Guidance 5.3  

LPAG Risk Tolerance Matrix

**LIKELIHOOD RATING CRITERIA**

- **High**: This risk will probably occur during the first year of the proposed programme delivery (more than 50% probability)
- **Medium**: This risk could occur during the first year of the proposed programme delivery (10% - 50% probability)
- **Low**: This risk is unlikely to occur during the first year of the proposed programme delivery (less than 10% probability)

**IMPACT RATING GUIDELINES**

- **High**: Adverse publicity/demotivation of key stakeholders e.g. funding bodies/QAA/professional bodies and/or additional costs and/or loss of revenue >20% of predicted income from the proposed programme delivery in first year.
- **Medium**: Adverse publicity/demotivation affecting external non-key stakeholders e.g. Students and/or additional costs and/or loss of revenue between 5 - 20% of predicted income from proposed programme delivery in first year.
- **Low**: Adverse publicity/demotivation affecting internal stakeholders e.g. staff and/or additional costs and/or loss of revenue < 5% of predicted income from proposed programme delivery in first year.

**Table**

<table>
<thead>
<tr>
<th>LIKELIHOOD RATING CRITERIA</th>
<th>IMPACT RATING GUIDELINES</th>
</tr>
</thead>
<tbody>
<tr>
<td>High</td>
<td>Adverse publicity/demotivation of key stakeholders e.g. funding bodies/QAA/professional bodies and/or additional costs and/or loss of revenue &gt;20% of predicted income from the proposed programme delivery in first year.</td>
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</tr>
</tbody>
</table>

**Diagram**

- **HIGH** Requires a risk improvement plan to be agreed with the ADSD and included in LPAG submission.
- **MEDIUM** Monitor status. Improvement plan can be requested by ADSD and/or Faculty Executive.
- **LOW** Monitor status.