



Remuneration and Nomination Committee Charter for Manhattan Corporation Limited (the Company)

Once the Board is of a sufficient size and structure, reflecting the Company's growth in operations, then the Board will establish a separate Audit and Risk Committee (**Committee**) to assist in fulfilling its duties.

Until such time, the Board will carry out the duties that would ordinarily be assigned to the Committee under the written terms of reference, being this adopted Charter.

In this Charter, a reference to the Committee is a reference to the Board and a reference to a meeting of the Committee is a reference to a meeting of the Board for the purposes of satisfying the responsibilities of the Committee.

This Charter has been adopted.

1 Role of the Committee and authority

- (a) The Board is responsible for corporate governance and oversight of Manhattan's remuneration and nomination policies and practices which enable it to attract and retain senior management of Manhattan (comprising such individuals as the Board determines from time to time (**Senior Management**)) and appropriately align their interests with those of key stakeholders.
- (b) The Board may investigate any matter, with full access to all books, records, company operations, and people of Manhattan and the authority to engage external consultants or other professional advisers as it determines necessary to carry out its duties.

2 Membership

- (a) The Committee should to the extent practicable given the size and composition of the Board and/or nature and scope of the operations of the Company from time to time, comprise of:
 - (i) at least three members;
 - (ii) non-executive directors; and
 - (iii) a majority of directors who are independent (and must satisfy this description to the extent required by statute or regulation).
- (b) Membership of the Committee is as approved by the Board.
- (c) Given the current size and composition of the Board and the nature and scope of the operations of the Company, the Board will perform the role of the Committee.
- (d) The chair of the Committee (**Committee Chair**) should be nominated by the Board and be an independent director (and must satisfy this description if required by statute or regulation).
- (e) Members will be appointed for a fixed period of no more than three years, with Committee members generally being eligible for re-appointment for so long as they meet the relevant criteria.
- (f) The appointment and removal of Committee members is the responsibility of the Board.

- (g) A Committee member may resign as a member of the Committee upon reasonable notice in writing to the Committee Chair.
 - (h) If a Committee member ceases to be a director of the Board their appointment as a member of the Committee is automatically terminated with immediate effect.
 - (i) The Company Secretary is secretary to the Committee.
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3 Meetings

- (a) The Committee will meet at least once annually or as frequently as is required to undertake its role effectively.
 - (b) Any Committee member may, and the Company Secretary must upon request from any member, convene a meeting of the Committee.
 - (c) The Committee may invite any executive or other staff member to attend all or part of a meeting of the Committee.
 - (d) The Committee may, with the approval of the Committee Chair, seek independent advice from external consultants to enable the Committee to properly carry out its functions and meet its objectives.
 - (e) The proceedings of all meetings will be minuted by the Company Secretary.
 - (f) A quorum for any meeting will be at least two Committee members.
 - (g) The Committee may request the human resources manager to provide any information or carry out any task that may be necessary to enable the Committee properly to carry out its functions and meet its objectives.
 - (h) The Committee must obtain approval from the Committee Chair before obtaining advice from external consultants.
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4 Duties and Responsibilities

- (a) The Committee's key responsibilities and functions are to discharge its responsibilities in relation to Manhattan's:
 - (i) recruitment of directors and Senior Management, including:
 - (A) undertaking appropriate checks (including as to the person's character, experience, education, criminal record and bankruptcy history) before appointing a director or Senior Manager; and
 - (B) ensuring Manhattan enters into a written agreement setting out the appointment terms with the individual personally (except where a bona fide professional services firm is being engaged on an outsourced basis, in which case, the agreement may be with that entity);
 - (ii) remuneration policies, including:
 - (A) evaluating and approving the remuneration packages (including fixed remuneration, short term and long-term incentives and any other benefits or arrangements) of the executive directors and other members of Senior Management;

- (B) ensure the incentives for the , executive directors and other members of Senior Management encourages them to pursue growth and success without rewarding conduct contrary to Manhattan's statement of values or risk appetite;
 - (C) evaluating and approving the remuneration arrangements for non-executive directors;
 - (D) monitoring compliance with the non-executive director remuneration pool as established by the Constitution, or as subsequently amended by shareholders, and recommending any changes to the pool; and
 - (E) engagement of external remuneration consultants;
- (iii) short and long-term incentive plans, including:
- (A) plan terms and conditions;
 - (B) performance hurdles, if any;
 - (C) invitations to participation in offers and the terms of participation;
 - (D) achievement of performance criteria (if any) and the final level of any payments, grants or allocations; and
 - (E) the ability to claw back performance-based remuneration from non-executive directors, executive directors and Senior Management where appropriate;
- (iv) equity plans, including:
- (A) amendments to the terms of existing plans within the parameters of those plans;
 - (B) administration and operation of plans, including but not limited to determining disputes and resolving questions of fact or interpretation concerning the various plans; and
 - (C) the ability to claw back performance-based remuneration from non-executive directors, executive directors and Senior Management where appropriate;
- (v) Board composition and performance, including:
- (A) the appropriate size, composition and diversity of the Board;
 - (B) the appropriate criteria (necessary and desirable skills and experience) for appointment of directors;
 - (C) recommendations for the appointment, composition, re-election and removal of directors;
 - (D) recommendations for the composition of Board committees;
 - (E) the terms and conditions of appointment to and retirement from the Board;
 - (F) ensuring that an effective induction process is in place for newly appointed directors (including, where appropriate, training on key accounting matters

- and on the responsibilities of directors in relation to Manhattan's financial statements) and review of those induction procedures;
- (G) regularly assessing whether the directors as a group have the skills, knowledge and experience to deal with new and emerging business and governance issues;
 - (H) ensuring that continuing directors are provided with appropriate professional development opportunities to develop and maintain the skills and knowledge needed to perform their role as a director effectively;
 - (I) the evaluation of the Board's performance; of the Board, its committees and directors;
 - (J) appointing, reviewing the performance of, remunerating and replacing the chair of the Board;
 - (K) the time non-executive directors are expected to devote to Manhattan's affairs and whether directors are meeting that requirement; and
 - (L) review of development and succession plans for Directors and Senior Management; and
- (vi) reviewing the performance of the Chief Executive Officer and any other Senior Management against guidelines approved by the Board; and
- (b) The Committee must also oversee remuneration related disclosures required in annual statutory reporting, if any, and provide advice on the Board on approval of those disclosures. Such disclosure may include Manhattan's policies and practices regarding the remuneration of, and the potential claw back of any performance-based remuneration from, non-executive directors, executive directors and Senior Management.

5 Reporting

The Committee should compile a report on all matters relevant to the Committee's role and responsibilities at least annually.

6 Selection and appointment process

- (a) In searching for and selecting new directors for the Board, the Committee may adopt certain criteria to make recommendations to the Board, including the candidate's background, experience, professional skills, personal qualities, gender, capability of the candidate to devote the necessary time and commitment to the role, potential conflicts of interest and independence and whether their skills and experience will complement the existing Board.
- (b) With respect to the selection of candidates for the Board:
 - (i) the Committee will develop a Board skills matrix to identify any 'gaps' in the skills and experience of the directors on the Board, and if thought appropriate, will implement such a matrix and disclose it in Manhattan's annual report;
 - (ii) the Committee will take into consideration Manhattan's Diversity Policy in selecting new directors for the Board.
 - (iii) the Committee will obtain assistance from professional intermediaries to identify and assess the suitability of Board candidates;

- (iv) the Committee will undertake appropriate checks in respect of each candidate;
- (v) the names of candidates submitted for election or re-election as directors at a shareholder meeting should be accompanied in the notice of meeting by all material information in its possession relevant to a decision on whether or not to elect or re-elect a director, including:
 - (A) confirmation that Manhattan has conducted appropriate checks into the candidate's background and experience and if those checks have revealed any information of concern, that information;
 - (B) biographical details, including skills, experience, competencies and qualifications and information sufficient to enable an assessment of the independence of the candidate;
 - (C) a statement by the Board as to whether it supports the nomination of the proposed candidate(s) and a summary of the reasons why;
 - (D) details of relationships between:
 - 1 the candidate and Manhattan; and
 - 2 the candidate and directors of Manhattan;
 - (E) directorships held;
 - (F) particulars of other positions which involve significant time commitments;
 - (G) any interests, positions, associations or relationships that might influence, or reasonably be perceived to influence, in a material respect that candidate's capacity to bring independent judgement on matters before the Board;
 - (H) the term of office currently served by any director subject to re-election; and
 - (I) any other particulars required by law.

7 Committee Performance

- (a) The Board will, at least once in each year, review the membership of the Committee to determine its adequacy for current circumstances.
- (b) The Committee shall make an evaluation of its performance at least once every two years to determine whether it is functioning effectively by reference to current best practice.

8 Claw back policy

- (a) If Manhattan becomes aware of a material misstatement in its financial statements for any of its immediately preceding three financial years or some other event has occurred which, as a result, a non-executive director, executive director or Senior Manager should not have received some or all its performance-based remuneration (**the Overpayment**), the Board may claw back that Overpayment in accordance with the terms of the applicable incentive or equity plan. Such claw back may involve:
 - (i) requiring the non-executive director, executive director or Senior Manager to pay back the Overpayment; or

- (ii) adjusting the current year incentives or fixed remuneration of that non-executive director, executive director or Senior Manager to take account of the Overpayment.
 - (b) The Committee will review this claw back policy at least annually.
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9 Review

- (a) The Committee will review this Charter annually or as often as it considers necessary.
- (b) The Board may change this Charter (including the responsibilities of the Committee) from time to time by resolution.

Policy History

Date

June 2020

July 2015

Change Reason

1st Revision

Policy adopted by the Board