

RISK ASSESSMENT AND RISK MANAGEMENT PLAN

Risk Description	Risk Assessment	Mitigation Measures or Risk Management Plan
Weakness in public financial management in all project activities	Low	Coordination with MEF and with ongoing ADB projects on public financial management to ensure that MRD sustains low risk (during the design of the first project, the Rural Roads Improvement Project, this risk has been identified as high but MRD's good performance improved the risk level to low during the implementation of the Rural Roads Improvement Project.)
Misprocurement in selection and award of civil works contracts	Medium	Intensive project review, close coordination with MEF and MRD Implement actions required under the good governance framework
Technical capability (poor quality of road works)	High	Consultants to help with pavement design and construction supervision, and provide on-the-job training to strengthen the capacity of executing agency staff
Corruption that may happen during financial management	Medium	Implement good governance framework to strengthen internal control Intensive project review; close coordination with MEF
Technical due diligence weaknesses in design and supervision of construction	Medium	Intensive project review; close coordination with MEF and MRD
Overall	Medium	

ADB = Asian Development Bank; MEF = Ministry of Economy and Finance; MRD = Ministry of Rural Development.
Source: Asian Development Bank.