



CENTRAL PHILIPPINE UNIVERSITY

RISK AND OPPORTUNITY RATING SCHEME

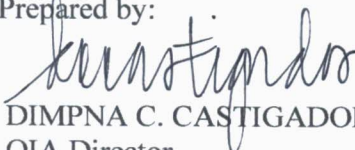
Effective Sept. 22, 2023

Likelihood, L		Severity, S		
Scale	Definition	Scale	Risk (negative effect)	Opportunity (positive effect)
5 Almost certain	Often occurs; once a week	5 Extreme	Can affect business continuity, e.g., legal sanctions; can result to severe and irreversible damage to CPU's reputation, loss of market position or loss of customers	Offers potentially exceptionally high positive impact on ROI/ financial and/or operational performance and other business performance areas
4 Likely	Could easily happen; once a month	4 Major	Can result to significant financial losses or can pose a threat to operations and educational service delivery	Offers potentially major significant positive impact on financial/ROI, operations and other business aspects
3 Moderate	Could happen or known it to happen; once a year	3 Moderate	Can affect effectiveness and efficiency of business operations in a certain degree	Offers potentially moderate positive impact on ROI/ financial and other areas of business operations
2 Unlikely	Has not happened yet but could; once in 10 yrs	2 Minor	Minimal impact to CPU's business and operations; can be possibly accepted as it is	Offers minimal positive impact to CPU's business and operations
1 Rare	Conceivable but only in extreme circumstances; once in 100 yrs	1 Insignificant	No impact at all	No opportunity at all

Notes:

1. Risk/ Opportunity Rating, R = Likelihood (L) x Severity (S)
2. Risk Level/Opportunity Level, ROL = Risk/Opportunity Rating (R) - Existing Control (EC)
3. Thresholds:
 Significant Risk Level = 9. If more than 9, and any S = 5, need action plan to address risks and opportunities
 Significant Opportunity Level = 12. If more than 12, opportunity is considered to be pursued by concerned management

Prepared by:


 DIMPNA C. CASTIGADOR
 OIA Director

Approved by:


 TEODORO C. ROBLES, PhD
 President