

An integrated approach to Governance, Risk & Compliance

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Organization's Trends

for Governance, Risk & Compliance

increase in cost of compliance expected by companies.

90% of compliance leaders expect evolving business, regulatory, and customer demands to increase compliance-related operating costs by up to 30%.¹

of companies to increase risk management spend.

3 out of 4 of companies are planning to increase spend across analytics (75%), process automation (74%), and technology (72%) to support the detection and monitoring of risks.²

1. "Compliance Risk Study 2022 Report: Find Calm in Every Compliance Storm," Accenture, May 2022.

"2022 Global Risk Survey." PwC. 2022.

4. Gartner®: "Executive Leadership: Strategic Risk Management Primer for 2023."

According to Gartner:

of board members said that cybersecurity is viewed as a business risk, up from 58% in 2016.4

77%

The proportion of organizations analysing risk interdependencies has more than doubled, from 34% to 77%, in the last three years.⁵

of organizations can identify risks before it is too late to take action on them.5

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^{3.} Gartner®: "Cyber-Risk Appetite: How to Put the 'Business' in 'Managing Cybersecurity as a Business Decision.'



The Challenges of managing Governance, Risk and Compliance

Poor Risk Visibility



Inefficient Operations



Critical Risk Exposure



- · Failing to recognize emerging risks
- Unable to foster ethical risk-aware culture
- Deficient financial audits

∳ Fragmented Reporting

- Ineffective risk reporting to the c-suite
- Missing executive risk accountability
- Unable to make informed decisions

f Flawed Controls

- No link between controls and risks
- Too many manual controls
- Fines for not complying to regulations

Ineffective Security

- Vulnerable systems and apps
- Undetected malicious activities
- Breaches to data and business operations

Ungoverned Access

- Hinder employees productivity
- Unrecognized access violations
- Managed in a silo and non-compliant

Financial Loss

Decrease revenue, increase costs, or even bankruptcy.

Operational Disruption

Delays in production, supply chain disruption, and service interruption.

Reputation Damage

Loss of customer trust and loyalty.

Legal Issues

Disputes, lawsuits, and regulatory penalties.

Loss of Competitive Advantage

Difficulty in attracting customers and maintaining market share.

Capabilities and advantages of modern Governance, Risk and Compliance

Unified Risk Management



Comprehensive Risk Domains



Improved Business Resilience

Enterprise Risk Management

Detailed insights into how risk drivers can impact business value and reputation for smart, risk-aware decisions.

Risk Reporting + Monitoring

Report top risks and actions with one consolidated dashboard to enable executives to make faster, more informed decisions.

Business Controls + Compliance

Document, centralize and automate controls performance and testing using best practice internal control processes.

Security + Data Protection

Support data protection and security compliance by monitoring system vulnerabilities, identifying threats and cyberattacks, with real-time monitoring and automated risk scoring.

Identities + Access Governance

Automate user provisioning, privileged access, and role management while continuously monitoring users and applications for risk.

Financial Gain

Increase revenue and prosperity, and decrease costs.

✓ Operational Efficiency

Run efficiently, without interruptions in production, supply chains, or services.

Reputation Uplift

Increase customer trust, loyalty, and public opinion.

✓ Legal Compliance

Manage laws and regulations, and avoid disputes, lawsuits, and regulatory penalties.

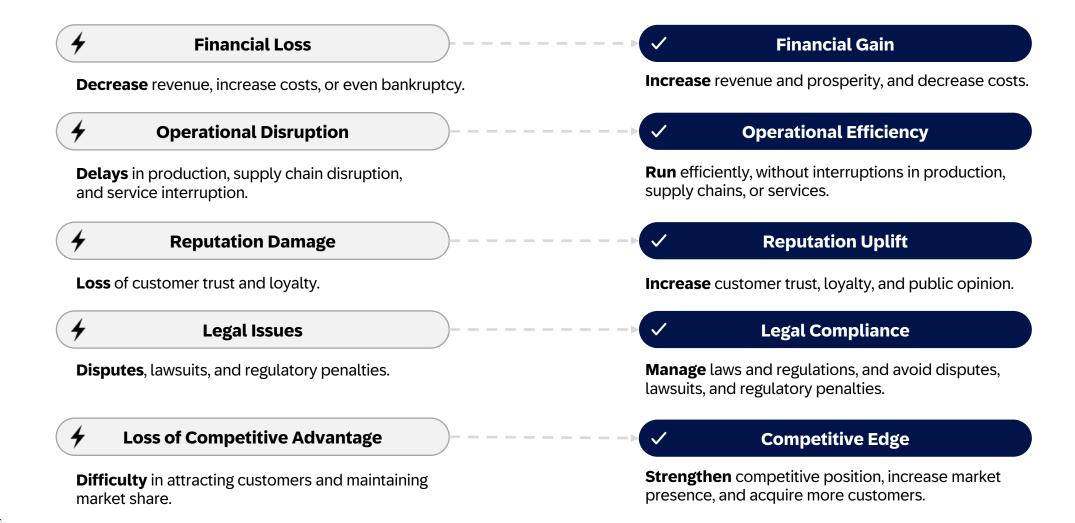
Competitive Edge

Strengthen competitive position, increase market presence, and acquire more customers.

Capabilities and advantages of modern Governance, Risk and Compliance

From Critical Risk Exposure

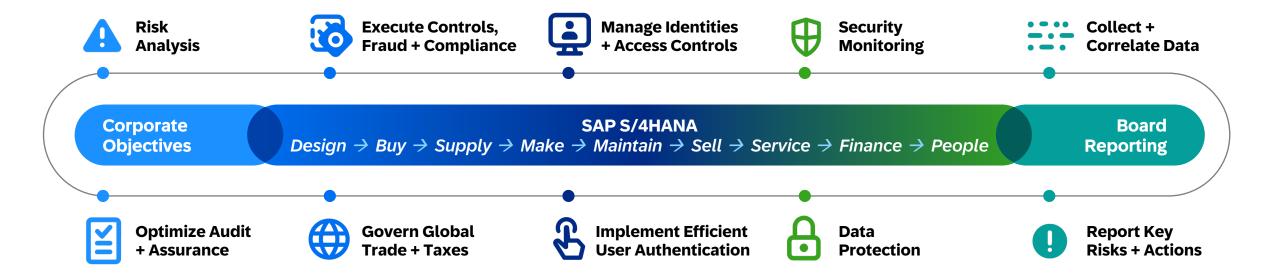
To Improved Business Resilience





Governance, Risk & Compliance Capabilities from SAP

Modular solutions with native integration with SAP S/4HANA



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Modular solutions with native integration with SAP S/4HANA

Enterprise Risk Management

- Analyze emerging risks to understand business impact.
- Visualize one integrated view of risk across all domains



Risk Analysis

Business Controls + Compliance

 Identify irregularities continuously and provide automatically generated, auditable compliance documentation.



Execute Controls, Fraud + Compliance

Identity + Access Governance

- Centralize and automate
 User Access Management
- Automate segregation of duties analysis in user access requests.



Manage Identities + Access Controls

Security + Data Protection

- Correlate app logs to detect users and system anomalies.
- Monitor app security to identify inconsistencies.
- Analyze app custom code and detect potential vulnerabilities.



Security Monitoring

Risk Reporting + Monitoring

- Correlate risk and control data across business processes (Finance, HR, IT, Cyber, Supply Chain, etc.)
- Monitor critical interdependencies.



Corporate Objectives

SAP S/4HANA

Design \rightarrow Buy \rightarrow Supply \rightarrow Make \rightarrow Maintain \rightarrow Sell \rightarrow Service \rightarrow Finance \rightarrow People

Board Reporting



Optimize Audit + Assurance

 Align risk-based audits with business needs.



Govern Global Trade + Taxes

- Automate tax determinations, calculations and reporting.
- Automate trade processes for imports and exports and screen third parties.



Implement Efficient User Authentication

- Streamline emergency user access management with integrated log review.
- Eliminate multiple manual logins to SAP GUI and leverage Single Sign-On.



Data Protection

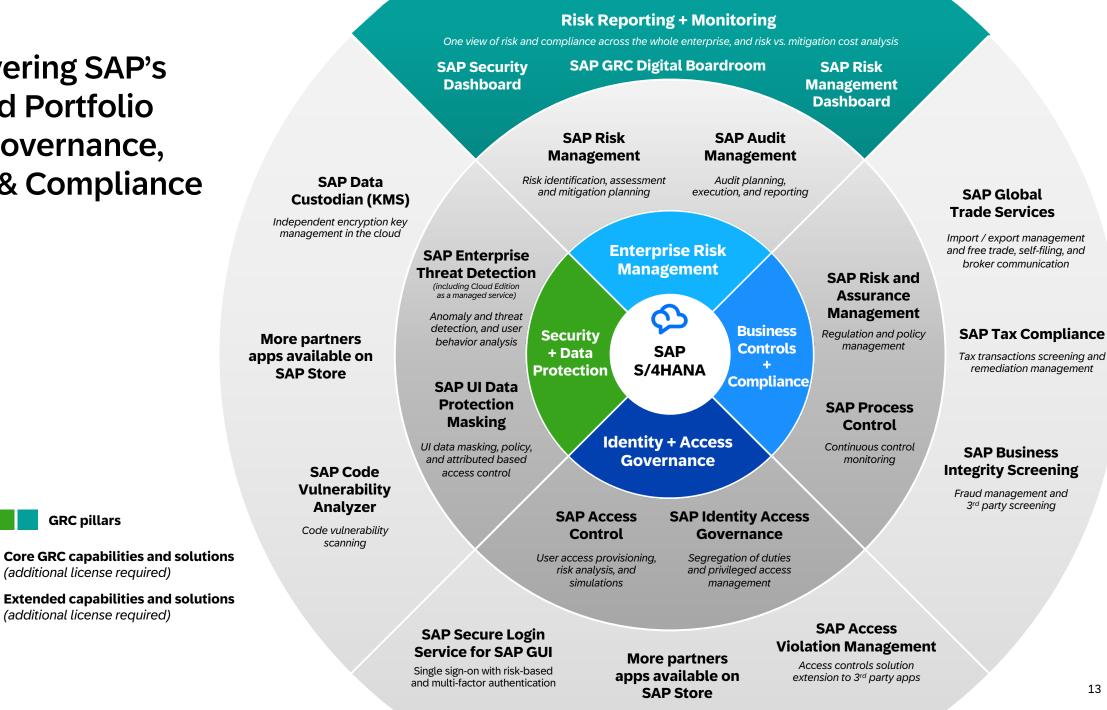
- Manage privacy requirements across multiple regulations.
- Manage encryption keys independently from your cloud provider.



Report Key Risks + Actions

 Report top risks and actions with one consolidated dashboard.

Delivering SAP's Broad Portfolio for Governance, **Risk & Compliance**



GRC pillars

(additional license required)

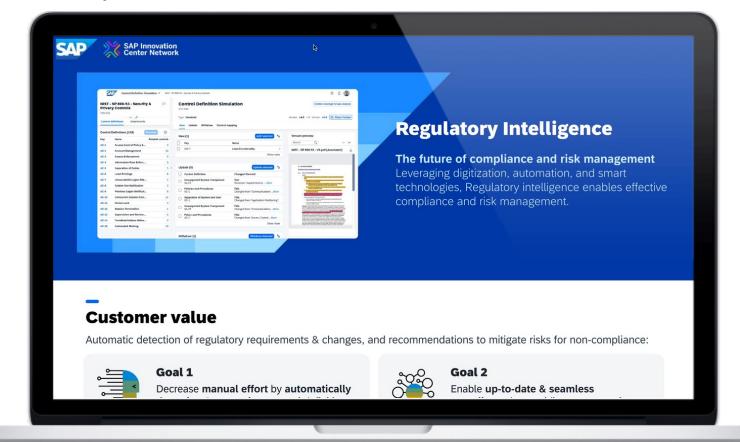
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SAP Regulatory Intelligence

GenAI-powered automatic detection of regulatory requirements & changes, and recommendations to mitigate risks for non-compliance

Al-driven control detection & extraction Leveraging GenAI & NLP to automatically detect and extract requirements and controls from regulatory documents and standards.

Delta analysis and control mapping
Automated red-line and delta analysis
of changes to reduce manual
comparison efforts. Automated control
mapping between detected control
changes and existing controls.

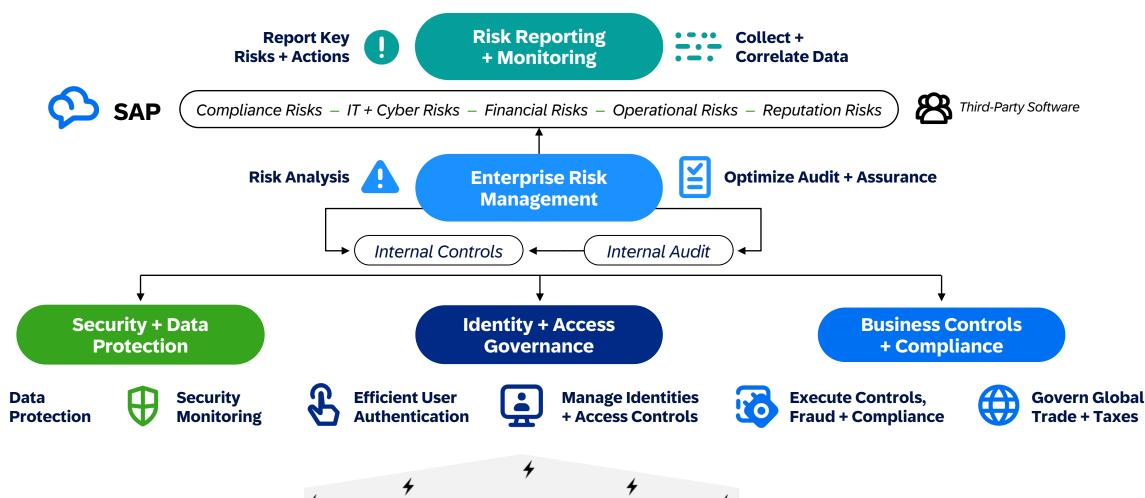


Learn more

SAP Solutions for Governance, Risk & Compliance

Improve business resilience with the most comprehensive and natively integrated GRC solutions for SAP

Corporate Business Objectives



THREATS

Additional Information

Knowledge at your fingertips

SAP GRC Solutions Homepage

Learn how you can continuously monitor risks, identities, cyber threats, and compliance across your mission-critical systems and processes with **SAP GRC and cybersecurity solutions**.



One View of Risk in SAP S/4HANA

See how **SAP GRC Solutions** helps you improve compliance, optimize audit resource utilization, and mitigate risk more efficiently in SAP S/4HANA.



Identity and Access Governance

Learn how **SAP Cloud Identity Access Governance** enables simple, seamless, and adaptive access governance.



SAP Security Solutions and Services

Security solutions from SAP support data protection, cybersecurity, and business resiliency for companies running SAP solutions and services.



SAP GRC Community

Be part of the **SAP GRC community** and learn how SAP GRC and cybersecurity solutions can support your business. Engage with experts in the field, ask questions, delve into success stories from our customers, and share your knowledge.



Thank you.

