APRA CPS 230 READINESS

APRA CPS 230 readiness one-pager

APRA Prudential Standard CPS 230 (Operational Risk Management)

Jurisdiction: Australia - APRA-regulated entities (banks, insurers, RSE licensees)

Programme details

ORGANISATION NAME

[Organisation name]

PROGRAMME OWNER

[Programme owner]

TARGET DATE

[Target date]

Overview

An APRA CPS 230 operational-risk programme rendered as a BPMN 2.0 process map. The flow identifies critical operations, sets impact tolerances, assesses material service-provider risk, drives remediation where tolerances are breached, runs scenario testing, and reports annually to the board - the core obligations that have been in force since 1 July 2025, with legacy material service-provider arrangements required to comply by 1 July 2026.

Programme steps

STEP 1

- [ ] Operational Risk kicks off the CPS 230 programme and identifies the entity's critical operations.

STEP 2

- [ ] For each critical operation, set the impact tolerance - the maximum tolerable disruption to customers, the entity, or the financial system.

STEP 3

- [ ] Map material service providers that support each critical operation, including fourth parties where dependencies are significant.

STEP 4

- [ ] Assess service-provider risk against the impact tolerances and CPS 230 third-party obligations.

STEP 5

- [ ] If a critical operation breaches its tolerance under the assessment, route to a remediation plan and re-assess. Otherwise, continue to testing.

STEP 6

- [ ] Run scenario testing at the frequency CPS 230 requires for the operation, then formally report findings, tolerance breaches, and remediation status to the board.

Source: https://ba-copilot.com/apra-cps-230. Tick each step as it is completed.