

# Detailed mapping of audit plan coverage of risks

The table below and on the following pages summarises how the Internal Audit plan addresses the risks identified in ABC plc's risk register dated June 2009 and highlights those which are not covered.

Risk Register Ref	Corporate Risk (in Risk Register Order)	BlueBay Risk Register Risk Assessment			Link to Internal Audit Plan
		Gross Risk	Net Risk	Priority	
		16	8	M	
2	Operational - Major fraud related to fund cash, unauthorised cash transfer	9	6	H	Operations, 2008/9; Operations – Audit 4, 2011/12
3	Operational - Financial loss due to unconfirmed trades or unreconciled items	9	6	M	Operations, 2008/9; Operations – Audit 4, 2011/12
4	Operational - Corporate actions relating to loans result in significant financial loss	12	8	M	Risk Management, 2008/9
6	Investment Management - Rogue investment professional at BlueBay	9	6	M	Cash Movements - 2007/8; Information Technology - 2007/8
7	Investment Management - Unfair or inappropriate trade allocation due to ineffective segregation of duties between portfolio managers and Execution team	12	8	M	Risk Management, 2008/9
8	Investment Management - Insufficient funds to meet payment (redemption, margin call)	16	9	H	Risk Management 2008/9; Fund Marketing – Audit 7, 2012/13
9	Investment Management - Major loss in a fund	12	8	M	Strategic and Corporate Planning, Audit 6, 2012/13
10	Human Resources – Failure to recruit or retain key staff; loss of key portfolio manager; lack of succession planning	8	6	M	Fund Marketing - Audit 7, 2012/13
11	Investment Management - Trade new products on an opportunistic basis without sufficient experience	12	8	M	Risk Management - 2008/9
	Legal and Compliance - Insider trading; receipt of information in connection with investing activities				