

## ***ANC Timber Ltd. - Environmental Policy***

ANC Timber Ltd. believes that environmental excellence is an essential element of long term business success. To achieve environmental excellence, a philosophy of continual improvement is applied to all of our processes and forestry operations. It is the responsibility of the company, employees and contractors to work openly and consistently towards this goal.

ANC Timber Ltd. is committed to the following to achieve our goal:

- \* Comply with or exceed all government regulations.
- \* Implement responsible forest management practices, in our woodlands operations, to minimize adverse environmental impacts.
- \* Set objectives for environmental performance and audit regularly to assess conformance.
- \* Develop and maintain operating procedures for conducting woodlands activities and train employees and contractors in their use.
- \* Monitor the effectiveness of procedures to reduce adverse environmental impacts of our woodlands' operations.
- \* Reinforce the philosophy and techniques of continual improvement with all woodlands employees and contractors.

Revised November 13, 2007