

Corporate governance statement

This document discloses the extent to which Copper Strike Limited ACN 108 398 983 (**Company**) has followed the recommendations set by the ASX Corporate Governance Council in the third edition of its Corporate Governance Principles and Recommendations (**ASX Recommendations**) during the relevant part of the reporting period.

This document is current as at 30 June 2017 and has been approved by the board of the Company.

PRINCIPLES AND RECOMMENDATIONS	COMPLY (YES/NO)	EXPLANATION
Principle 1: Lay solid foundations for management and oversight		
<p>Recommendation 1.1 A listed entity should disclose:</p> <p>(a) the respective roles and responsibilities of its board and management; and</p> <p>(b) those matters expressly reserved to the board and those delegated to management.</p>	<p>Yes</p> <p>Yes</p>	<p>Refer to Section 4 of the Board Charter within the Company's Corporate Governance Charter for further detail which is located on the Company's website at the following link:</p> <p>http://copperstrike.com.au/corporate-governance</p>
<p>Recommendation 1.2 A listed entity should:</p> <p>(a) undertake appropriate checks before appointing a person, or putting forward to security holders a candidate for election, as a director; and</p> <p>(b) provide security holders with all material information relevant to a decision on whether or not to elect or re-elect a director.</p>	<p>Yes</p> <p>Yes</p>	<p>Refer to Schedule 2 of the Company's Corporate Governance Charter for further detail which is located on the Company's website at the following link:</p> <p>http://copperstrike.com.au/corporate-governance</p> <p>Information is included in The Company's Notice of Meetings to shareholders.</p>
<p>Recommendation 1.3 A listed entity should have a written agreement with each director and senior executive setting out the terms of their appointment.</p>	<p>Yes</p>	<p>Details of executive contracts in place are detailed in the Company's Annual Remuneration Report in the 2017 Annual Report</p>
<p>Recommendation 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.</p>	<p>Yes</p>	<p>Refer to Section 9 of the Company's Corporate Governance Charter for further detail which is located on the Company's website at the following link:</p> <p>http://copperstrike.com.au/corporate-governance</p>
PRINCIPLES AND RECOMMENDATIONS	COMPLY (YES/NO)	EXPLANATION
<p>Recommendation 1.5 A listed entity should:</p> <p>(a) have a diversity policy which includes requirements for the board:</p>		<p>Refer to the Company's Diversity Policy for further detail which is located on the Company's website at the following link:</p>

<p>Recommendation 2.1</p> <p>The board of a listed entity should:</p> <p>(a) have a nomination committee which:</p> <p>(i) has at least three members, a majority of whom are independent directors; and</p> <p>(ii) is chaired by an independent director, and disclose:</p> <p>(iii) the charter of the committee;</p> <p>(iv) the members of the committee; and</p> <p>(v) 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, experience, independence and knowledge of the entity to enable it to discharge its duties and responsibilities effectively.</p>	<p>a. No</p> <p>1. N/A</p> <p>2. N/A</p> <p>3. N/A</p> <p>4. N/A</p> <p>5. N/A</p> <p>b. Yes</p>	<p>Due to the size of the Company and its Board, the Board will fulfil the roles and responsibilities in relation to nomination.</p> <p>Refer to Schedule 2 of the Company's Corporate Governance Charter for further detail which is located on the Company's website at the following link:</p> <p>http://copperstrike.com.au/corporate-governance</p> <p>The Company intends to disclose the matters contemplated by Recommendation 2.1(b) in future annual reports.</p>
<p>PRINCIPLES AND RECOMMENDATIONS</p>	<p>COMPLY (YES/NO)</p>	<p>EXPLANATION</p>
<p>Recommendation 2.2</p> <p>A listed entity should have and disclose a board skill matrix setting out the mix of skills and diversity that the board currently has or is looking to achieve in its membership.</p>	<p>Yes</p>	<p>Refer to Section 3 of the Company's Corporate Governance Charter for further detail which is located on the Company's website at the following link:</p> <p>http://copperstrike.com.au/corporate-governance</p>

<p>Recommendation 2.3 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, association or relationship of the type described in Box 2.3 of the ASX Corporate Governance Principles and Recommendation (3rd Edition), but the board is of the opinion that it does not compromise the independence of the director, the nature of the interest, position, association 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>Yes</p> <p>N/A</p> <p>Yes</p>	<p>The Board has two independent Directors. Mr Mark Hanlon Non-Executive Chairman, Mr Brendan Jesser Non-Executive Director.</p> <p>Mr Harry Hatch is not considered by the Board to be independent on the basis that he is a substantial shareholder of the Company.</p> <p>The Board considers the non-executive directors to be independent having regard to the indicia in Box 2.3 in the ASX Recommendations. The Board has considered the holdings of shares in the Company by these non-executive directors and is of the opinion that their respective interests in shares would not materially interfere with, or could be reasonably perceived to interfere with, the independent exercise of their judgement in their position as a Director. The Board also considers that they are otherwise free from any business or other relationship that could materially interfere with, or reasonably be perceived to interfere with, the independent exercise of their judgement, and that each of these Directors is able to fulfil the role of independent Director for the purposes of the ASX Recommendations.</p> <p>The lengths of service are as follows:</p> <ul style="list-style-type: none"> • Mark Hanlon (since June 2014) • Brendan Jesser (since June 2014) • Harry Hatch (since September 2016)
<p>Recommendation 2.4 A majority of the board of a listed entity should be independent directors.</p>	<p>Yes</p>	<p>As noted above in Recommendation 2.3, the Board does have a majority of independent directors. The Board recognises that it is desirable for the majority of the Board to be Independent Directors, the Company's current size dictates that this is the most efficient mode of operation at the current time. The Board will review the appointment of further Independent Directors should the Company's size and growth warrant this.</p>
<p>PRINCIPLES AND RECOMMENDATIONS</p>	<p>COMPLY (YES/NO)</p>	<p>EXPLANATION</p>
<p>Recommendation 2.5</p>		

<p>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.</p>	<p>Yes</p>	<p>Mr Mark Hanlon is considered to be an independent director by the board and the Company does not have a CEO.</p>
<p>Recommendation 2.6 A listed entity should have a program for inducting new directors and providing appropriate professional development opportunities for continuing directors to develop and maintain the skills and knowledge needed to perform their role as a director effectively.</p>	<p>Yes</p>	<p>Refer to the Company's Corporate Governance Charter for further detail which is located on the Company's website at the following link: http://copperstrike.com.au/corporate-governance</p>
<p>Principle 3: Act ethically and responsibly</p>		
<p>Recommendation 3.1 A listed entity should:</p> <p>(a) have a code of conduct for its directors, senior executives and employees; and</p> <p>(b) disclose that code or a summary of it.</p>	<p>Yes to all</p>	<p>Refer to Section 1 of the Company's Corporate Governance Charter for further detail which is located on the Company's website at the following link: http://copperstrike.com.au/corporate-governance</p>
<p>PRINCIPLES AND RECOMMENDATIONS</p>	<p>COMPLY (YES/NO)</p>	<p>EXPLANATION</p>
<p>Principle 4: Safeguard integrity in financial reporting</p>		
<p>Recommendation 4.1 The board of a listed entity should:</p> <p>(a) have an audit committee which:</p> <p>(i) has at least three members, all of whom are non-executive directors and a majority of whom are independent directors; and</p> <p>(ii) is chaired by an independent director, who is not the chair of the board, and disclose:</p> <p>(iii) the charter of the committee;</p> <p>(iv) the relevant qualifications and experience of the members of the committee; and</p> <p>(v) in relation to each reporting period, the number of times the committee met throughout the period and the individual</p>	<p>a. No</p> <p>1. N/A</p> <p>2. N/A</p> <p>3. N/A</p> <p>4. N/A</p> <p>5. N/A</p>	<p>Due to the size of the Company and its Board, the Board will fulfil the roles and responsibilities in relation to audit.</p> <p>Refer to Schedule 3 of the Company's Corporate Governance Charter for further detail which is located on the Company's website at the following link: http://copperstrike.com.au/corporate-governance</p> <p>The Company intends to disclose the matters contemplated by Recommendation 4.1(b) in future annual reports.</p>

<p>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 financial reporting, including the processes for the appointment and removal of the external auditor and the rotation of the audit engagement partner.</p>	<p>b. Yes</p>	
<p>Recommendation 4.2</p> <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 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>No</p>	<p>The Company does not currently have a CEO and CFO who execute a Section 295A declaration but the Chairman provides this declaration.</p>
<p>Recommendation 4.3</p> <p>A 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.</p>	<p>Yes</p>	<p>The Auditor attends the Company Annual General Meeting</p>
<p>PRINCIPLES AND RECOMMENDATIONS</p>	<p>COMPLY (YES/NO)</p>	<p>EXPLANATION</p>
<p><i>Principle 5: Make timely and balanced disclosure</i></p>		
<p>Recommendation 5.1</p> <p>A listed entity should:</p> <p>(a) have a written policy for complying with its continuous disclosure obligations under the Listing Rules; and</p> <p>(b) disclose that policy or a summary of it.</p>	<p>Yes</p> <p>Yes</p>	<p>Refer to the Company's Continuous Disclosure Policy for further detail which is located on the Company's website at the following link:</p> <p>http://copperstrike.com.au/corporate-governance</p>
<p><i>Principle 6: Respect the rights of security holders</i></p>		
<p>Recommendation 6.1</p> <p>A listed entity should provide information about itself and its governance to investors via its website.</p>	<p>Yes</p>	<p>Refer to the Company's website at the following link:</p> <p>http://copperstrike.com.au/corporate-governance</p>
<p>Recommendation 6.2</p> <p>A listed entity should design and implement an investor relations program to facilitate effective two-way communication with investors.</p>	<p>Yes</p>	<p>Refer to Section 14 of the Company's Corporate Governance Charter for further detail which is located on the Company's website at the following link:</p>

		http://copperstrike.com.au/corporate-governance
Recommendation 6.3 A listed entity should disclose the policies and processes it has in place to facilitate and encourage participation at meetings of security holders.	Yes	This is disclosed in the Company's Notice of Meetings when dispatched to Shareholders
Recommendation 6.4 A listed entity should give security holders the option to receive communications from, and send communications to, the entity and its security registry electronically.	Yes	This is implemented by the Company's Share Registry
PRINCIPLES AND RECOMMENDATIONS	COMPLY (YES/NO)	EXPLANATION
<i>Principle 7: Recognise and manage risk</i>		
Recommendation 7.1 The board of a listed entity should: <ul style="list-style-type: none"> (a) have a committee or committees to oversee risk, each of which: <ul style="list-style-type: none"> (i) has at least three members, a majority of whom are independent directors; and (ii) is chaired by an independent director, and disclose: <ul style="list-style-type: none"> (iii) the charter of the committee; (iv) the members of the committee; and (v) 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 (b) if it does not have a risk committee or committees that satisfy (a) above, disclose that fact and the process it employs for overseeing the entity's risk management framework. 	a. No 1. N/A 2. N/A 3. N/A 4. N/A 5. N/A b) N/A	Due to the size of the Company and its Board, the Board will fulfil the roles and responsibilities in relation to risk. Refer to Schedule 3 of the Company's Corporate Governance Charter for further detail which is located on the Company's website at the following link: http://copperstrike.com.au/corporate-governance The Company intends to disclose the matters contemplated by Recommendation 7.1(b) in future annual reports.
Recommendation 7.2 The board or a committee of the board should: <ul style="list-style-type: none"> (a) review the entity's risk management framework with management at least annually to satisfy itself that it continues to be sound, to determine 	Yes to all	The Company regularly undertake reviews of its risk management

<p>whether there have been any changes in the material business risks the entity faces and to ensure that they remain within 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>framework to establish an effective and efficient system for:</p> <ul style="list-style-type: none">(i) identifying, assessing, monitoring and managing risk; and(ii) disclosing any material change to the Group's risk profile. <p>The Company intends to disclose the matters contemplated by ASX Recommendation 7.2 in future annual reports.</p> <p>For further detail refer to Section 3 of the Company's Corporate Governance Charter which is located on the Company's website at the following link:</p> <p>http://copperstrike.com.au/corporate-governance</p>
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PRINCIPLES AND RECOMMENDATIONS	COMPLY (YES/NO)	EXPLANATION
<p>Recommendation 8.2</p> <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>	Yes	<p>Separate disclosure regarding the remuneration of the Company's directors (executive and non-executive) is disclosed in the Company's Annual report, as lodged with the ASX and issued to shareholders.</p> <p>A copy of the latest Annual Report containing this disclosure can be accessed at: http://copperstrike.com.au/reports</p>
<p>Recommendation 8.3</p> <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>	N/A	<p>The Company does not have an equity based remuneration scheme in place.</p>