



Document No: CP-POL-003
Revision: 2
Date Issued: 17 May 2006
Custodian: Managing Director
Originator: HSE Manager

HEALTH, SAFETY & ENVIRONMENT POLICY

1.0 Policy Aims

ARC Energy Limited is committed to pursuing our objective of, Health, Safety and Environmental Excellence for all of our activities.

To uphold this commitment, ARC maintains a Corporate Health, Safety and Environmental (HSE) Management System that continually identifies, assesses and manages operational and environmental risk, adding value to our activities and ensuring compliance with regulatory and community obligations.

2.0 Guidelines

To accomplish this objective, ARC:

- Supports all managers and supervisors to provide leadership by example for environmental, health and safety excellence;
- Supports all employees and contactors in protecting the environment and their fellow workers by applying risk management processes;
- Ensures incidents are investigated to reduce the potential of reoccurrence;
- Establishes standards and procedures to protect the environment, employee and public safety and health;
- Ensures compliance with all environment, health and safety laws and regulations, and with other requirements to which ARC Energy subscribes, is the minimum standard for its management practices;
- Establishes annual goals for the continual improvement of each operation and assigns responsibilities and accountability for environmental, health and safety performance;
- Audits its environment, health and safety performance, regularly reports the results and makes appropriate improvements;
- Works to support pollution prevention and sustainable development by incorporating social responsibility, economic success and environment excellence into our decision making process;
- Maintains and tests its ability to respond effectively to operational emergencies;
- Contributes to the economic and social well being of its employees and the communities in which it operates and keeps its stakeholders informed; and
- Has timely and transparent communication with its stakeholders.

3.0 Objective

“HEALTH, SAFETY AND ENVIRONMENTAL EXCELLENCE”

A handwritten signature in black ink, appearing to read 'Eric Streitberg'.

Eric Streitberg
Managing Director

Date: 17 May 2006