



MyState Limited

Group Risk Committee Charter



Group Risk Committee Charter

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1. Purpose

The Group Risk Committee (GRC) is responsible for overseeing all risks and risk related activities other than those undertaken by the Board or other Board committees. GRC is responsible for the governance of the Risk Management Framework and Risk Management Strategy.

2. Delegations to the Committee

The GRC is a Board Committee; it is given its delegation for oversight and governance of Risk Management Framework and Strategy in the MyState Limited group by the Board of Directors of MyState Limited. The GRC performs the functions outlined in this charter.

3. Committee Composition

Refer to the Board Committee Standing procedures

4. Committee Governance

Refer to the Board Committee Standing Procedures

5. Responsibilities of the Committee

- The Committee has power delegated by The Board to review and recommend the *Risk Management Framework and Strategy* to the Board for approval.
- Provide input to management regarding the *Group Risk Appetite Statement* and tolerances and recommend the Group Risk Appetite Statement to the Board for approval
- The GRC will do all things necessary along with management to establish and maintain a sound risk culture by dialogue with the Chief Risk Officer (CRO) and other relevant members of management
- The GRC has oversight of enterprise risks and in doing so, the committee recognises the responsibilities delegated to other committees by the Board. The GRC understands the other committees may emphasise specific risk monitoring through their respective activities. It will provide periodic assurances as required to other Board Committees.
- Oversight of management's implementation of the business processes and policies that support the Group Risk Management Framework and Strategy.
- Constructively challenge management's proposals and decisions on all material aspects of risk management

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- The Committee shall regularly update the Board regarding Committee activities and make appropriate recommendations
 - Review and approve the charters for management-level committees; the Risk and Credit Committee and the respective TPTL and MSB Asset and Liability Committees
 - Ensure appropriate controls are in places that are consistent with the Group's strategic objectives and regulatory requirements
 - Recommend delegations to management for credit related lending policies.
 - Review and recommend all other policies for approval
 - Monitor Group Risks
 - Oversight and monitoring of the Group's risk profile including Credit risk, Liquidity risk, Enterprise risk, balance sheet risk, Operational risk, Compliance and legal matters
 - Review issues raised by the CRO, and External Audit or Internal Audit that impact the risk management framework
 - Review compliance with applicable laws, regulations and regulatory requirements that may impact the Group's risk profile
 - Receive reports from management concerning the risk implications of new and emerging risks, organisational change and major initiatives, in order to monitor them
 - Setting and monitoring compliance with any delegations made to management
 - Review reports and communication from management to the Groups regulators
 - Governance responsibilities
 - In relation to the Chief Risk Officer;
 - Provide endorsement for and oversee the appointment and removal of the Group CRO
 - Through the CEO, set objectives for and review the performance of the CRO
 - Ensure the CRO has unfettered access to the Board and the Committee
 - Review the annual CPS 220 Risk management declaration and recommend its endorsement to the Board

6. Powers of the committee

The GRC has the authority to conduct investigations into any matters within its scope of responsibility and obtain advice and assistance from external legal, accounting, or other advisors, as necessary, to perform its duties and responsibilities. In carrying out its duties and responsibilities, the GRC shall also have the authority to meet with and seek any information it requires from employees, officers, directors, or external parties.

7. Amendments to the Charter

Refer to the Board Committee Standing Procedures