



RISK MANAGEMENT POLICY STATEMENT

G.U.D. Holdings Limited recognises that there are risks inherent in everything it does and it is G.U.D. Holdings Limited's policy to achieve the best practice in identifying and controlling all the risks to which it is exposed.

G.U.D. Holdings Limited regards its risks as being equally the possibility of "bad things happening as it does good things not happening" and adopts a Risk Management Framework based on the AS/NZS 4360:2004 standard to ensure that there is a systematic process to identify, analyse, assess, manage and monitor risk.

The Board is responsible for approving and reviewing, on a semi-annual basis, the overall risk management strategy. To assist the Board in this responsibility, it delegates the day-to-day management of activities to the Risk Committee, which is chaired by the CEO. The Risk Committee reports directly to the Board and is responsible for providing the Board with a semi-annual Group-wide view of significant risks including strategies to control, manage, mitigate or transfer those risks, developed from all risk assessments completed across the organisation.

The Board may recommend or request that certain additional risks be specifically addressed by the Risk Committee.

All business managers are responsible for managing risk within their span of control and must do this as part of their business planning processes. Training and support is available.

17 February, 2009