

## Risk Management Policy

Risk management is a key element of effective corporate governance. The company's obligation is to create wealth for shareholders. To achieve this objective the company will need to pursue business activities and investment opportunities that may involve risk.

The goal is to reduce risk to acceptable levels taking into account the company's objectives, business model, ownership structure, industry/market environment and appetite for risk, by ensuring significant risks are identified and managed appropriately at the correct level within the organisation.

By understanding and managing risk, we provide greater certainty and confidence to our shareholders, employees, customers, franchise partners and suppliers.

Risk issues will be identified, analysed and ranked in a consistent practical manner. Common methodologies will be used. Risk management performance will be monitored, reviewed and reported.

The Board is responsible for: ensuring a sound system of risk oversight, management and internal control is in place; ensuring material business risks are effectively managed; and monitoring and reporting on any material changes to the company's risk profile.

One of the roles of the Audit Committee is to monitor, assess and report on the effectiveness of the company's risk management system. The Chief Financial Officer is responsible for the establishment, implementation and maintenance of the company's risk management system.