

J Cassidy Business Focus Limited

<https://www.jcbfl.co.uk>

jane.cassidy@jcbfl.co.uk

+44 (0) 7717 705054 or +44 (0) 1920 872324

Registered in England & Wales - Reg. No. 11370541

Reg. Office: 69b The Maltings Business Centre, Roydon Road, Stanstead Abbots, Hertfordshire SG12 8UU

GENERAL RISK SCORING : IMPACT vs. PROBABILITY MANAGED RISKS

PROBABILITY INCREASING	3	INHERENT RISK	1.5	3	6	9
	2	INHERENT RISK	1	2	4	6
	1	INHERENT RISK	0.5	1	2	3
	0.5	INHERENT RISK	0.25	0.5	1	1.5
	0	INHERENT RISK	INHERENT RISK	INHERENT RISK	INHERENT RISK	INHERENT RISK
IMPACT INCREASING						
		0	0.5	1	2	3

KEY ASSUMPTION: Risk Probability and Risk Impact, after controls, are equally weighted

INTERNAL AUDIT: CONTROL DESIGN & PERFORMANCE RATING

PROBABILITY INCREASING	3	EFFECTIVE CONTROL	1.5	3	6	9
	2	EFFECTIVE CONTROL	1	2	4	6
	1	EFFECTIVE CONTROL	0.5	1	2	3
	0.5	EFFECTIVE CONTROL	0.25	0.5	1	1.5
	0	EFFECTIVE CONTROL	EFFECTIVE CONTROL	EFFECTIVE CONTROL	EFFECTIVE CONTROL	EFFECTIVE CONTROL
IMPACT INCREASING						
		0	0.5	1	2	3

KEY ASSUMPTION: Risk Probability and Risk Impact, after controls, are equally weighted

KEY:

HIGH: SCORE 6 TO 9
The residual risk after IA consideration of the adequacy and/or effectiveness of controls/risk mitigation remains High according to the organisation's risk matrix. This is above the acceptable risk tolerance level.
SIGNIFICANT: SCORE 3 TO 4
The residual risk after IA consideration of the adequacy and/or effectiveness of controls/risk mitigation remains Significant according to the organisation's risk matrix. This is above the acceptable risk tolerance level.
MEDIUM: SCORE 1 to 2
The residual risk after IA consideration of the adequacy and/or effectiveness of controls/risk mitigation is Medium according to the organisation's risk matrix. This is within the organisation's risk tolerance.
LOW: Advisory only. SCORE 0.25 to 0.5
There is no risk impact and therefore no audit recommendation for the advisory audit finding.
EFFECTIVE CONTROL: Score 0 to 0.25
Positive Internal Audit findings which are only referred to in the Executive Summary of the IA Report.