



Kingsgate
Consolidated Limited

KINGSGATE CONSOLIDATED LIMITED

RISK MANAGEMENT POLICY

Kingsgate Consolidated Limited is committed to effective Risk Management to achieve our business objectives. We understand that no business venture is without risk and that opportunity is the mirror partner of risk.

Kingsgate Consolidated Limited has this Risk Management Policy and will develop, implement and maintain risk management systems to standards that will effectively allow us to:

- Identify, assess and manage risks in an effective and efficient manner;
- Use risk management to help make better decisions;
- Reduce the risk of not meeting business objectives; and
- Identify and evaluate opportunities based on their risk / reward balance

Kingsgate Consolidated Limited commits to do this by:

- Implementing a comprehensive and systematic risk assessment and reporting system;
- Training employees in the use of the system, and in suitable risk management methodologies for their business and work applications;
- Embedding risk management into the way we do things;
- Auditing the system;
- Developing a risk profile for Kingsgate and then providing risk funding to reduce risk and maintain a suit able risk / reward balance.

This Risk Management Policy constitutes the commitment of all management and staff to risk management. We aim to continually improve our management of risk, to make better decisions to achieve our objectives, and to reduce the likelihood and consequences of adverse effects to tolerable levels.

(Phil MacIntyre)
Chief Operating Officer
Kingsgate Consolidated Limited

(Gavin Thomas)
Chief Executive Officer
Kingsgate Consolidated Limited

September 01,2006