



**DEXTERRA GROUP INC. (the "Corporation")  
ENTERPRISE RISK MANAGEMENT COMMITTEE CHARTER**

Purpose

The overall purpose of the Enterprise Risk Management Committee (the "**Committee**") is to assist the Board of Directors (the "**Board**") in fulfilling its responsibilities in relation to:

1. providing oversight of the enterprise risk management activities of the Corporation and its subsidiaries and to advise the Board with respect to the effectiveness of the enterprise risk management framework of the Corporation. The Audit Committee of the Board is responsible for reviewing and discussing with management and the independent auditors the major financial risk exposures. This Committee will coordinate discussions with the Audit Committee, as necessary, in the discretion of the Committee chairs. The Committee members will not provide any expert advice as to the Corporation's risk management systems or programs.
2. ensure appropriate attention to health, safety, quality and environmental matters, including ensuring that employees are provided with a safe environment in which to perform their duties and monitoring and overseeing the Corporation's policies and procedures for ensuring compliance by the Corporation with environmental, health, safety and quality regulatory requirements; and
3. facilitating the Corporation's ability to identify, assess, monitor, and manage risk with focus primarily on the implementation of an effective enterprise risk management framework and ensuring appropriate attention to health, safety, quality and environmental matters. The Committee's function is solely oversight of the Corporation's assessment, monitoring, management, and control of such risks. Each member of the Committee shall be entitled to rely on the integrity and competency of those persons and organizations within and outside the Corporation that provide information to the Committee and on the accuracy and completeness of the information provided to the Committee by such persons or organizations, absent actual knowledge to the contrary.
4. oversight of the Corporation's enterprise risk management process, including oversight of the development and implementation of standardized monitoring and reporting formats in order to permit management to identify, assess, respond to, and report regularly on the most significant risks identified in the assessment process.

Structure and Authority

1. The Committee shall be comprised of not less than three members of the Board, each of whom shall be free from the influence of management or corporate relationships that could improperly influence his or her judgment as a Committee member. At least one member of the Committee shall also be a member of the Audit Committee of the Board.

2. The Board shall appoint the members of the Committee. The Board may at any time remove or replace any member of the Committee and may fill any vacancy in the Committee.
3. The Board shall appoint a chair of the Committee.
4. The Corporate Secretary of the Corporation shall be the secretary of the Committee, unless otherwise determined by the Committee.
5. The Committee shall meet regularly each quarter on such dates and at such locations as the chair of the Committee shall determine and may also meet at any other time or times at the discretion of the chair of the Committee.
6. The quorum for meetings shall be a majority of the members of the Committee, present in person or by telephone or other telecommunication device that permits all persons participating in the meeting to speak and to hear each other.
7. The Committee shall have access to such officers and employees of the Corporation and to such information respecting the Corporation and may engage independent consultants and advisors at the expense of the Corporation, as it considers to be necessary or advisable in order to perform its duties and responsibilities.
8. The Committee may consider meeting "in-camera", without management, at the end of any Committee meeting.

#### Duties and Responsibilities

The Committee will work with management to establish and maintain a standardized comprehensive risk management reporting framework to be prepared and maintained by management for identifying, assessing and managing significant and key risks exposures. The Committee will cover the three distinct business units.

In this regard, the specific responsibilities of the Committee include:

1. Oversight of the various identified risks faced by Corporation and its subsidiaries including the assessment, monitoring, mitigation and management of such risks.
2. Reviewing standardized, periodic reports from the Corporation's management detailing significant and identified key risks presented by the Corporation's operations and the underlying business systems and processes implemented to identify, assess, monitor and manage such risks, and, as necessary, discussing the same with management. Initially, these will include health, safety, quality and environmental and expand over time as the Committee develops an Enterprise Risk Management framework.
3. Annually review and evaluate the Corporation's Enterprise Risk Management reporting framework for best practices regarding the identification, assessment, mitigation and management of risks, including risks identified by the other committees of the Board. The standardized reporting by management to the Committee may include the evaluation and management of the following core types of risks and sub-risks types:

- a. Strategic
    - i. Capital Allocation and Liquidity
    - ii. Current strategy and Initiatives
    - iii. Competition
    - iv. Profitable Growth
    - v. Earnings/Cash Flow
    - vi. Key Employee Retention and Compensation
    - vii. Market/Shareholder Reputation
  - b. Credit and Customers
    - i. Concentration
    - ii. Contract/Bid Process on Long-Term Contracts
    - iii. Credit Risk
  - c. Operational
    - i. Health and Safety, Environmental and Quality
    - ii. Technology and Cyber
    - iii. Information Security
    - iv. Third Party
    - v. COVID/Other
    - vi. Regulatory Compliance
4. Provide oversight of management's implementation of the following internal processes:
- a. Ensure, by way of implementation of standardized reporting formats, that business unit management understands and accepts their responsibility for identifying, assessing, monitoring, reporting internally and to the Board and managing risks and are strategically focused on enterprise-wide risk management;
  - b. Establish the formalized and standardized format for business unit management to identify, assess, monitor, report and manage risks, including transaction and control risks;
  - c. Ensure business units have and implement Enterprise Risk Management framework processes and procedures to facilitate achievement of their risk management responsibilities related to risk identification, assessment and prioritization;
  - d. Establish within business units ownership roles, responsibilities and accountabilities and reporting requirements related to risk management;
  - e. Business unit risk identifications and assessments are performed periodically and reported to senior management;
  - f. To review the insurance program of the Corporation;
  - g. To report quarterly to the Board on matters coming before the Committee relating to health, safety, quality and environmental policies and activities of the Corporation for consideration and the manner of disposition;
  - h. To receive reports on the health, safety, quality and environmental activities along with compliance issues and incidents of non-compliance of the Corporation, to ensure compliance with applicable laws, legislation and policies as they relate to the Corporation's employees in the workplace and to determine, on behalf of the Board, that the Corporation is taking necessary action in respect

of those matters and that the Corporation has been duly diligent in carrying out its responsibilities and activities in that regard; and

- i. To review corporate processes to identify health, safety and environmental risks and assess the adequacy of control measures and annually review the adequacy of these corporate processes.
5. Review, assess and discuss with the Corporation's Chief Financial Officer and the Independent Auditor any significant risks or exposures, management's risk assessments, the steps management has taken or would consider taking to minimize such risks or exposures, and the Corporation's underlying policies with respect to risk assessment and risk management.
6. Carry out any other responsibilities and duties delegated to the Committee by the Board from time to time related to the responsibilities outlined above.
7. Report to the Board on a regular basis and make such recommendations with respect to any of the above-referenced matters as the Committee deems necessary or appropriate.

### General

The Committee shall review and report to the Board on the sufficiency of resources available for carrying out the actions and activities recommended.

The Committee is to receive updates on trends and proposed changes to legislation, regulation and reporting in jurisdictions that the Corporation operates in.

The Committee shall conduct an annual review and assessment of its performance, including compliance with this charter and its role, duties and responsibilities.

The Committee shall establish and follow an annual work plan for the Committee.

Approved by the Board of Directors August 11, 2020