
Overview

This standard is about monitoring and reviewing risk management strategies, policies and processes. It includes confirming the criteria by which the strategy will be monitored and reviewed and the responsibility for doing so, establishing and agreeing a review framework, methodology and resources, collecting valid, reliable and comprehensive data and evaluating qualitative and quantitative data. It is for risk management professionals and others who are responsible for monitoring and reviewing risk management strategies, policies and processes.

**Performance
criteria**

- You must be able to:
- P1 confirm the criteria by which the risk management strategy will be monitored and reviewed, and by whom
 - P2 establish a review framework and agree it with appropriate stakeholders
 - P3 agree the most appropriate review methodology and associated resources with appropriate stakeholders
 - P4 collect valid, reliable and comprehensive data, including feedback from key stakeholders
 - P5 use agreed methods to review quantitative and qualitative data against agreed criteria
 - P6 identify the reasons for variances in performance against expectations
 - P7 report on the findings of the review in the agreed format
 - P8 provide assurance to appropriate organisational groups in respect of the effectiveness of the risk management process
 - P9 ensure that the risk management strategies, policies and processes in use enable the effective management of risk
 - P10 take appropriate action based on the outcomes of the review

Knowledge and understanding**You need to know and understand:**

- K1 the organisation's purpose, vision and values, strategy and business plan
- K2 the structure of the organisation and its products and/or services
- K3 the culture of the organisation and its appetite for and attitude to risk
- K4 current legal and regulatory requirements and standards that apply to risk management
- K5 principles of good governance, environmental and social responsibility and ethical practice that apply to risk management
- K6 the concepts of risk management and risk awareness
- K7 the business environment and market within which the organisation operates
- K8 the organisation's policies and procedures for risk management, and associated supporting documentation
- K9 the content of a review framework and how to develop this
- K10 methods that can be used for review, and how to select those that are best suited to the particular circumstances
- K11 sources of valid and reliable data
- K12 how to apply review methods
- K13 assurance mechanisms and rationale
- K14 how to use evidence from the review to make decisions on appropriate action

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