

Key Statistics (USD)

Price	409.12
Market Cap	88.37 B
Enterprise Value	94.64 B
PEG Ratio (5 yr. expected)	1.93
52 weeks high	409.98
52 weeks low	268.06
Beta (5Y-monthly)	0.93
Dividend yield %	0.67%
EPS (TTM)	12.48
1-Yr Stock performance	28.79%

Growth Rates

	YoY	3-Yr Avg
Revenues	17.36%	8.96%
Earnings	3.51%	36%
Free Cash Flow	-14.62%	17.22%

Margins

Margins	Company	3-Yr Avg
Gross Profit Margin	47.24%	47.91%
Operating Margin	26.53%	28.23%
Net Profit Margin	16.91%	18.94%

Key Ratios

Key Ratios	Company	3-Yr Avg
Current Ratio	1.02x	1.02x
Total Ratio	1.15x	0.99x
Financial Leverage	8.00x	-31.65x
ROE	44.44%	-257.97%
ROA	10.63%	11.52%
ROC	18.36%	29.45%

Valuation Metrics

Valuation Metrics	TTM	FY 2024
Price to Sales	5.62x	4.82x
Price to Earnings	32.76x	25.58x
Price to Free Cash Flow	-	20.80x
Price to Book Value	14.40x	-60.24x

Firm's Brief Description.

Aon plc, a professional services firm, provides a range of risk and human capital solutions worldwide. It offers commercial risk solutions, including retail brokerage, specialty solutions, global risk consulting and captives management, and affinity programs; and health solutions, such as health and benefits brokerages, and health care exchanges. The company also provides insurance-linked securities, capital raising, strategic advice, restructuring, and mergers and acquisitions services; and corporate finance advisory services. In addition, the company offers treaty and facultative, life, and health reinsurance services; strategic design consulting services on their retirement programs, actuarial services, and risk management services; and advice services on developing and maintaining investment programs across various plan types, including defined benefit plans, defined contribution plans, endowments, and foundations for public and private companies, and other institutions. The company was founded in 1919 and is headquartered in Dublin, Ireland.

Sector Overview

- AON Soars in 2025, Uncovering the Key Drivers Behind Its Success
- AON Investors Celebrate an Impressive 81% Return Over Five Years
- AON Delivers Impressive 44% Return on Equity, Signaling Strong Growth Ahead

Fundamental Analysis

AON stock has risen 28.79% over the past year, reaching \$409.12 in the last session, near its 52-week high. Revenue growth of 17.36% is strong compared to its 3-year average of 8.96%, but earnings growth of just 3.51% and a free cash flow decline of -14.62% indicate profitability and liquidity challenges. Margins have weakened, with net profit at 16.91% compared to 18.94% historically. Financial leverage at 8.00x is concerning, posing risks in a high-interest environment. However, ROE remains solid at 44.44%, reflecting efficient shareholder equity utilization. A P/E of 32.76x and P/S of 5.55x suggest possible overvaluation. In conclusion, while AON has demonstrated impressive revenue growth and maintains strong ROE, the company faces significant challenges, including modest earnings growth, declining free cash flow, and financial leverage concerns. Investors should remain cautious, as the current valuation may not be sustainable unless profitability improves. Overall, AON's stock presents a complex picture, balancing growth potential against underlying risks.

Target Price (1 year Forward): 392.33\$

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