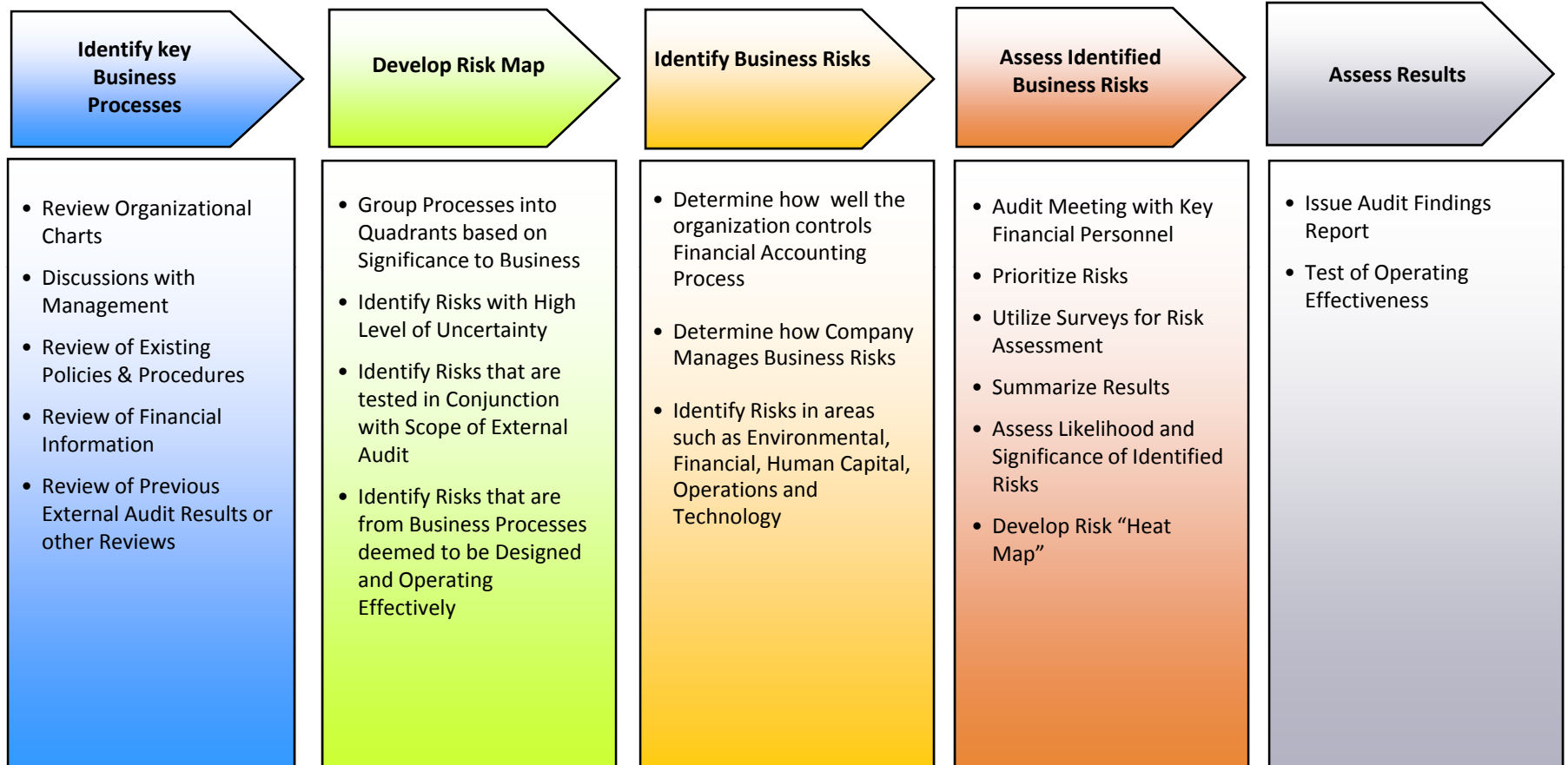


Enterprise Risk Assessment Risk Categories



Enterprise Risk Assessment Assessment Flow



Enterprise Risk Assessment Heat Map

<p>Moderate Risks – Quadrant II</p> <p>Business processes in Quadrant II continue to be significant to the organization, but evidence exists that they are designed and operating effectively. As Quadrant I processes are improved, they move to Quadrant II.</p> <p>Quadrant II processes should be assessed on a rotational basis, or as the process changes. Annual “updates” should also be performed to verify the process remains intact.</p>	<p>Maximum Risks – Quadrant I</p> <p>Business processes in Quadrant I are both very significant to the organization and have a high level of uncertainty. These processes should be included in the current year assessment plan.</p> <p>Over time, the uncertainty level associated with these processes should be reduced and the process will be able to move to Quadrant II. Clearing Quadrant I of processes frees up resources for other projects.</p>
<p>Minimal Risk – Quadrant IV</p> <p>Business processes in Quadrant IV are of lower significance to the organization, and evidence exists that they are designed and operating effectively.</p> <p>Quadrant IV processes need only be included in assessments when significant changes are made to the process or evidence suggests there may be a problem.</p>	<p>Moderate Risks – Quadrant III</p> <p>Business processes in Quadrant III are of lower significance to the organization. However, these processes continue to have a high level of uncertainty. Because of this uncertainty, they should still be considered for assessment.</p> <p>Depending upon resource availability, at least one to two of these processes should be included in the assessment plan. Over time, the uncertainty levels associated with those processes should be reduced and the process will be able to move to Quadrant IV.</p>