

## Appendix 4G

### Key to Disclosures

#### Corporate Governance Council Principles and Recommendations

Name of entity

Alara Resources Limited

ABN/ARBN

27 122 892 719

Financial year ended:

30 June 2021

Our corporate governance statement<sup>1</sup> for the period above can be found at:<sup>2</sup>

this URL on our website: [www.alararesources.com/corporate-governance](http://www.alararesources.com/corporate-governance)

The Corporate Governance Statement is accurate and up to date as at 27 January 2022 and has been approved by the board. The annexure includes a key to where our corporate governance disclosures can be located.<sup>3</sup>

Date: 27 January 2022



**Stephen Gethin**  
Chairman

<sup>1</sup> "Corporate governance statement" is defined in Listing Rule 19.12 to mean the statement referred to in Listing Rule 4.10.3 which discloses the extent to which an entity has followed the recommendations set by the ASX Corporate Governance Council during a particular reporting period. Listing Rule 4.10.3 requires an entity that is included in the official list as an ASX Listing to include in its annual report either a corporate governance statement that meets the requirements of that rule or the URL of the page on its website where such a statement is located. The corporate governance statement must disclose the extent to which the entity has followed the recommendations set by the ASX Corporate Governance Council during the reporting period. If the entity has not followed a recommendation for any part of the reporting period, its corporate governance statement must separately identify that recommendation and the period during which it was not followed and state its reasons for not following the recommendation and what (if any) alternative governance practices it adopted in lieu of the recommendation during that period. Under Listing Rule 4.7.4, if an entity chooses to include its corporate governance statement on its website rather than in its annual report, it must lodge a copy of the corporate governance statement with ASX at the same time as it lodges its annual report with ASX. The corporate governance statement must be current as at the effective date specified in that statement for the purposes of Listing Rule 4.10.3. Under Listing Rule 4.7.3, an entity must also lodge with ASX a completed Appendix 4G at the same time as it lodges its annual report with ASX. The Appendix 4G serves a dual purpose. It acts as a key designed to assist readers to locate the governance disclosures made by a listed entity under Listing Rule 4.10.3 and under the ASX Corporate Governance Council's recommendations. It also acts as a verification tool for listed entities to confirm that they have met the disclosure requirements of Listing Rule 4.10.3. The Appendix 4G is not a substitute for, and is not to be confused with, the entity's corporate governance statement. They serve different purposes and an entity must produce each of them separately.

<sup>2</sup> Tick whichever option is correct and then complete the page number(s) of the annual report, or the URL of the web page, where your corporate governance statement can be found. You can, if you wish, delete the option which is not applicable.

<sup>3</sup> Throughout this form, where you are given two or more options to select, you can, if you wish, delete any option which is not applicable and just retain the option that is applicable. If you select an option that includes "OR" at the end of the selection and you delete the other options, you can also, if you wish, delete the "OR" at the end of the selection. See notes 4 and 5 below for further instructions on how to complete this form.

## ANNEXURE – KEY TO CORPORATE GOVERNANCE DISCLOSURES

Corporate Governance Council recommendation		Where a box below is ticked, <sup>4</sup> we have followed the recommendation in full for the whole of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have NOT followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>
<b>PRINCIPLE 1 – LAY SOLID FOUNDATIONS FOR MANAGEMENT AND OVERSIGHT</b>			
1.1	A listed entity should have and disclose a board charter setting out: (a) the respective roles and responsibilities of its board and management; and (b) those matters expressly reserved to the board and those delegated to management.	<input type="checkbox"/> and we have disclosed a copy of our board charter at: <a href="http://www.alararesources.com/corporate-governance">www.alararesources.com/corporate-governance</a>	<input checked="" type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b> <input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable
1.2	A listed entity should: (a) undertake appropriate checks before appointing a director or senior executive or putting someone forward for election as a director; and (b) provide security holders with all material information in its possession relevant to a decision on whether or not to elect or re-elect a director.	<input checked="" type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b> <input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable
1.3	A listed entity should have a written agreement with each director and senior executive setting out the terms of their appointment.	<input checked="" type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b> <input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable
1.4	The company secretary of a listed entity should be accountable directly to the board, through the chair, on all matters to do with the proper functioning of the board.	<input checked="" type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b> <input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable

<sup>4</sup> Tick the box in this column only if you have followed the relevant recommendation in full for the whole of the period above. Where the recommendation has a disclosure obligation attached, you must insert the location where that disclosure has been made, where indicated by the line with “*insert location*” underneath. If the disclosure in question has been made in your corporate governance statement, you need only insert “our corporate governance statement”. If the disclosure has been made in your annual report, you should insert the page number(s) of your annual report (eg “pages 10-12 of our annual report”). If the disclosure has been made on your website, you should insert the URL of the web page where the disclosure has been made or can be accessed (eg “www.entityname.com.au/corporate-governance/charters/”).

<sup>5</sup> If you have followed all of the Council’s recommendations in full for the whole of the period above, you can, if you wish, delete this column from the form and re-format it.

## Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation	Where a box below is ticked, <sup>4</sup> we have followed the recommendation <u>in full</u> for the <u>whole</u> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have NOT followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>
<p>1.5 A listed entity should:</p> <p>(a) have and disclose a diversity policy;</p> <p>(b) through its board or a committee of the board set measurable objectives for achieving gender diversity in the composition of its board, senior executives and workforce generally; and</p> <p>(c) disclose in relation to each reporting period:</p> <p>(1) the measurable objectives set for that period to achieve gender diversity;</p> <p>(2) the entity's progress towards achieving those objectives; and</p> <p>(3) either:</p> <p>(A) the respective proportions of men and women on the board, in senior executive positions and across the whole workforce (including how the entity has defined "senior executive" for these purposes); or</p> <p>(B) if the entity is a "relevant employer" under the Workplace Gender Equality Act, the entity's most recent "Gender Equality Indicators", as defined in and published under that Act.</p> <p>If the entity was in the S&amp;P / ASX 300 Index at the commencement of the reporting period, the measurable objective for achieving gender diversity in the composition of its board should be to have not less than 30% of its directors of each gender within a specified period.</p>	<p><input type="checkbox"/></p> <p>and we have disclosed a copy of our diversity policy at:</p> <p>.....</p> <p><i>[insert location]</i></p> <p>and we have disclosed the information referred to in paragraph (c) at:</p> <p>.....</p> <p><i>[insert location]</i></p> <p>and if we were included in the S&amp;P / ASX 300 Index at the commencement of the reporting period our measurable objective for achieving gender diversity in the composition of its board of not less than 30% of its directors of each gender within a specified period.</p> <p><b>The Company has not disclosed its Diversity Policy but will do so during the first quarter of calendar 2022.</b></p>	<p><input checked="" type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b></p> <p><input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable</p>
<p>1.6 A listed entity should:</p> <p>(a) have and disclose a process for periodically evaluating the performance of the board, its committees and individual directors; and</p> <p>(b) disclose for each reporting period whether a performance evaluation has been undertaken in accordance with that process during or in respect of that period.</p>	<p><input checked="" type="checkbox"/></p> <p>and we have disclosed the evaluation process referred to in paragraph (a) at:</p> <p><b>Section 1.7 of our Corporate Governance Statement</b></p> <p>and whether a performance evaluation was undertaken for the reporting period in accordance with that process at:</p> <p><b>Section 1.7 of our Corporate Governance Statement</b></p> <p><i>[insert location]</i></p>	<p><input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b></p> <p><input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable</p>

Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation		Where a box below is ticked, <sup>4</sup> we have followed the recommendation <u>in full</u> for the <u>whole</u> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have NOT followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>
1.7	<p>A listed entity should:</p> <p>(a) have and disclose a process for evaluating the performance of its senior executives at least once every reporting period; and</p> <p>(b) disclose for each reporting period whether a performance evaluation has been undertaken in accordance with that process during or in respect of that period.</p>	<p><input checked="" type="checkbox"/></p> <p>and we have disclosed the evaluation process referred to in paragraph (a) at:</p> <p><b>Section 1.7 of our Corporate Governance Statement</b></p> <p>and whether a performance evaluation was undertaken for the reporting period in accordance with that process at:</p> <p><b>Section 1.7 of our Corporate Governance Statement</b></p>	<p><input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b></p> <p><input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable</p>

## Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation	Where a box below is ticked, <sup>4</sup> we have followed the recommendation <b>in full</b> for the <b>whole</b> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have NOT followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>	
<b>PRINCIPLE 2 - STRUCTURE THE BOARD TO BE EFFECTIVE AND ADD VALUE</b>			
2.1	<p>The board of a listed entity should:</p> <p>(a) have a nomination committee which:</p> <p>(1) has at least three members, a majority of whom are independent directors; and</p> <p>(2) is chaired by an independent director, and disclose:</p> <p>(3) the charter of the committee;</p> <p>(4) the members of the committee; and</p> <p>(5) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or</p> <p>(b) if it does not have a nomination committee, disclose that fact and the processes it employs to address board succession issues and to ensure that the board has the appropriate balance of skills, knowledge, experience, independence and diversity to enable it to discharge its duties and responsibilities effectively.</p>	<p><input type="checkbox"/></p> <p><i>[If the entity complies with paragraph (a):]</i></p> <p>and we have disclosed a copy of the charter of the committee at:</p> <p>and the information referred to in paragraphs (4) and (5) at:</p> <p><i>[If the entity complies with paragraph (b):]</i></p> <p>and we have disclosed the fact that we do not have a nomination committee and the processes we employ to address board succession issues and to ensure that the board has the appropriate balance of skills, knowledge, experience, independence and diversity to enable it to discharge its duties and responsibilities effectively at:</p> <p><b>The Company has a Remuneration and Nomination Committee; however it does not meet all the requirements of the Corporate Governance Principles. The extent to which it meets those requirements is disclosed in section 2.2 of our Corporate Governance Statement.</b></p>	<p><input checked="" type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b></p> <p><input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable</p>
2.2	<p>A listed entity should have and disclose a board skills matrix setting out the mix of skills that the board currently has or is looking to achieve in its membership.</p>	<p><input checked="" type="checkbox"/></p> <p>and we have disclosed our board skills matrix at:</p> <p><b>Section 2.3 of our Corporate Governance Statement</b></p>	<p><input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b></p> <p><input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable</p>
2.3	<p>A listed entity should disclose:</p> <p>(a) the names of the directors considered by the board to be independent directors;</p> <p>(b) if a director has an interest, position, affiliation or relationship of the type described in Box 2.3 but the board is of the opinion that it does not compromise the independence of the director, the nature of the interest, position or relationship in question and an explanation of why the board is of that opinion; and</p> <p>(c) the length of service of each director.</p>	<p><input checked="" type="checkbox"/></p> <p>and we have disclosed the names of the directors considered by the board to be independent directors at:</p> <p><b>Section 2.8 of our Corporate Governance Statement</b></p> <p>and, where applicable, the information referred to in paragraph (b) at:</p> <p>and the length of service of each director at:</p> <p><b>Section 1.5 of our Corporate Governance Statement</b></p>	<p><input type="checkbox"/> set out in our Corporate Governance Statement</p>

## Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation		Where a box below is ticked, <sup>4</sup> we have followed the recommendation <b>in full</b> for the <b>whole</b> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have <b>NOT</b> followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>
2.4	A majority of the board of a listed entity should be independent directors.	<input type="checkbox"/>	<input checked="" type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b> <input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable
2.5	The chair of the board of a listed entity should be an independent director and, in particular, should not be the same person as the CEO of the entity.	<input type="checkbox"/>	<input checked="" type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b> <input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable
2.6	A listed entity should have a program for inducting new directors and for periodically reviewing whether there is a need for existing directors to undertake professional development to maintain the skills and knowledge needed to perform their role as directors effectively.	<input checked="" type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b> <input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable
<b>PRINCIPLE 3 – INSTIL A CULTURE OF ACTING LAWFULLY, ETHICALLY AND RESPONSIBLY</b>			
3.1	A listed entity should articulate and disclose its values.	<input checked="" type="checkbox"/> and we have disclosed our values at: <b>On our website at <a href="http://www.alararesources.com/irm/content/mission-statement-and-core-values.aspx?RID=345">www.alararesources.com/irm/content/mission-statement-and-core-values.aspx?RID=345</a>, Section 3.1 of our Corporate Governance Statement and in our Annual Report to Shareholders</b>	<input type="checkbox"/> set out in our Corporate Governance Statement
3.2	A listed entity should: (a) have and disclose a code of conduct for its directors, senior executives and employees; and (b) ensure that the board or a committee of the board is informed of any material breaches of that code.	<input checked="" type="checkbox"/> and we have disclosed our code of conduct at: <b><a href="http://www.alararesources.com/corporate-governance">www.alararesources.com/corporate-governance</a></b>	<input type="checkbox"/> set out in our Corporate Governance Statement
3.3	A listed entity should: (a) have and disclose a whistleblower policy; and (b) ensure that the board or a committee of the board is informed of any material incidents reported under that policy.	<input checked="" type="checkbox"/> and we have disclosed our whistleblower policy at: <b><a href="http://www.alararesources.com/corporate-governance">www.alararesources.com/corporate-governance</a></b>	<input type="checkbox"/> set out in our Corporate Governance Statement

## Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation		Where a box below is ticked, <sup>4</sup> we have followed the recommendation <u>in full</u> for the <u>whole</u> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have NOT followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>
3.4	<p>A listed entity should:</p> <p>(a) have and disclose an anti-bribery and corruption policy; and</p> <p>(b) ensure that the board or committee of the board is informed of any material breaches of that policy.</p>	<p><input type="checkbox"/></p> <p>and we have disclosed our anti-bribery and corruption policy at:  <a href="http://www.alararesources.com/corporate-governance">www.alararesources.com/corporate-governance</a></p>	<p><input checked="" type="checkbox"/> set out in our Corporate Governance Statement</p>

## Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation	Where a box below is ticked, <sup>4</sup> we have followed the recommendation <b>in full</b> for the <b>whole</b> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have NOT followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>	
<b>PRINCIPLE 4 – SAFEGUARD THE INTEGRITY OF CORPORATE REPORTS</b>			
4.1	<p>The board of a listed entity should:</p> <p>(a) have an audit committee which:</p> <p>(1) has at least three members, all of whom are non-executive directors and a majority of whom are independent directors; and</p> <p>(2) is chaired by an independent director, who is not the chair of the board,</p> <p>and disclose:</p> <p>(3) the charter of the committee;</p> <p>(4) the relevant qualifications and experience of the members of the committee; and</p> <p>(5) in relation to each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or</p> <p>(b) if it does not have an audit committee, disclose that fact and the processes it employs that independently verify and safeguard the integrity of its corporate reporting, including the processes for the appointment and removal of the external auditor and the rotation of the audit engagement partner.</p>	<p><input type="checkbox"/></p> <p><i>[If the entity complies with paragraph (a):]</i></p> <p>and we have disclosed a copy of the charter of the committee at:</p> <p>and the information referred to in paragraphs (4) and (5) at:</p> <p><i>[If the entity complies with paragraph (b):]</i></p> <p>and we have disclosed the fact that we do not have an audit committee and the processes we employ that independently verify and safeguard the integrity of our corporate reporting, including the processes for the appointment and removal of the external auditor and the rotation of the audit engagement partner at:</p> <p><b>The Company has an Audit and Risk Committee; however it does not meet all the requirements of the Corporate Governance Principles. The extent to which it meets those requirements is disclosed in section 4.1 of our Corporate Governance Statement.</b></p>	<p><input checked="" type="checkbox"/> set out in our Corporate Governance Statement</p>
4.2	<p>The board of a listed entity should, before it approves the entity's financial statements for a financial period, receive from its CEO and CFO a declaration that, in their opinion, the financial records of the entity have been properly maintained and that the financial statements comply with the appropriate accounting standards and give a true and fair view of the financial position and performance of the entity and that the opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.</p>	<p><input checked="" type="checkbox"/></p>	<p><input type="checkbox"/> set out in our Corporate Governance Statement</p>
4.3	<p>A listed entity should disclose its process to verify the integrity of any periodic corporate report it releases to the market that is not audited or reviewed by an external auditor.</p>	<p><input checked="" type="checkbox"/></p>	<p><input type="checkbox"/> set out in our Corporate Governance Statement</p>



## Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation	Where a box below is ticked, <sup>4</sup> we have followed the recommendation <b>in full</b> for the <b>whole</b> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have NOT followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>
<b>PRINCIPLE 5 – MAKE TIMELY AND BALANCED DISCLOSURE</b>		
5.1	A listed entity should have and disclose a written policy for complying with its continuous disclosure obligations under listing rule 3.1.  <input checked="" type="checkbox"/> and we have disclosed our continuous disclosure compliance policy at <a href="http://www.alararesources.com/corporate-governance">www.alararesources.com/corporate-governance</a>	<input checked="" type="checkbox"/> set out in our Corporate Governance Statement
5.2	A listed entity should ensure that its board receives copies of all material market announcements promptly after they have been made.  <input checked="" type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement
5.3	A listed entity that gives a new and substantive investor or analyst presentation should release a copy of the presentation materials on the ASX Market Announcements Platform ahead of the presentation.  <input checked="" type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement
<b>PRINCIPLE 6 – RESPECT THE RIGHTS OF SECURITY HOLDERS</b>		
6.1	A listed entity should provide information about itself and its governance to investors via its website.  <input checked="" type="checkbox"/> and we have disclosed information about us and our governance on our website at: <a href="http://www.alararesources.com/corporate-governance">www.alararesources.com/corporate-governance</a>	<input type="checkbox"/> set out in our Corporate Governance Statement
6.2	A listed entity should have an investor relations program that facilitates effective two-way communication with investors.  <input checked="" type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement
6.3	A listed entity should disclose how it facilitates and encourages participation at meetings of security holders.  <input checked="" type="checkbox"/> and we have disclosed how we facilitate and encourage participation at meetings of security holders at: <b>Section 6 of our Corporate Governance Statement</b>	<input type="checkbox"/> set out in our Corporate Governance Statement
6.4	A listed entity should ensure that all substantive resolutions at a meeting of security holders are decided by a poll rather than by a show of hands.  <input checked="" type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement
6.5	A listed entity should give security holders the option to receive communications from, and send communications to, the entity and its security registry electronically.  <input checked="" type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement

## Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation	Where a box below is ticked, <sup>4</sup> we have followed the recommendation <b>in full</b> for the <b>whole</b> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have NOT followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>	
<b>PRINCIPLE 7 – RECOGNISE AND MANAGE RISK</b>			
7.1	<p>The board of a listed entity should:</p> <p>(a) have a committee or committees to oversee risk, each of which:</p> <p>(1) has at least three members, a majority of whom are independent directors; and</p> <p>(2) is chaired by an independent director, and disclose:</p> <p>(3) the charter of the committee;</p> <p>(4) the members of the committee; and</p> <p>(5) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or</p> <p>(b) if it does not have a risk committee or committees that satisfy (a) above, disclose that fact and the processes it employs for overseeing the entity's risk management framework.</p>	<p><input type="checkbox"/></p> <p><i>[If the entity complies with paragraph (a):]</i></p> <p>and we have disclosed a copy of the charter of the committee at:</p> <p>and the information referred to in paragraphs (4) and (5) at:</p> <p><i>[If the entity complies with paragraph (b):]</i></p> <p>and we have disclosed the fact that we do not have a risk committee or committees that satisfy (a) and the processes we employ for overseeing our risk management framework at:</p> <p><b>The Company has an Audit and Risk Committee; however it does not meet all the requirements of the Corporate Governance Principles. The extent to which it meets those requirements is disclosed in sections 7.1 and 7.2 of our Corporate Governance Statement.</b></p>	<p><input checked="" type="checkbox"/> set out in our Corporate Governance Statement</p>
7.2	<p>The board or a committee of the board should:</p> <p>(a) review the entity's risk management framework at least annually to satisfy itself that it continues to be sound and that the entity is operating with due regard to the risk appetite set by the board; and</p> <p>(b) disclose, in relation to each reporting period, whether such a review has taken place.</p>	<p><input checked="" type="checkbox"/></p> <p>and we have disclosed whether a review of the entity's risk management framework was undertaken during the reporting period at:</p> <p><b>Sections 7.1 and 7.2 of our Corporate Governance Statement</b></p>	<p><input type="checkbox"/> set out in our Corporate Governance Statement</p>

Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation		Where a box below is ticked, <sup>4</sup> we have followed the recommendation <b>in full</b> for the <b>whole</b> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have NOT followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>
7.3	<p>A listed entity should disclose:</p> <p>(a) if it has an internal audit function, how the function is structured and what role it performs; or</p> <p>(b) if it does not have an internal audit function, that fact and the processes it employs for evaluating and continually improving the effectiveness of its governance, risk management and internal control processes.</p>	<p><input type="checkbox"/></p> <p><i>[If the entity complies with paragraph (a):]</i></p> <p>and we have disclosed how our internal audit function is structured and what role it performs at:</p> <p>.....</p> <p><i>[insert location]</i></p> <p><i>[If the entity complies with paragraph (b):]</i></p> <p>and we have disclosed the fact that we do not have an internal audit function and the processes we employ for evaluating and continually improving the effectiveness of our risk management and internal control processes at: <b>Section 7.3 of our Corporate Governance Statement</b></p>	<p><input type="checkbox"/> set out in our Corporate Governance Statement</p>
7.4	<p>A listed entity should disclose whether it has any material exposure to environmental or social risks and, if it does, how it manages or intends to manage those risks.</p>	<p><input type="checkbox"/></p> <p>and we have disclosed whether we have any material exposure to environmental and social risks at:</p> <p><b>We have policies for managing environmental and social risks, however they have not been disclosed at the date of this document. They will be disclosed within the first quarter of calendar 2022.</b></p>	<p><input checked="" type="checkbox"/> set out in our Corporate Governance Statement</p>

## Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation	Where a box below is ticked, <sup>4</sup> we have followed the recommendation <b>in full</b> for the <b>whole</b> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have <b>NOT</b> followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>	
<b>PRINCIPLE 8 – REMUNERATE FAIRLY AND RESPONSIBLY</b>			
8.1	<p>The board of a listed entity should:</p> <p>(a) have a remuneration committee which:</p> <p>(1) has at least three members, a majority of whom are independent directors; and</p> <p>(2) is chaired by an independent director, and disclose:</p> <p>(3) the charter of the committee;</p> <p>(4) the members of the committee; and</p> <p>(5) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or</p> <p>(b) if it does not have a remuneration committee, disclose that fact and the processes it employs for setting the level and composition of remuneration for directors and senior executives and ensuring that such remuneration is appropriate and not excessive.</p>	<p><input type="checkbox"/></p> <p><i>[If the entity complies with paragraph (a):]</i></p> <p>and we have disclosed a copy of the charter of the committee at:</p> <p>and the information referred to in paragraphs (4) and (5) at:</p> <p><i>[If the entity complies with paragraph (b):]</i></p> <p>and we have disclosed the fact that we do not have a remuneration committee and the processes we employ for setting the level and composition of remuneration for directors and senior executives and ensuring that such remuneration is appropriate and not excessive:</p> <p><b>The Company has a Remuneration and Nomination Committee; however it does not meet all the requirements of the Corporate Governance Principles. The extent to which it meets those requirements is disclosed in section 8.1 of our Corporate Governance Statement.</b></p>	<p><input checked="" type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b></p> <p><input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable</p>
8.2	<p>A listed entity should separately disclose its policies and practices regarding the remuneration of non-executive directors and the remuneration of executive directors and other senior executives.</p>	<p><input checked="" type="checkbox"/></p> <p>and we have disclosed separately our remuneration policies and practices regarding the remuneration of non-executive directors and the remuneration of executive directors and other senior executives at:</p> <p><b>In the Remuneration Report in our latest Full-Year Financial Report and Directors' Report lodged on ASX</b></p>	<p><input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b></p> <p><input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable</p>
8.3	<p>A listed entity which has an equity-based remuneration scheme should:</p> <p>(a) have a policy on whether participants are permitted to enter into transactions (whether through the use of derivatives or otherwise) which limit the economic risk of participating in the scheme; and</p> <p>(b) disclose that policy or a summary of it.</p>	<p><input checked="" type="checkbox"/></p> <p>and we have disclosed our policy on this issue or a summary of it at:</p> <p><b>Section 8.3 of our Corporate Governance Statement</b></p>	<p><input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b></p> <p><input type="checkbox"/> we do not have an equity-based remuneration scheme and this recommendation is therefore not applicable <b>OR</b></p> <p><input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable</p>

Key to Disclosures Corporate Governance Council Principles and Recommendations

Corporate Governance Council recommendation		Where a box below is ticked, <sup>4</sup> we have followed the recommendation <b>in full</b> for the <b>whole</b> of the period above. We have disclosed this in our Corporate Governance Statement:	Where a box below is ticked, we have NOT followed the recommendation in full for the whole of the period above. Our reasons for not doing so are: <sup>5</sup>
<b>ADDITIONAL RECOMMENDATIONS THAT APPLY ONLY IN CERTAIN CASES</b>			
9.1	A listed entity with a director who does not speak the language in which board or security holder meetings are held or key corporate documents are written should disclose the processes it has in place to ensure the director understands and can contribute to the discussions at those meetings and understands and can discharge their obligations in relation to those documents.	<input type="checkbox"/> and we have disclosed information about the processes in place at: ..... <i>[insert location]</i>	<input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b> <input checked="" type="checkbox"/> we do not have a director in this position and this recommendation is therefore not applicable <b>OR</b> <input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable
9.2	A listed entity established outside Australia should ensure that meetings of security holders are held at a reasonable place and time.	<input type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b> <input checked="" type="checkbox"/> we are established in Australia and this recommendation is therefore not applicable <b>OR</b> <input type="checkbox"/> we are an externally managed entity and this recommendation is therefore not applicable
9.3	A listed entity established outside Australia, and an externally managed listed entity that has an AGM, should ensure that its external auditor attends its AGM and is available to answer questions from security holders relevant to the audit.	<input type="checkbox"/>	<input type="checkbox"/> set out in our Corporate Governance Statement <b>OR</b> <input checked="" type="checkbox"/> we are established in Australia and not an externally managed listed entity and this recommendation is therefore not applicable <input type="checkbox"/> we are an externally managed entity that does not hold an AGM and this recommendation is therefore not applicable

## CORPORATE GOVERNANCE STATEMENT

Prepared under ASX Listing Rule 4.10.3.

### Introduction

The Board of Directors of Alara Resources Limited (**Company** or **Alara**) is committed to maintaining a high standard of corporate governance for the Company and the entities which it controls (**Consolidated Entity** or **Group**). Good corporate governance involves the Company having a set of structures, values and behaviours which underpin all its decision making and activities to ensure transparency, fair dealing and protection of the interests of stakeholders – including shareholders, personnel, suppliers and the communities in which Alara operates<sup>1</sup>.

Alara's Board of Directors supports the Corporate Governance Principles and Recommendations, 4<sup>th</sup> Edition (**Governance Principles**) made by the ASX Corporate Governance Council (**Council**). The Company's practices are largely consistent with the Governance Principles. The Board considers that the implementation of a small number of Governance Principles is not appropriate, however, for the reasons set out below in relation to the items concerned. The Board uses its best endeavours to ensure that exceptions to the Governance Principles minimised, and do not have a negative impact on the Company or its stakeholders.

This Corporate Governance Statement (**Statement**) discloses the extent to which the Company has followed the Governance Principles during its latest full-year Reporting Period, as summarised below:

Governance Principle	Reference <sup>2</sup>
Principle 1 – Lay solid foundations for management and oversight	1.1 – 1.7
Principle 2 – Structure the Board to be effective and add value	2.1 – 2.16
Principle 3 – Instil a culture of acting lawfully, ethically and responsibly	3.1
Principle 4 – Safeguard the integrity of corporate reports	4.1 – 4.3
Principle 5 – Make timely and balanced disclosure	5.1
Principle 6 – Respect the rights of security holders	6.1 – 6.2
Principle 7 – Recognise and manage risk	7.1 – 7.3
Principle 8 – Remunerate fairly and responsibly	8.1 – 8.3

The Company has also prepared an *ASX Appendix 4G – Key to Disclosures*, which reports on the Company's compliance with each of the Governance Principles. The *Key to Disclosures* has been lodged with this Statement on ASX and may be viewed and downloaded from the Company's website at [www.alararesources.com/corporate-governance](http://www.alararesources.com/corporate-governance).

The Company's latest Annual Report (and other ASX market announcements and releases) may be viewed and downloaded from the Company's website at the following URL: [www.alararesources.com](http://www.alararesources.com)

The Corporate Governance page of the Alara website contains most of the charters, codes and policies which are referred to in this Statement, at the following URL: [www.alararesources.com/corporate-governance](http://www.alararesources.com/corporate-governance)

The names of the Directors currently in office and their qualifications and experience are stated in the Company's latest Annual Report.

1 This Statement was approved by the Board. It details the Governance practices in place for the Alara Consolidated Entity for its financial year ended on the most recent 30 June. Details of Director and Committee Memberships are, however, current at the date of lodgement on ASX.  
2 The paragraph in this Statement where the particular Recommendation is addressed.

## **Principle 1 – Lay Solid Foundations for Management and Oversight**

### **1.1. Board of Directors - Role and Responsibilities**

In general the Board is responsible for, and has the authority to determine, all matters relating to the policies, practices, management and operations of the Company. The Board is also responsible for overall corporate governance of the Company. The Board recognises the need for the highest standards of behaviour and accountability to ensure that it, and all Company personnel, act in the best interests of shareholders.

The Board also ensures that the Company complies with all its contractual, regulatory and social obligations. The Board has final responsibility for the success of the Company's operations. Where the Board considers that particular expertise or information is required which is not available from within its members, appropriate external advice will be taken and considered before a decision is made.

Without intending to limit the Board's general role, the Board's principal functions and responsibilities include the matters set out below, subject to delegation to Management, as specified elsewhere in this Statement or as appropriate:

- (a) formulation and approval of the Company's strategic direction, objectives and goals,
- (b) prudential control of the Company's finances and operations and monitoring financial performance,
- (c) resourcing, review and monitoring of Senior Management,
- (d) ensuring that adequate internal control systems and procedures are in place and are followed,
- (e) ensuring that significant business risks are identified and adequately managed,
- (f) timeliness, accuracy and effectiveness of shareholders and market reporting and communications, and
- (g) establishment and maintenance of appropriate, high ethical standards.

The Board takes advice from the Audit and Risk Management Committee and the Remuneration and Nomination Committee on matters within their respective Charters, however the Board retains final decision-making authority on all issues.

The Company has adopted a formal Board Charter, which may be viewed and downloaded from the Corporate Governance section of the Company's website.

The Board Charter describes the role of the Board, sets out the principles under which it operates, and prescribes the way in which it may delegate any of its functions to management. It is intended to create an appropriate, practical and consistent framework of control for the Group to ensure compliance with statutory and corporate governance requirements by the Board and management of the Company.

### **1.2. Senior Management – Role and Responsibilities**

The role of Senior Management is to deliver the strategic direction and goals determined by the Board.

The Board has delegated to the Managing Director, and through the Managing Director to other Senior Management, responsibility for the day-to-day management of the Group, including:

- (a) achievement of the Group's strategies, goals and objectives;
- (b) management of the Group's operations, finances and risk management systems;
- (c) compliance with legal and ASX requirements and Company policies;
- (d) establishing and maintaining positive relationships with business partners, shareholders, the investment community, government and regulatory authorities, local communities and other stakeholders; and
- (e) reporting to the Board on the above matters.

Senior Management may also be delegated responsibility for other matters under policies adopted by the Board.

The Company undertakes an appropriate investigation before appointing a person to an executive role. The suitability of an executive candidate is assessed through a process of interviews, meetings and background checks, with the assistance of external consultants where appropriate.

### **1.3. Board Nominations**

The Board (on recommendations received from the Remuneration and Nomination Committee) considers proposals for the appointment of Directors which arise from time to time. The Board determines the appointment of Directors having regard to their skills and experience in businesses with relevant similarities to that of the Company, or their skills gained in other industries which are relevant to Alara's operations. When appointing a Director the Board considers the extent to which its skill mix reflects the Board Skills Matrix, set out in Section 2.3 below.

The Company provides shareholders with all information in its possession relevant to their decision on whether or not to elect, or re-elect, a Director.

#### 1.4. Terms of Appointment – Directors and Senior Executives

Each new Non-Executive Director executes an agreement with the Company confirming key terms of their appointment including: remuneration; role, duties and accountabilities; term of office, including the right to stand for re-election; the level of commitment expected; performance review; right of access to corporate information and confidentiality; Director's indemnity and insurance; disclosure of conflicting interests and holdings of Company securities; seeking independent professional advice and compliance with key Company policies, including the Board Charter, Code of Conduct and the Share Trading Policy. The Company's Non-Executive Directors have not been appointed for fixed terms.

The Managing Director has a written employment agreement with the Company setting out his duties, obligations and remuneration. The Company Secretary is engaged under a consultancy agreement with the Company, which also sets out their role, responsibilities and remuneration.

The material terms of engagement with the Company's Key Management Personnel are set out in the Remuneration Report in the Company's latest Annual Report.

The Company's Constitution requires one third of the Directors (or, if that is not a whole number, the whole number nearest to one third) to retire at each Annual General Meeting (**AGM**). The Director(s) who retire under this rule are those who have held office the longest since last being elected or appointed. If two or more Directors have been in office for the same period, those Directors may agree which of them will retire. The retirement rule does not apply to the Managing Director. A Director appointed by the Board since the last AGM is subject to retirement and election at the following AGM, and is not taken into account in determining the number of Directors who must retire by rotation at that meeting. The mandatory retirement rule does not apply to the Managing Director.

The initial appointment and last re-election dates of each current Director (as at the date of this Statement) are listed below.

Director	First Appointed	AGM Last Elected
Stephen Gethin, Chairman	28 June 2020	2020 AGM (First elected)
Atmavishwar Sthapak, Managing Director	22 September 2015	Exempt from re-election under the Corporations Act.
Vikas Jain, Non-Executive Director	6 April 2016	2020 AGM (Re-elected)
Sanjeev Kumar, Non-Executive Director	23 October 2021	2021 AGM (Re-elected)

#### 1.5. The Company Secretary

The Company Secretary is accountable directly to the Board, through the Chairman, to support the Board to enable it to comply with procedures, its legal obligations and the principles in this Statement. The Company Secretary is also responsible to the Board to oversee and coordinate disclosure of information to ASX, as well as providing ASX liaison. The Company Secretary is accountable to the Managing Director for all other matters included within his role. The Company Secretary at the date of this Statement is Dinesh Aggarwal (appointed 2 July 2020). His qualifications and experience are stated in the Company's latest Annual Report.

#### 1.6. Diversity

The Board, Senior Management and personnel of the Company are culturally diverse, and possess an appropriate range of skills and qualifications. The Company recognises the positive advantages of a diverse workplace, and is committed to:

- (a) creating a working environment conducive to the appointment and retention of quality Directors, Senior Management and other personnel, and
- (b) promoting a corporate culture which embraces diversity.

The small size of – and the low turnover within – the Company's workforce is such that it cannot realistically expect to reflect the degree of diversity of the general population. Given those circumstances, the current nature and scale of the Company's activities and the fact that almost all of its employees are based in a location where the mining industry workforce is almost entirely male, the Board has determined that it is not practicable to set measurable objectives for gender diversity. The Board monitors the extent to which the level of diversity within the Company is appropriate on an ongoing basis and periodically considers measures to improve it. The Board will further consider the establishment of objectives for achieving gender diversity as the Company develops and its circumstances change.

The Board has delegated the responsibility of monitoring and ensuring workplace diversity to the Managing Director. The Company has adopted, and follows, a Diversity Policy.

The Company does not currently have any women on the Board. Excluding Directors, the Consolidated Entity had 11% (2019: 25%) female staff at the end of the reporting period.



### Performance Review and Evaluation

The Board as a whole has responsibility to review its own performance, the performance of individual Directors and of Board Committees. The Chairman also speaks to Directors individually regarding their role and performance as a Director.

Due to the Company moving from mineral explorer to producing entity a formal Senior Executive performance review program is being implemented in the 2022 calendar year. Previously, the Managing Director undertook informal performance reviews of the Senior Management Team, with review outcomes reported to the Board for consideration, with any necessary measures taken to improve team effectiveness.

Board evaluations are conducted initially by the Chairman (who is also Chair of the Remuneration and Nomination Committee) via questionnaires and interviews covering matters such as each Director's individual contribution, Board and Committee performance and the functioning of Board and Committee processes. The overall outcomes are discussed by the Board, with measures taken to improve the effectiveness and efficiency of the Board and Committees (as appropriate). A Board performance evaluation was not conducted during the Reporting Period but is scheduled to be completed in the first quarter of calendar 2022.

The Remuneration and Nomination Committee is responsible for reviewing the performance and remuneration of the Managing Director and Executive Directors (where applicable). The Committee reports to the Board on the results of its review and makes recommendations arising from it. A performance evaluation of the Managing Director was not conducted by the Committee during the Reporting Period, but is scheduled to be completed in the last quarter of the current financial year.

The Company has an Employee Appraisal and Performance Management Policy with the following key elements:

- (a) The Policy aims to ensure equity, consistency and fair remuneration for all employees,
- (b) Formal employee performance appraisals and remuneration reviews are undertaken at least annually,
- (c) The Company makes a clear correlation between performance (via bonus and other programs) and remuneration for senior employees, to ensure that superior employee performance is recognised and rewarded,
- (d) Where an employee is under-performing, the Company will assist them to reach the required standard through a Performance Management System, and
- (e) The Company's Employee Bonus Scheme is intended to recognise employees who have demonstrated performance which is beyond the upper-level standard for their role.

During the Reporting Period the Company's Senior Management comprised the Managing Director and the CEO of AHRL. The review of the Managing Director's performance is the responsibility of the Board as a whole. The Managing Director is responsible to review the performance of the AHRL CEO. The Managing Director reviewed the AHRL CEO's performance during the reporting period.

## Principle 2 – Structure the Board to be Effective and Add Value

### 2.1. Board of Directors – Composition, Structure and Process

The Board is structured so as to have an effective size and composition to discharge its duties, having regard to the Company's current size and scope of operations. The names of the Directors currently in office and their qualifications and experience are stated in the Company's latest Annual Report. Directors are, in general, initially appointed by the Board and must then seek election at the next Annual General Meeting after their appointment. They are then subject to the requirement to retire and, if they wish, stand for re-election at least every three years or when their term expires, if shorter than three years.

### 2.2. Nomination Committee

Alara does not have a stand-alone Nomination Committee, as a result of the size and composition of its Board. Instead, the Board has a combined Remuneration and Nomination Committee. At the date of this Statement, this Committee is comprised of Non-Executive Chairman of the Board, Mr Stephen Gethin (as Committee Chairman), Managing Director Mr Atmavireswar Sthapak and Non-Executive Director Mr Vikas Jain.

The Remuneration and Nomination Committee Charter sets out the purpose, key responsibilities, composition, membership and powers of the Committee. The Committee's key responsibilities under its nomination function are to make recommendations to the Board on various matters related to its composition, including:

- the appointment of the Chairman and Managing Director,
- the desirable qualifications, experience and competencies of Directors and the extent to which these are reflected in the Board,
- the development and review of the Board succession plan, and
- Board diversity.

The [Remuneration and Nomination Committee Charter](#) may be viewed and downloaded from the Corporate Governance section of the Company's website.

The number of Committee meetings and Committee members' attendance during the Reporting Period are disclosed in the Company's latest Annual Report.

The Board intends to review the composition of this Committee during the 2022 financial year. In the review Directors will have due regard to the desirability of ensuring that the Committee conforms to the Governance Principles to the greatest extent practical for a company of Alara's size.

### 2.3. Skills, Knowledge and Experience

The Board ensures that its members have an appropriate mix of skills, knowledge and experience to enable it to perform its responsibilities and be equipped to navigate the Company through the opportunities and challenges which it faces.

Directors are appointed based on the specific business, corporate and governance skills and experience required by the Company. The Board recognises the need for Directors to have a relevant blend of skills and personal experience in a range of disciplines required for the proper management and oversight of the Company's operations, having regard to the nature and scale of its activities.

While recognising that each Director will not necessarily have experience in each of the following areas, the Board seeks to ensure that its membership includes an appropriate mix of experience in the resources sector, operations, general management, accounting and finance and corporate affairs.

A summary of the Directors' skills and experience relevant to the Consolidated Entity as at the end of the Reporting Period is set out below:

Skills and Experience (out of 4 Directors)			
<b>Leadership and Governance</b>		<b>Geographical Experience</b>	
Executive Management	4	Middle East	4
Corporate Governance	3	Asia Pacific	2
Strategy	4	Europe	2
<b>Exploration and Geology</b>		<b>Finance and Risk</b>	
Geology	2	Accounting	2
Resource Definition	3	Finance	3
<b>Operations</b>		Joint ventures	4
Health and Safety	3	Risk Management	4
Project Delivery	4	<b>People</b>	
Mining Operations	2	Human Resources	4
Communities	4	<b>Corporate</b>	
<b>Sector Experience</b>		Legal	2
Base Metals	3	Investor Relations	3
Precious Metals	2	Acquisitions	3
Commodities sales and marketing	3	Regulatory compliance	3

The diverse qualifications, skills and experiences of the Directors, disclosed in the Company's latest Annual Report, represents a mix which the Board believes is appropriate to enable its members to properly discharge their role. The Board reviews its Skills Matrix at least annually.

### 2.4. Chairman

The Chairman leads the Board and has responsibility for ensuring that the Board receives accurate, timely and clear information to enable Directors to perform their duties as a Board. The Non-Executive Chairman of the Company is Mr Stephen Gethin (appointed as Chairman 2 July 2020) whose qualifications and experience are stated in the Company's latest Annual Report.

### 2.5. Managing Director

The Managing Director is responsible and accountable to the Board for the Company's management. The Managing Director of the Company is Mr Atmavireswar Sthapak, whose qualifications and experience are stated in the Company's latest Annual Report.

### 2.6. Executive Directors

The Company has no Executive Directors other than the Managing Director.

## 2.7. Non-Executive Directors

The Company recognises the importance of Non-Executive Directors and the external perspective and advice which they bring to the Board. The Company has four Non-Executive Directors, being Chairman Mr Stephen Gethin, Mr Vikas Jain and Mr Sanjeev Kumar.

## 2.8. Independence

In accordance with the Governance Principles an independent Director is a Non-Executive Director who:

- (1) has not previously been employed in an Executive capacity within the Consolidated Entity, unless a period of at least three years has elapsed between ceasing such employment and serving on the Board;
- (2) does not receive performance-based remuneration (such as options or performance rights) from, or participate in an employee incentive scheme of, the Group;
- (3) is not, and has not within the last three years been, a principal or senior employee of a material professional adviser to the Group;
- (4) is not, and has not within the last three years been, in a material business relationship (e.g. supplier, professional adviser, consultant or customer) with the Group, or an officer of or otherwise closely associated with someone with such a relationship;
- (5) is not a substantial shareholder of the Company or an officer/employee of or professional adviser to, or otherwise closely associated with, a substantial shareholder of the Company;
- (6) has no material contractual relationship with the Company or its controlled entities, other than as a director;
- (7) has no close personal ties with any person who falls within any of the categories described above; and
- (8) has not been a Director of the Company for such a period that their independence from management and substantial shareholders may have been compromised. Although there is no specified length of service beyond which a Director is no longer considered independent; the Board will regularly assess whether any Director who has served for more than 10 years who would otherwise meet the independence criteria should no longer be regarded as independent.

Where any of the above criteria exist, the Company will assess its materiality to determine whether it may interfere, or reasonably be seen to interfere, with the Director's capacity to bring an independent judgement to bear on issues before the Board and to act in the best interests of the Company and its shareholders generally.

The Board assesses the independence of Directors annually, or more frequently if circumstances require.

As at the date of this Statement:

- Chairman Mr Stephen Gethin does not meet the independence criteria, having been Alara's Company Secretary from 2018 to 2020, as a director of a professional advisory firm which provided his services as Secretary to Alara under an outsourcing arrangement. The Company regards Mr Gethin as not meeting the independence criteria in a technical respect only, and that he brings essentially the same qualities to the Board as an independent director.
- Mr Atmavireshwar Sthapak does not meet the independence criteria, being the Managing Director.
- Mr Vikas Jain does not meet the independence criteria, as he is a substantial shareholder of the Company. He is also a substantial shareholder in a company which has a 35% interest in a joint venture with Alara.
- Mr Sanjeev Kumar meets the independence criteria for a Director.

## 2.9. Induction and Professional Development

It is Board policy to ensure that Directors and Senior Management are equipped with the knowledge and information they need to discharge their responsibilities effectively.

The Company's induction program for new Directors includes giving them a detailed overview of the Company's operations and history and access to senior employees to enable them gain a comprehensive understanding of the Company's operations and plans. Directors are encouraged to attend director training and professional development courses, as may be required to enable them to develop and maintain the skills and knowledge needed to effectively perform their roles as Directors.

Directors are encouraged and are given the opportunity, where practical, to broaden their knowledge of the Consolidated Entity's business by visiting the locations where it conducts operations and to remain abreast of developments impacting the business.

## 2.10. Board Meetings

The Board holds monthly meetings and schedules additional meetings when required to deal with specific matters requiring more urgent attention. Directors' circulating resolutions are also used where appropriate to make decisions on urgent matters.

### 2.11. Conflicts of Interest

Directors must:

- (1) disclose to the Board any actual or potential conflicts which exist, or may reasonably be thought to exist, between their interests or their duties to any other party, and the interests of the Company, and
- (2) if requested by the Board, within seven days or such further period as may be permitted, take such necessary and reasonable steps to remove any conflict of interest.

If a Director cannot, or is unwilling to, remove a conflict of interest then the Director must, as required by the Corporations Act, absent themselves from the room when Board discussion and/or voting occurs on matters to which the conflict relates (except with the approval of the remaining Directors, subject to the Corporations Act).

### 2.12. Related-Party Transactions

Related-party transactions include any financial transaction between a Director and the Company as defined in the Corporations Act or the ASX Listing Rules. Unless there is an exemption under the Corporations Act from the requirement to obtain shareholders' approval for a related-party transaction, or the transaction is entered into subject to shareholders' approval, the Board may not approve it. The Company also discloses related-party transactions in its Annual Report as required by the Corporations Act and the Accounting Standards.

### 2.13. Share Dealings and Disclosures

The Company has adopted a Securities Trading Policy which applies to Directors and employees of the Consolidated Entity and contractors who have agreed to be bound by it. The policy:

- (a) explains the type of conduct in relation to dealings in the Company's securities that is prohibited by law or by the Consolidated Entity, including insider trading; and
- (b) establishes procedures for buying, selling or otherwise dealing in the Company's securities (generally and during specified prohibited periods). The policy requires executive personnel to obtain prior approval from the Company Secretary or the Chairman of the Board, as appropriate. Approval during prohibited periods will only be granted where there is severe financial hardship or other exceptional circumstances.

A copy of the Company's [Securities Trading Policy](#) may be viewed and downloaded from the Company's website.

### 2.14. Company Information and Confidentiality

All Directors have the right to access all relevant Company books and speak to senior executives. In accordance with confidentiality agreements and Company policies, Directors must keep confidential all information received in the course of their role, and must not disclose non-public information except where authorised by the Company or if legally required.

### 2.15. External Directorships

A Director may serve on the board of another company, either in a non-executive capacity or (in the case of an Alara Non-Executive Director) in an executive capacity, provided that these commitments do not materially interfere with their ability to perform their duties as an Alara Director. An Alara Executive Director may serve on the board of a joint venture company in which Alara has an interest, in an executive or non-executive capacity.

### 2.16. Directors' and Officers' Deeds

The Company has entered into deeds with its Directors to regulate certain matters between the Company and each officer, both during the time the officer holds office and after the officer ceases to be an officer of the Company (or of any of its wholly owned subsidiaries). A summary of the terms of such deeds is contained within the Remuneration Report in the Company's latest Annual Report.

## Principle 3 – Instil a Culture of Acting Lawfully, Ethically and Responsibly

### 3.1. Code of Conduct

The Company maintains a strong culture of lawful, ethical and responsible behaviour among all personnel. Alara has adopted a formal Code of Conduct (**Code**) which expresses the key behaviours it expects from its personnel to maximise the pursuit of shareholder value in a lawful and ethical way.

The Code sets and creates awareness of the standard of conduct expected of Directors, officers, employees and contractors in carrying out their roles. Management has responsibility for instilling the values of the Code across the Company's operations. The Company ensures that personnel receive training on an ongoing basis on the values which it expects them to uphold.

The Company seeks to uphold a culture which maintains and enhances its reputation as a valued corporate citizen of the countries where it operates and an employer which personnel desire to work for. The Code sets out policies in relation to various corporate and

personal behaviours including safety, discrimination, the environment, communities, heritage, respecting the law, anti-corruption, interpersonal conduct, conflict of interest and alcohol and drugs.

The Code's objective is to provide a benchmark for professional and personal behaviour throughout the Consolidated Entity, to safeguard the Consolidated Entity's reputation and to make clear the consequences of breaching the Code. The Board is informed of any material breaches of the Code.

All Group personnel receive a copy of the Code when they start with the Group and can access the Code from the Corporate Governance section of the Company's website or request a copy from their reporting manager or the Company Secretary.

The Code may be downloaded from the Corporate Governance section of the Company's website.

### 3.2. Whistleblower Policy

The Company has a formal Whistleblower Policy, designed to ensure that any concerns about unlawful or unacceptable conduct can be raised on a confidential basis, without fear of reprisal or discriminatory treatment. This policy promotes a culture of reporting any issue where the interests of shareholders, personnel or external parties could be adversely affected, or actual or potential non-compliance with law, corporate reporting and disclosure, accounting standards, accounting controls, auditing practices and other principles which safeguard the integrity of the Company's operations. The Policy requires the Board to be promptly informed of any significant incident reported under it.

A copy of the Whistleblower Policy may be viewed and downloaded from the Corporate Governance section of the Company's website.

### 3.3. Anti-Bribery and Anti-Corruption Policy

Alara has a zero-tolerance approach to bribery and corruption. The Company is committed to acting professionally, fairly and with integrity in all its operations. To assist in achieving this objective, the Company has a formal Anti-Bribery and Anti-Corruption Policy. This policy provides Company personnel with a clear set of rules to ensure that Alara conducts its activities free from bribery or corruption, in Australia and in the other countries in which it operates. The policy requires the Board to be promptly informed of any material breach.

A copy of the Anti-Bribery and Corruption Policy may be viewed and downloaded from the Corporate Governance section of the Company's website.

## Principle 4 – Safeguard Integrity in Corporate Reporting

### 4.1. Audit Committee

The Audit Committee and Risk Management currently comprises Non-Executive Director Mr Vikas Jain (Chairman of the Committee), independent Non-Executive Chairman of the Board Mr Stephen Gethin and Mr Atmavireshwar Sthapak (as Committee members). Their qualifications and experience are stated in the Company's latest Annual Report.

The Audit and Risk Management Committee Charter sets out the purpose, key responsibilities, composition, membership and powers of the Committee. The Committee's audit function includes reviewing and approving the audited annual and auditor-reviewed half-yearly financial reports, reviewing the performance of the auditor and oversight of the appointment or removal of the external auditor from office. Under its risk management function, the Committee reviews and monitors major legal compliance issues and ensures that a risk management framework is in place and is being properly implemented. The Committee makes recommendations to the Board within its areas of responsibility.

The [Audit and Risk Management Committee Charter](#) may be downloaded from the Corporate Governance section of the Company's website. The number of Committee meetings and Committee members' attendance during the Reporting Period are disclosed in the Company's latest Annual Report.

### 4.2. CEO and CFO Declarations

Before approving the Company's periodical financial statements for release on ASX the Board receives written assurances from the Managing Director (being the CEO equivalent) and the CFO that, in their respective opinions:

- the Company's financial records have been properly maintained,
- the financial statements comply with the Accounting Standards and give a true and fair view of the Company's financial position and performance, and
- they have formed those opinions on the basis of a sound system of risk management and internal control, which is operating effectively,

as required under section 295A of the Corporations Act and the Governance Principles.

Before approving the Company's financial statements for any relevant period the Board receives and acknowledges these declarations.

#### 4.3. External Auditor

The Company's external auditor (**Auditor**) is selected for professional competence, reputation and value for professional fees. Within the audit firm, the partner responsible for the conduct of the Company's audits is rotated every five years. The external Auditor attends the Company's AGMs (in person or by teleconference) and is available to answer shareholders' questions about the conduct of the audit and the preparation and content of the Auditor's Report.

#### 4.4. Integrity of Periodic Corporate Reports

Preparation of financial content of the Company's periodic reports is the responsibility of the CFO, and is subject to review and approval by the Board before release on ASX. The Chairman, an experienced corporate lawyer, is responsible to the Board for the non-financial content of periodic reports.

### Principle 5 – Make Timely and Balanced Disclosure

#### 5.1. Continuous Disclosure to ASX

In accordance with the Corporations Act and ASX Listing Rule 3.1, the Company immediately notifies ASX of information concerning the Company which a reasonable person would expect to have a material effect on the price or value of the Company's securities, subject to exceptions permitted by that rule. A reasonable person is taken to expect information to have a material effect on the price or value of the Company's securities if the information would, or would be likely to, influence persons who commonly invest in securities in deciding whether to acquire or dispose of the Company's securities.

The Company has a Continuous Disclosure Policy to ensure timely and balanced disclosure of all material matters affecting its operations. This policy creates awareness among personnel of the types of matters which are required to be promptly disclosed to the market. It contains procedures to ensure that any information of that kind is promptly reported through the appropriate channel for consideration by the Managing Director, the Chairman and the Company Secretary. These officers determine whether the information requires disclosure under ASX listing rule 3.1 or any other applicable rule and prepare announcements for Board approval (if time permits) and released to the market.

All personnel are under written confidentiality obligations to the Company which, amongst other things, are intended to prevent the premature disclosure of information.

In general, the Company will not respond to market speculation or rumours unless required to do so by law or the ASX Listing Rules.

The Company may request a trading halt from ASX to prevent trading in its securities if the market appears to be uninformed. The Managing Director and, where the Managing Director is not available, the Company Secretary (in consultation with the Board), are authorised to determine whether to seek a trading halt.

A copy of the Continuous Disclosure Policy may be viewed and downloaded from the Corporate Governance section of the Company's website.

#### 5.2. Board Notification

The Board has appointed the Company Secretary as the person responsible for communicating with the ASX and overseeing and coordinating the timely disclosure of information to ASX. The Company Secretary performs this function in consultation with the Managing Director and the Chairman. The Board reviews and approves announcements before release, where time permits. Where there is insufficient time to enable a Board review before releasing an announcement, the Managing Director in conjunction with the Chairman have authority to review and approve ASX announcements for release.

#### 5.3. Investor/Analyst Presentations

Before making a presentation to investors or analysts the Continuous Disclosure Policy requires the Company to release the presentation on ASX.

### Principle 6 – Respect the Rights of Security Holders

#### 6.1. Market and Shareholder Communications

The Company's core mission is to increase shareholder value. The Directors are the shareholders' representatives. Shareholders need a clear, accurate and up-to-date understanding of the Company's operations and performance to enable them to be aware of how their Directors are fulfilling that mission. In order to properly perform their role, the Directors must be able to ascertain the shareholders' views on matters affecting the Company.

The Board thus considers it paramount to ensure that shareholders are informed of all major developments affecting the Company and have the opportunity to communicate their views to the Board. Information is communicated to shareholders and the market through various means including:

- (a) the Annual Report, which is distributed to shareholders,

- (b) the AGM and other general meetings, called in accordance with the Corporations Act to obtain shareholders' approvals and report to them in person, notices of which are sent to shareholders,
- (c) Half-yearly Directors' and Financial Reports,
- (d) Quarterly Activities and Cash Flow Reports,
- (e) the Company Secretary or other officer answering shareholders' questions (where appropriate to do so within sensitive information disclosure rules) by email or telephone, and
- (f) other announcements released to ASX as required under the continuous disclosure requirements of the ASX Listing Rules and other information sent to shareholders to keep them updated on the Company's activities.

All of the above documents, together with regularly updated overviews of the Company's projects, are available for reading and download on the Company's website [www.alararesources.com](http://www.alararesources.com) or the ASX website: [www.asx.com.au](http://www.asx.com.au) under ASX code "AUQ".

The Managing Director has general responsibility to speak to the media, investors and analysts on the Company's behalf.

Alara has outsourced its Share Registry function to Advanced Share Registry Ltd (**ASR**). ASR has offices in Perth and Sydney. The ASR investor portal is at: <https://www.advancedshare.com.au/Investor-Login>

## 6.2. Shareholders' Meetings

Shareholders communicate with Directors through various other means including:

- (a) The Company's AGM. AGM documents containing comprehensive information relevant to how shareholders should vote on resolutions being considered are 28 days before the meeting, in accordance with the Corporations Act. The Managing Director addresses shareholders at the AGM to update them on the Company's activities,
- (b) shareholders asking questions of Directors at the AGM, and
- (c) the presence of the Auditor at the AGM (in person or by teleconference, as practicable and appropriate) to take shareholders' questions on any issue relevant to their capacity as Auditor; and making Directors available to meet shareholders at the AGM.

Shareholders who are unable to attend the AGM or a general meeting may submit questions and comments before the meeting to the Company or to the Auditor (in the case of the AGM).

The Company Secretary is the primary contact for shareholders' enquiries. Where required, the Secretary will consult with the Managing Director or the Chairman to ascertain the information required for an appropriate response. Under Company policy, market-sensitive information not previously disclosed to the public may not be given to shareholders or any other person in response to a query, except to a regulator where required by law.

## 6.3. Notice of General Meetings

The Company releases a market announcement on ASX before each AGM advising shareholders of the:

- proposed date and location of the AGM; and
- closing date for the receipt of nominations of candidates for election as a Director.

The Company encourages shareholders to elect to receive AGM documents (Notice of Meeting and a proxy form) by electronic means, as permitted by the Corporations Act. The great majority of shareholders have taken this option. Shareholders who have notified the Company of their email address receive an email containing a link to a page at the Company's share registry provider, Advanced Share Registry, from which they may download a copy of the meeting documents. Shareholders who have not notified the Company of an email address receive a personalised Proxy Form by mail, containing information on how to:

- access the Advanced Share Registry webpage where they may download a copy of the Notice of Meeting; and
- lodge their Proxy Form by mail, hand delivery or facsimile.

The Company also lodges a copy of the Notice of Meeting (**NoM**) on ASX at this time. Shareholders may download the NoM from the ASX website ([www.asx.com.au](http://www.asx.com.au)) by searching for ASX code "AUQ" and also at the Company's website: [www.alararesources.com](http://www.alararesources.com). (Meeting documents available by these means contain only a non-personalised proxy form, which shareholders may not use to vote). Shareholders may request a copy of the meeting documents (including a personalised proxy form) by telephoning the Company's secretarial office (+61 8 9240 4211) or by email ([cosec@alararesources.com](mailto:cosec@alararesources.com)).

## 6.4. Substantive Shareholder Resolutions

All substantive shareholders' resolutions considered at AGMs are decided by a poll. Important issues are presented to shareholders in separate resolutions. The Company releases an ASX announcement before the commencement of each AGM containing a summary of the proxy votes received, and an announcement directly after the meeting containing the results of the polls taken on all resolutions.

## 6.5. Electronic Communication

Shareholders are encouraged to register their email address and preferences for receiving their Annual Report and Notice of Meeting with Advanced Share Registry via its Investor portal: <https://www.advancedshare.com.au/Investor-Login>.

## Principle 7 – Recognise and Manage Risk

### 7.1. Risk Committee

As a consequence of the size and composition of the Company's Board, the Board does not have a stand-alone Risk Committee. The Company has a combined Audit and Risk Management Committee (refer Section 4.1). The [Audit and Risk Management Committee Charter](#) may be downloaded from the Company's website.

During the Reporting Period, the Committee did not review the Company's risk management framework. The Board proposes to have the Committee review the risk management framework in the current financial year.

### 7.2. Internal Control and Risk Management

The Board is responsible for, and takes advice from the Audit and Risk Management Committee on, the overall internal control framework and oversight of the Company's policies on, and management of, risks which have potential to impact significantly on its operations, financial performance or reputation.

The Board recognises that no cost-effective internal control system will preclude all errors and irregularities. The Company's internal controls are based, in part, on the appointment of suitably qualified and experienced management personnel and external consultants. The effectiveness of internal controls are continually reviewed by management, and at least annually by the Board. On a day-to-day basis, managing the various risks inherent in the Company's operations is the responsibility of the Managing Director.

The Company has strong and clear internal control and accounting systems to manage financial risks, including risks as to the accuracy of financial information and reports.

Health and safety risk is potentially the most important risk facing a resource company. Apart from the inherent unacceptability of threats to life or health, safety incidents have the potential to seriously damage the Company's reputation and its ability to conduct its operations. The Company takes a zero-tolerance approach to any situation which may compromise the health or safety of staff, contractors or members of the community. This risk is addressed by comprehensive safety policies and training and a requirement that any safety incident or near-miss is reported to the Board.

Operations risk encompasses risks arising from day-to-day operations. Operations risk covers circumstances which may result in direct or indirect loss to the Company, including from inadequate or detrimental planning, processes, decision-making, exercise of judgment, personnel, systems or external events. The Managing Director has delegated responsibility from the Board to identify operations risks generally, to put in place systems to control and eliminate or minimise them and to monitor compliance with those systems, subject to accounting to the Board in real time regarding critical matters of this kind.

The Board has final responsibility for operations risk management. It discharges this function by receiving regular reports from the Managing Director on any significant item relevant to operations risk and the measures being taken to address it. The Board may give direction to the Managing Director on any matter affecting operations risk where it considers it appropriate.

Compliance risk is the risk of failure to comply with any applicable legal requirement or industry standard, and the corresponding impact on the Company's business, reputation and financial position. The Company's risk-management strategy ensures compliance with all legislation affecting the Company's activities, in Australia and in the other countries where it operates. A key principle of the Company's compliance strategy is to foster an integrated approach where line managers are responsible and accountable for compliance, within their job descriptions and within overall guidance developed by the Managing Director. The Company's compliance strategy is kept current with advice from senior external professionals and the ongoing training of Senior Management involved in compliance. The Company has policies on responsible business practices and ethical behaviour, including conflict of interest and share trading policies, to ensure legal compliance and maintain confidence in its integrity.

Market risk encompasses risks to the Company's performance from changes in resource prices, currency exchange rates, capital markets and economic conditions generally. The Audit Committee regularly assesses the Company's exposure to these risks and the Board (taking advice from the Audit and Risk Management Committee) sets the strategic direction for managing them. Further details are in the *Financial Risk Management Note* to the financial statements in the Company's latest Annual Report.

The Company's approach to risk management is not stationary; it evolves constantly in response to developments in operations and changing market conditions.

Alara maintains and regularly trains personnel in various policies designed to ensure responsible business practices and ethical behaviour, including a Board Charter, Code of Conduct, Continuous Disclosure Policy, Anti-Bribery and Anti-Corruption Policy, Whistleblower Policy and Securities Trading Policy.

Management has reported to the Board on the effectiveness of the Company's management of material business risks for the latest financial year.



### 7.3. Internal Audit

The Company does not have an independent internal audit function. Due to the nature and size of the Company's operations, and its ability to derive substantially all of the benefits of an independent internal audit function in the manner disclosed below, the expense of an independent internal auditor is not considered appropriate at this stage.

The Audit and Risk Management Committee performs all key elements of an internal audit function, including:

- (a) assessing whether risk management, control, and governance systems are in place, are being followed and are providing the protection which they are designed to provide,
- (b) evaluating information security and associated risk exposures,
- (c) evaluating regulatory compliance programs, in consultation with external legal counsel,
- (d) evaluating the Company's preparedness for business interruption, and
- (e) oversight of the Company's anti-fraud programs.

The Audit Committee delegates to one or more appropriate Executives the authority to implement any non-strategic amendments to risk management systems required as a result of changed circumstances, or where the potential for improvement has been identified. All such matters are reported to the Managing Director promptly, and to the Audit Committee/Board for consideration at its next meeting. The Audit Committee may also seek recommendations from appropriate Senior Executives where strategic changes to risk management and internal control processes are required.

## Principle 8 – Remunerate Fairly and Responsibly

### 8.1. Remuneration Committee

As a consequence of the size and composition of the Company's Board, the Board does not have a stand-alone Remuneration Committee, however, it has appointed a combined Remuneration and Nomination Committee. This Committee is comprised of Non-Executive Chairman of the Board, Mr Stephen Gethin (as Chairman of the Committee), Mr Vikas Jain and Mr Atmavireswar Sthapak (as Committee members). The qualifications and experience of Committee members are stated in the Company's latest Annual Report.

The Remuneration and Nomination Committee Charter sets out the purpose, key responsibilities, composition, membership and powers of the Committee. The Committee's remuneration function includes responsibility to make recommendations to the Board on policy governing the remuneration benefits of the Managing Director, including equity-based remuneration, and to assist the Managing Director to determine Senior Executive remuneration.

The Board intends to review the composition of this Committee during the current financial year. In the review Directors will have due regard to the desirability of ensuring that the Committee conforms to the Governance Principles to the greatest extent practical for a company of Alara's size.

The [Remuneration and Nomination Committee Charter](#) may be downloaded from the Company's website.

The number of Committee meetings and their attendance during the Reporting Period are disclosed in the Company's latest Annual Report.

### 8.2. Remuneration Policy

Details of the Company's remuneration policy are contained in the Remuneration Report in the Company's latest Annual Report.

### 8.3. Equity Based Remuneration Scheme

The Company has an Employee Share Option Plan (**ESOP**) which was approved by shareholders at the 2014 AGM. A summary of the terms of ESOP is set out in Annexure A to Alara's Notice of AGM and Explanatory Statement announced on ASX on 2 October 2014.

Company policy requires Director and employee option holders not to enter into transactions in associated products which limit the economic risk of holding unvested options. Also, under the Company's Securities Trading Policy, a Director or employee option-holders may not:

- (a) hedge or limit their exposure to risk in any unvested options in the Company, or
- (b) use any securities in the Company held by them as security for borrowing or other obligations (including a margin lending facility) without the written consent of the Trading Officer.

The Company's [Securities Trading Policy](#) may be downloaded from the Company's website.

*[The remainder of this page is intentionally blank]*