

The Joint Impact Model (JIM)

Foundation's risk appetite statement

At the JIM Foundation, our mission is to support the Just Transition through efforts for a comparable, accountable, and transparent financial sector. In pursuit of this mission, we recognize the need to take calculated risks to maximize the effectiveness of our work, while safeguarding our reputation, resources, and the communities we serve.

Strategic Risks

We are willing to accept a moderate level of strategic risk in areas where innovation and growth are key to delivering impact. This includes taking risks on new programs, partnerships, and collaboration opportunities that have the potential for significant positive outcomes, even if the path to success may involve uncertainties or challenges.

Operational Risks

We have a low appetite for operational risks that could disrupt the efficiency and effectiveness of our internal processes. This includes risks related to governance, compliance, data security, and the integrity of our operations. We strive to maintain a high level of organizational resilience through robust risk management frameworks and continuous improvement of internal controls.

Financial Risks

The JIM Foundation adopts a prudent approach to financial risks, ensuring long-term sustainability while supporting innovation. We are willing to take measured financial risks in the model development, particularly when there is a clear alignment with the member's requirements. However, we maintain a low tolerance for financial risks that could undermine our financial stability or jeopardize our ability to deliver on our commitments.

Reputational Risks

As a trusted partner to DFIs, asset managers, and other financial institutions, the JIM Foundation has a very low tolerance for reputational risks. We are committed to upholding the highest ethical standards in all our activities. Any action or decision that could harm our reputation, undermine stakeholder trust, or adversely affect the JIM members is not acceptable.

Compliance and Regulatory Risks

We maintain a zero tolerance for compliance and regulatory risks. We are fully committed to adhering to all legal and regulatory obligations in the jurisdictions where we operate, ensuring transparency and accountability in all our actions.

Innovation and Social Impact Risks

The JIM Foundation embraces higher risks in the pursuit of transformative social impact, particularly when pioneering new additions to the model, methodologies, or programmes. We are willing to take calculated risks in innovative projects where the potential for large-scale positive change is evident, even if the outcomes are uncertain. However, these risks must be managed through rigorous monitoring and mitigation strategies.