

Qualitative Risk Analysis Matrix: Level of Risk

Likelihood	Insignificant (1)	Minor (2)	Moderate (3)	Major (4)	Catastrophic (5)
A (Almost Certain)	HR	HR	ER	ER	ER
B (Likely)	MR	HR	HR	ER	ER
C (Possible)	LR	MR	HR	ER	ER
D (Unlikely)	LR	LR	MR	HR	ER
E (Rare)	LR	LR	MR	HR	HR

Categories of Risk

Level	Description
Extreme Risk (ER)	Detailed research and management planning required at senior levels. Action must be taken to reduce consequences or likelihood.
High Risk (HR)	Chief officer or senior management attention required, further research might be required. Some action must be taken.
Moderate Risk (MR)	Management responsibility must be specified, specific monitoring or response procedures required.
Low Risk (LR)	Manage by routine procedures

Table 3 Source: City of Manningham (Victoria, Australia) CERM Plan (2009)