

## SERIES 1

# RISK OVERSIGHT

## WHAT EVERY DIRECTOR NEEDS TO KNOW

BOARD  
SNIPPETS



Risk management continues to gain prominence on the Board agenda as Boards focus on building more agile and resilient companies. Boards play a critical role in guiding management and holding them accountable for the identification, measurement, monitoring and management of key risks.

### Risk Governance

- 01** Is the risk governance structure sufficient to meet the current challenges?



- 02** Have we articulated the risk appetite including ESG criteria to guide management?



- 03** Are the processes in place for identifying, measuring and monitoring risks adequate?



### Risk Assessment

- 04** Is there a relevant risk assessment framework in place?



- 05** How is risk linked to business strategy?



- 06** How effective are the mitigation plans and internal controls?



Severity of Impact

Likelihood of Occurrence

Velocity of Risk

Effectiveness of Mitigation Plans & Internal Control

Residual Risk

### Risk Monitoring

- 07** Are risk dashboards and metrics aligned to strategic goals and objectives?



- 08** Is risk management integrated into strategic planning, and training functions?



- 09** Are there open, insightful and ongoing discussions on risk at all levels including the Board?



This is part of a series developed by The Sri Lanka Institute of Directors to strengthen corporate governance. For inquiries on membership, activities and training, please contact the Secretariat on [www.slid.lk](http://www.slid.lk) or 011 779 495210

SLID

THE SRI LANKA  
INSTITUTE OF  
DIRECTORS