**PROJECT MANAGEMENT**

**Learning Outcome 1: ACTIVITY 9**

**HOMEWORK ACTIVITY**

**Risk management on an IT project**

A new project manager assumes control of an existing IT project at an early stage.

The previous project manager had begun the risk management process by completing the risk identification and analysis part of a risk register.

A scale of 1-5 (low to high) was used for quantifying the six risks.

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| --- | --- | --- | --- |
| **ID** | **RISK** | **LIKELIHOOD** | **IMPACT** |
| A | There is a risk that key technical staff will leave to join a competitor | 2 | 5 |
| B | There is a risk that the project offices will be flooded | 3 | 5 |
| C | There is a risk that the contents of some data files may be lost during the transfer to the new system | 4 | 3 |
| D | There is a risk that a key technology supplier is in danger of going into liquidation | 2 | 5 |
| E | The application system software may prove to be unstable when the system is implemented | 3 | 4 |
| F | Some business users may refuse to adopt the new system when it is installed on their workstations | 4 | 2 |

1. Complete the Risk Management process by prioritising the risks in a 5 x 5 matrix, and

identify the top three risks.

1. Devise a suitable management response to the most important risk.
2. Devise a suitable management response to the least important risk.