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## DISCLOSURE – CONTINUOUS DISCLOSURE

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The Company must comply with continuous disclosure requirements arising from legislation and the Listing Rules of ASX.

The general rule, in accordance with ASX Listing Rule 3.1, is that once the Company becomes aware of any information concerning it that a reasonable person would expect to have a material effect on the price of value of the Company's securities, the Company must immediately disclose that information to the ASX.

The focus of these procedures is on:

- a) complying with the general and continuous disclosure principles contained in the ASX Listing Rules and the Corporations Act 2001;
- b) ensuring that shareholders and the market are provided with timely and accurate information about its activities; and
- c) ensuring that all market participants have equal opportunities to receive externally available information issued by the Company.

### Material Information

- a) all management and staff must inform the Managing Director, or in his absence, the Company Secretary or another director of any potentially material information or proposal as soon as practicable after the person becomes aware of that information.
- b) information is material if it is likely that the information would influence investors in deciding whether to buy or sell Terrain securities.
- c) material information need not be disclosed if the following are satisfied:
  - i. a reasonable person would not expect the information to be disclosed;
  - ii. the information is confidential and the ASX has not formed the view that the information has ceased to be confidential;
  - iii. one of the following:
    - it would breach the law to disclose the information;
    - the information concerns an incomplete proposal or negotiation;
    - the information comprises matters of supposition or is insufficiently definite to warrant disclosure;
    - the information is generated for internal management purposes; or
    - the information is a trade secret.
- d) subject to and in accordance with the provisions of ASX Listing Rule 3.1, the Chairman and Managing Director must immediately notify the market, via an announcement to the ASX; of any information concerning the Company that the

Managing Director or Chairman believes a reasonable person would expect to have a material effect on the price or value of the Company. The Company Secretary is the Authorised Officer for Listing Rule purposes.

The Company Secretary is responsible for:

- (a) overseeing and co-ordinating disclosure of information to the relevant stock exchanges and shareholders; and
- (b) providing guidance to Directors and employees on disclosure requirements and procedures.

The Company's general policy is not to respond to reports or rumours about the Company published by analysts, fund managers or reporters. However it may be necessary to respond to the unauthorised, or selective disclosure of information or market rumours concerning the Company, where the information is having, or likely to have an impact on the price of the Company's securities. Should this matter arise the Managing Director or Company Secretary will discuss the significance of the matter and possible disclosure responses with the Chairman. The Company Secretary will co-ordinate the disclosure response to the ASX.

The Company procedures enable price sensitive information to be s publicly released through ASX before it is disclosed to shareholders and market participants. Distribution of other information to shareholders and market participants is also managed through disclosure to ASX.

Information is posted on the Company's website after the ASX confirms an announcement has been made, with the aim of making the information readily accessible to the widest audience.