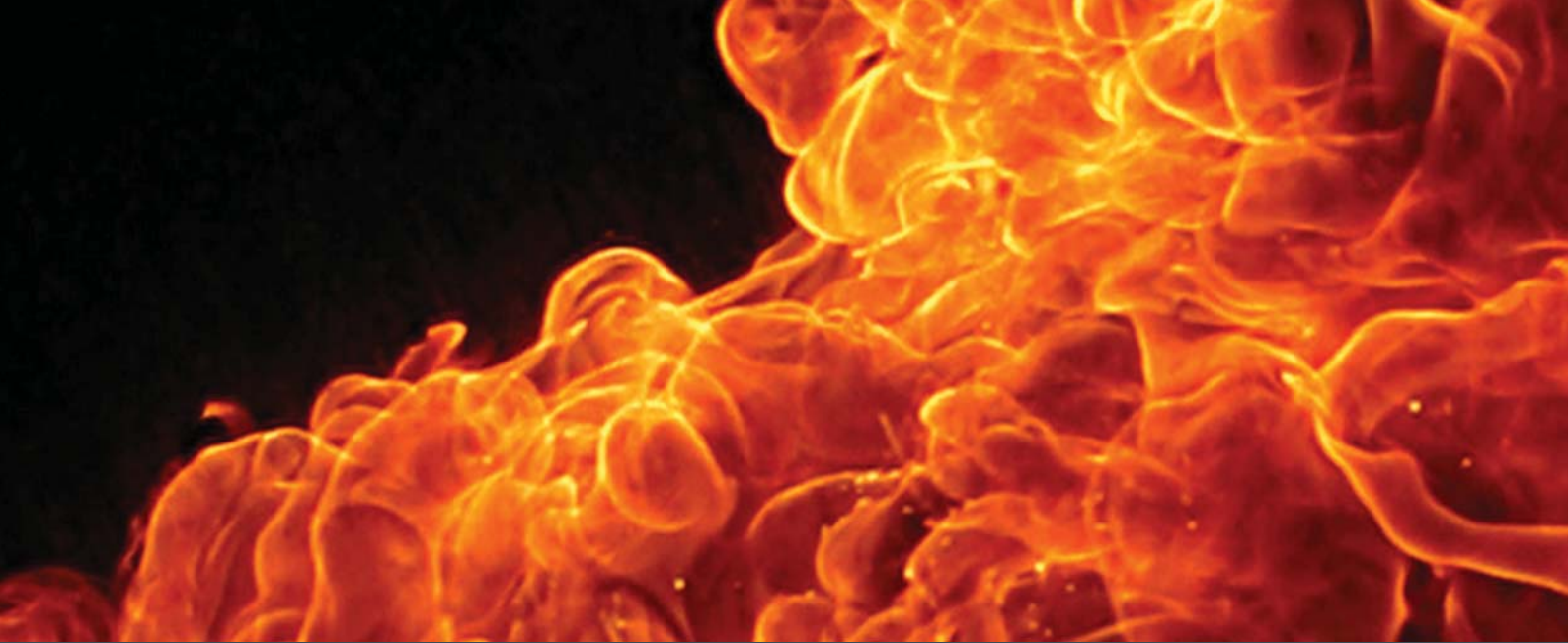


Supply Chain Interruption Risk Assessment



GLOBAL RISK SOLUTIONS





Continuity of supply is the lifeblood of a business. Significant supply interruption causes financial loss and damages reputation. Understanding your most vulnerable supply points will allow you to improve both strategic and operational supply chain management. It will improve preparedness should the unthinkable happen.

Our approach to Supply Chain Risk Assessment (SCRA) provides a detailed understanding of your exposures and the major threats to your supply chains (physical, regulatory and commercial). This will increase the resilience of your supply chains and facilitate the procurement of expanded and appropriate insurance cover.

Integration With Existing Business Processes

The task of quantifying your supply chain exposures is not an insignificant one. However, with a package tailored to suit your organisation, it is manageable.

Integrating with existing business processes and employing an efficient way to capture business information will be key to your success. By drawing on the experience of our consultants, the scope of the study will be defined to suit your organisation and its risk maturity. This will help you avoid common pitfalls and minimise impact on your staff's valuable time.

Service Options

Our process and tools guide you through from scoping to implementation, with the support that you need to ultimately embed the skills into your organisation.

The package is as broad as it is deep, offering:

- Step by step guidance on SCRA integration strategy and execution, including identification of key data sources.
- Development of scoping criteria: determine which products take priority and what constitutes a key location.
- Detailed checklists for each process step, ensuring the right people are involved, the right questions asked and the right data extracted efficiently.
- Exposure mapping and quantification tool (SCAIR™).^{*} Designed to capture and display data efficiently, in a simple way that's accessible to non risk personnel.
- Advice on mitigation techniques and access to wider insurance buying opportunities.
- Support for further key location studies, including specialist risk assessments and access to risk engineering and business continuity management consultancy services.

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Business Drivers & Benefits

Today's supply chains are constantly scrutinised for outsourcing and stock reduction opportunities.

Without a detailed understanding of your supply chain vulnerabilities, these 'cost efficiencies' can create significant exposures. The dynamic business environment inevitably creates changes in your supply chains. Hence the need for an embedded approach that continuously updates your exposure profile. Corporate risk reporting and ever increasing shareholder expectations require 'no surprises'.

To meet this governance challenge, supply threats should be understood at a senior level. This also determines the direction for appropriate risk financing strategies:

Loss estimates generated by this process can improve your negotiating position at insurance renewal.

Insurance coverage can be expanded to fill gaps in cover revealed by the process and to include new types of 'non damage' business interruption risks.

Up-to-date loss profiles can influence the setting of internal risk retention levels.

Risk Consultancy Practice

The risk consulting team is led by Tim Cracknell and Chris Rigby Smith who are our recognised specialists in the field of Business Interruption and Business Continuity Management.

Their consulting work over many years with leading organisations in the US and globally has given them substantial experience in most industry sectors. This has enabled them to develop cost effective consultancy solutions to help clients manage the interruption and continuity risks that arise from an increasingly complex and competitive environment.

In addition to Supply Chain Interruption Risk Assessment, our consulting services focus on these key areas:

Business Continuity Management - a logical and proven process that helps you to avoid common pitfalls and reduce the time you spend developing and implementing a business continuity process.

Business Interruption Insurance Review - a technical report addressing the adequacy of your business interruption insurance programme. This follows an in depth evaluation of your insurable exposures, key vulnerabilities and operational interdependencies and an assessment of potential loss scenarios and resultant business impacts and costs.

Business Continuity Management Audit - helping you to benchmark your current capability against international standards, other organisations and industry sectors and to identify and prioritise development areas to enhance your business continuity programme.

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