

Lotus Chocolate Company Limited

The terms of reference stipulated by the Board to the Risk Management Committee, inter alia, includes the following:

- Formulate / review Risk Management Plan and Risk Management Policy;
- Ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;
- Oversee implementation/monitoring of Risk Management Plan and Policy including evaluating and validating the adequacy of risk management systems;
- Periodically review and evaluate the Risk Management Policy and Practices with respect to risk assessment and risk management processes;
- Review of cyber security and related risks;
- Keep the Board of Directors informed about the nature and content of its discussions, recommendations and actions to be taken;
- Review of the appointment, removal and terms of remuneration of the Chief Risk Officer;
- Powers to seek information from any employee, obtain outside legal or other professional advice and secure attendance of outsiders with relevant expertise, if it considers necessary;
- Carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification as may be applicable; and
- To carry out annual performance evaluation of the Committee.