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SOLIMAR ENERGY LIMITED

CODE OF CONDUCT

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1. Introduction

- 1.1 Solimar Energy Limited and its subsidiaries ("Company") are committed to operating in an environment that promotes ethical and responsible decision making along with a requirement to act with integrity in its dealings with shareholders, staff and the outside community.
- 1.2 This Code of Conduct provides the principles the Company will apply to ensure it meets the objectives outlined in 1.1.
- 1.3 The Code of Conduct will apply to:
 - (a) Executive and Non-Executive Directors and officers.
 - (b) full-time, part-time, casual employees and consultants.
 - (c) Where relevant, contractors, consultants and advisers while in their capacity of acting on behalf of the Company.
 - (d) Directors, employees and Associates of the Company in Australia and the United States.
- 1.4 The Principles of Code of Conduct will apply to relationships and dealings of the Company.

2. Principles

2.1 Respect the Law

We will respect the law and apply the following standards:

- (a) Comply with the laws of any regime in which we operate, meeting both the spirit as well as the letter of the law.
- (b) Interpret the law in a way that will enhance our reputation to be fair and reasonable in our conduct.

- (c) Notify the Chairman of any failure to comply with the law, misconduct or other unethical conduct when we become aware of this.
- (d) Directors will also be mindful of their particular duties as prescribed under legislation and common law.

2.2 Manage any conflicts of interest

A conflict of interest exists where a person referred to in section 1.3 has a personal or professional interest sufficient to influence, or appear to influence, the objective performance of their duties and responsibilities to the Company.

We recognise that conflicts of interest may arise from time to time and that it is important they are managed appropriately. To this end the following guidelines will apply:

- (a) Where a conflict or perceived conflict of interest arises, a person referred to in section 1.3(a) and section 1.3(c) must provide immediate and full disclosure to the Board of the conflict or perceived conflict.
- (b) Where a conflict or perceived conflict of interest arises, a person referred to in section 1.3(b) must provide immediate and full disclosure to the Chairman of the conflict or perceived conflict.
- (c) The situation will then be reviewed and the conflict managed in such a way that the interests of the Company are safeguarded.
- (d) Examples of situations that may constitute a conflict of interest or the potential for one would be:
 - (i) A private or professional interest of any person referred to in section 1.3 that conflicts either directly or indirectly with an obligation to the Company.
 - (ii) Acting in a way that questions or could cause to question that person's loyalty to the Company.
 - (iii) Using the services and facilities provided to him or her by the Company:
 - (A.) for any purpose other than for the purpose the services and facilities have been provided; or
 - (B.) in accordance with any terms other the terms for which the services and facilities have been provided.

The particular circumstances of these situations would also need to be taken into account to determine if a conflict or the potential for one existed.

2.3 Respect our role as stewards of the Company

We will act with honesty and integrity in our running of the Company and will apply the following standards:

- (a) Benefits that would be considered excessive for the particular service provided will not be given.

- (b) The proprietary nature of company information will be respected and there will be no disclosure of confidential or commercially sensitive information unless required by the proper authorities or the law.
- (c) The assets of the Company will only be used properly and efficiently for the Company's benefit and be in its best interests.
- (d) Sensitive Company information will not be used inappropriately in dealings with the Company's securities.

2.4 Respect the relationships we have with others and ourselves

In order that we always conduct ourselves responsibly and appropriately in our relationships we will:

- (a) Conduct ourselves with integrity and be fair and honest in our dealings.
- (b) Not use misleading or oppressive practices or falsify or wrongfully withhold information to achieve a benefit for either ourselves or others.
- (c) Ensure confidential information received in the course of business dealings remains the property of the source from which it is obtained and it is improper to disclose or allow it to be disclosed, without proper authorisation or as required by law.
- (d) Recognise regimes with different laws, customs and business practices. However, we will not compromise the principles incorporated in the Code of Conduct.
- (e) Treat all persons with dignity, regardless of individual differences.
- (f) Conduct relationships with other associates, companies and government agencies to accepted best practices.

2.5 Respect our Relationship with Employees / Consultants

The Company places importance on its relationship with employees and consultants.

To that end the following procedures are to be followed:

- (a) The adoption of safe work practices.
- (b) The appropriate training of employees and consultants to ensure compliance with safe work practices.
- (c) Promote within the workplace equal employment opportunities.
- (d) Provide a workplace culture that encourages a creative and productive exchange of ideas.

2.6 Respect our Relationship with the Environment

The Company respects the environment and applies the following policies:

- (a) Comply with all applicable laws and regulations.
- (b) Apply responsible standards where laws and regulations do not exist.
- (c) Monitor the effects of our activities on the environment and take appropriate action to address effects where necessary.
- (d) Maintain a systematic approach to environmental management for compliance and improvement purposes.

2.7 Our Responsibilities

The Company will be responsible for:

- (a) its actions and accountable for their consequences;
- (b) achieving the objectives it has been assigned;
- (c) the way and attitude in which those objectives are achieved; and
- (d) fully reporting the results of its actions.