

Risk Management

Casio has adopted a multi-faceted approach to assessing the risks associated with its business activities, and takes preventive measures using the “Plan-Do-Check-Act” cycle.

Approach to Risk Management

Casio has endeavored to prevent potential risks from materializing in each of its departments, while also constructing a company-wide crisis management system to ready itself for emergency situations.

In the aftermath of the recent spate of corporate scandals in Japan and elsewhere, stakeholders are paying more attention than ever to the fairness and transparency of corporate management. Casio recognizes the critical business necessity of creating a company-wide environment that ensures risks associated with its business are identified, predicted and prevented, or dealt with and remedied should they materialize.

Casio is working to ensure its own internal control system takes into consideration both Japanese and overseas standards, laws and regulations, such as the JISQ2001— the Japan Industrial Standards’ guidelines on risk management system—and the Sarbanes-Oxley Act in the United States.

Risk Management System

Casio has formed the Risk Management Project Group within the CSR Committee to serve as a vehicle for practical enhancement of risk management.

The project group maintains an overall inventory of risks, which previously had been controlled only at the department level, and assesses and analyzes them for the company as a whole.

The project will also put into place a new management program that encompasses everything from risk prevention to proper response and restoration should a risk materialize. The program will build on and enhance the existing framework.

Creation of a Crisis Management Manual

Casio has issued a crisis management manual that addresses risks that have a high probability of having a serious impact on the company’s business activities and society as a whole.

Specifically, the manual provides instructions in each of the following basic areas for different types of crisis situations:

- (i) Ensuring the safety of employees and their families
- (ii) Protecting corporate assets
- (iii) Ensuring continuation of business activities.
- (iv) Securing the trust of stakeholders.

The manual was formulated with a focus on providing information to all parties affected by a crisis and taking prompt and appropriate steps at an early stage, in cooperation with local communities.

The manual is revised from time to time to reflect changes in the business climate. All stakeholders are thoroughly informed upon each revision.

Risk Management System

