

# CONSTITUTION

**PURAU PTY LTD**  
(ACN 639 697 055)

PROPRIETARY COMPANY LIMITED BY SHARES

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# Corporations Act 2001 (Cth)

A proprietary company limited by shares

## PURAU PTY LTD (ACN 639 697 055) (Company)

### 1 Definitions and interpretation

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#### 1.1 General definitions

In this document, unless the context otherwise requires, terms referred to in the below table, have the meaning set out in the below table.

Term	Meaning
<b>Acceptance Notice</b>	has the meaning given to that term in clause 13.6
<b>Accepting Member</b>	has the meaning given to that term in clause 13.6
<b>Accounting Standards</b>	means the accounting standards issued by the Australian Accounting Standards Board and, where not inconsistent with those, accounting standards and the Corporations Act, generally accepted accounting principles and practices applied in Australia for a company similar to the Company
<b>Affiliate</b>	means, <ul style="list-style-type: none"><li>(a) in relation to any entity, any other entity that:<ul style="list-style-type: none"><li>(i) is a Related Body Corporate of the first mentioned entity; or</li><li>(ii) Controls, is Control by, or is under common Control with the first mentioned entity; and</li></ul></li><li>(b) in relation to an individual, a person who is:<ul style="list-style-type: none"><li>(i) a spouse, parent, child or sibling of the individual; or</li><li>(ii) an entity Controlled by the individual or a person referred to in paragraph (i); or</li><li>(iii) a trust or company in which the individual or any person referred to in paragraph (i) or (ii) is a beneficiary or member.</li></ul></li></ul>
<b>Announcement</b>	has the meaning given to that term in clause 21.

<b>Approved Purchaser</b>	means a purchaser of Shares approved by the Board by Ordinary Resolution.
<b>Board</b>	means the board of Directors for the time being of the Company.
<b>Business</b>	means the online e-commerce vitamins, health and wellness business being developed by the Company and its subsidiaries and such other business as the Company may carry on from time to time
<b>Business Day</b>	means a day that is not a Saturday, Sunday or public holiday in the Relevant State.
<b>Business Plan</b>	<p>means, in respect of a Financial Year, a plan for the business of the Company approved by the Board including:</p> <ul style="list-style-type: none"> <li>(a) the strategic, business development and marketing objectives of the Company for the next Financial Year;</li> <li>(b) the budget for the next Financial Year (including all planned major expenditure); and</li> <li>(c) business and financial forecasts for the Company for the next Financial Year.</li> </ul>
<b>Chairperson</b>	means the person elected by the Board to the office of Chairperson from time to time in accordance with clause 28.8.
<b>Change in Control</b>	<p>means, in relation to a Member (other than a Founder Shareholder), where any of the following occurs:</p> <ul style="list-style-type: none"> <li>(a) an entity that Controls the Member ceases to Control the Member; or</li> <li>(b) an entity that does not Control the Member comes to Control the Member.</li> </ul>
<b>Claim</b>	means any claim, notice, demand, action, proceeding, litigation, investigation or judgment, however it arises and whether it is present or future, fixed or unascertained, actual or contingent.
<b>Company</b>	means Purau Pty Ltd (ACN 639 697 055).
<b>Company Accountant</b>	means an accounting firm that is engaged by the Board to determine the Fair Value of Shares from time to time.
<b>Company Proxy</b>	has the meaning given to that term in clause 23.17.
<b>Competitor</b>	means a direct competitor in respect of all or any part of the Business conducted by the Company (as determined by the Board from time to time).
<b>Confidential Information</b>	means the Member Information and all information (whether written or oral) disclosed by the Company (or any Group Company) to a Member which either:



	<ul style="list-style-type: none"> <li>(a) relates to the customers, Business, budget, assets, accounts, financial results, contracts or affairs of the Company or any Group Company which they may have or acquire through ownership of an interest in the Company;</li> <li>(b) relates to the customers, business, assets or affairs of the other Parties or any member of their group which they may have or acquire through being a Member or making appointments to the Board or through the exercise of its rights or performance of its obligations under this Constitution;</li> <li>(c) relates to the operation or managerial aspects of the Company or any Group Company;</li> <li>(d) is identified as confidential by the Company or any Group Company at the time of disclosure; or</li> <li>(e) is of a nature which should reasonably be regarded by the Member as confidential, but does not include information.</li> </ul>
<b>Constitution</b>	means this constitution as amended from time to time and a reference to a clause is a reference to a clause of this constitution.
<b>Control</b>	<p>means a power or control:</p> <ul style="list-style-type: none"> <li>(a) that is direct or indirect; or</li> <li>(b) that is or can be exercised as a result of, by means of or by the revocation or breach of a trust, agreement, practice or combination of any of them, whether or not they are enforceable;</li> </ul> <p>and it does not matter whether the power is express or implied, formal or informal, exercisable alone or jointly with someone else.</p>
<b>Corporations Act</b>	means the <i>Corporations Act 2001 (Cth)</i> .
<b>CSF</b>	means crowd-sourced funding within the meaning of the Act.
<b>CSF Member</b>	<p>means a Member that holds one or more eligible Securities in the Company as a result of:</p> <ul style="list-style-type: none"> <li>(a) being issued eligible Securities under a CSF Offer; or</li> <li>(b) acquiring eligible Securities that were originally issued under a CSF Offer.</li> </ul>
<b>CSF Offer</b>	means an offer of Securities that is made under the CSF Regime.

<b>CSF Regime</b>	means the statutory regime for crowd-sourced funding in Part 6D.3A of the Act regulating CSF Offers.
<b>Deadlock</b>	means a resolution that has been properly proposed at three consecutive Member meetings and the resolution has not been passed in accordance with this Constitution.
<b>Defaulting Member</b>	means a Member who commits an Event of Default that is continuing.
<b>Director</b>	means a person appointed or elected from time to time to the office of director of the Company in accordance with this document and includes any alternate Director duly acting as a Director.
<b>Dispose</b>	means to sell, agree to sell, transfer, grant any swap, option, hedge, forward, futures, derivative or similar transaction or right of first refusal, or make any offer in respect of any of the foregoing. Disposal has a corresponding meaning.
<b>Dispute</b>	has the meaning as set out in clause 35.
<b>Dispute Notice</b>	has the meaning as set out in clause 35.
<b>Drag Along Notice</b>	has the meaning given to that term in clause 15.1.
<b>Drag Purchaser</b>	has the meaning given to that term in clause 15.1.
<b>Eligible Member</b>	means a Member who holds at least 2% of the total issued share capital of the Company.
<b>Employee</b>	means an employee or contractor of the Company.
<b>Encumbrance</b>	means any mortgage, lien, restriction against transfer, pledge, claim, encumbrance and any third party interest.
<b>ESOP</b>	means a share or option ownership plan for employees, directors or persons holding other roles as approved by the Board.
<b>Event of Default</b>	<p>in respect of a Member, means:</p> <ul style="list-style-type: none"> <li>(a) the Member commits a material breach of a provision of this Constitution and such breach is capable of being rectified and is not rectified within fourteen (14) days after receiving notice requiring rectification by a Non-Defaulting Member;</li> <li>(b) the Member breaches a provision of this Constitution which is not capable of being rectified and is provided with notice: <ul style="list-style-type: none"> <li>(i) requiring (and quantifying) the loss suffered by the Non-Defaulting Members;</li> </ul> </li> </ul>

	<p>(ii) stating that the quantified loss amount is payable to the Non-Defaulting Members within 7 days (<b>Default Amount</b>),</p> <p>and the Default Amount has not been paid to the Non-Defaulting Members within 7 days after the Member receives such notice;</p> <p>(c) a Director appointed by the Member commits any act of fraud, dishonesty or serious misconduct relating to a financial or corporate matter which in the reasonable opinion of any other Member, acting in good faith, is significantly damaging to the reputation of the Company or that other Member;</p> <p>(d) the Member repeats a breach after having received written notice from another Party warning that repetition of that breach will, or is likely to, result in the other Party regarding the Member as being in default of its obligations under this Constitution;</p> <p>(e) the Member becomes an Insolvent Member;</p> <p>(f) the Member is prohibited from being a shareholder in the Company by a change in any law; or</p> <p>(g) there is a Change in Control in respect of a Member which is not permitted by the terms of this Constitution or which the Board has not consented to.</p>
<b>Excluded Issue</b>	means any issue of Shares contemplated by clause 5.4.
<b>Fair Value</b>	<p>means:</p> <p>(a) the fair selling value of the Shares as determined by the Company Accountant pursuant to professional standards for valuations (<b>Preliminary Valuation</b>); or</p> <p>(b) if any Party objects to the Preliminary Valuation (<b>Objecting Party</b>), the amount determined by an Independent Valuer pursuant to clause 17 (the costs of which are paid for by the Objecting Party).</p>
<b>Financial Year</b>	means each period of 12 months commencing on 1 July and ending on the following 30 June or such other period as the Board determines and includes the period commencing on the last 1 July before the date of termination of this document and ending on that date of termination.
<b>Founder Shareholder</b>	means Botha Pty Ltd as trustee for Reeve Botha Trust.

<b>Fully Diluted Basis</b>	means on a basis as if all Securities convertible into Ordinary Shares had been converted into Ordinary Shares.
<b>Group Company</b>	means any of the Company and its Subsidiaries.
<b>Independent Valuer</b>	means a chartered accountant, a firm of chartered accountants or an investment or merchant banker appointed under clause 17.
<b>Insolvency Event</b>	<p>means the happening of any of the following events:</p> <ul style="list-style-type: none"> <li>(a) an order is made by a court appointing a liquidator, provisional liquidator in respect of a Member (or a resolution passed for any of those things);</li> <li>(b) an order is made by a court or any effective resolution is passed for the winding up or similar process of any Member;</li> <li>(c) except to reconstruct or amalgamate while solvent on terms approved by the non-insolvent Members, a Member enters into, or resolves to enter into, a scheme of arrangement, deed of company arrangement or composition with, or assignment for the benefit of, all or any class of its creditors, or it proposes a reorganisation, moratorium or other administration involving any class of its creditors;</li> <li>(d) a controller is appointed to or over or takes possession of all or a substantial part of the assets or undertakings of a Member;</li> <li>(e) a Member is or is deemed or presumed by law or a court to be insolvent;</li> <li>(f) subject to clause 16, a Member who is a natural person dies, becomes permanently mentally incapacitated or disabled, or becomes a bankrupt;</li> <li>(g) a Member takes any step to obtain protection or is granted protection from its creditors, under any applicable legislation or an administrator is appointed to any Member; or</li> <li>(h) anything analogous or having a substantially similar effect to any of the events specified above happens in respect of a Member under the law of any applicable jurisdiction.</li> </ul>
<b>Insolvent Member</b>	in respect of a Member means an Insolvency Event occurs in relation to that Member.
<b>Intellectual Property</b>	means all intellectual property and proprietary rights (whether registered or unregistered) owned by the Company including:

	<ul style="list-style-type: none"> <li>(a) business names;</li> <li>(b) trade marks;</li> <li>(c) patents, patent applications, discoveries, inventions, improvements, know-how, trade secrets, technical data or formulae;</li> <li>(d) computer programs or databases;</li> <li>(e) know-how, logos or marks;</li> <li>(f) drawings, designs or design rights;</li> <li>(g) copyright or any material in which copyright exists; and</li> <li>(h) any similar industrial or intellectual property rights.</li> </ul>
<b>Major Member</b>	means each Member (other than a Founder Shareholder) with a shareholding of at least 20% of the shares in the Company.
<b>Majority Sellers</b>	has the meaning given to that term in clause 15.1.
<b>Managing Director</b>	means a person appointed as managing director of the Company under clause 25.12.
<b>Member</b>	means any person who qualifies as a member of the Company and includes any person who is the holder of a share in the capital of the Company.
<b>Member Information</b>	has the meaning given to that term in clause 20.1.
<b>Members present</b>	means Members present at a general meeting of the Company in person or by duly appointed Representative, proxy or attorney.
<b>New Shares</b>	has the meaning given to that term in clause 5.1.
<b>Non-Defaulting Member</b>	means an Eligible Member other than a Defaulting Member.
<b>Ordinary Resolution</b>	means a resolution by Simple Majority Vote.
<b>Ordinary Share</b>	means a Share which is an ordinary share.
<b>Participating Member</b>	has the meaning given to that term in clause 5.1(c).
<b>Party</b>	means any of the Company, each Member of the Company and each Director of the Company (as applicable).
<b>Permitted Transfer</b>	means a transfer of Shares contemplate by clause 12.2.
<b>Prescribed Rate</b>	means the rate of 5% per annum or such other rate as may from time to time be fixed by the Directors.

<b>Register</b>	means the register of Members kept by the Company in accordance with the Corporations Act.
<b>Registered Office</b>	means the registered office of the Company.
<b>Related Corporate Body</b>	has the meaning given in the Corporations Act.
<b>Related Entity</b>	has the meaning given in the Corporations Act.
<b>Related Party</b>	has the meaning given to that term in the Corporations Act.
<b>Relevant Law Society</b>	the law society of the Relevant State.
<b>Relevant Proportion</b>	<p>means in relation to a Member the proportion that:</p> <ul style="list-style-type: none"> <li>(a) (where the Member's proportion is being determined relative to all Members), the number of Shares held by that Member bears to the total number of Shares on issue (and where the context permits, on a Fully Diluted Basis); and</li> <li>(b) (where the Member's proportion is being determined relative to some, but not all, Members (such as when an Eligible Member's proportion is being determined relative to all Eligible Members)), the number of Shares held by that Member bears to the total number of Shares held by all of those Members.</li> </ul>
<b>Relevant State</b>	means the state in which the Company is incorporated.
<b>Remaining New Shares</b>	has the meaning given to that term in clause 5.1(f).
<b>Reorganisation Event</b>	<p>means:</p> <ul style="list-style-type: none"> <li>(a) a bona fide bonus issue of Shares;</li> <li>(b) a sub-division or consolidation of Shares; or</li> <li>(c) any other reorganisation, reclassification or reconstruction of the Company's capital where the Company neither pays nor receives cash.</li> </ul>
<b>Representative</b>	means a person authorised to act as a representative of a corporation under section 250D of the Corporations Act.
<b>Seal</b>	means the common seal of the Company (if any).
<b>Secretary</b>	means any person appointed to perform the duties of a secretary of the Company.
<b>Securities</b>	means Shares or other securities that are convertible into Shares, including, without limitation, options and convertible notes.
<b>Share</b>	means a share in the capital of the Company.

<b>Simple Majority Vote</b>	<p>means a vote or resolution passed by:</p> <ul style="list-style-type: none"> <li>(a) in the case of a vote or resolution of Members, Members who together hold more than 50% of the issued Voting Shares (voting as a single class) and who are present and vote;</li> <li>(b) in the case of a vote or resolution of the Board, more than 50% of the votes that are entitled to be cast by the Directors present (either in person or, where proxies are allowed, by proxy) in respect of the resolution.</li> </ul>
<b>Special Majority</b>	<p>means:</p> <ul style="list-style-type: none"> <li>(a) in the case of a vote or resolution of the Board, if there are three (3) or less Directors present and entitled to vote on the relevant occasion, a resolution passed by not less than two Directors (who are present and entitled to vote on the relevant occasion);</li> <li>(b) in the case of a vote or resolution of the Board, if there are more than three (3) Directors present and entitled to vote on the relevant occasion, a resolution passed by 75% or more of those Directors: or</li> <li>(c) in the case of a vote or resolution of Members, in respect of which Members who together hold more than 75% of the issued Voting Shares (voting as a single class) and who are present and vote.</li> </ul>
<b>Special Resolution</b>	means a resolution by Special Majority.
<b>Strategic Placement</b>	has the meaning given to that term in clause 5.4.
<b>Subsidiary</b>	has the meaning given in Division 6 of Part 1.2 of the <i>Corporations Act</i> .
<b>Tag Along Notice</b>	has the meaning given to that term in clause 14.3.
<b>Third Party</b>	has the meaning given to that term in clause 14.1(a).
<b>Third Party Offer</b>	has the meaning given to that term in clause 5.1(f).
<b>Third Party Transfer Notice</b>	has the meaning given to that term in clause 14.2.
<b>Third Party Transfer Shares</b>	has the meaning given to that term in clause 14.2.
<b>Transfer Closing Date</b>	has the meaning given to that term in clause 13.5.

<b>Transfer Notice</b>	has the meaning given to that term in clause 13.2.
<b>Transfer Price</b>	has the meaning given to that term in clause 13.2.
<b>Transfer Shares</b>	has the meaning given to that term in clause 13.2.
<b>Transferor</b>	has the meaning given to that term in clause 13.1.
<b>Voting Member</b>	means each person who is registered as the holder of a Voting Share in the capital of the Company.
<b>Voting Share</b>	means an Ordinary Share.

## 1.2 Interpretation

In this document unless the context otherwise requires:

- (a) clause and subclause headings are for reference purposes only;
- (b) the singular includes the plural and vice versa;
- (c) words denoting any gender include all genders;
- (d) reference to a person includes any other entity recognised by law and vice versa;
- (e) a reference to writing includes any method of representing words, figures or symbols in a permanent and visible form;
- (f) where a word or phrase is defined its other grammatical forms have a corresponding meaning;
- (g) any reference to a person referred to in this document includes its successors and permitted assigns;
- (h) any reference to any agreement or document includes that agreement or document as amended at any time;
- (i) a reference to “\$”, “A\$” or “dollar” is a reference to Australian currency;
- (j) the use of the word **includes** or **including** is not to be taken as limiting the meaning of the words preceding it;
- (k) the expression **at any time** includes reference to past, present and future time and the performance of any action from time to time;
- (l) when a thing is required to be done or money required to be paid under this document on a day which is not a Business Day, the thing must be done and the money paid on the immediately preceding Business Day; and
- (m) reference to a statute includes all regulations and amendments to that statute and any statute passed in substitution for that statute or incorporating any of its provisions to the extent that they are incorporated.



### **1.3 Replaceable rules**

The replaceable rules in the Corporations Act do not apply to the Company except so far as they are repeated or contained in this document

## **2 Company type, Members and activities**

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### **2.1 Proprietary company**

The Company is a proprietary company.

### **2.2 Members**

The number of Members of the Company must not exceed 50, excluding Employee Members CSF Members and other Members not required to be counted towards the 50 shareholder limit by reason of the Act and counting joint holders of Shares as one Member.

### **2.3 Activities**

The Company must not engage in any activity that would require disclosure to investors under the Corporations Act, except as authorised by the Corporations Act.

## **3 Shares**

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### **3.1 Rights of Ordinary Shares**

Subject to this Constitution and the terms of issue of Shares, all Ordinary Shares attract the following rights, privileges and conditions:

- (a) the right to receive notice of and to attend and vote at all general meetings of the Company;
- (b) the right to receive dividends; and
- (c) in a winding up, the right to participate in the distribution of the assets of the Company (both capital and surplus) in accordance with clause 37, subject only to any amounts unpaid on the Ordinary Shares.

### **3.2 Power to issue**

Subject to this Constitution (in particular clause 5) and the Corporations Act, the Board may issue or dispose of Securities to persons on the terms, at the issue price and at the times the Board determines. This includes the power to:

- (a) issue Shares with:
  - (i) any preferential, deferred or special rights, privileges and conditions; and
  - (ii) any restrictions in regard to dividend, voting, return of capital or otherwise;
- (b) grant options to have Shares issued;

- (c) issue preference Shares that are liable to be redeemed; and
- (d) reclassify any Share.

### **3.3 Power to buy back**

The Company may, in accordance with the Corporations Act, buy back its own Shares.

## **4 Brokerage and commission**

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The Company may pay brokerage or commissions to a person in respect of that person or another person agreeing to take up Shares or debentures in the Company. Any brokerage or commissions paid may be made by cash, the issue of Shares, the issue of debentures, or a combination of those methods.

## **5 Additional capital**

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### **5.1 Additional equity funding**

The Company may only issue additional Securities in accordance with this clause 5 and on the following terms:

- (a) Other than in respect of an Excluded Issue, where the Board resolves to issue or allot new Securities for the purposes of raising additional funds ("**New Shares**"), the Company must offer the New Shares to each Eligible Member on the terms provided for in paragraph (b).
- (b) An offer under paragraph (a) must:
  - (i) state the price at which the New Shares are being offered;
  - (ii) invite the Eligible Members to state the number of New Shares that they would like to subscribe for; and
  - (iii) remain open for a minimum of 10 Business Days and may be extended by resolution of the Board.
- (c) Any Eligible Member ("**Participating Member**") may by notice ("**Acceptance Notice**") to the Company accept an offer in respect of all or some of the New Shares offered by the Company under paragraph (b) by stating the number of New Shares that the Participating Member is willing to subscribe for. Acceptance Notices pursuant to this paragraph (c) must be unconditional and irrevocable.
- (d) If an Eligible Member fails to give an Acceptance Notice by no later than the time specified in the Offer, that Member will be taken to have waived its right to participate in the issue of New Shares.
- (e) If there are sufficient New Shares to satisfy all Acceptance Notices, the Company will allocate the number of New Shares requested in each Acceptance Notice. If there are insufficient New Shares to satisfy all Acceptance Notices, the New Shares will be apportioned between the Participating Members as nearly as may be in proportion to the lower of the number of New Shares specified in their Acceptance

Notices and their Relevant Proportions (calculated with reference to the total number of Shares held by Eligible Members only).

- (f) If a Member does not take up all of its entitlement to New Shares, the Company may allocate the remaining New Shares to each Participating Member who requested a number of New Shares in excess of their entitlement in accordance with the lower of the number of New Shares for which that Participating Member accepted the offer and that Participating Member's Relevant Proportion (calculated with reference to the total number of Shares held by Eligible Members only).
- (g) If the Members do not accept all the New Shares offered to them under paragraph (b), then the Company may procure the subscription for the remaining New Shares ("**Remaining New Shares**") by third parties ("**Third Party Offer**") within 6 months of the date on which the offer of New Shares to Members closed, provided that the terms of the Third Party Offer are not materially more beneficial than the terms offered to Eligible Members under paragraph (a).
- (h) If the Company receives an over-subscription for the Remaining New Shares, in response to the Third Party Offer, the Company shall allocate the Remaining New Shares to those third party applicants in such proportions as the Board thinks fit.

## 5.2 Fractions

If any allocation process under this clause 5 would result in the allocation of a fraction of a Security, the Board will, in its absolute discretion, determine how to deal with that fraction.

## 5.3 No obligation to contribute additional funds

No Member will be required to subscribe for any Securities, contribute additional funds or capital, extend credit, provide any security or guarantee or otherwise make any financial accommodation available in relation to the Company.

## 5.4 Exceptions

Clause 5.1 does not apply in relation to an issue of Shares by the Company:

- (a) pursuant to an ESOP approved pursuant to clause 26.3 or pursuant to a share payment plan approved pursuant to clause 26.4;
- (b) pursuant to a listing on a recognised stock exchange;
- (c) pursuant to a bona fide reconstruction of the Company (including any Reorganisation Event) in respect of which no consideration is provided or received for the issue of Shares by the Company;
- (d) in lieu of payment in respect of the provision of services; or
- (e) on the conversion of Securities in accordance with their terms; or
- (f) to a Third Party where the Board considers the issue to be of strategic benefit to the Company ("**Strategic Placement**") so long as:
  - (i) the Strategic Placement has been approved by a Special Resolution of the Board and the number of Shares issued in the Strategic Placement does

not exceed 12.5% of the issued capital of the Company immediately prior to the Strategic Placement on a Fully Diluted Basis; or

- (ii) the Strategic Placement is otherwise approved by a Ordinary Resolution of the Members.

## **6 Certificates**

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### **6.1 Uncertificated shares**

The Directors may permit any class of shares to be held in uncertificated form and may take all steps necessary or desirable to facilitate the holding of shares in, and the transfer of shares held in, uncertificated form. In relation to any shares which are for the time being held in uncertificated form the Company:

- (a) is not required to issue any certificate but must give to each holder of such shares all statements relating to the holding of those shares;
- (b) is only required to give one copy of a statement in respect of any shares jointly held;
- (c) may cancel any statement and replace lost, destroyed or damaged statements in such manner as the directors think fit; and
- (d) the Company may charge a fee for the issue of a replacement statement, of an amount determined by the Directors but not to exceed the maximum fee (if any) prescribed under the Corporations Act.

### **6.2 Certificates for shares**

If the Company is required by the Corporations Act to issue certificates for any shares, or if the Directors otherwise determines to issue certificates for any shares, then the Company:

- (a) must issue such certificates in accordance with the requirements of the Corporations Act and otherwise in such form as the directors think fit;
- (b) may cancel any certificates and replace lost, destroyed or damaged certificates in such manner as the directors think fit;
- (c) is only required to issue one certificate in respect of any shares jointly held; and
- (d) the Company may charge a fee for the issue of a replacement certificate, of an amount determined by the Board but not to exceed the maximum fee (if any) prescribed under the Corporations Act.

### **6.3 Form of Certificate**

If a Certificate is required, the Certificate:

- (a) must include all information required by the Corporations Act; and
- (b) must be issued in the form determined by the Directors.

#### **6.4 Certificate of joint holders**

The delivery of a Certificate or statement of holdings in relation to a Share to the registered holder of the Share or their agent is effective delivery to all the joint holders of that Share.

#### **6.5 Replacement certificates**

If a certificate is defaced, lost or destroyed, subject to the Corporations Act, the Board must issue a new certificate to the Member entitled to the defaced, lost or destroyed certificate on such terms and conditions as the Board may decide.

### **7 Ownership of Shares**

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#### **7.1 Non-beneficial holders**

Except as required by law or as otherwise provided by this Constitution, the Company:

- (a) may treat the registered holder of a Share as the absolute owner of it; and
- (b) need not recognise any equitable, contingent, future, partial or other claim to or interest in a Share by any person other than the registered holder.

#### **7.2 Notice**

Clause 7.1 applies even if the Company has notice of the relevant claim or interest.

### **8 Joint holders**

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If the Register names two or more joint holders of a Share, they are taken to hold the Share as joint tenants with the benefits of survivorship and the person listed first in the Register is the only joint holder entitled to receive notices from the Company.

### **9 Variation of rights**

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#### **9.1 Procedure**

If there are different classes of Shares, the rights attached to any class may not, unless their terms of issue state otherwise, be varied or cancelled without the written consent of the holders of not less than 75% of the issued Shares of that class.

#### **9.2 Effect of further or new issue**

Unless otherwise provided by their terms of issue, the rights attached to a class of Shares are not treated as varied by the issue of any further or new Shares that rank equally with them.

## **10 Calls**

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### **10.1 Power to make calls**

Subject to the terms on which any Shares have been issued, the Board may make calls from time to time upon the Members in respect of all money unpaid on their Shares. Each Member must pay the amount of each call in the manner, at the time and at the place specified by the Board. The Board may determine that calls be payable by instalments and the amount of each such instalment.

### **10.2 When a call is made**

A call is deemed to have been made at the time when the resolution of the Board authorising the call was passed. The call may be revoked or postponed at the discretion of the Board at any time prior to the date on which payment in respect of the call is due.

### **10.3 Interest on the late payment of calls**

If any sum payable in respect of a call is not paid on or before the date for payment, the Member from whom the sum is due must pay interest at the Prescribed Rate on the unpaid amount from the due date to the date of payment, both dates inclusive. The Board may waive the whole or part of any interest paid or payable under this clause.

### **10.4 Instalments**

If, by the terms of an issue of Shares, any amount is payable in respect of any Shares by instalments, every instalment is payable as if it is a call duly made by the Board of which due notice had been given, and all provisions of this document with respect to the payment of calls and of interest or to the forfeiture of Shares for non-payment of calls or with respect to liens or charges apply to the instalment and to the Shares in respect of which it is payable.

### **10.5 Payments in advance of calls**

If the Board thinks fit, it may receive from any Member all or any part of the money unpaid on all or any part of the Shares held by that Member beyond the amount actually called up and then due and payable either as a loan repayable or as a payment in advance of calls. The Company may pay interest on the money advanced at the rate and on the terms agreed by the Board to the Member paying the money in advance.

### **10.6 Non receipt of notice of any call**

The non-receipt of a notice of any call by, or the accidental omission to give notice of any call to, any Member does not invalidate the call.

### **10.7 Proceedings for recovery of calls**

In an action or other proceeding for the recovery of a call, or interest or costs or expenses incurred in relation to the non-payment or late payment of a call, proof that:

- (a) the name of the defendant is entered in the Register as the holder or one of the holders of the Share in respect of which the call is claimed;
- (b) the resolution making the call is recorded in the minute book; and

(c) notice of the call was given to the defendant in accordance with this document, is conclusive evidence of the debt and it is not necessary to prove the appointment of the Directors who made the call or any other matter.

## **11 Forfeiture and lien**

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### **11.1 Failure to pay money**

If a Member fails to pay any money payable on or in respect of any Shares, either for allotment money, calls or instalments or with respect to any loan which the Company has made to that Member to enable the Member to acquire or reclassify those Shares, on or before the day for payment, the Board may, at any time after the day specified for payment whilst any part of the money remains unpaid, serve a notice on the Member requiring that Member to pay the money together with interest accrued and all expenses incurred by the Company by reason of the non-payment.

### **11.2 Time and place for payment**

The notice referred to in clause 11.1 must name a day on or before which the money, interest and expenses (if any) are to be paid and the place where payment is to be made. The notice must also state that, in the event of non-payment at or before the time and at the place specified, the Shares in respect of which the money is payable will be liable to be forfeited. If the notice referred to in clause 11.1 relates to a payment which has not been made with respect to any loan which the Company has made to a Member to enable that Member to acquire or reclassify any Shares, the notice may be given in accordance with the terms of the relevant loan agreement and will be deemed to have been given in accordance with this clause 11.2.

### **11.3 Forfeiture on non-compliance with notice**

If there is non-compliance with the requirements of any notice given under clause 11.1, any Shares in respect of which notice has been given may, at any time after the day specified in the notice for payment whilst any part of allotment money, calls, instalments, interest and expenses (if any) remains unpaid, be forfeited by a resolution of the Board. The forfeiture includes all dividends, interest and other money payable by the Company in respect of the forfeited Shares and not actually paid before the forfeiture.

### **11.4 Notice of forfeiture**

When any Share is forfeited, notice of the resolution of the Board must be given to the Member in whose name it stood immediately prior to the forfeiture, and an entry of the forfeiture and the date of forfeiture must be made in the Register. Failure to give notice or make an entry as required by this rule does not invalidate the forfeiture.

### **11.5 Disposal of forfeited Shares**

Any forfeited Share is deemed to be the property of the Company and the Board may sell or otherwise Dispose of or deal with the Share in any manner it thinks fit and with or without any money paid on the Share by any former holder being credited as paid up.

### **11.6 Annulment of forfeiture**

The Board may, at any time before any forfeited Share is sold or otherwise disposed of, annul the forfeiture of the Share upon any condition it thinks fit.

### **11.7 Liability despite forfeiture**

Any Member whose Shares have been forfeited is, despite the forfeiture, liable to pay and must immediately pay to the Company all money, interest and expenses owing upon or in respect of the forfeited Shares at the time of forfeiture, together with expenses and interest from that time until payment at the Prescribed Rate. The Board may enforce the payment or waive the whole or any part of the money paid or payable under this rule as it thinks fit.

### **11.8 Company's lien or charge**

The Company has a first and paramount lien or charge for unpaid calls, instalments, interest due in relation to any calls or instalments and any amounts the Company is called upon by law to pay in respect of the Shares of a Member upon Shares registered in the name of the Member in respect of which the calls, instalments and interest are due and unpaid (whether presently payable or not) or in respect of which the amounts are paid and upon the proceeds of sale of the Shares. The lien or charge extends to all dividends and bonuses from time to time declared in respect of the Shares. If the Company registers a transfer of any Shares upon which it has a lien or charge without giving the transferee notice of any claim it may have at that time, the Shares are freed and discharged from the lien or charge of the Company in respect of that claim.

### **11.9 Sale of Shares to enforce lien**

For the purpose of enforcing a lien or charge, the Board may sell the Shares which are subject to the lien or charge in any manner it thinks fit and with or without giving any notice to the Member in whose name the Shares are registered.

### **11.10 Title of Shares forfeited or sold to enforce lien**

The following provisions apply in connection with a sale or re-allotment of Shares that have been forfeited or sold to enforce a lien or charge.

- (a) In a sale or a re-allotment of forfeited Shares or in the sale of Shares to enforce a lien or charge, an entry in the Board's minute book that the Shares have been forfeited, sold or re-allotted in accordance with this document is sufficient evidence of that fact as against all persons entitled to the Shares immediately before the forfeiture, sale or re-allotment of the Shares. The Company may receive the purchase money or consideration (if any) given for the Shares on any sale or re-allotment.
- (b) In a re-allotment, a certificate signed by a Director or the Secretary to the effect that the Shares have been forfeited and the receipt of the Company for the price of the Shares constitutes a good title to them.
- (c) In a sale, the Board may appoint a person to execute, or may otherwise effect, a transfer in favour of the person to whom the Shares are sold.
- (d) Upon the issue of the receipt or the transfer being executed or otherwise effected the person to whom the Shares have been re-allotted or sold must be registered as the holder of the Shares and is discharged from all calls or other money due in



respect of the Shares prior to the re-allotment or purchase. The person is not bound to see to the regularity of the proceedings or to the application of the purchase money or consideration. The person's title to the Shares is not affected by any irregularity or invalidity in the proceedings relating to the forfeiture, sale or re-allotment.

- (e) The net proceeds of any sale or re-allotment must be applied first in payment of all costs of or in relation to the enforcement of the lien or charge or the forfeiture (as the case may be) and of the sale or re-allotment, next in satisfaction of the amount in respect of which the lien exists as is then payable to the Company (including interest) and the residue (if any) paid to, or at the direction of, the person registered as the holder of the Shares immediately prior to the sale or re-allotment or to the person's personal representative or assign upon the production of any evidence as to title required by the Board.

## **12 Transfer of Shares**

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### **12.1 Transfers**

A Member must not sell, transfer or create any legal or beneficial interest in its Shares (including any interest pursuant to a derivative instrument) except in the following ways:

- (a) in the case of Ordinary Shares, in accordance with clauses 13, 14 or 16;
- (b) in accordance with clause 15;
- (c) a sale pursuant to a Permitted Transfer; or
- (d) the Board agrees in writing.

### **12.2 Permitted Transfer**

A Member may sell or Dispose of legal or beneficial interest in its Shares:

- (a) to a buyer which is Controlled by the same person that controls the Member;
- (b) to a buyer who is an Affiliate of the Member.
- (c) to a trust of which the trustee is the same person that Controls the Member or is an entity which is Controlled by that person;
- (d) to a wholly-owned Subsidiary of the Member or a wholly-owned Subsidiary of the ultimate holding company of the Member;
- (e) pursuant to a Share Sale Facility (provided that the Directors have not cancelled that Share Sale Facility); or
- (f) following an Ordinary Resolution of the Directors approving such transfer.

### **12.3 Sale Facility**

The Directors may, at any time, by Special Resolution:

- (a) establish a share sale facility pursuant to which Members can sell some or all of their Shares on terms set by the Board (**Share Sale Facility**);

- (b) modify the terms associated with any Share Sale Facility previously established; or
- (c) cancel any Share Sale Facility.

#### **12.4 Encumbrances**

A Member must not provide its Shares as security or create any Encumbrance over them in favour of any person, except with the approval of the Board.

#### **12.5 Restrictions on transfers**

- (a) A Member must not transfer any legal or beneficial interest in its Shares if the transfer would breach or be an event of default under any provision of the Company's lending facilities.
- (b) Despite any provision of this document to the contrary, a Member must not transfer any legal or beneficial interest in its Shares to a Competitor, without the approval of the Board.
- (c) If a sale or Disposal would result in the Company having to issue a disclosure document or a product disclosure statement under Chapter 6D or Chapter 7 respectively of the Corporations Act, the sale may only occur if the sale or Disposal is approved by the Board by Special Resolution.

### **13 Pre-emptive rights**

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#### **13.1 Compliance**

A Member proposing to transfer any of its Shares ("**Transferor**") may do so by complying with the procedures set out in this clause 13.

#### **13.2 Transfer Notice**

The Transferor must give the Company a written notice ("**Transfer Notice**") specifying:

- (a) the number of Shares to be transferred ("**Transfer Shares**");
- (b) the cash price per Transfer Share at which the Transferor wishes to transfer the Transfer Shares ("**Transfer Price**"); and
- (c) any other relevant and reasonable terms.

#### **13.3 Agent**

The Transfer Notice constitutes the Company as agent of the Transferor to transfer the Transfer Shares at the Transfer Price on the terms of this clause 13.

#### **13.4 Transfer Notice irrevocable**

A Transfer Notice is not revocable except with the prior written consent of the Board.

### 13.5 Transfer offer

- (a) If the number of Transfer Shares specified in a Transfer Notice is less than 0.05% of the issued Shares then the Board may offer the Transfer Shares to any existing Member or Third Party as the Board thinks fit.
- (b) If the number of Transfer Shares specified in a Transfer Notice is equal to or is greater than 0.05 of the issued Shares then within ten Business Days of receiving a Transfer Notice, the Board must offer ("**Eligible Member Offer**") the Transfer Shares in writing to all Eligible Members other than the Transferor. The offer must specify:
  - (i) all of the matters set out in the Transfer Notice; and
  - (ii) the closing date of the offer ("**Transfer Closing Date**"), which must be a date 20 Business Days from the date of the offer.

### 13.6 Acceptance of an Eligible Member Offer

An Eligible Member may accept an Eligible Member Offer for some or all of the Transfer Shares by giving the Company written notice ("**Acceptance Notice**") on or before the Transfer Closing Date. Each Acceptance Notice is unconditional and irrevocable. Each Eligible Member who accepts an Eligible Member Offer for a stated number of Transfer Shares ("**Accepting Member**") is also deemed to have accepted the Eligible Member Offer for a lesser number of those Shares allocated to it under this clause 13. If an Acceptance Notice is not received from an Eligible Member on or before the Transfer Closing Date, the Eligible Member will be deemed to have rejected the Eligible Member Offer.

### 13.7 Allocation of Transfer Shares

If there are sufficient Transfer Shares to satisfy all Acceptance Notices, the Board will allocate the number of Transfer Shares requested in each Acceptance Notice. If there are insufficient Transfer Shares to satisfy all Acceptance Notices, the Transfer Shares will be apportioned between the Accepting Members as nearly as may be in proportion to the lower of the number of Transfer Shares specified in their Acceptance Notices and their Relevant Proportions (calculated with reference to the total number of Shares held by Eligible Members less any Shares held by the Transferor).

### 13.8 Further Allocation

If an Eligible Member does not take up all of its entitlement to the Transfer Shares specified in an Eligible Member Offer, the Company may allocate the remaining Transfer Shares to each Accepting Member who requested a number of Transfer Shares in excess of their entitlement in accordance with the lower of the number of the Transfer Shares for which that Accepting Member accepted the Eligible Member Offer and that Accepting Member's Relevant Proportion (calculated with reference to the total number of Shares held by Eligible Members less any Shares held by the Transferor).

### 13.9 Fractions

If the allocation process under clause 13.7 and/or 13.8 would result in the allocation of a fraction of a Share, the Board will, in its absolute discretion, determine how to deal with that fraction.

### **13.10 Notification**

Within two Business Days of the Transfer Closing Date, the Company must notify the Transferor and each Accepting Member of the number of Transfer Shares allocated to each Accepting Member.

### **13.11 Completion**

Completion of the transfer will take place at the Registered Office (or any other location agreed upon by the Transferor and Accepting Members) within 10 Business Days of the Transfer Closing Date. On completion:

- (a) each Accepting Member must purchase the Transfer Shares allocated to it under clause 13.7 and/or 13.8 and pay the Transferor the Transfer Price for those Shares;
- (b) the Transferor must transfer the Transfer Shares allocated to each Accepting Member free from any Encumbrances and deliver to each of them the relevant Share certificates and duly executed transfers; and
- (c) the Company must register the transfers.

### **13.12 Default**

If a Transferor defaults in transferring Transfer Shares to an Accepting Member in accordance with clause 13.11:

- (a) each of the Directors is irrevocably appointed as the joint and several attorney of the Transferor to execute all documents, receive all money and do all other things on the Transferor's behalf to effect compliance of the Transferor's obligations; and
- (b) the Transferor ratifies and confirms all such actions.

### **13.13 Conditional Transfer Notice**

If:

- (a) the Transfer Notice contained a condition that unless all Transfer Shares were sold, none of the Transfer Shares would be sold; and
- (b) all of the Transfer Shares are not allocated pursuant to clause 13.7,

the Transferor will not be obliged to transfer any Transfer Shares to an Accepting Member and clause 13.12 will not apply.

### **13.14 Transfer to Third Party**

Subject to clause 14, if, after the procedures set out in this clause 13 have been complied with:

- (a) the Company does not receive acceptances in respect of all the Transfer Shares on or before **the Transfer Closing Date; or**
- (b) the Transfer Notice contains a condition of the type described in clause 13.13 and all of the Transfer Shares are not sold,

the Transferor may, within a period of 60 days after the date of the Transfer Notice, transfer the remaining Transfer Shares or all of them as applicable to any Approved Purchaser, including any Member, on terms no more favourable to that person than the terms contained in the Transfer Notice unless the Board nominates a purchaser for those Transfer Shares who is willing to acquire the Transfer Shares on the terms offered by the Transferor, in which case the Transferor shall transfer the Transfer Shares to the person nominated by the Board.

### **13.15 Power to refuse to register**

- (a) the Directors may refuse to register any transfer of Shares, for any of the following reasons:
  - (i) the Company has a lien on the Shares the subject of the transfer;
  - (ii) a court order restricts a Member's capacity to transfer the Shares;
  - (iii) registration of the transfer would be contrary to Australian law;
  - (iv) if the transfer does not comply with the terms of any ESOP;
  - (v) the transfer does not comply with the terms of this Constitution; or
  - (vi) if otherwise permitted by the Corporations Act.
- (b) Neither the Directors nor the Company may refuse to register a transfer of Shares made under a valid exercise of an enforcement power under a mortgage of the Shares the subject of the transfer.
- (c) The Directors must notify the person who deposited the instrument of transfer of any refusal to transfer the Shares under clause 13.5(a) within five Business Days from the date the instrument of transfer is lodged.

## **14 Tag along rights**

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### **14.1 Additional requirement for Third Party transfers**

If, after the procedures set out in clauses 13.2 to 13.13 have been complied with:

- (a) Transferors wish to transfer any Transfer Shares not transferred to Accepting Members to a person who is not a Member or Related Entity of a Member ("**Third Party**"); and
- (b) the transfer would result in that Third Party acquiring 62.5% or more of the total number of Shares,

the Transferor may only transfer the Shares in accordance with this clause 14.

### **14.2 Third Party Transfer Notice**

The Transferor must give the Company and each other Member a written notice ("**Third Party Transfer Notice**") specifying:

- (a) the number of Shares to be transferred ("**Third Party Transfer Shares**");

- (b) the cash price per Share at which the Transferor wishes to transfer them;
- (c) the proposed completion date (which must be no later than the end of the 60 day period specified in clause 13.14);
- (d) the identity of the Third Party; and
- (e) the entitlements of the other Members under this clause 14 to require the Third Party to purchase all or a proportion of their Shares.

#### **14.3 Tag Along Notice**

Within 20 Business Days of receipt of a Third Party Transfer Notice, each of the Members may give the Transferor a written notice ("**Tag Along Notice**") stating that the Member wishes to transfer the same proportion of its Shares as the Third Party Transfer Shares bear to the total number of Shares of the Transferor.

#### **14.4 Tag Along Notice irrevocable**

A Tag Along Notice is not revocable except with the prior written consent of the Board.

#### **14.5 Tag along**

If a Tag Along Notice is given, the Transferor may only transfer the Third Party Transfer Shares to the Third Party if the Transferor ensures that, at the same time, the Third Party acquires, from each of the Members who delivers a Tag Along Notice, the same proportion of its Shares as the Third Party Transfer Shares bear to the total number of Shares of the Transferor at the same price and on the same terms and conditions as the Third Party is to acquire the Third Party Transfer Shares from the Transferor.

#### **14.6 Completion**

On the completion date specified in the Third Party Transfer Notice:

- (a) the Transferor and each Member who delivered a Tag Along Notice must, in exchange for payment of the purchase price by the Third Party:
  - (i) transfer the relevant Shares to the Third Party free from any Encumbrances; and
  - (ii) deliver to the Third Party the relevant Share certificates and duly executed transfers; and
- (b) the Company must register the transfers.

#### **14.7 Default**

If any Member defaults in transferring Shares in accordance with clause 14.6:

- (a) each of the Directors is irrevocably appointed as the joint and several attorney of the Member to execute all documents, receive all money and do all other things on the Member's behalf to effect compliance of its obligations; and
- (b) the Member ratifies and confirms all such actions.

#### **14.8 Exclusion of pre-emptive rights**

A Member exercising its tag along rights under this clause 14 may transfer its Shares to the Third Party without the need to comply with the pre-emptive rights provisions in clause 13.

### **15 Drag along rights**

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#### **15.1 Third Party buy out**

If a Third Party ("**Drag Purchaser**") makes a bona fide offer to purchase all of the Shares and one or more Members decide to accept that offer in relation to Shares that comprise 62.5% or more of the issued Shares in the Company ("**Majority Sellers**"), the Majority Sellers must give the Company and each other Member a written notice ("**Drag Along Notice**") specifying:

- (a) the proposed cash purchase price or other consideration per Share (provided that, if the proposed consideration is not cash, the offer must provide for alternative consideration of equivalent value in the form of cash);
- (b) the proposed completion date (which must be at least 20 Business Days after the date of the Drag Along Notice);
- (c) the identity of the Drag Purchaser;
- (d) that the Majority Sellers wish to transfer their Shares to the Drag Purchaser on these terms; and
- (e) that the Drag Purchaser is entitled to compulsorily acquire the Shares of each other Member in accordance with this clause 15, subject to a Member making an alternative buy out offer in accordance with clause 15.3.

#### **15.2 Drag Along Notice irrevocable**

A Drag Along Notice is not revocable unless the Third Party withdraws its buy out offer.

#### **15.3 Eligible Member may make alternative offer**

An Eligible Member who has received a Drag Along Notice pursuant to clause 15.1 may, within 20 Business Days of receipt, elect by written notice to the Majority Sellers to acquire all of the Majority Sellers' Shares on the terms and conditions specified in the Drag Along Notice. The notice must be accompanied by a deposit of 20% of the consideration payable in aggregate to the Majority Sellers for their Shares, based on the terms and conditions of the Drag Along Notice.

#### **15.4 Sale to Member**

If one Eligible Member complies with clause 15.3:

- (a) the Majority Sellers must transfer their Shares to that Eligible Member; and
- (b) completion of the transfer must take place before the date that is 20 Business Days after the date of the Drag Along Notice.

If more than one Eligible Member complies with clause 15.3:

- (c) the Majority Sellers must transfer their Shares to those Eligible Members in the proportions that would be determined by the pre-emptive rights allocation process set out in clause 13.7 (subject to any necessary changes); and
- (d) completion of the transfer must take place before the date that is 20 Business Days after the date of the Drag Along Notice.

### **15.5 Sale to Third Party**

If no Eligible Member elects to acquire the Majority Sellers' Shares under clause 15.3 or a Drag Along Notice has been issued pursuant to clause 15.1:

- (a) each Member will be deemed to have accepted the Drag Purchaser's offer and must transfer its Shares to the Drag Purchaser; and
- (b) completion of the transfer must take place on the completion date specified in the Drag Along Notice.

### **15.6 Completion**

On completion of the transfers under clause 15.4 or 15.5:

- (a) each Member transferring Shares must, in exchange for payment of the cash purchase price or provision of the offered alternative consideration by the relevant purchaser:
  - (i) transfer the relevant Shares to the purchaser free from any Encumbrances; and
  - (ii) deliver to the purchaser the relevant Share certificates and duly executed transfers; and
- (b) the Company must register the transfers.

### **15.7 Default**

If any Member defaults in transferring Shares in accordance with clause 15.6:

- (a) each of the Directors is irrevocably appointed as the joint and several attorney of the Member to execute all documents, receive all money and do all other things on the Member's behalf to effect compliance of its obligations; and
- (b) the Member ratifies and confirms all such actions.

### **15.8 Exemption from pre-emptive rights**

A Member may transfer Shares to the Drag Purchaser in accordance with this clause 15 without the need to comply with the pre-emptive rights provisions in clause 13.



## **16 Transmission of securities**

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### **16.1 Transmission upon death**

The personal representative of a deceased Member (who is not one of several joint holders) is the only person recognised by the Company as having any title to securities registered in the name of the deceased Member. However, the Board may, subject to compliance by the transferee with this document, register any transfer signed by a Member prior to the Member's death despite the Company having notice of the Member's death.

### **16.2 Transmission by operation of law**

A person ("transmittee") who establishes to the satisfaction of the Board that the right to any securities has devolved on the transmittee by will or by operation of law may be registered as a Member in respect of the securities or may (subject to the provisions in this document relating to transfers) transfer the securities. However, the Board has the same right to refuse to register the transmittee as if the transmittee was the transferee named in an ordinary transfer presented for registration.

## **17 Independent valuation**

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### **17.1 Application of schedule**

This clause applies if the Board is required to obtain an independent valuation of Shares.

### **17.2 Appointment of Independent Valuer**

- (a) If this clause applies, the Board by Ordinary Resolution must appoint an Independent Valuer to determine the value of each Share in accordance with this clause.
- (b) If the Board fails to agree, the Independent Valuer will be appointed by the President for the time being of the Institute of Chartered Accountants in Australia.
- (c) In determining the independence of an Independent Valuer desired to be appointed, regard must be had to the extent to which the Independent Valuer and any firm or company of which the Independent Valuer is an employee, partner, director or consultant, has had substantial business dealings with any Member in the 2 years before the proposed date of appointment.

### **17.3 Valuation**

The Independent Valuer must be instructed to determine the fair market value of the Shares by valuing the Company (including any Subsidiary of the Company) as a whole on a going concern basis as at the end of the month before the month in which the Independent Valuer is appointed under clause 17.2. The fair market value of each Share will be the proportionate amount of the value of the Company, without any regard to any premium for control.

### **17.4 Access to information**

The Board must ensure that the Independent Valuer has a right of access at all reasonable times to the accounting records and other records of the Company (including any

Subsidiary of the Company) and is entitled to require from any officer of the Company such information and explanation as the Independent Valuer requires to value the Company.

#### **17.5 Period of determination**

The Board must use its reasonable endeavours to ensure that the Independent Valuer makes a determination as soon as practicable and in any event within 20 days after receiving instructions.

#### **17.6 Process**

In determining a value for the Shares under this clause, the Independent Valuer:

- (a) will act as an expert and not as an arbitrator;
- (b) may obtain or refer to any documents, information or material and undertake any inspections or enquiries as they determine appropriate;
- (c) must provide the Board with a draft of their determination and must give the Board an opportunity to comment on the draft determination before it is finalised; and
- (d) may engage such assistance as they reasonably believe is appropriate or necessary to make a determination.

#### **17.7 Final and binding**

The Independent Valuer's determination will be final and binding on the Board and all Members.

### **18 Defaulting Members**

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#### **18.1 Consequence of default**

If any Event of Default occurs in respect of a Member ("**Defaulting Member**"), at the election of any other Member by giving written notice to all Members:

- (a) all rights attaching to Shares held by the Defaulting Member will be suspended indefinitely; and
- (b) the Defaulting Member will be deemed to have notified the Board that it wishes to transfer the Shares held by it in accordance with clause 13, at the Fair Value of the Defaulting member's Shares less a discount of 15%.

#### **18.2 Right of first refusal**

On receiving the determination by the Independent Valuer of the independent valuation of the Shares, the Board must offer the Shares held by the Defaulting Member to all other Eligible Members at a price equal to the independent valuation of the Shares in accordance with the procedure set out in clause 13.

## **19 Power of attorney**

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### **19.1 Purpose**

The appointments of attorney in clause 19.2:

- (a) are for the purposes only of any of the transactions contemplated by clauses 13, 14, 15 and 18; and
- (b) take effect from the date set for completion of a transfer of Shares.

### **19.2 Power of attorney**

- (a) Each Member irrevocably appoints each Director severally as its attorney for the purpose of clauses 13, 14, 15 and 18 to complete and sign any documents under hand or under seal, on its behalf which the attorney requires to give effect to a transaction under clauses 13, 14, 15 and 18.
- (b) Each attorney may exercise or concur in exercising its powers even if the attorney has a conflict of duty in exercising powers or has a direct or personal interest in the means or result of that exercise of powers.
- (c) Each appointor agrees to ratify and confirm whatever the attorney lawfully does under the appointment or causes to be done under the appointment.
- (d) Each appointor agrees to indemnify the attorney against any Claim, arising directly or indirectly from the attorney's lawful exercise of a power under that appointment.
- (e) Each appointor must give to the Company on demand by the Company any power of attorney, instrument of transfer or other instruments as the Company requires for the purposes of any of the transactions contemplated by clauses 13, 14, 15, and 18.

## **20 Confidentiality**

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### **20.1 Rights to information**

Subject to clause 20.2, each Member is entitled to copies of information in relation to the Business and the Company as provided for in clause 31.2 ("**Member Information**").

### **20.2 Confidentiality**

The Confidential Information is confidential and each Member must:

- (a) keep confidential the Confidential Information;
- (b) use the Confidential Information solely in relation to or in the best interests of the Business; and
- (c) may disclose any Confidential Information in respect of which it has an obligation of confidentiality under clause 20.2(a) only:
  - (i) to its Related Bodies Corporate, its officers, employees or advisers who:

- (A) have a need to know for the purposes of this document and the transactions contemplated by it; and
- (B) undertake to that Member a corresponding obligation of confidentiality to that undertaken by that Member under clause 20.2(a);
- (ii) if required to do so by law or the rules of any securities exchange (whether in Australia or elsewhere); or
- (iii) with the prior written approval of the Board.

### **20.3 Exceptions**

The obligations of confidentiality under this document do not extend to information that:

- (a) is disclosed to a Member under this document, but at the time of disclosure is rightly known to that Member and is not subject to an obligation of confidentiality on that Member;
- (b) at the time of disclosure is within the public domain or after disclosure comes into the public domain other than by a breach or breaches of any obligation under this clause; or
- (c) is required by law or the rules of any securities exchange (whether in Australia or elsewhere) to be disclosed and the Member required to make the disclosure ensures that information is disclosed only to the extent required.

## **21 Publicity**

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No Member will make or authorise a press release or public announcement relating to the Business, or the Company ("**Announcement**") unless:

- (a) it is required to do so by law or rules of any securities exchange (whether in Australia or elsewhere) and before it is made, that Member has:
  - (i) notified the Board; and
  - (ii) given the Board a reasonable opportunity to comment on the contents of, and the requirement for, the Announcement; or
- (b) it has the prior written consent of the Board.

## **22 General meetings**

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### **22.1 Convening of general meetings of Members**

The Board may call a general meeting at any time. The ability of Members to:

- (d) request that the Board call a general meeting; and
- (e) call and arrange to hold a general meeting themselves,

is limited to the powers set out in the Corporations Act.

## **22.2 Notice**

Subject to the requirements of sections 249H and 249L of the Corporations Act, a notice of a general meeting may be given by the Board in the form, in the manner and at the time the Board thinks fit. The non-receipt of a notice of a general meeting by, or the accidental omission to give notice to, any person entitled to notice does not invalidate any resolution passed at that meeting.

## **22.3 Venue**

- (a) Despite any other rule, the Company may hold a general meeting of Members at 2 or more venues using technology that gives the Members as a whole a reasonable opportunity to participate in the meeting.
- (b) If technology is used and fails part way through the general meeting:
  - (i) that part of the general meeting that is not affected by the technology failure is valid; and
  - (ii) that part of the general meeting affected by the technology failure is valid unless a Member did not have a reasonable opportunity to participate in the meeting.

## **23 Proceedings at general meetings**

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### **23.1 Quorum**

- (a) No business may be transacted at any general meeting unless a quorum is present at the commencement of the meeting. A quorum for a meeting of the Members:
  - (i) will be constituted by the attendance (in person or by proxy) of Members holding at least 75% of the total issued share capital of the Company and the quorum must be present at all times during the meeting; and
  - (ii) must include (in person or by proxy) each Founder Shareholder or a Representative of each Founder Shareholder.
- (b) For the purpose of determining whether a quorum is present:
  - (i) if a Member has appointed more than one Representative, proxy or attorney, only one of those persons may be counted; and
  - (ii) if an individual is attending both as a Member and as a Representative, proxy or attorney, the individual may only be counted once.
- (c) If a quorum is not present within 15 minutes after the time appointed for a general meeting, the general meeting, if called upon a requisition, is dissolved, but in any other case, is adjourned to the date, time and place the Directors specify, and if at the adjourned meeting a quorum is not present with 30 minutes after the time specified (or otherwise determined under this clause 23.1(c)) for holding the meeting, the meeting is dissolved. If the Directors do not specify one or more of those things, the meeting is adjourned to:

- (i) if the date is not specified - the same day in the next week;
- (ii) if the time is not specified - the same time; and
- (iii) if the place is not specified - the same place.

### **23.2 Business at general meetings**

- (a) The business of a general meeting is to receive and consider the accounts and reports (if such consideration is required by the Corporations Act at the relevant time), to elect Directors (in accordance with clause 25.4 of this Constitution), when relevant to appoint an auditor, and to transact any other business which, under this Constitution or any law, is required to be transacted at any annual general meeting.
- (b) All other business transacted at an annual general meeting and all business transacted at other general meetings is deemed to be special. Except with the approval of the Board or of the Chairperson or pursuant to the Corporations Act, no person may move at any meeting any resolution or any amendment of any resolution of which notice has not been given under clause 22.2.

### **23.3 Persons entitled to attend a general meeting**

The persons entitled to attend a general meeting are:

- (a) the Members;
- (b) the Directors and the Secretary;
- (c) the Company's auditor; and
- (d) any other person approved by the Chairperson.

### **23.4 Chairperson**

If the Directors have elected one of their number as Chairperson of Directors' meetings that Director must if willing preside as Chairperson at every general meeting. Where a general meeting is held and a Chairperson has not been so elected, or the Chairperson is not present within 15 minutes after the time appointed for the holding of the general meeting or is unwilling to act, the Directors present must elect one of their number to be Chairperson of the general meeting, but failing an election by the Directors, the Voting Members present must elect one of their number to be Chairperson of the general meeting.

### **23.5 Adjournment**

The Chairperson may, with the consent of the general meeting, and must, if so directed by the general meeting, adjourn the general meeting from time to time and from place to place. No business may be transacted on the resumption of any adjourned general meeting other than the business left unfinished at the general meeting from which the adjournment took place.

### **23.6 Notice of resumption of adjourned general meeting**

When a general meeting is adjourned for 30 days or more, notice of the resumption of the meeting must be given in the same manner as for the original general meeting. When a general meeting is adjourned for less than 30 days, notice of any adjournment or of the

business to be transacted on the resumption of the adjourned general meeting need not be given.

### **23.7 Voting rights**

Subject to restrictions on voting from time to time affecting any class of securities, at general meetings of Members:

- (a) subject to clause 23.7(b), on a show of hands, each Voting Member present has one vote;
- (b) where a Voting Member has appointed more than one person as Representative, proxy or attorney for that Voting Member, none of the Representatives, proxies or attorneys is entitled to vote on a show of hands;
- (c) on a poll, each Voting Member present:
  - (i) has one vote for each fully paid Voting Share held; and
  - (ii) for each other Voting Share held has a fraction of a vote equivalent to the proportion which the amount paid (not credited) bears to the total amounts paid and payable (excluding amounts credited) for the Voting Share. When calculating this proportion, amounts paid in advance of a call are to be ignored.

### **23.8 Voting - show of hands**

At any general meeting a resolution put to the vote of the general meeting must be decided on a show of hands unless a poll is demanded in accordance with clause 23.10.

### **23.9 Results of voting**

Unless a poll is so demanded, a declaration by the Chairperson that a resolution has on a show of hands been carried or carried unanimously or by a particular majority, or lost is conclusive evidence of the fact without proof of the number or proportion of the votes recorded in favour of or against the resolution.

### **23.10 Poll**

A poll may be demanded before a vote is taken or before or immediately after the declaration of the result of a resolution decided on a show of hands by:

- (a) the Chairperson of the general meeting;
- (b) any Founder Shareholder; or
- (c) any one or more Voting Members who are together entitled to at least 5% of the votes that may be cast on the resolution.

### **23.11 Manner of taking poll**

If a poll is duly demanded, it must be taken in such manner and either at once or after an interval or adjournment or otherwise as the Chairperson directs, and the result of the poll must be the resolution of the general meeting at which the poll was demanded. A poll

demand on the election of a Chairperson or on a question of adjournment must be taken immediately.

#### **23.12 Meeting may continue**

A demand for a poll does not prevent the continuation of the general meeting for the transaction of other business.

#### **23.13 Voting by joint holders**

In the case of joint holders of securities, the vote of the senior holder who tenders a vote, whether in person or Representative, proxy or attorney must be accepted to the exclusion of the votes of the other joint holders and, for this purpose, seniority is determined by the order in which the names stand in the Register.

#### **23.14 Member under disability**

If a Voting Member is of unsound mind or is a person whose person or estate is liable to be dealt with in any way under the law relating to mental health, the Voting Member's personal representative or such other person as properly has the management of the Voting Member's estate may exercise any rights of the Voting Member in relation to a general meeting as if the personal representative or other person were the Voting Member.

#### **23.15 Payment of calls**

A Voting Member is not entitled to any vote at a general meeting in relation to securities with respect to which all calls and other sums presently payable by the Voting Member have not been paid. Nothing in this rule prevents such a Voting Member from voting at a general meeting in relation to any other securities held by that Voting Member provided all calls and other sums payable by the Voting Member have been paid on those other securities.

#### **23.16 Objection to voting**

An objection may be raised to the qualification of a voter only at the general meeting or adjourned general meeting at which the vote objected to is given or tendered. Any such objection must be referred to the Chairperson of the general meeting, whose decision is final. A vote not disallowed pursuant to such an objection is valid for all purposes.

#### **23.17 Proxies**

- (a) A Voting Member who is entitled to attend and cast a vote at a general meeting of the Company may appoint a person as a proxy to attend and vote for the Voting Member in accordance with the Corporations Act but not otherwise. A proxy appointed to attend and vote in accordance with the Corporations Act may exercise the rights of the Voting Member on the basis and subject to the restrictions provided in the Corporations Act but not otherwise.
- (b) A form of appointment of a proxy is valid if it is in accordance with the Corporations Act or in any form (including electronic) which the Board may prescribe or accept.
- (c) The Board may issue with any notice of general meeting of Members or any class of Voting Members forms of proxy for use by the Voting Members. Each form may



include the names of any of the Directors or of any other persons as suggested proxies.

- (d) Voting instructions given by a Voting Member to a Director or employee of the Company who is held out by the Company in material sent to Voting Members as willing to act as proxy and who is appointed as proxy ("**Company Proxy**") are valid only if contained in the form of appointment of the Company Proxy. If a Voting Member wishes to give a Company Proxy appointed by the Voting Member new instructions or variations to earlier instruction, the new instructions or variations are only valid if received at the Registered Office at least 24 hours before the meeting or adjourned meeting by a notice in writing signed by the Voting Member or validated by the Voting Member in a form acceptable to the Board.

### **23.18 Validity and revocation of proxies**

- (a) The validity of any resolution is not affected by the failure of any proxy or attorney to vote in accordance with instructions (if any) of the appointing Voting Member.
- (b) A vote given in accordance with the terms of a proxy or power of attorney is valid despite, prior to the relevant meeting, the death or mental incapacity of the appointing Voting Member, revocation of the proxy or power of attorney or transfer of the Shares in respect of which the vote is given, unless notice in writing of the death, mental incapacity, revocation or transfer has been received at the Registered Office at least 48 hours before the relevant meeting or adjourned meeting.
- (c) A proxy is not rendered ineffective by reason only of the adjournment of the meeting in respect of which the proxy is appointed.
- (d) A proxy is not revoked by the appointing Voting Member attending and taking part in the meeting, unless the appointing Voting Member votes at the meeting on the resolution for which the proxy is proposed to be used.

### **23.19 Attorneys of Members**

By properly executed power of attorney, any Member may appoint an attorney to act on the Member's behalf at all or certain specified meetings of the Company. Before the attorney is entitled to act under the power of attorney, the power of attorney or proof of the power of attorney to the satisfaction of the Board must be produced for inspection at the Registered Office or any other place the Board may determine together, in each case, with evidence of the due execution of the power of attorney as required by the Board. The attorney may be authorised to appoint a proxy for the Member granting the power of attorney.

### **23.20 Special meetings**

All the provisions of this document as to general meetings apply to any special meeting of any class of Members which may be held under the operation of this document or the Corporations Act so far as they are capable of application except that the necessary quorum will be 2 persons holding or representing by proxy one-third of the issued Shares of that class and that any holder of Shares of the class present in person or by proxy may demand a poll. Where there is only one Member holding Shares in that class, that Member will constitute a quorum.

### **23.21 Members' circulating resolution without a general meeting**

- (a) The Members may pass a resolution without a general meeting being held if all of the Members entitled to vote on the resolution sign a document (including by electronic means) containing a statement that they are in favour of the resolution set out in the document.
- (b) Separate copies of the of documents may be used for signing by Members if the wording of the resolution and statement is identical in each copy.
- (c) The resolution made under this clause 23.21 is passed when the resolution is signed by the last Member.

### **23.22 No annual general meetings**

Unless required by the Corporations Act, any other applicable law or this Constitution, while the Company is a proprietary company the Company is not required to hold an annual general meeting.

## **24 Management of the Company**

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### **24.1 Management**

Except as otherwise specified in this document or the Corporations Act, the Board will be responsible for the overall management of the Company and will have full power to do so.

### **24.2 Approval of Business Plan**

In each Financial Year, the Board must prepare and approve a draft Business Plan and budget by no later than two (2) months from the start of that Financial Year.

### **24.3 Amendment of Business Plan**

The Board may either before or during the Financial Year to which a Business Plan relates amend the relevant Business Plan.

### **24.4 Compliance with Business Plan and budget**

- (a) During a Financial Year the Company must so far as is practicable conduct its business in accordance with the Business Plan approved by the Board for that Financial Year.
- (b) The Board is under no obligation to undertake any activities or conduct contemplated by the Business Plan if the Board, at the relevant time, considers that such activities or conduct are not in the financial interest (and/or best interests) of the Company.

## **25 The Directors**

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### **25.1 Number of Directors**

The minimum number of Directors is two and the maximum number of Directors is 7 unless otherwise determined by the Board by Special Resolution.

### **25.2 Appointment and removal by Major Members**

- (a) Subject to clause 25.1, Major Member may, at any time, by written notice addressed to the Company, appoint a Director and.
- (b) Each Major Member may, at any time, by written notice addressed to the Company, remove the Director it had appointed pursuant to clause 25.2(a) and may in that same notice, or in a subsequent notice, appoint a replacement Director.

### **25.3 Appointment of Directors by Founders**

- (a) Each Founder Shareholder may, at any time, by written notice addressed to the Company, appoint a Director.
- (b) Each Founder Shareholder may, at any time, by written notice addressed to the Company, remove the Director it had appointed pursuant to clause 25.3(a) and may in that same notice, or in a subsequent notice, appoint a replacement Director.

### **25.4 Appointment of Directors by Members**

- (a) Subject to clause 25.1 the Members may by Ordinary Resolution:
  - (i) appoint a person to be a Director;
  - (ii) remove a Director from office; and
  - (iii) appoint another person in a Director's place.

### **25.5 Termination of office of Director**

- (a) If a Director:
  - (i) is appointed by a Founder Shareholder pursuant to clause 25.3 and the appointor Founder Shareholder is subject to a Cessation of Founder Shareholder Rights;
  - (ii) becomes bankrupt or makes any arrangement or composition with his creditors generally;
  - (iii) becomes of unsound mind or a person whose person or estate is administered under laws relating to mental health; or
  - (iv) is absent for more than 6 months, without permission of the Board, from meetings of the Board held during that period,

the Board may remove that Director by Special Resolution.

- (b) The office of a Director is automatically terminated if the Director:
- (i) is appointed pursuant to clause 25.2 and the appointor ceases to be a Major Member;
  - (ii) fails to attend 3 consecutive meetings of the Board;
  - (iii) ceases to be a Director by virtue of any provision of the Corporations Act;
  - (iv) becomes prohibited from being a Director by reason of any order made pursuant to the Corporations Act;
  - (v) dies;
  - (vi) resigns the Director's office by notice in writing to the Company; or
  - (vii) is removed from office in accordance with the Corporations Act.

## **25.6 Alternate Directors**

A Director may appoint any person to be an alternate Director in the place of the Director during such period as the Director thinks fit, with the prior consent of the Board, which must not be unreasonably withheld, and the following provisions apply with respect to any alternate Director:

- (a) the alternate Director is entitled to notice of Directors' meetings and, if the alternate Director's appointor Director is not present at such a Directors' meeting, the alternate Director is entitled to attend and vote in the place of the absent Director;
- (b) the alternate Director may exercise any powers that the alternate Director's appointor Director may exercise, and the exercise of any such power by the alternate Director is deemed to be the exercise of the power by the alternate Director's appointor Director;
- (c) the alternate Director is not required to hold any Shares in the capital of the Company;
- (d) the alternate Director's appointment may be terminated at any time by the alternate Director's appointor Director despite the period of the appointment of the alternate Director not having expired, and the appointment must terminate in any event if the alternate Director's appointor Director vacates office as a Director; and
- (e) the appointment or the termination of an appointment of an alternate Director must be effected by a written notice signed by the Director who made the appointment given to the Company.

## **25.7 Observers**

The Board may permit an observer to attend meetings of the Board and receive materials distributed in connection with such meetings. An observer will not be entitled to vote on matters brought before the meeting.

## **25.8 Remuneration**

The remuneration of the Directors will from time to time be determined by the Board by Ordinary Resolution.

## **25.9 No Share qualification**

A Director is not required to hold any Shares in the capital of the Company.

## **25.10 Interests of Directors**

- (a) A Director is not disqualified from holding any other office or place of profit with the Company or any company in which the Company is a member or otherwise interested and the Director will not be liable to account to the Company for any profit arising from that office or place of profit.
- (b) If a Director has a material personal interest in a matter that relates to the affairs of the Company, the Director must disclose the nature and extent of the interest in accordance with the Corporations Act at a meeting of the Board and:
  - (i) the Director may vote on matters that relate to that material personal interest;
  - (ii) unless the other Directors determine otherwise, the Director may be present at any meeting which considers matters that relate to that material personal interest.
- (c) Subject to clause 26.1, if the disclosure is made before the transaction is entered into:
  - (i) the Director may retain benefits under the transaction even though the Director has the interest; and
  - (ii) the Company cannot avoid the transaction merely because of the existence of the interest.
- (d) A Director who has any personal interest in a matter that relates to the affairs of the Company may execute (whether by attesting the affixing of the Seal or by signature) any document relating to that matter.
- (e) It is the duty of the Secretary to record in the minutes of each meeting any disclosures made or notices given by an interested Director.

## **25.11 Appointments prior to the adoption of this Constitution**

Any person or persons appointed as Director prior to the date that this Constitution is adopted by the Members, maintain that position following the adoption of this Constitution and are to be considered as having been appointed as Directors pursuant to clause 25.2.

## **25.12 Appointment of Executive Directors**

- (a) On and from the date that this Constitution is adopted, Reeve Botha will hold the position of Managing Director (**Initial Managing Director**).
- (b) The Directors by Special Resolution:

- (i) may, with the written consent of the Founder Shareholders, appoint one or more Directors to the office of Managing Director or to any other executive office for a period and on the terms (including as to remuneration) as the Directors see fit;
- (ii) may confer on a Managing Director or other executive Director any of the powers that the Directors may exercise (except for decisions in relation to matters set out in Schedule 1); and
- (iii) subject to the terms of appointment, may revoke or vary:
  - (A) the appointment of the Initial Managing Director;
  - (B) the appointment of the Managing Director or other executive Director; or
  - (C) any of the powers conferred on the Managing Director or other executive Director.

#### **25.13 Consequence of cessation as Director or executive Director**

- (a) A person ceases to be Managing Director or other executive Director if they cease to be a Director.
- (b) Subject to clause 25.13(c), a person ceases to be a Director if they cease to be the Managing Director or other executive Director unless the Board determines otherwise.
- (c) Where Reeve Botha assumes the role of either Managing Director or any other executive Director, and Reeve Botha ceases to assume such role, Reeve Botha is to continue to assume a directorship of the Company (unless, at the relevant time, the Founder Shareholder that appointed Reeve Botha has suffered a Cessation of Founder Shareholder Rights).

#### **25.14 Delegation by the Directors**

- (a) Subject to the Corporations Act, the Directors may delegate any of their powers (except for decisions in relation to matters set out in Schedule 1) to:
  - (i) a committee of Directors;
  - (ii) a Director;
  - (iii) the chief executive officer of the Company;
  - (iv) an employee of the Company; or
  - (v) any other person.
- (b) The delegate must exercise the powers delegated to it under any directions of the Directors.
- (c) The effect of the delegate exercising a power is the same as if the Directors exercised it.
- (d) The Directors may at any time revoke or vary any delegation to a person or committee.

### **25.15 Cessation of Founder Shareholder's Rights**

- (a) Where a Founder Shareholder holds less than 5% of the Shares, all special rights applicable to that Founder Shareholder pursuant to this Constitution are to cease (**Cessation of Founder Shareholder Rights**).
- (b) Where a Cessation of Founder Shareholder Rights occurs, any rights, obligations or powers described in this Constitution as being subject to approval or involvement of that Founder Shareholder are to be read as if such approval or involvement is not required.

## **26 Decision making**

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### **26.1 Voting generally**

Except as otherwise specified in this document (including pursuant to clause 26.2 and/or 26.5) or the Corporations Act, all decisions of the Members and all decisions of the Board will be made by Ordinary Resolution

### **26.2 Board decisions**

- (a) A resolution of Directors with respect to a matter set out in Schedule 1, must be passed by an Ordinary Resolution of Directors.
- (b) A resolution of Directors with respect to a matter set out in Schedule 2, must be passed by a Special Resolution of Directors.

### **26.3 Employee Share Plan**

Any employee share plan, pursuant to which a maximum of []% of the fully diluted share capital of the Company may be issued to eligible persons (including employees and contractors), put to the Board for approval may be adopted if the resolution is approved by a by Ordinary Resolution of the Board. For the avoidance of doubt, any Securities obtained pursuant to an ESOP may be subject to special rights, obligations and restrictions (including with respect to vesting conditions).

### **26.4 Share Payments**

Any payment plan under which the Company is permitted to pay key staff, Directors and advisers with Shares or Options in lieu of cash up to a maximum of 2% of the issued Shares per annum, may only be adopted if the resolution is approved by a by Special Resolution of the Board.

### **26.5 Member decisions**

- (a) A resolution, dealing with a matter referred to in Schedule 3, must be resolved by an Ordinary Resolution of Members.
- (b) A resolution, dealing with a matter referred to in Schedule 4, must be resolved by an Special Resolution of Members.
- (b) When required by Chapter 2E and section 738ZK, the Company must obtain approval from Members before giving a financial benefit to a Related Party of the Company.

## **26.6 Seal**

The Company may have a Seal and a duplicate common seal which are to be used by the Company as determined by the Board.

## **26.7 Deadlocks**

If there is a Deadlock in respect of a resolution put to the Members, any Member may refer the matter for resolution in accordance with clause 35 by treating the matter as a Dispute. If a Notice of Dispute is not served by the applicable Member within 20 Business Days after the last vote on the resolution which produced the applicable Deadlock, the resolution may not be referred pursuant to clause 35 unless otherwise resolved by Ordinary Resolution of the Board or there is a subsequent Deadlock in respect of the same resolution (and an applicable Notice of Dispute is served within 20 Business Days thereafter).

## **27 Secretary**

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### **27.1 Appointment**

Subject to the Corporations Act, the Board must appoint one or more persons to be Secretary. The appointment may be made for a specified period or without specifying a period and the Board may remove the Secretary from office at any time.

### **27.2 Terms**

The appointment of a Secretary will be on the terms and at the remuneration that the Board determines.

### **27.3 Cessation of appointment**

A person automatically ceases to be a Secretary if:

- (a) the person is not permitted by the Corporations Act (or an order made under the Corporations Act) to be a Secretary;
- (b) the person becomes bankrupt or enters into or becomes subject to any arrangement or composition with one or more of its creditors;
- (c) the person becomes mentally incapable or a person whose estate or property is liable to be dealt with in any way under any law relating to mental health;
- (d) the person resigns by notice in writing to the Company;
- (e) the person is removed from office under clause 27.1; or
- (f) the term for which the person was appointed expires.

## **28 Proceedings of directors**

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### **28.1 Board meetings**

- (a) At least 4 meetings of the Board must take place each Financial Year.



- (b) Any Director may at any time by written request, and a Secretary must, whenever requested in writing to do so by one or more Directors, call additional Directors' meetings.
- (c) Meetings of the Board, other than those conducted as described in clause 28.4, will be held in the registered office of the Company unless 50% of the Directors have agreed to hold the meeting at another location.
- (d) If a Board meeting is being convened for the purpose of voting on any matter requiring a Special of the Directors present at the Board meeting and entitled to vote, at least 14 days' notice of that Board meeting must be given to all Directors either by personal telephone contact or in writing, unless all Directors agree to receive shorter notice of that Board meeting.
- (e) Subject to clause 28.1(d), at least 24 hours' notice of each Board meeting must be given to all Directors either by personal telephone contact or in writing, unless otherwise agreed by approval of the Directors.
- (f) The agenda for Board meetings must be determined by the Chairperson, except for Board meetings convened at the request of a Director where the agenda may be determined by that Director.
- (g) No resolution of the Board can be passed in respect of any matter of which notice was not given in the agenda for that meeting, unless otherwise agreed by approval of the Directors.

## **28.2 Quorum**

A quorum for a meeting of the Board is constituted by:

- (a) if there are 2 Directors appointed, all Directors being present (in person or via technology) at all times during the meeting;
- (b) if there are more than 2 Directors appointed:
  - (i) 50% of Directors being present (in person or via technology); and
  - (ii) must include the Directors appointed by each Founder Shareholder (unless the Founder Shareholder that appointed the relevant Director has, by notice in writing addressed to the Company, consented to the meeting taking place without their appointed Director).

## **28.3 Quorum not present**

If a quorum is not present within 30 minutes of the time specified for a meeting of the Board the meeting will be adjourned to a date and time 7 days after the original time of the meeting and at the same place as the original meeting by written notice to all Directors. Any Directors in attendance (in person or by alternate) at that adjourned meeting will constitute a quorum.

## **28.4 Meetings by telephone or other means of communication**

The Board may meet either in person or by telephone, audio visual link or by using any other technology consented to by all Directors. A consent may be a standing one. A meeting conducted by telephone or other means of communication is considered to be held

at the place agreed on by the Directors attending the meeting if at least one of the Directors present at the meeting was at that place for the duration of the meeting.

#### **28.5 Procedure at meetings**

The Directors may meet together for the dispatch of business and adjourn and, subject to this clause 28, otherwise regulate the Directors' meetings as they think fit.

#### **28.6 Votes**

Each Director appointed in accordance with this document has one vote.

#### **28.7 Continuing Directors may act**

In the event of a vacancy in the office of a Director, the remaining Directors may act but, if the number of remaining Directors is not sufficient to constitute a quorum at a meeting of Directors, they may act only for the purpose of increasing the number of Directors to a number sufficient to constitute such a quorum, or in order to call a general meeting of the Company.

#### **28.8 Chairperson**

- (a) The Board may, by Special Resolution of the Board and after having procured the written consent of the Founder Shareholder, elect from among their number a Chairperson and determine the period for which each is to hold office. Unless and until a subsequent Chairperson is appointed by Special Resolution of the Board, Reeve Botha is to hold the position of Chairperson of the Board.
- (b) If no Chairperson is elected or if at any meeting the Chairperson is not present at the time specified for holding the meeting, the Directors present may choose one of their number to be chair the meeting (**Replacement Chair**).
- (c) In case of an equality of votes on a resolution at a Board meeting, the Chairperson will have a second or casting vote on that resolution in addition to any vote the Chair has in his or her capacity as a Director in respect of that resolution.

For the avoidance, if the Chairperson is not in attendance at the relevant meeting and a Replacement Chair is chosen pursuant to 28.8(b), that Replacement Chair will not have a casting vote.

#### **28.9 Written resolutions passed by multiple Directors**

The Directors may pass a resolution without holding a Board meeting if all the Directors entitled to vote on the resolution sign a document containing a statement that they are in favour of the resolution set out in the document. Separate copies of a document may be used for signing by Directors if the wording of the resolution and statement is identical in each copy. The resolution is passed when the last Director signs.

#### **28.10 Written resolutions passed by a single Director**

If the Company only has one Director, that Director may pass a resolution without holding a Board meeting by recording it and signing it.

### **28.11 Signing written resolutions**

For the purposes of clause 28.9, the Company may accept a copy of a signed document sent by facsimile or electronic means.

### **28.12 Valid proceedings**

Each resolution passed or other thing done by or with the participation of a person acting as a Director or member of a committee is valid even if it is later discovered that:

- (a) there was a defect in the appointment of the person; or
- (b) the person was disqualified from continuing in office, voting on the resolution or doing that thing.

## **29 Dividends**

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### **29.1 Determination of dividend**

Subject to the requirements of section 254T of the Corporations Act, the Board may (at its sole discretion) by Special Resolution determine that a dividend (including an interim dividend on account of the next forthcoming dividend) is payable and fix the amount, time for payment and method of payment. The methods of payment may include the payment of cash, the issue of securities, the grant of options and the transfer of assets.

### **29.2 Apportionment of dividends**

Any dividend or interim dividend is payable on each Share on the basis of the proportion which the amount paid or agreed to be considered to be paid bears to the amount of total issue price for the time being paid or agreed to be considered as paid or payable in respect of the Share. The dividend may be fixed at a rate per annum in respect of a specified period but no amount paid on a Share in advance of calls is to be treated as paid on the Share.

### **29.3 Effect of transfer of Share**

A transfer of a Share only passes the right to any dividend determined but not paid on the Share at the time of transfer if the transfer is effected by the relevant record date.

### **29.4 Retention of dividends**

The Board may retain the dividends payable on Shares which any person is under this document entitled to transfer until the person becomes registered as a Member in respect of the Shares or properly transfers them. All unclaimed dividends may be invested or otherwise made use of by the Board for the benefit of the Company until claimed or otherwise Disposed of according to law.

### **29.5 How dividends are payable**

Payment of any dividend may be made in any manner and by any means as determined by the Board. Without affecting any other method of payment which the Board may adopt, payment of any dividend may be made to the Member entitled to the dividend or, in the case of joint holders, to the Member whose name appears first in the Register in respect of the joint holding.

## **30 Capitalisation**

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### **30.1 Capitalisation**

The Board may resolve that the whole or any portion of any sum forming part of the undivided profits, any reserve or other account of the Company and which is available for distribution, be capitalised and distributed to Members in the same proportions in which they would be entitled to receive it if distributed by way of dividend or in accordance with either the terms of issue of any Shares or the terms of any employee share plan and that all or any part of the sum be applied on their behalf either in paying up the amounts for the time being unpaid on any issued Shares held by them, or in paying up in full unissued Shares or other securities of the Company to be issued to them accordingly, or partly in one way and partly in the other.

### **30.2 Determining entitlements**

The Board may specify the manner in which any fractional entitlements and any difficulties relating to distribution are to be dealt with and, without limitation, may specify that fractions are to be disregarded or that any fractional entitlements are to be increased to the next whole number or that payments in cash instead of fractional entitlements be made.

### **30.3 Appropriations**

The Board may make all necessary appropriations and applications of the amount to be capitalised under clause 30.1 and all necessary issues of fully paid Shares or debentures.

### **30.4 Contracts**

Where required, the Board may appoint a person to sign a contract on behalf of the Members entitled on a capitalisation to any Shares or debentures, which provides for the issue to them, credited as fully paid, of any further Shares or debentures or for the payment by the Company on their behalf of the amounts or any part of the amounts remaining unpaid on their existing Shares by the application of their respective proportions of the sum resolved to be capitalised.

## **31 Accounts and audit**

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### **31.1 Accounts and records**

The Board must ensure that the accounts, records and accounting information of the Company are:

- (a) maintained in accordance with the Corporations Act and all other applicable laws;
- (b) if required by the Corporations Act, audited annually by the Company's auditor; and
- (c) reflect the Accounting Standards.

## **31.2 Reporting**

The Board must make available on its website its

- (a) annual financial report or a concise report within 180 days after the end of each Financial Year; and
- (b) reports which are required to be provided under section 314 of the Corporations Act within the time limits expressed by section 315 of the Corporations Act.

## **32 Indemnities, insurance and access**

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### **32.1 Indemnities**

- (a) The Company must indemnify each officer of the Company out of the assets of the Company to the relevant extent against any liability incurred by the officer in or arising out of the conduct of the business of the Company or in or arising out of the discharge of the duties of the officer.
- (b) Where a Director is employed by or provides services to the Company in some capacity other than that of Director, nothing in this clause will limit or affect the liability of that Director to the Company and the indemnity contained in this clause will not apply to that Director in any other capacity

### **32.2 Documentary indemnity**

Where the Board considers it appropriate, the Company may execute a documentary indemnity in any form in favour of any officer of the Company.

### **32.3 Insurance**

Where the Board considers it appropriate, and to the extent to which the Company is not precluded by law from doing so, the Company may:

- (a) make payments of amounts by way of premium in respect of any contract effecting insurance on behalf or in respect of an officer of the Company against any liability incurred by the officer in or arising out of the conduct of the business of the Company or in or arising out of the discharge of the duties of the officer; and
- (b) bind itself in any contract or deed with any officer of the Company to make the payments.

### **32.4 Access to board papers**

Where the Board considers it appropriate, the Company may:

- (a) give a Director or former Director access to certain papers, including documents provided or available to the Board and other papers referred to in those documents; and
- (b) bind itself in any contract with a Director or former Director to give the access.

## **33 Intellectual Property**

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### **33.1 Creation of Intellectual Property**

The Members must only use Company Intellectual Property on behalf of the Company. If a Member creates any Company Intellectual Property, it must:

- (a) promptly disclose to the Company full details of that Company Intellectual Property;
- (b) not publicise details of that Company Intellectual Property;
- (c) at the request of the Company, do all things, at the expense of the Company, necessary to:
  - (i) vest all right and title to and interest in that Company Intellectual Property in the Company absolutely as legal and beneficial owner; and
  - (ii) secure and preserve full protection in respect of that Company Intellectual Property in favour of the Company.

### **33.2 Ownership of IP**

All Intellectual Property rights owned by the Company are and must remain the property of the Company and must not be used, in any way, by any Member unless otherwise agreed in writing by the Company (following an Ordinary Resolution of Members).

## **34 Restriction on activities**

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### **34.1 Restriction**

Each Member agrees and undertakes that, except as agreed by the Board, it will not and each of its Related Parties will not:

- (a) directly;
- (b) by themselves or jointly with or on behalf of any other person, corporation or trust;
- (c) through an agent, independent contractor or employee; or
- (d) on any account or pretext or by any means whatsoever;

conduct any of the Restricted Activities within the Restriction Area for the Restriction Period.

### **34.2 Restricted Activities**

The Restricted Activities are:

- (a) carrying on, assisting, promoting or otherwise being engaged or concerned in any business or activity which is or may be competitive with the Business or any material part of it (whether as a Member, optionholder, unitholder, director, adviser, direct financier, contractor, manager, employee, proprietor, , trustee or beneficiary) (**Competition Restriction**);

- (b) canvassing, soliciting, inducing, or encouraging any employee, contractor, supplier or customer of the Business to:
  - (i) leave the employment of or to terminate their engagement, contract or dealings with the Business; or
  - (ii) reduce the amount of business that the person would normally do with the Business,
 or accepting an approach from any employee, contractor, supplier or customer of the Business that would have the same effect;
- (c) engaging or employing any person who at any time during the preceding 12 months was employed or engaged in the Business; and
- (d) interfering with the relationship between the Company and its employees, contractors, suppliers or customers.

### **34.3 Restriction Area**

Subject to clause 34.5, the Restriction Area is any of the following areas:

- (a) worldwide; or (if that geographical area is held by a court to be unreasonable)
- (b) Australia or (if that geographical area is held by a court to be unreasonable);
- (c) Western Australia, Victoria and New South Wales; or (if that geographical area is held by a court to be unreasonable)
- (d) Western Australia, Victoria and New South Wales; or (if that geographical area is held by a court to be unreasonable);
- (e) Western Australia, Victoria and New South Wales; or (if that geographical area is held by a court to be unreasonable);
- (f) Perth, Australia.

### **34.4 Restriction Period**

Subject to clause 34.5, the Restriction Period is any of the following periods:

- (a) from the date the Member becomes a Member until 24 months after the Member ceases being a Member; or (if that duration is held by a court to be unreasonable)
- (b) from the date the Member becomes a Member until 12 months after the Member ceases being a Member; or (if that duration is held by a court to be unreasonable)
- (c) from the date the Member becomes a Member until six months after the Member ceases being a Member; or (if that duration is held by a court to be unreasonable)
- (d) from the date the Member becomes a Member until 3 months after the Member ceases being a Member.

### 34.5 Effective Restriction Area and Restriction Period

Unless the resulting covenants and restrictions are or become invalid or unenforceable for any reason, the Restriction Area and Restriction Period that will be effective between the parties in relation to any Restricted Activity will be those referred to in clauses 34.3(a) and 34.4(a). If a covenant and restriction is or becomes invalid or unenforceable because the Restriction Area or Restriction Period applying to a Restricted Activity is considered unreasonably large or long, the Restriction Area or Restriction Period will be reduced to the subsequent areas or periods listed in clause 34.3 or 34.4.

### 34.6 Severability

In this clause 34:

- (a) each of the restrictions resulting from the various combinations of a Restricted Activity, Restriction Area and Restriction Period has effect as a separate and independent covenant and restriction; and
- (b) if any of those covenants and restrictions are or become invalid or unenforceable for any reason, they will be severed from this document without affecting the validity or enforceability of any other covenant and restriction.

### 34.7 Competition Restriction

The Competition Restriction only applies to a Member (and the Related Parties of that Member) if the Member is a Restrained Member.

### 34.8 Exceptions

- (a) Nothing in this clause 34 will prevent a Member holding up to five per cent (in aggregate) of the share capital or any debentures or other securities of any company the shares of which are listed on a securities exchange.
- (b) Nothing in this clause 34 will prevent a Member recruiting a person through a recruitment agency (except if the agency targets employees of the Company) or in response to a newspaper, web page or other public employment advertisement.
- (c) Unrestrained Members are not subject to the Competition Restriction.
- (d) A Member will not be considered to have breached its obligations under clause 19(a) if the activities undertaken by the Member relate to an Ongoing Involvement of the Member.

### 34.9 Definitions applicable to this clause 34

For the purposes of this clause 34:

- (a) **Restrained Member** means a Member (other than a Member who is a Professional Investor) who holds at least 0.5% of the Shares.
- (b) **Professional Investor** means an early-stage venture capital limited partnership, a financial institution, merchant bank, managed fund, venture capital firm or any other person or entity that conducts a business in respect of investing capital on behalf of others.



- (c) **Involvement** means association with a business or company, including :
  - (i) employment with that business or company;
  - (ii) assumption of a directorship of that business or company; or
  - (iii) ownership of an interest in that business or company.
- (d) **Ongoing Involvement** means Involvement with a company or business other than the Business, which is ongoing at the time of a potential breach of this Constitution and commenced prior to the earlier of:
  - (i) the date this Constitution is adopted; or
  - (ii) the date upon which the Member first acquired Shares in the Company.
- (e) **Unrestrained Member** means any Member who is not a Restrained Member.

#### 34.10 Acknowledgements

Each Member agrees and acknowledges that:

- (a) each covenant and restriction in this clause 34 is reasonable in the circumstances and necessary to protect the goodwill of the Business; and
- (b) monetary damages may not be a sufficient remedy for a breach of this clause 34 and that the Company or another Member may seek and is entitled to remedies such as injunctive relief to prevent the breach and orders of specific performance to compel compliance.

#### 34.11 Termination

If the Company ceases to trade, is wound-up or is deregistered, this clause 34 will cease to operate.

### 35 **Dispute Resolution**

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#### 35.1 Dispute

A dispute relating to or arising out of this Constitution (**Dispute**) exists when a Party gives notice (**Dispute Notice**) to the other parties (together, the **Disputing Parties**) to the dispute that there is a Dispute, setting out in detail the matter which is the subject of the Dispute.

#### 35.2 Procedure

When a Dispute exists:

- (a) During the twenty-one day period after receipt of a notice given under this clause (or longer period agreed in writing by the parties to the dispute) each Disputing Party must use its best efforts to resolve the dispute by meeting in person or by audio-visual link up; and
- (b) if there is no resolution of the Dispute within the twenty-one (21) day period (above) or such longer period as agreed in writing by the parties after the Dispute Notice has been given to all parties (**Notice Date**) then the Dispute must be

referred to mediation in accordance with, and subject to, The Institute of Arbitrators and Mediators Australia Rules for the Mediation of Commercial Disputes.

### **35.3 Place and process of mediation**

- (a) If a matter is referred to mediation pursuant to clause 35.2, at first instance the Disputing Parties may agree on the appointment of a mediator. If the Disputing Parties cannot agree on whom the mediator should be, any Director may ask the Relevant Law Society, to appoint a mediator.
- (b) The mediation shall be conducted by the Australian Commercial Disputes Centre (ACDC) in accordance with the ACDC Guidelines for Commercial Mediation which are operating at the time the matter is referred to ACDC.
- (c) The ACDC Guidelines set out the procedures to be adopted, the process of selection of the mediator and the costs involved. The terms of the Guidelines are hereby deemed incorporated into this Constitution.
- (d) Any attempts made by the Disputing Parties to resolve a dispute will be without prejudice to any other rights or entitlements of the Disputing Parties under this Constitution, by law or in equity.
- (e) Unless all Disputing Parties to the dispute agree otherwise, any mediation must be held in metropolitan Melbourne.

### **35.4 Application to court**

- (a) A Disputing Party must not start court proceedings in respect of a dispute arising out of this Constitution unless it has complied with clause 35.2 and, where applicable, mediation has concluded.
- (b) If there is no resolution of the Dispute by way of the steps set out in 35.2, then any Disputing Party may commence legal proceedings in any court or tribunal in respect of any matter that is the subject of a Dispute.
- (c) Despite anything in this clause 35, a Party at any time may commence court proceedings in relation to any dispute, deadlock or claim arising in connection with this Constitution where that Party seeks urgent interlocutory relief.

### **35.5 Costs of dispute resolution**

- (a) The costs and disbursements of the mediator will be paid equally by the Disputing Parties.
- (b) Each Member will pay its own costs and disbursements in respect of any procedure referred to in clause 35.2.

### **35.6 Continuing obligations**

Notwithstanding the foregoing provisions of this clause 35, pending the resolution of any Dispute the Members must without delay continue to perform their respective obligations under this Constitution except, provided that a Member has acted reasonably and bona fide in relation to the Dispute (including without limitation in respect to its subject matter and the

circumstances giving rise to it), to the extent that the matter the subject of the Dispute and matters necessarily dependent on it cannot be proceeded with until the Dispute has been determined.

## **36 Notices**

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### **36.1 Notices**

A notice may be given by the Company to any Member, or in the case of joint holders to the Member whose name appears first in the Register, personally, by leaving it at the Member's registered address or by sending it by prepaid post or facsimile transmission addressed to the Member's registered address or by other electronic means determined by the Board and previously notified to Members. If the notice is signed, the signature may be original or printed.

### **36.2 When notice taken to be served**

- (a) Any notice sent by post is taken to have been served at the end of 24 hours after the envelope containing the notice is posted and, in proving service, it is sufficient to prove that the envelope containing the notice was properly addressed and posted. Any notice served on a Member personally or left at the Member's registered address is taken to have been served when delivered. Any notice served on a Member by facsimile or other electronic transmission is taken to have been served when the transmission is sent.
- (b) Where a given number of days' notice or notice extending over any other period is required to be given the day of service and the day of the notified event are not to be counted in the number of days or other period.

### **36.3 Member not known at registered address**

Where a Member does not have a registered address or where the Company has reason to believe that a Member is not known at the Member's registered address, all future notices are taken to be given to the Member if the notice is exhibited in the Registered Office for a period of 48 hours (and is taken to be served at the commencement of that period) unless and until the Member informs the Company of a registered place of address.

### **36.4 Notice to transferor binds transferee**

Every person who, by operation of law, transfers or by any other means becomes entitled to be registered as the holder of any Shares is bound by every notice which, prior to the person's name and address being entered in the Register in respect of those Shares, was properly given to the person from whom the person derives title to those Shares.

### **36.5 Service on deceased Members**

A notice served in accordance with this document is (despite the fact that the Member is then dead and whether or not the Company has notice of the Member's death) taken to have been properly served in respect of any registered Shares, whether held solely or jointly with other persons by the Member, until another person is registered in the Member's place as the holder or joint holder. The service is sufficient service of the notice or document on the Member's personal representative and any person jointly interested with the Member in the Shares.

## **37 Winding-up & distribution of capital**

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### **37.1 Distribution of assets**

Subject to the terms of issue of Shares, if the Company is wound up, the liquidator may, with the sanction of a Special Resolution of the Company:

- (a) divide the surplus assets of the Company remaining after payment of its debts among the Members in proportion to the number of Shares held by them (with partly paid Shares counted as fractions of fully paid Shares);
- (b) for that purpose, fix the value of assets and determine how the division is to be carried out between the Members and different classes of Members; and
- (c) vest assets of the Company in trustees on any trusts determined by the liquidator for the benefit of the contributories.

### **37.2 Distribution in kind**

If the Company is wound up, whether voluntarily or otherwise, the liquidator may divide among all or any of the contributories as the liquidator thinks fit in specie or kind any part of the assets of the Company, and may vest any part of the assets of the Company in trustees on any trusts for the benefit of all or any of the contributories as the liquidator thinks fit.

### **37.3 Variation of rights of contributories**

If thought expedient, any division may be otherwise than in accordance with the legal rights of the contributories and, in particular, any class may be given preferential or special rights or may be excluded altogether or in part, but in case any division otherwise than in accordance with the legal rights of the contributories is determined, any contributory who would be prejudiced by the division has a right to dissent and ancillary rights as if the determination were a Special Resolution passed under the Corporations Act relating to the sale or transfer of the Company's assets by a liquidator in a voluntary winding up.

### **37.4 Liability to calls**

If any Shares to be divided in accordance with clause 37.2 involve a liability to calls or otherwise, any person entitled under the division to any of the Shares may by notice in writing within ten business days after the passing of the Special Resolution, direct the liquidator to sell the person's proportion and pay the person the net proceeds and the liquidator is required, if practicable, to act accordingly.

## **Schedule 1 – Resolutions of the Directors which require approval by Ordinary Resolution**

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In addition to any other decisions that must be made by Director's by Ordinary Resolution pursuant to the terms of this Constitution and/or under any law, a Directors' resolution by Simple Majority Vote is required for the following decisions with respect to the Company or its Subsidiaries:

- (a) entering into, amendment or termination of employment agreements which provide for a share in profits or turnover or a salary less than \$150,000 (subject to subclause (y) of Schedule 2);
- (b) purchase or sale (or agreement for the purchase or sale) of an asset (excluding trading stock) with a value less than \$100,000 (subject to subclause (y) of Schedule 2);
- (c) entering into any loan arrangements as borrower or lender, where the loan amount in each case is less than \$100,000 (subject to subclause (y) of Schedule 2);
- (d) commencement of legal proceedings in respect of claims with a value of less than \$10,000 (subject to subclause (y) of Schedule 2);
- (e) the issuing of any additional Securities (including Shares in the capital of the Company or any convertible note), provided that the requirements pursuant to clause 5 have been satisfied or the Shares are issued pursuant to an Excluded Issue;
- (f) the approval of a purchaser for the purposes of the definition of Approved Purchaser;
- (g) the appointment of an Independent Valuer;
- (h) the approval of a Business Plan (and/or the amendment, variation or replacement of a Business Plan);
- (i) the establishment of an ESOP;
- (j) any and all decisions with respect to a subsidiary of the Company;
- (k) the execution of any members resolution by the Company in respect of a subsidiary of the Company (including, but not limited to, the adoption of a constitution to govern the subsidiary and/or any decision to wind up the subsidiary);
- (l) the remuneration of Directors for the purposes of clause 25.8; and
- (m) the establishment of a permanent establishment and branch office.

## **Schedule 2 – Resolutions of the Directors which require approval by Special Resolution**

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In addition to any other decisions that must be made by Director's by Special Resolution pursuant to the terms of this Constitution and/or under any law, a Directors' resolution by Special Majority is required for the following decisions with respect to the Company or its Subsidiaries (unless the matter was already approved in the context of a resolution approving the Business Plan):

- (a) the removal of a Director pursuant to clause 25.5;
- (b) the establishment of a Share Sale Facility;
- (c) the determination of dividends for the purposes of clause 29.1;
- (d) the appointment (and/or removal) of a Managing Director or any executive Director;
- (e) the appointment and/or removal of a Chairperson.
- (f) entering into, amendment or termination of employment agreements which provide for a share in profits or turnover or a salary equal to or in excess of \$150,000 (subject to subclause (y) of Schedule 2);
- (g) the grant of a licence of all or substantially all of the Intellectual Property of the Company to a third party;
- (h) the acquisition, sale or encumbrance of real property and rights which are similar to real property, as well as entering into obligations to undertake such transactions;
- (i) the establishment, acquisition or sale of companies or the acquisition, sale or encumbrance of shareholdings in companies;
- (j) entering into controlling agreements or profit transfer agreements with other companies or persons, or agreements by which a right to share in the profits of the company in any way is granted;
- (k) giving any securities over or guaranteeing a debt of another person or incurring any other liabilities for the benefit of third parties, where the value is more than \$50,000 (subject to subclause (y) of this Schedule 2);
- (l) commencement of legal proceedings in respect of claims with a value of equal to, or more than, \$10,000 (subject to subclause (y) of this Schedule 2);
- (m) entering into contracts with Members, members of the Board or their affiliates or any other related party transactions (provided that any requirements under the Corporations Act and all other applicable laws have also been satisfied);
- (n) the determination that a relevant act of fraud, dishonesty or serious misconduct relating to a financial or corporate matter by a Director appointed by a Member is damaging to the reputation of the Company or other Members, for the purposes of the definition of Event of Default;
- (o) the issue of Shares pursuant to a payment in respect of the provision of services as contemplated by clause 5.4(d);

- (p) the issue of Shares pursuant to a Strategic Placement pursuant to clause 5.4(f)(i);
- (q) the approval of a transfer of Shares (and/or designation of that transfer as being a Permitted Transfer) for the purposes of clause 12.2(f);
- (r) any decision with respect to clause 12.5(c);
- (s) the amendment or the maximum number of Directors on the Board pursuant to clause 25.1;
- (t) the entry into any agreement, for the purposes of clause 26.4, whereby Shares or Options are to be issued in lieu of cash;
- (u) purchase or sale (or agreement for the purchase or sale) of an asset (excluding trading stock) with a value more than \$100,000 (subject to subclause (y) of Schedule 2);
- (v) entering into any loan arrangements as borrower or lender, where the loan amount in each case is more than \$100,000 (subject to subclause (y) of Schedule 2)
- (w) entering into, amendment or termination of supplier contracts with a term of more than 1 year or where the obligations of the company under that contract exceed \$75,000 (subject to subclause (y) of Schedule 2);
- (x) the sale of all or a substantial part of the Business of the Company or any subsidiary; and
- (y) any amendment (including any increase or decrease to the monetary thresholds contemplated by Schedule 1 or this Schedule 2).

### **Schedule 3 - Resolutions of the Members which require approval by Ordinary Resolution**

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In addition to any other decisions that must be made by Members' by Simple Majority Vote pursuant to the terms of this Constitution and/or under law, a Member's resolution by Simple Majority Vote is required for the following decisions with respect to the Company or its Subsidiaries:

- (a) the issue of Shares pursuant to a Strategic Placement pursuant to clause 5.4(f)(ii); and
- (b) The appointment of Directors pursuant to clause 25.4.



## **Schedule 4 - Resolutions of the Members which require approval by a Special Resolution**

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In addition to any other decisions that must be made by Members' by Special Resolution pursuant to the terms of this constitution and/or under law, a Member's resolution by Special Majority is required for the following decisions with respect to the Company or its Subsidiaries:

- (a) any reorganization, reclassification, reconstruction, consolidation or subdivision of the capital of the Company or the creation of any different class of securities in the capital of the Company;
- (b) any buy-back, redemption, reduction or cancellation of Shares or share capital;
- (c) any amendments to the constitution; and
- (d) the winding up of the Company.