



## **REMUNERATION POLICY**

Carpentaria Exploration Limited (“Carpentaria Exploration”) has a separately established remuneration committee. It functions in accordance with the following Remuneration Committee Charter.

### **REMUNERATION COMMITTEE CHARTER**

#### **Composition**

The remuneration committee comprises at least two non-executive directors, with the following being the current members:

Stan Macdonald  
Mike Chester.

#### **Role**

The role of the committee is to review and make recommendations as to remuneration packages for directors and senior executives including employee incentive and equity-based plans.

#### **Operations**

The committee must meet at least once a year and otherwise as required. Minutes of all meetings of the committee are to be kept. Committee meetings will be governed by the same rules as set out in Carpentaria Exploration’s constitution, as they apply to meetings of the Board.

#### **Responsibilities**

##### **1. Executive Remuneration and Incentive Policies:**

The committee is to make decisions with respect to appropriate remuneration and incentive policies for executive directors and senior executives which:

- a) motivate executive directors and senior executives to pursue long term growth and success of Carpentaria Exploration within an appropriate control framework;
- b) demonstrate a clear correlation between key performance and remuneration; and
- c) align the interests of key leadership with the long-term interests of Carpentaria Exploration's shareholders.



## 2. Executive Remuneration Packages

The committee is to ensure that:

- a) executive remuneration packages involve a balance between fixed and incentive pay, reflecting short and long term performance objectives appropriate to Carpentaria Exploration's circumstances and objectives;
- b) a proportion of executives' remuneration is structured in a manner designed to link reward to corporate and individual performances; and
- c) recommendations are made to the Board with respect to the quantum of bonuses to be paid to executives.

## 3. Non-Executive Directors

The committee is to ensure that:

- a) fees paid to non-executive directors are within the aggregate amount approved by shareholders and make recommendations to the Board with respect to the need for increases to this aggregate amount at the Company's annual general meeting;
- b) non-executive directors are remunerated by way of fees (in the form of cash and/or superannuation benefits);
- c) non-executive directors are not provided with retirement benefits other than statutory superannuation entitlements; and
- d) non-executive directors are not entitled to participate in equity-based remuneration schemes designed for executives without due consideration and appropriate disclosure to the Company's shareholders.

## 4. Incentive Plans and Benefits Programs

The committee is to:

- a) review and make recommendations concerning long-term incentive compensation plans, including the use of share options and other equity-based plans. Except as otherwise delegated by the Board, the committee will act on behalf of the Board to administer equity-based and employee benefit plans, and as such will discharge any responsibilities under those plans, including making and authorising grants, in accordance with the terms of those plans; and
- b) ensure that incentive plans are designed around appropriate and realistic performance targets that measure relative performance and provide rewards when they are achieved; and
- c) continually review and if necessary improve any existing benefit programs established for employees.