Deloitte.

Third Party Risk Management

Regulation and an ever-changing external environment raise pressure to effective managing of third-party relationships, including related risks.

Better understanding of risk resulting from third-party relations allows **informed business decision-making**

Compliance with the law allows for appropriately addressing regulatory risk

Implementation of technology tools that support the process allows **optimising work time and load**

Reach out to us to get more information about the Deloitte TPRM model.

2. Verification processes and risk analysis

- Develop internal supplier assessment process (screening, IRA)
- Perform third-party verification based on a selected form
- Signal challenges; remediate and mitigate risk
- Carry out extended verification of key suppliers or as necessary
- Define supplier criticality and the related inherent risk

1. Planning

- Defining a business need
- Perform initial assessment of service's inherent risk
- Commence a purchasing process
- Prepare a list of offerers

3. Contracting

- Determine necessary contractual clauses
- Negotiate
- Conclude the contract

6. Reporting / archiving

- Generate current reports to support both audit and external inspections
- Archive data on an ongoing basis

5. Renewal or closure of cooperation

- Decide to continue or discontinue cooperation
- If discontinued: - assess cooperation- off-board the supplier- ensure the exit plan is followed
- If continued, enter the continuous monitoring phase

4. Monitoring

- Perform regular supplier risk analysis
- Perform ad-hoc supplier risk analysis if needed
- Review documentation if necessary
- Report incidents
- Perform regular evaluation of cooperation
- Monitor on an ongoing basis

How can we help you?

Advisory services

- Prepare new TPRM documentation or analyse and adjust the existing one
- Develop principles of supplier risk analysis, as well as classification and risk handling rules depending on the classification outcome based on supplier and contract type data held by clients
- Agree on the target process with business representatives involved in the operating process

Implement a TPRM solution with process supporting tools

- Identify the needs and select a tool to address specific requirements
- Personalise functionalities depending on the process agreed on with a client
- Test the solution
- Introduce persons in charge on the client's side to their administrative duties

Provide training materials and train process beneficiaries

- Carry out workshops for people involved in the process
- Provide materials that help in the understanding of the process (among others, the process guide)
- Provide a course to make participants aware why TPRM is so important for their organisation
- representatives involved in the operating process

TPRM audit

- Perform detailed verification of the existing TPRM process to determine its maturity
- Indicate risk-generating areas in need of improvement
- Prepare recommendations of changes

Contacts:

Martin Kubačka
Partner
mkubacka@deloittece.com
+420 776 306 694

David Korniet
Senior Manager
dkorniet@deloittece.com
+420 735 703 352

Lucie Kiesewetterová
Specialist Lead
lkiesewetterova@deloittece.com
+420 731 127 482