

EV RESOURCES LIMITED**2024 CORPORATE GOVERNANCE STATEMENT**

The Board is responsible for establishing the Company's corporate governance framework, the key features of which are set out below. In establishing its corporate governance framework, the Board has referred to the 4th edition of the ASX Corporate Governance Councils' Corporate Governance Principles and Recommendations (**Recommendations**). To the extent applicable, commensurate with the Company's size and nature, the Company has adopted the Recommendations.

The Board seeks, where appropriate, to provide accountability levels that meet or exceed the Recommendations.

The Company's main corporate governance policies and practices are outlined below and further details on the Company's corporate governance procedures, policies and practices are able to be obtained from the Company website at www.evresources.com.au.

This Corporate Governance Statement is current as at 30 June 2024 and has been approved by the Board of EV Resources Limited.

1. ASX Corporate Governance Council Principles and Recommendations**Board of Directors**

The Board is responsible for the corporate governance of the Company. The Board develops strategies for the Company, reviews strategic objectives and monitors performance against those objectives. Clearly articulating the division of responsibilities between the Board and management will help manage expectations and avoid misunderstandings about their respective roles and accountabilities.

The Board of the Company is responsible for:

- (i) the overall operation and stewardship of the Company and its subsidiaries;
- (ii) charting the direction, strategies and financial objectives for the Company; and
- (iii) monitoring the implementation of those policies, strategies and financial objectives,

and is committed to protecting and enhancing shareholder values and conducting the Company's business ethically and in accordance with the highest standards of corporate governance.

Under the leadership of the Chairperson, the Board is responsible for setting the strategic direction for the Company, establishing goals for management and monitoring the achievement of these goals.

The Managing Director or Chief Executive Officer is responsible to the Board for the executive and day-to-day management, operation and administration of the Company in accordance with the strategy and policies approved by the Board. The senior management team is responsible to the Managing Director and/or Chief Executive Officer and the Board relative to their particular areas of responsibility. The Managing Director and/or Chief Executive Officer is accountable to the Board for all authority delegated to the position.

The Company Secretary reports directly to the Board and supports the Board by advising on governance matters, monitoring implementation of policy and procedures, co-ordinating and timely despatch of Board papers and ensuring minutes accurately capture the business conducted at Board meetings.

Composition of the Board

Election of Board members is substantially the province of the Shareholders in Shareholder meeting. As the Company's activities develop in size, nature and scope, the composition of the Board and the implementation of additional corporate governance policies and structures will be reviewed.

The Company's Constitution provides that the maximum number of Directors is ten and the minimum number of Directors is three. The Company has five Directors serving on the Board as at 30 June 2024. Detailed biographies of these Directors are provided in the Company's Annual Report.

When a vacancy exists, through whatever cause, candidates for Board positions are nominated by the Remuneration and Nomination Committee for consideration by the Board and the whole Board decides on the recommendations of new directors made by the Committee.

In selecting new members for the Board, regard shall be had to the appropriate skills and characteristics needed by the Board as a whole. The Board shall endeavour to appoint individuals who would provide the mix of director characteristics, diverse experiences and background, perspectives and skills appropriate for the Company.

Potential new Directors are subject to appropriate and prudent background and screening checks prior to appointment. Board candidates must stand for election at the next general meeting of shareholders following such appointment, where information is set out to shareholders including; biographical details, other material directorships, any material adverse information revealed by checks and details of interest, position, association or relationship that might have influence.

A letter of appointment is entered into with new directors and contains key terms and conditions relevant to that appointment.

Board skills matrix

The Board uses a skills matrix to guide its assessment of the skills and experience of current Directors, and those skills that the Board considers will complement the effective functioning of the Board. Current Directors possess a range of professional skills, some of which are summarised in the following table:

Industry specific knowledge and expertise	Specific experience, knowledge and expertise gained across the mining, exploration and finance industry
Country specific knowledge and expertise	Knowledge and expertise gained from regions and countries related to the Company's presence, strategy and activities.
Financial acumen	Financial knowledge and experience, including an understanding of the financial statements of organisations the type and size of the Company and funding of operations.
Strategic and commercial acumen	An ability to define strategic objectives and implement strategy using analytical and technical expertise
Risk management	An understanding of risk management, including operational, financial reporting and compliance risks
Governance and compliance	Commitment to, and knowledge of, governance (incorporating experience gained from working in publicly listed companies) and sustainability issues

Company's Values

The Board is committed to conducting business in an open and accountable way. The values of the Company are to serve the interests of the shareholders and other stakeholders honestly, fairly, diligently and in accordance with applicable laws.

Ethical Standards

The Board is committed to the establishment and maintenance of appropriate ethical standards and has adopted a Code of Conduct that sets ethical standards to guide and enhance the conduct and behaviour of Directors, Officers, Employees and Consultants. The Code of Conduct is available on the Company's website at www.evresources.com.au.

Independence of the Board

The Board is responsible for the overall governance of the Company. Issues of substance affecting the Company are considered by the Board, with advice from external advisors as required. Each Director must bring an independent view and judgment to the Board and must declare all actual or potential conflicts of interest on an ongoing basis. Any issue concerning a Director's ability to properly act as a Director must be discussed at a Board meeting as soon as practicable, and a Director may not participate in discussions or resolutions pertaining to any matter in which the Director has a material personal interest.

The Company considers that a Director is an independent Director where that Director is free from any business or other relationship that could materially interfere, or be perceived to interfere with, the independent exercise of the Director's judgement. The Company has also assessed the independence of its Directors having regard to the requirements for independence which are set out in Principle 2.3 of the ASX Corporate Governance Principles.

In accordance with the Company's definition of independence, and the materiality thresholds set, the Company has reviewed the positions and associations of each of the 5 Directors and considers that 3 Directors are not independent as follows:

Name	Status	Length of Service to 30 June 2024
Luke Martino	Not Independent	6.5 years
Hugh Callaghan	Not Independent	1 year
Adrian Paul	Not Independent	4.25 years
Navinderjeet Singh	Not Independent	4 years
Lynette Suppiah	Independent	3 years

The Board will assess the independence of new Directors upon appointment, and the independence of other Directors, as appropriate.

The majority of the Board is not independent. To assist the Directors with independent judgement, it is the Board's policy that if a Director considers it necessary to obtain independent professional advice to properly discharge the responsibility of their office as a director then, provided the Director first obtains approval from the Chairman or independent Directors for incurring such expense, the Company will pay the reasonable expenses associated with obtaining such advice.

Subject to the Chairman's approval (not to be unreasonably withheld), the Directors, at the Company's expense, may obtain independent professional advice on issues arising in the course of their duties.

Board Charter

The functions and responsibilities of the Board are set down in the Company's Board Charter, which has been prepared having regard to the ASX Corporate Governance Principles. A copy of the Company's Board Charter is available on the Company's website at www.evresources.com.au.

Monitoring of Board and Senior Executive Performance

In order to ensure that the Board continues to discharge its responsibilities in an appropriate manner, the performance of the Board and all individual directors is reviewed annually by the Nominations and Remuneration Committee in accordance with the Company's documented Performance Evaluation Criteria (refer Annexure 3 of the Nomination and Remuneration Committee Charter available on the Company's website at www.evresources.com.au). This annexure also includes the process for annually assessing the performance of key executives within the Company. Informal performance evaluations were undertaken during the reporting period.

Board's Role in Risk Management Oversight

The Board's role in risk oversight includes receiving reports from management and the Audit & Risk Committee on a regular basis regarding material risks faced by the Company and applicable mitigation strategies and activities. Those reports detail the effectiveness of the risk management program and identify and address material business risks such as risks relating to conduct of business, regulatory and compliance risks, reputational risks, reporting

and IT systems as they relate to business continuity. The Board and its committees consider these reports, discuss matters with management and identify and evaluate any potential strategic or operational risks including appropriate activity to address those risks.

Board Committees

As set out below, the Board has established two standing committees to facilitate and assist the Board in fulfilling its responsibilities. The Board may also establish other committees from time-to-time to assist in the discharge of its responsibilities.

Each committee has the responsibilities described in the relevant committee charter adopted by the Company (which have been prepared having regard to the ASX Corporate Governance Principles). A copy of the charters for the below committees is available on the Company's website at www.evresources.com.au.

Audit and Risk Committee

The purpose of the Committee with respect to audit is to assist the Board of Directors of the Company in fulfilling its corporate governance and oversight responsibilities by monitoring and reviewing:

- the integrity of financial statements;
- the effectiveness of internal financial controls;
- the independence, objectivity and competency of internal and external auditors;
- the policies on risk oversight and management; and
- making recommendations to the Board in relation to the appointment of external auditors and approving the remuneration and terms of their engagement.

The Committee is also to assist the Board in fulfilling its responsibilities relating to the risk management and compliance practices of the Company.

The Company's risk management policy is designed to provide the framework to identify, assess, monitor and manage the risks associated with the Company's business. Main areas of risk include fluctuating commodity prices and exchange rate fluctuation, political and economic climate, exploration and development and continuous disclosure obligations. The Committee gives regular consideration to these matters.

The Company has in place an internal control framework to assist in identifying, assessing, monitoring and managing risk. This framework includes financial reporting, maintenance of and adherence to the Company's continuous disclosure policy and regular operations reports provided by management.

The Group undertakes minerals exploration in Serbia, Austria, Peru and Australia and, as such, faces risks inherent to its business, including economic, environmental and social sustainability risks, which may materially impact the Group's ability to create or preserve value for security holders over the short, medium or long term. The Group views sustainable and responsible business practices as an important long-term driver of performance and shareholder value and is committed to transparency, fair dealing, responsible treatment of employees and partners and positive interaction with the community.

Nomination & Remuneration Committee

The functions of the Nomination and Remuneration Committee include the following:

- assisting the Board in examining the selection & appointment practices of the Company;
- ensuring remuneration arrangements are equitable and transparent and enable the Company to attract and retain executives and Directors who will create sustainable value for members and other stakeholders;
- ensuring the Board is of an effective composition, size and commitment to adequately discharge its responsibilities and duties;
- ensuring Directors receive the necessary induction upon appointment to the Board;
- facilitating access to appropriate professional development opportunities for Directors;
- reviewing Board succession plans and Board renewal;
- reviewing the processes for evaluating the performance of the Board, its committees and individual Directors and ensuring that a fair and responsible reward is provided to executives and Directors having regard to their performance and evaluation;
- reviewing levels of diversity within the Company and Board and reporting on achievements pursuant to any diversity policy developed by the Board; and
- reviewing the Company's remuneration, recruitment, retention and termination policies for Board and Senior Executives.

The Company's remuneration and incentive policy is set out in Annexure 2 of the Nomination and Remuneration Committee Charter located on the Company's website and includes policies and practices regarding the remuneration of Non-Executive Directors and the remuneration of Executive Directors and other Senior Executives.

The Company does not have a formal equity-based remuneration scheme, however shares and options can be issued as part remuneration. Securities can only be issued to Company Directors under a resolution at a general meeting of shareholders. The Directors and Senior Executives who participate in equity-based remuneration are prohibited from entering into transactions or arrangements that limit the economic risk of participating in unvested entitlements or entitlements subject to a holding lock.

Diversity

Whilst the Company has not yet formally adopted a Diversity Policy, the Company recognises that a talented and diverse workforce is a key competitive advantage and that success is a reflection of the quality and skills of its people. Diversity assists the business in achieving its objectives and delivering for its stakeholders, by enabling it to attract and retain the most qualified and experienced individuals to the workforce.

The Company's general policy when choosing Employees and Board members is to recruit and manage on the basis of competence and performance regardless of age, nationality, race, gender, religious beliefs, sexuality, physical ability or cultural background.

External and Internal Audit

The Company in Shareholder meetings is responsible for the appointment of the external auditors of the Company, and the Board from time to time will review the scope, performance and fees of those external auditors. The Company ensures that its external

auditor attends its Annual General Meeting and is available to answer questions for security holders relevant to the audit.

The Company does not currently have a formal internal audit program in place. The Board has considered whether or not it is appropriate or desirable for the Company to have an internal audit function, having regard to the particular circumstances of the Company and its size. At this stage, the Board is satisfied that the establishment of a formal internal audit function is not warranted on the basis of the Company's current scale. This decision will however be kept under review. The Board ensures compliance with the internal controls and risk management procedures previously mentioned above.

The Managing Director equivalent and Chief Financial Officer (CFO) provide a certification to the Board on the integrity of the Company's external financial reports for the half-year and full year. The Managing Director and CFO also provide assurance to the Board that the declaration provided in accordance with section 295A of the Corporations Act 2001 is founded on a sound system of risk management and internal control, and that the system is operating effectively in all material respects in relation to financial reporting risks.

All periodic corporate reports released to the ASX, including Quarterly Reports, are prepared by accounting consultants, reviewed by senior managers and subject matter experts, reviewed and approved by the Managing Director, CFO and Company Secretary, and finally reviewed and authorised for release to the market by the Board.

In addition, reports such as the Half year and Annual financial reports (and certain performance reports) are audited by our external auditors in accordance with relevant regulations and good governance.

Shareholder Communication Policy

The Board encourages shareholder communication and ensures that shareholders are kept up to date with the Company's activities.

The Company has established procedures to provide shareholders with important information in a timely manner via electronic communication. All information, including financial information, disclosed to the ASX is posted to the Company's website as soon as practicable after release to the market. A copy of the Company's annual report is issued to shareholders who have requested one. The Company's web-site also includes details of the Company's projects, the Company's profile and contact details, corporate governance policies, as well as presentation material provided to investors. The Company recognises the rights of shareholders and encourages the effective exercise of those rights through attendance at annual general meetings and general meetings.

Upon the despatch of any notice of meeting to shareholders, the Company Secretary shall send out material with that notice of meeting stating that all shareholders are encouraged to participate at the meeting. The Company will ensure that appropriate technology is used to facilitate the participation of shareholders at such meetings and that meetings will be held at a reasonable time and place. Shareholders who are unable to attend meetings may ask questions or provide comments ahead of meetings. Shareholders are always given the opportunity to ask questions of Directors and management, either during or after meetings. In addition, the company's auditor is also made available for questions at the Company's AGM of Shareholders.

The Company ensures all substantive resolutions at shareholder meetings are decided by a poll.

Corporate Governance Policies

The Company has adopted the following policies, each of which has been prepared having regard to the ASX Corporate Governance Principles and are available on the Company's website at www.evresources.com.au.

- (i) **Directors' and Executive Officers' Code of Conduct** - This code sets out the standards of ethical behaviour that the Company expects from its Directors, officers and employees.
- (ii) **Dealings in Securities Policy** - This policy is designed to maintain investor confidence in the integrity of the Company's internal controls and procedures and to provide guidance on avoiding any breach of the insider trading laws.
- (iii) **Code of Business Conduct** - The Code sets ethical standards for the business of the Company, to guide and enhance the conduct and behaviour of the Company Directors, Officers and Employees and Contractors in performing their everyday roles. The Company will pursue the highest standards of ethical conduct in the interests of all shareholders and all other stakeholders.
- (iv) **Disclosure Policy** -The Company needs to comply with the continuous disclosure requirements of the ASX Listing Rules and the Corporations Act to ensure the Company discloses to ASX any information concerning the Company which is not generally available and which a reasonable person would expect to have a material effect on the price or value of the Shares. As such, this policy sets out certain procedures and measures which are designed to ensure that the Company complies with its continuous disclosure obligations.
- (v) **Communications Policy** - This policy sets out practices which the Company implements to ensure effective communication with its Shareholders.
- (vi) **Whistleblower policy** - The Company's Whistleblower Protection Policy is available on the Company's website. Any material breaches of the Whistleblower Protection Policy are to be reported to the Board or a committee of the Board.
- (vii) **Anti-bribery and corruption policy** - The Company's Anti-Bribery and Anti-Corruption is available on the Company's website. Any material breaches of the Anti-Bribery and Anti-Corruption Policy are to be reported to the Board or a committee of the Board.

2. Departures from Recommendations

The Company is required to report any departures from the Recommendations in its annual Corporate Governance Statement.

The Company's compliance and departures from the Recommendations are detailed in the table below.

Principles and Recommendations	Explanation for Departures
<p>1.5 Companies should have and disclose a diversity policy, set measurable objectives for achieving gender diversity and disclose measurable objectives and the entity's progress towards achieving those objectives.</p>	<p>Diversity includes, but is not limited to gender, age, ethnicity and cultural background. The Company is committed to diversity and recognises the benefits arising from employee and Board diversity and the importance of benefiting from all available talent.</p> <p>The Company's Corporate Governance Plan does not include a policy specifically addressing diversity. The Board does not consider it necessary to have a diversity policy but will consider implementing one in the future.</p> <p>At present the Company has one woman on the Board. The Company Secretary is female.</p> <p>The Company will continue to monitor diversity as the Company and its operations grow and expand.</p>
<p>2.1 The Board of a listed entity should have a nomination committee which consists of at least three members, a majority of whom are Independent Directors.</p>	<p>The Company does have a nomination committee however, this committee currently consists of a majority of directors who are not independent. As the Company grows in size, the Company will consider appointing additional members.</p>
<p>2.4 A majority of the Board of a listed entity should be Independent Directors</p>	<p>The majority of the Board is not independent. To assist the Directors with independent judgement, it is the Board's policy that if a Director considers it necessary to obtain independent professional advice to properly discharge the responsibility of their office as a Director then, provided the Director first obtains approval from the Chairman or Independent Directors for incurring such expense, the Company will pay the reasonable expenses associated with obtaining such advice.</p>
<p>2.5 The chair of the Board of a listed entity should be an Independent Director and, in particular, should not be the same person as the CEO</p>	<p>The chair is not an Independent Director. The Company believes that given the size and scale of its operations, non-compliance with this recommendation is not detrimental.</p> <p>It is the Board's view that the Company's corporate governance principles, the quality, stature and substantive business knowledge of the members of the Board of Directors, as well as the Board's culture of open communication are conducive to Board effectiveness.</p>
<p>4.1 The Board of a listed entity should have an audit committee of at</p>	<p>The Company does have an audit committee however, this committee currently consists of a majority of directors who</p>

Principles and Recommendations	Explanation for Departures
least three members that are non-executive, and a majority of whom are Independent Directors	are not independent. As the Company grows in size, the Company will consider appointing additional members.
7.1 The Board of a listed entity should have a risk committee of at least three members.	The Company does have a risk committee however, this committee currently consists of a majority of directors who are not independent. As the Company grows in size, the Company will consider appointing additional members.
8.1 The Board of a listed entity should have a remuneration committee of at least three members, a majority of whom are independent	The Company does have a nomination committee however, due to the Company's size and that of the Board, this committee currently consists of a majority of directors who are not independent. As the Company grows in size, the Company will consider appointing additional members.