

## **RISK MANAGEMENT POLICY**

The Board is committed to the identification, assessment and management of risk throughout the Company's business activities.

The Company's Risk Management Policy recognises that risk management is an essential element of good corporate governance and fundamental in achieving its strategic and operational objectives. Risk management improves decision making, defines opportunities and mitigates material events that may impact security holder value.

The Board review's the entity's risk management framework at least annually.

Management reports risks identified to the Board through regular operations reports, and via direct and timely communication to the Board where and when applicable. The Company does not have an internal audit function.

The Company faces risks inherent to its business, including economic risks, which may materially impact the Company's ability to create or preserve value for security holders over the short, medium or long term. The Company has in place policies and procedures, including a risk management framework, which is developed and updated to help manage risks. The Board does not consider the Company currently has material exposure to environmental or social sustainability risks.

The Board has established a policy for risk oversight and management within the Company. This is periodically reviewed and updated. Management reports risks identified to the Board through regular operations reports via direct communication to the Board where and when applicable and also reports to the Board as to the effectiveness of the Company's management of its material business risks.

Before the approval of the Financial Statements for a financial period (being a period within which the Company must report on its financial performance in accordance with its disclosure obligations), the CEO/Managing Director and CFO provide a declaration to the Board that:

- a) the Company's Financial Statements are founded on a sound system of risk management and internal compliance and control which implements the Policies adopted by the Board; and
- b) the Company's 'Risk Management and Internal Compliance and Control System', in so far as it relates to financial risk, is operating effectively in all material aspects.

The Company also manages ongoing risk through the Audit and Risk Committee. The functions and responsibilities of that Committee are outlined in the Audit and Risk Committee Charter.

### **Adoption of Policy and Board review**

This Policy was adopted by the Board on 22 April 2020, takes effect from that date and replaces any previous policy in this regard.

The Audit and Risk Committee will review this Policy from time to time. The Policy may be amended by resolution of the Board.

This Policy is a public document and will be placed on the Company's website