

Policy

ORG-RISK-POL-001

Origin is committed to the effective management of risk, which is central to the continued growth and profitability of the company. The purpose of this policy is to ensure that:

- appropriate systems are in place to identify to the extent that is reasonably practicable, material risks that the company faces in conducting its business
- the potential impact of identified risks is understood and appropriate limits are set to assist in the management of exposures to those risks
- responsibilities are delegated to manage the identified risks
- assurance is provided as to the effectiveness of the risk management system and risk controls; and
- any material changes to the company's risk profile are monitored and disclosed in accordance with the company's *Continuous Disclosure Policy*.

This policy covers all risks that could have a material impact on the company, including those related to:

- people
- objectives (including financial performance)
- customers
- assets
- reputation, or
- the environment.

Accountabilities

The Board is accountable for:

- overseeing the effectiveness of the Risk Management System
- monitoring compliance against the requirements of the Risk Management System and reviewing the adequacy of controls
- reviewing the risk profile of the company and approving the Policies and Systems implemented for the ongoing identification and management of risks
- reviewing the company's capacity to absorb risk and approving aggregate exposure limits; and
- requiring provision by management of reports on the performance of systems used to identify and manage risks and regularly reviewing these reports.

The Board may delegate responsibility for all or part of these activities to Board Committees. To the extent that it does so, these responsibilities are expressly identified in the Charters of those Committees.

The Managing Director is accountable for:

- identification and management of risks including risks in relation to all significant investment decisions
- appointing the System Owners, through whom appropriate systems and procedures for the identification, reporting and management of risks are developed, implemented, maintained and reviewed
- provision of reports to the Board on performance in relation to identification, assessment and management of risks.

Risk Management

System Owners are accountable for:

- the development, implementation, maintenance and review of appropriate policies, procedures and systems for the management of all material risks within their area of responsibility
- providing assurance that the systems of risk management and internal control within their area of responsibility operate effectively in all material respects.

The Chief Risk Officer is accountable for:

- demonstrating, through a program of assurance and review, the effectiveness of and compliance against those systems used to identify and manage risk
- providing an effective system for assurance, at six monthly intervals, from employees with specific delegated responsibilities under this policy
- the provision of an appropriate insurance program
- the identification of material changes to the company's risk profile and recommending their disclosure in accordance with the company's *Continuous Disclosure Policy*.

All managers, supervisors and employees are responsible for:

- taking all reasonable and practicable steps to perform their responsibilities delegated under this policy and the related systems and procedures.

Reporting

For the approval of Origin's annual financial reporting, the Managing Director and Executive Director, Finance & Strategy state to the Board in writing that:

- The declaration provided in accordance with s295A of the Corporations Act is founded on a sound system of risk management and internal control and that the system is operating effectively in all material respects in relation to financial reporting risks

The Managing Director provides a report to the Board indicating:

- The effectiveness of the company's risk management and internal control systems in relation to material business risks.



Grant King
Managing Director
March 2010