

Alabama River Woodlands, Inc.

ENVIRONMENTAL POLICY

Alabama River Woodlands, Inc. (ARW) has established an Environmental Management System to comply with the requirements of the ISO 14001 Environmental Management System Standard. Under this Environmental Management System (EMS), ARW will continually improve its environmental performance and meet its responsibilities as a preeminent wood procurement company. The President of ARW has assumed responsibility for the success of the EMS. All employees of ARW are trained to perform their duties according to their responsibilities under the EMS.

This Environmental Policy covers the wood procurement operations of ARW which supplies the Alabama River Pulp Company, Inc., Alabama Pine Pulp Company, Inc., and the Alabama River Newsprint Company facilities at Claiborne, AL, as well as the Alabama River Chip Mills, Inc. with locations at Elba, AL and Jackson's Gap, AL. The environmental impacts of the wood procurement operations have been considered and documented.

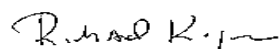
ARW's monitoring procedures reflect the Company's commitment to the continual improvement of its EMS, with the objective of enhancing environmental protection and broadening the practice of sustainable forest management. The company works to protect threatened and endangered species and prevent pollution by requiring the use of Best Management Practices, by providing educational materials in the proper use of herbicides, by working to reduce oil spills and trash on logging operations and by encouraging optimum utilization of wood by offering landowners a market for their timber products.

ARW is committed to complying with applicable legal requirements and other environmental and forest requirements to which the company subscribes. The company conforms to the wood procurement objectives and performance measures of the Sustainable Forestry Initiative Standard (SFIS). The SFIS Policies are incorporated into this Environmental Policy.

The company also subscribes to the requirements of the SFI and PEFC Chain of Custody Standards and the FSC Standard for Company Evaluation of FSC Controlled Wood; and the FSC Chain of Custody Standard, which are integrated with the EMS. Under the standards, the company verifies the district and the category of the origin of the wood fiber it procures. The company implements its best efforts to avoid sourcing wood fiber from controversial or unacceptable sources. Such defined sources, include: illegally harvested wood; wood harvested in violation of traditional and civil rights; wood harvested in forests where high conservation values are threatened by management activities; wood harvested in forests being converted to plantations or non-forest use; wood from forests in which genetically modified trees are planted.

ARW provides responsible employees with the authority and structure for continually setting specific environmental objectives and targets focused on the company's wood procurement program. The environmental objectives and targets are frequently reviewed to ensure that the company achieves its goals.

The President of ARW is responsible for ensuring compliance with this Environmental Policy. The President maintains the policy and communicates it to all employees within ARW and to wood suppliers and their logging contractors. This policy is also available to the public via the company's web page (ariver.com).



Richard Koger, President

Revised September 2008