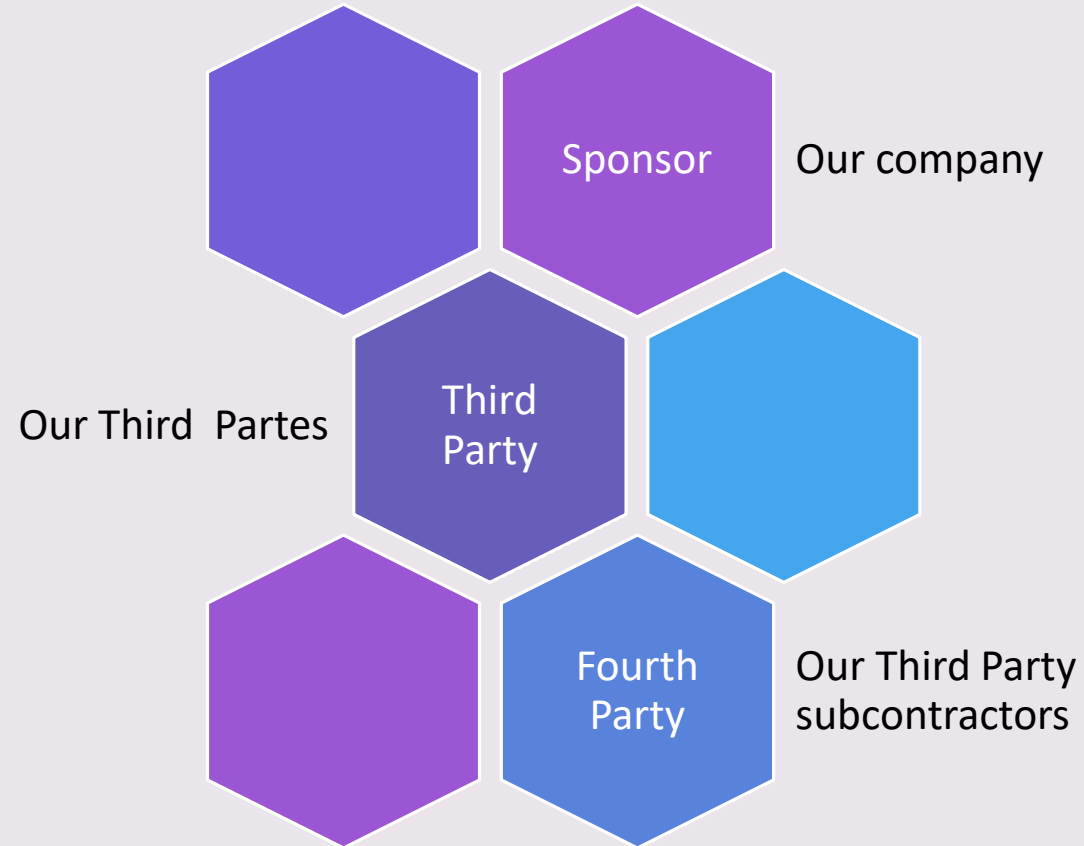


4th Party Contracting Risks Management

Definitions



$$\begin{aligned} &\text{Sponsor Fourth parties \#} \\ &= \\ &\text{\# Third Parties} \\ &\times \\ &\text{\# Fourth Parties} \end{aligned}$$

The challenge

Fourth party oversight is vital

It requires even greater consideration given you have no legal contract with them

Sponsors must have the ability to identify fourth parties and demonstrate how third party oversight and management of them has been assessed

Focus frameworks

Regulatory Requirements

- GCP (E6R2 §5.0 and 5.2)
- Financial Services
- GDPR
- Customer Requirements
 - B2B
- Your Own Requirements

Goal today

PCMG Best practices (Tips, tools, & tactics) for 4th party risk management and oversight

- **Why** it should be checked/managed
- **What** should be checked/managed
- **How** it should be checked/managed
- **When** it should be checked/managed
- **Where** it should be documented

A few questions to be answered

- how subcontracting is addressed in third party contracts
- Approval process for 4° parties ? Which criteria/checks? How to perform it
- Fourth parties risk management programs?
- Audit management for fourth parties?
- How to perform oversight of fourth parties?
- ...others??