

RISK MANAGEMENT

CORPORATE POLICY

Imdex Limited ACN 008 947 813



Imdex Limited (Imdex or Company) is committed to having an effective risk management process. This enables management to operate a risk-based approach in establishing internal control systems within Imdex effectively to mitigate or control our significant risks. This is recognised as an integral part of good management practice and is required as part of Imdex's overall internal compliance requirements.

As part of our risk management strategy we commit to high standards of business conduct and to an effective risk management process.

Effective risk management across our minerals supply business, our instrumentation rental and sale business, technology research and development and asset investment is an integral part of reputational service delivery.

Our ability to integrate risk management will contribute to the achievement of business objectives, partnership arrangements and safeguard shareholder investment.

1. COMMITMENT

Accordingly we commit to:

- (a) Risk management and compliance as an integral part of decision making
- (b) Risk management activities and compliance controls embedded within normal business operations
- (c) Identify and treat risk on a proactive basis with emphasis on prevention rather than reactive responses
- (d) Encourage and reinforce a culture of transparency through identification, reporting, disclosure and open dialogue, to promote sharing of information and good practice

2. STRATEGY

Imdex's risk management framework has the following elements:

- (a) Audit, Risk and Compliance Committee;
- (b) Accountability, Risk Identification Assessment and Treatment applied at all levels of the Company;
- (c) A culture which encourages communication of issues (collective ownership); and
- (d) Risk Monitoring.

