

ISO 31000 2009 TRANSLATED INTO PLAIN ENGLISH

5. RISK MANAGEMENT PROCESS

5.5 FORMULATE AND IMPLEMENT YOUR RISK TREATMENT PLANS

5.5.1 EXPLORE YOUR ORGANIZATION'S RISK TREATMENT OPTIONS

255	Establish a cyclical risk treatment process.	TODO	DONE	N/A	<p>Risk treatment is a continuous cyclical process. This cycle starts when you assess a risk treatment option and you decide whether your residual risk level is tolerable once your treatment has been implemented. Whenever you cannot tolerate your residual risk level, you assess the effectiveness of new risk treatment options. And thus the cycle continues.</p> <p><i>Risk treatment</i> is a risk modification process. It involves selecting and implementing one or more treatment options. Once a treatment has been implemented, it becomes a control or it modifies existing controls. You have many treatment options. You can avoid the risk, you can reduce the risk, you can remove the source of the risk, you can modify the consequences, you can change the probabilities, you can share the risk with others, you can simply retain the risk, or you can even increase the risk in order to pursue an opportunity.</p> <p>While Part 5.5.1 does not actually mention reducing, mitigating, preventing, and eliminating risk, these risk treatment options are mentioned in Part 2.25, above. That's why we've added them here.</p>
256	Assess your chosen risk treatment option.	TODO	DONE	N/A	
257	Decide whether residual risk levels are tolerable once risk treatments have been implemented.	TODO	DONE	N/A	
258	Generate new risk treatment options whenever you cannot tolerate your residual risk levels.	TODO	DONE	N/A	
259	Evaluate the effectiveness of your new risk treatment options.	TODO	DONE	N/A	
260	Consider your risk treatment options.	TODO	DONE	N/A	
261	Consider trying to avoid the risk.	TODO	DONE	N/A	
262	Consider not starting the activity that gives rise to your risk.	TODO	DONE	N/A	
263	Consider not continuing the activity that gives rise to your risk.	TODO	DONE	N/A	
264	Consider trying to reduce the risk.	TODO	DONE	N/A	
265	Consider trying to mitigate your risk.	TODO	DONE	N/A	
266	Consider trying to prevent your risk.	TODO	DONE	N/A	
267	Consider trying to eliminate your risk.	TODO	DONE	N/A	
268	Consider trying to remove the source of the risk.	TODO	DONE	N/A	
269	Consider trying to change the consequences.	TODO	DONE	N/A	
270	Consider trying to change the impact that consequences could have on your ability to achieve objectives.	TODO	DONE	N/A	
271	Consider trying to change the probabilities.	TODO	DONE	N/A	

ORGANIZATION:

YOUR LOCATION:

COMPLETED BY:

DATE COMPLETED:

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AUG 2010

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272	Consider trying to reduce the likelihood that unwanted consequences and impacts will actually occur in the future.	TODO	DONE	N/A	
273	Consider trying to share the risk with others.	TODO	DONE	N/A	
274	Consider using contracts and risk financing to share the risk with other parties.	TODO	DONE	N/A	
275	Consider retaining the existing risk.	TODO	DONE	N/A	
276	Consider taking or increasing the risk.	TODO	DONE	N/A	
277	Consider enduring the risk if you need to pursue an important opportunity.	TODO	DONE	N/A	

5.5.2 SELECT YOUR ORGANIZATION'S RISK TREATMENT OPTIONS

278	Select the most appropriate risk treatment options.	TODO	DONE	N/A	
279	Consider costs and benefits when you make risk treatment decisions.	TODO	DONE	N/A	
280	Compare the cost with the benefit of implementing risk treatment measures.	TODO	DONE	N/A	
281	Consider combining several treatment options in order to reduce your cost and increase your benefits.	TODO	DONE	N/A	
282	Consider treating risks that cannot easily be justified on economic grounds but, nevertheless, ought to be addressed.	TODO	DONE	N/A	
283	Consider treating low probability risks that could have severe negative consequences.	TODO	DONE	N/A	
284	Consider the new potential risks that your risk treatment options could introduce.	TODO	DONE	N/A	
285	Consider the possibility that your chosen risk treatment could be ineffective or fail completely.	TODO	DONE	N/A	
286	Monitor your risk treatments in order to ensure that they continue to be effective.	TODO	DONE	N/A	

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287	Consider the possibility that your chosen risk treatments could introduce new secondary risks.	TODO	DONE	N/A	
288	Make sure that your risk treatments deal with these secondary risks.	TODO	DONE	N/A	
289	Monitor and review your risk treatments to ensure that they also deal with these secondary risks.	TODO	DONE	N/A	
290	Identify, maintain, and monitor the link between primary and secondary risks.	TODO	DONE	N/A	
291	Consider the values and perceptions of stakeholders when you make risk treatment decisions.	TODO	DONE	N/A	
292	Consider involving stakeholders in your risk treatment decision making process.	TODO	DONE	N/A	
293	Consider involving internal stakeholders whenever your risk treatment options could affect risk elsewhere in your organization.	TODO	DONE	N/A	
294	Consider involving external stakeholders whenever your risk treatment options could affect other risks that stakeholders face.	TODO	DONE	N/A	
295	Consider how risk treatment measures will be communicated and discussed with stakeholders.	TODO	DONE	N/A	
296	Consider selecting risk treatments that are both effective and acceptable to most stakeholders.	TODO	DONE	N/A	
297	Consider legal, regulatory, and other requirements when you make your risk treatment decisions.	TODO	DONE	N/A	
298	Consider your organization's social responsibilities and obligations when making risk treatment decisions.	TODO	DONE	N/A	
299	Consider the responsibility you have to protect the natural environment.	TODO	DONE	N/A	

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