BUSINESS RISK BAROMETER THE TOP 10 BUSINESS RISKS 2021

Here are the top 10 business risks, as voted for by businesses around the world.*

Considered higher risk for businesses

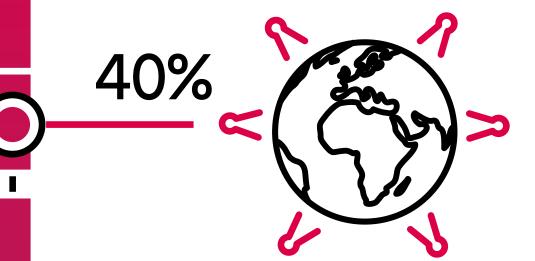
41%

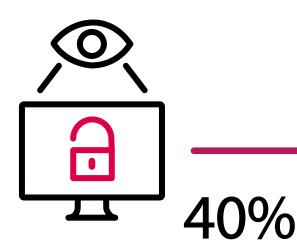
Business interruption

Business interruption is ultimately the end result of any of the top 10 risks and seen as the number one risk by businesses globally.

Pandemic outbreak

Pandemic fears are the biggest climber in this year's Barometer, up 15 positions to number two globally.





Cyber incidents

Cybercrime, fraud, IT failure or outage, data breaches, fines and penalties are all cyber incidents that 40% of respondents see as a business risk in 2021.



19%

Trade wars and tariffs, economic sanctions, protectionism, Brexit and Euro-zone disintegration are some of the issues feared by 19% of respondents.



Market developments

19%

Market developments have risen in the risk rankings this year, with 19% worried about volatility, intensified competition, new entrants to the market, mergers and acquisitions, and market stagnation or fluctuation.



Natural catastrophes

Storms, floods, earthquakes and wildfires are all natural catastrophes that 17% of global respondents see as a business risk.



Macroeconomic developments

Monetary policies, austerity programs, commodity price increases, deflation and inflation are all hitting businesses hard globally, with 13% of respondents seeing these macroeconomic developments as a business risk.

13%

11%

Political risks and violence

Political instability, war, terrorism, civil commotion, riots and looting are all political risks and violence recognised by 11% of respondents as a business threat.

Fire, explosion

While the pandemic has pushed fire and explosions further down the top 10 risks list, large-scale events such as the devastating explosion in the port of Beirut in August 2020 – which industry experts say resulted in total damages of up to \$15bn – are still a concern for 16% of respondents.

16%

13%

Climate change/ increasingly volatile weather

13% of respondents see climate change as a key risk to businesses, particularly its impact on physical loss, as well as supply chains, customers and communities.

> Considered lower risk for businesses

*Source: Allianz Risk Barometer: Identifying major busines risks for 2021

2,769 respondents from 92 countries and territories and 22 industry sectors.

See more : bit.ly/RiskBarometer



