Appendix 1 – Risk Matrix INSTITUTION NAME

	Key Inherent Risks						Quality of Risk Management								
							1st Line of Defence 2nd Line of Defence		3 rd Line of Corporate Governance				1		
Significant Activities (Date of Last In-depth Assessment)	Credit	Market	Insurance	Operational	Regulatory Compliance	Strategic	Operational Management	Compliance	Risk Management	Internal Audit	Senior Management	Board	Net Risk	Importance	Direction of Risk
Centralized Activities															
Information Technology															
Treasury				ļ 	ļ										
AML															
Preliminary Overall Rating															
Other (where applicable)															
Overall Net Rating															

	Rating	Direction of CRR	Time Frame
Earnings			
Capital			
Liquidity			
Composite Risk			

Intervention Rating	

Note: For Inherent Risk, Net Risk,

Overall Net Risk and Composite Risk: "L" = Low; "M" = Moderate; "AA" = Above Average; "H" = High

For Quality of Risk Management, Earnings, Capital and Liquidity: "S" = Strong; "A" = Acceptable; "NI" = Needs Improvement; "W" = Weak

Net Risk Ratings (in exceptional cases), Overall Net Risk and Composite Risk ratings: "D" = Decreasing; "S" = Stable; "I" = Increasing For Importance: "H" = High; "M" = Medium; "L" = Low For Intervention Ratings: "0" = No Problems/Normal Activities; "1" = Early Warning; "2" = Risk to Financial Viability or Solvency; "3" = Future Financial Viability in Serious Doubt; "4" = Company Not Viable / Insolvency Imminent. Where there is a change in a rating or the direction of a rating: The revised rating or direction should be added to the appropriate cell, and the previous rating or direction placed next to it in brackets ("()"). The comparative rating should only be included until the next update of the Risk Matrix. This will ensure that only ratings that are changed in a given period are highlighted in this manner. The Supervisory Ratings Application (SRA) should be updated as appropriate.