

Board

Approve strategy, investment decisions and risk appetite

Assessment, management and reporting of principal risk categories

Strategic

Board review investment pool strategies & asset allocation

Investment

Investment Committee

- Investment strategy
- Investment decisions

Market

- Risks and sensitivities reviewed regularly
- Market & portfolio volatility reviews

Liquidity

- Detailed cash forecasting supported by scenario analysis
- Credit facility in place

Operational

- Oversight by Operational Risk Committee
- Robust systems and controls in place

ESG/climate change

- Implemented through RI/RC Working Group
- Sustainability criteria in investment decisions

The risk framework aligns with and supports business activities

Internal control assurance

Identify

the range of risks we need to manage that are relevant to our business activities and strategy. The top-down risks that Caledonia is exposed to form our principal risks.

Risk analysis & reporting

Report

key risk exposures, control assessments and actions for risks outside appetite. Detailed reporting to the Operational Risk Committee with aggregate dashboards to the Investment Committee and Audit and Risk Committee.

Monitor

the risk exposures, through regular risk reviews, analysis of incidents and scenario exercises, all of which could trigger a reassessment of the original rating.



Measure

and assess the materiality and magnitude of the risks identified, and assign risk ratings to articulate both our risk profile and appetite position.

Manage

the risks according to our rating and control assessments. The risk may not be accepted as assessed and need remedial actions (control strengthening) to bring it back within appetite.