

## Unit 420

## Manage business risk

<b>UAN:</b>	<b>L/506/2004</b>
<b>Level:</b>	4
<b>Credit value:</b>	6
<b>GLH:</b>	27
<b>Relationship to NOS:</b>	Management & Leadership (2012) National Occupational Standards: <ul style="list-style-type: none"><li>• CFAM&amp;LBB1 Manage risks to your organisation</li></ul>
<b>Assessment requirements specified by a sector or regulatory body:</b>	Skills CFA Assessment Strategy Competence units (S/NVQ)
<b>Aim:</b>	This unit aims to develop the knowledge and skills required to manage business risk. Upon completion of this unit, learners will have developed an understanding of the management of business risk, and will be able to address and mitigate business risk.

<b>Learning outcome</b>
The learner will: 1. understand the management of business risk
<b>Assessment criteria</b>
The learner can: 1.1 explain what is meant by business risk 1.2 analyse business risk identification theories and models 1.3 explain measures and techniques to mitigate business risk 1.4 explain their own level of authority in managing risk.

<b>Learning outcome</b>
The learner will: 2. be able to address business risk
<b>Assessment criteria</b>
The learner can: 2.1 monitor work in line with organisational risk procedures 2.2 identify potential risks using agreed risk criteria 2.3 assess identified risks, their potential consequences and the probability of them happening 2.4 communicate to stakeholders the likelihood of the risk occurring and its potential consequences 2.5 explain organisational business risk management policies.

<b>Learning outcome</b>
The learner will: 3. be able to mitigate business risk
<b>Assessment criteria</b>
The learner can: 3.1 develop risk management plans and processes that are proportionate to the risk and the available resources 3.2 implement risk management plans in accordance with organisational requirements 3.3 monitor on-going risk-related developments and amend plans in the light of changing circumstances 3.4 keep stakeholders informed of any developments and their possible consequences 3.5 evaluate the effectiveness of actions taken, identifying possible future improvements.