Name:

**My Examples of Risk Activity**

Directions: Provide examples for the types of risks that businesses may face.

|  |  |
| --- | --- |
| **Types of Risk** | **Examples** |
| Economic |  |
| Non-economic |  |
| Pure |  |
| Speculative |  |
| Controllable |  |
| Uncontrollable |  |
| Insurable |  |
| Uninsurable |  |

Name:

**Handling Risks Issues Activity**

Directions: Read the provided business scenario about Intex Electronics and select from the provided options of how the company should manage its risks. Write your responses in the spaces provided and state why your response is the most appropriate way.

Intex Electronics manufactures and ships thousands of different products daily to its customers. This company has been open for approximately fifteen years and made millions of dollars. The owner of this company believes (1) that it will continue to sell products at a profit. One of the managers named Fred proposed that the company expand its line of products within the next six months. The other three managers commended Fred for his vision of the company’s growth in his reports. Due to their financial concerns of risks (2), they requested more time to analyze the reports. After analyzing them, they proposed postponing the expansion for at least two years.

Another manager named Jessie negotiated with an outside company to train all employees on how to use the new software. Jessie wants to ensure (3) that all the employees are trained properly and by experts. Jessie also negotiated a contract with another company that will provide liability coverage (4) for Intex Electronics. She made this decision based on the six accidents that happened on site last year.

**Options:** avoid, transfer, insure, or assume