

Statement of Functions Reserved to the WattyL Board

The WattyL Board takes ultimate responsibility for corporate governance.

The functions of the Board include:

- review and approval of corporate strategies, the annual budget and financial plans;
- overseeing and monitoring organisational performance including approval of the annual and half-year financial reports and liaison with the company's auditors;
- appointment of, and assessment of the performance of, the Managing Director and the members of the senior management team;
- ensuring there are effective management processes in place and approving major corporate initiatives;
- enhancing and protecting the reputation of the organisation;
- ensuring there is a process in place to ensure that the significant risks facing the company and its controlled entities have been identified and appropriate and adequate control, monitoring and reporting mechanisms are in place;
- ensuring properly constituted Board sub-committees are in place to oversee the Audit, Personnel & Organisation, and Risk & Compliance functions;
- regularly assess the independence of each director in light of interests disclosed by them;
- regular assessment of the objectives and performance of the Board, its sub-committees and each of its members; and
- reporting to shareholders.