

Fold each printed sheet in half lengthwise. The left side of the document will list the term and the right side will list the definition. Tape or staple the open edges of your flashcards. Cut out your flashcards on the solid lines indicated and fold them on the dotted lines.

<p><b>Module 1</b> <i>Section G: Risk Management</i></p>
<p><b>Term</b> Contingency planning</p>
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A process for creating a document that specifies alternative plans to facilitate project success if certain risk events occur.

<p><b>Module 1</b> <i>Section G: Risk Management</i></p>
<p><b>Term</b> Failsafe work methods</p>
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Methods of performing operations so that erroneous or faulty actions cannot be completed. For example, a part without holes in the proper place cannot be removed from a jig; a computer system rejects invalid numbers or requires double entry of transaction quantities outside the normal range. Syn.: failsafe techniques, mistake-proofing, poka-yoke.

<p><b>Module 1</b> <i>Section G: Risk Management</i></p>
<p><b>Term</b> Redundancy</p>
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1) A backup capability, coming either from extra machines or from extra components within a machine, to reduce the effects of breakdowns. 2) The use of one or more extra or duplicating components in a system or equipment (often to increase reliability).

<p><b>Module 1</b> <i>Section G: Risk Management</i></p>
<p><b>Term</b> Resilience</p>
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In the supply chain, the ability to return to a position of equilibrium after experiencing an event that causes operational results to deviate from expectations. [It] is increased by strategically increasing the number of response options and/or decreasing the time to execute those options. [It] is improved by risk monitoring and control.

**Module 1**  
*Section G: Risk Management*

**Term**  
Risk acceptance

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A decision to take no action to deal with a risk or an inability to format a plan to deal with the risk.

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**Term**  
Risk avoidance

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Changing a plan to eliminate a risk or to protect plan objectives from its impact.

**Module 1**  
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**Term**  
Risk management

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The identification, assessment, and prioritization of risks followed by coordinated and economical application of resources to minimize, monitor, and control the probability and/or impact of unfortunate events or to maximize the realization of opportunities.

**Module 1**  
*Section G: Risk Management*

**Term**  
Risk mitigation

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Reducing exposure to risk in terms of either its likelihood or its impact.

**Module 1**  
*Section G: Risk Management*

**Term**  
Risk register

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A report that has summary information on qualitative risk analysis, quantitative risk analysis, and risk response planning. This register contains all identified risks and associated details.

**Module 1**  
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**Term**  
Risk tolerance

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An organization's or stakeholder's readiness to accept a threat or potential negative outcome in order to achieve its objectives.