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Feature at a Glance
Risk exposure override

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THE BEST RUN **SAP**

Feature at a Glance

Introducing: **Risk exposure override**

Customer challenge

Customers require a capability to use key contributing factors to override a Supplier's risk exposure when specific type of risk indicators are found.

For example, when a supplier is screened and has a watchlist violation, the risk exposure should be automatically set to high.

Meet that challenge with
SAP Ariba

A new Risk exposure override field has been introduced, allowing customers to select one or more contributing factors to override the existing risk exposure calculation.

The exposure override field is set by default to overall exposure for sanction and watchlist violations.

For all other contributing factors, standard fields, licensed fields and custom fields, the field weight needs to be set to high and the customer can determine if they would like the override to impact both the Overall Supplier risk exposure OR just the risk category exposure.

Experience key benefits

The exposure override field will influence the risk exposure to High Risk (100) when setting either the Overall Supplier risk exposure OR the risk category exposure.

By default the Risk exposure override field will be set for sanctions and watchlist standard field and will set the weight to High for both overall and category risk exposure. (ARI-12012).

Contributing factors will be displayed on the Risk Exposure tab of the supplier profile.

Customers now have more control over the data that is important to their risk management program and how they want it to influence their risk exposure.

Solution area

SAP Ariba Supplier Risk

Implementation information

This feature is ready for immediate use for all customers with the applicable solutions and is **Automatically on.**

Prerequisites and Restrictions

The customer must have an entitlement to SAP Ariba Supplier Risk.

Supplier Risk users with Risk Managers permissions can customize the risk configuration settings.

Feature at a Glance

Introducing: **Risk exposure override**

- A new Exposure feature is introduced and available for all contributing factors to the risk exposure (standard fields, licensed fields, custom fields). When enabled, it overrides the standard exposure calculation.

- A risk manager must create a new draft of the risk configurator; this will present the Exposure override field for configuration.

- A risk manager may select one or many fields when utilizing the exposure override.

- Weight of the selected field must be set to HIGH.

- Select from Overall risk exposure or Risk category exposure options.

  - Overall risk exposure will set the Overall and Category exposure to HIGH when the supplier has a contributing factor.

  - Risk Category exposure will set the category exposure to HIGH.

- By default, Sanction and Watchlist field exposure override is set to Overall exposure.

  - Overall risk exposure will set the Overall and Category exposure to HIGH when the supplier has a contributing factor.

  - Risk Category exposure will set the category exposure to HIGH.

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- When settings are not correct Risk managers will see the respective tab turn Red.

- The error must be corrected before the version of the risk configuration can be saved and activated.

- When utilizing the exposure override the corresponding risk category MUST be contributing to the risk exposure – the category weight must be set to 1% or higher.

- When setting the exposure override field, the corresponding risk category MUST be contributing to the risk exposure on the Category Weight tab.

- The error may appear on the second page of the standard fields; user may need to view page 2/2 to view error.

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Licensed fields

Field source	Field	Risk category	Field type	Field value	Weight	Threshold order	Less than	Greater than	Exposure override
Financial	MORE score - current	Fina ⌄	Tex ⌄	D,C,CC,CC	High ⌄	⌄			Risk ⌄
Financial	MORE credit limit - current	Fina ⌄	Nur ⌄		Nor ⌄	Risk ⌄	500000	100000	Nor ⌄
Financial	MORE probability of default	Fina ⌄	Nur ⌄		Nor ⌄	Saf ⌄	10	50	Nor ⌄
Financial	Status	Fina ⌄	Tex ⌄	Unknown :	Nor ⌄	⌄			Nor ⌄
Financial	Qualitative score - Current	Fina ⌄	Tex ⌄	E,D,C,B,A	Nor ⌄	⌄			Nor ⌄

First < > Last   Viewing: 1/1

Custom fields

Select	Field source	Field	Name(maximum of 25 characters)	Risk category	Field type	Field value	Weight	Threshold order	Less than	Greater than	Exposure override
☑	Custom	01	qwe	I ⌄	· ⌄	asd	I ⌄	⌄			I ⌄
☐	Custom	02		⌄	· ⌄		I ⌄				
☐	Custom	03		⌄	I ⌄		I ⌄	: ⌄			
☐	Custom	04		⌄	I ⌄		I ⌄	: ⌄			I ⌄
☐	Custom	05		⌄	I ⌄		I ⌄	: ⌄			I ⌄

To override risk exposure calculations, high risk level should be set

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?

- When setting the risk exposure the weight of the selected field must be set to HIGH to override the standard exposure calculation

- This rule is mandatory on every field that is selected for the exposure override. An error message will be displayed if the weight is not set to High.

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- When setting the risk exposure the weight of the selected field must be set to HIGH to override the exposure calculation.

- If the user changes the weight to Medium or Low, they will receive a confirmation update.

- This confirmation update is reminder that setting the weight to a setting other than HIGH the exposure will not override the calculation.

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- When a user clicking the ? The help information screen opens where a user can access information about any tab of the risk configuration.
- The exposure override information has been added to the standard fields, licensed fields and custom field section of the help section.

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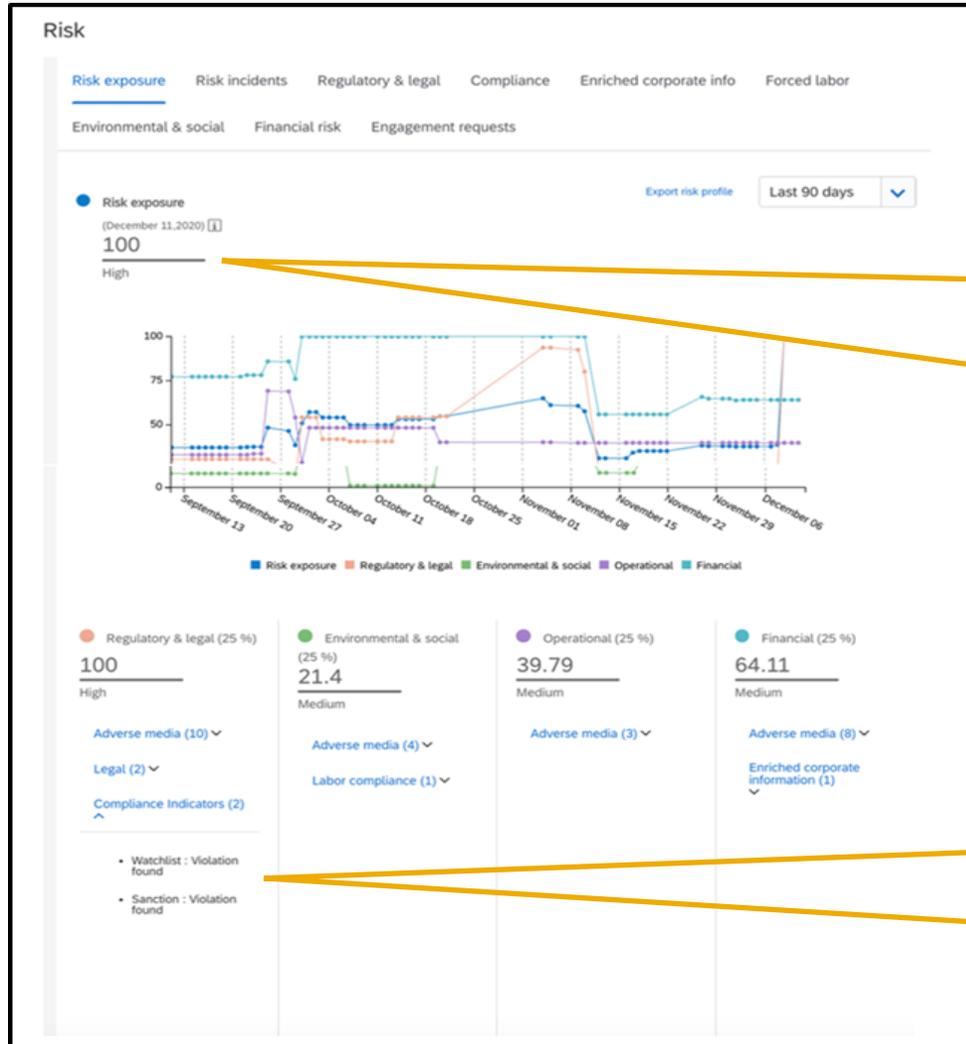
- In this example, the overall Risk exposure and Regulatory and legal risk category exposure is High (100).
- The override exposure is set to Overall in the risk configuration with the weight set to high.
- The High risk exposure is generated as a result of the risk configuration default settings set to:
  - Sanction = High weight
  - Watchlist = High weight
  - Exposure override is defaulted to Overall

- The supplier has contributing factors in the Regulatory and legal Risk category.
- A Sanction or Watchlist violation is a contributing factor since they are now a standard field in the risk configuration.
- In this example, when a supplier is screened with violation found, the Sanction or watchlist violation will be listed as a contributing factor to the Legal & regulatory risk category.