

ENVIRONMENT POLICY

Panax Geothermal Limited is committed to the effective environmental management of all of its exploration, development, and production activities in the company's geothermal energy business.

The Company recognises that resource development is a temporary land use, and is associated with a range of potential environmental impacts. Prior to commencement of any activity, planning must recognise these potential impacts and lead to the development of effective strategies for their control. During activities, the successful implementation of these strategies must be a principal objective of site management. Following decommissioning, the site must be left in a safe and stable state, with all disturbed land successfully rehabilitated to with applicable industry standards.

To achieve these objectives, each site is required to:

- Achieve compliance with all applicable legislation and operating conditions;
- Nominate an environmental manager / co-ordinator, with responsibility for on-site environmental management;
- Operate in accordance with a site environmental management plan;
- Identify and manage environmental risk and liability;
- Minimise unnecessary environmental impacts; and
- Work towards the achievement of a high level of external recognition for the quality of on-site environmental management.

Company management is committed to providing the resources and support required for the achievement of best practice and the ongoing improvement of environmental management at all Panax Geothermal sites.



Bertus de Graaf
Managing Director/CEO