



LONDON OVERGROUND  
RAIL OPERATIONS LTD

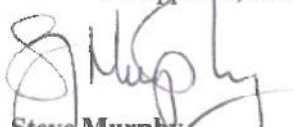
## ENVIRONMENTAL POLICY STATEMENT

It is LOROL's aim to have an overall positive impact on the environment with journeys made on our services resulting in less pollution than would be the case if our customers chose other modes of transport. Encouraging growth in public transport by improving our services so that they are easy and simple to use is essential, however we are also committed to taking the lead when it comes to the strategic challenge of maintaining the advantages of public transport.

We cannot do this in isolation; this is why we are working together with industry bodies and key stakeholders. We will report, in an open and honest manner, on our environmental performance on an annual basis.

Recognising that our operations have an impact on the environment, we are trying to minimise the effects through good management practice. LOROL will therefore:

- Appoint a Board member with specific responsibility for the environment;
- Consider the environment in all strategic business decisions;
- Continually improve our service and thereby encourage the use of public transport;
- Comply with all environmental legislation and, so far as is reasonably practicable, exceed the relevant environmental standards in the regions in which we operate;
- Work proactively and determinedly to prevent pollution incidents, monitoring and reducing any adverse impact of LOROL's operations on the environment and local community;
- Continually improve our efficiency in the use of energy, water and materials, including a commitment to minimise waste and re-use and recycle wherever possible;
- Develop meaningful environmental objectives and targets to measure resource use as well as promoting environmental best practice, reviewing these objectives and targets at least annually;
- Work in partnership with our suppliers and contractors to ensure effective environmental supply chain management and to promote sustainable sourcing of products and materials;
- Introduce two-way dialogue with all who have an interest in our business, including staff, suppliers, customers, appropriate authorities, local communities and other organisations, to identify key environmental issues and to seek innovative solutions and appropriate alternatives;
- Provide the necessary training, support and resources in order to ensure our staff are empowered to implement this policy;
- Make this policy available to staff on notice boards and on the company intranet, and to suppliers, contractors and the general public via LOROL's website.

  
**Steve Murphy,**  
Managing Director

November 2007