

RISK MANAGEMENT POLICY

It is the policy of Antaria Limited (Antaria or the Company) that all operations are conducted in a manner which ensures, as far as reasonably practicable:

- The health and safety of all employees, customers, visitors to the Company's sites and others who may be affected by the Company's operations;
- Establishment of business relationships where Antaria has the capacity (both technical and financial) to meet the contracted requirements on time and within budget;
- Protection of assets and earning capacity against loss;
- Compliance with all applicable legislation; and
- Protection of the environment.

These policy objectives will be achieved by implementation, throughout all parts of the Company's operations, of an effective risk management program including the following:

- Maintenance of an appropriate health, safety and environment system;
- Maintenance of quality management system based on ISO standards;
- Maintenance of internal control systems in order to provide management with accurate, timely and reliable operating and financial information;
- Conduct of operations and maintenance of records in accordance with Company policies and legislative requirements;
- Implementation of strategies to limit liability arising from Antaria's operations by ensuring contractual arrangements to not assume unnecessary liabilities or give up rights and ensuring where possible, contractual arrangements transfer risks and liabilities;
- Monitoring and reporting to the Board on significant circumstances and risk management issues which may affect Antaria;
- Management of insurance programs to acquire appropriate coverage at optimum premium levels; and
- Management of Antaria's liquidity and financial position.

RESPONSIBILITIES

Responsibility for establishing and maintaining effective risk management strategies rests with Antaria's Executive Chairman and senior managers, accountable to the Board of Directors. Each of these officers provides approval for all major items of expenditure, and is involved in the negotiation and agreement of all commercial contracts and commitments.

Antaria is a quality endorsed company under the ISO 9001:2000 quality standard. The Company has developed a set of policies and procedures (set out in the Company's Quality Manual) in relation to the Company's operations, the compliance of which is an essential part of each employee's responsibility to the Company and is referred to as such in the Company's Corporate Code of Conduct.
