PAC INSTITUTE OF TECHNOLOGY AND SOCIAL STUDIES
MAY – AUGUST 2025 ASSESSMENT

FORMATIVE ASSESSMENT

Course	: BUSINESS MANAGEMENT
Level	: 6
Unit of Competency	: BUSINESS RISK CONTROL 2

WRITTEN ASSESSMENT
TIME: 3 HOURS

INSTRUCTIONS TO THE CANDIDATE:

1. *Read all the instructions carefully before attempting the questions.*
2. *This paper consists of two sections, A & B.*
3. *You are allowed 3 Hours to Answer the questions.*
4. *Marks for each question are indicated in brackets.*
5. *Write your responses in the Separate Answer booklet provided.*
6. *Do not write anything on this question paper.*

SECTION A: (40 MARKS)

*Answer **ALL** questions in this section.*

1) Define the term risk impact and explain four importance in the risk management process. (4 Marks)

2) Outline four examples of legal and regulatory compliance checks in risk mitigation. (4 Marks)

3) Identify four methods of identifying new risk areas within a business. (4 Marks)

4) List four ways on how changes in risk levels should be reported in a business risk management report. (4 Marks)

5) List four steps involved in developing and implementing a risk mitigation plan. (4 Marks)

6) Outline four ways on how to monitor compliance with legal and regulatory requirements as part of internal control. (4 Marks)

7) Outline a plan for monitoring and evaluating risk management processes in an organization. (4 Marks)

8) State four ways on how to prepare and share a business risk management report, highlighting key components that must be included. (4 Marks)

9. List four things that should be done when changes in risk impact or likelihood are reported. (4 Marks)

10. Highlight four significances of Training staff on risk management regularly. (4 Marks)

SECTION B: (60 MARKS)

*Answer any **THREE** questions in this section.*

11a) Explain the steps involved in developing and implementing a risk mitigation plan and discuss how to monitor its success. (10 Marks)

b) Identify and explain five major changes in business risk that must be reported in a comprehensive risk management report. (10 Marks)

12a) Discuss five importance of identifying major changes in risks and explain how to implement risk management recommendations based on these changes. (10 Marks)

b) Analyze how risk management can be integrated into daily operations of a business and its long-term benefits. (10 Marks)

13a) Discuss five key elements of a risk monitoring and evaluation plan and explain how each element supports continuous improvement in risk management process. (10 Marks)

b) Using a case of a logistics company expanding its delivery network to remote areas identify three new potential risk areas and explain how you would modify their impact and likelihood after evaluation. (10 Marks)

14a) Explain five significance of conducting risk management training for all staff in a large organization. (10 Marks)

b) You are the risk officer at PAC university that experience a cyberattack draft a report outline that includes sections on changes in risk impact, corrective recommendations and follow up actions. (10 Marks)