

Queenstown-Lakes District Council

Market overview / Risk framework

August 2026



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Market Update – Q1 2026

Aon



Key Insurance Market Drivers

Catastrophic Losses



Interest Rates



Risk Forecast



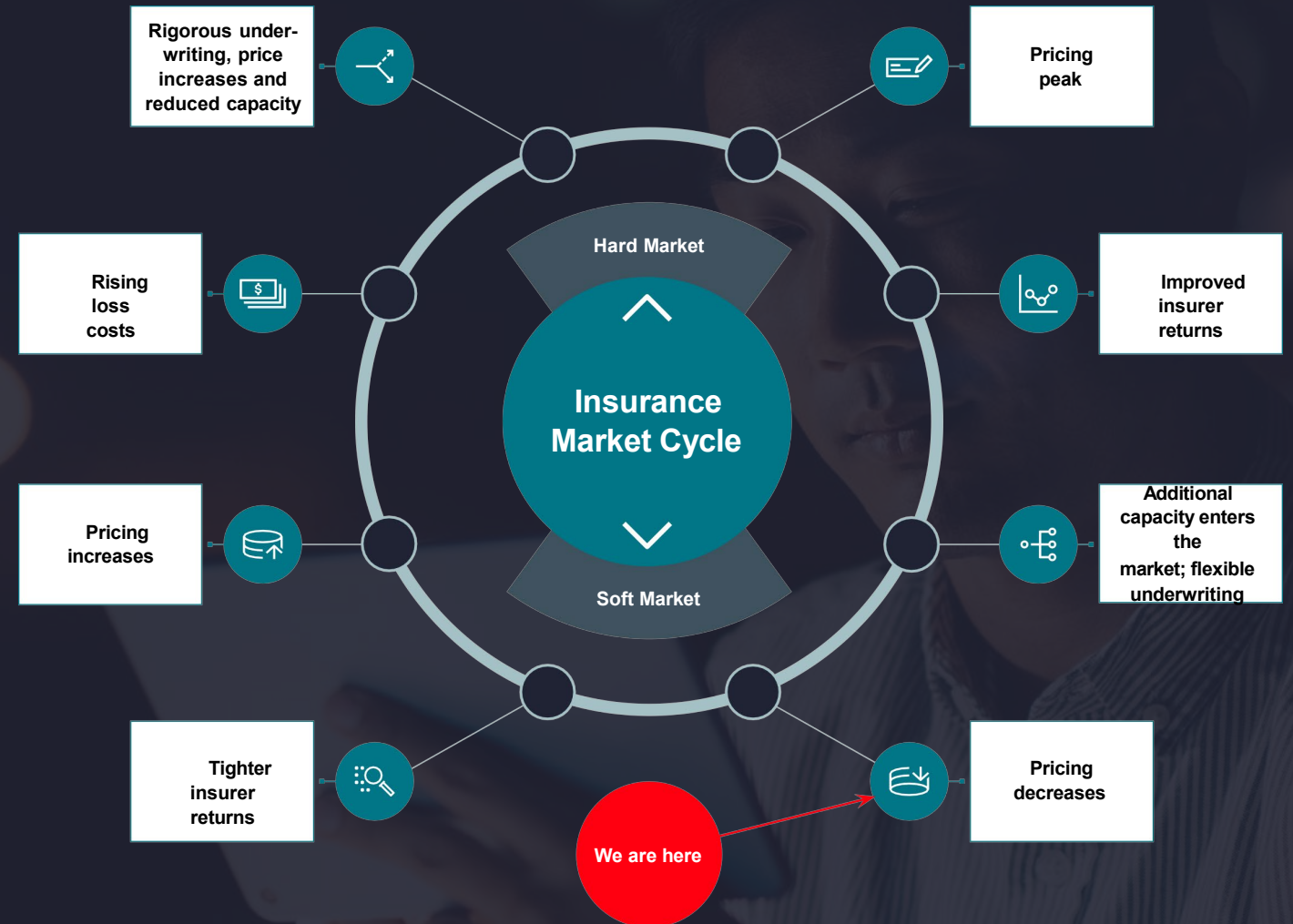
Capital Fluidity

(Especially in the Reinsurance Market)



Over the past decade there has been a systemic change in loss severity in global risks

The Insurance Market Cycle

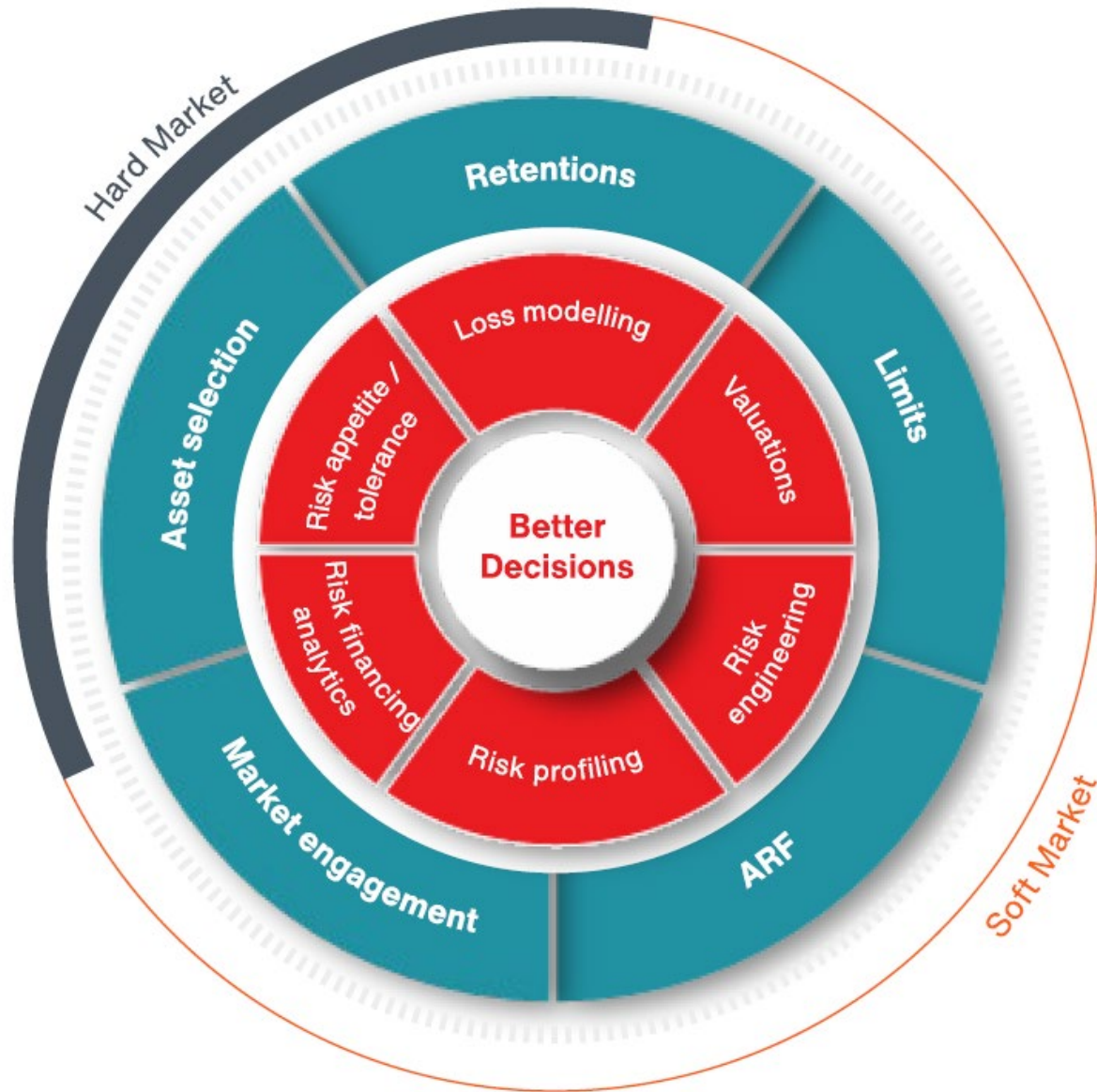


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Understanding Exposure



Quantifying Exposure



Top five takeaways

- **Loss modelling** – quantifies the financial impact of potential events
- **Risk appetite and tolerance** – sets how much exposure the Council will carry
- **Valuations and limits** – align cover with true asset values and exposure
- **Risk profiling and engineering** – target the drivers of loss before they occur
- **Market engagement** – converts the analysis into better terms and retentions