

Policy on Continuous Disclosure

First Graphene Limited (Company)

As the Company is listed on the Australian Securities Exchange (**ASX**), it is obliged to disclose certain information under a continuous disclosure regime to keep the market informed of events and developments as they occur. The Company promotes timely and balanced disclosure of all material matters concerning the Company. All investors should have equal and timely access to material information. The Company has adopted certain procedures to ensure that it complies with its continuous disclosure obligations and has appointed a Responsible Officer who is responsible for ensuring the procedures are complied with. The Responsible Officer is the Company Secretary, and in that person's absence, the Managing Director.

This Policy sets out your obligations as a Director, officer or employee to ensure that the Company satisfies its continuous disclosure obligations.

1 General Rule

The general rule is that:

"Once an entity is or becomes aware of any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities, the entity must immediately tell ASX that information¹."

According to the Corporations Act, a reasonable person would be taken to expect information to have a "material effect" on the price or value of securities if the information would be likely to influence persons who commonly invest in securities in deciding whether or not to subscribe for or buy or sell the first mentioned securities.

2 Your Role

As an employee of the Company, it is important that you immediately bring to the attention of the Responsible Officer any information of which you have become aware which could have a material effect on the Company's securities.

The Responsible Officer is then responsible for determining whether or not that information needs to be disclosed to the market.

Talking with Brokers, Analysts, Shareholders and the Media

¹ Chapter 3, ASX Listing Rule.

The Company has appointed Peter Youd as its Media Officer and any other person authorised by the Board or the Media Officer from time to time. Only the Media Officer(s) is authorised to speak with the Media.

When talking with brokers, analysts and shareholders, only information which has been released to the market can be discussed. Further, it is only the Responsible Officer who is authorised to make Company announcements.

The Responsible Officer should be aware of all information disclosures in advance, including information to be presented at private briefings, to analysts and others, including answers to shareholders questions.

The Responsible Officer must keep a summary record for internal use of the topics discussed at group or one-on-one briefings with investors and analysts, including a record of those present (names or numbers where appropriate), and the time and place of the meeting.

3 Examples of Disclosure Material

Examples of the types of information you would need to bring to the attention of the Responsible Officer include the following:

- (a) change in the Company's financial forecast or expectation;
- (b) the appointment of a receiver, manager, liquidator or administrator in respect of any loan, trade credit, trade debt, borrowing or securities held by it or any of its child entities;
- (c) a transaction for which the consideration payable or receivable is a significant proportion of the written down value of the Company's consolidated assets (normally an amount of 5% or more would be significant, but a smaller amount may be significant in a particular case);
- (d) a change of control of the Company;
- (e) a recommendation or declaration of a dividend or distribution;
- (f) a recommendation or decision that a dividend or distribution will not be declared;
- (g) under subscriptions or over subscriptions to an issue;
- (h) an agreement or option to acquire a substantial asset;
- (i) information about the beneficial ownership of shares obtained by the Company or under the Corporations Act;
- (j) giving or receiving a notice of intention to make a takeover;

- (k) an agreement between the Company (or a related party or subsidiary) and a Director (or a related party of the Director);
- (l) the Company executes any formal contract for a material business venture;
- (m) entry by the Company into a binding heads of agreement or memorandum of understanding;
- (n) the amount shown in the accounts of the Company needs to be adjusted to cover bad loans; and
- (o) the Company enters into a confidential settlement of a claim involving the payment of damages.

4 Consequences of Non-Compliance

A person involved in a company's contravention of the continuous disclosure provisions can be held **personally liable** for the contravention. In addition, other penalties as prescribed under the Corporations Act may be incurred by the Company. For these reasons, it is important that you take your responsibilities in relation to continuous disclosure seriously. If in doubt, talk to the Responsible Officer who has the responsibility to determine if the information needs to be disclosed to the market.

5 Confidentiality Obligations

Whilst the Company has a responsibility to disclose the information as described above, the Company is entitled to keep information confidential in some circumstances until it is appropriate to release it to the ASX. For example, if the information concerns a transaction that is incomplete or a trade secret.

As an employee, you must ensure that all information to which you have access, and which is not already public, remains confidential. This includes, for example, any material transactions or negotiations the Company commences. You should immediately report to the Responsible Officer any instances where confidentiality of information has been or may be lost for any reason whatsoever.

You are also reminded that such confidential information of a material nature is considered to be "inside information" and that you are prohibited from trading in the Company's securities when you are in possession of such information. In addition, the Company has a Policy on Trading in the Company's Securities which you should familiarise yourself with.

6 Summary of Policy on Continuous Disclosure

The Board has adopted a Policy on Continuous Disclosure. The Policy sets out the obligations of Directors, officers and employees to ensure the

Company satisfies its continuous disclosure obligations. It provides information as to what a person should do when they become aware of information which could have a material effect on the Company's securities. The Policy also sets out the consequences of non-compliance and a person's confidentiality obligations.