

RISK MANAGEMENT POLICY

1. Objectives

Orbital recognises that risk is inherent in its businesses and is committed to the proactive recognition and anticipation of risks to ensure that we minimise the threats posed to achieving our objectives and thus ensure that we take effective advantage of business opportunities.

We believe our risk management practices should be focused on risks that may result in failure to achieve business strategies, objectives and plans.

2. Principles

Our refined approach to risk assessment and management achieves these objectives by:

- Improving our coordination of risk assessment and risk management by implementing a structured and comprehensive risk management system across Orbital which establishes common risk management understanding, language and methodology;
- Identifying, assessing, monitoring and reporting risks to provide management and the Board with the assurance that business risks are being identified and managed;
- Maintaining internal controls over financial reporting systems in order to provide management and the Board with accurate, relevant, timely and reliable financial and operating information;
- Ensuring risks are escalated to the Board more effectively and consistently and provide the Board with a holistic and aggregated view of the risks faced;
- Ensuring risks consider Orbital's health and safety, financial, environmental, legal, compliance, reputational and security exposures;
- Helping us better understand barriers to the success of our initiatives for growth and sustainable development; and
- Improving our flexibility in being prepared for change, growth and increased complexity and diversity in the Group.

3. Application

Management is responsible for designing, implementing, reviewing and providing assurance as to the effectiveness of the Risk Management Framework. Management regularly reports to the Audit & Risk Committee on the effectiveness of the systems in place for managing risks.

The Chief Executive Officer and Chief Financial Officer provide assurance statements to the Board on the integrity of Orbital's financial statements and on the status of the risk management and internal controls over financial reporting systems upon which they are founded.

The Audit & Risk Committee operates under a Charter approved by the Board. The responsibility for the Company's corporate reporting process remains with the full Board.