

BHE Risks to be considered by the FINANCIAL INVESTMENT BOARD

Risk No.	Risk (Short description)	Risk Owner	Committee	Existing Controls	Current Risk				Planned Actions	Target Risk		
					Likelihood	Impact	Rating	Direction		Likelihood	Impact	Rating
Income												
1	The income from non-property investments may significantly decline.	Chamberlain	Financial Investment Board	Whilst the volatility of the financial markets cannot necessarily be mitigated by the Financial Investment Board, the investment strategy has been devised to reduce financial risk through use of a range of Fund Managers implementing different investment mandates. Monitoring of Fund Managers performance by Chamberlain/ Financial Investment Board.	Possible	Major	Amber 12	↔	Continue with current course of action	Possible	Major	Amber 12
2	Investment income from cash balances reduces significantly impacting on need to set a balanced budget.	Chamberlain	Financial Investment Board	Surplus cash invested with a carefully selected and regularly reviewed range of counterparties and across various time periods to maximise returns. Annual financial survey and financial forecast enables in-depth analysis of position, with actual returns being closely monitored throughout the year.	Possible	Minor	Green 3	↔	Continue with current course of action	Possible	Minor	Green 3