



Australian Government

FNSFMK507 Analyse risk mitigation in the operations process

Release: 1

FNSFMK507 Analyse risk mitigation in the operations process

Modification History

Release	Comments
Release 1	This version first released with FNS Financial Services Training Package Version 1.0.

Application

This unit describes the skills and knowledge required to analyse financial market operations risks and determine appropriate mitigation and treatment methods.

It applies to individuals with highly specialised knowledge who use analytical skills and systematic approaches to make judgements and provide organisational advice relating to risk.

Work functions in the occupational areas where this unit may be used are subject to regulatory requirements. Refer to the FNS Implementation Guide Companion Volume or the relevant regulator for specific guidance on requirements.

Unit Sector

Financial markets

Elements and Performance Criteria

ELEMENT	PERFORMANCE CRITERIA
<i>Elements describe the essential outcomes.</i>	<i>Performance criteria describe the performance needed to demonstrate achievement of the element.</i>
1. Analyse financial market operation risk profiles	1.1 Determine types and characteristics of financial market risks relevant to organisation's operations process 1.2 Analyse operations processes to detect risk 1.3 Assess organisation's operations processes for exposure to identified financial market risks using existing measures and relevant risk measurement techniques and tools 1.4 Rank identified risks against likelihood and organisational impact
2. Identify risk mitigation strategy	2.1 Consider risk mitigation options and treatments for each risk mitigation identified in operations process

ELEMENT	PERFORMANCE CRITERIA
	2.2 Select appropriate treatment options, and financial and non-financial costs and benefits arising from treatment options 2.3 Review treatment priorities and adequacy of existing controls, and establish need for additional or alternative controls
3. Develop risk mitigation recommendations	3.1 Identify and establish personnel and resources necessary to carry out actions 3.2 Develop viable recommendations to management for each stage of treating organisational risks 3.3 Determine key indicators of progress and success 3.4 Develop monitoring system for effectiveness of risk treatments

Foundation Skills

This section describes language, literacy, numeracy and employment skills incorporated in the performance criteria that are required for competent performance.

Skill	Performance Criteria	Description
Reading	1.1-1.3, 2.1, 2.3	Analyses complex information from a range of sources to determine requirements and complete necessary actions
Writing	1.4, 3.2, 3.3, 3.4	Prepares formal and informal documents using accurate terminology, clear language and concepts appropriate for the audience and purpose
Oral Communication	3.2	Participates in verbal exchanges using active listening and questioning skills to disseminate, present and clarify information
Numeracy	1.3, 1.4, 2.2	Uses mathematical equations to perform calculations relating to financial data
Interact with others	3.2, 3.4	Selects and uses appropriate conventions and protocols when communicating with personnel
Get the work done	1.1-1.4, 2.1-2.3, 3.1-3.4	- Accepts responsibility for planning and sequencing complex tasks and workload - Uses formal analytical processes to identify potential problems and lateral thinking processes to generate possible solutions - Applies systematic and analytical decision-making processes to select appropriate options in complex and

		non-routine situations
--	--	------------------------

Unit Mapping Information

Code and title current version	Code and title previous version	Comments	Equivalence status
FNSFMK507 Analyse risk mitigation in the operations process	FNSFMK507A Analyse risk mitigation in the operations process	Updated to meet Standards for Training Packages Minor edits to clarify intent of performance criteria	Equivalent unit

Links

Companion Volume implementation guides are found in VETNet -

<https://vetnet.gov.au/Pages/TrainingDocs.aspx?q=c7200cc8-0566-4f04-b76f-e89fd6f102fe>

Assessment Requirements for FNSFMK507 Analyse risk mitigation in the operations process

Modification History

Release	Comments
Release 1	This version first released with FNS Financial Services Training Package Version 1.0.

Performance Evidence

Evidence of the ability to:

- analyse operations processes to detect risks
- effectively apply risk management principles and practices
- analyse risks and determine appropriate mitigation strategies
- develop sound recommendations on risk mitigation.

Note: If a specific volume or frequency is not stated, then evidence must be provided at least once.

Knowledge Evidence

To complete the unit requirements safely and effectively, the individual must:

- describe key features of financial markets products and services
- outline the key financial markets risks
- outline organisational operations processes and operations processing systems
- compare methods of determining suitability of risk treatment options for particular applications
- describe key features of relevant financial services legislative and industry code or practice requirements
- compare and contrast risk analysis techniques and tools
- discuss issues relating to the range of possible financial risk treatment options
- describe the key types and characteristics of financial markets risk arising in the operations process.

Assessment Conditions

Assessment must be conducted in a safe environment where evidence gathered demonstrates consistent performance of typical activities experienced in the financial markets field of work and include access to:

- office equipment, technology, software and consumables
- financial services organisational data
- access to international standards ISO 31000 (2009).

Assessors must satisfy NVR/AQTF assessor requirements.

Links

Companion Volume implementation guides are found in VETNet -

<https://vetnet.gov.au/Pages/TrainingDocs.aspx?q=c7200cc8-0566-4f04-b76f-e89fd6f102fe>