

# Risk management framework - assessment scales

<b>Proximity (Optional)</b>	Risk could materialise within: <b>1:</b> >12 months <b>2:</b> 6 -12 months ; <b>3:</b> 3 - 6 months; <b>4:</b> 2 - 3 months; <b>5:</b> Imminent: 1 month;			
<b>Likelihood (L):</b>	<b>1:</b> 0–5%; <b>2:</b> 6–20%; <b>3:</b> 21–50%; <b>4:</b> 51–80%; <b>5:</b> Over 80%.			
<b>Total Score (IxL)</b>	Accept: Up to 4	Medium: 5 to 10	High: 12 to 15	Immediate action: 16 to 25

Risk Impact	0	1	2	3	4	5
Regulatory	No significant risk in this area	Technical breach of regulations with low or none financial or reputational risk	Breach of regulation with potential for fines	Breach of regulation with potential for significant fines	Breach of regulation with likelihood of significant fines	Breach of Regulation with potential for corporate criminality charges eg Health & Safety, Data Protection etc
Contractual	No significant risk in this area	Technical breach of contract with low or none financial impact	Breach of contract with potential for financial penalties	Breach of contract with potential for significant financial penalties	Breach of contract with likelihood of significant financial penalties	Breach of contract with threat of legal action
Financial	0 - \$50K	\$51K - \$100K	\$101K - \$200K	\$201K - \$500K	\$501K - \$1M	>\$1M
Operational	No significant risk in this area	Impact on individual IT User	Impact on group of IT Users	Impact on a Business Unit operations	Impact on Division operations	Impact on the entire organisation operations
Reputational	No significant risk in this area	Impact individual reputation	Impact on IT reputation	Impact on a Business Unit reputation	Impact on Division	Impact on the entire organisation
Project	No significant risk in this area	Impact on critical path for a Departmental Project or showstopper for small project	Impact on critical path for a major IT Project or Business Unit Project or show stopper for a Intra-Departmental project	Impact on critical path for a Divisional or Business Project or showstopper for Business Unit project	Impact on critical path or showstopper for Business and major Strategy Projects	Impact on critical path on high profile organisational Project

Credit: I can't remember where I got this, but it's been very useful over the years, so thank you!!