

Risk Management

Overview

In managing risk, it is Gateway Mining Limited (the **Company**)'s practice to take advantage of potential opportunities while managing potential adverse effects. This Policy sets out the Company's approach to risk.

1) Role of the Board and Delegated Responsibility

The Board has the responsibility for the maintenance of the strategy of the Company, which includes the identification of significant business risks. This responsibility is fulfilled by the Audit and Risk Committee which reviews the major risks affecting each business segment and develops strategies to mitigate these risks. It reports to the Board following each meeting.

The Audit and Risk Committee is responsible for approving the Company's policies on risk oversight and management and satisfying itself that management has developed and implemented a sound system of risk management and internal control.

Implementation of the risk management system and day-to-day management of risk is the responsibility of the Executive Directors, with the assistance of senior management, as required.

2) Role of Audit and Risk Committee

The Audit and Risk Committee has responsibility for identifying, assessing, monitoring and managing risks. The Audit and Risk Committee is also responsible for identifying any material changes to the Company's risk profile and ensuring, with approval of the Board, the risk profile of the Company listed in this Policy are updated to reflect any material change.

The Audit and Risk Committee is required to report on the progress of, and on all matters associated with, risk management on a regular basis. The Audit Risk Committee is to report to the Board as to the effectiveness of the Company's management of its material business risks, at least once a quarter.

3) Authority of the Audit and Risk Committee

In fulfilling the duties of risk management, the Audit and Risk Committee may have unrestricted access to Company employees, contractors and records and may obtain independent expert advice on any matter they believe appropriate, with the prior approval of the Board.

4) Risk Profile

The Company considers that any risk that could have a material impact on its business should be included in its risk profile. The risk profile of the Company can be categorised as follows:

- Market-related
- Financial reporting
- Operational
- Environmental
- Economic cycle/marketing
- Legal and compliance

Department	Corporate	Next Review Date	1/9/2024
Reviewed by	Admin	Document Status	Uncontrolled
Approved by	Board of Directors		

Document No:	GML-COR-006-POL
Version No:	1.0
Initial Issue Date:	30/6/2018
Page No:	1 of 3



The Company maintains a live Risk Register which documents all identified material corporate risks to the Company and its ability to operate, as well as the derived risk reduction measures that are put in place. These risks are identified through a Company-wide risk assessment that is regularly updated by the Board of Directors. The risk matrix and identified mitigation strategies are constantly reviewed by the Board, with an identified area of risk and associated measures examined at each Board Meeting.

Additional site-based risk assessments and associated risk and risk mitigation registers are maintained for active exploration activities. These risks and associated measures are regularly reviewed through site-based risk assessments and associated tools.

5) Additional Policies and Practices

The Company maintains a number of policies and practices designed to manage specific business risks. These include:

- Audit and Risk Committee Charter: the Audit and Risk Committee Charter sets out the role of the Audit and Risk Committee (or its equivalent) which includes, among other things, monitoring and reviewing the integrity of the financial reporting of the Company and any significant financial reporting judgements; and reviewing the Company's internal financial control system and, unless expressly addressed by a separate risk committee or by the Board itself, risk management systems.
- Insurance Program.
- Regular budgeting and financial reporting: the Company has regular budgeting in place. It is the role of the Audit and Risk Committee (or its equivalent) to review the integrity of the financial reporting of the Company.
- Clear limits and authorities for expenditure levels: the Company's Board Charter sets out Materiality Thresholds. These include quantitative and qualitative thresholds as well as triggers for the materiality of contracts.
- Procedures to assist with establishing and administering corporate governance systems and disclosure requirements: the Company has adopted a Corporate Governance statement which contains policies and procedures to assist the Company establish and maintain its governance practices.
- In addition, as specified by Recommendation 4.2 of the ASX Corporate Governance Council's Corporate Governance Principles and Recommendations, the Managing Director conducts a review and provides a written declaration of assurance that, in their opinion, the financial records of the Company for any financial period have been properly maintained, comply with the appropriate accounting standards and give a true and fair view of the financial position and performance of the Company and have been formed on the basis of a sound system of risk management and internal control which is operating effectively.

6) Responsibility to Stakeholders

The Company considers the reasonable expectations of stakeholders particularly with a view to preserving the Company's reputation and success of its business. Factors which affect the Company's continued good

Department	Corporate	Next Review Date	1/9/2024
Reviewed by	Admin	Document Status	Uncontrolled
Approved by	Board of Directors		

Document No:	GML-COR-006-POL
Version No:	1.0
Initial Issue Date:	30/6/2018
Page No:	2 of 3



standing are included in the Company's Risk Profile.

7) Continuous Improvement

The Company's risk management system is evolving. It is an on-going process and it is recognised that the level and extent of the risk management system will evolve commensurate with the development and growth of the Company's activities.

Department	Corporate	Next Review Date	1/9/2024
Reviewed by	Admin	Document Status	Uncontrolled
Approved by	Board of Directors		

Document No:	GML-COR-006-POL
Version No:	1.0
Initial Issue Date:	30/6/2018
Page No:	3 of 3