



## **Risk Management Policy**

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## INTOLL RISK MANAGEMENT POLICY

### 1 BOARD OVERSIGHT

The Boards are responsible for the overall corporate governance of Intoll and its controlled entities, including:

- Endorsement of Intoll's risk management framework including key policies and procedures and approval of any changes to the framework or any key risk policies and procedures
- Delegating authority to management, where appropriate
- Approving asset purchases or disposals

As part of the monitoring process, the boards are provided with the following information at scheduled board meetings:

- Any proposed changes to key policies or reporting arrangements for approval
- Reports on exposures, non-compliance with key policies and general effectiveness of risk management systems, when necessary
- Results of independent reviews of the control environment
- Other management information.

### 2 BOARD AUDIT & RISK COMMITTEE

Each of the Audit & Risk Committees assists the Boards to monitor Intoll's risk management by reviewing any matters of significance affecting financial reporting and internal controls of Intoll.

### 3 COMPLIANCE COMMITTEE

As required by the managed investment scheme provisions of the Corporations Act, Intoll Management Limited has formed a compliance committee to assist the Board in overseeing the risk management framework of Intoll Trust (I) and Intoll Trust (II) by monitoring compliance with the compliance plans and ensuring that there is an underlying compliance framework.

### 4 SENIOR MANAGEMENT OVERSIGHT

Senior management (being the CEO, CFO, and COO) assists the boards in monitoring:

- Key aspects of Intoll's risk management policies
- Delegation of approvals
- Risk management reporting
- Operational control weaknesses and breakdowns including fraud
- Results of risk self assessment reviews

### 5 OPERATIONS MANAGEMENT

Intoll management ensure activities are conducted in accordance with the Intoll policies and procedures and in accordance with the boards' directions. This is achieved by:

- Documented policies and procedures and for Intoll Trust (I) and Intoll Trust (II), the compliance plans
- Staff training in respect of Intoll's policies and procedures

- Quarterly review of compliance with compliance plans and underlying
- Policies and procedures
- Appropriate reporting of operational issues to Senior Management and the Board.

## 6 RISK

Risk is an inherent part of Intoll's business. Management of that risk is therefore critical to Intoll's continuing profitability and financial health.

The main risks faced by Intoll are:

- Investment performance risk
- Financial Risk
- Regulatory risk
- Legal and documentary risk
- Compliance risk
- Operational risk
- OH&S risk
- Environmental and social responsibilities
- Strategic risk
- Reputation risk

## 7 ASSET LEVEL RISK MANAGEMENT

Each toll road maintains its own risk management framework and processes to manage its own risk. Intoll's ability to control or influence such a framework and processes differs based on Intoll's level of ownership/control.

It is Intoll's policy to confirm that each asset has an appropriate risk Management framework in place to assist the asset effectively manage its risks.

## 8 REPORTING

To assist the Audit & Risk Committee and Compliance Committee in monitoring and reviewing compliance with key risk management policies, a semi-annual risk management update is provided to the Committees.

Breaches and operational risk incidents arising within the operations of Intoll are reported to the CEO on a monthly basis. Significant breaches or incidents are reported to the Intoll Boards via regular Board reporting and/or immediate notification to the Boards as necessary.

## 9 REGULATORY BREACH REPORTING

As the holder of an Australian financial service licence, Intoll Management Limited is required to identify breaches or likely breaches, give proper consideration to whether the breach is significant and, where required, notify ASIC within five business days of becoming aware of the breach or likely breach.

Intoll must notify ASX immediately in writing if it becomes aware that it has breached any of the ASX Listing Rules and that breach is significant.