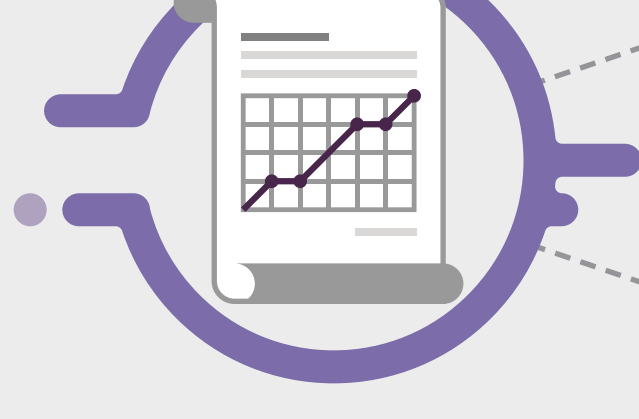


Trends and themes for risk management teams in 2020

At Evalueserve, we work with risk teams in financial institutions of all sizes around the world. Here are the main trends and themes we see for risk professionals in 2020.

New risks need new solutions

Global downturn

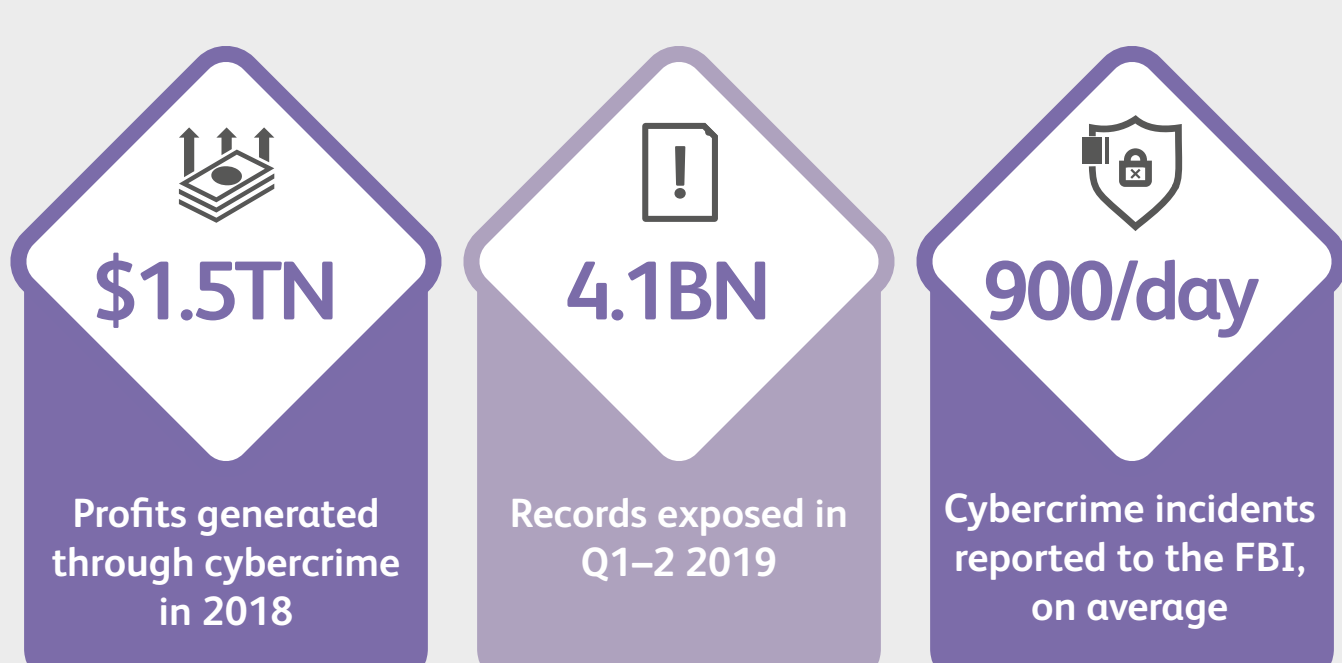


The global economy may be on the brink of a downturn.

The IMF says that ‘the pace of global economic activity remains weak’, and that ‘the outlook remains precarious’.

Cybercrime

Cybercrime is the fastest-growing type of crime in the world.

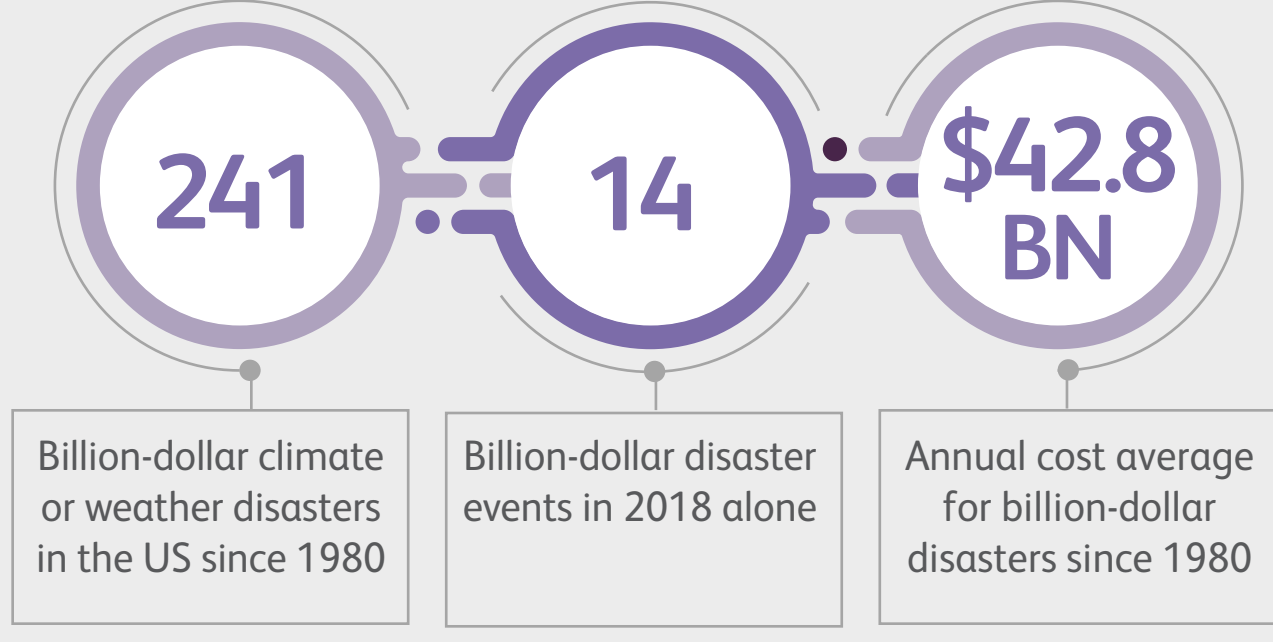


Cyber attacks are increasing in terms of number, size and sophistication.

Sources: Bromium, *Into The Web of Profit, Understanding the Growth of the Cyber Economy*; Risk Based Security, *2019 Mid-Year Quick View Data Breach Report*; FBI, *Internet Crime Report 2018*

Climate change

Climate events are set to change the face of risk. The number and severity of such events has increased sharply in recent years.



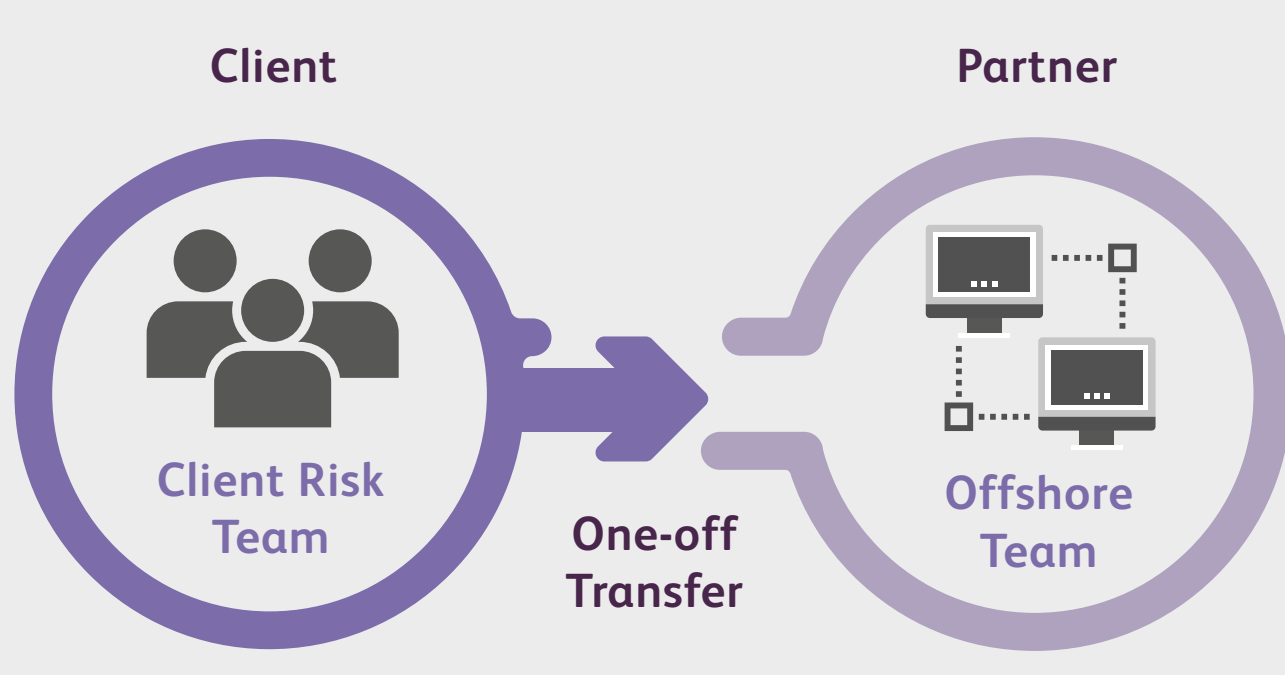
Source: NOAA Climate.gov, *2018's Billion Dollar Disasters in Context*

Smart solutions to risk challenges

Projects not processes

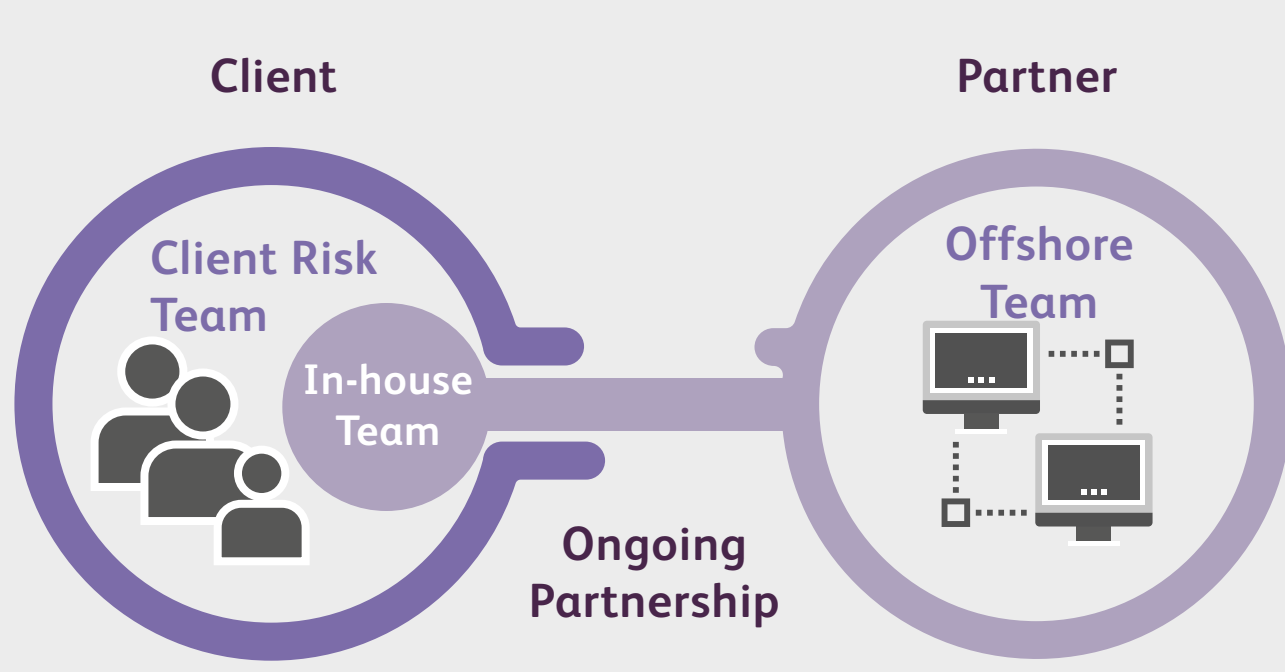
To deal with the ever-changing world of risk, banks are turning to smarter outsourcing.

Previously, banks outsourced entire processes to an offshore partner.



Now, a smarter approach is to combine in-house and offshore teams, working together on specific projects.

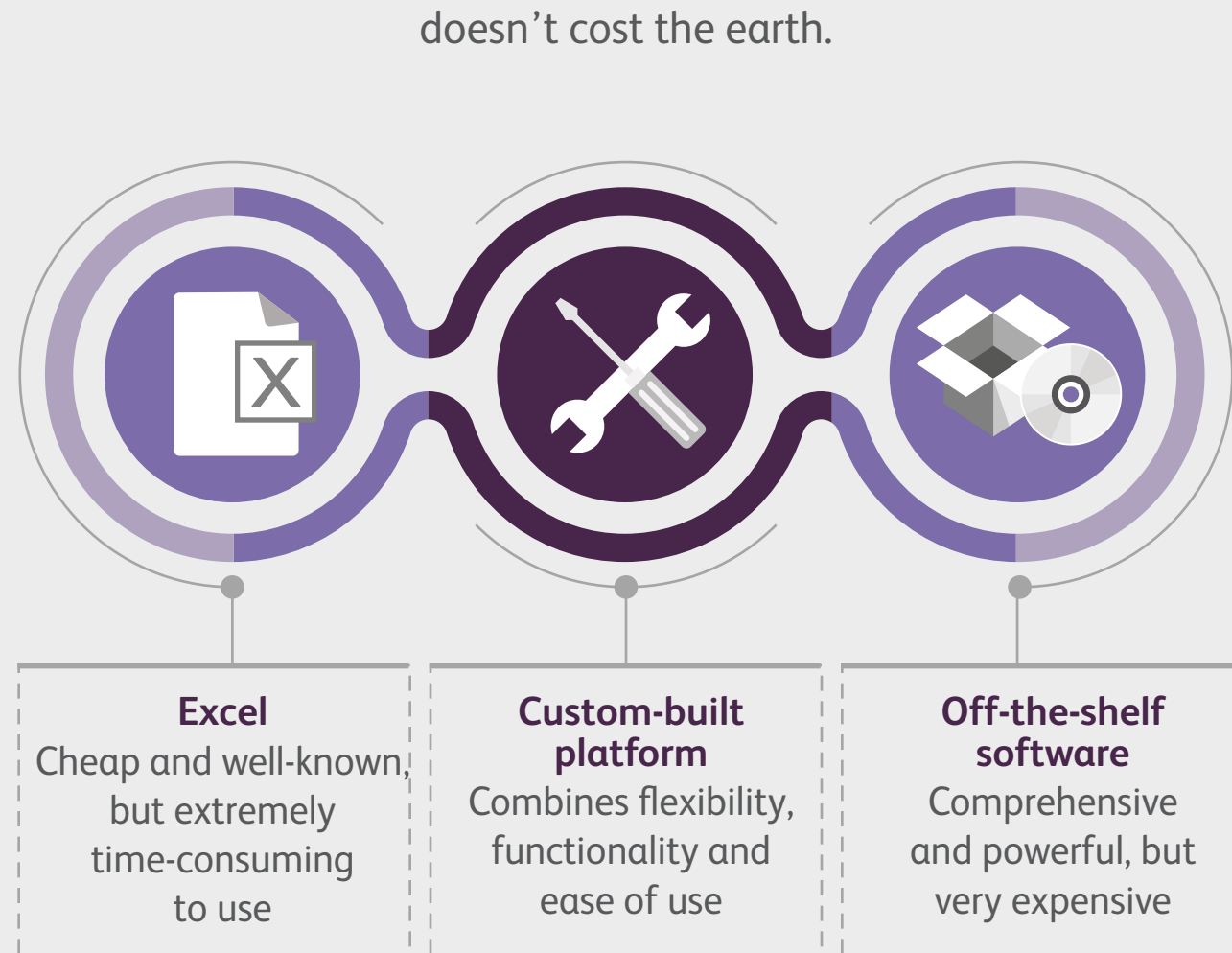
Banks combine the benefit of face-to-face working with project coordinators, while the bulk of development is handled offshore.



Smaller technology

While some risk teams are still using Excel, others have gone for a comprehensive off-the-shelf software package for tasks such as model risk management.

Increasingly, the sweet spot is somewhere in the middle: a modular, custom-built solution that serves the team’s needs but doesn’t cost the earth.



To learn how we can help your risk management team respond to key trends and explore new technologies, contact us at:

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