

Risk Classification Exercise

For the following examples, please answer:

- Does this represent a *risk* (event), a contributory factor or an impact/consequence?
- If the condition represents a risk factor or controllable factor, in which event risk class (or classes) do the losses manifest themselves (e.g., underwriting risk, operational risk, market risk)?

Sample Risk Issue	Risk (event), contributory factor, or impact /consequence?
1. <i>Concentration (of employees) risk</i>	
2. <i>Business continuity planning risk</i>	
3. <i>Hurricane risk</i>	
4. <i>Incentive risk</i>	
5. <i>Mortality risk</i>	
6. <i>Liquidity risk</i>	
7. <i>Human risk</i>	
8. <i>Legal risk</i>	
9. <i>Loss reserving risk</i>	
10. <i>Interest rate risk</i>	
11. <i>Sales practices risk</i>	
12. <i>Competition risk</i>	
13. <i>Compliance risk</i>	
14. <i>Supply chain risk</i>	
15. <i>Reputation risk</i>	
16. <i>Terrorism risk</i>	
17. <i>Governance risk</i>	
18. <i>IT system failure risk</i>	