



RISK MANAGEMENT POLICY

Pipeline Infrastructure Limited (PIL) recognises that risk management is an essential tool for sound strategic, financial and operational planning and management. To promote this, risk management principles are integrated into PIL's Operating Management System (OMS) as one of the eight Core Elements which ensures our planning, change and operational activities, risks are identified, assessed and managed appropriately.

PIL is committed to implement and maintain following:

- An Enterprise Risk Management Framework consistent with the Internationally Recognised Oil and Gas Industry Operating Management System (OMS) through LOMS, Hazard Identification and Task Risk Assessment (HITRA) Framework and Brookfield's Risk Management Framework will be maintained. (supporting our commitment to effectively managing risk, governance and compliance).
- We will consider strategic, operational, safety, financial, environmental and reputational aspects when identifying, assessing, evaluating and treating risks.
- Our Health, Safety and Environmental Management Systems are also incorporated into the OMS Framework to ensure compliance to "best in class" industry standards and Central, State and Local statutory requirements for managing work health and safety and environmental risks.
- The workforce at all levels of our organization understands and manages operating risk to prevent accidents and harm to people, to reduce damage to the environment and to achieve competitive performance.
- All workers and service providers are integral to effective risk management and are expected to identify, report and participate in mitigating potential risk exposures and liabilities.
- Risk assessments will be conducted for all key activities, functions & responsibilities and all work health & safety risks will be reduced to 'as low as reasonably practicable' (ALARP).
- A risk register will be maintained, with risk profiles developed and risk mitigation plans implemented for all risks.
- Where significant risk exposures are evident, we will actively communicate with relevant stakeholders, eliminate or minimise detrimental impacts and monitor for changing conditions.
- We will ensure that relevant and current Central Government and State Government Acts and Legislation are recognised as the minimum acceptable requirements.
- We will ensure continuity of services by developing and maintaining viable contingency plans and disaster recovery capacities for key services.
- Training, communication and competency are key aspects we will emphasise to support informed decision-making and appropriate responses to manage risks.
- Risk management is a priority. We will ensure that adequate resources are available to support, assess and improve our risk management practices across the organisation and its activities.

Akhil Mehrotra
Chief Executive Officer

Date: 24 September 2019