ENVIRONMENTAL PROTECTION POLICY

Magellan Petroleum Australia Limited considers protection of the natural and social environment to be of the highest priority in all its exploration and production activities, both domestic and international. Magellan is therefore committed to conducting its operations in an environmentally responsible manner upholding the principles of ecologically sustainable development, minimizing greenhouse gas emissions and assisting in minimizing global climate change resulting from human activities.

It is Magellan's policy to:

- Comply with all Government environmental and cultural heritage statutory requirements and international standards and codes of practice with a view to achieving best practice management of its facilities and operations;
- Cooperate with governments and industry in the formulation of rational and practical environmental and cultural heritage guidelines and legislation;
- Promote environmental and cultural heritage awareness in all Magellan employees and contractors through induction and training programs, and the implementation of environmental management systems and cultural heritage management plans;
- Plan and manage all Company activities in such a way as to minimize disturbance to the environments, protect native flora and fauna, avoid the pollution of land, water and air, and avoid disturbance of known sites of archaeological, cultural heritage, historical, natural or scientific significance in all spheres of its operations;
- Monitor operations to achieve compliance with all applicable environmental standards, utilising the most appropriate technology available and review and maintain an active rehabilitation program that will restore operational areas to a condition which is compatible with the prior land use;
- Maintain cooperative and positive relationships with indigenous people with custodial responsibility for the land where Magellan operates to minimize the impact of those operations on the cultural heritage of the indigenous people, and cooperate with other legitimate land users so that, where appropriate, multiple land use is possible;
- Review, coordinate and implement natural environment and cultural heritage protection activities with the assistance of recognized consultants and experts of various disciplines when necessary; and
- Commit all levels of management to accept responsibility for environmental and cultural heritage management in all Magellan activities.

Robert Mollah
Chairman

T. Gwynn Davies
General Manager
1 July 2008