

COMET RESOURCES LIMITED

ACN 060 628 202

CORPORATE GOVERNANCE POLICIES

SECURITIES TRADING POLICY

The Company's share trading policy regulates dealings by directors, officers and employees, in securities issued by the Company. In certain circumstances this policy also applies to contractors and consultants.

This policy imposes basic trading restrictions on all employees of the Company who possess inside information.

GENERAL RESTRICTIONS WHEN IN POSSESSION OF INSIDE INFORMATION

Insider trading laws

Insider trading laws cover all directors and employees of the Company. If a person is in possession of any unpublished price-sensitive information, it is a criminal offence to take advantage for personal gain or that of an associate.

Price-sensitive information is any information which if it were generally available, a reasonable person would expect it to have a material effect on the price or value of the Company's securities, or would be likely to influence a person in deciding whether to buy or sell the Company's securities.

Confidential information

Directors and employees also have a duty of confidentiality to the Company. A person must not reveal any confidential information concerning the Company, use that information in any way which may cause loss to the Company, or use that information to gain an advantage for themselves or anyone else.

REQUIREMENTS BEFORE TRADING

Before trading, or giving instructions for trading in the Company's securities:

- a director must notify the Chairman of his intention to trade;
- confirm that he does not hold any inside information; and
- have been advised by the Chairman that there is no reason to preclude him from trading in the Company's securities as notified.

In the case of the Chairman intending to trade in the Company's securities, he must notify and obtain clearance from the Board before trading, or giving instructions for trading.

In the case of the Company Secretary, he must notify and obtain clearance from the Chairman before trading, or giving instructions for trading.

In the case of any other employee, he must notify and obtain clearance from the Company Secretary before trading, or giving instructions for trading.

Notification of trading

As required by the Corporations Act and the ASX Listing Rules, directors must notify the Company Secretary of any dealings in the Company's securities within 5 business days of the date of any such dealings.

Breaches of policy

Strict compliance with this policy is a condition of employment.

General

The requirements imposed by this policy are separate from and additional to, the legal prohibitions in the Corporations Act on insider trading.

Policy history

Established: April 2007
Reviewed 31 July 2015