

ISSUER DIRECT CORPORATION
COMPENSATION COMMITTEE CHARTER

Purpose

The function of the Compensation Committee (the “Committee”) is to assist the Board of Directors in carrying out its responsibilities relating to the compensation of the Company’s chief executive officer (the “CEO”), other executive officers (together with the CEO, the “Executives”) and such other management personnel as may be identified as key to the continuing success of the Company (“Key Managers”). The Committee has the general responsibility for developing the Company’s executive compensation philosophy, evaluating and recommending to the Board the design of compensation programs intended to attract and retain the caliber of employees necessary to ensure the future success of the Company, and, in consultation with the Board, recommending to the Board the compensation to be paid to the CEO and reviewing and approving the compensation to be paid to the Company’s other Executives. As part of this Charter, the Committee is responsible for reviewing and discussing with management and the Board all compensation related disclosures required by the Securities Exchange Act of 1934 (the “Exchange Act”) and the rules and regulations promulgated by the Securities and Exchange Commission.

Composition

The Committee shall consist of two or more members of the Board of Directors, each of whom is determined by the Board of Directors to be “independent” under Rule 10C of the Securities Exchange Act of 1934, as amended. . Additionally, no director may serve unless that director (1) is a “non-employee director” for purposes of Rule 16b-3 under the Securities Exchange Act of 1934, as amended, and (2) satisfies the requirements of an “outside director” for purposes of Section 162(m) of the Internal Revenue Code.

Appointment and Removal

The members of the Committee shall be appointed by the Board of Directors upon the recommendation of the Nominating and Governance Committee (or if such Committee does not exist, upon the recommendation of the Board of Directors) and shall serve until such member’s successor is duly elected and qualified or until such member’s earlier resignation or removal. The members of the Committee may be removed, with or without cause, by a majority vote of the Board of Directors.

Chairperson

Unless a Chairperson is elected by the full Board of Directors, upon the recommendation of the Nominating and Governance Committee (or if such Committee does not exist, upon the recommendation of the Board of Directors), the members of the Committee shall designate a Chairperson by majority vote of the full Committee membership. The Chairperson will chair all regular sessions of the Committee and set the agendas for Committee meetings.

Delegation to Subcommittees

In fulfilling its responsibilities, the Committee shall be entitled to delegate any or all of its responsibilities to a subcommittee of the Committee.

Meetings

The Committee shall meet at least twice annually or as frequently as circumstances dictate. Any member of the Committee may call meetings of the Committee. The Committee may invite to its meetings any director, member of management of the Company, and such other persons, as it deems appropriate in order to carry out its responsibilities.

Duties and Responsibilities

The Committee shall have the following duties and responsibilities:

- Review and approve on an annual basis the corporate goals and objectives relevant to the compensation of the Chief Executive Officer, evaluate the Chief Executive Officer's performance in light of these goals and objectives, and, either as a committee or together with other independent directors (as directed by the Board), determine and approve the Chief Executive Officer's compensation based on this evaluation (including salary, bonus, incentive and equity compensation).
- Review and approve on an annual basis the evaluation process and compensation structure for the Company's officers. Evaluate the performance of the Company's senior executive officers and approve annual compensation (including salary, bonus, incentive and equity compensation).
- Review annually non-employee director compensation, and submit any recommendations for adjustment to the Board of Directors.
- Review the Company's compensation, incentive compensation and equity-based plans and recommend changes in such plans to the Board of Directors as needed.
- Prepare and publish an executive compensation report to be included in the Company's annual report on Form 10-K and/or proxy statement in compliance with the rules and regulations promulgated by the Securities and Exchange Commission.
- Perform any other activities consistent with this Charter, the Company's Bylaws and governing law as the Committee or the Board of Directors deem appropriate.

Advisors

The Committee shall have the authority to retain such compensation consultants, outside counsel and other advisors as the Committee may deem appropriate in its sole discretion. The Committee shall have sole authority to approve related fees and retention terms. The Committee shall keep the Chairman of the Board advised as to the general range of anticipated expenses for engaging outside advisors.

Reports and Performance Review

The Committee shall maintain minutes of its meetings and report its summaries of recommendations to the Board of Directors after each Committee meeting. The Committee shall conduct and present to the Board of Directors an annual performance evaluation of the Committee. The Committee shall review at least annually the adequacy of this Charter and recommend any proposed changes to the Board of Directors for approval.

Disclosure of Charter

This Charter shall be made available in accordance with applicable rules and regulations.