

[1] Risk Type =
Direct or Indirect
Resource
Business
Technical
Schedule

[2] Impact is a numerical value, usually between 1 and 5, that represents the impact to the project if the risk comes true.
5 is a HIGH IMPACT and 1 is LOW IMPACT.

[3] Probability is the percentage chance that a risk will occur.

[4] Magnitude is the result of the multiplication of Probability and Impact, providing a joint metric suitable for sorting.