



# Remuneration and Nomination Committee Charter

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## 1. Establishment of Committee

This charter sets out the basis on which the board of directors (**Board**) of Integrated Payment Technologies Limited (**Company**) has established a Remuneration and Nomination Committee (**Committee**).

## 2. Objectives

The objective of the Committee is to assist the Board in establishing remuneration and nomination policies and practices which:

- Enable the Company and its subsidiaries (**Group**) to attract and retain executives and directors (executive and non-executive) who will create sustainable value for members and other stakeholders;
- Fairly and responsibly reward executives and directors having regard to the performance of the Group, the performance of the executives and the external compensation environment; and
- Comply with all relevant legislation and regulations including the ASX Listing Rules and Corporations Act.

## 3. Committee Membership

### 3.1 Structure

The Committee will consist of at least two members, each of whom will be appointed or removed by the Board, following in each case a review by the Board, in consultation with the Chair of the Committee (other than in respect of the Chair's own appointment or removal).

'Where possible', a majority of members of the Committee must be independent non-executive directors, as determined by the Board.

The Chair of the Committee (other than a Chair elected under paragraph 4.6):

- Will be elected by the Board; and
- Must be a member of the Committee.

### 3.2 Expertise

At least one member of the Committee must have an understanding of remuneration policies and practices.

### 3.3 Company Secretary

The Company Secretary will act as Secretary to the Committee, unless otherwise determined by the Committee.

## 4. Proceedings

### 4.1 Frequency

The Committee will meet as frequently as required but must meet at a minimum, once each financial year.

The Secretary to the Committee or any member may call a meeting of the Committee.

### 4.2 Notice

The dates, times and venues of each meeting of the Committee will be notified by the Secretary to all members of the Committee as far in advance as possible.

### 4.3 Supporting Papers

Supporting papers for each meeting of the Committee will be distributed to all members of the Committee as far in advance as possible and where possible by the last working day of the week preceding the meeting.

### 4.4 Attendance

Only members of the Committee are entitled to be present at a Committee meeting.

The Committee may extend an invitation to any person to attend all or part of any meeting of the Committee which it considers appropriate. In particular, the Committee may meet with:

- External advisors;
- Any executives or other employee including any executive directors; or
- Any other non-executive directors;

and may do so with or without executive management being present.

### 4.5 Quorum

A quorum for a meeting of the Committee is two members. A duly convened meeting of the Committee at which a quorum is present is compelled to exercise all or any of the authorities, powers or discretions vested in, or exercisable by, the Committee.

### 4.6 Chair

In the absence of the Chair, the remaining members will elect one of their number as Chair of the meeting. The Chair of the Committee does not have a casting vote.

## 4.7 Constitution

Proceedings of the Committee will be governed by the provisions of the Company's Constitution, in so far as they may be applicable.

## 4.8 Minutes

Minutes of the Committee meetings will be distributed to members as soon as practicable following the meeting and the minutes as signed by the Chair will be tabled for discussion at the next Board meeting.

## 5. Authorities

### 5.1 Access

The Committee has unrestricted access to executive management, all employees and all Company records and to financial and legal advisers.

### 5.2 Independent advice

The Committee or any members of the Committee may request authorisation from the Board to obtain (at the reasonable cost of the Company) outside legal or other independent professional advice, and to secure the attendance of such advisors if it is considered necessary for the proper performance of the Committee's functions under this Charter.

## 6. Duties and Responsibilities

Without limiting its role, the specific duties and responsibilities of the Committee include the following:

### 6.1 Executive remuneration policy

The Committee will:

- Determine and agree with the Board the broad policy of the remuneration of the Chief Executive Officer and other members of the senior executive team and make determinations regarding the remuneration of members of the senior executive team and any executive director(s);
- Reviewing the Company's overall remuneration policies and strategies, including the incentive schemes and recruitment;
- Ensure that all relevant legal requirements regarding disclosure of remuneration, in all forms, are complied with; and
- Satisfy itself that the Company's remuneration policies are aligned with the Company's purpose, values, strategic objectives and risk appetite.

### 6.2 Executive Directors and Senior management

The Committee will:

- Review on an annual basis the salary of the Chief Executive Officer and executive directors including employee incentive plan participation, report to the Board regarding the remuneration for each executive director (including base pay, incentive payments, equity awards and retirement or severance rights), having regard to the executive remuneration policy and consider whether in respect of any elements of remuneration any shareholders approvals are required;
- Review the proposed remuneration package (including incentive awards, equity awards and service contracts) and other terms and conditions of recruitment, appointment, continuing employment and termination policies and procedures for senior executives, to ensure that they are consistent with the executive remuneration policy;
- Review contractual rights of the senior executive team on termination, and any payments made or proposed, to determine whether they are reasonable in the circumstances; and
- Review the depth of the senior executive team and the appropriateness of succession planning policies which are in place.

### 6.3 Cash-based executive incentive plans

Insofar as they impact on the executive directors and the senior executive team, the Committee will:

- Review and approve the underlying principles of, and determine targets for, all such executive incentive plans; and
- Review and approve the total proposed payments for all such executive incentive plans.

### 6.4 Equity-based incentive plans

The Committee will monitor and review:

- The underlying principles of all equity-based plans for approval by the Board;
- All equity based plans in light of legislative, regulatory, taxation and market developments;
- For each equity-based plan, all awards which are proposed under that plan with a view to ensuring compliance with the rules of the relevant plan and the policies of the Committee and the Board in respect of that plan;
- The total proposed awards under each plan;
- The conditions of grant applicable to each equity-based incentive plan;
- Amendments to the rules which are proposed for approval, as permitted under the rules of the plans; and
- The proposed exercise of any discretion under a plan and make such determinations as are required to be made under the rules of each plan.

## 6.5 Non-Executive Directors' remuneration

The remuneration of the non-executive directors will be determined by the Board, within the maximum amount approved by shareholders. The Board may request that the Committee, management or external advisors provide any information required to assist the Board in making its decisions.

## 6.6 General Remuneration across the Group

The Committee will review and note annually the remuneration trends (including major changes in employee benefit structures) across the Group in its various markets.

## 6.7 Other duties and responsibilities

Other duties and responsibilities of the Committee include, but are not limited to:

- Reviewing this Charter and where necessary making recommendations to the Board for any changes it considers appropriate; and
- Subject to compliance with any requirements of the Corporations Act, selecting, appointing and setting the terms of reference for any remuneration consultants who advise the Committee.

## 6.8 Nomination duties and responsibilities

The nomination duties of the Committee are to:

- develop and regularly review a policy on Board structure;
- develop criteria for Board membership;
- identify and screen specific candidates for nomination;
- ensure there is an appropriate Board induction and orientation program in place;
- make recommendations to the Board for Committee membership;
- ensure there is an appropriate Board succession plan in place;
- ensure the performance of the Board and its members is regularly reviewed;
- develop with directors an appropriate training and development program;

- regularly assess whether the directors as a group have the skills, knowledge and experience to deal with new and emerging business and governance issues;
- oversee management’s succession planning including the Chief Executive Officer and his / her direct reports;
- assist the Chair in advising directors about their performance and possible retirement; and
- review the policy in respect of tenure, remuneration and retirement of directors.

### 6.9 Board Approvals

The Board must approve the following (subject to recommendation by the Committee where required under this Charter):

- The executive remuneration policy;
- The remuneration report to be included in the annual report and accounts;
- The design of all equity-based incentive plans; and
- The remuneration of the non-executive directors as set out in this charter.

### 6.10 Committee Approvals

The Committee must approve the following prior to implementation:

- Changes to the remuneration or contract terms of executive directors;
- The design of new executive equity or cash-based incentive plans and any amendments to current plans;
- The total level of awards proposed from equity-based plans or executive cash-based incentive plans; and
- Termination payments to executive directors and other members of the senior executive team.

### 6.11 Special Projects

The Committee may undertake any special projects or investigations which the Committee considers necessary, or as may be requested by the Board.

## 7. Reporting to the Board

The Chair of the Committee (or a person nominated by the Chair of the Committee for that purpose) must report to the Board at its next meeting regarding all material matters relevant to the Committee’s duties and responsibilities.



## 8. Administration

The Company Secretary is responsible for a yearly review of this policy to ensure its currency. The Chief Executive Officer will be responsible to the Committee for establishing, implementing and reviewing the effectiveness of the Charter and shall periodically report to the Board on the Company's compliance with the Charter.

In accordance with the ASX Corporate Governance Principles, this Charter (or a summary of the role, rights and responsibilities and membership requirements for the committee) is available on the Company's website in a clearly marked corporate governance section.