

## 5.02 Factors Affecting Business Risks

### Methods of dealing with business risks:

#### Risk reduction:

- Design \_\_\_\_\_ areas to reduce the chance of accident or fire.
- Educate \_\_\_\_\_ on safe use of equipment.
- Check and service safety \_\_\_\_\_ on a regular basis.
- Stress the limits of your company's \_\_\_\_\_.
- Implement ways to reduce \_\_\_\_\_.
- Control employee \_\_\_\_\_.
- Implement ways to reduce \_\_\_\_\_.

#### Risk Transfer:

- Property insurance –
  - Real property –
  - Personal property –
  - Business interruption insurance –
- Casualty insurance –
  - Errors-and-omission insurance –
  - Product liability insurance –
  - Fidelity bonds –
  - Performance bonds –
- Life insurance –
- Worker's Compensation –

#### Risk Retention –

#### Emergency Planning –

#### Avoidance –