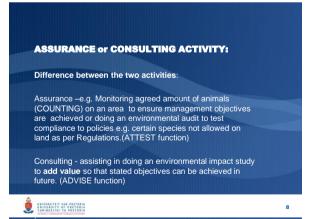


## Elements that encapsulate what the discipline is: OBJECTIVE INDEPENDENT ASSURANCE CONSULTANT HELP ACHIEVE THE OBJECTIVES OF ORGANISATIONS ADD VALUE SYSTEMATIC DISSIPLINE APPROACH BY EVALUATE AND IMPROVING: GOVERNANCE RISK MANAGEMENT CONTROL













## Risk management

- What are the risks and opportunities that exists using SWOT analysis?
- Beyond ethical and environmental considerations, what are solid economic reasons to consider?
- Risks and opportunities inherent from their impacts and dependencies on biodiversity and related ecosystem services?.

  Operational risks the increased scarcity and cost of raw materials e.g.
- food for wildlife ;
- · Regulatory risks needing a licenses to operate:
- Market access risks the demand f or environmentally friendly products/companies;
- Access to finance and capital more demands from financial institutions;
- Brand and reputational risks negative corporate image and bad publicity will affect stakeholders confidence and affect profitability in the long run;
- Clean up and compensation costs in the event of something going
- Insurance costs insurance companies will increasingly consider the risks associated with environmental degradation and will pass on associated costs to their customers.

(ref: ACCA ,KPMG)



## **OPERATIONAL AUDITS:**

As a subset of internal auditing, operational auditing reviews entities' activities for economy, efficiency and effectiveness and may evaluate any type of activity at any level within the entity:

**Economy** –Acquisition of resources. Obtaining resources at an appropriate quality and inadequate quantities at the lowest possible cost.

**Efficiency** may be viewed in this definition as an input measure that relates to cost control and is concerned with the performance of recurring functions at a minimum of cost to the entity.-best quality for the beat price at the right time.

Effectiveness is output orientated; it is viewed as a measure of productivity in utilizing the entity's resources and in terms of long term profitability.



15

Relationship between statistical terms, operational auditing and wildlife monitoring

		Statistical terms	Operational auditing	Wildlife monitoring
	Risk of incorrect rejection	Alpha risk	Audit efficiency	Risk of Type 1 error
	Risk of incorrect acceptance	Beta risk	Audit effectiveness	Risk of Type 11 error.



16

