

# CLONCURRY METALS LIMITED

A.C.N. 122 162 396

## BOARD POLICY NO. 6

## ENVIRONMENT

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### 1. PURPOSE:

- 1.1 The Board of Cloncurry Metals Limited (“the Company”) believes excellence in managing environmental responsibilities is essential to long term success.
- 1.2 The purpose of this Board Policy is to provide guidance on the manner in which the Board of the Company (“the Board”) proposes effective management practices to ensure Company activities comply with all relevant environmental legislation and that they have a minimum impact on the environment.
- 1.3 This Board Policy will be regularly reviewed and may be amended by the Board at its discretion at any time so as to continue to be aligned with the broad objectives of the Company and its subsidiaries.

### 2 GENERAL POLICY:

- 2.1 The Company’s policy on Environment is based on the concepts that the Company will:
  - (1) Integrate sound environmental management into all of its business, including long term strategy;
  - (2) Ensure that its employees and contractors are informed about this Policy and made aware of their environmental responsibilities in relation to the Company's activities;
  - (3) Require all contractors to comply with Company policies;
  - (4) Keep the community informed on a regular basis of the Company's activities and consult with the community in relation to the Company's operations;
  - (5) Comply with this policy as well as any applicable statutory laws and regulations;
  - (6) Prepare and maintain a plan for the eventual closure of each operation which shall include consultation with local communities;
  - (7) Seek continuing improvement through review, assessment and reporting and
  - (8) Rehabilitate sites or areas disturbed as defined in the applicable Environmental Management Plan.

### 3 POLICY:

- 3.1 The Company operates as an exploration and development company in Australia, and has prime responsibility for implementing and maintaining the Company’s policy of environmental matters and the Company is committed to achieving a high standard of environmental management through continuous improvement of environmental performance.
- 3.2 The Company will achieve the requisite standard of performance through:
  - (1) Identifying and managing key environmental risks and establishing realistic annual objectives and targets;
  - (2) Complying, as a minimum, with all applicable statutory laws and regulations;
  - (3) Integrating environmental management into key business and planning processes;
  - (4) Providing employees with the training and resources required to fulfil their environmental responsibilities;
  - (5) Minimising pollution from operations and associated activities;

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- (6) Engaging stakeholders on environmental activities and issues and responding to concerns in a transparent manner;
- (7) Providing appropriate financial resources to progressively rehabilitate disturbed areas and maintaining rehabilitation and closure plans, in consultation with relevant stakeholders;
- (8) Understanding impacts of operations and associated activities on downstream water uses and environmental values;
- (9) Managing erosion and the loss of sediment from areas disturbed by the operations and associated activities;
- (10) Understanding and quantifying risks associated with the operations acid forming process waste;
- (11) Maximising recycling and minimising the generation of wastes, where possible;
- (12) Communicating the intent of this Policy to contractors;
- (13) Monitoring, reviewing and periodically auditing our environmental performance; and
- (14) Implementing and maintaining (where applicable) an Environmental Management Plan (EMP) for development and operating activities to international mining standards of best practice.

Approved by the Board on 2<sup>nd</sup> April 2010

Signed for an on behalf of the Board of Cloncurry Metals Limited

Mr Stephen Craig Everett  
Chairman