**SWOT Matrix**

|  |  |
| --- | --- |
| Internal Environment  | External Environment |
| **STRENGTHS** | **OPPORTUNITIES** |
|  |  |
| **WEAKNESSES** | **THREATS** |
|  |  |

**Risk Inventory**

1. Due to (keys areas + vulnerabilities), may occur (current situation of the subject matter different from the criteria), which may lead to (impacted objective or undesired event), impacting (dimension of the objective impacted)
2. Due to (keys areas + vulnerabilities), may occur (current situation of the subject matter different from the criteria), which may lead to (impacted objective or undesired event), impacting (dimension of the objective impacted)
3. ...

**Risk Diagram**

The Risk Diagram (RD) can assist in analyzing the risks identified in the Risk Inventory, as it categorizes the risks based on their likelihood of occurrence and the size of their impact, should they occur. Both classifications range from low to high (likelihood and impact). Risks classified as high likelihood and high impact tend to require greater attention.

The Guide's approach does not suggest the application of an RD, but it can be useful for prioritizing risks and defining the audit scope.

**Risk Diagram Model (Twenty Hypothetical Risks identified)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **IMPACT** | **High** | **R10** | **R3** | **R2; R4; R18; R20** |
| **Moderate** | **R1; R19** | **R7; R8; R14; R15** | **R5; R17** |
| **Low** | **R6** | **R9; R10; R12; R13** | **R11; R16;** |
|  | **Low** | **Moderate** | **High** |

**PROBABILITY**