

ENVIRONMENTAL, HEALTH AND SAFETY POLICY OF TRILOGY ENERGY TRUST

Trilogy Energy Ltd. (the "Corporation") is the Administrator of Trilogy Energy Trust (the "Trust") and Trilogy Holding Trust ("Holding Trust") and is the general partner of Trilogy Energy LP (the "Partnership"), an Alberta limited partnership indirectly owned by the Trust. Pursuant to the Trust Indenture of the Trust dated February 25, 2005, as amended and restated from time to time, and pursuant to an Administration Agreement dated February 25, 2005 among the Corporation, the Trust and Holding Trust, the Board of Directors of the Corporation (the "Board") has the responsibility for the overall stewardship of the conduct of the business of the Trust and its subsidiaries and the activities of management of the Corporation, which is responsible for the day-to-day conduct of the business of the Trust. Where the context requires, references to the "Trust" refer collectively to the Trust, Holding Trust, the Partnership, the Corporation and all other direct and indirect subsidiaries of the Trust.

The Trust is committed to protecting the environment, to maintaining public health and safe workplaces, and to compliance with all applicable laws, regulations and standards. The Trust will do all that it reasonably can to ensure that sound environmental, health and safety practices are followed in all of its operations and activities.

In support of this policy, we will be guided by the following principles:

- We will comply with all applicable environmental, health and safety laws, regulations and standards.
- We will plan our projects and activities to anticipate environmental, health and safety problems and to integrate protective measures for the prevention or reduction of adverse impacts upon the environment, public health and safety in the workplaces.
- We will monitor all of our business facilities and activities to ensure that effective environmental, health and safety protection measures are maintained.
- We will ensure that our employees understand and accept responsibility for monitoring and protecting the environment, public health and safety in the workplaces.
- We will take appropriate action to repair environmental damage attributable to the Trust's activities.
- We will respond promptly to emergencies to minimize their consequences and protect the public, our workers and the environment.
- We will make reasonable efforts to ensure that contractors who provide services to the Trust will operate in a manner consistent with this policy.