

# Risk Management Policy

Pacific Bauxite Ltd  
ACN 112 914 459

**PACIFIC BAUXITE**  
LIMITED

## Introduction

Pacific Bauxite Limited (**Pacific Bauxite** or **Company**) is committed to managing its risks in order to both minimise uncertainty and to maximise its business opportunities.

The Board does not yet have a formal documented risk management strategy. However, the following information outlines the Company's approach to risk management.

## Policy

All members of the Board are responsible for risk management and oversight of internal controls.

## Strategy

The following is a summary of the current areas of risk and management strategies the Company has in place:

### 1. Financial

#### 1.1 Internal Controls

The Company's financial status is not complex. To date, equity funds have been raised and utilised for exploration projects and business development.

The Board are provided with monthly expenditure and cash balances as and when required.

All expenditure must first be approved by a Director.

#### 1.2 Insurance

The Company maintains a comprehensive suite of insurance including the following:

- General insurance, office asset insurance and public liability insurance;
- Worker's compensation;
- Travel insurance;
- Liability insurance.

Insurances are reviewed as required by the Board.

#### 1.3 IT

The Company's computer systems are regularly backed up for protection of electronic records.

Each terminal is password protected with access limited to Company employees of Pacific Bauxite and their specified consultants only.

## 2. Operational

2.1 Operational Risk Management is dealt with on a project by project basis and where required external consultants are engaged to report.

2.2 Safety is addressed by the Board.

## 3. Organisational

3.1 Given the speculative nature of the Company's business it is subject to general risks and certain specific risks. A summary of the major risk factors are set out in Company published prospectuses.

## Review of Policy

The Board shall review this Policy as required.

This Policy was approved by the Board of the Company on 26 September 2019.