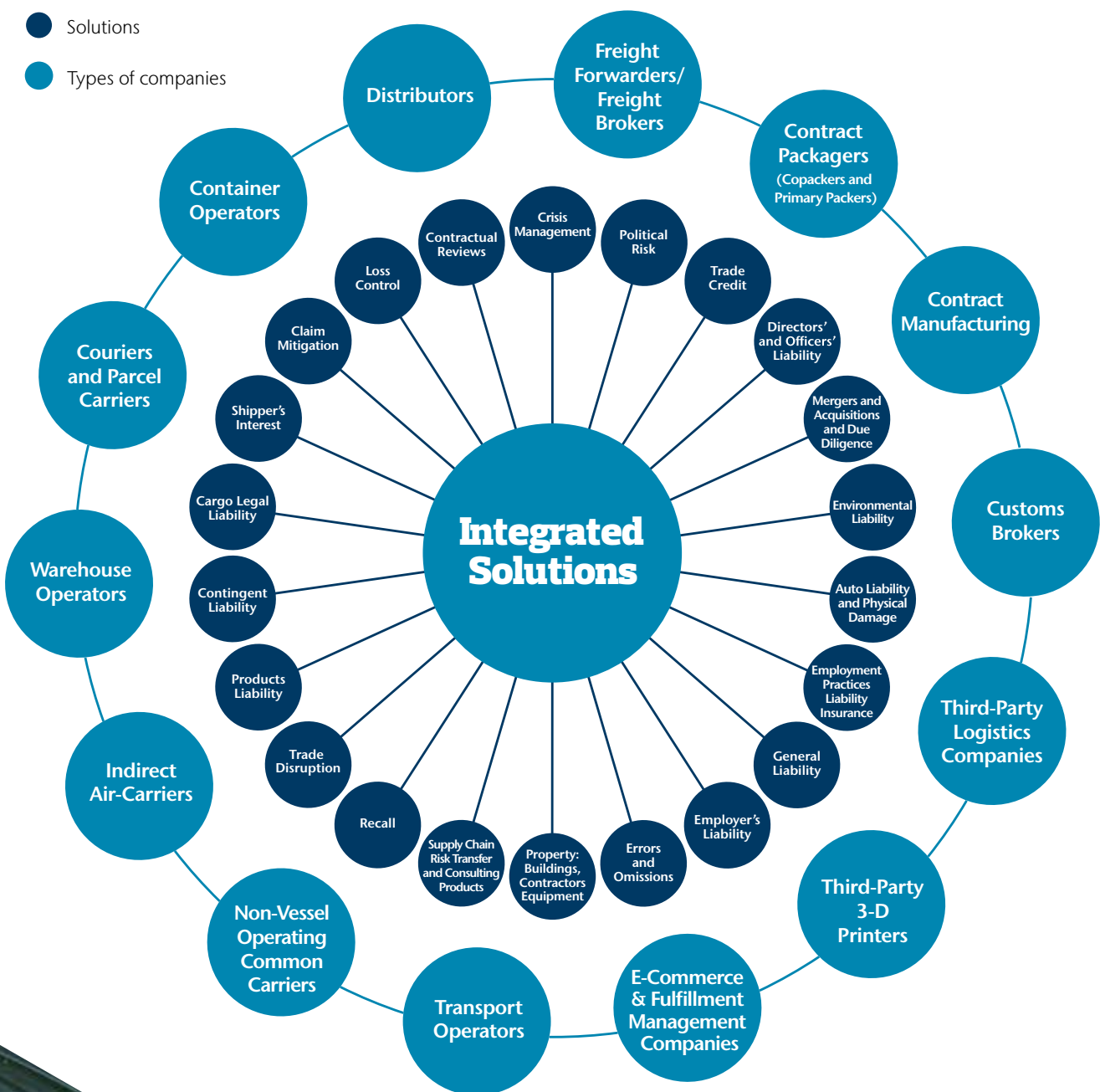
Due to globalization, complex technology, geopolitical tensions, higher costs and greater market pressures, today’s logistics companies face an ever-increasing degree of risk. Your organization needs to be ready for the variety of those risks associated with every step of the supply chain including:

Complex Scopes					
<ul style="list-style-type: none">• E-Commerce & Distribution	<ul style="list-style-type: none">• Cold Storage & Transit	<ul style="list-style-type: none">• Contract Manufacturing	<ul style="list-style-type: none">• Final Mile & White Glove	<ul style="list-style-type: none">• Contract Packaging	<ul style="list-style-type: none">• Freight Brokerage
<ul style="list-style-type: none">• Fulfillment Management Risks• Cyber Risks• Delay	<ul style="list-style-type: none">• Temperature Control• Spoilage• Cyber Risks	<ul style="list-style-type: none">• Supply Chain Disruption• Products/ Completed Operations Liability• Product Damage• Recall Risk	<ul style="list-style-type: none">• Products/ Completed Operations Liability• 3rd Party Bodily Injury or Property Damage• Product Damage	<ul style="list-style-type: none">• Products/ Completed Operations Liability• Business Interruption• Product Damage• Recall Risk	<ul style="list-style-type: none">• Contingent Auto• Contingent Cargo• Contingent 3rd Party Bodily Injury or Property Damage



Integrated Solutions for Logistics Companies

Aon specialists have developed innovative solutions designed to mitigate and transfer risks for a wide range of clients in the logistics industry.



Logistics Capabilities

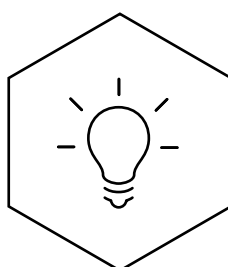
Aon Risk Solutions' Logistics Practice services all segments of the logistics industry. Our experienced industry experts come with comprehensive knowledge of the industry, and develop a deep understanding of our client's unique and evolving risk profile, values, concerns, and objectives. Then we work with our clients to design the optimal solution and find the best market to support it. Our unparalleled global reach includes teams in Europe and Asia and most developed and developing countries.

Why Choose Aon?



Broad Industry Experience

Our team of brokers has a wide range of experience including roles in Logistics Risk Management, Underwriting, Consulting, and Broking. This combination of experience allows us to provide custom and unique solutions as well as advisory services.



Innovative Risk Partner

Aon pioneers many new industry coverage provisions which allow us to tailor insurance coverage to your unique risk profile.



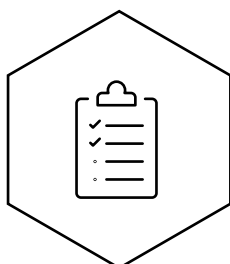
World Class Resources

Our Global Network can access the best markets around the world. Furthermore, our strategic presence in cities around the world allows us to provide local resources where your business operates.



Dedicated Logistics Claims Team to Advocate for Clients

This dedicated team provides advice and advocacy regarding a wide range of issues including interpretation involving complex and contentious claims matters.



Contract Negotiation/Review

Our experience industry experts help you optimize TCOR by improving your contracting practices with clients and carriers by enhancing identification, quantification, and commercialization of your unique exposures.



Risk and Insurance Consulting

Our industry experts can partner with you and guide you in many aspects within your Risk Management programs.



Value Added Capabilities

Aon has dedicated Actuarial and Analytics team that can provide deeper insight into your total cost of risk through forecasting and feasibility studies. Additionally, we have the right experience and resources to provide captive design and management solutions.

Key Products for Logistics

Marine Cargo “Shipper’s Interest Insurance”

International freight forwarders and customs brokers often make available to their customers their transferrable ocean cargo policy. This class of coverage is essential to logistics clients and our expertise and forms are key differentiators. Our proprietary certificate program is available for tracking shipments, internal reports and claims.

Cargo Legal Liability

Liability coverage for physical loss or damage to cargo as a non-vessel operating common carrier (NVOCC), indirect air carrier, warehouse-man, motor carrier or property broker. Coverage can be expanded to include contractual legal liability for cargo loss or damage.

Errors and Omissions Insurance

Client liability coverage for financial losses suffered as a result of professional negligence.

Business Auto and Hired & Non-Owned Auto Insurance

Aon negotiated broad coverage, including coverage for contingent auto liability.

Contingent Liability

Coverage for contingent third party liabilities for claims where a logistics service provider becomes legally liable due to a loss caused by the acts of a sub-contractor.

Property & Casualty, Workers’ Compensation and Employers’ Liability Insurance

Policies are arranged to cover, for example, losses incurred where improper packing and/or container overload causes physical loss or damage to cargo or property of others, or bodily injury as a result of worker error.

Other Business Bonds – Federal Maritime Commission (FMC), NVOCC and Property Broker

Logistics businesses are often required to carry bonds in order to obtain licenses for their business activities. Aon can arrange these bonds in a timely manner with financially sound surety insurance carriers.

▶ We are dedicated solely to developing strategies and solutions to solve the most critical risk and insurance related challenges for our clients that operate in the logistic industry.



To learn more about our specialized solutions from Aon Risk Solutions' Global Logistics Practice, please contact:

Tom O'Donnell

212.441.1763

tom.odonnell@aon.com

About Aon

Aon plc (NYSE:AON) is a leading global professional services firm providing a broad range of risk, retirement and health solutions. Our 50,000 colleagues in 120 countries empower results for clients by using proprietary data and analytics to deliver insights that reduce volatility and improve performance.

Aon UK Limited is authorised and regulated by the Financial Conduct Authority

© Aon plc 2019. All rights reserved.

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.

FP.GBC.227.SP

aon.com