



ENVIRONMENTAL POLICY STATEMENT

It is the policy of MEL Chemicals Inc to operate its facilities in full compliance with all applicable environmental rules and regulations. The company will maintain a vigilant and proactive approach to all environmental matters and respond positively to the concerns of its employees and of the community.

In implementing this policy, - the company and its employees are charged with the following specific goals and responsibilities:

- to install, operate and maintain equipment and processes using the most appropriate environmental technology, and to ensure such processes and activities are operated in full compliance at all times,
- to take immediate corrective action in the event of a spill, excursion or upset and to promptly notify the appropriate authorities in the event of such an environmental mishap;
- to provide training and education to all of its employees in the correct operation of the plant and its processes; proper handling, use and disposal of chemicals and wastes; and proper procedures for notification to management and the appropriate authorities,
- to issue and maintain an emergency preparedness action plan and to train employees to deal with environmental emergencies,
- to abate or minimize the impact of its operations and products on the environment. Management will periodically re-evaluate risks to the environment and initiate corrective actions;
- to communicate to employees and the surrounding communities environmental objectives and plans.

It is MEL Chemicals Inc. intention to maintain and reinforce an awareness of the environment by each of its employees and that its protection preserves a natural asset for all.

President
Edward Haughey
March 20, 2008