

COMMUNITY RELATIONS POLICY

Panax Geothermal is committed to the development and maintenance of good relationships with stakeholder communities in the regions in which we operate.

In accepting business responsibility for exploration, development, and production activities that we conduct, we also acknowledge social responsibility to the extent that our projects should bring tangible benefits to surrounding communities. Accordingly, for the benefit of our communities, contractors, and shareholders, Panax Geothermal will:

- Comply with all applicable laws, regulations and standards in the regions in which we operate;
- Develop a Community Relations Management System for each region in which we operate;
- Regularly consult with communities and their representatives to discuss issues and concerns and how these may be managed;
- Undertake cost-effective socio-economic initiatives that reflect the needs of communities;
- Recognise and respect the values of different cultures where we operate;
- Regularly audit a project's Community Relations Plan and its implementation, operation, measurement and reporting requirements; and
- Promote the achievements of our Policy to Company staff, contractors, shareholders, communities and government.

Careful project management, a commitment to successful community relationships and an adherence to this Policy, will lead to increased mutual respect for all parties.



Bertus de Graaf
Managing Director/CEO