Unit 413 Manage business risk

UAN:	**L/506/2004**
Level:	4
Credit value:	6
GLH:	27
Relationship to NOS:	Management & Leadership (2012) National Occupational Standards: • CFAM&LBB1 Manage risks to your organisation
Assessment requirements specified by a sector or regulatory body:	Skills CFA Assessment Strategy Competence units (S/NVQ)
Aim:	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.

Learning outcome
The learner will: 1. understand the management of business risk
Assessment criteria
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.

Assessment Guidance
Evidence may be provided by: • report* • professional discussion • questioning

Learning outcome
The learner will: 2. be able to address business risk

Assessment criteria
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.

Assessment Guidance
Evidence may be provided by: • report* • professional discussion • questioning • product • witness testimony

Learning outcome
The learner will: 3. be able to mitigate business risk
Assessment criteria
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.

Assessment Guidance
Evidence may be provided by: • report* • professional discussion • questioning • product • witness testimony

Additional Guidance *

Should candidates submit a report it is anticipated this would cover the full unit and therefore be a minimum of 3500 words to a maximum of 6000 words and based on their own organisation.

(The above guidance has been introduced for use from March 2016.)