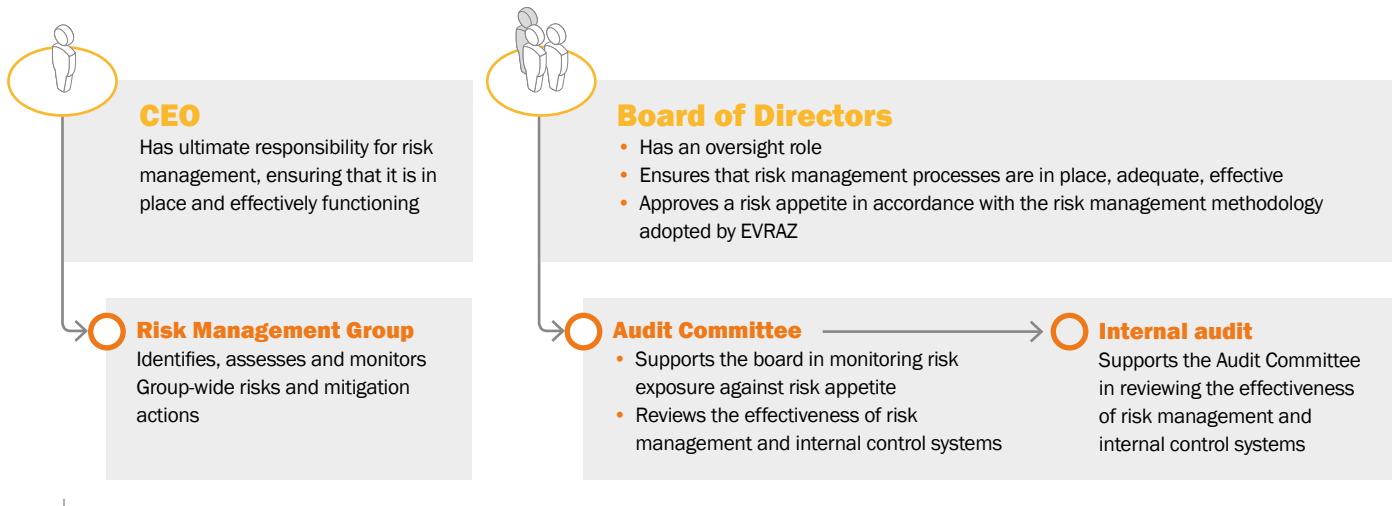# Principal risks and uncertainties

Risk management system

The risk management process aims to identify, evaluate and manage potential and actual threats to the Group's ability to achieve its objectives.

CEO
Has ultimate responsibility for risk management, ensuring that it is in place and effectively functioning

Board of Directors
- Has an oversight role
- Ensures that risk management processes are in place, adequate, effective
- Approves a risk appetite in accordance with the risk management methodology adopted by EVRAZ

Risk Management Group
Identifies, assesses and monitors Group-wide risks and mitigation actions

Audit Committee
- Supports the board in monitoring risk exposure against risk appetite
- Reviews the effectiveness of risk management and internal control systems

Internal audit
Supports the Audit Committee in reviewing the effectiveness of risk management and internal control systems

TOP-DOWN APPROACH

Oversight, identification, assessment and management of risks at the corporate level

Effective Risk Management

Identification, assessment and management of risks at regional and site levels and across functions

BOTTOM-UP APPROACH

Site levels
- Identification, assessment and mitigation of risks
- Promoting risk awareness and safety culture

Regional business unit management teams
- Adopt regional risk appetite
- Support the Risk Management Group in reviewing and monitoring effectiveness of risk management
- Identify, assess and manage risks at the regional level
- Monitor risk management process and effectiveness of internal control