**RISK MANAGEMENT POLICY**

**PREFACE**

The Company has a Risk Management Policy in place which has been approved by the Board of Directors of the Company. The said Policy covers all elements of risks including those which may threaten the existence of the Company. All risks mentioned in the Policy are reviewed periodically and a report of the same is submitted to the Board at regular intervals for its consideration and guidance.

**PURPOSE**

The purpose of this policy is to ensure that risks related to Company are identified, analyzed and managed so that they are maintained at acceptable levels.

**OVERVIEW**

Risk management is the ongoing process of identifying risks and implementing plans to address them. Often, the number of assets potentially at risk outweighs the resources available to manage them. It is therefore important to know where to apply available resources to mitigate risk in a cost-effective and efficient manner.

This policy lays the framework for a formal risk management program by establishing responsibility for risk identification and analysis, security planning for risk mitigation, program management and oversight. It is important to note that program management and oversight is a company-wide responsibility that calls for the active involvement of executive leadership, departmental management and others.

The Company implemented a Risk Management Policy which was to be reviewed on an annual basis.

**DEFINITIONS**

**“Risk”** means the potential of harm to the Company or its stakeholders.

**“Risk Assessment”** means a qualitative or quantitative evaluation of the nature and magnitude of risk to Company. The evaluation is based upon known or theoretical vulnerabilities and threats, as well as the likelihood of the threats being realized and the potential impact to the Company and its stakeholders.

**“Risk Management”** means the process of evaluating and responding to risks to Company for the purpose of reducing those risks to acceptable levels. Risk management is inclusive of the risk assessment process and uses the results of risk assessments to make decisions on the acceptance of risks or on taking action to reduce those risks

**SCOPE**

This policy applies to all company departments and functions.

**POLICY IMPLEMENTATION**

The Board is responsible for coordinating the implementation of this policy and for providing guidance on the interpretation of specific policy requirements.