



Australian Government

FNSFMK517 Analyse risk mitigation in the operations process

Release: 1

FNSFMK517 Analyse risk mitigation in the operations process

Modification History

Release	Comments
Release 1	This version first released with FNS Financial Services Training Package Version 4.0.

Application

This unit describes the skills and knowledge required to analyse risks in the financial market operations process 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 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. Determine financial market operation risk profiles	1.1 Identify types and characteristics of financial market risks relevant to the operations process of the organisation 1.2 Analyse operations processes to detect risk 1.3 Assess operations processes of the organisation 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. Develop risk mitigation strategy	2.1 Consider risk mitigation options and treatments for each risk identified in operations process 2.2 Select appropriate treatment options 2.3 Determine financial and non-financial costs and benefits arising from treatment options 2.4 Review adequacy of existing controls, and establish need for

ELEMENT	PERFORMANCE CRITERIA
	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 to mitigate organisational risks 3.3 Establish key indicators to monitor the effectiveness of the risk mitigation process

Foundation Skills

This section describes those language, literacy, numeracy and employment skills that are essential to performance but not explicit in the performance criteria.

Skill	Description
Reading	Analyses complex information from a range of sources to determine requirements and complete necessary actions
Writing	Prepares formal and informal documents using appropriate terminology and clear language and concepts appropriate for the audience and purpose
Oral communication	Participates in verbal exchanges using active listening and questioning skills to disseminate, present and clarify information
Numeracy	Uses mathematical equations to perform calculations relating to financial data
Teamwork	Selects and uses appropriate conventions and protocols when communicating with personnel
Self-management	- 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

Supersedes and is equivalent to FNSFMK507 Analyse risk mitigation in the operations process.

Links

Companion Volume Implementation Guide is found on VETNet -

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

Assessment Requirements for FNSFMK517 Analyse risk mitigation in the operations process

Modification History

Release	Comments
Release 1	This version first released with FNS Financial Services Training Package Version 4.0.

Performance Evidence

The candidate must demonstrate the ability to complete the tasks outlined in the elements, performance criteria and foundation skills of this unit, including evidence of the ability to:

- analyse risks and develop mitigation treatment for at least two operations processes.

Knowledge Evidence

The candidate must be able to demonstrate knowledge to complete the tasks outlined in the elements, performance criteria and foundation skills of this unit, including knowledge of:

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

Assessment Conditions

Skills in this unit must be demonstrated in a workplace or simulated environment where the conditions are typical of those in a working environment in this industry.

This includes access to:

- office equipment, technology, software and consumables
- financial services organisational data
- access to relevant financial services legislation, industry code or practice policy documentation.

Assessors of this unit must satisfy the requirements for assessors in applicable vocational education and training legislation, frameworks and/or standards.

Links

Companion Volume Implementation Guide is found on VETNet -

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