

BOARD CHARTER

1 PURPOSE

- 1.1 In carrying out its responsibilities and powers set out in this Charter, the Board recognises:
- (a) its overriding responsibility to act honestly, fairly, diligently and in accordance with the law in serving the interests of the Group's Shareholders; and
 - (b) its duties and responsibilities to the Group's employees, customers and the community.

2 OVERVIEW

- 2.1 The Board will be the ultimate decision-making body of the Group. It will set the overall direction which will determine the culture and pervade the Group's relationship with shareholders, investors, employees, customers, suppliers and the local and business communities.
- 2.2 The Board sets the strategic direction of the Group and selects the Senior Management team which is charged with operating the business. The Board will act as an advisor, overseer and counsellor to senior management and will ultimately monitor performance of the Group on behalf of all shareholders.
- 2.3 The Board is responsible for the overall corporate governance of the Group.
- 2.4 Responsibility for managing the business on a day-to-day basis has been delegated to the Managing Director.

3 VALUES

- 3.1 Directors will perform their duties in accordance with the Constitution, all applicable laws and regulations, ASX Listing Rules, the ASX Corporate Governance Principles and recommendations (4th edition) and this Charter, and will undertake their duties with care and diligence including giving proper attention to the matters before them.
- 3.2 Directors will act honestly, and exercise reasonable care and diligence at all times in the performance of their functions.
- 3.3 Directors will act in good faith and in what they believe is in the best interests of the Group as a whole.

- 3.4 Directors will not enter into transactions or make promises on behalf of the Group that the Group does not intend to honour.
- 3.5 Directors will, to the best of their ability to use best endeavours to ensure that the Group's records and documents, including financial reports are true, correct and conform to the Group's reporting standards and internal controls.

4 MEMBERSHIP, APPOINTMENT AND TERM

- 4.1 The Constitution provides for the Board to consist of a minimum of 3 Directors and a maximum of 20 Directors.
- 4.2 At least 2 Directors must be persons who are ordinarily resident in Australia.
- 4.3 The Group will disclose on its website the names of the Directors considered by the Board to be independent in accordance with the ASX Guidelines and will disclose in its annual report if Directors are not considered 'independent', the nature of the interest, position, association, or relationship and why it does not compromise the 'independence' of the director and the length of service of each Director.
- 4.4 At all times the Board must comply with the requirements of the Constitution, the Corporations Act, all applicable laws and regulations and the ASX Listing Rules.
- 4.5 The Board will oversee nominations and appointments to the Board, with the objective that the Group has a Board of an effective composition, size and commitment to adequately discharge its responsibilities and duties and to bring transparency, focus and independent judgment to decisions regarding the composition of the Board. In discharging this role, the Board will have regard to the responsibilities set out in sections 5 and 6 of this Charter.
- 4.6 Composition of the Board is determined by the following principles:
- (a) Directors appointed by the Board are subject to election by shareholders at the next Annual General Meeting following their appointment and thereafter are subject to re-election in accordance with the Group's constitution;
 - (b) The Chair will be a non-executive independent Director;
 - (c) The Board will comprise at least three Directors, increasing where additional expertise is considered desirable in certain areas, or when an outstanding candidate is identified; and
 - (d) The Board should comprise Directors with an appropriate range of qualifications and expertise.

- 4.7 Skills such as leadership and previous experience as a managing director, chair or board member will be considered when assessing the appointment of a Director. In addition to these, the Board recognises that other skills gained from experience in the following areas are key skills and experience that the Board as a whole should comprise:
- (a) relevant industry experience;
 - (b) business acquisition and integration skills
 - (c) financial literacy and legal and regulatory knowledge;
 - (d) diversity
 - (e) policy and regulatory development and reform;
 - (f) health, safety and social responsibility; and
 - (g) organisational development and human resources.
- 4.8 When determining whether a non-executive Director is independent, the Director must not fail any of the following materiality thresholds:
- (a) less than 10% of the Group's shares held by the Director and any associates of the Director;
 - (b) no sales are made to, or purchases made from, any associate of the Director; and
 - (c) none of the Director's income, or the income of an associate of the Director, is derived from a material supply contract with any member of the Group.

5 RESPONSIBILITIES OF THE BOARD

- 5.1 The Board has delegated authority for the operations and administration of the Group to the Managing Director.
- 5.2 The Board is responsible for promoting the success of the Group in a manner designed to create and build sustainable value for shareholders and in accordance with the duties and obligations imposed upon them by the Constitution, and the law, while having due regard to other stakeholder interests and the requirements of the ASX Listing Rules.
- 5.3 In addition to matters it is expressly required by law to approve, the Board is responsible for:
- (a) providing leadership and setting the strategic direction of the Group, establishing goals to ensure these strategic objectives are met and

monitoring the performance of management against these goals and objectives;

- (b) providing operating frameworks and budgets of the Group and monitoring management's performance within those frameworks;
- (c) determining the high level health and safety strategy for the Group, including providing a statement of vision, belief and policy and actively monitoring management's implementation of that policy, processes and procedures;
- (d) approving significant and or material investments and projects, and monitoring the progress, outcomes and return on those investments and projects;
- (e) ensuring that the available financial and operational resources are sufficient to meet the Group's objectives;
- (f) appointing and removing the Chief Executive Officer or Managing Director and other senior executives (as the case may be) and the determination of their terms and conditions including remuneration and termination;
- (g) evaluating the performance of the Board and its Directors on an annual basis;
- (h) determining remuneration levels of Directors;
- (i) ensuring that appropriate policies and procedures are in place for recruitment, training remuneration and succession planning;
- (j) approving and monitoring financial reporting, annual budget and capital management;
- (k) ensuring the Group satisfies its continuous disclosure obligations under the ASX Listing Rules and that the market has available all relevant information required to make informed investment decisions and assessments of the Group's prospects, in accordance with the Group's Continuous disclosure Policy.
- (l) monitoring the financial solvency of the Group;
- (m) ensuring that effective audit controls and systems, and other risk management procedures are in place and are being adhered to;
- (n) overseeing the integrity of the Group's procedures for ensuring the Group's compliance with the law, and financial and audit responsibilities, including the appointment of an external auditor and reviewing the Board's financial statements, accounting policies and management processes.
- (o) approving the issue of securities in the Group (subject to compliance with the ASX Listing Rules).

- (p) ensuring the adequacy of the Group's risk management framework and setting the risk appetite within which the Board expects management to operate.
- (q) providing a specific governance focus on risks relating to the Group's physical operations, health and safety policy and risk mitigation programs;
- (r) reviewing performance, operations and compliance reports from the Managing Director and CFO, including reports and updates on strategic issues and risk management matters;
- (s) overseeing the Group's process for making timely and balanced disclosure of all material information concerning the Group that a reasonable person would expect to have a material impact on the price or value of the Group's shares;
- (t) promoting and authorising ethical and responsible decision-making by the Group;
- (u) ensuring that any necessary statutory licenses are held and compliance measures are maintained to ensure compliance with the law and license(s);
- (v) ensuring that the Group has appropriate corporate governance structures in place including standards of ethical behaviour and a culture of corporate and social responsibility and monitoring the effectiveness of those governance practices; and
- (w) ensuring that the Board is and remains appropriately skilled to meet the changing needs of the Group.

6 RESPONSIBILITIES OF DIRECTORS

6.1 Directors must comply with their legal, statutory and equitable duties and obligations when discharging their responsibilities as Directors. Broadly these include:

- (a) acting in good faith and in the best interests of the Group as a whole;
- (b) acting with care and diligence and for proper purpose;
- (c) avoiding conflicts of interest wherever possible and where these do arise declaring and managing these in accordance with the intent and content of this Charter, the Corporations Act, the ASX Listing Rules and the Group's Code of Conduct;
- (d) not making improper use of information gained through the position of Director and from taking improper advantage of the position of Director; and

- (e) ensuring that the Group's compliance with the Constitution, all applicable laws and regulations, the ASX Listing Rules, this Charter and all applicable Board policies and procedures.

6.2 Conflicts of Interests

- (a) Directors must:
 - (i) disclose to the Board any actual or potential conflicts of interest or duty, or matter that may bear on their independence, which may exist or be thought to exist as soon as they become aware of the issue; and
 - (ii) comply with the provisions of the Corporations Act on disclosing interests and the Conflict of Interests Policy.
- (b) A Director who is interested in a transaction may attend a meeting of the Board at which a matter relating to the transaction arises but while the Group is listed on the ASX:
 - (i) shall not be included among the Directors present at the meeting for the purposes of a quorum;
 - (ii) may not vote on any matter relating to the transaction;except where otherwise provided in the Constitution and Corporations Act.
- (c) Directors are expected to advise the Chair of any proposed board or executive appointments to other companies as soon as practicable.
- (d) A non-executive Director should inform the Chair before accepting any new appointment as a director of another listed entity, any other material directorship or other position with a significant time commitment attached.
- (e) As noted in the Group's Code of Conduct, any conflict, or potential conflict of interest, identified by any Director must be disclosed using the Conflict of Interest Form.

6.3 Directors will not take any opportunity discovered through the use of Group property, information or position for themselves or use Group property (including the Group's name), information or position for personal gain.

6.4 Directors will not accept gifts or personal benefits of any value from any external party if it could be perceived that these could compromise or influence any decision by the Group.

6.5 Directors will only trade in the Group's shares in accordance with the Group's Securities Trading Policy and Guidelines.

6.6 Directors are expected to support the letter and spirit of Board decisions.

- 6.7 Subject to the Group's continuous disclosure obligations under the ASX Listing Rules, Directors will keep Board information, discussions, deliberations and decisions which are not publicly known confidential.

7 THE ROLE OF THE CHAIR

- 7.1 Where practical, the Chair should be a non-executive Director. If a Chair ceases to be an independent Director then the Board will consider appointing a lead independent Director.
- 7.2 Where practical, the Chief Executive Officer should not be the Chair of the Group during his or her term as Chief Executive Officer or in the future.
- 7.3 The Chair must be able to commit the time to discharge the role effectively.
- 7.4 The Chair is responsible for the leadership of the Board, ensuring it is effective, setting the agenda of the Board, conducting the Board meetings and conducting the shareholder meetings.
- 7.5 The Chair should facilitate the effective contribution of all Directors and promote constructive and respectful relations between Board members and management.
- 7.6 In the event that the Chair is absent from a meeting of the Board then the Board shall appoint a Chair for that meeting.

8 THE COMPANY SECRETARY

- 8.1 When requested by the Board, the Company Secretary will facilitate the flow of information to the Board, between the Board and its Committees and between senior executives and non-executive Directors.
- 8.2 The Company Secretary is to:
- (a) facilitate the induction of new Directors;
 - (b) facilitate the implementation of Board policies and procedures; and
 - (c) provide advice to the Board on corporate governance matters, the application of the Group's Constitution, the ASX Listing Rules and applicable other laws.
- 8.3 All Directors have access to the advice and services provided by the Company Secretary.
- 8.4 The Board is responsible for the appointment and removal of the Company Secretary.

9 BOARD COMMITTEES

- 9.1 Once the Board is of a sufficient size and structure, and the Group's operations are of a sufficient magnitude, to assist the Board in fulfilling its duties the Board will establish the following committees, each with written terms of reference:
- (a) Audit and Risk Committee; and
 - (b) Nomination & Remuneration Committee;
- 9.2 The charter of the Committees is approved by the Board and reviewed following any applicable regulatory changes.
- 9.3 The Board will ensure that the Committees are sufficiently funded to enable them to fulfil their roles and discharge their responsibilities.
- 9.4 Members of Committees are appointed by the Board. The Board may appoint additional Directors to Committees or remove and replace members of Committees by resolution.
- 9.5 The minutes of each Committee meeting shall be made available to the Board at the next occasion the Board meets following approval of the minutes of such Committee meeting.
- 9.6 Where the Board considers that the Group will not gain any benefit from a particular separate committee, the full Board will carry out the duties that would ordinarily be assigned to that committee under the written terms of reference for that committee.

10 BOARD MEETINGS

- 10.1 There must be two Directors present at a meeting to constitute a quorum.
- 10.2 The Board will schedule formal Board meetings at least quarterly and hold additional meetings, including by telephone, as may be required.
- 10.3 Non-executive Directors may confer at scheduled times without management being present.
- 10.4 The minutes of each Board meeting shall be prepared by the Company Secretary, approved by the Chair and circulated to Directors after each meeting.
- 10.5 The Company Secretary shall distribute supporting papers for each meeting of the Board as far in advance as practicable.

10.6 Minutes of meeting must be approved before or at the next Board meeting and entered in the minute book within one month after the meeting.

10.7 Further details regarding board meetings are set out in the Group's Constitution.

11 ACCESS TO ADVICE

11.1 Directors may access information and seek independent advice as they individually or collectively consider necessary to fulfil their responsibilities and permit independent judgement in decision making. Independent professional advice includes legal advice and the advice of accountants and other professional financial advisers on matters of law, accounting and other regulatory matters, but excludes advice concerning the personal interests of the Director concerned (such as service contracts with the Group or dealing in the Group's shares or disputes with the Group). Any advice obtained under this procedure will be made available to all other members of the Board and all expenses incurred by the Director(s) in procuring such advice will be borne by the Group, subject to the Chair first providing its consent to the procurement of such advice. Such consent must not be unreasonably delayed or withheld.

11.2 Directors are entitled to:

- (a) have access to members of management at any time to request relevant and additional information or seek explanations;
- (b) have access to internal and external auditors, without management present to seek explanations or additional information;
- (c) seek independent professional advice with the Chair's consent, which will not be unreasonably withheld or delayed, and which will be at the Group's expense.

11.3 Directors will only create, and only retain, information and communications required for business needs or to meet legal obligations.

12 THE BOARD'S RELATIONSHIP TO MANAGEMENT

12.1 The Board will delegate responsibility for day to day operations and administration of the Group to the Managing Director.

12.2 In addition to the formal reporting structures, members of the Board are encouraged to have direct communications with management and other employees within the Group to facilitate the carrying out of their duties as Directors.

13 PERFORMANCE REVIEW

- 13.1 The Chair will conduct an annual performance review of the Board that:
- (a) compares the performance of the Board with the requirements of its Charter;
 - (b) critically reviews the mix of the Board; and
 - (c) suggests any amendments to the Charter as are deemed necessary or appropriate.

14 DISCLOSURE POLICY

- 14.1 The Board should ensure that the Group has in place effective disclosure policies and procedures so that shareholders and the market are fully informed to the extent required by applicable disclosure rules and legislation on matters that may influence the share price of the Group or its listed debt securities.

15 REVIEW

- 15.1 The Board will review this Charter regularly so that it remains consistent with the Board's objectives, responsibilities and its legal and regulatory obligations.

16 DISCLOSURE OF CHARTER

- 16.1 This Board Charter, and any updates, will be made available on the Group's website (www.advancedshare.com.au) in a clearly marked "Corporate Governance" section.

17 DEFINITIONS

General terms and abbreviations used in this Policy have the meanings set out below:

ASIC	means the Australian Securities & Investments Commission.
ASX	means ASX Limited ACN 008 624 691 or the securities market operated by ASX Limited, as the case may be.
ASX Listing Rules	means the listing rules of the ASX, as amended from time to time.

Board	means the board of Directors of the Group.
Chair	means the chair of the Board.
Charter	means this Board Charter.
Company or Group	means Advanced Share Registry Limited ACN 127 175 946 and its controlled entities as disclosed in its Annual Reports.
Company Secretary	means the Group secretary of the Group.
Corporations Act	means the <i>Corporations Act 2001 (Cth)</i> .
Director	means a director of the Group.
Employee	includes executive Directors, managers and all other staff engaged on a contract of employment or a salaried basis, and where the context requires, non-executive Directors.
Managing Director	means the managing director, or equivalent chief executive officer, of the Group.
Officer	means a senior executive of the Group.