

# **INTERNATIONAL CONVEYORS LIMITED**

## **POLICY ON RISK MANAGEMENT**

### **1) OBJECTIVE OF THE POLICY**

The Board of Directors (the "Board") of International Conveyors Ltd has adopted this Policy on Risk Management as required in terms of Regulation 17(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board of Directors objective of this Policy is to minimize adverse impact on our business objectives and enhance stakeholder value, while keeping in view Regulation 17(9) and any other laws and regulations as may be applicable to the Company.

This Policy encompasses practices relating to identification, assessment, monitoring and mitigation of various risks to our business. Further, our Policy seek to sustain and enhance long-term competitive advantage of the Company. Risk management is integral to our business model, described as 'Predictable, Sustainable, Profitable and De-risked' (PSPD) model. Our core values and ethics provide the platform for our risk management practices.

The Policy on Risk Management may be amended at any time and is subject to any further change in the Listing Regulation or the Companies Act, 2013 ( the Act) or rules/regulations made there under.

### **2) EFFECTIVE DATE**

This Policy shall become effective from the date of its adoption by the Board.

### **3) IDENTIFICATION OF RISK**

The Board is responsible for the oversight of the Company's risk management and control framework.

Responsibility for control and risk management is delegated to the appropriate level of management within the Company with the Executive Director having ultimate responsibility to the Board for the risk management and control framework.

### **4) PRIMARY OBJECTIVES**

The primary objectives of the risk management system at the Company are to ensure:

- all major sources of potential opportunity for and harm to the Company (both existing and potential) are identified, analysed and treated appropriately;
- business decisions throughout the Company appropriately balance the risk and reward trade off;
- regulatory compliance and integrity in reporting is achieved; and

• senior management, the Board and investors understand the risk profile of the Company. In line with these objectives the risk management system covers:

- Operational risk;
- Financial reporting; and
- Compliance / regulations;

Arrangements put in place by the Board to monitor risk management include:

- quarterly reporting to the Board in respect of operations and the financial position of the Company;
- quarterly rolling forecasts prepared;

## **5) Material Business Risks & Reporting**

Given the speculative nature of the Company's business it is subject to general risks and certain specific risks. Some of these risks include but are not limited to the following:

- liquidity risk
- commodity and currency price volatility
- economic and political uncertainties
- operating risks
- loss of key personnel
- title risks and native title
- environmental risks
- exploration success
- capital requirements

The analysis and evaluation criteria are used to continually assess the impact of risks upon the Company's business objectives. Management is responsible for the development of risk mitigation plans and the implementation of risk reduction strategies. The annual business planning process includes careful consideration of internal and external risk profile of the company.

The Company's business risk management process provides a comprehensive, integrated approach for carrying out risk management activities. This process will allow management to minimise the potential impact of business risks in achieving objectives to create and protect shareholder value.

**The Company Code of Conduct is the key guideline for all employees. The Company is committed to high ethical standards and integrity in its businesses, preventing corruption and violations of the principles set forth in the code of business ethics of the Company. The Company's top management has zero tolerance for corruption and fraud.**