

**ONESTEEL LIMITED**  
**OPERATIONAL RISK COMMITTEE**  
**CHARTER**

**1. Composition**

- 1.1 Chair            Mr P J Smedley  
                         Mr R B Davis  
                         Mr P G Nankervis  
                         Mr D A Pritchard  
                         Mr G J Smorgon
- 1.2 Secretary      The OneSteel Company Secretary
- 1.3 Management attends meetings of the Committee on invitation.

**2. Terms of Reference****2.1 Duties/Scope**

The duties of the Operational Risk Committee will focus on particular operational and business risks referred to the Committee by the Board. The duties of the Committee in respect of the risks referred by the Board will include to:

- 2.1.1 Monitor and report to the Board on critical operational and business risks;
- 2.1.2 Ensure monitoring, review and audit coverage for the operational and business risks are appropriate;
- 2.1.3 Initiate any investigations or review of processes that are deemed appropriate for any specific critical risk.

**2.2 Meetings**

The Committee meets as required.

**2.3 Quorum**

Two members of the Committee form a quorum.

**2.4 Calling of Meetings**

Meetings are called by the Secretary as directed by the Board or at the request of the Chair of the Committee.

**2.5 Minutes**

Minutes of meetings of the Committee are kept by the Secretary and, after approval by the Chairman, presented at the next Board Meeting.

**Reviewed by Governance & Nominations Committee on 15 June 2009**

**Approved by the OneSteel Limited Board on 20 July 2009**