METROPOLITAN STEEL
MSC CORPORATION LTD.

Governance of Risk and Management Policies

1. Purpose

To establish a structured risk management framework that supports the company's ability to achieve strategic and operational objectives while complying with the **Code of Corporate Governance Regulations, 2019**.

2. Scope

Applies to all departments, subsidiaries, and functions of the Company.

3. Objectives

- Identify, assess, and mitigate material risks.
- Promote risk-aware decision-making.
- Align risk management with company strategy and compliance standards.

4. Risk Governance Structure

Level	Role
Board of Directors	Oversight and approval of risk management framework.
Risk Management Committee	Monitor key risks and review risk reports quarterly.
CEO & Management	Implement risk controls and report to the Board.
Internal Audit	Independent review of risk systems and reporting integrity.
All Employees	Responsible for identifying and reporting operational risks.

5. Risk Categories

- Strategic Risk
- Operational Risk
- Compliance/Regulatory Risk
- Financial Risk
- Reputation Risk
- Cybersecurity and IT Risk

6. Risk Management Process

1. **Identification** – Risk registers maintained by each unit.
2. **Assessment** – Based on likelihood and impact.
3. **Mitigation** – Risk treatment plans and controls.
4. **Monitoring & Reporting** – Quarterly reports to the Risk Committee.
5. **Review** – Annual evaluation and improvement of the framework.

7. Reporting & Disclosure

- Risk updates included in Board meetings.
- Key risks disclosed in Annual Report (as required by Regulation 5.6 of CCG).