



Adopted by the Board: 27 September 2006

P002 ENVIRONMENT POLICY

Centrex Metals Limited is committed to sustainable production of iron ore in a manner that protects the values of the natural and social environments in which it operates.

In fulfilling this commitment, Centrex will:

- Conduct operations in compliance with applicable legislation, regulations and Codes of Practice.
- Ensure that all employees, including contractors, are aware of their role in implementing company environmental responsibilities, policies and commitments.
- Commit to developing an Environment Management System that specifies the Company's objectives and targets and defines key work programs. Commit to pollution prevention and waste minimisation.
- Recognise that operations will have a localised and short-term impact on the environment and will work to reduce this impact wherever practicable.
- Regularly audit and monitor environmental performance and initiate corrective actions to ensure targets are met.
- Work with the community with the aim of achieving mutually acceptable outcomes from all areas of operation.
- Conduct operations in a manner that ensures that rehabilitation to the agreed end land use can be achieved at the earliest practical time.

SCOPE

The Environmental Policy covers all aspects of Centrex Metals operations including travel, exploration, mining, production, transport, shipping and site rehabilitation.

MANAGING DIRECTOR APPROVAL.....