

Enterprise Risk Management and
Cybersecurity:

A Call for Action for Deposit Insurers

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The only certain thing is the uncertainty itself that should avoid us from complacency. Strengthening Enterprise Risk Management (ERM) is one of the most viable solutions that reflect a set of processes and activities to identify, assess, measure, monitor, control, and mitigate the risks exposed to the entity, beyond business-as-usual procedures to anticipate staggering global headwinds. ERM should be comprehensive enough to manage risks from the holding level until the intragroup level, including the impact of climate change risk.

In doing so, we must underline the importance of data quality and the precise risk management mindset in building a strong risk culture. Considering ERMs and the current massive digitalization, cybersecurity measures can never remain static to keep up with the developments in the cyber environment. Not to mention, it is also of utmost importance to identify critical gaps and root causes of problems and deficiencies in a system's operations to be able to reach the desired state of governance, risk, and, compliance.

I believe that the regulators and financial industry should work hand-in-hand to address and undertake better risk management from the recent technologies in a hope of a safer and more secure digital space for all of us. Therefore, through this article, I strongly encourage all deposit insurers around the world to work together in sharing experiences and knowledge in designing risk management frameworks and tackling these risks, especially cybersecurity risks.