



Policy on Transfer of Shares & Provision for Information

- 1 *If you wish to buy, sell or lease property including shares within ALIL (the Company) you will need to comply with the Company's requirements relating to the transfer of shares and provision of information. The transfer of shares is subject to Board approval. The Board may refuse a request to transfer shares where the transfer is not in the best interests of the Company or is not in accordance with any policy determined by the Board.*
- 2 *The Company has determined that it would not be in the best interests of the Company to approve transfers, if information provided to the Company was incomplete or outstanding, or there were material non-compliances with the Water Supply Agreement or Company policies relating to the management of nutrients including outstanding remedial action.*
- 3 *Where the Purchaser wishes to change land use or change farming systems on the property, the Purchaser or Lessee shall obtain prior approval from the Board before a request to transfer shares is submitted to the Board.*
- 4 *The Company policy is to require certain information to be provided with any request to transfer shares so that the discharge of nutrients may be managed, including:*
 - 4.1 *A current FEP for the property (being no older than 12 months at the date of the proposed transfer) which shall include any land use change or change to the farming system on the property as approved by the Board. If only part of the property is being sold an FEP will need to be completed (and approved) for each part of the property under separate management or farming system.*
 - 4.2 *Where a Year-End OVERSEER nutrient budget has previously been prepared for the property, the vendor or lessor shall provide an updated Year-End OVERSEER nutrient budget in the latest version, representative of nutrient losses for the most recent season prior to transfer of the property to the purchaser. All OVERSEER nutrient budgets are to be prepared by a suitably qualified person, in accordance with the Best Practice Data Input Standards and the Irrigo Nutrient Budget Consistency Standards. If only part of the property is being sold an OVERSEER nutrient budget will need to be completed (and approved) for each part of the property under separate management or farming system.*
 - 4.3 *Where the property is transferred mid-season, the vendor or lessor shall provide the purchaser or lessee with the Year-End OVERSEER nutrient budget for the most recent whole season, as well as sufficient land use data until the date of transfer for the purchaser to complete a Year-End nutrient budget for the current season.*
 - 4.4 *The vendor is to provide written confirmation that no land use change or change to the farming system will occur prior to the date of the proposed transfer.*
 - 4.5 *Confirmation that any remedial actions required by the Company have been completed or will be completed by the Shareholder prior to the date of the proposed transfer, or where it is proposed that the purchaser or lessee complete any remedial action, a written acknowledgement from the purchaser or lessee that the purchaser or lessee will complete the remedial action.*
 - 4.6 *Shareholder authorisation to release audit reports, nutrient budgets, Farm Environment Plans and or related information for the property to the purchaser or lessee.*
 - 4.7 *A predictive OVERSEER nutrient budget for the property representative of the proposed farming operation must be provided by the purchaser.*
- 5 *The Company strongly encourages shareholders wishing to transfer shares, and purchasers or lessees wishing to take a transfer of shares, to make enquires with the Company. An application for a variation in farming activity should be applied for in conjunction with the Share Transfer process. A Farm Application Variation Form (FAVA) can be requested from the Company.*
- 6 *All information provided will be subject to review by management or the Board of ALIL. Approval of the share transfer will be subject to a review of the information provided, in order to confirm that the proposal is in the best interests of the Company.*