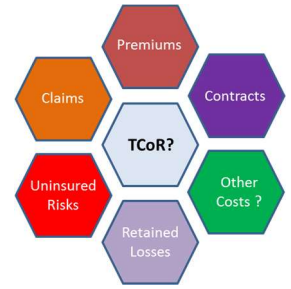


Total Cost of Risk (TCoR) Management

Today's business operating environment is becoming riskier, more difficult and expensive to manage. The number, type and frequency of risk impact events are increasing and regulatory compliance requirements more rigorous. Simply put, the risks and costs of doing business are increasing.

To responsibly and sustainably manage a business, risk management should be a key priority, but at what cost?



Could you or the senior management team answer the following questions?

- How much do you spend on your risk management activities each year?
- What are your main risk management activities and how much do they cost?
- How much do you spend on Insurance and does this insurance adequately cover the risk exposures identified within your business?
- Can you be sure you are not paying for a risk mitigation action / control more than once?

If you have trouble answering any of the above questions, Group Risk Consulting could help you carry out a Total Cost of Risk (TCoR) Review.

What is a Total Cost of Risk (TCoR) Review?

A TCoR Review helps organisations understand what the various risk management activities they use to manage risk and what these cost. This should include all the various hidden, less obvious expenses such as:

Risk Management Costs

- Risk Management Department Costs
- Risk Control Fees & Loss Prevention Costs
- Business Continuity Costs
- IT Resiliency Costs.

Risk Retention Costs

- Retained Losses
- Admin and Fixed Costs of Risk Retention
- Claims Handling Costs.

Risk Transfer Costs

- Premium Spend
- Admin and Advisory Costs of Risk Transfer
- Insurance Premium Tax Cost.

What are the benefits of conducting a TCoR Review?

A TCoR Review will help an organisation understand the detail in relation to its risk management activities, how much these are costing and whether this represents value / a good return on investment. The benefits delivered by such a review include:

- Visibility / accountability of all risk management activities and costs
- Enhanced understanding of risk management activities and their purpose / benefit
- A reduction / optimisation of all risk management costs
- Increasing efficiencies associated to the risk management process
- Alignment of TCoR with turnover
- The ability to track and monitor costs
- Enhanced confidence in risk management program.

For more information in relation in to the Total Cost of Risk assessment / analysis process and how your organisation could benefit, please contact:

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