

Categorization of Audit Findings by Risk Level

Summary Table

Risk Level	Description	Number of Findings	Examples
High	Findings with significant impact on the organization, potentially leading to financial loss, regulatory penalties, or reputational damage.	2	<ul style="list-style-type: none">• Lack of segregation of duties in payment processing• Unencrypted sensitive customer data
Medium	Findings that may have moderate impact and should be addressed in the short term to prevent escalation.	4	<ul style="list-style-type: none">• Outdated employee access lists• Incomplete vendor due diligence
Low	Minor findings with limited impact, often related to process improvements or best practices.	3	<ul style="list-style-type: none">• Missing policy review dates• Documentation inconsistencies

Important Notes

- Risk categorization assists in prioritizing corrective actions and resource allocation.
- Each finding should be reassessed periodically, as business environments and controls evolve.
- High risk findings typically require immediate management attention.
- All findings, regardless of risk level, should be addressed to strengthen the overall control environment.
- Documentation should be clear, objective, and supported with evidence.