



Straits Resources

ENVIRONMENTAL POLICY

Straits Resources Limited is committed to the responsible environmental management of all its activities to ensure that the environmental effects are either planned to be avoided or unavoidable impacts are minimised, and where possible, remediated to an acceptable standard.

The key requirements of each business unit's environmental management system are to:

- Satisfy all legal obligations imposed on the unit's activities through leases, licences, approvals, consents or notices;
- Develop environmental management plans or similar documents prior to the implementation of its various activities. All important activities are supported by procedures manuals;
- Ensure all environmental documentation is closely integrated with each unit's documentation relating to occupational health and safety, emergency response, plans and site operational procedures;
- Ensure all staff are aware of their responsibilities relating to environmental management and that each employee/contractor has, and maintains, the appropriate level of competency; and
- Continually improve the Company's environmental performance and the environmental management system itself.

The company is committed to the development of an Environmental Management System for each of the Company's business units to conform to the requirements of the International Standard ISO 14001. The adoption of the international standard will assist the standardisation of the environmental management and the achievement of "best practice" for all units irrespective of location.

David Toms
Executive Chairman

Milan Jerkovic
Chief Executive Officer

May 2006