When Risk Management vs Problem Management

FOCUS & TIMING

Risk Management	Problem Management
Focuses on identifying and mitigating potential risks before they occur. It involves proactive measures to anticipate and minimize the impact of uncertainties.	Focuses on addressing issues and incidents that have already occurred. It involves reactive measures to analyse, resolve, and prevent recurrence of problems.

NATURE OF CONCERN

Risk Management	Problem Management
Deals with future uncertainties and potential events that may negatively impact the project or business.	Addresses current issues, incidents, or problems that are affecting the project or business operations.

APPROACHES & PROCESS

Risk Management	Problem Management
Involves risk identification, assessment, prioritization, mitigation planning, implementation of risk responses, and ongoing monitoring and review.	Involves problem identification, root cause analysis, solution development, implementation of corrective actions, and preventive measures to avoid similar issues in the future.

PREVENTATIVE v CORREECTIVE

Risk Management	Problem Management
Focuses on preventive actions to reduce the likelihood or impact of potential risks.	Focuses on corrective actions to resolve current issues and prevent their recurrence.

SCOPE & APPLICATION

Risk Management	Problem Management
Applies across various stages of a project or business process, from planning to execution and monitoring.	Primarily applies during the execution and monitoring phases when issues or incidents arise.

CONTINUOUS IMPROVEMENT

Risk Management	Problem Management
Involves continuous risk assessment and refinement of risk management strategies throughout the project or business lifecycle.	Involves learning from past problems, implementing corrective actions, and improving processes to enhance overall efficiency and effectiveness.

AJN SOLUTIONS
GROUP

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Corporate Governance Solutions

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