

<b>Title</b>	<b>Analyse and rate complex risks and assist with developing improvements to risk assessment criteria for an organisation</b>		
<b>Level</b>	<b>6</b>	<b>Credits</b>	<b>8</b>

<b>Purpose</b>	<p>This unit standard is intended for experienced practitioners who manage aspects of risk management and compliance management systems and processes within an organisation.</p> <p>People credited with this unit standard are able to:</p> <ul style="list-style-type: none"> <li>– demonstrate knowledge of tools used in analysing and rating complex risks;</li> <li>– analyse and rate complex risks for an organisation; and</li> <li>– assist with developing improvements to risk assessment criteria for an organisation.</li> </ul>
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<b>Classification</b>	Business Environment > Organisational Risk and Compliance Management
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<b>Available grade</b>	Achieved
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### Guidance Information

- 1 Assessment against this unit standard must be based on evidence from a real or simulated workplace situation, provided the simulation reflects industry requirements and requires performance that replicates a real working environment.
- 2 References  
*ISO 31000:2018 Risk management - Guidelines;*  
*ISO 19600:2014 Compliance management systems - Guidelines;*  
*NZS/AS 3806-2006 Compliance programmes;*  
 and subsequent updates and amendments.  
 These references and associated companion documents are available from Standards New Zealand [www.standards.co.nz](http://www.standards.co.nz) and the International Organisation for Standardisation [www.iso.org/home.html](http://www.iso.org/home.html).
- 3 Definitions  
*Complex risks* are compliance-related risks and non-compliance related risks. They differ from organisation to organisation and are industry-specific, occur less frequently or with a lower probability, are multifaceted (affected by more drivers), and affect more than one part of the organisation.  
*Industry practice* includes policies, procedures, and standards that competent practitioners in the industry recognise as current industry good practice.  
*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 assessment criteria* refers to the set of attributes, factors and scales or measures used to assess risks and compliance-related risks. Candidates are not expected to develop their own risk assessment criteria for this unit standard. Definitions of risk and other specialist risk management, compliance management, and compliance programmes terms are found in the references above.

- 4 Recommend unit for entry: Unit 31700, *Identify and communicate the risks and compliance obligations for an organisation*.
- 5 Assessment of all outcomes and performance criteria should reflect the principles of the Standards listed in the unit; in addition, should also reflect current legislation, Standards, and regulations relevant to an organisation.
- 6 All performance criteria in this unit standard must be in accordance with industry practice.

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## Outcomes and performance criteria

### Outcome 1

Demonstrate knowledge of tools used in analysing and rating complex risks.

#### Performance criteria

- 1.1 Explain complex risks in terms of inherent risk and residual risk.
- 1.2 Explain tools used to analyse inherent risk and residual risk using examples of complex risks.
- 1.3 Explain tools used to rate inherent risk and residual risk using examples of complex risks.

### Outcome 2

Analyse and rate complex risks for an organisation.

#### Performance criteria

- 2.1 Analyse complex risks using existing risk assessment criteria.
- 2.2 Rate and determine level of importance for rated complex risks.
- 2.3 Document analysis processes and outcomes from rating complex risks.

### Outcome 3

Assist with developing improvements to risk assessment criteria for an organisation.

**Performance criteria**

3.1 Research factors in the risk and compliance environment to assist in the improvement of existing risk assessment criteria for complex risks.

Range factors may include but are not limited to – political, legal, technological, economic, environmental, social, ethical.

3.2 Make recommendations for new risk assessment criteria.

3.3 Make recommendations for improvements to existing risk assessment criteria.

<b>Planned review date</b>	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	25 June 2020	N/A

<b>Consent and Moderation Requirements (CMR) reference</b>	0121
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This CMR can be accessed at <http://www.nzqa.govt.nz/framework/search/index.do>.

**Comments on this unit standard**

Please contact The Skills Organisation [reviewcomments@skills.org.nz](mailto:reviewcomments@skills.org.nz) if you wish to suggest changes to the content of this unit standard.