

Risk Management Policy

Summit Resources Ltd (the “Company”) recognises that it is exposed to certain levels of risk in its undertakings. Some risks are generated through external forces beyond the control of the Company, and some are generated through its business activities.

The Company is committed to a risk management framework and set of processes which effectively manages risk in the business. They are:

Identification of risks to determine what can happen, when and how;

Assessment of risks to determine their severity and potential impact on the Company;

Evaluation of risk against the Company’s risk management policy to determine risk retention or mitigation;

Treatment of risks deemed unacceptable to the Company;

Communication and consultation of risk management activities and processes to stakeholders; and

Monitor and review of risks, risk mitigation strategies and actions, and the risk management processes and system.

The Company has developed internal controls to manage risks and these are monitored on an on-going basis. Further, a management reporting system is in place to ensure risks and risk issues are reported on a regular basis and risks with levels higher than that acceptable to the Company will be mitigated through the development of appropriate risk treatment actions and plans.

It is the responsibility of all persons in the Company to engage in risk management practices and refrain from acting in such a way as to impact negatively on our relationship with stakeholders, customers and employees. All employees are responsible for ensuring the Risk Management Policy and procedures are adhered to and that their activities enhance the value of the Company.

The Company is committed to continual improvement of the risk management processes and procedures to ensure the highest return to shareholders and stakeholders.