

Risk Register separated in business risk categories

Business Risks

Business Risks have been identified in the following broad categories:-

- **Operational Management**
- **Asset Management**
- **Environmental/Sustainability**
- **Compliance/Financial Reporting**
- **Strategic Management**
- **Ethical Conduct**
- **Reputation**
- **OHS/Human capital and Contract Management**
- **IT and Technological**
- **Finance and Business Continuity**
- **Tenements and Resource Statements**
- **Stakeholder Communications**

1. Risk Category: Operational Management

Risk # 1 Force Majeure / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	The Company may suffer one or more force majeure events such as terrorist acts, fire, earthquakes and floods which may affect the financial and operational performance of the Company.	Property liability insurance taken out for some risks.	Not all force majeure events have been insured. As a small company FM events will possibly be short in time frame. With no revenue streams or time based contracts, an ability to shut down variable costs quickly will reduce level of risk consequence
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Medium	Low
3	Further Management Action Required	Responsibility/timeframe	Status
	Review insurances on an annual basis at time of renewal. Model flood & snow events and wet season activity and prevent exploration programmes in these cycles.	GC/PN/MI/JH	On-going

Risk # 2 Operational Risk / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	<p>The operations of the Company can be affected by a number of factors including unforeseen problems associated with commissioning of plant and equipment, engineering problems, mechanical failure or plant breakdown and the sourcing of spare parts and consumables and logistical issues. The operations may also be adversely affected by human resource issues including industrial and labour disputes, work stoppages and workplace and health and safety issues and accidents that may adversely affect the performance of the Company. Major changes to rainfall or snow patterns may adversely impact on the timing and duration of exploration programs and could adversely impact the Company's operations.</p>	<p>Procedures and polices are in place to reduce operations risk. Outside experts are engaged if required to consider relevant risk . Reviews are made of salaries to ensure company is paying market rates, on the job training is to be provided to retain employees. OH&S safety procedures in place. Monthly management reports completed.</p>	<p>The controls are effective for size of the Company and nature of operations.</p> <p>Some risks such as delays in exploration are beyond the control of the Company.</p> <p>The Group has not commenced production yet so exposure is limited</p>
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Medium	Medium	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Update and improvement of the procedures and polices.	GC/PN	On-going

2. Risk Category: Asset Management

Risk # 1 Insurance Risk / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	There are no guarantees that in the future the Company will be able to obtain adequate insurance at reasonable rate or that the insurance will be able to cover the Company's activities.	Engaged Strathearn insurance brokers to carry out a risk review and seek insurance policies that meet with the Group's insurance needs. Reporting to insurance brokers of any material changes to the Company's affairs.	Effective. Insurance in place to meet the general needs of the Company.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	High	Low
3	Further Management Action Required	Responsibility/timeframe	Status
	Annual or event based discussions with insurance brokers to ensure that insurance meets company needs.	GC/MI/JH	On-going

Risk # 2 Public Liability / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Risk that an incident occurs on our property that results in legal, medical and other costs.	OHS procedures in place including fencing, signage and other engineered controls surrounding camp plant. Annual review of requirements with insurance brokers. Public liability insurance cover of \$10 m.	Effective
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	High	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Reinforcement and update of safety policies and safety (OHS) systems. Annual review of policies to meet requirements and advise of changing circumstances.	GC/PN- onsite safety. GC/MI/JH -insurances.	

Risk # 3 Property Liability / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Risks due to fire, burglary, accidental damage to buildings contents, general property, generators, pumps and core saw.	Policies in place to reduce the risk of occurrences. Property liability insurance.	Effective
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	High	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Annual review of insurance for adequacy. Update policies and procedures to meet changing conditions. Review security procedures and protocols for the camp sites.	GC/MI/JH for insurance. GC/PN for on-site policies and procedures	In process

Risk # 4 Motor Vehicle Insurance / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Risks associated with material loss or damage, legal liability and windscreen replacements for motor vehicles.	Motor vehicle liability insurance in place	Effective
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Low	Low
3	Further Management Action Required	Responsibility/timeframe	Status
	Annual review of insurance for adequacy and review of policies and procedures to mitigate risk.	GC/MI/JH - insurance. GC/PN- onsite policies.	

3. Risk Category: Environmental/Sustainability

Risk # 1 Environmental compliance risk / Material Business Risk – Yes/No ?

1	Risk Description	Current Controls	Effectiveness of Controls
	Changes in legislative requirements or unforeseen operational circumstances such as leakages or accidents could result in liabilities or obligations to incur significant additional expenditure which could have a material adverse effect on the financial and operating performance of the Company.	Engagement of outside consultants to advise on environmental matters. Regular discussions with appropriate government departments.	Effective
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Medium	Medium	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Discussions with EPA regarding environmental requirements for camps, exploration activities meetings with EPA and outside consultants regarding environmental compliance. Regular review of outstanding environmental actions, compliance with Plan of Operations, and testing and monitoring regimes	GC/PN	Continuing

Risk # 2 Carbon emission reduction / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Changes in legislative requirements to reduce emissions caused by greenhouse gases may have an adverse affect on current exploration operations and mining operations in the future.	The Company has systems in place designed to monitor changes in legislative requirements due to emissions trading.	
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Low	Low
3	Further Management Action Required	Responsibility/timeframe	Status
	Monitoring situation, review of compliance obligations	GC	

4. Risk Category: Compliance/Financial Reporting

Risk # 1 Government compliance risk /Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Risk that the Company fails to comply with a range of polices and regulations from various levels of government. Risk that any changes in government policies or in the legislative and regulatory environment may have a significant impact on the operations, profitability and performance of the Company.	Company engages professional firms for legal and accounting advice. Company monitors changing government policies. Staff attend updates from ASX, lawyers and accountants.	Through the combination of in house resources and external consultants the company is managing its compliance risk.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Medium	Low
3	Further Management Action Required	Responsibility/timeframe	Status
	Attend regular updates on changes in compliance matters.	MI/JH	On-going

Risk # 2 Directors' and Officers' Liability / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	The Directors and Officers could be held responsible for matters arising from acting in their position with the Company.	<p>Company has inducted a system of corporate governance with documented procedures.</p> <p>Directors' and Officers' insurance is in place for all Group companies</p>	Risk has been transferred as far as possible to the Insurance Company.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	High	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Review of governance policies and staff and Director training, annual review of Directors' and Officers' insurance requirements.	GC/MI/JH	Review commenced

Risk # 3 Material Misstatement in Financial Statements / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Risk of material misstatement in financial statements and fraud.	The audit committee and board take part in the finalisation and review of financial statements. The auditors complete a half year review and audit of financial statements. During the financial statement preparation the MD and CFO consider the risk factors that may lead to material misstatement, the adequacy of internal controls and completes an internal review of the financial statements. Financial and internal questionnaires are completed.	The internal controls and mitigation of risk are adequate the size of the Company and nature of the transactions.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	High	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Continued development of internal controls, staff training and attendance to updates on changes to requirements. Establish appropriate sign off and review levels	MI/JH	On-going

Risk # 4 Failure to properly implement risk management system/Material Business Risk– Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Material business risks are not managed due to failure to design and implement a risk management framework.	A risk management framework has been designed and implemented based on recommendations by ASX Markets Supervision Education guide for small to junior capitalised companies. Framework being implemented.	Effectiveness to be determined over time.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Medium	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Company to formalise its current risk practices under new risk management framework	MI/JH	On-going

5. Risk Category: Strategic Management

Risk # 1 Acquisition Risk / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	The Company/Group as part of its strategy has and intends to actively pursue acquisition opportunities to enhance it's shareholders value. Any acquisition will be subject to due diligence and there is no guarantee that any acquisition will be completed or successful. If an acquisition is completed the Company may need to reallocate funds from other projects or seek additional financial capital.	Company will complete its own due diligence, management and board reviews and will engage an Independent Expert when required to consider the fair and reasonableness of significant transactions. Capital adequacy associated with any proposed acquisition will be considered before proceeding. Consultants and special expertise will be engaged from time to time to consider specific issues.	Exploration and evaluation is highly risky. The experience and expertise of the consultants, management and board and only reduce some of the exploration, geology, metallurgical, commercial and finance risks.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Medium	High	High
3	Further Management Action Required	Responsibility/timeframe	Status
	Monitor market conditions	GC/MI/JH/PN	In process

6. Risk Category: Ethical Conduct

Risk # 1 Ethical Conduct / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	The Company, its Directors and/or Management fails to act ethically in its dealings.	<p>The Company has developed a Corporate Ethics and Security Trading Policy designed to ensure proper dealing in the company's securities.</p> <p>The Company endeavours to foster a culture requiring that the Directors and Officers act with the utmost integrity, objectivity and in compliance with the spirit of the law and Company policies.</p>	Effective
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Medium	Low
3	Further Management Action Required	Responsibility/timeframe	Status
	Continued training	GC/JP	

7. Risk Category: Reputation

Risk # 1 Reputation Risk / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	<p>The reputation in the market place is adversely affected by the actions or lack of actions by the Company, its management and directors.</p> <p>Acrymonious individuals with personal issues against the Company, its management, directors and stakeholders who communicate to market in various ways ie websites, conferences, industry functions, personal deputations within the industry may do immense damage to Company, its Board and its Officers.</p>	<p>Corporate Ethics and Security Trading Policies in place.</p> <p>Directors and Officers maintain public integrity of the Company.</p> <p>Company remains faithful in its actions towards its presented strategies and keeps market fully informed.</p> <p>Company utilises the services of media consultants</p>	<p>Effective due to low number of information 'exit points' from company. There is limited ability to assess attitude of shareholders to company performance.</p>
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Medium	Medium	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Monitor and report back to board on reputational risk issues.	GC/JH	On going

8. Risk Category: OHS/ Human capital and Contract Management

Risk # 1 OHS System not update or inadequate / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	OHS safety system not kept up to date or inadequate to respond to need.	GC & PN maintain safety system and conducts safety meetings.	Controls effective but requires continuous improvement.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	High	High
3	Further Management Action Required	Responsibility/timeframe	Status
	System of reinforcement for OH&S, update policies and procedures. Regular reporting and monitoring of the OHS system. OHS system is reviewed updated before every exploration campaign	GC/PN	Continuous

Risk # 2 Accident occurring on site / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Loss due to accident occurring on site	Contractor / Visitor management systems being implemented, medical kit kept on site, toolkit and safety meetings held on site. Safety Instruction Manual in prep and contact numbers on site. Obtain specific advice from experts as an when required.	Being administered ad hoc on site
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low to medium	High	High
3	Further Management Action Required	Responsibility/timeframe	Status
	PN to ensure that all visitors comply with vistor management system. Continual update of OHS system, risks and procedures. Inductions to include and highlight emergency contacts	PN	Continuing

Risk # 3 Road accident to and from exploration site /Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Road or other accident occurring whilst travelling to and from site.	Staff reliant	Being self administered
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low to Medium	High	High
3	Further Management Action Required	Responsibility/timeframe	Status
	GC/PN to ensure that visitors comply with visitor management system. Continual update of OHS system, risks and procedures. Inductions to include and highlight emergency contacts, SWP	GC/PN	Continuing

Risk # 4 Retention of skilled personnel / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	The Company is dependent on a small number of key personal and consultants to operate its business. Skilled personnel may leave for other projects.	Reviews are made of salaries to ensure company is paying market rates. Current economic circumstances have reduced demand for labour.	Being administered at board level
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low to Medium	Low	Low
3	Further Management Action Required	Responsibility/timeframe	Status
	Monitor the job market for personnel. Review skill base regularly.	GC	Continuing

Risk # 5 Emergency response and crisis preparedness

Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	The company is not prepared in the event of an accident or emergency.	Policies and procedures being implemented.	Partly effective
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low to Medium	High	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Safegy proceedures are to be reviewed and upated on before any Exploration programme. Inductions conducted before work for all visitors, contractors and employees to site	GC/PN	Continuing

9. Risk Category: IT and Technological

Risk # 1 System Integrity / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Risks associated with the security and integrity of its knowledge management and information technology systems	The Company to implement a range of IT controls in a number of areas including security, virus protection, off site back-ups, and software licences.	Effective systems being put in place for Australia.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	High	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Continual review of requirements	GC/MI/LE	

Risk # 2 Database Integrity / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Database	Backup protocols established and adopted from Blueprints advice are carried out as required.	Effective systems moving into place
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Medium	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Continual monitoring of database activities Review changes in technologies Update technology and protocols as required to maitain Company information systems	GC	On going

10. Risk Category: Finance and Business Continuity

Risk # 1 Ability to raise finance / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	The risk that the Company will be unable to obtain financial capital on favourable terms to meet its commitments. The additional equity funding may be dilutive to Shareholders and be placed at lower market values than the issue price. Future debt funding may require security that places restrictions on the operations and financial activities of the Company.	Discussions held with outside brokers, fund managers and investors. Budget process in place which considers company's current and anticipated financial needs.	Effective control
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Medium	High	High
3	Further Management Action Required	Responsibility/timeframe	Status
	Promote the company to external stakeholders include brokers and shareholders. Directors and management actively and positively promote the company, its board and management.	GC Board of Directors	Ongoing

Risk # 2 Global Financial Crisis/Lack of liquidity / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Changes in the Australian and international economic factors such as growth rates, levels of protection, inflation rates, interest rates, the liquidity in the debt market, increase government borrowing and changes in supply and demand may adversely affect the financial performance of the Company.	Monitoring of external environment.	Many factors of external environment outside control of the company.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	High	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Continual monitoring	GC	On going

Risk # 3 Commodity Price and Exchange Rate Risk / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Commodity prices affect the market perception of exploration companies. Furthermore, in the event that exploration and evaluation success leads to production; future revenue will be derived through the sale of gold and other metals which exposes the Company to commodity price risk.	Monitoring of external environment.	Many factors of external environment outside control of the company.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Medium	Medium	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Continual monitoring Factor conservative ranges in all modelling	GC/MI/JH	

11. Tenements and Resource Statements

Risk # 1 Indigenous heritage obligations not carried out / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	<p>Company fails to adhere to its indigenous heritage obligations.</p> <p>There is a possibility that one or more sites of significant cultural heritage will be found within the Company tenements or significant delays are caused by dealing with several traditional landowner groups where no native title has been established.</p>	<p>The Company has executed an ILUA for the Challenger Project.</p> <p>It is the Company's policy that the activities will not cause disturbance or encroachment or offence to any cultural site or belief or member of traditional landowner groups within the exploration tenements of the Company.</p>	<p>Indigenous heritage obligations and relationships are being effectively managed</p>
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Medium	Low
3	Further Management Action Required	Responsibility/timeframe	Status
	Further dicussions as and when required.	PN	Continuous

Risk # 2 Approval process delays – Government Agencies and Indigenous clearances

Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Delays in government agencies and indigenous approvals for tenement applications. There is always some uncertainty associated with Native Title in Australia and this may impact on the Company's operations and future plans.	Limited controls in place except for environmental scanning.	
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Low	Low – accept the risk
3	Further Management Action Required	Responsibility/timeframe	Status
		PN	

Risk # 3 Resource Statement is inaccurate / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Estimates of Mineral Resources are inherently forward-looking statements, which being projections of future performance may differ significantly from the actual performance, work completed by outside consultants or found later to be inaccurate when more information becomes available.	Resource statements if material change are always reviewed by outside consultants.	Effective
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Medium	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Audit of resource statements to continue to be completed by outside consultants.	PN/GC	Continuous

Risk # 4 Loss of tenements / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	<p>Risks associated with the securing of existing and future mining tenements with the Queensland Department of Mines and Energy and any delays in approval or non-approval of mining tenements may have an adverse affect on the Company.</p> <p>The requirement to keep the tenements in good standing including expenditure and work commitments which may be varied at the discretion of the Queensland Department of Mines and Energy and the risk of forfeiture if the tenements are not kept in good standing.</p>	<p>Company attends regular meetings with Queensland state government regarding tenements.</p> <p>Budget incorporates and reports on minium expenditure requirments for individual tenements.</p> <p>Exploration Manager monitors and advises on impending requirements</p>	<p>Determined on results.</p>
2	Likelihood of Occuring	Consequences of risk	Risk Level
	<p>Medium</p>	<p>Low</p>	<p>Low – accept the risk</p>
3	Further Management Action Required	Responsibility/timeframe	Status
	<p>Hold discussions with government departments regarding the reduction of tenement commitments.</p> <p>Maintain regular communication, updates with HEMTS, DPI, DME, MRA and Crown Minerals</p>	<p>PN</p>	<p>Continous</p>

Risk # 5 Exploration and evaluation risk / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	<p>Minerals exploration and development has significant risk and there is no assurance that the current exploration targets identified or any identified or acquired in the future will result in a discovery of an economically viable mineral deposit. Even if a mineral deposit is identified there are no guarantees regarding the profitable development of the deposit.</p> <p>The exploration and evaluation budgets are based on assumptions and estimates which may be materially different to the actual costs and revenues which may affect the performance of the Company and its viability.</p> <p>There are also the geology/metallurgical risks associated with the ore reserve including grade variability, mining dilution and metallurgical recoveries.</p>	<p>The overall exploration strategy is discussed and approved by the Board. Company is mainly in exploration.</p> <p>The Company endeavours to source outside contractors including drill rig operators and geological consultants and services that provide appropriate skills and knowledge of the exploration tasks.</p>	<p>Controls are designed to minimise the exploration risk. However, the exploration risk cannot be fully mitigated.</p>
2	Likelihood of Occurring	Consequences of risk	Risk Level
	High	High	High – accept the risk
3	Further Management Action Required	Responsibility/timeframe	Status
	<p>Exploration strategy being managed by company and approved by board Board is continuously updated on progress of exploration programmes</p>	GC/PN	Continuous

Risk # 6 Inadvertent or deliberate unlawful site entry / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Loss caused by compensating for injury, damage and other consequences of inadvertent or deliberate unlawful site entry	Property insurance in place. Fences and other engineered controls in place in a number of tenements. Review of insurance policy with insurance brokers	Difficult to prevent site entry.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Low	Low
3	Further Management Action Required	Responsibility/timeframe	Status
		PN/GC	Continuous

Risk # 7 Adversarial land owners / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Risk of a dispute or relationship issue with the land owners.	The Company holds informal and formal discussions with land owners.	Effective
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Medium	Medium	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Maintain and further development of relationship with land owners.	PN	

Risk # 8 Joint venture management risk / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	The Company or its JV partners may not be able to meet its commitments under joint venture agreements.	Accounting systems in place to monitor expenditure. Observation of activities of JV partners, incl project reporting.	Sufficient for current status.
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Medium	High	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Liaise with JV partners	PN/GC	On going

12. Risk Category: Stakeholder Communications

Risk # 1 Movement in share price / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Share price can be affected by a number of factors including changes in the external economic environment such as economic conditions and commodity prices which are unrelated to the performance of the company. Exploration companies often are subject to extreme price variations	Monitor the changes in external environment and shareholder communication. Ensure that market is kept informed and complies with its disclosure obligations under the listing rules.	
2	Likelihood of Occuring	Consequences of risk	Risk Level
	High	High	High – Accept risk
3	Further Management Action Required	Responsibility/timeframe	Status
	Shareholder communication, broker liaison	GC	Continuous

Risk # 2 Discoloure obligations / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Risk that the company fails to properly keep the market informed and meet its disclosure obligations.	Policies and procedures in place to ensure that Company complies with ASX Listing Rule disclosure requirements and ensure accountability at senior and director level for that compliance. Companies reporting requirements are standing board matter. Attendance at various ASX updates.	Effective
2	Likelihood of Occuring	Consequences of risk	Risk Level
	High	High	High – Accept risk
3	Further Management Action Required	Responsibility/timeframe	Status
	Re-enforcement and update disclosure obligatins to the staff, management and directors.	GC/MI/JH	Continuous

Risk # 3 Shareholder Relations / Material Business Risk – Yes/No

1	Risk Description	Current Controls	Effectiveness of Controls
	Lack of effective communications with shareholders has adverse effect on Company.	Policies and procedures in place to ensure that Company complies with ASX Listing Rule disclosure requirements and ensure accountability at senior and director level for that compliance. Continuous reporting requirements is standing board matter. Email and other communication systems developing. IR consultant engaged to help with shareholder communications. Shareholders encouraged to engage in general meetings. Board review Company's marketing activities.	Effective
2	Likelihood of Occuring	Consequences of risk	Risk Level
	Low	Medium	Medium
3	Further Management Action Required	Responsibility/timeframe	Status
	Development of shareholder relationships and communication over time.	GC/JH/JP	Continuous