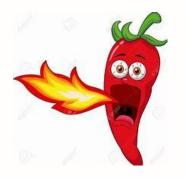
## "Hot" Topics in the Captive World

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## Panel



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## **Captive Fundamentals**



#### Definition of a captive

- A closely held insurance company whose insurance business is primarily supplied and controlled by its owners
- Generally, the risk that is insured through the captive organization is also a "captive risk" (i.e., a risk of the owners or of affiliated organizations)

#### Captive landscape

- There are 7,000+ captives worldwide and there has been a dramatic increase in number of captives in the last three years
- There are 100+ captive domiciles
- 75% of Fortune 500 have captives

#### Types

• Single Parent (Pure), Group, Association, Risk Retention Groups, Rent-a-Captive, Segregated Cells and Protected cells, Agency Captive

#### **Common Benefits**

Premium reduction, efficiency, risk focus, reinsurance market access, tax, etc...



### Update on the Captive Market in 2018 What is Making Things **HOT** in our World?

- A TAXING SITUATION
  - What constitutes insurance?
  - Tax reform
  - Avrahami and Reserve Mechanical
- **RISKY BUSINESS** 
  - Blockchain <u>Insurwave</u>
  - Emerging technologies
  - Voluntary benefits
  - Non Damage BI/Supply Chain/Health Benefits, Integrated risk etc., etc. !
- ALL ABOUT THE BUCK
  - Collateral and reserves
  - Capital

SPICE-OMET

- Investments considerations
- Pricing
- DOMICLES SKI OR SWIM?
  - Onshore vs offshore
  - SII/BEPS/NAIC considerations
  - Flexibility



# Questions and Discussion

