



# DIVIDEND POLICY

## Adopted on 12 August 2015

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The South32 dividend policy will be determined by the South32 Board at its discretion, having regard to South32's first two priorities for cash flow, being a commitment to maintain safe and reliable operations and an investment grade credit rating through the cycle.

South32 intends to distribute a minimum 40% of Underlying Earnings as dividends to its shareholders following each six-month reporting period. South32 will distribute dividends with the maximum practicable franking credits for the purposes of the Australian dividend imputation system.