



جامعة الجميع الذكية
EVERYONE'S SMART UNIVERSITY

Everyone's Smart University

Assignment 1 (Spring 2021)

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Section

**Master of Project
Management**

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Course Code

(PMG510)

Project Risk Management

Instructions:

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Saudi Aramco

Company's risks:

1- Risks related to competition

Why is this a risk?

- Saudi Aramco operates in a highly competitive environment. Competitive pressure could have a material adverse impact on the price at which it sells crude oil and other products

What type of risk is it?

- Hazard risk

What is the likelihood of the risk? How great is the impact?

- High likelihood
- Great impact

What strategy or policy does the company use to manage the risk?

- Arrange with OPEC countries to control oil production around the world to stabilize oil prices and protect the prices from supply and demand effect

2- Risks related to economic and political developments in Asia

Why is this a risk?

- Saudi Aramco exports a substantial portion of its crude oil and refined product to customers in Asia, and adverse economic or political developments in Asia could impact Saudi Aramco's results of operations

What type of risk is it?

- Hazard risk

What is the likelihood of the risk? How great is the impact?

- High likelihood
- Great impact

What strategy or policy does the company use to manage the risk?

- Enhance security through coordinating with the government to protect oil tankers from terrorist attacks

3- Risks related to achieving growth objectives

Why is this a risk?

Saudi Aramco's ability to achieve its strategic growth objectives depends on the successful delivery of current and future projects

What type of risk is it?

- Opportunity risk

What is the likelihood of the risk? How great is the impact?

- High likelihood
- Great impact

What strategy or policy does the company use to manage the risk?

- obtain funding necessary for the implementation of the relevant project

4- Risks related to terrorism, armed conflict, and sabotage

Why is this a risk?

- Terrorism, armed conflict, and sabotage may materially and adversely affect Saudi Aramco and the market price of the shares

What type of risk is it?

- Hazard risk

What is the likelihood of the risk? How great is the impact?

- High likelihood
- Great impact

What strategy or policy does the company use to manage the risk?

- Enhance security through coordinating with the government to protect oil tankers from terrorist attacks