

RIVIERA GOLF CLUB, INC.

BOARD CHARTER

1. Introduction

It is the responsibility of the Board of Directors (the “Board”) to foster the long-term success of RIVIERA GOLF CLUB, INC. (the “Club”) and secure its sustained competitiveness in a manner consistent with its fiduciary responsibility, which it shall exercise in the best interest of the Club, and its members.

The Board shall exercise all corporate powers and manage the business and property of the Club in accordance with good corporate governance.

These provisions are complementary to the requirements regarding the Board and Board members contained in the Articles of Incorporation, the By-laws and the New Manual for Corporate Governance.

2. Composition of the Board

a. Number of Directors.

The Board shall consist of eleven (11) members, subject to such change as may be determined by the stockholders in accordance with law.

b. Qualifications of Directors.

The Corporation shall endeavor to have directors whose collective working knowledge, experience or expertise is relevant to the Corporation’s current activities and holdings.

All directors shall be stockholders in their own right, and shall be elected, qualified and nominated in accordance with the Revised Corporation Code, the rules and regulations prescribed by the Securities and Exchange

Commission or such other relevant government agency or body, especially in connection with the nomination and election of independent directors.

A director shall have the following qualifications at the time he is duly elected and qualified and throughout his term of office: i. Holder of at least one (1) share of stock of the Corporation, and
ii. Personal integrity, capacity to read and understand financial statements, absence of conflict of interest with the Corporation (subject to the discretion of the Board), time availability and motivation.

In addition, the Corporation should endeavor to have a Board that has diversity in terms of gender, race, culture, religion, ethnicity, as well as age, skills, competence and knowledge.

c. Disqualifications of Directors.

Any stockholder may be elected Director, provided, however, that no person shall qualify or be eligible for nomination or election to the Board of Directors if he is engaged in any business or activity which competes with or is antagonistic to that of the Corporation or any of its subsidiaries and affiliates. Without limiting the generality of the foregoing, a person shall be deemed to be so engaged:

- i. If he is an officer, manager or controlling person of, or the owner (either of record or beneficially) of 10% or more of any outstanding class of shares of any corporation (other than one in which the Corporation owns at least 30% of the capital stock) engaged in a business or activity which the Board, by at least two-thirds vote of the directors present constituting a quorum, determines to be competitive or antagonistic to that of the Corporation or its subsidiaries and affiliates; or
- ii. If he is "an officer, manager or controlling person of, or the owner (either of record or beneficially) of 10% or more of any outstanding class of shares of any other corporation or entity engaged in any ,line

of business of the Corporation or that of its subsidiaries and affiliates and in the judgment of the Board, by at least two-thirds vote of the directors present constituting a quorum, the laws against combinations in restraint of trade shall be violated by such person's membership in the Board of Directors; or

iii. If the Board, in the exercise of its judgment in good faith, determines by at least two thirds vote of the directors present constituting a quorum that he is the nominee of any person set forth in (i) or (ii).

Additional Disqualifications for Eligibility for nomination as Director

i. There is a finding against him by final and executory judgment by the Securities and Exchange Commission or a court or other administrative body of competent jurisdiction of a willful serious violation, or willful aiding, abetting, counseling, inducing, or procuring of the serious violation of, any material provision of the Securities Regulation Code, the Corporation Code, or any other law administered by the Commission or Bangko Sentral ng Pilipinas, or any material rule, regulation or order of the Commission or Bangko Sentral ng Pilipinas;

ii. He is judicially declared insolvent;

iii. There is a finding against him by final judgment by a foreign court or equivalent regulatory authority with competent jurisdiction of acts, violations or misconduct\ similar to any of the acts, violations or misconduct listed in the foregoing paragraphs; or

iv. He previously committed patently unlawful act(s) and/or other act(s) deemed prejudicial or inimical to the reputation and/or interest of the Corporation;

v. He committed acts causing undue injury to the Corporation, its subsidiaries or affiliates or committed acts causing injury to another corporation while acting as a director therein; or

vi. He previously committed gross negligence or bad faith in directing the affairs of another corporation where he served as a director or officer.

d. Multiple Board Seats.

A director should exercise sound judgment in accepting other directorships outside the Corporation. He may accept directorships outside the Corporation which, in his opinion, do not hinder him from his obligation to diligently perform his duties and functions in the Corporation. This policy does not cover directorships in the Corporation's subsidiaries and affiliates as well as subsidiaries and affiliates of such companies. In all instances, a director should notify the Board before accepting a directorship in another company.

The Board may, in its discretion, provide a maximum number of directorships in publicly listed companies that a director may have. The restrictions on multiple board seats shall apply to all directors of the Club.

e. Independent Directors.

There shall be at least two (2) Independent Directors or such Independent Directors as shall constitute at least twenty percent (20%) of the members of the Board of Directors, whichever is lesser.

However, as a Registered Issuer of Shares, the Club shall endeavor to have three (3) independent directors or such independent directors as shall constitute at least one third of the members of the Board, whichever is higher, to the extent practicable.

The qualifications of an Independent Director are as follows:

- i. An independent director shall mean a person other than an officer or employee of the Club, its parent or subsidiaries, or any other individual having a relationship with the Club that would interfere with the exercise of independent judgment in carrying

out the responsibilities of a Director. An independent director shall submit to the Corporate Secretary a confirmation that he holds no interests with the Club extending beyond a qualifying share within a reasonable time after his election and/or re-election as an independent director.

ii. An independent director is a person who, apart from his fees and shareholdings, is independent of Management and free from any business or other relationship which could, or could reasonably be perceived to materially interfere with his exercise of independent judgment in carrying out his responsibilities as a director in the Club.

iii. An independent director possesses the necessary qualifications to effectively participate and help secure objective, independent judgment on corporate affairs and to substantiate proper checks and balances.

An independent director refers to a person who, ideally:

i. is not a director or officer or substantial stockholder of the Club or of its related companies or any of its substantial Shareholders (other than as an independent director of any of the foregoing);

ii. is not a relative of any director, officer or substantial shareholder of the Club, any of its related companies or any of its substantial Shareholders. For this purpose, relatives includes spouse, parent, child, brother, sister, and the spouse of such child, brother or sister;

iii. is not acting as a nominee or representative of a substantial shareholder of the Club, any of its related companies or any of its substantial Shareholders;

iv. has not been employed in any executive capacity by the Club, any of its related companies or by any of its substantial Shareholders within the last five (5) years;

v. is not retained, either in his personal capacity or through a firm, as a professional adviser, auditor, consultant, agent or counsel of the Club,

any of its related companies or substantial shareholder, or is otherwise independent of Management and free from any business or other relationship within the three (3) years immediately preceding the date of his election;

vi. does not engage or has not engaged, whether by himself or with other persons or through a firm of which he is a partner, director or substantial shareholder, in any transaction with the Club or any of its related companies or substantial Shareholders, other than such transactions that are conducted at arm's length and could not materially interfere with or influence the exercise of his independent judgment;

vii. is one who ceased to be a regular director in the preceding two (2) years prior to qualification as an independent director;

viii. has not been appointed in the Club, its subsidiaries, associates, affiliates or related companies as Chairman Emeritus, Ex-Officio Director/Officer or Member of any Advisory Board, or otherwise appointed in a capacity to assist the Board in the performance of its duties and responsibilities within three (3) years immediately preceding his election; is not, or has not been a senior officer or employee of the Club unless there has been a change in the controlling ownership of the Club;

ix. is not, and has not been in the three (3) years immediately preceding the election, a director of the Club; a director, officer, employee of the Club's subsidiaries, associates, affiliates or related companies; or a director, officer, employee of the Club's substantial Shareholders and its related companies;

x. is not an owner of more than two percent (2%) of the outstanding shares of the Club, its subsidiaries, associates, affiliates or related companies;

xi. is not a securities broker-dealer of listed companies and registered issuers of securities. "Securities broker-dealer" refers to any person holding any office of trust and responsibility in a broker-dealer firm, which includes, among others, a director, officer, principal stockholder,

nominee of the firm to the Exchange, an associated person or salesman, and an authorized clerk of the broker or dealer;

xii. is not affiliated with any non-profit organization that receives significant funding from the Club or any of its related companies or substantial Shareholders; and

xiii. is not employed as an executive officer of another company where any of the Club's executives serve as directors.

When used in relation to a Corporation subject to the requirements above:

i. Related corporation means another corporation which is:

(a) its holding or parent corporation,

(b) its subsidiary, or

(c) a subsidiary of its holding or parent corporation; and

ii. Substantial shareholder means any person who is directly or indirectly the beneficial owner of more than ten percent (10%) of any class of its equity security.

Each independent director should serve for a maximum of nine (9) years in accordance with applicable laws, rules and regulations. After such period, the independent director should be perpetually barred from re-election as such in the same corporation, but may continue to qualify for nomination and election as a non-independent director. In the instance that a corporation wants to retain an independent director who has served for nine (9) years, the Board should provide meritorious justification/s and seek Shareholders' approval during the annual Shareholders' meeting.

An independent director shall be disqualified as such during his tenure under the following instances or causes:

i. He becomes an officer or employee of the Club, or becomes any of the persons enumerated under the disqualifications of a director; and

ii. His beneficial security ownership exceeds 10% of the outstanding capital stock of the Corporation where he is such director.

i.. Training of Directors.

New directors should be familiarized with the Club's operations, Senior Management and its business environment and be inducted in terms of their fiduciary duties and responsibilities as well as in respect of the Board's expectations, and the Corporate Code of Conduct and Ethics. New directors shall likewise be given an orientation on matters and topics mandated by the SEC on corporate governance. If new directors have no board experience, they should receive orientation in their unaccustomed responsibility. Orientation or, in proper cases, subject to the Board's assessment on skills and trainings needed, training opportunities for existing and potential directors should be identified and appropriate development or action undertaken on at least an annual basis. The annual trainings shall serve to ensure that the directors are continuously informed of the developments in the business and regulatory environments, including emerging risks relevant to the Club.

3. Board Meetings

a. Organizational Meeting

There shall be an organizational meeting of the Board of Directors immediately after their election, of which meeting no notice shall be required.

b. Regular meetings

Regular meetings may be held at such times and in such places, and upon such notice, if any, as the Board may, by resolution, prescribe. As much as possible, the Board holds monthly regular meetings.

c. Special meetings

Special meetings of the Board may be called by the President or by written request of any director, upon at least one day's notice of the time and place of holding the same, given personally or by letter, telegram, telephone, facsimile transmission, electronic mail, short messaging system (SMS) or messaging applications such as Viber.

Meetings may be held at, any time and place without notice if all the directors are present or if those not present waive notice in writing before or after the meeting. Directors shall attend such meetings, either in person or via teleconference or videoconference or by any other technological means as may be allowed by law, except when a justifiable reason prevents his attendance.

Board of Directors as a Collegial Body

The directors shall act only as a Board, and the individual directors shall have no power as such. A majority of the whole member of directors shall constitute a quorum for the transaction of business, and every decision of a majority of the quorum duly assembled as a board shall be valid as a corporate act; but one or more directors present at the time and place for which a meeting shall have been called may adjourn any meeting from time to time until a quorum shall be present.

4. Duties and Responsibilities of the Board of Directors

a. General Responsibilities

- i. Foster the long-term success of the Club and secure its sustained competitiveness in a manner consistent with its corporate objectives and fiduciary responsibility, which it shall exercise in the best interest of the Club, and in proper cases, its shareholders as a body ("Shareholders") and other stakeholders.
- ii. Conduct itself with utmost honesty and integrity in the discharge of its duties, functions and responsibilities
- iii. Apply high ethical standards, taking into account the interests of all stakeholders
- iv. Institute adequate internal control mechanisms and exert its best efforts to ensure best practices, keeping in mind its objective of steering the Club towards sustained profitability.
- v. Act on a fully informed basis and shall exercise care, skill, judgment, good faith and due diligence in the conduct and management of the

business of the Club within the scope and authority provided in the Club's Articles of Incorporation, By-Laws, policies and applicable laws and regulations.

vi. Act in the best interest of the Club

vii. Take into account the interest and welfare of the Shareholders and other stakeholders.

viii. Identify the Club's various stakeholders and promote cooperation between them and the Club in creating wealth, growth and sustainability

ix. Establish clear policies and programs to provide a mechanism on the fair treatment and protection of stakeholders

x. Adopt a transparent framework and process that allows stakeholders to communicate with the Club and to obtain redress for the violation of their rights.

b. Specific Responsibilities

i. Determine and oversee the development of the Club's purpose and values, its vision and mission, objectives and the strategies to achieve its purpose and to implement and monitor implementation of the foregoing in order to ensure that the Club survives and thrives;

ii. Provide sound strategic policies and guidelines to the Club on major capital expenditures. Establish programs that can sustain its long-term viability and strength. Periodically evaluate and monitor the implementation of such policies and strategies, including the business plans, operating budgets and Management's overall performance;

iii. Ensure that adequate procedures, systems and practices that protect the Club's assets and reputation are in place and are maintained. In cases of mergers and/or acquisitions, including the acquisition or disposal of assets, the Board shall ensure an independent party is appointed, if still needed and to the extent practicable, to evaluate the fairness of the transaction price;

- iv. Be guided by all relevant laws, regulations and codes of best practices;
- v. Monitor the effectiveness of management policies and decisions;
- vi. Establish a process for the selection of qualified and competent directors and corporate officers and ensure that such directors and corporate officers remain qualified and competent for their positions individually and collectively throughout their terms to enable the Board to fulfill its roles and responsibilities and respond to the needs of the organization based on the evolving business environment and strategic direction;
- vii. Ensure that the Club communicates with Shareholders and other stakeholders effectively by providing the Shareholders and other stakeholders relevant and timely information, including periodic reports and an annual report of its performance as well as its prospects through publicly available reports submitted to the regulatory authorities;
- viii. Adopt a system of checks and balances within the Board and/or its Committees. A review of the effectiveness of such system should be conducted to ensure the integrity of the decision-making and reporting processes at all times;
- ix. Identify key risk areas and performance indicators and monitor these factors to enable the Club to anticipate and prepare for possible threats to its operational and financial viability;
- x. The Board may create such offices as may be deemed necessary to carry out the provisions of this Manual;
- xi. Formulate and implement policies and procedures that would ensure the integrity and transparency of related party transactions between and among the Club and its parent company, subsidiaries, or affiliates;
- xiv. As may be deemed proper by the Board, establish and maintain an alternative dispute resolution system in the Club that can amicably settle conflicts or differences between the Club and its Shareholders, and the Club and third parties, including the regulatory authorities;

- xv. Appoint a Compliance Officer and Assistant Compliance Officer(s);
- xvii. Review and guide corporate strategy, major plans of action, risk management policies and procedures, annual budgets and business plans;
- xviii. Set performance objectives, monitor implementation and corporate performance and oversee major capital expenditures, acquisitions and divestitures;
- xix. Approve the selection and assess performance of Management;
- xx. Ensure that its independent directors possess the necessary qualifications and none of the disqualifications for an independent director to hold the position;
- xxi. Make sure that the internal controls are in place to ensure the Club's compliance with the Code of Conduct and Ethics (or its equivalent) and its internal policies and procedures;
- xxii. Adopt an effective succession planning program for directors, key officers and Management to ensure growth and a continued increase in the Shareholders' value and adopt a policy on the retirement age for directors and key officers as part of Management succession and to promote dynamism in the Club, subject to exceptions as deemed necessary by the Club, such as expertise, abilities or stature that the Club needs;
- xxiii. Align the remuneration of key officers and Board members with the long-term interests of the Club;
- xxiv. Have overall responsibility in ensuring that there is a group-wide policy and system governing related party transactions (RPTs) and other unusual or infrequently occurring transactions, particularly those which pass certain thresholds of materiality;
- xxv. Establish an effective performance management framework that will ensure that Management and personnel's performance is at par with the standards set by the Board and Senior Management;
- xxvi. Approve the Internal Audit Charter;
- xxviii. Encourage active shareholder participation by sending the notice of annual and special Shareholders' meeting with sufficient and relevant information to allow for sufficient time to consider the agenda and matters to be voted upon, to the extent practicable;

xxix. Encourage active shareholder participation by making the result of the votes taken during the most recent annual or special Shareholders' meeting publicly available the next working day, to the extent practicable. In addition, the minutes of the annual and special Shareholders' meeting should be available on the company website within five (5) business days from the end of the meeting or as soon as possible thereafter;

xxxii. Establish policies, programs and procedures that encourage employees to actively participate in the realization of the Club's goals and in its governance;

xxxiv. Establish a suitable framework for whistleblowing that allows employees to freely communicate their concerns about illegal or unethical practices, without fear of retaliation and to have direct access to an independent member of the Board, Management representative or a unit created to handle whistleblowing concerns.

5. The Chairman of the Board

The Board should be headed by a competent and qualified Chairman. The Chairman of the Board, or in his absence, the Vice-Chairman, shall preside at all meetings of the Board. Among other duties, the Chairman shall:

- a. Ensure that the meetings of the Board are held in accordance with the By-Laws or as the Chairman may deem necessary;
- b. Ensure that the agenda of the meetings focuses on strategic matters, including the overall risk appetite of the Club, considering the developments in the business and regulatory environments, key governance concerns, and contentious issues that will significantly affect operations;
- c. In coordination with the Corporate Secretary, taking into consideration the suggestions of the Chief Executive Officer, Management and the directors, supervise the preparation of the agenda of the meetings;
- d. Assist in ensuring compliance with the Manual;

- e. Maintain lines of communication and information between the Board and Management;
- f. Guarantee that the Board receives accurate, timely, relevant, insightful, concise and clear information to enable it to make sound decisions.

6. Corporate Secretary

The Corporate Secretary and the Assistant Corporate Secretary/ies shall be Filipino citizens and residents of the Philippines. As far as practicable, the Corporate Secretary and the Compliance Officer shall be separate individuals. The Corporate Secretary should not be a member of the Board and should annually attend training on corporate governance.

The Secretary shall keep the minutes of all meetings of the Board of Directors, and the minutes of all meetings of the stockholders. He shall attend to the giving and serving of all notices of the Club. He shall have charge of such books and papers as the Board of Directors or the Executive Committee may direct, and shall perform all of the duties incident to the office of secretary and such other duties as may be assigned to him by the Board of Directors or by the Executive Committee.

7. Board Committees

The Board of Directors shall have the power, among other things, to create Committees and other bodies as may be necessary or beneficial in the operation and internal regulation of the Club. Such Committees shall have such powers and functions as may be delegated to them by the Board or as defined in the Manual of Corporate Governance except those that may not be delegated under the Club Code. The Board shall have the power to appoint and remove the members of such Committees and may at any time, with or without cause, dissolve any of such Committees.

All established committees are required to have Committee Charters stating in plain terms their respective purposes, memberships, structures,

operations, reporting processes, resources and other relevant information. The Charters should provide the standards for evaluating the performance of the Committees and should be fully disclosed on the company website.

8. Compensation of the Board

By resolution of the Board, each director shall receive a reasonable per diem for his attendance at each meeting of the Board of Directors, or of the Executive Committee or of other Committees created by the Board. Nothing herein contained shall be construed to preclude any director from serving the Club in any other capacity and receiving compensation therefor.

9. Incorporation by Reference

This Board Charter shall incorporate by reference all applicable policies and issuances of the Club.

As approved by the Board of Directors this 16 March 2023.