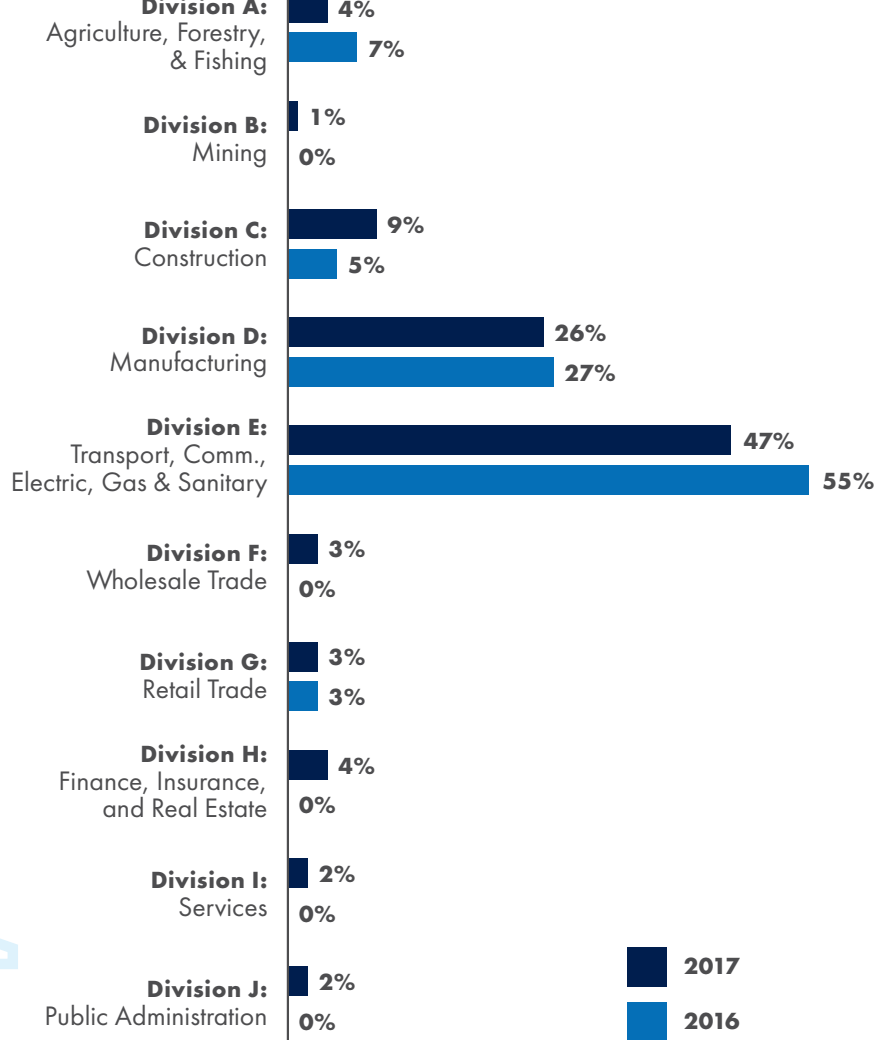


# Environmental Claims and Trends

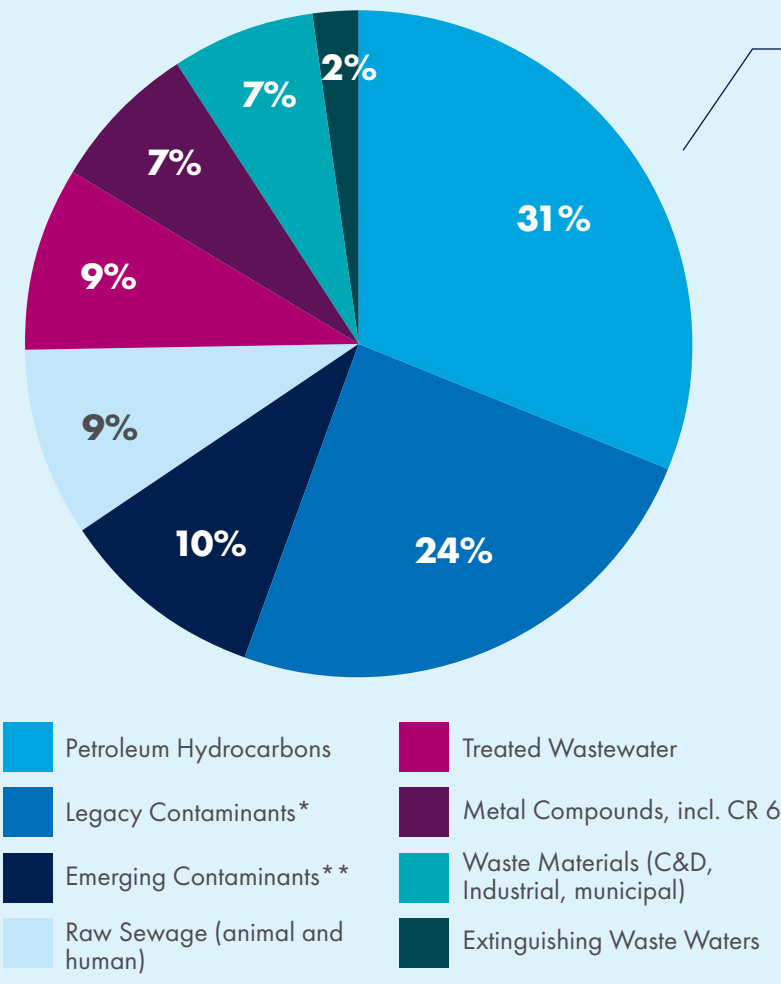
Now in its second year, AIG Europe's Environmental Impairment Liability (EIL) claims intelligence report, "Burning Issues for Environmental Claims", reflects some important environmental loss themes, with implications for companies of all sizes and from all industry sectors. A rise in fire-related environmental damage claims, and losses relating to improper construction and demolition (C&D) waste management practices are amongst the trends reflected in this year's claims statistics.

## Notified Events by Industry Division (US SIC) – 2017 vs 2016

The EIL claims notifications received in 2017 once again illustrate the breadth of industry sectors that can be impacted by environmental incidents.



## Primary Contaminants of Concern – Notified Events 2017



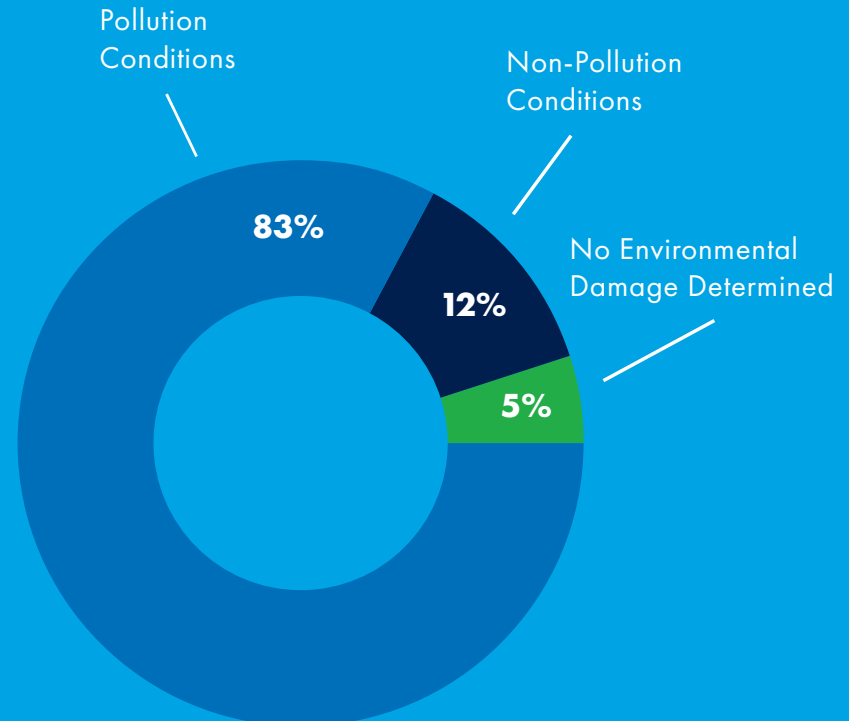
Petroleum hydrocarbons were identified as the primary contaminant of concern for 31% of all pollution-related incidents but other sources of contamination became a more significant driver of notified events.

\*Legacy Contaminants include: acid/alkaline substances, ashes, bitumen, fertiliser, microbial matter, organic matter, suspended solids, volatile/semi-volatile organic compounds (VOCs and SVOCs).

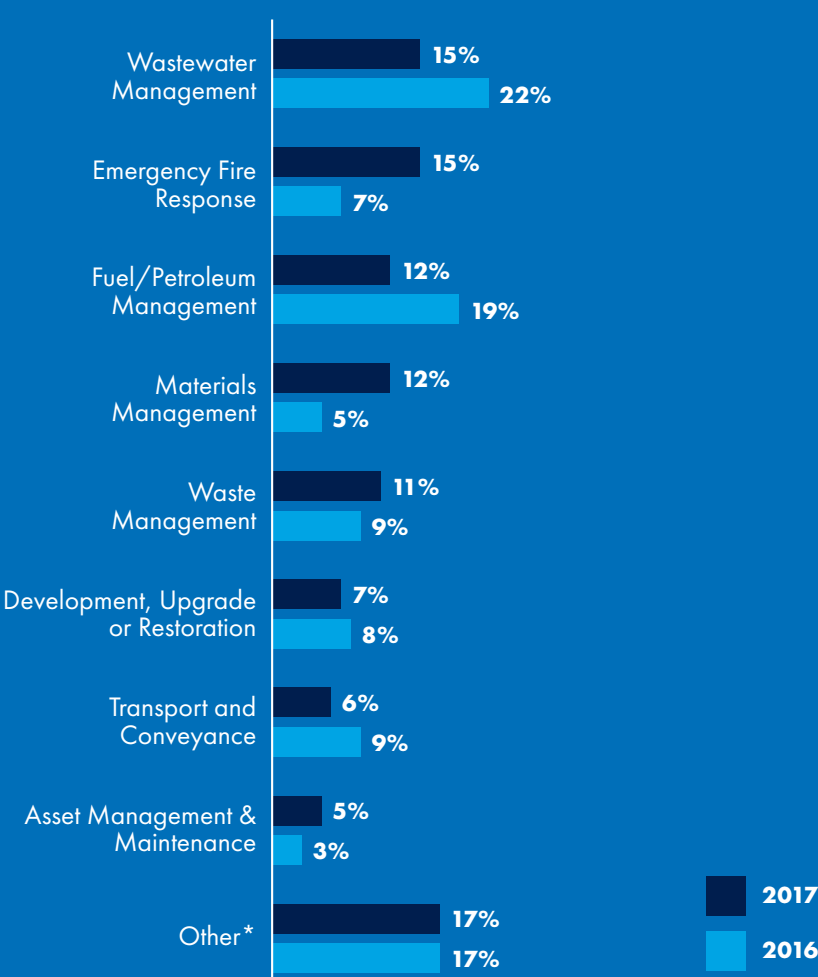
\*\*Emerging contaminants include: asbestos, bulk ground gas, heat transfer fluid, perfluorinated compounds, phenols, and polychlorinated biphenyls (PCBs).

## Proportion of Pollution vs Non-Pollution Conditions – Notified Events 2017

Overall, pollution-driven events are declining, albeit slowly, while notifications where there is no actual pollution, or where no environmental damage is determined at all, are on the increase.



## Insureds Top 8 Environmental Risk Management Activities Associated With Notified Events - 2017 vs 2016



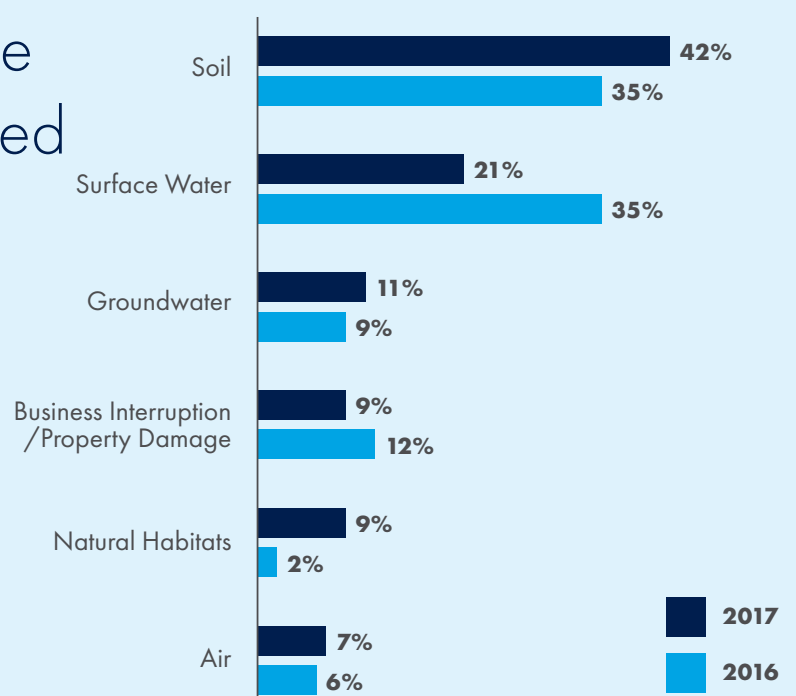
The EIL claims statistics in 2017 show that environmental impact as a result of fire is an emerging exposure for many clients.

\* Includes: Other/ Normal Process Operations; Acquisition, Lease or Divestiture; Remediation Response; Routine Monitoring; Finished Product Management; Energy Management; Research & Development; Water Supply & Management; Commissioning/Decommissioning; Emergency Flood Response



## Primary Resources Impacted (Natural and Built Environment) – 2017 vs 2016

There was a significant jump in those EIL notifications in 2017 that impacted natural habitats, an increase which can be directly attributed to the growth in non-urban emergency fire response activities in 2017.



To learn more about EIL claims trends and the key questions that companies should be asking to help them adapt to the new risk landscape, read AIG's [EIL claims report](#).



### Methodology

For AIG's latest environmental claims insights, data was collated on 104 notified events in 2017 from the company's European commercial industrial insureds across EU member states including: Belgium, Denmark, France, Germany, Ireland, Italy, the Netherlands, Portugal, Spain, Sweden, and the United Kingdom. The notified events include major corporate and small to medium size enterprises (SMEs), spanning approximately 30 major industrial groups including agriculture, mining, manufacturing, transportation, electricity & gas, sanitary services, waste management, wholesale & retail trade and tourism.

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