



6. Risk Assessment Practice

Activities:

- **Tool:** Google Sheets
- **Task:** Calculate ALE for a mock scenario.

Mock Scenario

Let's use this example:

- Asset: Financial Database
- SLE (Single Loss Expectancy): \$50,000
- ARO (Annual Rate of Occurrence): 0.1 (i.e., once every 10 years)

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V
1	Asset	Financial Database																				
2	SLE(S)	50000																				
3	ARO	0.1																				
4	ALE	5000																				
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Annualized Loss Expectancy (ALE) = \$5000



Enhanced Tasks:

- **ALE Calculation:** Calculate ALE for a ransomware scenario (SLE = \$10,000, ARO = 0.2) in Google Sheets. Document: $ALE = SLE \times ARO$.

The screenshot shows a Google Sheets spreadsheet with the following data:

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R
1																		
2	SLE(\$)	10000																
3	ARO	0.2																
4	ALE	2000																
5																		
6																		
7																		
8																		
9																		
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ALE = \$2000

- **Risk Matrix:** Create a 5x5 risk matrix (Likelihood vs. Impact) and score the ransomware scenario.

	1 (Insignificant)	2 (Minor)	3 (Moderate)	4 (Major)	5 (Catastrophic)
5 (Almost Certain)	5	10	15	20	25
4 (Likely)	4	8	12	16	20
3 (Possible)	3	6	9	12	15
2 (Unlikely)	2	4	6	8	10
1 (Rare)	1	2	3	4	5