

# Risk Management Policy

Sustainable Timber Tasmania is responsible for land management and wood production in Tasmania's Permanent Timber Production Zone.

## Background

The purpose of the Risk Management Policy is to ensure Sustainable Timber Tasmania systematically identifies, assesses, manages and monitors risks that could effect the achievement of its' strategic and operational objectives.

The Board is responsible for strategic risk management and for determining the appropriate level of risk Sustainable Timber Tasmania is prepared to accept. The Board is responsible for the existence and oversight of an effective risk management framework that includes measures to identify, assess, report and manage the organisation's key strategic risks.

Management has responsibility for the identification and management of operational risks within the framework endorsed by the Board. Management will report material operational risks and/or breaches of material operational risks to the Board via the Finance Audit and Risk Management Committee.

## Objective

Sustainable Timber Tasmania is committed to embedding a positive risk management process and culture where risks are proactively identified, assessed and managed within clearly defined risk appetites and tolerances. Sustainable Timber Tasmania's risk management process is integrated into governance, strategic planning, business planning and performance management processes.

Under this policy, Sustainable Timber Tasmania will:

- manage risk through a structured and consistent approach that aims to maximise opportunities and minimise losses and in alignment with ISO31000:2018 Risk Management Guidelines;
- promote accountability for risk management at all levels of Sustainable Timber Tasmania;
- engender a risk aware culture in which staff make informed decisions based on a reasonable analysis of foreseeable opportunities, risks, and their associated impacts;
- encompass the political, reputational and sustainability aspects of Sustainable Timber Tasmania as a Government Business Enterprise within its Enterprise Risk Management Framework;
- define risk appetite and tolerance principles in a Risk Appetite Statement approved by the Board;
- actively monitor severe and high residual risks and develop strategies and/or improve controls to work towards reducing these risks as soon as and where practicable;
- only accept risks with a high or severe residual risk rating where they are subject to regular review by the General Management Team and the Board; and
- monitor and assess risks against the Risk Matrix within the Enterprise Risk Management Framework.



A handwritten signature in blue ink, reading 'Rob de Fegely'.

Rob de Fegely

Chair

10 November 2025