



# **LIQUEFIED NATURAL GAS LIMITED**

**License to Operate  
Policy**

**27 March 2015**

# Liquefied Natural Gas Limited

## *License to Operate Policy*

This policy is a key part of Liquefied Natural Gas Limited's ("LNGL" or the "Company") strategy and reflects the Company's values and expected behaviors contained in our Business Principles.

Everyone who works for and with LNGL - employee, contractor, partner or supplier ("Workforce") - has responsibility for adhering to our Business Principles and, thus, this Policy. Read this Policy in conjunction with LNGL's Business Principles, other policies and related guidance, which establish governance of the Company.

### **1. License to Operate Policy**

We aim to secure and safeguard an appropriate "License to Operate" in all LNGL operations. License to Operate is the broad recognition, on the part of our stakeholders in each place where we work, that our business is legitimate and brings a positive contribution to the country and community concerned.

To achieve this we seek to understand the political, social and economic context, and the risks and opportunities for our business that arise from it, integrate our response across all parts of LNGL, and frame our external engagement accordingly.

We respect human rights as set out in the Universal Declaration of Human Rights and believe that respect of human rights is central to sustainable value creation.

We engage actively with our host communities and seek broad-based support for our activities. We seek to minimize and mitigate any negative impact of our operations and ensure that neighboring communities benefit from our presence on an enduring basis.

### **2. Policy implementation -**

An effective License to Operate strategy requires an analysis of the context, and a coherent and proactive approach to engagement by covering not only our immediate contacts in government and regulators, but opinion-formers and media, local communities, civil society, academia, and peers and institutions.

To meet the requirements of this Policy, LNGL shall:

- Assess those aspects of the political, social and reputational context relevant to LNGL's existing or future operations in countries where we operate;
- Identify the risks and opportunities for those operations, associated with political, social or reputational developments, focusing on value creation and value protection;
- Act in accordance with the Voluntary Principles on Security and Human Rights where our operations are located in areas of conflict or high human rights risk;
- Assess risk appropriately and ensure that public and private security providers working for or on behalf of LNGL, conduct their operations with respect for human rights;
- Assess human rights risk in our supply chain and work with contractors and suppliers to manage these risks;

- Consult meaningfully with interested stakeholders and affected parties and seek broad community support for our activities;
- Assess the socio-economic context of our operations to identify potential impacts, risks and opportunities for LNGL and our stakeholders;
- Look to participate in social projects that support the development priorities of host communities, and seek to ensure that these are implemented in a way that leads to enduring benefit; and
- Demonstrate that work with these different groups forms a coherent whole and ensure that the overall strategy and the engagement plans contain measurable objectives.

When working for LNGL companies, the Workforce must:

- Work in accordance with our Business Principles and Policies;
- Demonstrate and document consideration of the attributes contained in this Policy;
- Ensure they are not individually complicit in any human rights abuses;
- In line with the Duty to Report Policy, report breaches, or concerns of potential breaches, of this Policy, including in the supply chain, which they encounter during performance of their duties; and
- Consult with and seek advice from relevant resources regarding the approach to take in relation to managing stakeholders and to secure and safeguard LNGL's license to operate.

### **3. Management Responsibility**

The Company Secretary is responsible for implementation and maintenance of this Policy.

### **4. Applicability**

Every employee, director or officer of every wholly owned LNGL company and in every joint venture company under LNGL control must follow this Policy. We apply this Policy in all joint operations where LNGL is the operator. When participating in joint venture companies not under LNGL control we encourage the adoption of a similar policy.

Contractors and consultants are required to act consistent with this Policy when working for LNGL companies as our agent, on our behalf or in our name on any business activity including when delivering outsourced services.

Breach of a LNGL Policy may result in disciplinary action, up to and including dismissal. LNGL reserves the right to amend or update this Policy as required from time-to-time.