

Enterprise Wide Risk Management Policy

Asia Iron Australia Pty Ltd believes that through effective risk management we can deliver better business outcomes and meet corporate governance requirements. Effective risk management is integral to the way we make decisions and is part of our culture. We expect our people to be risk aware and apply a risk based approach to decision making. Risk management is standard, integrated and applies to the whole of our business.

Our risk management objectives are:

- To create and protect business value by understanding material risks faced by our business;
- Uphold the values of Asia Iron Australia as a good corporate citizen; and
- Prioritise our business' available resources to the things that matter most.

To achieve our objectives, we will:

- Integrate risk management within the business, in our systems, procedures and activities;
- Identify and assess risks (to our business objectives and understand how these risks influence our performance);
- Ensure our goals are clear and risks to achieving them are understood;
- Educate personnel and stakeholders so that our requirements and approach are consistently applied and understood;
- Comply with all applicable legislation and regulations, and industry codes and standards that pertain to risk management including AS/NZS:ISO31000:2009;
- Have an organisational structure that ensures responsibility and accountability for risk management;
- Communicate material risk information through an efficient and effective reporting process; and
- Annually review this Policy, and communicate it to all relevant internal and external stakeholders.

All personnel are responsible for the application of this Enterprise Wide Risk Management Policy.

Guo Deyong

Managing Director

Date: 22nd August 2014

