

Supervisory Board rules *Procedure*



Supervisory Board rules

Procedure

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1. Objective

The purpose of this procedure is to provide clear and consistent rules governing the internal proceedings of the Supervisory Board.

2. Scope

These Rules apply to the Supervisory Board and are relevant for all the internal and external stakeholders of BAM Group.

Capitalised terms in these Rules have the meaning as set out in [Schedule 1](#), which is part of these Rules.

Any reference in these Rules to "in writing" means in writing or by other reproducible electronic communication.

3. Rules of procedure

INTRODUCTION

3.1 General

3.1.1 To establish and confirm the governance of the Supervisory Board, the following Rules apply to the Supervisory Board.

COMPOSITION OF THE SUPERVISORY BOARD, DIVISION OF DUTIES AND RESPONSIBILITIES

3.2 Composition of the Supervisory Board

3.2.1 The Supervisory Board prepares a profile of its size and composition in compliance with the statutory requirements, taking into account the nature of the Company's business, the Supervisory Board's activities and the desired expertise, experience and independence of the Supervisory Board Members. The current profile is set out in [Schedule 2](#).

3.2.2 The Supervisory Board shall evaluate the profile as referred to in clause 3.2.1 annually.

3.2.3 The Supervisory Board must prepare a rotation schedule to prevent, where possible, reappointments occurring at the same time. The current rotation schedule is set out in [Schedule 3](#).

3.3 Responsibilities

3.3.1 The general responsibilities of the Supervisory Board are set out in [Schedule 4](#).

3.4 Chairman and Vice-Chairman

3.4.1 The Supervisory Board appoints one of the Supervisory Board Members as Chairman and one of its members as Vice-Chairman.

3.4.2 The Chairman cannot be a former Executive Board Member or Executive Committee Member and must be independent in accordance with best practice provision 2.1.8 of the Code.

3.4.3 The responsibilities of the Chairman and the Vice-Chairman are set out in [Schedule 5](#).

COMMITTEES OF THE SUPERVISORY BOARD

3.5 General

3.5.1 The Supervisory Board may assign certain tasks to one or more permanent or ad hoc committees comprising one or more Supervisory Board Members.

3.5.2 The task of Supervisory Board committees is to prepare the decision making of the Supervisory Board. Establishing committees does not diminish the responsibility of the Supervisory Board and the Supervisory Board Members for obtaining information and forming an independent opinion. The entire Supervisory Board also remains responsible for its decisions, even if they were prepared by one of the Supervisory Board's committees. The committees cannot adopt resolutions on behalf of the Supervisory Board.

3.5.3 The Supervisory Board appoints Supervisory Board committee members. For each committee, the Supervisory Board appoints a chairman from among committee members.

3.5.4 Supervisory Board committees report on a regular basis to the Supervisory Board about their actions, reviews, proposals and findings.

3.5.5 The Supervisory Board shall prepare rules governing the respective Supervisory Board committee's practices and principles (responsibilities, composition, meetings etc.).

3.6 Permanent committees

3.6.1 The Supervisory Board has the following permanent committees:

- (a) the Audit Committee, with duties and internal proceedings as set out in [Schedule 6](#);
- (b) the Remuneration Committee, with duties and internal proceedings as set out in [Schedule 7](#);
- (c) the Nomination Committee, with duties and internal proceedings as set out in [Schedule 8](#); and
- (d) the Health, Safety and Sustainability Committee, with duties and internal proceedings as set out in [Schedule 9](#).

COMPANY SECRETARY

3.7 Duties and responsibilities

3.7.1 The Company Secretary assists the Supervisory Board. The Company Secretary ensures that the proper procedures as required by law, the Articles of Association or these Rules are complied with. The Company Secretary also assists the Chairman in the logistics of the Supervisory Board (i.e. information, agenda, evaluation, introduction, education and training programme).

3.8 Appointment and dismissal

3.8.1 Subject to the Supervisory Board's prior approval, the Executive Board appoints and dismisses the Company Secretary. The Supervisory Board may recommend the appointment or dismissal of the Company Secretary to the Executive Board.

MEETINGS OF THE SUPERVISORY BOARD AND DECISION MAKING

3.9 Convening meetings and agenda

- 3.9.1 Meetings are held in accordance with a meeting schedule to be annually set by the Supervisory Board. The Supervisory Board shall hold at least four (4) meetings per year. Additional meetings are convened at any Supervisory Board Member's request.
- 3.9.2 Meetings are convened in a timely manner and in writing by the Chairman or the Vice-Chairman; or, if the Chairman and Vice-Chairman positions are vacant (*ontstentenis*) or the Chairman and Vice-Chairman are unable to act (*belet*), by any Supervisory Board Member or on behalf of the Chairman by the Company Secretary. The notice sets out the meeting agenda and will be distributed among the Supervisory Board Members and the Executive Committee Members, who will attend the meeting, unless the Supervisory Board decides otherwise.
- 3.9.3 The Supervisory Board Member convening a meeting (usually the Chairman) sets the agenda for that meeting in consultation with the Company Secretary and the chairman of the Executive Board. Supervisory Board Members may submit agenda items to the Supervisory Board Member convening the meeting.
- 3.9.4 The ongoing items to be considered and discussed at the Supervisory Board meetings include:
- (a) the minutes of previous meetings, in so far not yet approved;
 - (b) health and safety performance of the Group;
 - (c) the general operational business of the Group in relation to the Company's operational plan;
 - (d) the Company's financial results, amongst which the forecast for the year based on the quarterly results;
 - (e) the press release to be issued regarding the quarterly results;
 - (f) major decisions requiring Supervisory Board approval or advice based on the rules of procedure of the Executive Board and the Executive Committee;
 - (g) the reports of the Supervisory Board committees;
 - (h) feedback from analyst meetings and roadshows and developments in the shareholding of the Company;
 - (i) the broad outline of the Company's corporate governance structure as included as a paragraph in the annual report;
 - (j) nominations for vacancies in the Executive Board and proposals for appointments in the Executive Committee. With any such nominations for vacancies in the Executive Board, the Supervisory Board will take into account the provisions set out in article 2:132a BW; and
 - (k) operational risks in the business, especially with regard to tenders and projects.
- 3.9.5 At least once a year, the Supervisory Board shall discuss:
- (a) the functioning of the Supervisory Board, the Supervisory Board committees, and of its individual members, and the conclusions to be drawn on the basis thereof;
 - (b) the desired profile, composition and competences of the Supervisory Board;
 - (c) the functioning of the Executive Committee and its individual members and the conclusions to be drawn on the basis thereof;
 - (d) the corporate strategy, including capital structures for the long term as well as any significant changes thereto;
 - (e) the risks of the business, and the result of the assessment by the Executive Board of the design and operation of the internal risk management and control systems, as well as any significant changes and any major improvements planned thereto;
 - (f) the evaluation of the induction, education or training programme for Supervisory Board members;
 - (g) the operational plan for the following year;

- (h) the annual report and accounts with the report and management letter of the external auditor;
- (i) the preparation and review of the General Meetings and the agenda items;
- (j) HR policies for the Group, including succession planning for the Executive Board, the Executive Committee and other senior managers and talent identification and development;
- (k) IT policies for the Group, including cyber security;
- (l) corporate social responsibility issues relevant to the Group;
- (m) compliance and integrity issues in the Group and reporting on alleged irregularities;
- (n) activities with regard to creating a culture aimed at sustainable long-term value creation.

3.10 Meeting location

- 3.10.1 The Chairman decides on the place of venue of the meetings. Meetings are normally held at the Company's offices, but may also take place elsewhere after consultation with the chairman of the Executive Board.
- 3.10.2 Meetings may also be held by telephone or video conference, provided that all participants can hear each other simultaneously. Supervisory Board Members attending the meeting by telephone or video conference are considered present at the meeting.

3.11 Attendance

- 3.11.1 A Supervisory Board Member entitled to vote may be represented at a meeting by another Supervisory Board Member entitled to vote holding a proxy in writing.
- 3.11.2 Unless the Supervisory Board decides otherwise, or the rules of procedure of the Executive Board and the Executive Committee, or these Rules stipulate otherwise, meetings of the Supervisory Board shall be attended by all members of the Executive Committee and by the Company Secretary. The Supervisory Board may require that certain officers and external advisers attend its meetings.
- 3.11.3 The external auditor of the Company shall attend each meeting at which the examination and approval of the annual accounts and the half-year results are discussed.
- 3.11.4 Notwithstanding clause 3.11.2, at least once a year a meeting of the Supervisory Board shall be held without the Executive Board Members and the Executive Committee Members being present, in order for the Supervisory Board to discuss and evaluate the performance of the Supervisory Board and the Executive Board as well as their individual members. At least once a year, the Supervisory Board shall discuss with the chairman of the Executive Board the performance of the Executive Committee and its individual members, other than the Executive Board Members, without the other Executive Committee Members being present.

3.12 Chairman of the meeting

- 3.12.1 The Chairman or, if the Chairman is not present at the meeting, the Vice-Chairman chairs the meeting. If both the Chairman and the Vice-Chairman are not present at a meeting and the Chairman has not appointed another Supervisory Board Member as chairman of that meeting, the Supervisory Board Members present at the meeting will appoint one of them as chairman of that meeting.

3.13 Adoption of resolutions - quorum requirements

- 3.13.1 The Supervisory Board may only adopt resolutions at a meeting if a majority of the Supervisory Board Members entitled to vote is present or represented at the meeting.

3.13.2 The chairman of the meeting ensures that adopted resolutions are communicated to Supervisory Board Members not present at the meeting without delay.

3.14 Adoption of resolutions - majority requirements

3.14.1 Each Supervisory Board Member has one vote.

3.14.2 Where possible, the Supervisory Board adopts its resolutions by unanimous vote. If this is not possible, the resolution is adopted by a majority of votes cast.

3.14.3 In the event of a tie vote, the Chairman, if entitled to vote, has a casting vote.

3.14.4 If there is insufficient agreement on a proposed resolution during the meeting, the chairman of the meeting may defer the proposal for further discussion or withdraw the proposal.

3.15 Meeting minutes

3.15.1 The Company Secretary or any other person designated as the meeting secretary prepares the meeting minutes. The minutes shall in principle be adopted at a next Supervisory Board meeting. If all Supervisory Board Members agree on the contents of the minutes, they may also be adopted earlier.

3.15.2 The minutes shall be signed for adoption by the chairman and the secretary of the meeting.

3.16 Adopting resolutions without holding a meeting

3.16.1 The Supervisory Board may also adopt resolutions without holding a meeting, provided that:

- (a) the resolutions have been brought to the attention of all of the Supervisory Board Members;
- (b) none of the Supervisory Board Members entitled to vote has objected to this form of decision-making;
- (c) each Supervisory Board Member entitled to vote has participated in the voting (including voting by proxy); and
- (d) the resolutions are adopted in writing.

3.16.2 Clauses 3.14.1 through 3.14.4 apply equally to adopting resolutions without holding a meeting.

3.17 Evidence of adopted resolutions

3.17.1 Resolutions can be evidenced by a statement signed by the Chairman and the Company Secretary.

3.17.2 Resolutions adopted at a specific meeting can also be evidenced by a statement signed by the chairman and the secretary of that meeting.

CONFLICTS OF INTEREST

3.18 Preventing conflicts of interest

3.18.1 Any conflict of interest between the Company and Supervisory Board Members should be prevented. The Supervisory Board is responsible for dealing with any conflicts of interest between Supervisory Board Members and the Company.

3.18.2 Supervisory Board Members must be alert to conflicts of interest and may not:

- (a) compete with the Company;

- (b) demand or accept substantial gifts or advantages from the Company for themselves or their spouse, registered partner or other life companion, foster child or relative by blood or marriage up to the second degree;
- (c) provide unjustified advantages to third parties at the Company's expense;
- (d) take advantage of business opportunities that the Company is entitled to, for themselves or for their spouse, registered partner or other life companion, foster child or relative by blood or marriage up to the second degree.

3.19 Definition

- 3.19.1 For purposes of clauses 3.18 through 3.23, a 'conflict of interest' means:
- (a) a direct or indirect personal conflict of interest within the meaning of article 2:140(5) and article 2:169(4) (related party transactions) BW; and
 - (b) any other situation which causes reasonable doubt about whether the Supervisory Board Member concerned is primarily guided in the decision-making process by the interests of the Company and its business.
- 3.19.2 A Supervisory Board Member has a potential conflict of interest if the Company intends to enter into a transaction with a legal entity:
- (a) in which that Supervisory Board Member has a material financial interest;
 - (b) whose management or supervisory board includes a member who has a family law relationship with that Supervisory Board Member;
 - (c) where that Supervisory Board Member has a management or supervisory position;
 - (d) under applicable law, including the rules of any exchange on which the Company's Shares (or depositary receipts thereof) may be listed, such conflict of interests exists or is deemed to exist; or
 - (e) the Chairman, or the Vice-Chairman as the case may be, has ruled at his sole discretion that such conflict of interests exists or is deemed to exist.

3.20 Consequences

- 3.20.1 A Supervisory Board Member may not participate in the Supervisory Board's or a committee's deliberations and decision-making process on a subject where the Supervisory Board Member is found to have a conflict of interest pursuant to clause 3.22.1. The Supervisory Board Member does not qualify as a Supervisory Board Member entitled to vote in relation to that subject.

3.21 Obligation to report

- 3.21.1 A Supervisory Board Member, other than the Chairman or Vice-Chairman must, without delay, report any conflict of interest or potential conflict of interest to the Chairman, or in the Chairman's absence, the Vice-Chairman. The Chairman must, without delay, report any conflict of interest or potential conflict of interest to the Vice-Chairman or, in the Vice-Chairman's absence, to the other Supervisory Board Members. The Vice-Chairman must, without delay, report any conflict of interest or potential conflict of interest to the Chairman or, in the Chairman's absence, to the other Supervisory Board Members. The Supervisory Board Member must provide all relevant information, including any relevant information concerning his or her spouse, registered partner or other life companion, foster child and relatives by blood or marriage up to the second degree.

3.22 Determination of conflicts of interest

- 3.22.1 The Supervisory Board decides whether a Supervisory Board Member has a conflict of interest, without the Supervisory Board Member being present.

3.23 At arm's length. Supervisory Board approval

- 3.23.1 Resolutions of the Executive Board or the Executive Committee on a subject where the Supervisory Board has found one or more Supervisory Board Members to have a conflict of interest and which is of material significance to the Company and/or to the related Supervisory Board member(s) require the approval of the Supervisory Board. The Supervisory Board may only grant its approval if the transaction is to be entered into by the Company on terms that are customary in the market.

3.24 Personal loans

- 3.24.1 The Company will not grant any personal loans, guarantees or the like to members of the Supervisory Board unless in the normal course of business and on terms applicable to the personnel as a whole. No remission of loans will be granted.

RELATIONSHIP WITH THE EXECUTIVE BOARD, EXECUTIVE COMMITTEE, GENERAL MEETING AND WORKS COUNCIL

3.25 Main contact

- 3.25.1 The Chairman is the main contact on behalf of the Supervisory Board for the Executive Board, the Executive Committee, the General Meeting and the works council.
- 3.25.2 The Vice-Chairman is the main contact on behalf of the Supervisory Board in matters regarding the Chairman's performance.

3.26 Relationship with the Executive Board and the Executive Committee

- 3.26.1 The Supervisory Board, and its individual members, have their own responsibility for obtaining all information from the Executive Board, the Executive Committee and the external auditor that the Supervisory Board requires for the due performance of its duties. If the Supervisory Board deems necessary, it may obtain information from officers and external advisors of the Group, with notification thereof in advance to the chairman of the Executive Board. The Executive Board and the Executive Committee shall provide the necessary means for this purpose. Each Supervisory Board Member keeps the Chairman and the chairman of the Executive Board informed of any contacts that member may have with members of the Executive Committee, officers of the Group and external advisors of the Group in the proper performance of his/her duties as Supervisory Board Member. This does not apply to contacts that Supervisory Board Members have with Executive Committee members, officers of the Company or external advisors related to their specific role in the Supervisory Board (e.g. contacts of the chairman of the Audit Committee with the chief financial officer of the Company, external auditor or the head of internal audit).
- 3.26.2 The Executive Board shall timely provide the Supervisory Board with all relevant information on all facts and developments concerning the Group which the Supervisory Board may need to function as required and to properly carry out its duties. Executive Committee Members will attend meetings of the Supervisory Board, unless the Supervisory Board decides otherwise, or the rules of procedure of the Executive Board and the Executive Committee, or these Rules stipulate otherwise.
- 3.26.3 The Executive Board shall periodically provide the Supervisory Board with a report in writing prepared in a format as agreed from time to time and setting out detailed information on the general business of the Group in that period, with special emphasis on financials and the developments in the relevant markets.

- 3.26.4 Without prejudice to the above, each year, the Executive Board shall provide to and discuss with the Supervisory Board (i) a progress report on the implementation of the strategy, (ii) the operational plan for the following year, (iii) an overview of the strategic, operational, compliance and reporting risks and (iv) an assessment of the design and operation of the internal risk management and control systems, as well as any significant changes and major improvements planned thereto.
- 3.26.5 From time to time the Executive Board shall provide the Supervisory Board with copies of reports of analysts with respect to the Company and its relevant markets.
- 3.26.6 In the event that the Company is subject of a rating process, called or uncalled for, the Executive Board shall provide the Supervisory Board with the reports resulting thereof.
- 3.26.7 The Executive Board shall adopt a set of rules (subject to Supervisory Board approval) which comprises matters concerning the Executive Board and the Executive Committee, among which the relationship with the Supervisory Board.
- 3.26.8 The Supervisory Board ensures that the Executive Committee shall implement arrangements with regard to reporting suspected misconduct by employees or officers of the Group, which arrangements make it possible for employees to report alleged irregularities of a general, operational and financial nature in the Group to the compliance officer designated by the Executive Committee, without jeopardising their legal position. Alleged irregularities concerning the functioning of members of the Executive Committee shall be reported to the compliance officer who shall inform the chairman of the Executive Board if it concerns Executive Committee Members other than Executive Board Members and the Chairman if it concerns Executive Board Members, without delay on such allegations.

3.27 Relationship with the General Meeting

- 3.27.1 The Supervisory Board Members shall attend the General Meetings, unless they are prevented from attending on serious grounds.
- 3.27.2 The Supervisory Board shall provide the General Meeting with any information it may require, unless important interests (zwaarwegende belangen) of the Company or any law, rules or regulations applicable to the Company prevent it from doing so. The Supervisory Board shall specify the reasons for invoking such important interests.
- 3.27.3 The Supervisory Board is accountable for the supervision on the corporate governance structure of the Company and compliance with this structure to the General Meeting. Each substantial change in the Company's corporate governance structure and in the compliance of the Company with the Code shall be submitted to the General Meeting for discussion under a separate agenda item.
- 3.27.4 The Supervisory Board shall ensure that:
- (a) the General Meetings will be convened in due time;
 - (b) the shareholders are informed by means of notes to the agenda of the General Meeting of all facts and circumstances relevant to the approval, delegation or authorisation to be granted as required by law or the Articles of Association;
 - (c) the agenda of the General Meeting shall list which items are for discussion and which items are to be voted upon;
 - (d) material amendments to the Articles of Association and resolutions for the appointment of Executive Board Members and Supervisory Board Members shall be submitted separately at the General Meeting;

- (e) the Company shall give shareholders and other persons entitled to vote at General Meetings the possibility of issuing voting proxies or voting instructions, respectively, to an independent third party prior to the General Meeting; and
- (f) the Company shall formulate an outline policy on bilateral contacts with the shareholders and shall publish this policy on its website.

- 3.27.5 On request, the draft minutes of the General Meeting shall be made available to shareholders no later than three months after the end of the meeting, after which the shareholders shall have the opportunity to react to the report in the following three months. The minutes shall then be adopted in the manner provided for in the Articles of Association.
- 3.27.6 The Supervisory Board ensures that if a serious private bid is made for a group company as referred to in article 2:24b BW, business unit or a participating interest and the value of the group company as referred to in article 2:24b BW, business unit or a participating interest exceeds the threshold referred to in article 2:107a.1.c. BW, and such bid is made public, the Executive Board shall, at its earliest convenience, make public its position on the bid and the reasons for this position.
- 3.27.7 The Supervisory Board ensures that, in case the Executive Board invokes the response time within the meaning of the Code or the reflection period within the meaning of the BW, the Executive Board shall use the response time for further deliberation and constructive consultation, in any case with the shareholder(s) involved, and shall ensure that the Executive Board explores the alternatives.
- 3.27.8 The Supervisory Board ensures that, in case of a takeover bid is being prepared for the Company's shares, the Executive Board will involve the Supervisory Board closely and timely in the takeover process and that a request from a competing bidder to inspect the company's records will be discussed by the Executive Board with the Supervisory Board without delay.
- 3.27.9 The Supervisory Board ensures that the Executive Board shall require the approval of the General Meeting of resolutions regarding a significant change of the identity or character of the Group as mentioned in article 2:107a BW.
- 3.27.10 The chairman of the General Meeting shall ensure the orderly and efficient conduct of the General Meeting.

3.28 Relationship with the works council

- 3.28.1 Twice a year a meeting with the works council will take place which will be attended by (a delegation of) the Supervisory Board, where also the officer acting as 'bestuurder' in the sense of article 1 of works council act (*Wet op de Ondernemingsraden*) is present. During such meetings they will discuss, among other things, (i) the conduct and culture in the Company; (ii) the values adopted by the Executive Committee; and (iii) the Company's diversity and inclusion policy.
- 3.28.2 The Chairman is primarily responsible for maintaining and coordinating contacts with the works council. The Chairman acts as the primary contact for the works council. Of such contacts the chairman of the Executive Board will be informed by the Chairman. If a member of the Supervisory Board is invited to attend a meeting of the works council, he shall accept the invitation only after prior consultation with the Chairman.

3.29 Executive Committee - resolutions requiring Supervisory Board approval

- 3.29.1 The Supervisory Board may make certain Executive Board resolutions and Executive Committee resolutions subject to Supervisory Board approval. These resolutions must be clearly specified and communicated in writing to the Executive Board or the Executive Committee.

3.30 Executive Board - annual evaluation

3.30.1 The Supervisory Board regularly, and at least annually, evaluates the performance of the Executive Board and the Executive Board Members. The evaluation takes place without the Executive Board Members being present.

3.31 Executive Committee members and majority shareholders - conflicts of interest

3.31.1 The Supervisory Board is responsible for dealing with conflicts of interest between Executive Committee members or majority shareholders and the Company.

3.31.2 All transactions between the Company and legal entities or natural persons who hold at least ten percent of the shares in the Company that are of material significance to the Company or to those entities or persons require the approval of the Supervisory Board. The Supervisory Board will only grant its approval if the transaction is to be entered into by the Company on terms that are customary in the market.

ANNUAL EVALUATION OF SUPERVISORY BOARD MEMBERS

3.32 Evaluation of Supervisory Board Members

3.32.1 The Chairman of the Supervisory Board is the main contact on behalf of the Supervisory Board regarding the performance of Supervisory Board Members other than the Chairman. The Vice-Chairman is the main contact on behalf of the Supervisory Board regarding the Chairman's performance.

3.32.2 The Supervisory Board regularly, and at least annually, evaluates its own, its committees and the Supervisory Board Members' performance.

POSITIONS OUTSIDE THE COMPANY

3.33 Positions outside the Company

3.33.1 A Supervisory Board Member, other than the Chairman, must inform the Chairman of the Supervisory Board before accepting positions outside the Company. The Chairman must inform the Vice-Chairman, before accepting positions outside the Company. The Chairman, or the Vice-Chairman, as the case may be, may decide to consult other members of the Supervisory Board on the relevant position(s).

CONFIDENTIALITY

3.34 Confidentiality

3.34.1 Each Supervisory Board Member must treat all information and documentation obtained in connection with his or her position as Supervisory Board Member with the necessary discretion, integrity and confidentiality. This provision remains applicable to a Supervisory Board Member after his resignation as Supervisory Board Member.

MISCELLANEOUS

3.35 Compliance with these Rules

- 3.35.1 On 13 December 2023 the Supervisory Board declared by unanimous resolution that:
- (a) it will apply, and considers itself bound by, the obligations arising from these Rules to the extent that the Rules apply to the Supervisory Board and its individual members; and
 - (b) on appointment of new Supervisory Board Members, it will ensure that these members issue a declaration as referred to in 3.35.1(a).
- 3.35.2 On 22 November 2023 the Executive Committee declared by unanimous resolution that:
- (a) it will apply, and considers itself bound by, the obligations arising from these Rules to the extent that the Rules apply to the Executive Board and the Executive Committee and its individual members; and
 - (b) on appointment of new Executive Committee members, it will ensure that these members issue a declaration as referred to in 3.35.2(a).

3.36 Decision not to comply with these Rules. Amendment of these Rules

- 3.36.1 The Supervisory Board may occasionally resolve not to comply with these Rules.
- 3.36.2 The Supervisory Board may amend these Rules. Any amendments will be laid down in writing.

3.37 Partial invalidity

- 3.37.1 If any provision of these Rules is held to be or becomes invalid (in each case either in its entirety or in part) that provision will, to the extent of its invalidity, be deemed not to form part of these Rules, but the validity of the remainder of these Rules will not be affected.

3.38 Governing law and jurisdiction

- 3.38.1 These Rules are governed exclusively by Dutch law.
- 3.38.2 Any disputes arising out of or in connection with these Rules, including disputes concerning their applicability will be resolved by the courts in Utrecht, the Netherlands.

4. Roles and responsibilities

- The Supervisory Board is is responsible and ultimately accountable for providing direction on, commitment to and compliance with these Rules.

5. Reference to supporting documents

- Articles of Association
- Dutch Corporate Governance Code
- Rules of procedure of the Executive Board and the Executive Committee

- Schedule 1: Definitions
- Schedule 2: Profile of the Supervisory Board
- Schedule 3: Rotation schedule of the Supervisory Board
- Schedule 4: General responsibilities of the Supervisory Board
- Schedule 5: Responsibilities of the Chairman and the Vice-Chairman

- Schedule 6: Responsibilities of the Chairman and the Vice-Chairman
- Schedule 7: Audit Committee Charter
- Schedule 8: Remuneration Committee Charter
- Schedule 9: Health, Safety and Sustainability Committee Charter

6. Document control

Document Version Number	Description of Revision (Include Reason for change)	Author	Date
V1.0 – 17/04/2019	New rules of procedure upon establishment of Executive Committee	Company Secretary	17/04/2019
V2.0 – 01/10/2021	Update upon new target operating model	Company Secretary	01/10/2021
V3.0 – 04/05/2022	Update upon relevant changes in laws and regulations	Company Secretary	04/05/2022
V4.0 – 01/12/2023	Update upon new Dutch Corporate Governance Code	Company Secretary	13/12/2023

Schedule 1 Definitions

"**Audit Committee**" means the committee of the Supervisory Board referred to in clause 3.6.1(a);

"**Articles of Association**" means the articles of association of the Company;

"**BW**" means the Dutch Civil Code (*Burgerlijk Wetboek*);

"**Chairman**" means the Supervisory Board Member with the title Chairman, in accordance with clause 3.4;

"**Code**" means the Dutch Corporate Governance Code as adopted by the Corporate Governance Code Monitoring Committee on 20 December 2022;

"**Company**" means Koninklijke BAM Groep N.V.;

"**Company Secretary**" means the company secretary appointed in accordance with clause 3.8;

"**Executive Board**" means the executive board of the Company;

"**Executive Board Member**" means a member of the Executive Board;

"**Executive Committee**" means the executive committee of the Company (as referred to in provision 2.1.3 of the Code);

"**Executive Committee Member**" means a member of the Executive Committee;

"**General Meeting**" means the corporate body that consists of shareholders and all other persons with meeting rights / the meeting in which the shareholders and all other persons with meeting rights assemble;

"**Group**" means the Company and all entities included in the group (*groep*, within the meaning of article 2:24b BW) headed by it;

"**HSS Committee**" means the committee of the Supervisory Board referred to in clause 3.6.1(d);

"**Nomination Committee**" means the committee of the Supervisory Board referred to in clause 3.6.1(c);

"**Remuneration Committee**" means the committee of the Supervisory Board referred to in clause 3.6.1(b);

"**Rules**" means these rules of procedure of the Supervisory Board;

"**Schedule**" means a schedule to these Rules; and

"**Supervisory Board**" means the supervisory board of the Company;

"**Supervisory Board Member**" means a member of the Supervisory Board; and

"**Vice-Chairman**" means the Supervisory Board Member with the title Vice-Chairman, in accordance with clause 3.4.

Schedule 2 Profile of the Supervisory Board

1 GENERAL

- 1.1** This profile was prepared taking into account the nature and variety of the Company's business, its activities, its international spread and the desired expertise, experience and independence of the Supervisory Board Members.
- 1.2** This profile sets out:
- (a) the size of the Supervisory Board;
 - (b) the desired expertise, experience and background represented in the Supervisory Board;
 - (c) the desired diversity among Supervisory Board Members; and
 - (d) the desired independence of Supervisory Board Members.
- 1.3** The Supervisory Board considers this profile when preparing nominations of persons to be appointed as Supervisory Board Members
- 1.4** The Supervisory Board shall evaluate the profile annually.

2 SIZE AND COMPOSITION

2.1 Size

- 2.1.1** The Supervisory Board consists of at least five members and of eight members at the most, however for reasons of continuity this maximum may be exceeded temporarily with the approval of the General Meeting. For the time being, the Supervisory Board has set the number of Supervisory Board Members at six.

2.2 Composition

- 2.2.1** The desired composition of the Supervisory Board is such that the combined expertise, experience, diversity and independence of the Supervisory Board Members enables the Supervisory Board to best carry out the variety of its responsibilities and duties with regard to the Company and all stakeholders involved including its shareholders, consistent with applicable law and regulations.
- 2.2.2** In particular, the desired composition of the Supervisory Board must include the following areas of expertise, experience and backgrounds among its members:
- (a) extensive management experience at board level of a large international listed company;
 - (b) broad financial/economical expertise and experience, gained in listed companies, regarding financial management, creating shareholder value, financing and financial instruments, administration, accounting and financial reporting, internal risk management and control systems, auditing processes, taxation;
 - (c) experience and insight in terms of identifying trends and market opportunities and developing initiatives and businesses to address these;
 - (d) experience with strategy development and the identification and management of strategic risks;
 - (e) knowledge of and experience in the markets in which the Company operates;
 - (f) management experience in the construction industry and experience with management and risk control of big projects;
 - (g) knowledge of and experience with information technology and developments in new technologies including changes to business models and associated risks;
 - (h) knowledge of and experience with human resources management, including management selection processes, succession planning, management development, remuneration systems;

and

(i) knowledge of and experience with Dutch corporate governance of listed companies.

2.2.3 Furthermore, in composing the Supervisory Board, the following requirements must be observed:

(a) all of the Supervisory Board Members are capable of assessing the broad outlines of the overall policy of the Group;

(b) all of the Supervisory Board Members are able to carry out the legal and statutory required responsibilities of the Supervisory Board;

(c) all of the Supervisory Board Members are capable of advising and assisting the Executive Board and the Executive Committee in the execution of their duties, called or uncalled for;

(d) all of the Supervisory Board Members shall match the profile and, by way of their respective participation in the Supervisory Board, the Supervisory Board as a whole must be composed in accordance with clause 2.2.1;

(e) as the Company adheres to the principles of Corporate Social Responsibility (people, planet, profit), all of the Supervisory Board Members are expected to recognise the importance of these principles, based on an understanding of the position of companies in society and of people in organisations;

(f) in view of the international spread of the activities of the Group it is desirable that all of the Supervisory Board Members have international experience;

(g) none of the Supervisory Board Members may maintain more than five (5) memberships of supervisory boards in listed companies (or other big organisations), including the Company; in connection therewith, a chairmanship counts twice; and

(h) the Chairman may not be a former member of the Executive Board or a former member of the Executive Committee.

2.3 Diversity

2.3.1 The desired composition of the Supervisory Board complies with the Company's Supervisory Board diversity policy. The Supervisory Board strives for a mixed composition including in respect of sex or gender identity, age, nationality and cultural or other background. In compliance with the statutory requirements to set a number for the (diversity between) female and male members of the Supervisory Board, its composition shall consist of at least one third (1/3) female members and at least one third (1/3) male members.

2.3.2 In case the actual situation differs from the diversity number as set in the Company's Supervisory Board diversity policy, the Supervisory Board shall account for this in the annual report of the Company, including any measures how it will address this in the future.

2.4 Independence

2.4.1 The desired composition of the Supervisory Board enables Supervisory Board Members to operate independently, including the ability to operate critically with one another, the Executive Board, the Executive Committee, and any particular interests involved.

2.4.2 In particular, the desired composition of the Supervisory Board ensures that:

(a) at most one Supervisory Board Member does not qualify as independent pursuant to best practice provision 2.1.8 sections (i) to (v) inclusive of the Code;

(b) less than half of the Supervisory Board Members do not qualify as independent pursuant to best practice provision 2.1.8 of the Code; and

(c) for each shareholder, or group of affiliated shareholders, who directly or indirectly hold more than ten percent of the shares in the Company's share capital, there is at most one Supervisory

Board Member who can be considered to be affiliated with or representing them as stipulated in best practice provision 2.1.8 sections (vi) and (vii) of the Code.

Schedule 3 Rotation schedule of the Supervisory Board

1 GENERAL

- 1.1** This rotation schedule was prepared on the basis of clause 3.2.3 of the Rules, and will be updated annually.
- 1.2** The term of office of a Supervisory Board Member ends at the end of the annual general meeting in the year indicated below.

2 ROTATION SCHEDULE

The current version of the rotation schedule is published on the Company's website:
<https://www.bam.com/en/about-bam/management/supervisory-board>

Schedule 4 General responsibilities of the Supervisory Board

1 GENERAL RESPONSIBILITIES OF THE SUPERVISORY BOARD

- 1.1** The Supervisory Board supervises the policies, management and the general affairs of the Group. The Supervisory Board assists the Executive Committee with advice on general policies related to the Company and its business.
- 1.2** The Supervisory Board supervises how the Executive Committee determines its position on the sustainable long-term value creation strategy and how the Executive Committee implements that strategy. The Supervisory Board regularly discusses the strategy, the implementation of the strategy and the principal risks associated with it.
- 1.3** In fulfilling its responsibilities, the Supervisory Board is guided by the interests of the Company and its business and the Company's stakeholders.
- 1.4** The responsibilities of the Supervisory Board include supervising and advising the Executive Board and the Executive Committee with respect to its responsibilities
- 1.5** In addition, the responsibilities and tasks of the Supervisory Board include:
- (a) drawing up the Company's diversity policy for the composition of the Executive Board, the Executive Committee and the Supervisory Board;
 - (b) selecting and nominating individuals for appointment by the General Meeting as Executive Board Member;
 - (c) proposing the remuneration policy for Executive Board Members for adoption by the General Meeting and determining the remuneration and the employment terms for the individual Executive Board Members in conformity with the remuneration policy;
 - (d) selecting and nominating individuals for appointment by the General Meeting as Supervisory Board Members;
 - (e) proposing the remuneration for Supervisory Board Members for adoption by the General Meeting;
 - (f) reviewing the performance of the Supervisory Board, its committees, and individual Supervisory Board Members and discussing the conclusions that must be drawn on the basis of this review at least on an annual basis;
 - (g) reviewing the performance of the Executive Board and individual Executive Board Members and discussing the conclusions that must be drawn on the basis of this review at least on an annual basis;
 - (h) selecting and nominating for appointment by the General Meeting of the Company's external auditor;
 - (i) approving of the instructions to the external auditor to provide their services and the costs relating thereto, such on recommendation of the Audit Committee and after consultation with the Executive Committee;
 - (j) overseeing the internal audit function and maintaining regular contact with the head of internal audit;
 - (k) reviewing and approving any resolution of the Executive Board and the Executive Committee concerning matters that require approval of the Supervisory Board pursuant to the law, the Articles of Association or clause 3.29 of the Rules;
 - (l) being responsible for the decision making on dealing with conflicts of interest regarding

Executive Board Members, Supervisory Board Members and majority shareholders in relation to the Company; and

(m) handling, and deciding on, reported alleged irregularities that relate to the functioning of Executive Committee Members within the meaning of the Company's arrangements with regard to reporting suspected misconduct by employees or officers of the Company.

Schedule 5 Responsibilities of the Chairman and the Vice-Chairman

1 RESPONSIBILITIES OF THE CHAIRMAN AND THE VICE-CHAIRMAN

1.1 Chairman

1.1.1 The Chairman is primarily responsible for ensuring that:

- (a) the Supervisory Board has proper contact with the Executive Board, the Executive Committee, the works council and the General Meeting;
- (b) the Supervisory Board elects a Vice-Chairman;
- (c) there is sufficient time for deliberation and decision making by the Supervisory Board;
- (d) the Supervisory Board Members receive all information that is necessary for the proper performance of their duties in a timely fashion;
- (e) the Supervisory Board and its committees function properly;
- (f) the performance of individual Executive Board Members and Supervisory Board Members is assessed at least annually;
- (g) the Supervisory Board Members and Executive Committee Members follow their induction programme;
- (h) the Supervisory Board Members and Executive Committee Members follow their education or training programme;
- (i) in the event of a tie vote in the Executive Board, to act as arbitrator or mediator;
- (j) the Executive Committee performs activities in respect of a culture aimed at sustainable long-term value creation;
- (k) the Supervisory Board receives and decides on reported potential conflicts of interests within the meaning of clause 3.18 through 3.22 of the Rules.
- (l) the Supervisory Board recognises signs from within the Group regarding potential misconduct and irregularities and ensures that any (suspicion of) material misconduct and irregularities are reported to the Supervisory Board without delay;
- (m) the General Meeting proceeds in an orderly and efficient manner;
- (n) effective communication with shareholders is assured; and
- (o) the Supervisory Board is involved closely, and at an early stage, in any merger or takeover process.

1.1.2 The Chairman acts on behalf of the Supervisory Board as the main contact for the Executive Board and the Executive Committee, Supervisory Board Members, the works council and shareholders.

1.1.3 The Chairman must consult regularly with the chairman of the Executive Board.

1.2 Vice-Chairman

1.2.1 The Vice-Chairman deputises for the Chairman in the event that the position of Chairman is vacant (*ontstentenis*) or if the Chairman is unable to act (*belet*).

1.2.2 The Vice-Chairman acts as main contact for individual Supervisory Board Members and Executive Committee Members regarding the performance of the Chairman.

Schedule 6 Audit Committee Charter

1 RESPONSIBILITIES AND COMPOSITION OF THE AUDIT COMMITTEE

1.1 Responsibilities

- 1.1.1 The Audit Committee prepares the Supervisory Board's decision making regarding the supervision of the integrity and quality of the Company's financial and sustainability reporting and the effectiveness of the Company's internal risk management and control systems and assists and advises the Supervisory Board in this respect.
- 1.1.2 The Audit Committee focuses on monitoring the Executive Board in matters including:
- (a) relations with the internal and external auditors, and compliance with and follow-up on their recommendations and comments;
 - (b) the Company's funding;
 - (c) the application of information and communication technology by the Company, including risks relating to cybersecurity; and
 - (d) the Company's tax policy.
- 1.1.3 In addition, the Audit Committee carries out the following duties:
- (a) advising the Supervisory Board on the appointment and dismissal of the head of internal audit;
 - (b) forming a position on how the internal audit function fulfils its responsibility (whereby an independent third party shall assess the performance of the internal audit function at least every five years); and
 - (c) if the Company needs to appoint an external auditor, recommending an external auditor or auditor's organisation. In case a new external auditor is to be appointed, the recommendation will consist of at least two options explaining the reasons of recommendation.
- 1.1.4 The Audit Committee also carries out the following duties:
- (a) monitoring the financial and sustainability reporting process and drawing up proposals to safeguard the integrity of this process;
 - (b) assessing the financial information provided by the Company (the reporting process and the outcome thereof), choice of accounting policies, application of general accepted accounting rules, applied policies in relation to the financial reporting and the assessments of the Executive Board thereto, clarity of the notes, application of the effects of new legislation in this area, information on the treatment of estimated entries (*schattingsposten*) in the annual accounts, forecasts and the involvement of the external auditor thereto;
 - (c) monitoring the effectiveness of the internal risk management and control systems with regard to the Company's strategic, operational, compliance and reporting risks;
 - (d) monitoring and assessing major project risks, including major claims and disputes;
 - (e) discussing the reporting from the Executive Committee on actual or suspected irregularities within the Group;
 - (f) monitoring the statutory audit of the annual accounts and the consolidated annual accounts;
 - (g) assessing and monitoring the independence of the external auditor or the audit firm, as applicable, specifically taking into account the extension of ancillary services to the Company; and
 - (h) determining the selection process for the external auditor or the audit firm, as applicable, of

the Company and the nomination to extend the assignment to carry out the statutory audit; and
(i) monitoring the financial-administrative organisation.

- 1.1.5 Furthermore, the Audit Committee has the following responsibilities:
- (a) to be informed about (i) opinions of legislative and supervising institutions and (ii) changes in (international) accounting standards;
 - (b) maintaining frequent contact and supervising the relationship with the external auditor, including in particular (i) assessing the external auditor's independence, (ii) assessing and proposing with regard to the remuneration and instructions to the external auditor to provide non-audit services for the Group, (iii) determining the involvement of the external auditor in respect of the contents and publication of financial reporting by the company other than the annual accounts, and (iv) as first contact, taking note of irregularities in respect of the content of the financial reporting as may be reported by the external auditor within the scope of his engagement;
 - (c) preparing the approval by the Supervisory Board of (i) the annual accounts for adoption by the General Meeting (ii) the dividend policy and profit distribution and (ii) the annual operational plan and substantial capital investments (including acquisitions) of the Company; and
 - (d) assessing the propagation by the Executive Committee and management of the proper management culture through communicating the importance of internal risk management.

1.2 Composition

- 1.2.1 The Supervisory Board determines the size of the Audit Committee, provided that the Audit Committee consists of at least three members.
- 1.2.2 More than half of the members of the Audit Committee must be independent pursuant to best practice provision 2.1.8 of the Code.
- 1.2.3 At least one member of the audit committee must have specific expertise in financial reporting and in the reviewing of financial reports.

1.3 Chairman

- 1.3.1 The Supervisory Board appoints one of its members as chairman of the Audit Committee.
- 1.3.2 The Chairman or a former Executive Board Member or a former Executive Committee Member cannot serve as chairman of the Audit Committee. The chairman of the Audit Committee must be independent pursuant to best practice provision 2.1.8 of the Code.

2 MEETINGS AND DECISION-MAKING

2.1 Applicability of rules governing meetings and decision making of the Supervisory Board

- 2.1.1 In as far as applicable, clauses 3.9 through 3.17 of the Rules applies equally to the meetings and decision making of the Audit Committee, provided that:
- (a) the Audit Committee shall decide if and when the chairman of the Executive Board, the Executive Board Member responsible for financial affairs and the external auditor and, if appointed, the internal auditor of the Company have to be present at its meetings; and

(b) the Audit Committee shall at least once a year hold a meeting with the external auditor without any of the Company's Executive Committee Members or officers being present.

2.1.2 In order to be able to properly execute its duties, the Audit Committee shall receive, *inter alia*, from the Executive Board the following documentation:

- (a) the annual integrated report, including the annual accounts;
- (b) the reports of the external auditor to the Supervisory Board;
- (c) the management letter of the external auditor;
- (d) the financial reports on periodic results;
- (e) press releases with respect to the annual result and intermediate results;
- (f) the audit plan of the current year;
- (g) a progress report on the follow up of the recommendations of the external auditor;
- (h) an overview of the major operational and financial risks; and
- (i) reporting on actual or suspected misconduct and irregularities.

3 REPORTING

3.1 The Audit Committee reports on its deliberations and findings to the Supervisory Board.

3.2 In particular, the Audit Committee reports on the results of the annual statutory audit and the audit of the consolidated accounts to the Supervisory Board. This report includes information on how the audit has contributed to the integrity of the financial and sustainability reporting, and also reports on the role of the Audit Committee in the audit. The report furthermore includes information on (i) the methods used to assess the effectiveness of the design and operation of the internal risk management and control systems; (ii) the methods used to assess the effectiveness of the internal and external audit processes; (iii) material considerations concerning financial and sustainability reporting; and (iv) the way in which the material risks and uncertainties have been analysed and discussed, along with a description of the most important findings of the audit committee.

3.3 The report of the Supervisory Board as included in the annual report includes information on how the duties of the Audit Committee were carried out in the financial year, and also on the composition of the Audit Committee, the number of meetings of the Audit Committee and the main items discussed at those meetings.

Schedule 7 Remuneration Committee Charter

1 RESPONSIBILITIES AND COMPOSITION OF THE REMUNERATION COMMITTEE

1.1 Responsibilities

1.1.1 The Remuneration Committee prepares the Supervisory Board's decision making regarding the proposed remuneration policy and the determination of the remuneration of individual Executive Board Members within the framework of the adopted remuneration policy, including severance payments, and assists and advises the Supervisory Board in this respect.

1.1.2 The responsibilities of the Remuneration Committee shall include:

- (a) preparing a proposal for the Supervisory Board concerning the remuneration policy for members of the Executive Board and any substantial changes therein, to be adopted by the General Meeting. In preparing such proposal the Remuneration Committee takes into account how the remuneration policy contributes to sustainable long-term value creation, the scenario analyses on potential outcomes, the internal pay ratios within the Group, the development of the market price of the shares and an appropriate ratio between the variable and fixed remuneration components;
- (b) preparing a proposal for the Supervisory Board concerning the individual remuneration of Executive Board Members and approving a proposal concerning the individual remuneration of the individual Executive Committee Members, other than Executive Board Members;
- (c) advising the Supervisory Board on the contractual terms for the management services agreements with the Executive Board Members ;
- (d) preparing a proposal for the Supervisory Board concerning the long-term incentive plans regarding the granting of shares and/or options to the Executive Committee Members and other senior management of the Group, including the terms and conditions governing these plans;
- (e) preparing a proposal concerning the remuneration of the members of the Supervisory Board for adoption by the General Meeting; and
- (f) preparing the annual remuneration report, which includes *inter alia* the remuneration policy of the Executive Board as adopted by the General Meeting and an explanation how this policy has been implemented in the past financial year, for discussion at the General Meeting.

1.1.3 The Remuneration Committee submits the proposal as referred to in the first sentence of clause 1.1.2(b) to the Supervisory Board. The proposal is drawn up according to the remuneration policy that has been adopted by the General Meeting and in any event covers:

- (a) the fixed remuneration, including a motivation when changes are proposed;
- (b) the amount of the variable remuneration components (including granted shares and/or options) and the performance criteria used;
- (c) pension rights, severance pay and other forms of compensation to be awarded;

- (d) the scenario analyses that are carried out; and
- (e) the pay ratios within the Group.

- 1.1.4 The remuneration report as referred to in clause 1.1.2(f) comprises at least the following information:
- (a) how the remuneration policy has been implemented in the past financial year;
 - (b) how the implementation of the remuneration policy contributes to sustainable long-term value creation;
 - (c) that scenario analyses have been taken into consideration;
 - (d) the pay ratios within the Group and, if applicable, any changes in these ratios in comparison with the previous financial year;
 - (e) in the event that an Executive Board Member receives variable remuneration, how this remuneration contributes to sustainable long-term value creation, the measurable performance criteria determined in advance upon which the variable remuneration depends, and the relationship between the remuneration and performance; and
 - (f) in the event that a current or former Executive Board Member receives a severance payment, the reason for this payment.
- 1.1.5 The Remuneration Committee will take note of individual Executive Board Members' views with regard to the amount and structure of their own remuneration. The Executive Board Members will be requested to pay attention to the aspects referred to under 1.1.2(a) of this Remuneration Committee Charter.

1.2 Composition

- 1.2.1 The Supervisory Board determines the size of the Remuneration Committee, provided that the Remuneration Committee consists of at least two members.
- 1.2.2 Members of the Remuneration Committee are appointed by the Supervisory Board.
- 1.2.3 More than half of the members of the Remuneration Committee must be independent pursuant to best practice provision 2.1.8 of the Code.

1.3 Chairman

- 1.3.1 The Supervisory Board appoints one of its members as chairman of the Remuneration Committee.
- 1.3.2 The Chairman or a former Executive Board Member or Executive Committee Member cannot serve as chairman of the Remuneration Committee.

2 MEETINGS AND DECISION MAKING

2.1 Applicability of rules governing meetings and decision making of the Supervisory Board

- 2.1.1 In as far as applicable, clauses 3.9 through 3.17 of the Rules applies equally to the meetings and decision making of the Remuneration Committee.

3 REPORTING

- 3.1** The Remuneration Committee reports on its deliberations and findings to the Supervisory Board.

- 3.2** The report of the Supervisory Board as included in the annual report includes information on how the duties of the Remuneration Committee were carried out in the financial year, and also on the composition of the Remuneration Committee, the number of meetings of the Remuneration Committee and the main items discussed at those meetings.

Schedule 8 Nomination Committee Charter

1 RESPONSIBILITIES AND COMPOSITION OF THE NOMINATION COMMITTEE

1.1 Responsibilities

- 1.1.1 The Nomination Committee prepares the Supervisory Board's decision making regarding the appointment and reappointment of Executive Board Members and Supervisory Board Members and the approval of proposals regarding the appointment and reappointment of Executive Committee Members, other than Executive Board Members and focuses on:
- (a) drawing up selection criteria and appointment procedures for Executive Board Members, Executive Committee Members and Supervisory Board Members;
 - (b) periodically assessing the size and composition of the Executive Board, the Executive Committee and the Supervisory Board, and making a proposal for a composition profile of the Supervisory Board;
 - (c) periodically assessing the functioning of individual Executive Committee Members and Supervisory Board Members and reporting on this to the Supervisory Board;
 - (d) drawing up a plan for the succession of Executive Board Members and Supervisory Board Members;
 - (e) preparing proposals for appointment and reappointment of Executive Board Members and Supervisory Board Members;
 - (f) supervising the policy of the Executive Committee regarding the selection criteria and appointment procedures for senior management;
 - (g) advising the Executive Committee on succession planning for senior management roles, management development, talent identification and talent development;
 - (h) advising the Supervisory Board on adopting the Company's diversity policy for the composition of the Executive Board and the Supervisory Board and the Executive Board on adopting the Company's diversity policy for the Executive Committee, the senior management and for the rest of the workforce with the prior approval of the Supervisory Board;
 - (i) advising the Supervisory Board on the acceptance by a member of the Executive Board of a supervisory directorship at another (listed) company or organisation; and
 - (j) advising the Supervisory Board on (potential) conflicts of interests which may occur in acceptance by Supervisory Board Members of positions elsewhere.

1.2 Composition

- 1.2.1 The Supervisory Board determines the size of the Nomination Committee, provided that the Nomination Committee consists of at least two members.
- 1.2.2 Members of the Nomination Committee are appointed by the Supervisory Board.
- 1.2.3 More than half of the members of the Nomination Committee must be independent pursuant to best practice provision 2.1.8 of the Code.

1.3 Chairman

- 1.3.1 The Supervisory Board appoints one of its members as chairman of the Nomination Committee.

2 MEETINGS AND DECISION MAKING

2.1 Applicability of rules governing meetings and decision making of the Supervisory Board

2.1.1 In as far as applicable, clauses 3.9 through 3.17 of the Rules applies equally to the meetings and decision making of the Nomination Committee.

3 REPORTING

3.1 The Nomination Committee reports on its deliberations and findings to the Supervisory Board.

3.2 The report of the Supervisory Board as included in the annual report includes information on how the duties of the Nomination Committee were carried out in the financial year, and also on the composition of the Nomination Committee, the number of meetings of the Nomination Committee, and the main items discussed at those meetings.

Schedule 9 Health, Safety and Sustainability Committee Charter

1 RESPONSIBILITIES AND COMPOSITION OF THE HEALTH, SAFETY AND SUSTAINABILITY COMMITTEE

1.1 Responsibilities

- 1.1.1 The responsibilities of the Health, Safety and Sustainability ('HSS') Committee shall include:
- (a) support the development of the sustainability agenda of the Company;
 - (b) reviewing and advising on the Company's health, safety and sustainability policies;
 - (c) reviewing implementation of and compliance with the Company's health, safety and sustainability policies and applicable guidance and standards;
 - (d) reviewing incident and accident prevention performance;
 - (e) reviewing health, safety and sustainability management and performance;
 - (f) reviewing organisational structure, effectiveness of reporting lines and communication;
 - (g) any other matter assigned by the Supervisory Board; and
 - (h) to make recommendations to the Supervisory Board in accordance with these terms of reference if and when appropriate.

1.2 Composition

- 1.2.1 The Supervisory Board determines the size of the HSS Committee, provided that the HSS Committee consists of at least two members.
- 1.2.2 Members of the HSS Committee are appointed by the Supervisory Board.
- 1.2.3 More than half of the members of the HSS Committee must be independent pursuant to best practice provision 2.1.8 of the Code.

1.3 Chairman

- 1.3.1 The Supervisory Board appoints one of its members as chairman of the HSS Committee.

2 MEETINGS AND DECISION MAKING

2.1 Applicability of rules governing meetings and decision making of the Supervisory Board

- 2.1.1 In as far as applicable, clauses 3.9 through 3.17 of the Rules applies equally to the meetings and decision making of the HSS Committee.

3 REPORTING

- 3.1 The HSS Committee reports on its deliberations and findings to the Supervisory Board.
- 3.2 The report of the Supervisory Board as included in the annual report includes information on how the duties of the HSS Committee were carried out in the financial year, and also on the composition of the HSS Committee, the number of meetings of the HSS Committee, and the main items discussed at those meetings.