

LFE CORPORATION BERHAD

(Company No. 579343-A)

(Incorporated in Malaysia)

REVISED TERMS AND REFERENCE OF RISK MANAGMENT COMMITTEE

1. Composition

The Nomination Committee (“the Committee”) shall be appointed by the Company’s Board of Directors (“the Board”) from amongst the members of the Board. It shall consist of at least three (3) board members.

2. Quorum

Two (2) members shall form a quorum for a meeting of the Committee.

3. Chairman

The Chairman of the Committee shall be appointed by the Board.

4. Secretary

The secretary of the Company shall be the secretary of the Committee.

5. Meetings and Minutes

- a) The Committee shall meet at least two (2) times a year or at such other times as the Chairman of the Committee deems necessary.
- b) The Chairman of the Committee shall chair all Committee meetings except that in the absence of the Chairman, the remaining members present shall elect one (1) of them as Chairman of the meeting.
- c) Notice of not less than three (3) working days shall be given for the calling of any meeting to those entitled and required to be present.
- d) Minutes of all meetings of the Committee shall be distributed to all members of the Board.
- e) Questions arising shall be decided by a majority of votes and determined by a majority of the members of the Committee and shall for all purposes be deemed a determination of the Committee.
- f) In the case of an equality of votes, the Chairman of the meeting shall have a second or casting vote provided that where two (2) members form a quorum, the Chairman of the meeting at which only such a quorum is present, or at which only two (2) members are competent to vote on the question, shall not have a casting vote.

- g) A resolution in writing, signed by all the members of the Committee shall be as valid and effective as if it had been deliberated and decided upon at a meeting of the Committee.
- h) The Chairman of the Committee shall be available to answer questions at annual general meetings of the Company on the Company's risk management policies and practices.

6. Functions

- a) To create a high-level risk strategy and policies aligned with the LFE Corporation Berhad Group ("the Group")'s strategic business objectives.
- b) To identify and communicate to the Company's Audit Committee and/or the Board the critical risks, present and potential, that the Group faces or may face, their changes and action plans to manage such risks.
- c) To perform risk oversight and to review risk profiles and organizational performances regularly, at least once a year, at the Company and Group levels.
- d) To set performance measures for the Group (ie subsidiaries and business units).
- e) To provide guidance to the Group's business units on the Group's risk capacity and risk tolerance and such other relevant criteria, which when exceeded, will trigger an obligation to report upward to the Audit Committee and/or the Board.
- f) To review all proposals for new investments and/or diversification of businesses by the Group and to assess the risk level and the impact that such new investments and/or business diversification might have on the Group as a whole, and to communicate its findings to the Audit Committee and/or the Board.

7. Reporting Procedure

- a) The Committee shall report to the Audit Committee from time to time its findings and recommendations for consideration and implementation.
 - b) All assessments and evaluations carried out by the Committee in the discharge of all of its functions should be properly documented.
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