



**Tanmiah Food Company
Risk Management System**

At Tanmiah, we are committed to maintaining robust risk management practices to safeguard our business operations, protect shareholder value, and uphold our commitment to stakeholders. Our approach to risk management encompasses a comprehensive process overseen by both our Board of Directors and management team.

Board Governance: At the heart of our risk management framework is strong board governance. The Board of Directors plays a critical role in overseeing risk management activities, ensuring alignment with our strategic objectives and corporate values. Risk at Tanmiah is categorized into five key areas:

1. Strategic Risk: Pertaining to risks associated with achieving our strategic objectives and long-term goals.
2. Financial Risk: Relating to risks impacting on our financial stability, including market fluctuations and liquidity concerns.
3. Compliance Risk: Focused on ensuring adherence to regulatory requirements and ethical standards.
4. Operational Risk: Covering risks inherent in our day-to-day operations, including process failures and business continuity concerns.
5. ESG Risk: covering environmental, social, and governance factors that can pose potential threats or opportunities to our financial performance, reputation, and long-term sustainability.

The Board of Directors has established specialized committees to oversee specific risk categories. The Board's Technical Committee is responsible for overseeing strategic and operational risks, while the Audit Committee oversees financial and compliance risks. The Board ESG Committee oversees management ESG practices and associated risks. These committees provide expert oversight and guidance, ensuring that risks are identified, evaluated, and mitigated effectively.

Management Process: Our Enterprise Risk Management (ERM) system will serve as the backbone of our risk management process. This system will integrate all risk categories to facilitate a holistic view of our risk landscape. Through our ERM process, risks will be assessed, prioritized, and monitored continuously to ensure proactive management.

On a quarterly basis, the ERM system will generate comprehensive risk reports that are presented to the relevant committees for review and action. These reports will provide insights into emerging risks and mitigation strategies.