
COMPLII FINTECH SOLUTIONS LTD
ACN 098 238 585
NOTICE OF ANNUAL GENERAL MEETING

Notice is given that the Meeting will be held at:

TIME: 11:00 am (ADST)
DATE: Wednesday, 20 November 2024
PLACE: Level 6, 56 Pitt Street, Sydney NSW 2000

The business of the Meeting affects your shareholding and your vote is important.

This Notice of Meeting should be read in its entirety. If Shareholders are in doubt as to how they should vote, they should seek advice from their professional advisers prior to voting.

Should you have any questions regarding the matters in this document please do not hesitate to contact the Company via email at investors@complii.com.au.

The Directors have determined pursuant to Regulation 7.11.37 of the Corporations Regulations 2001 (Cth) that the persons eligible to vote at the Meeting are those who are registered Shareholders at 11:00 am (ADST) on Monday, 18 November 2024.

BUSINESS OF THE MEETING

AGENDA

FINANCIAL STATEMENTS AND REPORTS

To receive and consider the annual financial report of the Company for the financial year ended 30 June 2024 together with the declaration of the Directors, the Directors' report, the Remuneration Report and the auditor's report.

1. RESOLUTION 1 – ADOPTION OF REMUNERATION REPORT

To consider and, if thought fit, to pass, with or without amendment, the following resolution as a **non-binding resolution**:

“That, for the purposes of section 250R(2) of the Corporations Act and for all other purposes, approval is given for the adoption of the Remuneration Report as contained in the Company's annual financial report for the financial year ended 30 June 2024.”

Note: the vote on this Resolution is advisory only and does not bind the Directors or the Company.

2. RESOLUTION 2 – RE-ELECTION OF DIRECTOR – CRAIG MASON

To consider and, if thought fit, to pass, with or without amendment, the following resolution as an **ordinary resolution**:

“That, for the purpose of clause 14.2 of the Constitution, Listing Rule 14.4 and for all other purposes, Craig Mason, a Director, retires by rotation, and being eligible, is re-elected as a Director.”

3. RESOLUTION 3 – ISSUE OF PERFORMANCE RIGHTS TO CRAIG MASON

To consider and, if thought fit, to pass, with or without amendment, the following resolution as an **ordinary resolution**:

“That, for the purposes of Listing Rule 10.14 and for all other purposes, approval is given for the Company to issue 10,000,000 Performance Rights (1,000,000 Performance Rights post-Consolidation) to Craig Mason (or his nominees) under the Incentive Performance Rights Plan on the terms and conditions set out in the Explanatory Statement.”

4. RESOLUTION 4 – ISSUE OF PERFORMANCE RIGHTS TO ALISON SARICH

To consider and, if thought fit, to pass, with or without amendment, the following resolution as an **ordinary resolution**:

“That, for the purposes of Listing Rule 10.14 and for all other purposes, approval is given for the Company to issue 5,000,000 Performance Rights (500,000 Performance Rights post-Consolidation) to Alison Sarich (or her nominees) under the Incentive Performance Rights Plan on the terms and conditions set out in the Explanatory Statement.”

5. RESOLUTION 5 – ISSUE OF FY24 DIRECTOR FEE SHARES TO MR NICHOLAS PROSSER

To consider and, if thought fit, to pass, with or without amendment, the following resolution as an **ordinary resolution**:

“That, for the purposes of Listing Rule 10.14 and for all other purposes, approval is given for the Company to issue up to 1,176,308 Shares (117,630 Shares post-Consolidation) to Mr Nicholas Prosser (or his nominee) under the Director Fee Plan for the 2024 financial year on the terms and conditions set out in the Explanatory Statement.”

6. RESOLUTION 6 – ISSUE OF FUTURE DIRECTOR FEE SHARES TO MR NICHOLAS PROSSER

To consider and, if thought fit, to pass, with or without amendment, the following resolution as an **ordinary resolution**:

“That, for the purposes of Listing Rule 10.14 and for all other purposes, approval is given for the Company to issue up to 6,000,000 Shares (600,000 Shares post-Consolidation) to Mr Nicholas Prosser (or his nominee) under the Director Fee Plan for the 2025, 2026 and 2027 financial years on the terms and conditions set out in the Explanatory Statement.”

7. RESOLUTION 7 – CONSOLIDATION OF SHARE CAPITAL

To consider and, if thought fit, to pass, with or without amendment, the following resolution as an **ordinary resolution**:

“That, for the purposes of 254H(1) of the Corporations Act and for all other purposes, the Shares of the Company be consolidated through the conversion of every ten (10) Shares held by a Shareholder into one (1) Share and, where this Consolidation results in a fraction of a Share being held, the Company be authorised to round that fraction down to the nearest whole Share or zero, as applicable, with consolidation to take effect in accordance with the timetable set out in the Explanatory Statement.”

Dated: 21 October 2024

By order of the Board



**Karen Logan
Company Secretary**

Voting Prohibition Statements

<p>Resolution 1 – Adoption of Remuneration Report</p>	<p>A vote on this Resolution must not be cast (in any capacity) by or on behalf of any of the following persons:</p> <ul style="list-style-type: none"> (a) a member of the Key Management Personnel, details of whose remuneration are included in the Remuneration Report; or (b) a Closely Related Party of such a member. <p>However, a person (the voter) described above may cast a vote on this Resolution as a proxy if the vote is not cast on behalf of a person described above and either:</p> <ul style="list-style-type: none"> (a) the voter is appointed as a proxy by writing that specifies the way the proxy is to vote on the Resolution; or (b) the voter is the Chair and the appointment of the Chair as proxy: <ul style="list-style-type: none"> (i) does not specify the way the proxy is to vote on this Resolution; and (ii) expressly authorises the Chair to exercise the proxy even though this Resolution is connected directly or indirectly with the remuneration of a member of the Key Management Personnel.
<p>Resolution 3 - Issue of Performance Rights to Craig Mason</p>	<p>A person appointed as a proxy must not vote, on the basis of that appointment, on this Resolution if:</p> <ul style="list-style-type: none"> (a) the proxy is either: <ul style="list-style-type: none"> (i) a member of the Key Management Personnel; or (ii) a Closely Related Party of such a member; and (b) the appointment does not specify the way the proxy is to vote on this Resolution.
<p>Resolution 4 – Issue of Performance Rights to Alison Sarich</p>	<p>However, the above prohibition does not apply if:</p> <ul style="list-style-type: none"> (a) the proxy is the Chair; and (b) the appointment expressly authorises the Chair to exercise the proxy even though this Resolution is connected directly or indirectly with remuneration of a member of the Key Management Personnel.
<p>Resolution 5 – Issue of FY24 Director Fee Shares to Mr Nicholas Prosser</p>	<p>The Chair of the Meeting intends to vote undirected proxies in favour of Resolutions 1, 3, 4, 5, and 6. If the Chair of the Meeting is appointed as your proxy, you are expressly authorising the Chair to exercise the proxy on a Resolution that is connected directly or indirectly with the remuneration of a member of the Key Management Personnel.</p>
<p>Resolution 6 – Issue of Future Director Fee Shares to Mr Nicholas Prosser</p>	<p>The Chair of the Meeting intends to vote undirected proxies in favour of Resolutions 1, 3, 4, 5, and 6. If the Chair of the Meeting is appointed as your proxy, you are expressly authorising the Chair to exercise the proxy on a Resolution that is connected directly or indirectly with the remuneration of a member of the Key Management Personnel.</p>

Voting Exclusion Statements

In accordance with Listing Rule 14.11, the Company will disregard any votes cast in favour of the resolution set out below by or on behalf of the persons named in the table below.

<p>Resolution 3 – Issue of Performance Rights to Craig Mason</p>	<p>Craig Mason (or his nominee) and any person referred to in Listing Rule 10.14.1, 10.14.2 or 10.14.3 who is eligible to participate in the employee incentive scheme in question or an associate of that person or those persons.</p>
<p>Resolution 4 – Issue of Performance Rights to Alison Sarich</p>	<p>Alison Sarich (or her nominee) and any person referred to in Listing Rule 10.14.1, 10.14.2 or 10.14.3 who is eligible to participate in the employee incentive scheme in question or an associate of that person or those persons.</p>

Resolution 5 – Issue of FY24 Director Fee Shares to Mr Nicholas Prosser	Mr Nicholas Prosser (or his nominee) and any person referred to in Listing Rule 10.14.1, 10.14.2 or 10.14.3 who is eligible to participate in the employee incentive scheme in question or an associate of that person or those persons.
Resolution 6 – Issue of Future Director Fee Shares to Mr Nicholas Prosser	Mr Nicholas Prosser (or his nominee) and any person referred to in Listing Rule 10.14.1, 10.14.2 or 10.14.3 who is eligible to participate in the employee incentive scheme in question or an associate of that person or those persons.

However, this does not apply to a vote cast in favour of the Resolution by:

- (a) a person as a proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with the directions given to the proxy or attorney to vote on the Resolution in that way; or
- (b) the Chair as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with a direction given to the Chair to vote on the Resolution as the Chair decides; or
- (c) a holder acting solely in a nominee, trustee, custodial or other fiduciary capacity on behalf of a beneficiary provided the following conditions are met:
 - (i) the beneficiary provides written confirmation to the holder that the beneficiary is not excluded from voting, and is not an associate of a person excluded from voting, on the Resolution; and
 - (ii) the holder votes on the Resolution in accordance with directions given by the beneficiary to the holder to vote in that way.

Voting by proxy

To vote by proxy, please complete and sign the enclosed Proxy Form and return by the time and in accordance with the instructions set out on the Proxy Form.

In accordance with section 249L of the Corporations Act, Shareholders are advised that:

- each Shareholder has a right to appoint a proxy;
- the proxy need not be a Shareholder of the Company; and
- a Shareholder who is entitled to cast two (2) or more votes may appoint two (2) proxies and may specify the proportion or number of votes each proxy is appointed to exercise. If the member appoints two (2) proxies and the appointment does not specify the proportion or number of the member's votes, then in accordance with section 249X(3) of the Corporations Act, each proxy may exercise one-half of the votes.

Shareholders and their proxies should be aware that:

- if proxy holders vote, they must cast all directed proxies as directed; and
- any directed proxies which are not voted will automatically default to the Chair, who must vote the proxies as directed.

Voting in person

To vote in person, attend the Meeting at the time, date and place set out above.

The Company strongly encourages Shareholders to lodge a directed proxy vote online or in accordance with the instructions on the Proxy Form. Proxy appointments must be received by the Company by no later than 11:00 am (ADST) on Monday, 18 November 2024. You may still attend the Meeting and vote in person even if you have appointed a proxy. If you have previously submitted a Proxy Form, your attendance will not revoke your proxy appointment unless you actually vote at the Meeting for which the proxy is proposed to be used, in which case, the proxy's appointment is deemed to be revoked with respect to voting on that resolution.

Please bring your personalised Proxy Form with you as it will help you to register your attendance at the Meeting. If you do not bring your Proxy Form with you, you can still attend the Meeting but the Company and/or representatives from Automatic Share Registry will need to verify your identity. You can register from 10:30 am (ADST) on the day of the Meeting.

Questions

Shareholders are encouraged to submit questions in respect of the items of business as well as general questions in respect of the Company and its operations in advance of the Meeting by email to the Company via email at investors@complii.com.au.

Should you wish to discuss the matters in this Notice of Meeting please do not hesitate to contact the Company via email at investors@complii.com.au.

EXPLANATORY STATEMENT

This Explanatory Statement has been prepared to provide information which the Directors believe to be material to Shareholders in deciding whether or not to pass the Resolutions.

1. FINANCIAL STATEMENTS AND REPORTS

In accordance with the Corporations Act, the business of the Meeting will include receipt and consideration of the annual financial report of the Company for the financial year ended 30 June 2024 together with the declaration of the Directors, the Directors' report, the Remuneration Report and the auditor's report.

The Company will not provide a hard copy of the Company's annual financial report to Shareholders unless specifically requested to do so. The Company's annual financial report is available on its website at www.complii.com.au.

2. RESOLUTION 1 – ADOPTION OF REMUNERATION REPORT

2.1 General

The Corporations Act requires that at a listed company's annual general meeting, a resolution that the remuneration report be adopted must be put to the shareholders. However, such a resolution is advisory only and does not bind the company or the directors of the company.

The remuneration report sets out the company's remuneration arrangements for the directors and senior management of the company. The remuneration report is part of the directors' report contained in the annual financial report of the company for a financial year.

The chair of the meeting must allow a reasonable opportunity for its shareholders to ask questions about or make comments on the remuneration report at the annual general meeting.

2.2 Voting consequences

A company is required to put to its shareholders a resolution proposing the calling of another meeting of shareholders to consider the appointment of directors of the company (**Spill Resolution**) if, at consecutive annual general meetings, at least 25% of the votes cast on a remuneration report resolution are voted against adoption of the remuneration report and at the first of those annual general meetings a Spill Resolution was not put to vote. If required, the Spill Resolution must be put to vote at the second of those annual general meetings.

If more than 50% of votes cast are in favour of the Spill Resolution, the company must convene a shareholder meeting (**Spill Meeting**) within 90 days of the second annual general meeting.

All of the directors of the company who were in office when the directors' report (as included in the company's annual financial report for the most recent financial year) was approved, other than the managing director of the

company, will cease to hold office immediately before the end of the Spill Meeting but may stand for re-election at the Spill Meeting.

Following the Spill Meeting those persons whose election or re-election as directors of the company is approved will be the directors of the company.

2.3 Previous voting results

At the Company's previous annual general meeting, the votes cast against the remuneration report considered at that annual general meeting were less than 25%. Accordingly, the Spill Resolution is not relevant for this Meeting.

2.4 Board Recommendation

Noting that each Director has a personal interest in their own remuneration from the Company as set out in the Remuneration Report, the Board recommends that shareholders vote in favour of Resolution 1.

3. RESOLUTION 2 – RE-ELECTION OF DIRECTOR – CRAIG MASON

3.1 General

Listing Rule 14.4 and clause 14.2 of the Constitution provide that, other than a managing director, a director of an entity must not hold office (without re-election) past the third annual general meeting following the director's appointment or three years, whichever is the longer. However, where there is more than one managing director, only one is entitled to be exempt from this rotation requirement.

Mr Craig Mason, who has served as a Director since 10 December 2020 and was last re-elected on 26 October 2022, retires by rotation and seeks re-election.

3.2 Qualifications and other material directorships

Mr Mason has over 30 years' experience in the finance industry in various capacities and has been involved in many major changes which have taken place and shaped the industry over this time. He has worked closely with ASX, ASIC and recently APRA more specifically in the areas of custody, third party trade execution and clearing associated services

During his career, Mr Mason has established three third party clearing and trade execution businesses in Australia and held senior roles with Bank of America Merrill Lynch, UBS and BNY Mellon/ Pershing.

Mr Mason has continued to work with the industry and its stakeholders to further enhance the important mid-tier and boutique broking segment with particular focus on the retail/ wealth management segment.

3.3 Independence

If re-elected the Board considers Mr Mason will not be an independent Director as he is executive chairman of the Company.

3.4 Board recommendation

The Board has reviewed Mr Mason's performance since his appointment to the Board and considers that Mr Mason's skills and experience will continue to enhance the Board's ability to perform its role. Accordingly, the Board supports the re-election of Mr Mason and recommends that Shareholders vote in favour of Resolution 2.

4. BACKGROUND TO RESOLUTIONS 3 AND 4

4.1 Overview

Resolutions 3 and 4 seek Shareholder approval for the issue of Performance Rights to Directors and executives. Specifically:

- (a) Resolution 3 seeks approval for the issue of 10,000,000 Performance Rights (1,000,000 Performance Rights post-Consolidation) to Craig Mason, Executive Chairman of the Company; and
- (b) Resolution 4 seeks approval for the issue of 5,000,000 Performance Rights (500,000 Performance Rights post-Consolidation) to Alison Sarich, Managing Director of the Company.

The Performance Rights under Resolutions 3 and 4 will be issued on the terms set out at Schedule 1 under the Incentive Performance Rights Plan (where a summary of the material terms and conditions of the Incentive Performance Rights Plan is set out at Schedule 2).

4.2 Milestones

The Company considers that each of the proposed recipients will play a significant role in meeting the milestones attaching to the Performance Right. In this regard, each recipient will be responsible for:

- (a) establishing and implementing the business strategy for organic and inorganic growth of the Company;
- (b) identifying and assisting the sales team with new opportunities;
- (c) subscribing new clients to the Company's services;
- (d) expanding subscribed services to existing customers; and
- (e) seeking new opportunities that will fit into the Company's strategy and with the support of the Board, completing any transactions and integrating the new business or product into the Company's operations.

4.3 Chapter 2E of the Corporations Act

Chapter 2E of the Corporations Act requires that for a public company, or an entity that the public company controls, to give a financial benefit to a related party of the public company, the public company or entity must:

- (a) obtain the approval of the public company's members in the manner set out in sections 217 to 227 of the Corporations Act; and

(b) give the benefit within 15 months following such approval,

unless the giving of the financial benefit falls within an exception set out in sections 210 to 216 of the Corporations Act.

The issue of the Performance Rights to Craig Mason and Alison Sarich (or their respective nominees) each constitutes giving a financial benefit and each of Craig Mason and Alison Sarich is a related party of the Company pursuant to Listing Rule 10.11.1 by virtue of each currently being a Director of the Company.

The Directors consider that Shareholder approval pursuant to Chapter 2E of the Corporations Act is not required in respect of the issue of Performance Rights to the Directors, because the issue of the relevant Performance Rights constitutes reasonable remuneration payable to each Director and was negotiated on arms' length terms.

4.4 Listing Rule 10.14 - Resolutions 3 and 4

Resolutions 3 and 4 seek the required Shareholder approval for the issue of the Performance Rights under and for the purposes of Listing Rule 10.14.

Listing Rule 10.14 provides that an entity must not permit any of the following persons to acquire equity securities under an employee incentive scheme without the approval of the holders of its ordinary securities:

10.14.1 a director of the entity;

10.14.2 an associate of a director of the entity; or

10.14.3 a person whose relationship with the entity or a person referred to in Listing Rules 10.14.1 to 10.14.2 is such that, in ASX's opinion, the acquisition should be approved by security holders.

The issue of Performance Rights to each Director under Resolutions 3 and 4 falls within Listing Rule 10.14.1 and therefore requires the approval of Shareholders under Listing Rule 10.14.

5. RESOLUTION 3 – ISSUE OF PERFORMANCE RIGHTS TO CRAIG MASON

5.1 General

The Company has agreed, subject to obtaining Shareholder approval, to issue 10,000,000 Performance Rights (1,000,000 Performance Rights post-Consolidation) to Craig Mason (or his nominees) pursuant to the Incentive Performance Rights Plan and on the terms and conditions set out below. These Performance Rights will only be issued subject to Shareholder approval being obtained.

5.2 Technical information required by Listing Rule 14.1A

If Resolution 3 is passed, the Company will be able to proceed with the issue of the Performance Rights to Mr Mason under the Incentive Performance Rights Plan within three years after the date of the Meeting (or such later date as permitted by any ASX waiver or modification of the Listing Rules). As approval pursuant to Listing Rule 7.1 is not required for the issue of the Performance Rights (because approval is being obtained under Listing Rule 10.14), the issue of the

Performance Rights will not use up any of the Company's 15% annual placement capacity.

If Resolution 3 is not passed, then the Company will not issue the 10,000,000 Performance Rights (1,000,000 Performance Rights post-Consolidation) to Mr Mason (or his nominees) and the Company may need to consider some other form of incentive structure for Mr Mason, such as a cash payment equivalent in value to the short-term or long-term incentive that would have been granted had Shareholder approval been obtained.

5.3 Technical information required by Listing Rule 10.15

Pursuant to and in accordance with the requirements of Listing Rule 10.15, the following information is provided in relation to Resolution 3:

- (a) the Performance Rights will be issued to Mr Mason (or his nominees), who falls within the category set out in Listing Rule 10.14.1, by virtue of his role as a Director;
- (b) the maximum number of Performance Rights to be issued to Mr Mason (or his nominees) is 10,000,000 Performance Rights (1,000,000 Performance Rights post-Consolidation). The Performance Rights will be issued on the terms set out at Schedule 1, noting that the Performance Rights have the following vesting criteria:

Performance Rights	Milestone	Number of Performance Rights
Class W	The Group recording revenue of \$7,000,000 ¹ or more in any of the financial years ending 30 June 2025 or 30 June 2026 or 30 June 2027, as independently verified by the Company's auditors.	5,000,000 ²
Class X	The Group recording positive EBITDA in any of the financial years ending 30 June 2025 or 30 June 2026 or 30 June 2027, as independently verified by the Company's auditors.	5,000,000 ²
Total		10,000,000²

¹ \$7,000,000 has been determined based on the Company's future revenue following the sale of the Registry Direct business on 4 October 2024

² on a pre-Consolidation basis

- (c) the current total remuneration package for Mr Mason is \$350,000 per annum (excluding GST);
- (d) if the Performance Rights are issued, the current total remuneration package of Mr Mason will increase by \$200,000 (being the value of the Performance Rights) to \$550,000 (excluding GST);

- (e) Mr Mason has previously been issued 50,500,000 Performance Rights (pre-Consolidation) under the Incentive Performance Rights Plan, where the average acquisition price paid by Mr Mason for those Performance Rights is \$nil;
- (f) a summary of the material terms and conditions of the Performance Rights is set out in Schedule 1;
- (g) the Performance Rights are unquoted performance rights. The Company has chosen to grant the Performance Rights to Mr Mason for the following reasons:
 - (i) the Performance Rights are unlisted, therefore the grant of the Performance Rights has no immediate dilutionary impact on Shareholders;
 - (ii) the issue of Performance Rights to Mr Mason will align the interests of Mr Mason with those of Shareholders;
 - (iii) the issue of the Performance Rights is a reasonable and appropriate method to provide cost effective remuneration as the non-cash form of this benefit will allow the Company to spend a greater proportion of its cash reserves on its operations than it would if alternative cash forms of remuneration were given to Mr Mason; and
 - (iv) it is not considered that there are any significant opportunity costs to the Company or benefits foregone by the Company in granting the Performance Rights on the terms proposed;
- (h) as the Performance Rights have non-market vesting conditions, the Performance Rights are valued based on the Company's share price as at 2 October 2024 of \$0.02, being a total of \$200,000, comprising:
 - (i) \$100,000 for the Class W Performance Rights; and
 - (ii) \$100,000 for the Class X Performance Rights;
- (i) the Performance Rights will be issued to Mr Mason (or his nominees) no later than three years after the date of the Meeting (or such later date as permitted by any ASX waiver or modification of the Listing Rules) and it is anticipated the Performance Rights will be issued on one date;
- (j) the issue price of the Performance Rights will be \$nil, as such no funds will be raised from the issue of the Performance Rights;
- (k) a summary of the material terms and conditions of the Incentive Performance Rights Plan is set out at Schedule 2;
- (l) no loan is being made to Mr Mason in connection with the acquisition of the Performance Rights;
- (m) details of any Performance Rights issued under the Incentive Performance Rights Plan will be published in the annual report of the Company relating to the period in which they were issued, along with a

statement that approval for the issue was obtained under Listing Rule 10.14; and

- (n) any additional persons covered by Listing Rule 10.14 who become entitled to participate in an issue of Performance Rights under the Incentive Performance Rights Plan after Resolution 3 is approved and who were not named in this Notice will not participate until approval is obtained under Listing Rule 10.14.

5.4 Board recommendation

The Directors (other than Mr Mason) recommend that Shareholders vote in favour of Resolution 3.

6. RESOLUTION 4 – ISSUE OF PERFORMANCE RIGHTS TO ALISON SARICH

6.1 General

The Company has agreed, subject to obtaining Shareholder approval, to issue 5,000,000 Performance Rights (500,000 Performance Rights post-Consolidation) to Alison Sarich (or her nominees) pursuant to the Incentive Performance Rights Plan and on the terms and conditions set out below. These Performance Rights will only be issued subject to Shareholder approval being obtained.

6.2 Technical information required by Listing Rule 14.1A

If Resolution 4 is passed, the Company will be able to proceed with the issue of the Performance Rights to Ms Sarich under the Incentive Performance Rights Plan within three years after the date of the Meeting (or such later date as permitted by any ASX waiver or modification of the Listing Rules). As approval pursuant to Listing Rule 7.1 is not required for the issue of the Performance Rights (because approval is being obtained under Listing Rule 10.14), the issue of the Performance Rights will not use up any of the Company's 15% annual placement capacity.

If Resolution 4 is not passed, then the Company will not issue the 5,000,000 Performance Rights (500,000 Performance Rights post-Consolidation) to Ms Sarich (or her nominees) and the Company may need to consider some other form of incentive structure for Ms Sarich, such as a cash payment equivalent in value to the short-term or long-term incentive that would have been granted had Shareholder approval been obtained.

6.3 Technical information required by Listing Rule 10.15

Pursuant to and in accordance with the requirements of Listing Rule 10.15, the following information is provided in relation to Resolution 4:

- (a) the Performance Rights will be issued to Ms Sarich (or her nominees), who falls within the category set out in Listing Rule 10.14.1, by virtue of her role as a Director;
- (b) the maximum number of Performance Rights to be issued to Ms Sarich (or her nominees) is 5,000,000 Performance Rights (500,000 Performance Rights post-Consolidation). The Performance Rights will be issued on the terms set out at Schedule 1, noting that the Performance Rights have the following vesting criteria:

Performance Rights	Milestone	Number of Performance Rights
Class W	The Group recording revenue of \$7,000,000 ¹ or more in any of the financial years ending 30 June 2025 or 30 June 2026 or 30 June 2027, as independently verified by the Company's auditors.	2,500,000 ²
Class X	The Group recording positive EBITDA in any of the financial years ending 30 June 2025 or 30 June 2026 or 30 June 2027, as independently verified by the Company's auditors.	2,500,000 ²
Total		5,000,000²

¹ \$7,000,000 has been determined based on the Company's future revenue following the sale of the Registry Direct business on 4 October 2024

² on a pre-Consolidation basis

- (c) the current total remuneration package for Ms Sarich is \$275,000 per annum (excluding superannuation);
- (d) if the Performance Rights are issued, the current total remuneration package of Ms Sarich will increase by \$100,000 (being the value of the Performance Rights) to \$375,000 (excluding superannuation);
- (e) Ms Sarich has previously been issued 20,750,000 Performance Rights (pre-Consolidation) under the Incentive Performance Rights Plan, where the average acquisition price paid by Ms Sarich for those Performance Rights is \$nil;
- (f) a summary of the material terms and conditions of the Performance Rights is set out in Schedule 1;
- (g) the Performance Rights are unquoted performance rights. The Company has chosen to grant the Performance Rights to Ms Sarich for the following reasons:
 - (i) the Performance Rights are unlisted, therefore the grant of the Performance Rights has no immediate dilutionary impact on Shareholders;
 - (ii) the issue of Performance Rights to Ms Sarich will align the interests of Ms Sarich with those of Shareholders;
 - (iii) the issue of the Performance Rights is a reasonable and appropriate method to provide cost effective remuneration as the non-cash form of this benefit will allow the Company to spend a greater proportion of its cash reserves on its operations than it would if alternative cash forms of remuneration were given to Ms Sarich; and

- (iv) it is not considered that there are any significant opportunity costs to the Company or benefits foregone by the Company in granting the Performance Rights on the terms proposed;
- (h) as the Performance Rights have non-market vesting conditions, the Performance Rights are valued based on the Company's share price as at 2 October 2024 of \$0.02, being a total of \$100,000, comprising:
 - (i) \$50,000 for the Class W Performance Rights; and
 - (ii) \$50,000 for the Class X Performance Rights;
- (i) the Performance Rights will be issued to Ms Sarich (or her nominees) no later than three years after the date of the Meeting (or such later date as permitted by any ASX waiver or modification of the Listing Rules) and it is anticipated the Performance Rights will be issued on one date;
- (j) the issue price of the Performance Rights will be \$nil, as such no funds will be raised from the issue of the Performance Rights;
- (k) a summary of the material terms and conditions of the Incentive Performance Rights Plan is set out at Schedule 2;
- (l) no loan is being made to Ms Sarich in connection with the acquisition of the Performance Rights;
- (m) details of any Performance Rights issued under the Incentive Performance Rights Plan will be published in the annual report of the Company relating to the period in which they were issued, along with a statement that approval for the issue was obtained under Listing Rule 10.14; and
- (n) any additional persons covered by Listing Rule 10.14 who become entitled to participate in an issue of Performance Rights under the Incentive Performance Rights Plan after Resolution 4 is approved and who were not named in this Notice will not participate until approval is obtained under Listing Rule 10.14.

6.4 Board recommendation

The Directors (other than Ms Sarich) recommend that Shareholders vote in favour of Resolution 4.

7. RESOLUTION 5 – ISSUE OF FY24 DIRECTOR FEE SHARES TO MR NICHOLAS PROSSER

7.1 General

Resolution 5 seeks Shareholder approval for the issue of up to 1,176,308 fully paid ordinary shares in the Company (117,630 Shares post-Consolidation) to Mr Nicholas Prosser (or his nominee) under the Director Fee Plan for the remainder of fees owing for the 2024 financial year (**Prosser FY24 Director Fee Shares**).

The issue of Shares to Mr Prosser (or his nominee) in lieu of cash payment for remuneration under the terms of the Director Fee Plan will allow the Company to maintain its cash reserves to the extent Mr Prosser elects to participate in the

Director Fee Plan. No funds will be raised as a result of the issue of the Prosser FY24 Director Fee Shares.

7.2 Chapter 2E of the Corporations Act

A summary of Chapter 2E of the Corporations Act is set out in Section 4.3 above.

The issue of Prosser FY24 Director Fee Shares to Mr Nicholas Prosser (or his nominee) constitutes giving a financial benefit and Mr Nicholas Prosser is a related party of the Company by virtue of being a Director.

The Directors (other than Mr Nicholas Prosser who has a material personal interest in the Resolution) consider that Shareholder approval pursuant to Chapter 2E of the Corporations Act is not required in respect of the grant of Prosser FY24 Director Fee Shares because the agreement to issue the Prosser FY24 Director Fee Shares, reached as part of the remuneration package for Mr Nicholas Prosser, is considered reasonable remuneration in the circumstances and was negotiated on an arm's length basis.

7.3 Listing Rule 10.14

A summary of Listing Rule 10.14 is set out in Section 4.4 above.

The Director Fee Plan constitutes an employee incentive scheme within the Listing Rules and includes allowing a Director to elect to be paid some or all of the cash remuneration accrued to them through the issue of Shares to that Director (or a nominee). Accordingly, the approval of Shareholders under Listing Rule 10.14 is required for the issue of the Prosser FY24 Director Fee Shares.

In order to comply with Listing Rule 10.14, the notice convening the meeting at which approval will be sought must comply with Listing Rule 10.15.

Approval pursuant to Listing Rule 7.1 is not required in order to issue Shares to Mr Nicholas Prosser (or his nominee) under Resolution 5 as approval is being obtained under Listing Rule 10.14. Accordingly, the issue of Shares to Mr Nicholas Prosser (or his nominee) will not be included in the 15% calculation of the Company's annual placement capacity pursuant to Listing Rule 7.1.

7.4 Technical information required by Listing Rule 14.1A

If Resolution 5 is passed, the Company will be able to proceed with the issue of the Prosser FY24 Director Fee Shares to Mr Nicholas Prosser (or his nominee) within 3 years after the date of the Meeting (or such later date as permitted by any ASX waiver or modification of the Listing Rules). As approval pursuant to Listing Rule 7.1 is not required for the issue of the Prosser FY24 Director Fee Shares (because approval is being obtained under Listing Rule 10.14), the issue of the Prosser FY24 Director Fee Shares will not use up any of the Company's 15% annual placement capacity. In addition, the issue of the Prosser FY24 Director Fee Shares will allow the Company to preserve its existing cash reserves, which can otherwise be focused on operations, instead of allocating funds to pay out the accrued Director's fees for Mr Prosser.

If Resolution 5 is not passed, the Company will not be able to proceed with the issue of the Prosser FY24 Director Fee Shares and the Company will be required to pay the balance of Directors' fees owing for the 2024 financial year of \$23,393.64 (excluding statutory superannuation) to Mr Prosser.

7.5 Technical Information required by Listing Rule 10.15

Pursuant to and in accordance with Listing Rule 10.15, the following information is provided in relation to Resolution 5:

- (a) the Prosser FY24 Director Fee Shares will be issued to Mr Nicholas Prosser (or his nominee), who falls within the category set out in Listing Rule 10.14.1 as Mr Nicholas Prosser is a related party of the Company by virtue of being a Director;
- (b) the maximum number of Prosser FY24 Director Fee Shares to be issued, being 1,176,308 Shares (117,630 Shares post-Consolidation), is calculated by reference to the outstanding directors' fees (excluding superannuation) to be paid by the Company to Mr Prosser for the financial year ending 30 June 2024 of \$23,393.64 divided by the volume weighted average market price of Shares as traded on ASX for the calendar month prior to the date of issue of the Shares in consideration for the Director fees (being \$0.0336);
- (c) the Prosser FY24 Director Fee Shares to be issued will be fully paid ordinary shares in the capital of the Company issued on the same terms and conditions as the Company's existing Shares;
- (d) the current total remuneration package for Mr Nicholas Prosser is \$40,000 per annum of directors' fees (excluding statutory superannuation);
- (e) 1,636,380 Shares have previously been issued to Mr Prosser under the Director Fee Plan at an average deemed issue price of \$0.0517 per Share;
- (f) the Prosser FY24 Director Fee Shares will be issued no later than 3 years after the date of the Meeting (or such later date to the extent permitted by any ASX waiver or modification of the Listing Rules) and it is anticipated that the Shares will be issued in respect of fees payable for the financial year ending 30 June 2024;
- (g) the Shares issued pursuant to the Plan will be issued for nil cash consideration as they will be issued in satisfaction of Mr Prosser's Directors' Fees. The deemed issue price of Shares will be the volume weighted average market price of Shares as traded on ASX for the calendar month prior to the date of issue of the Shares under the Plan;
- (h) a summary of the material terms of the Director Fee Plan are set out in Schedule 3;
- (i) there will be no loan provided to Mr Prosser in relation to the acquisition of Prosser FY24 Director Fee Shares under the Director Fee Plan;
- (j) details of securities issued under the Director Fee Plan will be published in the annual report relating to the period in which they were issued, along with a statement that approval for the issue was obtained under Listing Rule 10.14; and
- (k) any additional persons covered by Listing Rule 10.14 who become entitled to participate in an issue of securities under the Director Fee

Plan after this Resolution is approved and who were not named in the Notice will not participate until approval is obtained under that Listing Rule.

7.6 Director recommendation

Each Director (other than Mr Prosser who has a material personal interest in the outcome of Resolution 5) recommends that the Shareholders vote in favour of Resolution 5.

8. RESOLUTION 6 – ISSUE OF FUTURE DIRECTOR FEE SHARES TO MR NICHOLAS PROSSER

8.1 General

Resolution 6 seeks Shareholder approval for the issue of up to 6,000,000 fully paid ordinary shares in the Company (600,000 Shares post-Consolidation) to Mr Nicholas Prosser (or his nominee) under the Director Fee Plan for the 2025, 2026 and 2027 financial years (**Prosser Future Director Fee Shares**).

The issue of Shares to Mr Prosser (or his nominee) in lieu of cash payment for remuneration under the terms of the Director Fee Plan will allow the Company to maintain its cash reserves to the extent Mr Prosser elects to participate in the Director Fee Plan. No funds will be raised as a result of the issue of the Prosser Future Director Fee Shares.

8.2 Chapter 2E of the Corporations Act

A summary of Chapter 2E of the Corporations Act is set out in Section 4.3 above.

The issue of Prosser Future Director Fee Shares to Mr Nicholas Prosser (or his nominee) constitutes giving a financial benefit and Mr Nicholas Prosser is a related party of the Company by virtue of being a Director.

The Directors (other than Mr Nicholas Prosser who has a material personal interest in the Resolution) consider that Shareholder approval pursuant to Chapter 2E of the Corporations Act is not required in respect of the grant of Prosser Future Director Fee Shares because the agreement to issue the Prosser Future Director Fee Shares, reached as part of the remuneration package for Mr Nicholas Prosser, is considered reasonable remuneration in the circumstances and was negotiated on an arm's length basis.

8.3 Listing Rule 10.14

A summary of Listing Rule 10.14 is set out in Section 4.4 above.

The Director Fee Plan constitutes an employee incentive scheme within the Listing Rules and includes allowing a Director to elect to be paid some or all of the cash remuneration accrued to them through the issue of Shares to that Director (or a nominee). Accordingly, the approval of Shareholders under Listing Rule 10.14 is required for the issue of the Prosser Future Director Fee Shares.

In order to comply with Listing Rule 10.14, the notice convening the meeting at which approval will be sought must comply with Listing Rule 10.15.

Approval pursuant to Listing Rule 7.1 is not required in order to issue Shares to Mr Nicholas Prosser (or his nominee) under Resolution 6 as approval is being obtained under Listing Rule 10.14. Accordingly, the issue of Shares to Mr Nicholas Prosser (or his nominee) will not be included in the 15% calculation of the Company's annual placement capacity pursuant to Listing Rule 7.1.

8.4 Technical information required by Listing Rule 14.1A

If Resolution 6 is passed, the Company will be able to proceed with the issue of the Prosser Future Director Fee Shares to Mr Nicholas Prosser (or his nominee) within 3 years after the date of the Meeting (or such later date as permitted by any ASX waiver or modification of the Listing Rules). As approval pursuant to Listing Rule 7.1 is not required for the issue of the Prosser Future Director Fee Shares (because approval is being obtained under Listing Rule 10.14), the issue of the Prosser Future Director Fee Shares will not use up any of the Company's 15% annual placement capacity. In addition, the issue of the Prosser Future Director Fee Shares will allow the Company to preserve its existing cash reserves, which can otherwise be focused on operations, instead of allocating funds to pay out the accrued Director's fees for Mr Prosser.

If Resolution 6 is not passed, the Company will not be able to proceed with the issue of the Prosser Future Director Fee Shares and the Company will be required to pay Directors' fees of \$40,000 (plus statutory superannuation) per annum to Mr Prosser in cash (total of \$120,000 over 3 years).

8.5 Technical Information required by Listing Rule 10.15

Pursuant to and in accordance with Listing Rule 10.15, the following information is provided in relation to Resolution 6:

- (a) the Prosser Future Director Fee Shares will be issued to Mr Nicholas Prosser (or his nominee), who falls within the category set out in Listing Rule 10.14.1 as Mr Nicholas Prosser is a related party of the Company by virtue of being a Director;
- (b) the maximum number of Prosser Future Director Fee Shares to be issued, being 6,000,000 Shares (600,000 Shares post-Consolidation), is calculated by reference to the annual directors' fees (excluding superannuation) to be paid by the Company to Mr Prosser for the financial years ending 30 June 2025, 30 June 2026 and 30 June 2027 of \$120,000 (being \$40,000 per year) divided by \$0.02, being the closing price of Shares traded on ASX as at 2 October 2024. Shareholders should be aware that the actual number of Shares to be issued to Mr Prosser (or his nominee) may vary, based on the prevailing Share price at the time the number of Shares to be issued is calculated;
- (c) the Prosser Future Director Fee Shares to be issued will be fully paid ordinary shares in the capital of the Company issued on the same terms and conditions as the Company's existing Shares;
- (d) the current total remuneration package for Mr Nicholas Prosser is \$40,000 per annum (excluding statutory superannuation);
- (e) 1,636,380 Shares have previously been issued to Mr Prosser under the Director Fee Plan at an average deemed issue price of \$0.0517 per Share and an additional 1,176,308 Shares (117,630 Shares post-

Consolidation) are proposed to be issued if Resolution 5 approved by Shareholders;

- (f) the Prosser Future Director Fee Shares will be issued no later than 3 years after the date of the Meeting (or such later date to the extent permitted by any ASX waiver or modification of the Listing Rules) and it is anticipated that the Shares will be issued on three separate dates in respect of fees payable for each of the financial years ending 30 June 2025, 30 June 2026 and 30 June 2027;
- (g) the Shares issued pursuant to the Plan will be issued for nil cash consideration as they will be issued in satisfaction of Mr Prosser's Directors' Fees. The deemed issue price of Shares will be the volume weighted average market price of Shares as traded on ASX for the calendar month prior to the date of issue of the Shares under the Plan;
- (h) a summary of the material terms of the Director Fee Plan are set out in Schedule 3;
- (i) there will be no loan provided to Mr Prosser in relation to the acquisition of Prosser Future Director Fee Shares under the Director Fee Plan;
- (j) details of securities issued under the Director Fee Plan will be published in the annual report relating to the period in which they were issued, along with a statement that approval for the issue was obtained under Listing Rule 10.14; and
- (k) any additional persons covered by Listing Rule 10.14 who become entitled to participate in an issue of securities under the Director Fee Plan after this Resolution is approved and who were not named in the Notice will not participate until approval is obtained under that Listing Rule.

8.6 Director recommendation

Each Director (other than Mr Prosser who has a material personal interest in the outcome of Resolution 6) recommends that the Shareholders vote in favour of Resolution 6.

9. RESOLUTION 7 - CONSOLIDATION OF SHARE CAPITAL

9.1 Background

Resolution 7 seeks Shareholder approval for the Company to consolidate its issued share capital through the consolidation of every ten (10) Shares into one (1) Share (**Consolidation**). Pursuant to section 254H(1) of the Corporations Act, the Company may convert all or any of its Shares into a larger or smaller number of Shares by ordinary resolution passed at a general meeting.

This section of the Explanatory Statement provides the information required by Listing Rule 7.20 to be provided to Shareholders in relation to the Consolidation. The treatment of the performance rights (as the Company's only convertible securities on issue) in relation to the Consolidation is set out at Section 9.2(c) below).

The Directors propose the Consolidation for the following reasons:

- (a) the Company currently has approximately 572 million Shares on issue which represents a relatively large number when compared to its peer group listed on the ASX; and
- (b) the Consolidation will result in a more appropriate and effective capital structure for the Company and a share price more appealing to a wider range of investors.

9.2 Effect of the Consolidation

(a) Shares

If Resolution 7 is approved, every ten (10) Shares on issue will be consolidated into one (1) Share (subject to rounding). Overall, this will result in the number of Shares on issue reducing from 571,883,485 to approximately 57,188,348 (subject to rounding).

As the Consolidation applies equally to all Shareholders, individual Shareholdings will be reduced in the same ratio as the total number of Shares (subject to rounding). Accordingly, assuming no other market movements or impacts occur, the Consolidation will have no effect on the percentage interest in the Company of each Shareholder.

The Consolidation will not result in any change to the substantive rights and obligations of existing Shareholders.

(b) Performance Rights

As at the date of this Notice of Meeting, the Company has Performance Rights on issue.

If the Consolidation is approved, the Performance Rights will also be reorganised in accordance with the terms and conditions of the Performance Rights and Listing Rule 7.22.1 (as applicable) on the basis that the number of Performance Rights will be consolidated in the same ratio as the Consolidation and the exercise price is amended in inverse proportion to that ratio.

For example, a holding of one hundred thousand (100,000) Performance Rights prior to the Consolidation would result in a holding of ten thousand (10,000) Performance Rights after the Consolidation. Overall, this will result in the number of Performance Rights on issue reducing from 57,445,163 to approximately 5,744,516 (subject to rounding).

There is no exercise price or monetary consideration payable on vesting of the Performance Rights, and therefore there will be no change to the exercise price or monetary consideration payable as a result of the Consolidation (being \$nil).

The Consolidation will not result in any change to the substantive rights and obligations of existing holders of Performance Rights.

(c) Summary of effects of Consolidation

On issue as at the date of this Explanatory Statement	Pre-Consolidation	Post-Consolidation*
Shares	571,883,485	57,188,348
Performance Rights	57,445,163	5,744,516

* subject to rounding adjustments.

(d) Fractional entitlements

Where the Consolidation (and associated consolidation of the Company's Performance Rights) results in an entitlement to a fraction of a Share or Performance Right (as applicable), that fraction will be rounded down to the nearest whole number of Shares or zero, as applicable.

(e) Holding statements

Taking effect from the date of the Consolidation, all existing holding statements will cease to have any effect, except as evidence of entitlement to a certain number of securities on a post-Consolidation basis. New holding statements will be issued to security holders, who are encouraged to check their holdings after the Consolidation.

(f) Taxation

The Consolidation should not result in a capital gains tax event for Australian tax residents. The cost base of the Shares held after the Consolidation will be the sum of the cost bases of the original Shares pre-Consolidation. The acquisition date of Shares held after the Consolidation will be the same as the date on which the original Shares were acquired.

This Explanatory Statement does not however consider the tax implications in respect of Shares or other securities held on revenue account, as trading stock or by non-resident Shareholders. Shareholders should consider their own circumstances and seek their own professional advice in relation to their tax position. Neither the Company nor any of its officers or employees assumes any liability or responsibility for advising Shareholders or other security holders about the tax consequences of the proposed Consolidation.

(g) Indicative timetable

If approved by Shareholders, the proposed Consolidation will take effect in accordance with the following indicative timetable (subject to change):

Key Event	Indicative Date
General Meeting held. Effective date of Consolidation. Notification to ASX that Consolidation is approved.	20 November 2024
Last day for trading in pre-consolidated securities	21 November 2024
Trading in the post-consolidation securities commences on a deferred settlement basis	22 November 2024
Record Date - Last day to register transfers on a pre-consolidation basis	25 November 2024
First day for the Company to update register and send new holding statements to security holders	26 November 2024
Last day for the Company to update its register, to send holding statements to security holders and notify ASX	2 December 2024

9.3 Board Recommendation

The Directors unanimously recommend that Shareholders vote in favour of Resolution 7.

GLOSSARY

Unless otherwise indicated below, capitalised terms have the meaning given to them in the ASX Listing Rules, and:

\$ means Australian dollars.

ADST means Australian Daylight Savings Time as observed in Sydney, New South Wales.

Annual General Meeting or **Meeting** means the meeting convened by the Notice.

ASIC means the Australian Securities & Investments Commission.

ASX means ASX Limited (ACN 008 624 691) or the financial market operated by ASX Limited, as the context requires.

Board means the current board of directors of the Company.

Business Day means Monday to Friday inclusive, except New Year's Day, Good Friday, Easter Monday, Christmas Day, Boxing Day, and any other day that ASX declares is not a business day.

Chair means the chair of the Meeting.

Closely Related Party of a member of the Key Management Personnel means:

- (a) a spouse or child of the member;
- (b) a child of the member's spouse;
- (c) a dependent of the member or the member's spouse;
- (d) anyone else who is one of the member's family and may be expected to influence the member, or be influenced by the member, in the member's dealing with the entity;
- (e) a company the member controls; or
- (f) a person prescribed by the Corporations Regulations 2001 (Cth) for the purposes of the definition of 'closely related party' in the Corporations Act.

Company means Complii FinTech Solutions Ltd (ACN 098 238 585).

Consolidation has the meaning given in Section 9.1.

Constitution means the Company's constitution.

Corporations Act means the *Corporations Act 2001* (Cth).

Director Fee Plan means the director fee plan, a summary of which is set out at Schedule 3.

Directors means the current directors of the Company.

EBITDA means earnings before interest, tax, depreciation and amortisation.

Explanatory Statement means the explanatory statement accompanying the Notice.

Group means the Company and its Subsidiaries.

Incentive Performance Rights Plan means the incentive performance rights plan adopted by the Company, a summary of which is set out Schedule 2.

Key Management Personnel has the same meaning as in the accounting standards issued by the Australian Accounting Standards Board and means those persons having authority and responsibility for planning, directing and controlling the activities of the Company, or if the Company is part of a consolidated entity, of the consolidated entity, directly or indirectly, including any director (whether executive or otherwise) of the Company, or if the Company is part of a consolidated entity, of an entity within the consolidated group.

Listing Rules means the Listing Rules of ASX.

Notice or **Notice of Meeting** means this notice of meeting including the Explanatory Statement and the Proxy Form.

Performance Right means a right to acquire a Share, subject to satisfaction of any vesting conditions, the terms of which are set out at Schedule 1.

Prosser Future Director Fee Shares means the Shares proposed to be issued pursuant to Resolution 6.

Prosser FY24 Director Fee Shares means the Shares proposed to be issued pursuant to Resolution 5.

Proxy Form means the proxy form accompanying the Notice.

Resolutions means the resolutions set out in the Notice, or any one of them, as the context requires.

Section means a section of the Explanatory Statement.

Share means a fully paid ordinary share in the capital of the Company.

Shareholder means a registered holder of a Share.

Spill Meeting has the meaning given in Section 2.2.

Spill Resolution has the meaning given in Section 2.2.

Subsidiaries has the meaning given in the Corporations Act.

SCHEDULE 1 – TERMS AND CONDITIONS OF PERFORMANCE RIGHTS

The Performance Rights are issued on the following terms and conditions:

- a) **Milestones:** The milestones attaching to the Performance Rights are as follows:

Performance Rights	Milestone
Class W	The Group recording revenue of \$7,000,000 or more in any of the financial years ending 30 June 2025 or 30 June 2026 or 30 June 2027, as independently verified by the Company's auditors.
Class X	The Group recording positive EBITDA in any of the financial years ending 30 June 2025 or 30 June 2026 or 30 June 2027, as independently verified by the Company's auditors.

For the avoidance of doubt, the calculation of revenue for the Class W and Class X Performance Rights will be based on revenue recognised and measured in accordance with AASB 15 Revenue From Contracts with Customers (as amended or replaced from time to time) and will exclude:

- (A) one-off or extraordinary revenue items;
- (B) other income including but not limited to gains, finance income, rebates and grants; and
- (C) revenue or profit that has been manufactured to achieve the performance milestone.

- b) **Vesting Deadline:** Each of the Performance Rights shall lapse on the following dates:

- (A) Class W: 30 September 2027; and
- (B) Class X: 30 September 2027,

(each, a **Vesting Deadline**).

If the relevant Milestone attached to a class of Performance Rights has not been achieved by the relevant Vesting Deadline, then the relevant Performance Rights will automatically lapse. For the avoidance of doubt, a Performance Right will not lapse in the event the relevant Milestone is met before the relevant Vesting Deadline and the Shares the subject of a conversion are deferred in accordance with paragraph (p) below.

- c) **Notification to holder:** The Company shall notify the holder in writing when the relevant Milestone has been satisfied.
- d) **Conversion:** Subject to paragraph (p), upon vesting, each Performance Right will, at the election of the holder, convert into one Share.

- e) **Lapsing Otherwise:** If the holder (or the effective holder where a nominee has been appointed) of the Performance Right's engagement with the Company (or one of its subsidiaries) is terminated for whatever reason, any unvested Performance Rights held by that relevant holder will automatically lapse.
 - f) **Expiry Date:** Each Performance Right shall otherwise expire five (5) years from the date of issue (**Expiry Date**). If the relevant Milestone attached to the Performance Right has been achieved by the Expiry Date, all unconverted Performance Rights of the relevant class will automatically lapse at that time.
 - g) **Consideration:** The Performance Rights will be issued for nil consideration and no consideration will be payable upon the conversion of the Performance Rights into Shares.
 - h) **Share ranking:** All Shares issued upon the vesting of Performance Rights will upon issue rank pari passu in all respects with other Shares.
 - i) **Application to ASX:** The Performance Rights will not be quoted on ASX. The Company must apply for the official quotation of a Share issued on conversion of a Performance Right on ASX within the time period required by the Listing Rules.
 - j) **Timing of issue of Shares on conversion:** Within 5 Business Days after date that the Performance Rights are converted, the Company will:
 - (A) issue the number of Shares required under these terms and conditions in respect of the number of Performance Rights converted;
 - (B) if required, give ASX a notice that complies with section 708A(5)(e) of the Corporations Act, or, if the Company is unable to issue such a notice, lodge with ASIC a prospectus prepared in accordance with the Corporations Act and do all such things necessary to satisfy section 708A(11) of the Corporations Act to ensure that an offer for sale of the Shares does not require disclosure to investors; and
 - (C) if admitted to the Official List of ASX at the time, apply for official quotation on ASX of Shares issued pursuant to the conversion of the Performance Rights.
- If a notice delivered under (j)(B) for any reason is not effective to ensure that an offer for sale of the Shares does not require disclosure to investors, the Company must, no later than 20 Business Days after becoming aware of such notice being ineffective, lodge with ASIC a prospectus prepared in accordance with the Corporations Act and do all such things necessary to satisfy section 708A(11) of the Corporations Act to ensure that an offer for sale of the Shares does not require disclosure to investors.
- k) **Transfer of Performance Rights:** Subject to the Listing Rules, and except as otherwise provided for by an offer, Performance Rights are only transferrable in Special Circumstances (as defined in the Performance Rights Plan) with the prior written consent of the Board (which may be withheld in its absolute discretion) or by force of law upon death, to the relevant holder's legal personal representative or upon bankruptcy to the holder's trustee in bankruptcy.
 - l) **Participation in new issues:** A Performance Right does not entitle a holder (in their capacity as a holder of a Performance Right) to participate in new issues of capital

offered to holders of Shares such as bonus issues and entitlement issues without exercising the Performance Right.

- m) **Reorganisation of capital:** If, at any time, the issued capital of the Company is reorganised (including consolidation, subdivision, reduction or return), all rights of a holder will be changed in a manner consistent with the applicable Listing Rules and the Corporations Act at the time of reorganisation.
- n) **Dividend and voting rights:** The Performance Rights do not confer on the holder an entitlement to vote (except as otherwise required by law) or receive dividends.
- o) **Change in control:** Subject to paragraph (p), upon:
 - (A) a takeover bid under Chapter 6 of the Corporations Act having been made in respect of the Company and:
 - (i) having received acceptances for not less than 50% of the Company's Shares on issue; and
 - (ii) having been declared unconditional by the bidder; or
 - (B) a Court granting orders approving a compromise or arrangement for the purposes of or in connection with a scheme of arrangement for the reconstruction of the Company or its amalgamation with any other company or companies,

that number of Performance Rights that is equal to not more than 10% of the Shares on issue immediately following conversion under this paragraph will convert into an equivalent number of Shares. The conversion will be completed on a pro rata basis across each class of Performance Rights then on issue as well as on a pro rata basis for each holder. Performance Rights that are not converted into Shares under this paragraph will continue to be held by the holders on the same terms and conditions.

- p) **Deferral of conversion if resulting in a prohibited acquisition of Shares:** If the conversion of a Performance Right under paragraph (d) or (o) would result in any person being in contravention of section 606(1) of the *Corporations Act 2001* (Cth) (**General Prohibition**) then the conversion of that Performance Right shall be deferred until such later time or times that the conversion would not result in a contravention of the General Prohibition. In assessing whether a conversion of a Performance Right would result in a contravention of the General Prohibition:
 - (A) holders may give written notification to the Company if they consider that the conversion of a Performance Right may result in the contravention of the General Prohibition. The absence of such written notification from the holder will entitle the Company to assume the conversion of a Performance Right will not result in any person being in contravention of the General Prohibition; and
 - (B) the Company may (but is not obliged to) by written notice to a holder request a holder to provide the written notice referred to in paragraph (p)(i) within seven (7) days if the Company considers that the conversion of a Performance Right may result in a contravention of the General Prohibition. The absence of such written notification from the holder will entitle the Company to assume the conversion of a Performance Right will not result in any person being in contravention of the General Prohibition.

- a) **No rights to return of capital:** A Performance Right does not entitle the holder to a return of capital, whether in a winding up, upon a reduction of capital or otherwise.
- r) **Rights on winding up:** A Performance Right does not entitle the holder to participate in the surplus profits or assets of the Company upon winding up.
- s) **No other rights:** A Performance Right gives the holder no rights other than those expressly provided by these terms and those provided at law where such rights at law cannot be excluded by these terms.
- t) **Plan:** The terms of the Performance Rights are supplemented by the terms of the Company's Performance Rights Plan.
- u) **Definitions:** In these terms:
 - (A) **Company** means Complii FinTech Solutions Ltd (ACN 098 238 585);
 - (B) **Corporations Act** means the *Corporations Act 2001* (Cth);
 - (C) **EBITDA** means earnings before interest, tax, depreciation and amortisation;
 - (D) **Expiry Date** has the meaning given in paragraph (f);
 - (E) **General Prohibition** has the meaning given in paragraph (p);
 - (F) **Group** means the Company and its Subsidiaries;
 - (G) **Performance Right** means a performance right issued in accordance with these terms;
 - (H) **Shares** means fully paid ordinary shares in the capital of the Company;
 - (I) **Subsidiaries** has the meaning given in the Corporations Act;
 - (J) **Vesting Deadline** has the meaning given in paragraph (b); and
 - (K) **VWAP** means volume weighted average price of 'on market' trades on ASX (i.e. normal trades, cross trades, stabilisation trades and short sell trades).
- v) **Plan:** The terms of the Performance Rights are supplemented by the terms of the Incentive Performance Rights Plan (summarised in Schedule 2).

SCHEDULE 2 – TERMS AND CONDITIONS OF INCENTIVE PERFORMANCE RIGHTS PLAN

The material terms and conditions of the Incentive Performance Rights Plan are summarised below:

- (a) **Eligibility:** Participants in the Incentive Performance Rights Plan may be:
- (i) a person (a **primary participant**) who is:
 - (A) an employee or director of, or an individual who provides services to, the Company;
 - (B) an employee or director of, or an individual who provides services to, a Group Company (other than the Company);
 - (C) a prospective person to whom subparagraph (i) or (ii) may apply; or
 - (D) a person prescribed by the Corporations Regulations as a primary participant; and
 - (ii) has been determined by the Board to be eligible to participate in the Plan from time to time.
- (b) **Offer:** The Board may, from time to time, at its absolute discretion, make a written offer to any Eligible Participant to apply for Performance Rights, upon the terms set out in the Incentive Performance Rights Plan and upon such additional terms and conditions as the Board determines.
- (c) **Plan limit:**
- (i) Notwithstanding the Rules or any terms of a Performance Right, no Performance Right may be offered, granted, vested or exercised, and no Share may be issued or transferred, if to do so would contravene any applicable laws.
 - (ii) In particular, where monetary consideration is payable by the Eligible Participant, the Company must reasonably believe when making an Offer:
 - (A) the total number of Shares that are, or are covered by the Performance Rights that may be issued under an Offer; and
 - (B) the total number of Shares that are or are covered by the Performance Rights that have been issued, or could have been issued in connection with the Plan in reliance on the Corporations Act Exemption at any time during the previous three year period prior to the date the Offer is made, does not exceed 5% of the issued capital of the Company at the date of the Offer (unless the Constitution specifies a different percentage).
- (d) **Consideration:** Performance Rights granted under the Incentive Performance Rights Plan will be issued for nil cash consideration.

- (e) **Vesting conditions:** A Performance Right may be made subject to vesting conditions as determined by the Board in its discretion and as specified in the offer for the Performance Right (**Vesting Conditions**).
- (f) **Vesting:** The Board may in its absolute discretion (except in respect of a change of control occurring where Vesting Conditions are deemed to be automatically waived) by written notice to a Participant (being an Eligible Participant to whom Performance Rights have been granted under the Incentive Performance Rights Plan or their nominee where the Performance Rights have been granted to the nominee of the Eligible Participant (**Relevant Person**)), resolve to waive any of the Vesting Conditions applying to Performance Rights due to:
- (i) special circumstances arising in relation to a Relevant Person in respect of those Performance Rights, being:
 - (A) a Relevant Person ceasing to be an Eligible Participant due to:
 - (I) death or total or permanent disability of a Relevant Person; or
 - (II) retirement or redundancy of a Relevant Person;
 - (B) a Relevant Person suffering severe financial hardship;
 - (C) any other circumstance stated to constitute "special circumstances" in the terms of the relevant offer made to and accepted by the Participant; or
 - (D) any other circumstances determined by the Board at any time (whether before or after the offer) and notified to the relevant Participant which circumstances may relate to the Participant, a class of Participant, including the Participant or particular circumstances or class of circumstances applying to the Participant,

(Special Circumstances), or
 - (ii) a change of control occurring; or
 - (iii) the Company passing a resolution for voluntary winding up, or an order is made for the compulsory winding up of the Company.
- (g) **Lapse of a Performance Right:** A Performance Right will lapse upon the earlier to occur of:
- (i) an unauthorised dealing in, or hedging of, the Performance Right occurring;
 - (ii) a Vesting Condition in relation to the Performance Right is not satisfied by its due date, or becomes incapable of satisfaction, as determined by the Board in its absolute discretion, unless the Board exercises its discretion to waive the Vesting Condition and vest the Performance Right in the circumstances set out in paragraph (f) or the Board resolves, in its absolute discretion, to allow the unvested Performance Rights to

- remain unvested after the Relevant Person ceases to be an Eligible Participant;
- (iii) in respect of unvested Performance Right only, a Relevant Person ceases to be an Eligible Participant, unless the Board exercises its discretion to vest the Performance Right in the circumstances set out in paragraph (f) or the Board resolves, in its absolute discretion, to allow the unvested Performance Rights to remain unvested after the Relevant Person ceases to be an Eligible Participant;
 - (iv) in respect of vested Performance Rights only, a Relevant Person ceases to be an Eligible Participant and the Performance Rights granted in respect of that Relevant Person are not exercised within one (1) month (or such later date as the Board determines) of the date that Relevant Person ceases to be an Eligible Participant;
 - (v) the Board deems that a Performance Right lapses due to fraud, dishonesty or other improper behaviour of the Eligible Participant;
 - (vi) the Company undergoes a change of control or a winding up resolution or order is made, and the Board does not exercise its discretion to vest the Performance Right; and
 - (vii) the expiry date of the Performance Rights.
- (h) **Not transferrable:** Subject to the Listing Rules, and except as otherwise provided for by an offer, Performance Rights are only transferrable in Special Circumstances with the prior written consent of the Board (which may be withheld in its absolute discretion) or by force of law upon death, to the Participant's legal personal representative or upon bankruptcy to the participant's trustee in bankruptcy.
 - (i) **Shares:** Shares resulting from the vesting of the Performance Rights shall, subject to any sale restrictions (refer to paragraph (j)) from the date of issue, rank on equal terms with all other Shares on issue.
 - (j) **Sale restrictions:** The Board may, in its discretion, determine at any time up until exercise of Performance Rights, that a restriction period will apply to some or all of the Shares issued to a Participant on exercise of those Performance Rights (**Restriction Period**). In addition, the Board may, in its sole discretion, having regard to the circumstances at the time, waive any such Restriction Period.
 - (k) **Quotation of Shares:** If Shares of the same class as those issued under the Incentive Performance Rights Plan are quoted on the ASX, the Company will, subject to the Listing Rules, apply to the ASX for those Shares to be quoted on ASX within 10 business days of the later of the date the Shares are issued and the date any Restriction Period applying to the Shares ends. The Company will not apply for quotation of any Performance Rights on the ASX.
 - (l) **No participation rights:** There are no participation rights or entitlements inherent in the Performance Rights and Participants will not be entitled to participate in new issues of capital offered to Shareholders during the currency of the Performance Rights without exercising the Performance Right.

- (m) **No change:** A Performance Right does not confer the right to a change in the number of underlying Shares over which the Performance Right can be exercised.
- (n) **Reorganisation:** If, at any time, the issued capital of the Company is reorganised (including consolidation, subdivision, reduction or return), all rights of a Participant are to be changed in a manner consistent with the Corporations Act and the Listing Rules at the time of the reorganisation.
- (o) **Amendments:** Subject to express restrictions set out in the Incentive Performance Rights Plan and complying with the Corporations Act, Listing Rules and any other applicable law, the Board may, at any time, by resolution amend or add to all or any of the provisions of the Incentive Performance Rights Plan, or the terms or conditions of any Performance Rights granted under the Incentive Performance Rights Plan including giving any amendment retrospective effect.

SCHEDULE 3 – DIRECTOR FEE PLAN

The terms and conditions of the Director Fee Plan (**Plan**) are summarised below:

- (a) **Eligibility:** Participants in the Director Fee Plan may be directors of the Company from time to time (**Eligible Participant**).
- (b) **Offer:**
 - (i) The Board may, from time to time, at its absolute discretion and only where an Eligible Participant continues to satisfy any relevant conditions imposed by the Board (which may include without limitation that an Eligible Participant continues to be a Director of the Company at the relevant time) offer, subject to Shareholder approval, to Eligible Participants to subscribe for Shares in lieu of Directors' fees owing by the Company to the Eligible Participant and upon such additional terms and conditions as the Board determines (**Offer**).
 - (ii) An Eligible Participant will not be required to make any payment in return for the Shares as they will be issued in satisfaction of Directors' fees owing by the Company at the time of issue of the Shares.
- (c) **Transfer of Offer:** Upon receipt of an Offer, the Offer may be transferred with consent of the Board or by force of law upon death to the Eligible Participant's legal personal representative or upon bankruptcy to the Participant's trustee in bankruptcy.
- (d) **Shareholder approval:** All Shares issued pursuant to the Plan will be subject to prior Shareholder approval under the Listing Rules and Corporations Act (if required).
- (e) **Election:** An Eligible Participant may elect to participate in the Offer, on the terms and conditions as set out in the Offer, by notice in writing to the Board (**Election Notice**).
- (f) **Date of Issue:** Subject to the requisite Shareholder approval and receipt of a valid Election Notice by the Eligible Participant to subscribe for Shares in lieu of Directors' fees owing to that Eligible Participant in accordance with the terms of the Offer, the Company will issue Shares under the Plan on a monthly basis or on such other a basis determined by the Board, within 10 days of the end of each calendar month or at such other times as determined by the Board, following receipt of the requisite Shareholder approval and Election Notice.
- (g) **Deemed issue price of Shares:** The Shares issued pursuant to the Plan will be issued for nil cash consideration as they will be issued in satisfaction of Directors' fees owing by the Company to the Eligible Participant. However, the deemed issue price of the Shares issued pursuant to the Plan will be equal to the volume weighted average market price of Shares as traded on ASX for the calendar month prior to the date of issue of the Shares in consideration for the Director fees, or such other price as approved by Shareholders.
- (h) **Satisfaction of Director Fees owing:** The issue of Shares under the Plan will be deemed to have satisfied the relevant Director fees owing by the Company to the Eligible Participant.

- (i) **Quotation of Shares:** If Shares of the same class as those issued under the Plan are quoted on the ASX, the Company will, subject to the Listing Rules, apply to the ASX for those Shares to be quoted on ASX within 5 Business Days of the later of the date the Shares are issued and the date any restriction period applying to the Shares ends. Quotation will be subject to the Listing Rules and any holding lock applying to the Shares.
- (j) **Rights attaching to Shares:** An Eligible Participant will, from and including the issue date, be the legal owner of the Plan Shares issued under the Plan and will be entitled to dividends and to exercise voting rights attached the Shares.
- (k) **Reorganisation:** If, at any time, the issued capital of the Company is reorganised (including consolidation, subdivision, reduction or return), all rights of a Participant are to be changed in a manner consistent with the Corporations Act and the Listing Rules at the time of the reorganisation.
- (l) **Amendments:** Subject to express restrictions set out in the Plan and complying with the Corporations Act, Listing Rules and any other applicable law, the Board may, at any time, by resolution amend or add to all or any of the provisions of the Plan, or the terms or conditions of any Shares granted under the Plan including giving any amendment retrospective effect.