

Transference

RISK

Risk Transference

This involves assigning or transferring the risk to another entity or organization.

In other words, the risk is outsourced because the organization cannot mitigate the risk on it's own due to cost.



Risk Transference

A magnifying glass with a wooden handle is held over a piece of paper. The paper has the word "RISK" printed on it in large, bold, black capital letters. The magnifying glass is focused on the letter "I".

There is a risk of a data center being flooded so the organization pays for insurance.



Next Lesson

Risk Acceptance



LAB CYBER