

LARA EXPLORATION LTD.

COMPENSATION COMMITTEE CHARTER

MANDATE OF THE COMMITTEE

The mandate of the Compensation Committee (the “**Committee**”) of the Board of Directors (the “**Board**”) of Lara Exploration Ltd. (the “**Company**”) is to discharge the Board’s responsibilities relating to compensation of the Company’s executive officers and directors.

Among other things, the Committee will establish and administer the Company’s policies, programs and procedures for compensating and providing incentives to the Company’s executive officers and directors.

COMPOSITION AND APPOINTMENT

The Committee will be comprised of three directors of the Company, a majority of whom are independent members. At least one member must have experience in evaluating and determining compensation levels. A director shall be independent for the purposes of this Charter if they are independent of the Company’s management and free from any interest and any business or other relationship which could, or could reasonably be perceived to, materially interfere with the director’s ability to act with a view to the best interests of the Company, other than interests and relationships arising from shareholdings.

Members of the Committee shall be appointed and replaced by the Board.

The Committee shall appoint its own Chairman from its members.

RESPONSIBILITIES AND AUTHORITY

- (a) The Committee has the authority to engage and terminate independent legal, accounting and other advisors and consultants.
- (b) The Company will provide for appropriate funding, as recommended by the Committee, for payment of compensation to any consultants and to any other advisors employed by the Committee, but such funding will not exceed \$25,000 annually without the prior approval of the Board.
- (c) The Committee will have the authority to engage and terminate compensation consultants to assist in the evaluation of director or executive officer compensation and, subject to paragraph (b) above, the authority to approve the fees and other retention terms of such compensation consultants.
- (d) The Committee will review and assess the adequacy of this Charter annually and recommend any proposed changes to the Board for approval.

- (e) The Committee will review executive compensation disclosure before publicly disclosing such information.
- (f) The Committee will annually review its own performance.
- (g) The Committee will perform any other duties or responsibilities delegated to it by the Board.

REPORTING

The Committee shall prepare any report relating to compensation required by the rules, policies and regulations of any stock exchange or securities commission and report regularly on its activities to the Board.

MEETINGS

- (a) The Committee shall meet in person or by conference call as frequently as necessary to carry out its responsibilities under this Charter, but in no event less than once per year.
- (b) With the assistance of the Corporate Secretary of the Company, the Committee Chairman shall be responsible for calling the meetings of the Committee, establishing meeting agenda with input from management and supervising the conduct of the meetings.
- (c) The minutes of all meetings shall be recorded by the Corporate Secretary of the Company or such other person as appointed by the Chairman of the Committee.
- (d) A majority of the independent members of the Committee will constitute a quorum for conducting business at a meeting of the Committee.
- (e) The Committee may request any officer or other employee of the Company, or any representative of the Company's legal counsel or other advisors, to attend a meeting or to meet with any members or representatives of the Committee.

ESTABLISHMENT OF EXECUTIVE COMPENSATION POLICIES AND PROGRAMS

- (a) The Committee will review all compensation arrangements for the Chief Executive Officer ("CEO"), Chief Financial Officer ("CFO") and other executive officers of the Company, including salaries, bonus, cash-incentive and equity-based incentive compensation, and make recommendations in respect thereof to the Board in order that the Board may establish suitable compensation.
- (b) Without limiting the foregoing, the Committee will review all proposed employment and retention agreements with any proposed or existing executive officer of the Company, as well as severance agreements that provide benefits in excess of those set forth in any severance and termination plans previously approved by the Committee or the Board.

REVIEW AND APPROVAL OF EXECUTIVE OFFICER COMPENSATION

The Committee will evaluate annually the performance of the CEO, CFO and other executive officers and set compensation levels based on those evaluations and any other factors as it deems appropriate.

RATIFICATION OF INCENTIVE COMPENSATION PLANS BY THE BOARD

The Committee will submit to the Board for approval any of the following:

- (a) cash incentive compensation and equity based incentive plans of the Company; and
- (b) all other plans of the Company that require the approval of shareholders under any requirement of a stock exchange or otherwise by law.

REVIEW DIRECTOR COMPENSATION

The Committee will review director compensation levels and practices, and recommend, from time to time, to the Board such compensation levels and practices as the Committee believes appropriate.

LOANS TO DIRECTORS

The Committee will monitor compliance with any legal requirements relating to the granting of loans by the Company to directors or executive officers of the Company.

WHISTLE-BLOWING PROCEDURES

The Committee will use the whistle-blowing procedures established by the Company's Audit Committee, for the confidential, anonymous reporting of any complaint or potential violation of law regarding the compensation of the Company's executive officers and employees.

PUBLIC DISCLOSURE OF CHARTER

This Charter will be included in the on the Company's website.

Adopted by the Board: April 11, 2011
Revised: April 14, 2021