



# NELSON RESOURCES LIMITED

(Formerly Mongolian Resource Corporation Limited)

**TO: THE BOARD  
NELSON RESOURCES LIMITED**  
**FROM: ADAM SCHOFIELD**  
**SUBJECT: INTERNAL CONTROLS**  
**DATE: 1 SEPTEMBER 2017**

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Board members,

Nelson Resources Limited will implement Australian Accounting Standard level internal control procedures to ensure the safeguarding of the Company's (and members') assets and to ensure maximum operational integrity and efficiency. Procedures will be implemented to ensure there are adequate internal controls including clearly defined responsibilities, authorities and duties of each person and function within the Company to provide adequate segregation of duties, adequate accounting systems and controls to ensure appropriate control over Company assets and transactions, and documented statements of policies and procedures to ensure the above is complied with at all times.

## Signatures

The Company will have all contracts and agreements signed by 2 Board members.

The Company will have all material contracts and agreements signed off by a Board Resolution authorising the Directors and or Company Secretary to sign.

In the situation that an electronic signature is used, the Company Secretary will only apply an electronic signature upon confirmation by the specific director by email. This will also apply to circulatory resolutions by the Company.

Adam Schofield  
Executive Director