# GOV-R-PL-0001 - RISK MANAGEMENT POLICY

## 1. OBJECTIVE

This document aims to set the principles and guidelines of risk management to all of the collaborators, clients, suppliers and other interested parts from Petronect, in addition to disseminate the risk management culture and practice, showing the importance of the knowledge and such application into that practice, which must be adopted by Petronect.

## 2. ADDITIONAL DOCUMENTS

Petronect's bylaw

Código de Ética - versão inglês

POLÍTICA DE COMPLIANCE - Versão Inglês

RMP - Risk Management Process PGR - PROCESSO DE GESTÃO DE RISCOS

Enterprise Risk Management Framework do COSO (Committee of Sponsoring Organizations of theTreadway Commission)

Norma ISO 31000:2018

## 3. DEFINITIONS

**Risk:** Uncertainty effect on goals (NBR ISO 31000:2018).

**Inherent risk:** risk level before considering any action control

**Residual risk:** risk that the company is exposed once the control measures to the risk treatment are implemented.

**Management risk:** coordinated activities to head and control an organization regarding to risks

**Impact:** it is an effect caused by the risk materialization, which might be positive or negative.

**Risk owner:** a collaborator with responsibility and authority to manage the event that it might becomes a risk to Petronect .

**PRT:** Potential risk ticket – a form to open an event on potential to be a risk of Risks Committe evaluation.

# 4. DESCRIPTION

4.1. It must be aligned and coherent on company's strategy and purpose.

4.2. It must be considered the organizational culture, values and Petronect rules, which becomes a holistic process to all of the institutional levels.

4.3. It must be inserted the company's commitment to act ethically and in compliance with the legal requirements and applicable regulations.

4.4. Risks must be considered in all of the decisions and its management must be performed on an integrated way by using the benefits regarding to the diversifications.

4.5. The risk response actions must consider short, medium and long term possible cumulative consequences, besides possible impacts on "stakeholders".

4.6. It must be promoted uniformity of concepts and the integration of methodologies used on identifications, analysis, evaluation and risk treatment as a way to improve the information reliability and the transparency of all risk management process.

4.7. Managing, comprehensively and proactively, associated risks to business processes of management and services in order to keep them on an acceptable exhibition level, which is adherent to Petronect's risk appetite.

4.8. Engaging the risk management actions effectively, efficiently and economically.

4.9. Aligning the risk management actions on responsible organizational units actions for internal control, conformity and the company's internal audit.

4.10. Strengthening the autonomy on risk management process and the duties segregation between the risk owners and the responsible for its monitoring.

4.11. To promote training for the management risk continuously and appropriated to each collaborator's assignments.

4.12. To improve the monitoring and the critical analysis of own management risk as an integral part of an improvement continuous process of the corporative governance.

4.13. Disseminating and fomenting the management risk culture continuously.

4.14. To improve the monitoring and the critical analysis of own management risk as an integral part of an improvement continuous process of the corporative governance.

4.15. Every collaborator must identify risks, causes, effects, besides acting to mitigate, control, manage and communicate all the relative risks to the processes under its responsibility.

# 5. APPLICABLE AREA

All of Petronect's collaborators and other interest.

# 6. MEASUREMENT AND EVALUATION

It must be monitored the connected risks and controls to measure the response effectiveness to risks and such adherence to the settled appetite.

It must be followed and regulated the process in order to measure the performance by a comparison between the accomplished and planned so that all of the actions are assisted by the company.

The committee is responsible to evaluate the risk severity degree settled to the residual risk.

The continuous monitoring of each risk must be done by the risk owner by doing specific reviews once a context changing, implementation or controls and barriers updates are executed.

In case of materialization risk, the owner must present the learned lessons, PRT update to the Risk Committee by aiming the controls and barriers as well as keeping the interested parts updated about the risk situation.

# 7. CONTINGENCY ACTION

Non applicable

# 8. RECORDS CONTROL

Non applicable

# 9. VERSION HISTORY

1. Original

1.1 Changed Code (old DSP-PL-0001)

2. Removal of the term "Bow Tie," update to the name of the area responsible for the risk management process, and inclusion of item 8.