

DOCUMENT TYPE

Business Risk Assessment Process

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When to use

We have created this Pathway to help you through the process of creating and updating your business risk assessment. While there is a business risk management pathway, this one takes you through the steps for building a detailed business risk analysis, prioritisation and mitigation strategy for your business. Best of all, if you are a regulated entity located in Jersey, it will help you meet your business risk assessment requirements. From a business perspective, it's good to look at a full range of potential risks, not just AML/KYC-related issues, and we've provided suggestions for you to consider as you produce and update your business risk assessment and mitigation planning.

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What's included

We've listed here the Stages and Tasks for this Pathway. We've also included a list of the Task Forms where you can capture documents, and any sample documents included as part of the Pathway

STAGE	TASKS	TASK FORMS	TASK DOCUMENTS
Business Risk Identification	<ul style="list-style-type: none">• Identify Existing Risk Across all Functional Areas of the Business• Assess Impact and Likelihood of Risks• Rank Identified Risks Based on Both Objective and Subjective Considerations		<ul style="list-style-type: none">• Checklist of Business Risk Assessment Topics• Risk Impact and Probability Assessment Matrix• Ranking Risks for Your Business

STAGE	TASKS	TASK FORMS	TASK DOCUMENTS
Business Risk Treatment	<ul style="list-style-type: none"> Identify Existing Controls Against Identified Risks Score Effectiveness of Existing Controls on Assessed Risks Identify New Controls Against Identified Risks 	<ul style="list-style-type: none"> Assessed Risks vs Controls Form Identified Risks vs new controls form 	<ul style="list-style-type: none"> Internal Risk Control Options
Business Risk Management Planning	<ul style="list-style-type: none"> Create a Risk Register for all Identified Risks Assess Inherent Risks (pre-controls) Structure Assess Residual Risk (post controls) Structure Rank Identified Risks Based on Both Object and Subjective Considerations Document the Process 	<ul style="list-style-type: none"> Business Risks Form Business Risks Form Business Risks Form Business Risks Form Business Risks Form 	

STAGE	TASKS	TASK FORMS	TASK DOCUMENTS
Business Risk Management Implementation	<ul style="list-style-type: none"> • Roll Out Risk Objectives and Framework to the Organization • Set a Risk Tolerance Structure which Defined Maximum Acceptable Residual Risk • Consider Key Risks Where Residual Risk is Above Risk Tolerance • Consider Focus Control Enhancements • Set Up Risk Management Training 		
Business Risk Management Review & Evaluation	<ul style="list-style-type: none"> • Assess Compliance • Assess Effectiveness of Controls • Update Controls where Necessary • Agree On-going Periodic Review Timetable • Establish Framework to Identify New or Emerging Risks • Report on Results of Risk Management Process to Key Stakeholders 	<ul style="list-style-type: none"> • Assess Compliance Control Form • Business Risk Form • Business Risk Form • Business Risk Form • Business Risk form 	