



جامعة الجميع الذكية  
EVERYONE'S SMART UNIVERSITY

## Everyone's Smart University

### Assignment 1(Spring 2021)

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الرقم الجامعي

Section

Master of Project  
Management

Date

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Course Code

(PMG510)

## Project Risk Management

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Instructions:

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Instructor's Name: Eng. Mosaab M. Hamed

حتى الآن من المفترض أن تكون أصبحت قادراً على التعرف والتمييز بين أنواع المخاطر المختلفة وكيفية التعامل معها. كما يمكنك الآن رؤية كيف يتم هذا الأمر في الشركات الكبيرة والمرموقة.

في هذا الواجب: قم باختيار واحدة من الشركات التالية:

أرامكو السعودية

البنك الأهلي التجاري

شركة الاتصالات السعودية

قم باختيار واحدة من الشركات الثلاث المذكورة أعلاه ثم ابحث عن أي 4 مخاطر تواجهها هذه الشركة .

لكل خطر من هذه المخاطر قم بالاجابة عن الأسئلة التالية:

1. لماذا اعتبرته خطراً؟
2. ماهو نوع هذا الخطر؟
3. ماهي احتمالية هذا الخطر؟ وفي حالة وقوعه مامدى قوة وتأثير هذا الخطر؟
4. ماهي السياسة أو الاستراتيجية التي تتبعها هذه الشركة للتعامل مع هذا الخطر وادارته؟

\*\* يمكنك الاجابة باللغة العربية أو الانجليزية على ألا تتجاوز اجابتك صفحتين من النوع A4

\*\* يتم تسليم جميع الاجابات في ملف بصيغة pdf.

\*\* حجم الخط 12.

\*\* نوع الخط Arial.

\*\*المسافة بين الأسطر (line spacing) 1.5

أمنياتي بالتوفيق.

Throughout this course, you have learned about the different types of risks and how businesses manage them. Now you will be able to see how it is done in a well-known company.

Your assignment is to choose one of the following companies:

Saudi Aramco

The National Commercial Bank

Saudi Telecom Company

Do some research on any of the aforementioned companies and identify four risks they are facing.

For each risk please answer the following:

1. Why is this a risk?
2. What type of risk is it?
3. What is the likelihood of the risk? How great is the impact?
4. What strategy or policy does the company use to manage the risk?

\*\* Your answers could either be in Arabic or English.

\*\* You should submit your assignment in a pdf formatted file.

\*\* Font size should be 12.

\*\* Font type is Arial.

\*\* Line spacing is 1.5.

All the best.

Today, I would like to talk about some of the risks in The National Commercial Bank.

#### 1- **Security Risk.**

- This is a risk in National Commercial Bank because now that's a considerable risk that has been on the top of the list for the global market, irrespective of their domains. Cybersecurity has been impacting the financial industry for quite a few years, and the problem is still prevalent in the banking sector. We witnessed many cases where hackers penetrated the security layers of some big banks and stole a large sum out of it.
- The type for Security Risk, opportunity risks.
- For the likelihood and impact of Security Risk, High likelihood/High magnitude.
- National Commercial Bank needs to invest in top-notch finch software and mobile apps that are way more secure and impenetrable. They should keep their private information safe using a technologically advanced electronic medium.

#### 2- **Credit Risk.**

- Credit risk is the risk that arises from the possibility of non-payment of loans by the borrowers. Although credit risk is largely defined as the risk of not receiving payments, banks also include the risk of delayed payments within this category, for that, this is a risk for National Commercial Bank.
- The type for Credit Risk, opportunity risks.
- For the likelihood and impact of credit risk, Low likelihood/High magnitude.
- Such types of losses commonly occur due to borrower insolvency. Hence, National Commercial Bank should conduct proper research before granting the loans and should only sanction loans to individuals and businesses that are not likely to run out of their income during the payment period.

### 3- **Market Risk.**

- Market risks are defined as the risks involved in the fall of a company's share or decrease in the value of the stock of third-party companies where the bank has invested. We all know that apart from sanctioning loans, the banks also hold a certain amount of shares in the market. In that case, if by any means, the share price of the banks decreases, then they will suffer huge losses, and these types of losses generally come under market risk. The market risks can vary depending upon the type of commodity a bank holds, for this reason, this is a risk for National Commercial Bank.
- The type for Market Risk, opportunity risks.
- For the likelihood and impact of market risk, Low likelihood/High magnitude.
- To mitigate market risks, banks usually leverage hedging contracts. They use contracts like forwards, options and swaps, and many more, to eliminate the various market risks.

### 4- **Compliance Risk.**

- When a bank does not follow proper regulatory standards put down by the financial institutions, then such type of risk is known as Compliance risk. These are usually a not much greater risk but surely have some significant outcomes. When a bank does not comply with proper regulation formed by the banking institutions in their certain branch, then they face financial and legal losses, for this reason, this is a risk for National Commercial Bank.
- The type for Business Risk, opportunity risks.
- For the likelihood and impact of Business Risk, Low likelihood/High magnitude.
- To mitigate such types of risks, the National Commercial Bank should formulate, regulate, and manage all the regulations and compliance policies across all their branches.