

GEOPACIFIC RESOURCES LTD
ACN 003 208 393
("Company")

CODE OF CONDUCT

The purpose of this Code of Conduct is to provide a framework for decisions and actions in relation to ethical conduct in employment. It underpins the Company's commitment to integrity and fair dealing in its business affairs and to a duty of care to all employees, clients and stakeholders. The document sets out the principles covering appropriate conduct in a variety of contexts and outlines the minimum standard of behaviour expected from employees. This code may be amended from time to time by the Board and will be made available to all staff.

This code applies equally to all employees, directors and officers of the Company (collectively referred to as the "Employees") of the Company and each Employee is responsible for ensuring their individual compliance with the Code.

1) Accountabilities

- a) Board - The Board is responsible for
 - i) setting the tone of legal, ethical and moral conduct to ensure that the Company is considered reputable by the industry and other outside entities; and
 - ii) ensuring that all employees are aware of the Code.
- b) Managers and Supervisors - Managers and supervisors are responsible and accountable for:
 - i) undertaking their duties and behaving in a manner that is consistent with the provisions of the Code;
 - ii) the effective implementation, promotion and support of the Code in their areas of responsibility; and
 - iii) ensuring employees under their control understand and follow the provisions outlined in the Code.
- c) Employees
All employees are responsible for:
 - i) undertaking their duties in a manner that is consistent with the provisions of the Code;
 - ii) reporting suspected corrupt conduct; and
 - iii) reporting any departure from the Code by themselves or others.

2) General principles

All stakeholders are entitled to expect the highest professional standard from the employees and the Directors of the Company. Compliance with this code and the Company's other policies will contribute positively to the good corporate governance of the Company as a whole.

- a) Discharge of duties
 - Employees must act honestly, in good faith and in the best interests of the Company.
 - Employees must discharge their duties at the highest level of honesty and integrity, in good faith and having regard to the position and the organisations goals and objectives of the Company. Employees should not engage in conduct likely to bring discredit upon the Company.
 - Employees also have a duty to use due care and diligence in fulfilling the functions of their position and exercising the powers attached to their employment.
 - Employees must recognise that their primary responsibility is to the Company's shareholders as a whole.
 - Employees should not engage in conduct likely to bring discredit upon the Company.

b) Personal And Professional Behaviour

When carrying out your duties, you should:

- i) behave honestly and with integrity and report other employees who are behaving dishonestly;
- ii) carry out your work with integrity and to a high standard;
- iii) operate within the law at all times;
- iv) follow the policies of the Company; and
- v) act in an appropriate business-like manner when representing the Company in public forums.

c) Compliance with laws

It is essential that all Employees comply with the rule and spirit of all laws and regulations under which the Company operates and with the principles of this code. In addition, they must comply with the ethical and technical requirements of any relevant regulatory or professional body. Violations of such laws may have serious consequences for the Company and any individuals concerned. Any known violation must be reported immediately to management.

d) Conflicts of interest

There may be times when an Employee's personal interests or the interests of any associated person conflict with those of the Company or its stakeholders. In these circumstances, appropriate action should be taken to remove or manage such conflict.

Potential for conflict of interest arises when it is likely that an Employee could be influenced, or it could be perceived that such Employee is influenced by a personal interest when carrying out their duties. Conflicts of interest that lead to biased decision making may constitute corrupt conduct.

- i) Some situations that may give rise to a conflict of interest include situations where an Employee has:
 - financial interests in a matter the Company deals with or you are aware that friends or relatives have a financial interest in the matter;
 - directorships/management of outside organisations;
 - membership of boards of outside organisations;
 - personal relationships with people the Company is dealing with which go beyond the level of a professional working relationship;
 - secondary employment, business, commercial, or other activities outside of the workplace which impacts on an Employee's duty and obligations to the Company;
 - access to information that can be used for personal gain; and
 - offer of an inducement.
- ii) An Employee may often be the only person aware of the potential for conflict. It is your responsibility to avoid any conflict from arising that could compromise your ability to perform your duties impartially. You must report any potential or actual conflicts of interest to the appropriate manager.
- iii) If Employees are uncertain whether a conflict exists, you should discuss that matter with your manager and attempt to resolve any conflicts that may exist.
- iv) Employees must not submit or accept any bribe, or other improper inducement. Any such inducements are to be reported to your manager.

e) Confidentiality

During the course of performing their duties Employees may learn information about the Company, its subsidiaries or its stakeholders. This information is confidential and remains the property of the Company.

Unless Employees have specific permission, the confidential information must not be improperly used or given out to Employees or other officers of the Company or third parties and improper advantage must not be taken of an Employee's position.

f) Insider trading

All Employees must observe the Company's "Securities Trading Policy". In conjunction with the legal prohibition on dealing in the Company's securities when in possession of unpublished price sensitive information, the Company has established specific time guidelines for Employees intending to buy and sell the Company's securities. Buying or selling securities when in possession of "inside information" is a serious breach of the Corporations Act (2001) (Cth) (**Corporations Act**), for which the penalties are severe.

g) Use of the Company's resources

The Company's assets are critical to its business competitiveness and future success. Assets include all office equipment, computer systems and data, motor vehicles and other operating plant of the Company.

These assets are provided to employees to conduct the Company's business and any other use must be authorised prior to such use.

h) Equal opportunity

The Company is an equal opportunity employer and discrimination or harassment of any kind will not be tolerated.

i) Competition

The Company competes fairly in the markets in which it operates. The Company relies on the continuing support of its stakeholders and these stakeholders must not be deliberately misled in any circumstances.

j) Environment, health and safety

The environment in which the Company operates and the health and safety of its employees is a key concern for the Company. The impact of environment and health and safety issues are taken into account when making business decisions. These decisions must not compromise the Company's responsibility to its employees, the environment and must at all times comply with local laws.

It is the responsibility of all Employees to act in accordance with occupational health and safety legislation, regulations and policies applicable to their respective organisations and to use security and safety equipment provided.

Specifically all Employees are responsible for safety in their work area by:

- i) following the safety and security directives of management;
- ii) advising management of areas where there is potential problem in safety and reporting suspicious occurrences; and
- iii) minimising risks in the workplace.

k) Intellectual Property/Copyright

Intellectual property includes the rights relating to scientific discoveries, industrial designs, trademarks, service marks, commercial names and designations, and inventions and is valuable to the Company.

The Company is the owner of intellectual property created by employees in the course of their employment unless a specific prior agreement has been made. Employees must obtain written permission to use any such intellectual property from the Company Secretary before making any use of that property for purposes other than as required in their role as employee.

l) **Discrimination And Harassment**

Employees must not harass, discriminate, or support others who harass and discriminate against colleagues or members of the public.

Any harassment or discrimination may constitute an offence under legislation. Managers should understand and apply the principles of Equal Employment Opportunity.

m) **Corrupt Conduct**

Corrupt conduct involves the dishonest or partial use of power or position which results in one person/group being advantaged over another. Corruption can take many forms including, but not limited to:

- i) official misconduct;
- ii) bribery and blackmail;
- iii) unauthorised use of confidential information;
- iv) fraud; and
- v) theft.

Corrupt conduct will not be tolerated by the Company. Disciplinary action up to and including dismissal will be taken in the event of any employee participating in corrupt conduct.

n) **Fair Dealing**

The Company aims to succeed through fair and honest competition and not through unethical or illegal business practices. Each employee should endeavour to deal fairly with the Company's suppliers, customers and other employees.

o) **Responsibilities to Investors**

The Company strives for full, fair and accurate disclosure of financial and other information on a timely basis.

3) Directors

The following applies to Directors and aims to ensure that Directors have a clear understanding of the Company's expectations of their conduct.

a) **Fiduciary Duties**

All Directors have a fiduciary relationship with the shareholders of the Company. A director occupies a unique position of trust with shareholders, which makes it unlawful for directors to improperly use their position to gain advantage for themselves.

Each director is expected to exercise skills commensurate with their level of knowledge and experience to increase the value of the Company for the benefit of shareholders as a whole.

b) **Duties of directors**

Each Director must endeavour to ensure that the Company is properly managed so as to protect and enhance the interests of all shareholders. To meet this obligation each Director should:

- at all times exercise due care in their duties;

- be diligent, attend Board meetings and make themselves knowledgeable about the business of the Company and the physical and social environment in which it operates;
- ensure that shareholders and the ASX are informed of all material matters which require disclosure;
- avoid or fully disclose conflicts of interest; and
- be impartial in their judgements and actions.

c) Conflict of interest

A Director must act in the best interests of the Company at all times. Where the interests of associates, the personal interest of a Director or a Director's family may conflict with those of the Company, then the Director must immediately disclose such conflict and either:

- eliminate the conflict;
- abstain from participation in any discussion or decision-making process in relation to the subject matter of the conflict; or
- in exceptional circumstances they may need to consider resignation as a director of the Company.

Executive Directors must always be alert to the potential for a conflict of interest between their roles as executive managers and their fiduciary duty as Directors.

d) Insider trading

Fiduciary duty requires that directors do not improperly utilise their position for personal gain or for the gain of associates.

Therefore information concerning the activities or proposed activities of the Company, which is not available to the public and which could materially affect the price of the Company's shares, must not be used for any purpose other than valid Company requirements.

Each director is required to ensure that any information in their possession which may affect the price of the Company's shares is transmitted only to those required to know for the proper discharge of their duties on behalf of the Company.

4) Stakeholders

The Board recognises that the primary stakeholders in the Company are its shareholders. Other legitimate stakeholders in the Company include Employees, customers and the general community. The Company's primary objective is to create shareholder wealth by capital growth and dividend through the discovery of economic mineral deposits and the development of profitable mining operations.

The Company is committed to conducting all its operations in a manner which:

- protects the health and safety of all employees, contractors and community members;
- recognises, values and rewards the individual contribution of each employee;
- achieves a balance between economic development, maintenance of the environment and social responsibility;
- maintains good relationships with suppliers and the local community;
- is honest, lawful and moral.

All Employees (including Directors) are expected to act with the utmost integrity and objectivity, striving at all times to enhance the reputation and performance of the Company.

5) Other Company Policies

The Company has a range of policies and procedures that govern the roles each Employee performs. These policies and procedures can be found on the Company's intranet and internet sites.

6) Unauthorised public comments

As the Company is a public company listed on the ASX, Employees must take great care in discussing the Company's business with third parties. In addition to the requirements of this code concerning confidentiality and insider trading, Employees must not make comments which may be construed as representing the official views of the Company. Only the nominated disclosure officers are authorised to provide these comments.

- a) Individuals have a right to give their opinions on political and social issues in their private capacity as members of the community.
- b) Employees must not make official comment on matters relating to the Company unless they are:
 - i) authorised to do so by the Chairman and/or Managing Director; or
 - ii) giving evidence in court; or
 - iii) otherwise authorised or required to by law.
- c) Employees must not release unpublished or privileged information unless they have the authority to do so from the Chairman and Managing Director.

7) Breaches of the Code of Conduct

The Company observes the principles of independence, accuracy and integrity in dealings with the Board, the Audit and Risk Management Committee, any other Board committees, internal and external auditors and other senior managers within the organisation and other relevant bodies external to the organisation.

Employees should note that breaches of certain sections of this Code of Conduct may be punishable under legislation.

8. Reporting Matters of Concern

The Company views breaches of this Code of Conduct as serious misconduct. If Employees become aware of any breaches of this code, the matter must be reported immediately to the Company Secretary. The Company Secretary has the responsibility to report the breach to the appropriate senior management and to advise the employee of the outcome and actions implemented.

Employees are encouraged to raise any matters of concern in good faith with the head of their business unit or with the Company Secretary, without fear of retribution.

Any employee who in good faith, reports a breach or a suspected breach will not be subject to any retaliation or recrimination for making that report.

Employees who breach the policies outlined in the code may be subject to disciplinary action, including in the case of serious breaches, dismissal.