

Title	Demonstrate knowledge of risk management in an organisation		
Level	4	Credits	6

Purpose	<p>People credited with this unit standard are able to demonstrate knowledge of risk management in an organisation.</p> <p>This unit standard is for people who have or seek foundation knowledge and understanding of risk management principles and processes that are generic to multiple contexts, and who may intend to progress with higher level application of risk management principles.</p>
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Classification	Business Operations and Development > Organisational Direction and Strategy
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Available grade	Achieved
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Guidance Information

- 1 Unit standards in the Organisational Direction and Strategy domain are about analysing influences, determining strategies for an envisioned future, and enabling the alignment of the organisation to achieve that future.
- 2 Activity associated with this unit standard, including assessment evidence identified in the performance criteria, must be in accordance with the AS/NZS ISO 31000: 2009 *Risk management – Principles and guidelines* standard, available from Standards New Zealand at www.standards.co.nz.
- 3 Definitions
Organisation refers to a business entity which may be – in private, public, or community and volunteer sectors; a business unit, Māori, or other special-purpose body.
Risk and other specialist risk management terms are in AS/NZS ISO 31000: 2009 *Risk management – Principles and guidelines* and associated companion documents available from Standards New Zealand at www.standards.co.nz.
- 4 Legislation and regulations
Assessment materials must reflect relevant and current legislation, standards, regulations, acknowledged industry and/or business practices, policies and procedures, and specific legislation relevant to an organisation;
Health and Safety at Work Act 2015;
Privacy Act 2020;
Standards and Accreditation Act 2015;
Climate Change Response (Zero Carbon) Amendment Act 2019.

5 References

AS/NZS ISO 31000: 2009 *Risk management – Principles and guidelines*.

New Zealand Institute of Safety Management website <http://www.nzism.co.nz/>.

Outcomes and performance criteria

Outcome 1

Demonstrate knowledge of risk management in an organisation.

Performance criteria

- 1.1 The purposes of applying a risk management process in an organisation are explained.
- 1.2 The principles that underpin risk management are explained.
- Range eleven principles.
- 1.3 Potential causes and consequences of risk are identified and explained.
- Range potential causes and consequences of risk may include but are not limited to – technical, people, reputation, operational, organisational, legal, financial; five different causes and the consequence(s) of each.
- 1.4 Steps in the risk management process in an organisation are explained in terms of their components.
- Range all steps of the process, and maintaining a record of activities; proposed communication and consultation with stakeholders.
- 1.5 The elements associated with the assembly of a risk management plan in the organisation are identified and explained in terms of their purpose.
- Range elements in the plan may include but are not limited to – goals, method, roles and responsibilities, risk analysis process and/or tools and/or techniques, documentation and risk register, risk categories, risk thresholds, communication, audit, budget; evidence of five elements required.

Planned review date	31 December 2025
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Status information and last date for assessment for superseded versions

Process	Version	Date	Last Date for Assessment
Registration	1	30 July 2001	31 December 2012
Rollover and Revision	2	18 March 2011	31 December 2014
Review	3	15 November 2012	31 December 2023
Review	4	17 March 2016	31 December 2023
Review	5	24 June 2021	N/A

Consent and moderation requirements (CMR) reference

0113

This CMR can be accessed at <http://www.nzqa.govt.nz/framework/search/index.do>.

Comments on this unit standard

Please contact NZQA National Qualifications Services nqs@nzqa.govt.nz if you wish to suggest changes to the content of this unit standard.