

# KAZIA THERAPEUTICS LIMITED

ABN 37 063 259 754

***THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.***

***THE MATTERS RAISED IN THIS DOCUMENT WILL AFFECT YOUR SHAREHOLDING IN THE COMPANY. YOU ARE ADVISED TO READ THIS DOCUMENT IN ITS ENTIRETY BEFORE THE ANNUAL GENERAL MEETING REFERRED TO BELOW IS CONVENED.***

***IF YOU ARE IN ANY DOUBT ABOUT THE ACTION YOU SHOULD TAKE IN RESPONSE TO THIS DOCUMENT, PLEASE CONSULT YOUR STOCKBROKER, SOLICITOR, ACCOUNTANT OR OTHER PROFESSIONAL ADVISER.***



## **2020 NOTICE OF ANNUAL GENERAL MEETING, EXPLANATORY STATEMENT AND PROXY FORM**

THIS IS A NOTICE OF THE 2020 ANNUAL GENERAL MEETING OF THE COMPANY TO BE HELD AT 9am (SYDNEY TIME) ON FRIDAY 6 NOVEMBER 2020 VIA LIVE WEBCAST AT <https://web.lumiagm.com/348336580>

A PROXY FORM FOR USE AT THIS MEETING IS INCLUDED WITH THIS DOCUMENT.

TO BE VALID, PROXY FORMS MUST BE COMPLETED AND RETURNED TO THE COMPANY'S SHARE REGISTRY, COMPUTERSHARE, BY **NO LATER THAN 9.00 am (SYDNEY TIME) ON 4 NOVEMBER 2020.**

28 September 2020

Dear Shareholder

We are pleased to invite you to attend the 2020 Annual General Meeting of the shareholders of Kazia Therapeutics Limited, which is scheduled to be held virtually at 9am (Sydney time) on Friday 6 November 2020.

Enclosed with this letter is the Notice of Meeting, which details the items of business to be dealt with at the Meeting. We hope you will consider the matters presented to you in this Notice and support us in our endeavours to continue to grow the Company.

The full range of R&D activities of the Company is presented on the Kazia website which can be found at ([www.kaziatherapeutics.com](http://www.kaziatherapeutics.com)).

## **AGENDA**

The resolutions on the agenda for this Meeting are for:

1. Adoption of Remuneration Report;
2. Re-Election of Bryce Carmine;
3. Adoption of Employee Share Option Plan;
4. The grant of up to 800,000 options to Dr James Garner;
5. The grant of up to 1,200,000 options to Non-Executive Directors;
6. Ratification of prior issue of placement shares;
7. Increase in the maximum amount allowable for non-executive directors' fees;
8. Approval of conditional institutional placement; and
9. Approval of Additional Placement capacity under Listing Rule 7.1A.

## **VIRTUAL MEETING**

The Board considers that the health, safety and welfare of the Company's staff, its Shareholders and other stakeholders to be paramount. Accordingly, the Meeting will be hosted online as a live webcast.

### *How to participate in the meeting*

Shareholders can participate in the Meeting online using one of the following methods:

- From their computer, by entering the URL in their browser:  
<https://web.lumiagm.com/348336580>
- From their mobile device by either:
  - entering the URL in their browser; <https://web.lumiagm.com/348336580>; or
  - by using the Lumi AGM app, which is available by downloading the app from the Apple App Store or Google Play Store.

The Lumi online platform will allow shareholders to listen to the Meeting, vote and ask questions online in real time. Visitors will be able to listen to the Meeting via the Lumi online platform but will not have access to vote or ask questions. Further information is set out below.

Proxy voting and proxyholder participation

The Company encourages all shareholders to submit a proxy vote ahead of the Meeting. Proxy votes can also be lodged online at [www.investorvote.com.au](http://www.investorvote.com.au) using the control number on your notice and access letter. Shareholders who submit a proxy vote can either participate in the Meeting themselves or appoint a proxy to participate for them.

To participate in the Meeting proxyholders will need to contact the share registry Computershare Investor Services, Australia on +61 3 9415 4024 during the online registration period which will open one hour before the start of the Meeting;

Technical difficulties

As this Meeting is a virtual meeting technical issues may arise. In that event, the Company will have regard to the impact of the technical issue on shareholders and the Chairman of the Meeting may, in exercising his powers as the Chairman, issue any instructions for resolving the issue and will adjourn the meeting if it is appropriate to do so.

Yours faithfully

A handwritten signature in black ink that reads "Kate Hill". The signature is written in a cursive, slightly slanted style.

Kate Hill  
Company Secretary  
On behalf of the Board of Directors

**NOTICE OF GENERAL MEETING**  
**Kazia Therapeutics Limited**  
**ABN 37 063 259 754**

**Time and Place of Meeting**

**NOTICE** is hereby given that the 2020 Annual General Meeting of Kazia Therapeutics Limited ABN 37 063 259 754 (**Company**) will be held at the following time and location, and at that Meeting the business specified below will be conducted.

<b>Date:</b>	6 November 2020
<b>Time:</b>	9am (Sydney time)
<b>Attend via:</b>	<a href="https://web.lumiagm.com/348336580">https://web.lumiagm.com/348336580</a>

**Ordinary Business**

**FINANCIAL STATEMENTS AND REPORTS**

To receive and consider the financial statements of the Group for the 12 months ended 30 June 2020 and the related reports of the Directors and the Auditor (as contained in the Annual Report).

**RESOLUTION 1 – ADOPTION OF REMUNERATION REPORT**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

**Resolution 1 – Adoption of Remuneration Report**

*“That, the Remuneration Report for the year ended 30 June 2020 as set out in the Annual Report for the year ended 30 June 2020 be adopted on the terms and conditions set out in the Explanatory Statement.”*

*Please note that section 250R(3) of the Corporations Act provides that the vote on this Resolution is advisory only and does not bind the Directors or the Company.*

**RESOLUTION 2 – RE-ELECTION OF BRYCE CARMINE**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

**Resolution 2 – Re-Election of Bryce Carmine**

*“That, for the purposes of Listing Rule 14.4 and clauses 21.1 and 21.7 of the Constitution, to re-elect Bryce Carmine, who retires by rotation and being eligible, is re-elected as a Director.”*

**RESOLUTION 3 – ADOPTION OF EMPLOYEE SHARE OPTION PLAN**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

**Resolution 3 – Approval of Employee Share Purchase Plan**

*“That, for the purposes of Listing Rule 7.2, exception 13 and for all other purposes, approval is given for the Company to adopt an employee incentive scheme titled "Kazia Therapeutics Limited Share Option Plan" and for the issue of Equity Securities under the Plan, on the terms and conditions set out in the Explanatory Statement.”*

#### **RESOLUTION 4 – APPROVAL OF GRANT OF OPTIONS TO DR JAMES GARNER**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

##### **Resolution 4 – Approval of grant of Options to Dr James Garner**

*“That, subject to the passing of Resolution 3, for the purposes of Listing Rule 10.14 and for all other purposes, approval is given to the grant of 800,000 Options and issue of 800,000 Shares on exercise of those Options, to Dr James Garner, the Managing Director of the Company, under the Plan and otherwise on the terms and conditions set out in the Explanatory Statement.”*

#### **RESOLUTION 5 – APPROVAL OF GRANT OF OPTIONS TO MR IAIN ROSS**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

##### **Resolution 5 – Approval of grant of Options to Mr Iain Ross**

*“That, subject to the passing of Resolution 3, for the purposes of Listing Rule 10.14 and for all other purposes, approval is given to the grant of 400,000 Options and issue of 400,000 Shares on exercise of those Options, to Mr Iain Ross, under the Plan and otherwise on the terms and conditions set out in the Explanatory Statement.”*

#### **RESOLUTION 6 – APPROVAL OF GRANT OF OPTIONS TO MR BRYCE CARMINE**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

##### **Resolution 6 – Approval of grant of Options to Mr Bryce Carmine**

*“That, subject to the passing of Resolution 3, for the purposes of Listing Rule 10.14 and for all other purposes, approval is given to the grant of 400,000 Options and issue of 400,000 Shares on exercise of those Options, to Mr Bryce Carmine, under the Plan and otherwise on the terms and conditions set out in the Explanatory Statement.”*

#### **RESOLUTION 7 – APPROVAL OF GRANT OF OPTIONS TO MR STEVEN COFFEY**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

##### **Resolution 7 – Approval of grant of Options to Mr Steven Coffey**

*“That, subject to the passing of Resolution 3, for the purposes of Listing Rule 10.14 and for all other purposes, approval is given to the grant of 400,000 Options and issue of 400,000 Shares on exercise of those Options, to Mr Steven Coffey, under the Plan and otherwise on the terms and conditions set out in the Explanatory Statement.”*

#### **RESOLUTION 8 – RATIFICATION OF PRIOR ISSUE OF PLACEMENT SHARES**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

##### **Resolution 8 – Ratification of prior issue of Placement Shares**

*“That, for the purposes of Listing Rule 7.4 and for all other purposes, Shareholders ratify the prior allotment and issue of 18,041,667 Shares on the terms and conditions set out in the Explanatory Statement.”*

**RESOLUTION 9 – INCREASE IN THE MAXIMUM ALLOWABLE FOR NON-EXECUTIVE DIRECTORS' FEES**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

**Resolution 9 – Increase in the maximum allowable for non-executive Directors' fees**

*“That, for the purposes of Listing Rule 10.17 and for all other purposes, the maximum total fees payable to non-executive Directors be increased from the current \$560,000 per annum to \$700,000 per annum on the terms and conditions set out in the Explanatory Statement.”*

**RESOLUTION 10 – APPROVAL OF ADDITIONAL PLACEMENT CAPACITY**

To consider and, if thought fit, to pass the following resolution as a **Special Resolution**:

**Resolution 10 – Approval of additional placement capacity under Listing Rule 7.1A**

*“That, for the purposes of Listing Rule 7.1A and for all other purposes, Shareholders approve the additional capacity of the Company to issue Equity Securities up to 10% of the issued capital of the Company (at the time of the issue) calculated in accordance with the formula prescribed in Listing Rule 7.1A.2 and on the terms and conditions set out in the Explanatory Statement.”*

**Voting Exclusion Statements**

**Resolution 3: Adoption of Employee Share Option Plan**

The Company will disregard any votes cast in favour of Resolution 3 by or on behalf of a person who is eligible to participate in the Plan or an Associate of those persons

However, this does not apply to a vote cast in favour of the Resolution by:

- (a) a person as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with the directions given to the proxy or attorney to vote on the Resolution in that way; or
- (b) the Chair as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with a direction given to the Chair to vote on the Resolution as the Chair decides; or
- (c) a holder acting solely in a nominee, trustee, custodial or other fiduciary capacity on behalf of a beneficiary provided the following conditions are met:
  - (i) the beneficiary provides written confirmation to the holder that the beneficiary is not excluded from voting, and is not an Associate of a person excluded from voting, on the Resolution; and
  - (ii) the holder votes on the Resolution in accordance with directions given by the beneficiary to the holder to vote in that way.

**Resolution 4: Approval of Grant of Options to Dr Garner**

The Company will disregard any votes cast in favour of Resolution 4 by or on behalf of a person referred to in Listing Rules 10.14.1, 10.14.2 or 10.14.3 who is eligible to participate in the Plan or any Associate of those persons.

However, this does not apply to a vote cast in favour of the Resolution by:

- (a) a person as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with the directions given to the proxy or attorney to vote on the Resolution in that way; or
- (b) the Chair as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with a direction given to the Chair to vote on the Resolution as the Chair decides; or
- (c) a holder acting solely in a nominee, trustee, custodial or other fiduciary capacity on behalf of a beneficiary provided the following conditions are met:

	<ul style="list-style-type: none"> <li>(i) the beneficiary provides written confirmation to the holder that the beneficiary is not excluded from voting, and is not an Associate of a person excluded from voting, on the Resolution; and</li> <li>(ii) the holder votes on the Resolution in accordance with directions given by the beneficiary to the holder to vote in that way.</li> </ul>
<b>Resolution 5: Approval of Grant of Options to Mr Iain Ross</b>	<p>The Company will disregard any votes cast in favour of Resolution 4 by or on behalf of a person referred to in Listing Rules 10.14.1, 10.14.2 or 10.14.3 who is eligible to participate in the Plan or any Associate of those persons.</p> <p>However, this does not apply to a vote cast in favour of the Resolution by:</p> <ul style="list-style-type: none"> <li>(a) a person as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with the directions given to the proxy or attorney to vote on the Resolution in that way; or</li> <li>(b) the Chair as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with a direction given to the Chair to vote on the Resolution as the Chair decides; or</li> <li>(c) a holder acting solely in a nominee, trustee, custodial or other fiduciary capacity on behalf of a beneficiary provided the following conditions are met: <ul style="list-style-type: none"> <li>(i) the beneficiary provides written confirmation to the holder that the beneficiary is not excluded from voting, and is not an Associate of a person excluded from voting, on the Resolution; and</li> <li>(ii) the holder votes on the Resolution in accordance with directions given by the beneficiary to the holder to vote in that way.</li> </ul> </li> </ul>
<b>Resolution 6: Approval of Grant of Options to Mr Bryce Carmine</b>	<p>The Company will disregard any votes cast in favour of Resolution 4 by or on behalf of a person referred to in Listing Rules 10.14.1, 10.14.2 or 10.14.3 who is eligible to participate in the Plan or any Associate of those persons.</p> <p>However, this does not apply to a vote cast in favour of the Resolution by:</p> <ul style="list-style-type: none"> <li>(a) a person as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with the directions given to the proxy or attorney to vote on the Resolution in that way; or</li> <li>(b) the Chair as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with a direction given to the Chair to vote on the Resolution as the Chair decides; or</li> <li>(c) a holder acting solely in a nominee, trustee, custodial or other fiduciary capacity on behalf of a beneficiary provided the following conditions are met: <ul style="list-style-type: none"> <li>(i) the beneficiary provides written confirmation to the holder that the beneficiary is not excluded from voting, and is not an Associate of a person excluded from voting, on the Resolution; and</li> <li>(ii) the holder votes on the Resolution in accordance with directions given by the beneficiary to the holder to vote in that way.</li> </ul> </li> </ul>
<b>Resolution 7: Approval of Grant of Options to Mr Steven Coffey</b>	<p>The Company will disregard any votes cast in favour of Resolution 4 by or on behalf of a person referred to in Listing Rules 10.14.1, 10.14.2 or 10.14.3 who is eligible to participate in the Plan or any Associate of those persons.</p> <p>However, this does not apply to a vote cast in favour of the Resolution by:</p> <ul style="list-style-type: none"> <li>(a) a person as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with the directions given to the proxy or attorney to vote on the Resolution in that way; or</li> <li>(b) the Chair as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with a direction given to the Chair to vote on the Resolution as the Chair decides; or</li> <li>(c) a holder acting solely in a nominee, trustee, custodial or other fiduciary capacity on behalf of a beneficiary provided the following conditions are</li> </ul>

	<p>met:</p> <ul style="list-style-type: none"> <li>(i) the beneficiary provides written confirmation to the holder that the beneficiary is not excluded from voting, and is not an Associate of a person excluded from voting, on the Resolution; and</li> <li>(ii) the holder votes on the Resolution in accordance with directions given by the beneficiary to the holder to vote in that way.</li> </ul>
<p><b>Resolution 8: Ratification of Prior Issue of Placement Shares</b></p>	<p>The Company will disregard any votes cast in favour of Resolution 8 by or on behalf of a person who participated in the Placement or any Associate of those persons.</p> <p>However, this does not apply to a vote cast in favour of the Resolution by:</p> <ul style="list-style-type: none"> <li>(a) a person as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with the directions given to the proxy or attorney to vote on the Resolution in that way; or</li> <li>(b) the Chair as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with a direction given to the Chair to vote on the Resolution as the Chair decides; or</li> <li>(c) a holder acting solely in a nominee, trustee, custodial or other fiduciary capacity on behalf of a beneficiary provided the following conditions are met: <ul style="list-style-type: none"> <li>(i) the beneficiary provides written confirmation to the holder that the beneficiary is not excluded from voting, and is not an Associate of a person excluded from voting, on the Resolution; and</li> <li>(ii) the holder votes on the Resolution in accordance with directions given by the beneficiary to the holder to vote in that way.</li> </ul> </li> </ul>
<p><b>Resolution 9: Increase in the maximum allowable Non-Executive Director fees</b></p>	<p>The Company will disregard any votes cast in favour of Resolution 9 by or on behalf of a Director or an Associate of a Director.</p> <p>However, this does not apply to a vote cast in favour of the Resolution by:</p> <ul style="list-style-type: none"> <li>(a) a person as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with the directions given to the proxy or attorney to vote on the Resolution in that way; or</li> <li>(b) the Chair as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with a direction given to the Chair to vote on the Resolution as the Chair decides; or</li> <li>(c) a holder acting solely in a nominee, trustee, custodial or other fiduciary capacity on behalf of a beneficiary provided the following conditions are met: <ul style="list-style-type: none"> <li>(i) the beneficiary provides written confirmation to the holder that the beneficiary is not excluded from voting, and is not an Associate of a person excluded from voting, on the Resolution; and</li> <li>(ii) the holder votes on the Resolution in accordance with directions given by the beneficiary to the holder to vote in that way.</li> </ul> </li> </ul>
<p><b>Resolution 10: Approval of Additional Placement Capacity under Listing Rule 7.1A</b></p>	<p>The Company will disregard any votes cast in favour of Resolution 10 by or on behalf of a person who is expected to participate in, or who might obtain material a benefit as a result of, the proposed issue (except a benefit solely by reason of being a Shareholder) or any Associate of such persons.</p> <p>However, this does not apply to a vote cast in favour of the Resolution by:</p> <ul style="list-style-type: none"> <li>(a) a person as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with the directions given to the proxy or attorney to vote on the Resolution in that way; or</li> <li>(b) the Chair as proxy or attorney for a person who is entitled to vote on the Resolution, in accordance with a direction given to the Chair to vote on the Resolution as the Chair decides; or</li> <li>(c) a holder acting solely in a nominee, trustee, custodial or other fiduciary</li> </ul>



capacity on behalf of a beneficiary provided the following conditions are met:

- (i) the beneficiary provides written confirmation to the holder that the beneficiary is not excluded from voting, and is not an Associate of a person excluded from voting, on the Resolution; and
- (ii) the holder votes on the Resolution in accordance with directions given by the beneficiary to the holder to vote in that way.

For the purposes of this Resolution, the Company is not proposing to make an issue under Listing Rule 7.1A.2 and so no Shareholders are currently excluded from voting on this Resolution.

#### **Voting prohibition**

#### **Resolutions 1, 3 to 7 and 9**

A vote on Resolutions 1, 3 to 7 and 9 must not be cast:

- (a) by or on behalf of a member of Key Management Personnel (in the case of Resolution 1, details of whose remuneration are included in the Remuneration Report for the year ended 30 June 2020) or a Closely Related Party of such member (regardless of the capacity in which the vote is cast); or
- (b) by a person appointed as a proxy, where that person is either a member of Key Management Personnel or a Closely Related Party of such a member,

unless the vote is cast as a proxy for a person permitted to vote on Resolutions 1, 3 to 7 or 9:

- (c) in accordance with a direction as to how to vote on the proxy form; or
- (d) by the Chair to an express authorisation to exercise the proxy even though it is connected with the remuneration of a member of Key Management Personnel.

If you are a member of Key Management Personnel or a Closely Related Party of a member of Key Management Personnel (or acting on behalf of them) and purport to cast a vote that will be disregarded by the Company, you may be liable for an offence for breach of voting restrictions that apply to you under the Corporations Act.

**By order of the Board**



Kate Hill  
Company Secretary  
Dated: 28 September 2020

## Notes

These notes and the following Explanatory Statement form part of the Notice.

If you are unable to attend the Meeting via the live webcast, but wish to appoint a proxy, please complete and return a copy of the proxy form attached to the Notice by no later than 9am (Sydney time) on 4 November 2020.

### Determination of entitlement to attend and vote

The Company has determined under regulation 7.11.37 of the *Corporations Regulations 2001* (Cth) that for the purpose of voting at the Annual General Meeting or adjourned meeting, securities are taken to be held by those persons recorded in the Company's register of Shareholders as at 7:00pm (Sydney time) on 4 November 2020.

### Proxies

A Shareholder who is entitled to attend virtually and cast a vote at the Annual General Meeting is entitled to appoint a proxy.

The proxy need not be a Shareholder. A Shareholder who is entitled to cast two or more votes may appoint two proxies and may specify the proportion or number of votes each proxy is appointed to exercise. If no proportions or numbers are specified, each proxy may exercise half of the Shareholder's votes.

If you wish to appoint a proxy and are entitled to do so, then complete the attached proxy form in accordance with the instructions on the form and return the completed proxy form to the Share Registry in a manner indicated on the form no later than 9am (Sydney time) on 4 November 2020.

If the Chair is appointed, or taken to be appointed, as a proxy but the appointment does not direct the proxy how to vote on a Resolution, then the Chair intends to exercise the relevant Shareholder's votes in favour of the relevant Resolution (subject to the other provisions of these notes, including any voting exclusions set out in the Notice).

### Corporate representatives

A corporation may elect to appoint a representative, rather than a proxy, under the Corporations Act, in which case the Company will require written proof of the representative's appointment which must be lodged with or presented to the Company before the Annual General Meeting.

### Voting

Voting on Resolutions set out in the Notice will be conducted by poll. Upon a poll, every Shareholder who is present in the virtual meeting in person or by proxy, representative or attorney will have one vote for each Share held by that Shareholder.

## EXPLANATORY STATEMENT

This Explanatory Statement is included in and forms part of the Notice of Meeting. It contains an explanation of, and information about, the Resolutions to be considered at the Meeting. It is given to Shareholders to help them determine how to vote on the Resolutions set out in the Notice of Meeting.

Shareholders should read this Explanatory Statement in full and, if in doubt about what to do in relation to a Resolution, Shareholders should consult their stockbroker, solicitor or financial or other professional advisor.

## Ordinary Business

### Financial Statements and Reports

The Corporations Act requires the Company to lay before the Annual General Meeting the Financial Report, Directors' Report (including the Remuneration Report) and the Auditor's Report for the financial year ended 30 June 2020.

Shareholders will be offered the opportunity to discuss the Financial Report, Directors' Report and

Auditor's Report at the Meeting. Copies of these reports can be found on the Company's website <http://www.kaziatherapeutics.com>.

There is no requirement for Shareholders to approve the Financial Report, Directors' Report and Auditor's Report. Shareholders will be offered the following opportunities:

- (a) discuss the Annual Report for the financial year ended 30 June 2020;
- (b) ask questions or make comments on the management of the Company; and
- (c) ask the Auditor questions about the conduct of the audit and preparation and content of the Auditor's Report.

In addition to taking questions at the Annual General Meeting, written questions to the Chair about the management of the Company, or to the Company's auditor about:

- (a) the preparation and content of the Auditor's Report;
- (b) the conduct of the audit;
- (c) accounting policies adopted by the Company in relation to the preparation of the financial statements; and
- (d) the independence of the auditor in relation to the conduct of the audit,

may be submitted no later than 5 business days before the Annual General Meeting to the Company Secretary at the Company's registered office.

## RESOLUTIONS

### **(A) Resolution 1 – Remuneration Report**

#### ***Board comment***

The Board offers the following observations on the Remuneration Report:

- The Board and its Remuneration and Nomination Committee take a balanced view between the need to pay market rates to attract talent, and the financial resources of the Company. In particular, as in the prior year, the Board and the Committee have focussed the remuneration spend on personnel best placed to advance the clinical stage assets of the Company.

As set out in the Notice of Meeting, any member of the Key Management Personnel, together with a Closely Related Party of those members, are excluded from casting a vote on Resolution 1.

Accordingly, the Board abstains from making a recommendation in relation to Resolution 1. The Chair intends to exercise all undirected proxies in favour of Resolution 1.

#### ***Background to the Resolution***

The Remuneration Report is contained in the “Directors’ Report” section of the Annual Report, a copy of which can be found on the Company’s website, <http://www.kaziatherapeutics.com>.

Publicly listed companies are required to submit their remuneration reports to a vote for adoption at each of their annual general meetings. Whilst the following Resolution is to be determined as an ordinary resolution, it is advisory only and does not bind the Directors or the Company.

This Resolution is advisory only and is not binding on the Company. However, if more than 25% of the votes cast on this Resolution are voted against the adoption of the Remuneration Report, the Remuneration Report for the following year must either address any comments received from Shareholders or explain why no action has been taken in response to those comments. If, at the following annual general meeting of the Company, the Remuneration Report is again voted against by 25% or more of votes cast, a ‘spill resolution’ will be put to Shareholders. If at least 50% of the votes cast are in favour of the ‘spill resolution’, a special meeting of the Company will be held within 90 days at which the Directors in office at the time of the second annual general meeting of the Company must resign and stand for re-election.

At the Company’s 2019 Annual General Meeting for the 2019 Remuneration Report, the votes cast against this Resolution totalled less than 25%, therefore the current “strike” count is zero.

During this item of business, Shareholders will have the opportunity to ask questions about and comment on the Remuneration Report.

## **(B) Resolution 2 – Re-Election of Bryce Carmine**

### ***Background to the Resolution***

Clauses 21.1 of the Constitution provides that, amongst other things, a Director must not hold office without re-election for more than 3 years or following the third annual general meeting after that Director last appointment or re-election, whichever is the longer. This mirrors the requirements of Listing Rule 14.4. Clause 21.7 provides that a Director who retires from office under the Constitution will be eligible for re-election to the Board at the meeting at which that Director retires from office.

The length of time a Director has been in office is computed from that Director's last election. Mr Carmine was last re-elected to the Board at the 2017 Annual General Meeting of the Company.

As at the date of this Notice of Meeting, the Board comprised of three Directors who are subject to rotation. The Director longest in office without being re-elected is Bryce Carmine and is therefore required to retire. Being eligible, Mr Carmine offers himself to be re-elected as a Director.

### ***Bryce Carmine credentials***

Mr Bryce Carmine spent 36 years working for Eli Lilly & Co. and retired as Executive Vice President for Eli Lilly & Co, and President, Lilly Bio-Medicines. Prior to this he was appointed as Executive Vice President of Global Pharmaceutical Sales and Marketing, an Officer of the company and a member of the company's executive committee. He previously held a series of product development leadership roles culminating when he was named President, Global Pharmaceutical Product Development, with responsibility for the entire late-phase pipeline development across all therapeutic areas for Eli Lilly.

During his career with Lilly, Mr Carmine held several country leadership positions including President Eli Lilly Japan, Managing Dir. Australia/NZ & General Manager of a JV for Lilly in Seoul, Korea. He is currently Chairman and CEO of HaemaLogiX Pty Ltd, a Sydney-based privately owned biotech.

Mr Carmine was appointed as a director of the Company in June 2015 and is considered to be an independent director. He is a member of the Audit, Risk and Governance Committee and Chair of the Remuneration and Nominations Committee.

### ***Board Recommendation***

The Directors (Mr Carmine abstaining) recommend that you vote in favour of this Resolution 2.

The Chair intends to exercise all undirected proxies in favour of Resolution 2.

## **(C) Resolution 3 – Adoption of Employee Share Option Plan**

### ***Background to the Resolution***

Resolution 3 seeks Shareholder approval for the adoption of an employee incentive scheme titled "Kazia Therapeutics Limited Employee Share Option Plan" (**Plan**) in accordance with Listing Rule 7.2, exception 13(b) and to enable Options and, upon exercise or conversion of those Options, Shares to be issued under the Plan to eligible employees (including Directors) and other persons that the Board determines to be eligible.

Listing Rule 7.1 provides that a company must not (subject to specified exceptions), issue or agree to issue more Equity Securities during any 12 month period than that amount which represents 15% of the number of fully paid ordinary securities on issue at the commencement of that 12 month period.

Listing Rule 7.2, exception 13(b) sets out an exception to Listing Rule 7.1, which provides that issues under an employee incentive scheme are exempt for a period of 3 years from the date on which shareholders approve the issue of Equity Securities under the scheme as an exception to Listing Rule 7.1.

If Resolution 3 is passed, the Company will be able to issue Equity Securities under the Plan to eligible participants over a period of 3 years without impacting on the Company's ability to issue up to 15% of its total ordinary securities without Shareholder approval in any 12 month period (known as the Company's "placement capacity").

If Resolution 3 is not passed, the Company will still be able to issue Equity Securities to employees who are not directors (or otherwise covered by Listing Rule 10.14) but those issues will count towards the Company's 15% placement capacity.

The objective of the Plan is to attract, motivate and retain key employees and it is considered by the Company that the adoption of the Plan and the future issue of Equity Securities under the Plan will provide selected employees with the opportunity to participate in the future growth of the Company.

Any future issue of Equity Securities under the Plan to a related party or person whose relationship with the Company or the related party is, in ASX's opinion, such that approval should be obtained will require additional Shareholder approval under Listing Rule 10.14 at the relevant time.

A summary of the key terms and conditions of the Plan is set out in Schedule 1.

Resolution 3 is an ordinary resolution.

### ***Information required by Listing Rule 7.2***

Pursuant to and in accordance with Listing Rule 7.2, exception 13(b), the following information is provided:

- (a) the material terms of the Plan are summarised in Schedule 1;
- (b) this is the first approval sought under Listing Rule 7.2, exception 13(b) with respect to the Plan and therefore no Equity Securities have previously been issued under the Plan;
- (c) the maximum number of Equity Securities proposed to be issued under the Plan within the three year period following Shareholder approval is 10% of the total number of Shares on issue as at the date of the issue of the relevant Equity Securities. This maximum is not intended to be a prediction of the actual number of Equity Securities to be issued under the Plan, but simply a ceiling for the purposes of Listing Rule 7.2, exception 13(b). Once that number is reached, any additional issues of Equity Securities under the Plan would not have the benefit of Listing Rule 7.2, exception 13 without a fresh Shareholder approval; and
- (d) a voting exclusion statement is included in the Notice for Resolution 3.

#### **(D) Resolution 4 – Approval of grant of Options to Dr James Garner**

Resolution 4 seeks approval from Shareholders under Listing Rule 10.14 and for all other purposes for the Board to grant 800,000 Options to Dr James Garner, the Chief Executive Officer and Managing Director of the Company, under the Plan.

#### ***Background to the Resolution***

The broad remuneration policy of the Company is to ensure that the remuneration package of key management personnel reflects their duties and responsibilities and is competitive in attracting, retaining and motivating people of the highest quality. Dr Garner's remuneration package including this award of Options was assessed against those awarded to other publicly listed biotech companies and in consideration to his contributions to the Company.

The non-executive Directors, being all of the Directors other than Dr Garner, believe that the grant of the Options the subject of this Resolution 4 to Dr Garner is an appropriate way to set long term incentive as part of Dr Garner's remuneration package, encouraging a continuous high level of service in future, and aligning his incentive to the improvement of shareholder value.

The Directors believe that Dr Garner has added enormous value to the Company to position it to deliver future value, and hence would like to recognise this with an equity grant.

The Options that will be issued to Dr Garner (subject to Resolution 4 being passed) will vest in four equal portions over a four-year period, with the first tranche vesting on 13 January 2021.

If Resolution 4 is approved, the Company will issue the 800,000 Options to Dr Garner in accordance with this Explanatory Statement. If Resolution 4 is not approved, the Company will not be able to issue the Options and so the Company will need to look to incentivise Dr Garner in other ways.

Please see the summary of the terms and conditions of the Options below for more details.

#### **Chapter 2E of the Corporations Act**

Chapter 2E of the Corporations Act provides that a public company must not, without the approval of the company's members, give a financial benefit to a related party, unless it falls within a specified exception in the Corporations Act.

Dr Garner is a related party of the Company for the purposes of section 228(2) of the Corporations Act as he is a Director. Therefore, the grant of Options the subject of this Resolution 4 will constitute the giving of a financial benefit to a related party for the purposes of section 229(3)(e) of the Corporations Act.

Section 211 of the Corporations Act provides an exemption to the restrictions in Chapter 2E of the Corporations Act on the giving of financial benefits to related parties, if the financial benefit is remuneration to an officer or employee of a public company and the remuneration is reasonable given the circumstances of the public company and the officer or employee (including the responsibilities involved in the office or employment).

It is the view of the Board that the terms of the financial benefit, being the grant of Options the subject of this Resolution 4, in conjunction with other components of Dr Garner's remuneration, comprises reasonable remuneration having regard to the Company's and Dr Garner's circumstances (including his responsibilities as Chief Executive Officer and Managing Director), and would therefore fall within an exemption set out in section 211 of the Corporations Act. The Options the subject of Resolution 4 will (if this Resolution is approved) be granted to Dr Garner for the sole purpose of remunerating him for his services as the Chief Executive Officer and Managing Director of the Company.

#### **Terms and Conditions of the Options**

Each Option will be issued to Dr James Garner on the following terms and conditions:

<b>Amount payable for each Option</b>	The Options granted under Resolution 4 will be granted for nil consideration.
<b>Exercise Price</b>	The Exercise Price for the Options is \$0.8812 per Option.
<b>Quotation of Shares issued on exercise</b>	Upon exercise of any of the Options, the Company will apply for quotation of the Shares issued as a result of the exercise, subject to any restrictions imposed by the ASX.
<b>Vesting Dates and Vesting Conditions</b>	The Options will vest and be exercisable as follows: <ol style="list-style-type: none"> <li>1) 200,000 Options to vest on 13 January 2021;</li> <li>2) 200,000 Options to vest on 13 January 2022;</li> <li>3) 200,000 Options to vest on 13 January 2023; and</li> <li>4) 200,000 Options to vest on 13 January 2024.</li> </ol> <p>The Options will vest in accordance with the terms of the ESOP.</p>
<b>Option Period</b>	Once vested, Options may be exercised at any time up to 5.00pm (Sydney time) on 13 January 2025. Options which are not exercised during the Option Period will automatically lapse and be cancelled.

#### **Total remuneration of Dr James Garner**

As disclosed in the 2020 Annual Report, Dr James Garner's remuneration package is as follows:

<b>Base Salary</b>	\$488,000 per annum (exclusive of superannuation).
<b>Performance Bonus</b>	Each year Dr Garner may receive a performance bonus valued at up to 50% of his base salary (given at the discretion of the Board and measured against the key performance indicators in place for the relevant year).
<b>Other Incentives</b>	1,200,000 Options were issued in November 2019, of which 800,000 are now vested A further 800,000 Options (to be issued if Resolution 4 is approved).

#### **Specific information required by Listing Rule 10.15**

Listing Rule 10.15 requires that the following information be provided to Shareholders:

- (a) the Options will be granted to Dr James Garner, Chief Executive Officer and Managing Director;
- (b) the total of 800,000 Options will be granted to Dr Garner, with a total of 800,000 Shares to be issued if all Options are exercised;
- (c) Dr James Garner's remuneration arrangements for FY2021 is as follows:

<b>Base Salary</b>	\$488,000 per annum (exclusive of superannuation).
<b>Performance Bonus</b>	Each year Dr Garner may receive a performance bonus valued at up to 50% of his base salary (given at the discretion of the Board and measured against the key performance indicators in place for the relevant year).



## Other Incentives

1,200,000 Options were issued in November 2019, of which 800,000 are now vested  
800,000 Options (to be issued if Resolution 4 is approved).

- (d) as the Plan is being approved for the first time pursuant to Resolution 3, no person has previously been issued Equity Securities under the Plan;
- (e) the Options have an exercise price of \$0.8812 per Option, vest in four equal tranches on 13 January of each year following their date of issue and expire on 13 January 2025. A summary of the other material terms of the Options is set out above;
- (f) the use of Options is to align Director remuneration with the creation of Shareholder value as the Options to be granted to each of Dr Garner (and therefore the potential issuance of Shares) is linked to the performance of the Company. In addition, in order for the Company to attract and retain quality Directors, the issuance of Options forms part of a desirable remuneration package;
- (g) the Company values each Option at \$0.63, as determined by a Black-Scholes valuation having regard to the underlying Share price, risk free interest rate and volatility of the underlying Share price. As a result, the Company ascribes a total value of A\$504,000 to the 800,000 Options to be issued;
- (h) the allotment and issue of the Options will occur as soon as practicable after the Meeting, but in any event no later than three years after the Meeting;
- (i) the Options will be issued for nil consideration;
- (j) a summary of the material terms of the Plan is set out in Schedule 1;
- (k) there is no loan in relation to the proposed issue of Options to Dr Garner;
- (l) details of any securities issued under the Plan will be published in the Company's annual report relating to the period in which they were issued, along with a statement that approval for the issue was obtained under Listing Rule 10.14.

Any additional persons covered by Listing Rule 10.14 who become entitled to participate in an issue of securities under the Plan after the Resolutions are approved and who were not named in the Notice will not participate until approval is obtained under that rule; and

- (m) a voting exclusion statement is included in the Notice for Resolution 4.

### **Board recommendation**

The Directors (other than Dr Garner) do not have an interest in the outcome of the Resolution and recommend that Shareholders vote in favour of Resolution 4 for the following reasons:

- (a) the Options are considered by the Directors to provide a cost-effective means of giving an incentive to Dr Garner to advance the Company's interests in accordance with the directions given from time to time by the Board; and
- (b) the number of Options to be issued is considered to be in line with the number issued to CEOs of similar companies.

Dr Garner, who stands to gain personally from the grant of the Options, declines to make any recommendation in relation to Shareholders' consideration of the Resolution.

**Note:** Shareholders' approval for the Resolution is being sought pursuant to Listing Rule 10.14 for the grant of 800,000 Options. Consequently, in accordance with Listing Rule 7.2 (Exception 14), Shareholder approval under Listing Rule 7.1 is not required for the grant of these Options. In addition, in accordance with Listing Rule 7.2 (Exception 9), Shareholder approval under Listing Rule 7.1 will not be required for the issue of any Shares issued pursuant to the exercise of the Options.

### **(E) Resolutions 5 to 7 (inclusive) – Approval of grant of Options to Non-executive directors**

Resolutions 5 to 7 (inclusive) seek approval from Shareholders under Listing Rule 10.14 and for all other purposes for the Board to grant 1,200,000 Options equally to the following persons, collectively termed “the non-executive Directors”:

- Iain Ross: Chairman and independent non-executive director
- Bryce Carmine: independent non-executive director
- Steven Coffey: independent non-executive director

under the Plan.

#### ***Background to the Resolution***

The non-executive Directors agreed to reduce their fees during the 2017 financial year, at the same time that the Board size was reduced from five non-executive directors to the current three. Their directors' fees have not increased since that time, despite the additional workload necessitated by the reduced number of non-executive Directors. Now that the Company is near the commencement of its pivotal study for paxalisib in glioblastoma, the Directors are of the view that a grant of Options is warranted as a reflection of the service rendered to the Company over the past three years and in the context of increasing complexity as the Company approaches the future commercialisation opportunities and choices. The Options will be issued at a premium to the current Share price, have a four year life and will vest over a 2 year period, and hence the Options, while reflecting past service, also align the Directors' interests with those of Shareholders.

#### **ASX Listing Rules**

Listing Rule 10.14 provides that an entity must not permit any of the following persons to acquire Equity Securities under an employee incentive scheme without the approval of the holders of its ordinary securities:

- (a) a director of the entity;
- (b) an associate of a director of the entity; or
- (c) a person whose relation with the entity or person referred to in (a) or (b) above is such that, in ASX's opinion, approval should be obtained.<sup>3</sup>

Resolutions 5 to 7 (inclusive) seeks Shareholder approval, pursuant to Listing Rule 10.14, for the proposed grant of Options to Messrs Ross, Carmine and Coffey, who are Directors, under the Plan.

If one of more of Resolutions 5 to 7 is approved, the Company will issue the relevant Options to Messrs Ross, Carmine and Coffey, respectively, in accordance with this Explanatory Statement. If one of more of Resolutions 5 to 7 is not approved, the Company will not be able to issue the Options to the relevant non-executive Director.

As Shareholder approval is sought under Listing Rule 10.14, approval under Listing Rule 7.1 is not required. Accordingly, the grant of Options to Messrs Ross, Carmine and Coffey pursuant to Resolutions 5 to 7 (inclusive) will not reduce the Company's 15% capacity for the purposes of Listing Rule 7.1.

## Chapter 2E of the Corporations Act

Chapter 2E of the Corporations Act provides that a public company must not, without the approval of the company's members, give a financial benefit to a related party, unless it falls within a specified exception in the Corporations Act.

Messrs Ross, Carmine and Coffey are related parties of the Company for the purposes of section 228(2) of the Corporations Act as they are Directors. Therefore, the grant of Options the subject of Resolutions 5 to 7 (inclusive) will constitute the giving of a financial benefit to related parties for the purposes of section 229(3)(e) of the Corporations Act.

Section 211 of the Corporations Act provides an exemption to the restrictions in Chapter 2E on the giving of financial benefits to related parties, if the financial benefit is remuneration to an officer or employee of a public company and the remuneration is reasonable given the circumstances of the public company and the officer or employee (including the responsibilities involved in the office or employment).

It is the view of the Board that the terms of the financial benefit, being the grant of Options the subject of Resolutions 5 to 7 (inclusive), in conjunction with other components of the non-executive Directors' remuneration, comprises reasonable remuneration having regard to the Company's and the non-executive Directors' circumstances and responsibilities, and would therefore fall within an exemption set out in section 211 of the Corporations Act. The Options the subject of Resolutions 5 to 7 (inclusive) will (if these Resolutions are approved) be granted to Messrs Ross, Carmine and Coffey for the sole purpose of remunerating them for their services as non-executive directors of the Company.

### Terms and Conditions of the Options

Each Option will be issued to the non-executive directors on the following terms and conditions:

<b>Amount payable for each Option</b>	The Options will be granted for nil consideration.
<b>Exercise Price</b>	The Exercise Price for the Options will be calculated on the basis of a 43% premium to the 5-day VWAP of the Company's ordinary shares prior to the date of the grant of the Options.
<b>Quotation of Shares issued on exercise</b>	Upon exercise of any of the Options, the Company will apply for quotation of the Shares issued as a result of the exercise, subject to any restrictions imposed by the ASX.
<b>Vesting Dates and Vesting Conditions</b>	<p>The Options will vest and be exercisable as follows – in respect of each of the grantees:</p> <ol style="list-style-type: none"><li>1) 100,000 Options to vest on 1 January 2021;</li><li>2) 100,000 Options to vest on 1 July 2021;</li><li>3) 100,000 Options to vest on 1 January 2022; and</li><li>4) 100,000 Options to vest on 1 July 2022.</li></ol> <p>The Options will vest in accordance with the terms of the ESOP.</p>
<b>Option Period</b>	Once vested, Options may be exercised at any time up to 5.00pm (Sydney time) on 13 November 2024. Options which are not exercised during the Option Period will automatically lapse and be cancelled.

**Specific information required by Listing Rule 10.15**

Listing Rule 10.15 requires that the following information be provided to Shareholders:

- (a) the Options will be granted to Ian Ross, Bryce Carmine and Steven Coffey, who are non-executive Directors;
- (b) the total of 1,200,000 Options will be granted in equal proportions to Messrs Ross, Carmine and Coffey (i.e. 400,000 Options each), with a total of 1,200,000 Shares to be issued if all Options are exercised;
- (c) the non-executive Directors' remuneration arrangements for FY2021 are as follows:

Director	Base Fee	Committee Fee
Iain Ross	\$150,000	Nil
Bryce Carmine	\$85,000	Nil
Steven Coffey	\$85,000	Nil

- (d) as the Plan is being approved for the first time pursuant to Resolution 3, no person has previously been issued Equity Securities under the Plan;
- (e) the Options have an exercise price which will be calculated at issue date as a 43% premium to the 5-day VWAP, will vest in four equal tranches in 6-monthly intervals from 1 January 2021 and expire on 13 November 2024. A summary of the other material terms of the Options is set out above;
- (f) the use of Options is to align Director remuneration with the creation of Shareholder value as the Options to be granted to each of Messrs Ross, Carmine and Coffey (and therefore the potential issuance of Shares) is linked to the performance of the Company. In addition, in order for the Company to attract and retain quality Directors, the issuance of Options forms part of a desirable remuneration package;
- (g) the Company values each Option at \$0.54, as determined by a Black-Scholes valuation having regard to the underlying Share price, risk free interest rate and volatility of the underlying Share price. As a result, the Company ascribes a total value of A\$648,000 to the 1,200,000 Options to be issued;
- (h) the allotment and issue of the Options will occur as soon as practicable after the Meeting, but in any event no later than three years after the Meeting;
- (i) the Options will be issued for nil consideration;
- (j) a summary of the material terms of the Plan is set out in Schedule 1;
- (k) there is no loan in relation to the proposed issue of Options to Messrs Ross, Carmine and Coffey;
- (l) details of any securities issued under the Plan will be published in the Company's annual report relating to the period in which they were issued, along with a statement that approval for the issue was obtained under Listing Rule 10.14.

Any additional persons covered by Listing Rule 10.14 who become entitled to participate in an issue of securities under the Plan after the Resolutions are approved and who were not named in the Notice will not participate until approval is obtained under that rule; and

- (m) a voting exclusion statement is included in the Notice for Resolutions 5 to 7 (inclusive).

**Board recommendation**

Dr Garner does not have an interest in the outcome of the Resolution and recommends that Shareholders vote in favour of Resolutions 5 to 7 (inclusive).

Messrs Ross, Carmine and Coffey, who stand to gain personally from the grant of the Options, decline to make any recommendation in relation to Shareholders' consideration of the Resolutions.

**Note:** Shareholder approval for Resolutions 5 to 7 (inclusive) is being sought pursuant to Listing Rule 10.14 for the grant of 1,200,000 Options. Consequently, in accordance with Listing Rule 7.2 (Exception 14), Shareholder approval under Listing Rule 7.1 is not required for the grant of these Options. In addition, in accordance with Listing Rule 7.2 (Exception 9), Shareholder approval under Listing Rule 7.1 will not be required for the issue of any Shares issued pursuant to the exercise of the Options.

## **(F) Resolution 8 – Ratification of prior issue of Placement Shares**

### ***Background to the Resolution***

On 8 April 2020, the Company announced that it had conducted a placement to institutional investors (**Placement**) The Company issued 18,041,667 Shares each at an issue price of \$0.40 to professional and sophisticated investors on 17 April 2020 under the Placement (**Placement Shares**). None of the subscribers under the Placement were related parties or associates of related parties of the Company.

Listing Rule 7.1 provides that, subject to certain exceptions, the Company is only entitled to issue Equity Securities up to 15% of its issued ordinary securities on issue through placements during any 12-month period, without needing prior Shareholder approval (**15% Placement Capacity**).

Listing Rule 7.4 provides that if the Company in general meeting ratifies the previous issue of Equity Securities made pursuant to Listing Rule 7.1 (and provided the previous issue did not breach Listing Rule 7.1) those Equity Securities will be deemed to have been made with Shareholder approval for the purposes of Listing Rule 7.1.

By ratifying the issue of the Placement Shares, the subject of Resolution 8, the Company will retain maximum flexibility to issue Equity Securities in the future up to the 15% annual placement capacity set out in Listing Rule 7.1 without the requirement to obtain prior Shareholder approval.

If Resolution 8 is not approved, the Placement Shares will be included in the Company's 15% placement capacity, effectively decreasing to zero the number of Equity Securities it can issue without Shareholder approval until April 2021, unless an exemption applies.

Resolution 8 is an ordinary resolution.

### ***Specific information required by Listing Rule 7.5***

Listing Rule 7.5 requires that the following information be provided to Shareholders:

- (a) 18,041,667 Shares were issued on 17 April 2020 to qualified professional, sophisticated and institutional investors in Australia and internationally identified by the Company, who are not related parties or associates of related parties of the Company;
- (b) the Placement Shares were issued as fully paid ordinary shares and rank equally in all respects with the Company's existing Shares on issue;
- (c) the issue price of the Placement Shares was \$0.40 per Share;
- (d) the funds raised from the issue of the Placement Shares are being used to (i) progress the paxalisib Phase II clinical trial and to complete analysis of the ongoing Phase I study of Cantrixil, (ii) to continue to provide contributory funding towards four other trials, (iii) to contribute to set-up of the Company's planned pivotal study in paxalisib (GBM AGILE), and (iv) working capital; and
- (e) a voting exclusion statement is included in the Notice for Resolution 8.

### ***Board recommendation***

The Directors recommend that you vote in favour of this Resolution 8.

The Chair intends to exercise all undirected proxies in favour of Resolution 8.

### **(G) Resolution 9 – Increase In the maximum amount allowable for Non-Executive Directors' Fees**

In accordance with Listing Rule 10.17, the Company must not increase the total amount of non-executive Directors' fees payable by it and any of its child entities without the approval of holders of its ordinary securities.

Listing Rule 10.17 also provides that the Notice must include the amount of the increase, the maximum amount that may be paid to the Directors as a whole, and a voting exclusion statement.

Resolution 9 seeks Shareholder approval for increasing the aggregate amount of fees available to be paid to non-executive Directors by \$140,000 from the current \$560,000 per annum, to an aggregate amount of \$700,000 per annum.

The Board considers that it is reasonable and appropriate at this time to seek an increase in the remuneration pool for non-executive Directors for the following reasons:

- (a) non-executive Directors fees may in the future need to be increased to retain Directors;
- (b) to attract additional Directors of a calibre required to effectively guide and monitor the business of the Company; and
- (c) to remunerate Directors appropriate for the expectations placed upon them by both the Company and the regulatory environment in which it operates.

The maximum aggregate fees payable to Directors has not been increased since the current cap was approved at the 2005 AGM.

This proposed level of permitted fees does not mean that the Company must pay the entire amount approved as fees in each year. However, the Board considers that it is reasonable and appropriate to establish this amount as this will provide the Company with the flexibility to attract appropriately qualified additional non-executive Directors and to act quickly if the circumstances require it.

The remuneration of each Director for the year ended 30 June 2020 is detailed in the Annual Report.

As at the date of this Notice no securities have been issued to non-executive Directors under listing rule 10.11 or 10.14 in the preceding 3 years.

A voting exclusion statement is included in the Notice.

If the Chair is appointed as your proxy and you have not specified the way the Chair is to vote on Resolution 9, by signing and returning the proxy form, you are considered to have provided the Chair with an express authorisation for the Chair to vote the proxy in accordance with the Chair's intention, even though the Resolution is connected directly or indirectly with the remuneration of a member of the Key Management Personnel.

## **(H) Resolution 10 - Approval of Additional Placement Capacity.**

### ***Background to the Resolution***

Resolution 10 seeks Shareholder approval to permit the Company to issue an additional 10% of its issued capital over a 12-month period in accordance with Listing Rule 7.1A.

Under Listing Rule 7.1, the Company may issue Equity Securities equal to up to 15% of its issued capital in any 12-month period without seeking Shareholder approval. In addition, under Listing Rule 7.1A, eligible entities may seek shareholder approval to issue further Equity Securities up to 10% of the issued capital of the entity within the 12 months from approval being granted, in addition to the 15% capacity under Listing Rule 7.1 (**Additional Placement Capacity**).

An entity is eligible to seek Additional Placement Capacity if it is not included in the S&P/ASX300 index and has a market capitalisation of \$300 million or less. As the Company satisfies these requirements as at the date of this Notice, it is eligible to seek Shareholder approval for Additional Placement Capacity. For illustrative purposes, the Company's market capitalisation was approximately \$93.7 million based on a closing price of \$0.99 per Share on 15 September 2020.

The Company desires to maintain flexibility to respond promptly to maximise opportunities afforded by capital markets, and to do this the Company again seeks approval from Shareholders for the Additional Placement Capacity. The most likely use of this increased capacity would be to take advantage of an opportunity to raise additional funds to apply to the progression of our lead candidates, GDC 0084 and Cantrixil, through clinical trials.

Resolution **Error! Reference source not found.** is a special resolution. Accordingly, at least 75% of the votes cast by Shareholders present and entitled to vote must be cast in favour of the Resolution for it to be passed.

The Directors believe that Resolution **Error! Reference source not found.** is in the best interests of the Company and unanimously recommend that Shareholders vote in favour of this Resolution **Error! Reference source not found.**

The Chair intends to exercise all undirected proxies in favour of Resolution **Error! Reference source not found.**

### **Description of Listing Rule 7.1A**

The number of Equity Securities that may be issued (if this resolution **Error! Reference source not found.** is passed) will be determined in accordance with the following formula as prescribed in Listing Rule 7.1A.2:

$$\text{Additional Placement Capacity} = (\mathbf{A} \times \mathbf{D}) - \mathbf{E}$$

where:

**A** is the number of fully paid ordinary securities on issue 12 months before the date of issue or agreement to issue:

- (a) plus the number of fully paid ordinary securities issued in the 12 months under an exception in Listing Rule 7.2 other than exception 9, 16 or 17;
- (b) plus the number of fully paid ordinary securities issued in the 12 months on the conversion of convertible securities within Listing rule 7.2 exception 9 where (i) the convertible securities were issued or agreed to be issued before the commencement of the relevant period or (ii) the issue of, or agreement to issue, the convertible securities was approved or taken under the Listing rules to have been approved, under Listing Rules 7.1 or 7.4.



- (c) plus the number of partly paid ordinary securities that became fully paid in the 12 months under Listing Rule 7.2 exception 16 where (i) the agreement was entered into before the commencement of the 12 month period or (ii) the agreement or issue was approved, or taken under the Listing Rules to have been approved, under Listing Rules 7.1 or 7.4;
- (d) plus the number of any other fully paid ordinary securities issued in the 12 months with approval under Listing Rule 7.1 or 7.4;
- (e) plus the number of fully paid ordinary securities that become fully paid in the 12 months,
- (d) less the number of fully paid ordinary securities cancelled in the 12 months.

**D** is 10%

**E** is the number of Equity Securities issued or agreed to be issued under Listing Rule 7.1A.2 in the 12 months where the issue or agreement has not been subsequently approved by holders of ordinary securities under Listing Rules 7.1 or 7.4.

The effect of Resolution 10 will be to allow the Directors to issue the Equity Securities under the Additional Placement Capacity in addition to the Company's 15% placement capacity under Listing Rule 7.1. It should be noted that the Company issued 7,216,667 shares under the Listing Rule 7.1 temporary Class Waiver on 17 April 2020. The consequence of this is that the number of shares which could be issued under the Additional Placement Capacity approved by Resolution 11 will be reduced by 7,216,667 until 16 April 2021.

### Specific information required by Listing Rule 7.3A

Pursuant to and in accordance with Listing Rule 7.3A, information is provided in relation to the approval of the Additional Placement Capacity as follows:

<b>Period for which the Additional Placement Capacity will be valid</b>	<p>If Resolution 10 is passed, the Additional Placement Capacity will be valid during the period from the date of the Meeting and will expire on the earlier of:</p> <ul style="list-style-type: none"> <li>(a) the date that is 12 months after the date of the Meeting;</li> <li>(b) the time and date of the Company's next annual general meeting; and</li> <li>(c) the time and date on which the Company receives approval by Shareholders for a transaction under Listing Rules 11.1.2 (a significant change to the nature or scale of activities) or 11.2 (disposal of main undertaking) (<b>Approval Period</b>).</li> </ul>
<b>Minimum price at which the Equity Securities may be issued</b>	<p>The Equity Securities to be issued will be in existing class of quoted securities and will be issued for cash consideration at an issue price per Equity Security of not less than 75% of the VWAP for the Equity Securities calculated over the 15 trading days on which trades in that class were recorded immediately before:</p> <ul style="list-style-type: none"> <li>(a) the date on which the price, at which the securities are to be issued, is agreed by the Company and the recipient of the Equity Securities; or</li> <li>(b) if the securities are not issued within 10 trading days of that date, the date on which the securities are issued.</li> </ul>
<b>Purposes for which the Equity Securities may be issued</b>	<p>The Company intends that funds raised from the issue of any Equity Securities under the Additional Placement Capacity be applied for</p>

	<p>advancing the Company's key assets, paxalisib and Cantrixil, through clinical trials.</p> <p>The specific purposes for which any particular issue is made under the Additional Placement Capacity will be disclosed by way of an ASX announcement at the time of the issue. The Company will comply with the disclosure obligations under Listing Rules 7.1A.4 and 3.10.5A upon issue of any Equity Securities under the Additional Placement Capacity.</p>
<b>Risk of economic and voting dilution</b>	<p>An issue of Equity Securities under Listing Rule 7.1A involves the risk of economic and voting dilution for existing ordinary Shareholders. The risks include:</p> <ul style="list-style-type: none"> <li>(a) the market price for shares may be significantly lower on the issue date than on the date of the approval under Listing Rule 7.1A; and</li> <li>(b) the Equity Securities may be issued at a price that is at a discount to the market price for the shares on the issue date. In accordance with Listing Rule 7.3A.2, a table describing the notional possible dilution, based upon various assumptions as stated, is set out below.</li> </ul>
<b>Details of the Company's allocation policy for issues under approval</b>	<p>The Company's allocation policy is dependent on the prevailing market conditions at the time of any proposed issue under the Additional Placement Capacity. The identity of the allottees of Equity Securities under the Additional Placement Capacity will be determined on a case-by-case basis having regard to the factors including but not limited to the following:</p> <ul style="list-style-type: none"> <li>(a) the methods of raising funds that are available to the Company, including but not limited to, issues in which existing security holders can participate;</li> <li>(b) the effect of the issue of Equity Securities on the control of the Company;</li> <li>(c) the financial situation and solvency of the Company; and</li> <li>(d) advice from corporate, financial and broking advisers (if applicable).</li> </ul> <p>The allottees under the Additional Placement Capacity have not been determined as at the date of this Notice but may include existing Shareholders and/or new Shareholders who are not related parties or associates of a related party of the Company.</p> <p>Further, if the Company is successful in acquiring new intellectual property assets or investments, it is possible that the allottees under the Additional Placement Capacity will be the vendors of the new intellectual property assets or investments.</p>
<b>Previous approvals under Listing Rule 7.1A</b>	<p>Approval was sought and obtained for the purposes of Listing Rule 7.1A at the 2019 Annual General Meeting. 750,000 Equity Securities were issued under Listing Rule 7.1A in the 12 months preceding the date of the Meeting. In addition, the Company issued 7,216,667 shares under the Listing Rule 7.1 temporary Class Waiver within the prior 12-month period.</p>

The table below shows the dilution of existing Shareholders on the basis of the current market price of Shares and the current number of Shares for variable "A" calculated under the formula set out in Listing Rule 7.1A.2 as at the date of this Notice of Meeting.

The table shows two examples where variable “A” has increased, by 50% and 100%. Variable “A” is based on the number of Shares the Company has on issue as at the date of the Notice of Meeting. The number of Shares on issue may increase as a result of issues of Shares that do not require Shareholder approval (for example, a pro rata entitlement issue or scrip issued under a takeover offer) or as a result of future specific placements under Listing Rule 7.1 that are approved at future Shareholder meetings

The table also shows two examples where the issue price of Shares has decreased by 50% and increased by 100% as against the current market price of the Company’s Shares.

Variable		Dilution		
		50% decrease	Issue Price	100% increase
		\$0.50	\$0.99	\$1.98
Current variable A	Shares issued (10% voting dilution)	9,462,337	9,462,337	9,462,337
94,623,369				
Shares	Funds raised	\$4,683,856.77	\$9,367,713.53	\$18,735,427.06
“A” is a 50% increase to	Shares issued (10% voting dilution)	14,193,505	14,193,505	14,193,505
141,935,054				
Shares	Funds raised	\$7,025,785.15	\$14,051,570.30	\$28,103,140.59
“A” is a 100% increase to	Shares issued (10% voting dilution)	18,924,674	18,924,674	18,924,674
189,246,738				
Shares	Funds raised	\$9,367,713.53	\$18,735,427.06	\$37,470,854.12

\*Note: Current Variable A refers to the calculation required by Listing Rule 7.1A.2 which, in the Company’s case, equates to the current number of Shares on issue.

The table above has been prepared on the following assumptions:

- (a) Resolution 11 is passed by Shareholders;
- (b) the Company issues the maximum number of Shares available under the Additional Placement Capacity;
- (c) no convertible securities convert into Shares before the date of the issue of the Shares available under the Additional Placement Capacity;
- (d) the 10% voting dilution reflects the aggregate percentage dilution against the issued Share capital at the time of issue (which is why the voting dilution is shown in each example as 10%);
- (e) the table does not show an example of dilution that may be caused to a particular Shareholder by reason of a Share issue under the Additional Placement Capacity, based on that Shareholder’s holding at the date of the Annual General Meeting;
- (f) the table shows only the effect of issues of Equity Securities under the Additional Placement Capacity, not under the Company’s 15% placement capacity under Listing Rule 7.1;
- (g) the Company has not issued any Equity Securities in the 12 months prior to the Meeting that were not issued under an exception in Listing Rule 7.2, with approval under Listing Rule 7.1 or ratified under Listing Rule 7.4;
- (h) the issue of Equity Securities under the Additional Placement Capacity consists only of ordinary Shares in the Company; and
- (i) the issue price is AUD \$0.99 per Share, being the closing price of Shares on ASX on Tuesday 15 September 2020.

## GLOSSARY

For the purposes of this Document, the following terms have the meanings prescribed below:

<b>\$</b>	Australian dollars.
<b>Annual Report</b>	The Company's annual report for the 12-month period ended 30 June 2020.
<b>Associate</b>	Has the meaning given to that term in sections 10 to 17 of the Corporations Act.
<b>ASX</b>	ASX Limited ACN 008 624 691 or the securities exchange market operated by it, as the context requires.
<b>Auditor</b>	Grant Thornton Audit Pty Limited ACN 130 913 594.
<b>Board</b>	The board of Directors.
<b>Chair</b>	The person chairing the Meeting.
<b>Closely Related Party</b>	Has the meaning given to that term in section 9 of the Corporations Act.
<b>Company or Kazia</b>	Kazia Therapeutics Limited ACN 063 259 754.
<b>Constitution</b>	The constitution of the Company.
<b>Corporations Act</b>	<i>Corporations Act 2001</i> (Cth).
<b>Director</b>	A director of the Company.
<b>Equity Security</b>	Has the meaning given to that term in Listing Rule 19.12.
<b>Explanatory Statement</b>	The explanatory statement accompanying the Notice of Meeting.
<b>Group</b>	The Company and its related bodies corporate (as that term is defined in the Corporations Act).
<b>Key Management Personnel</b>	The key management personnel whose remuneration details are included in the Remuneration Report.
<b>Listing Rules</b>	The listing rules of the ASX as amended from time to time.
<b>Meeting or Annual General Meeting</b>	The Annual General Meeting of the Company convened by the Notice.
<b>Notice or Notice of Meeting</b>	The notice convening this Meeting of which the Explanatory Statement forms part.
<b>Option</b>	An option to acquire a Share.
<b>Ordinary Resolution</b>	A resolution of Shareholders that is approved by Shareholders who are entitled to vote on that resolution and who hold more than 50% (in number) of all voting Equity Securities of the Company.
<b>Plan</b>	The employee incentive scheme titled "Kazia Therapeutics Limited Employee Share Option Plan".
<b>Proxy Form</b>	The proxy form attached to this Notice.
<b>Remuneration Report</b>	The remuneration report set out in the Annual Report.
<b>Resolution</b>	A resolution set out in the Notice.
<b>Securities</b>	Collectively, any Shares or other securities issued by the Company.
<b>Share</b>	A fully paid ordinary share in the issued capital of the Company.
<b>Share Registry</b>	Computershare Investor Services Pty Limited.

<b>Shareholder</b>	A registered holder of one or more Share(s).
<b>Trading Day</b>	Has the meaning given to that term in Listing Rule 19.12.
<b>VWAP</b>	In respect of a quoted class of Equity Securities, the volume weighted average price of that class of Equity Securities sold on the ASX during the prescribed number of trading days immediately preceding and including the date on which such price is to be determined, but does not include any transactions defined in the ASX Operating Rules as “special” crossings prior to the commencement of normal trading, crossings during the after hours adjust phase nor any overseas trades or trades pursuant to the exercise of options over ordinary shares in the capital of the Company.

## SCHEDULE 1

### Summary of terms of Kazia Therapeutics Limited Employee Share Option Plan

Term	Description
Eligibility	Offers may be made at the Board's discretion to any employee, long term contractor (full time or part time), officer or director of the Company or an Associated Company, or any other person so designated by the Board (or committee of the Board). The Board, or a Committee of the Board, may permit the employee to nominate another party to apply for or receive their grant of options.
Options	Each Option is an entitlement to receive fully paid ordinary shares upon satisfaction of applicable exercise conditions (if any) and payment of an applicable exercise price. The Options are not transferable, transmissible, assignable or chargeable by a participant (subject to the exceptions in the rules). Options may be "net settled" in some circumstances.
Invitations under the Plan	<p>Under the Plan, the Board may make offers or invitations at its discretion, subject to any requirement for shareholder approval.</p> <p>The Board has the discretion to set the terms and conditions on which it will invite an employee to apply for or accept a grant of Options in individual offer documents including as to the number of Options and the exercise conditions.</p>
Exercise Price	<p>When the Board (or committee of the Board) decides to invite an employee to apply for or receive an Option, it must, in its absolute discretion (but subject to adjustment under the terms of the Plan), also determine the exercise price for that Option subject to any restrictions in the Listing Rules.</p> <p>The exercise price may be a dollar amount or an amount determined in the future under a formula.</p>
Exercise	Subject to the satisfaction of any applicable exercise condition, the terms of the invitation and the Company's share trading policy, a participant may exercise any option granted to the participant (that is capable of exercise) on a day which is after the vesting period and before the end of the option period. The Board can deem any exercise condition to have been satisfied at the end of the Vesting Period.
Vesting and lapsing	<p>Vesting of the Options is to be specified in the individual invitation and is to be over a period determined by the Board (either generally or in a particular case).</p> <p>The "Option Period" for each Option is (subject to clause any terms or condition in the Plan or the invitation that has the effect of lapsing an Option), the period starting on the date on which the Company grants the Option and ending, unless another period is specified in the invitation made in relation to that Option:</p> <ul style="list-style-type: none"> <li>a) on the fifth anniversary of that date; or</li> <li>b) at the end of any other period permitted by law that the Board may from time to time determine.</li> </ul> <p>Each Option lapses:</p> <ul style="list-style-type: none"> <li>a) on exercise of the Option;</li> <li>b) if the Option is not exercised during the Option Period, at the end of the Option Period;</li> </ul>

Term	Description
	<p>c) if the Participant (i) dies or (ii) ceases to be an Employee during the Vesting Period or (iii) in a clawback scenario; or</p> <p>d) if the Company commences to be wound up.</p>
Cessation of employment	<p>If a participant ceases to be an employee after the vesting period and before the end of the Option Period, the Board may in its absolute discretion (on any conditions which it thinks fit) decide that the Option does not lapse but lapses at the time and subject to the conditions it may specify by notice to the participant.</p> <p>In making that decision, the Board may consider any relevant matter (including, without limitation, whether the participant ceased to be an employee by reason of retirement, ill-health, accident or redundancy).</p>
Clawback and preventing inappropriate benefits	<p>The Plan provides the Board with broad clawback powers if the Board considers the participant's conduct, capability or performance justifies the variation.</p>
Change in control	<p>Upon a change of control the participant's unvested Options will vest on a pro-rata basis up to the date of change in control, with Board discretion to accelerate full vesting.</p> <p>Subject to any applicable exercise conditions, the terms of the invitation and the Company's share trading policy, the participant will have 20 business days from the date of a change of control in which to exercise the Options. Any Options not exercised within the period will lapse.</p>
Reconstructions, corporate action, rights issues, bonus issues etc.	<p>The Plan includes specific provisions dealing with rights issues, bonus issues, and corporate actions and other capital reconstructions. These provisions are intended to ensure that there is no material advantage or disadvantage to the participant in respect of their Options as a result of such corporate actions.</p> <p>Participants are not entitled to participate in new pro rata issues of shares by the Company prior to the exercise of their Options.</p> <p>Where during the Option Period the Company makes a pro-rata bonus issue to holders of shares and an Option is not exercised before the record date to determine entitlements to that bonus issue, the number of securities to be allocated on exercise of the Option is the number of shares before that bonus issue plus the number of securities which would have been allocated to the holder if the Option had been exercised before that record date.</p>
Post vesting conditions	<p>Subject to any disposal restrictions set out in the invitation, no disposal restrictions will apply on shares acquired by participants on exercise other than Company's share trading policy.</p>
Other terms	<p>The Plan contains customary and usual terms for dealing with administration, variation, suspension and termination of the Plan.</p> <p>The Board or a committee appointed by the Board for the purpose under the constitution of the Company may manage and administer the Plan for the Company and the committee has all powers necessary to do so.</p>

KZA

MR SAM SAMPLE  
FLAT 123  
123 SAMPLE STREET  
THE SAMPLE HILL  
SAMPLE ESTATE  
SAMPLEVILLE VIC 3030



## Need assistance?



**Phone:**

1300 855 080 (within Australia)  
+61 3 9415 4000 (outside Australia)



**Online:**

[www.investorcentre.com/contact](http://www.investorcentre.com/contact)



## YOUR VOTE IS IMPORTANT

For your proxy appointment to be effective it must be received by **9:00am (Sydney Time)** on **Wednesday 4 November 2020**.

# Proxy Form

## How to Vote on Items of Business

All your securities will be voted in accordance with your directions.

### APPOINTMENT OF PROXY

**Voting 100% of your holding:** Direct your proxy how to vote by marking one of the boxes opposite each item of business. If you do not mark a box your proxy may vote or abstain as they choose (to the extent permitted by law). If you mark more than one box on an item your vote will be invalid on that item.

**Voting a portion of your holding:** Indicate a portion of your voting rights by inserting the percentage or number of securities you wish to vote in the For, Against or Abstain box or boxes. The sum of the votes cast must not exceed your voting entitlement or 100%.

**Appointing a second proxy:** You are entitled to appoint up to two proxies to attend the meeting and vote on a poll. If you appoint two proxies you must specify the percentage of votes or number of securities for each proxy, otherwise each proxy may exercise half of the votes. When appointing a second proxy write both names and the percentage of votes or number of securities for each in Step 1 overleaf.

**A proxy need not be a securityholder of the Company.**

### SIGNING INSTRUCTIONS FOR POSTAL FORMS

**Individual:** Where the holding is in one name, the securityholder must sign.

**Joint Holding:** Where the holding is in more than one name, all of the securityholders should sign.

**Power of Attorney:** If you have not already lodged the Power of Attorney with the registry, please attach a certified photocopy of the Power of Attorney to this form when you return it.

**Companies:** Where the company has a Sole Director who is also the Sole Company Secretary, this form must be signed by that person. If the company (pursuant to section 204A of the Corporations Act 2001) does not have a Company Secretary, a Sole Director can also sign alone. Otherwise this form must be signed by a Director jointly with either another Director or a Company Secretary. Please sign in the appropriate place to indicate the office held. Delete titles as applicable.

### PARTICIPATING IN THE MEETING

#### Corporate Representative

If a representative of a corporate securityholder or proxy is to participate in the meeting you will need to provide the appropriate "Appointment of Corporate Representative". A form may be obtained from Computershare or online at [www.investorcentre.com](http://www.investorcentre.com) under the help tab, "Printable Forms".

## Lodge your Proxy Form:

**XX**

### Online:

Lodge your vote online at [www.investorvote.com.au](http://www.investorvote.com.au) using your secure access information or use your mobile device to scan the personalised QR code.

Your secure access information is



**Control Number: 999999**

**SRN/HIN: I999999999**

**PIN: 99999**

For Intermediary Online subscribers (custodians) go to [www.intermediaryonline.com](http://www.intermediaryonline.com)

### By Mail:

Computershare Investor Services Pty Limited  
GPO Box 242  
Melbourne VIC 3001  
Australia

### By Fax:

1800 783 447 within Australia or  
+61 3 9473 2555 outside Australia



**PLEASE NOTE:** For security reasons it is important that you keep your SRN/HIN confidential.



MR SAM SAMPLE  
FLAT 123  
123 SAMPLE STREET  
THE SAMPLE HILL  
SAMPLE ESTATE  
SAMPLEVILLE VIC 3030

**Change of address.** If incorrect, mark this box and make the correction in the space to the left. Securityholders sponsored by a broker (reference number commences with 'X') should advise your broker of any changes.



I 9999999999

I ND

## Proxy Form

Please mark  to indicate your directions

### Step 1 Appoint a Proxy to Vote on Your Behalf

XX

I/We being a member/s of Kazia Therapeutics Limited hereby appoint

the Chairman of the Meeting **OR**

**PLEASE NOTE:** Leave this box blank if you have selected the Chairman of the Meeting. Do not insert your own name(s).

or failing the individual or body corporate named, or if no individual or body corporate is named, the Chairman of the Meeting, as my/our proxy to act generally at the meeting on my/our behalf and to vote in accordance with the following directions (or if no directions have been given, and to the extent permitted by law, as the proxy sees fit) at the Annual General Meeting of Kazia Therapeutics Limited to be held as a virtual meeting on Friday, 6 November 2020 at 9:00am (Sydney Time) and at any adjournment or postponement of that meeting.

**Chairman authorised to exercise undirected proxies on remuneration related resolutions:** Where I/we have appointed the Chairman of the Meeting as my/our proxy (or the Chairman becomes my/our proxy by default), I/we expressly authorise the Chairman to exercise my/our proxy on Items 1, 3, 4, 5 and 7 (except where I/we have indicated a different voting intention in step 2) even though Items 1, 3, 4, 5 and 7 are connected directly or indirectly with the remuneration of a member of key management personnel, which includes the Chairman.

**Important Note:** If the Chairman of the Meeting is (or becomes) your proxy you can direct the Chairman to vote for or against or abstain from voting on Items 1, 3, 4, 5 and 7 by marking the appropriate box in step 2.

### Step 2 Items of Business

**PLEASE NOTE:** If you mark the **Abstain** box for an item, you are directing your proxy not to vote on your behalf on a show of hands or a poll and your votes will not be counted in computing the required majority.

	For	Against	Abstain
1 Adoption of Remuneration Report	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
2 Re-election of Bryce Carmine	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3 Adoption of ESOP	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4 The grant of up to 800,000 options to Dr James Garner	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
5 The grant of up to 1,200,00 options to Non-Executive Directors	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6 Ratification of prior issue of placement shares	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7 Increase in the maximum amount allowable for non-executive directors fees	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
8 Approval of conditional institutional placement	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9 Approval of additional placement capacity under Listing Rule 7.1A	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

The Chairman of the Meeting intends to vote undirected proxies in favour of each item of business. In exceptional circumstances, the Chairman of the Meeting may change his/her voting intention on any resolution, in which case an ASX announcement will be made.

### Step 3 Signature of Securityholder(s) *This section must be completed.*

Individual or Securityholder 1

Sole Director & Sole Company Secretary

Securityholder 2

Director

Securityholder 3

Director/Company Secretary

/ /

Date

**Update your communication details** (Optional)

Mobile Number

Email Address

By providing your email address, you consent to receive future Notice of Meeting & Proxy communications electronically

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Computershare

