

MANDATE OF THE HEALTH, SAFETY AND ENVIRONMENT COMMITTEE

Role and Objective

The Health, Safety and Environment Committee (the "Committee") is a committee of the board of directors of ARC Resources Ltd. ("ARL") to which the board has delegated its responsibility for oversight and due diligence by reviewing, reporting and making recommendations to the board of ARL on the development and implementation of the policies, standards and practices of ARL with respect to health, safety and environment. The objectives of the Committee, with respect to ARL and ARC Energy Trust (the "Trust") (hereinafter collectively referred to as "ARC"), are as follows:

- To assist directors in meeting their responsibilities in respect of ARC meeting its legal, industry and community obligations pertaining to the areas of health, safety and environment.
- To assist directors in meeting their responsibilities in respect of ARC establishing appropriate environment, health and safety policies and procedures and maintaining management systems to implement such policies and monitor compliance.

Mandate and Responsibilities of Committee

- Review of ARC's internal control systems in the areas of health, safety and environment and ARC's strategies and policies regarding health, safety and environment.
- Review and recommend to the Board for approval the Committee mandate and subsequent revisions.
- Review and approve fundamental policies pertaining to health, safety and environment having the potential to impact ARC activities and strategies; or, in the discretion of the Committee, review and recommend such fundamental policies to the Board for approval.
- Review and report to the Board:
 - on ARC's performance with all applicable laws, regulations and ARC's policies with respect to health, safety and the environment on a quarterly basis.
 - on emerging trends, issues and regulations related to health, safety and the environment that are relevant to ARC.
 - the findings of any significant report by regulatory agencies, external health, safety and environment consultants or auditors concerning ARC's performance in health, safety and environment and any necessary corrective measures taken to address issues and risks with regards to ARC's performance in the areas of health, safety and environment that have been identified by ARC, external auditors or by regulatory agencies.
 - the results of any review with management, outside accountants and legal advisors of the implications of major corporate undertakings such as the acquisition or expansion of facilities or decommission of facilities.
 - the methodology of calculation of and adequacy of the reclamation fund.
- Review and approve all matters related to the contributions, expenditures and withdrawals as required under the Redwater reclamation trust fund.

- Perform any other activities consistent with this Mandate as the Committee or the Board deems necessary or appropriate.
- Undertake annually a review of this mandate and make recommendations to the Policy and Board Governance Committee as to proposed changes.

Composition

- This Committee shall be composed of at least three individuals appointed by the Board from amongst its members at least a majority of whom shall be independent within the meaning of the applicable securities regulations.
- The Secretary to the Board shall act as Secretary of the Committee.
- A quorum shall be a majority of the members of the Committee.
- All Committee members should be free from any direct or indirect material relationship, being one that could, in the view of the board of directors, reasonably interfere with the exercise of the member's independent judgment.

Meetings

- The Committee shall meet at least four times per year and/or as deemed appropriate by the Committee Chair.
- Agendas, with input from management, shall be circulated to Committee members and relevant management personnel along with background information on a timely basis prior to the Committee meetings.
- Minutes of each meeting shall be prepared by the Secretary to the Committee.
- The Chief Operating Officer or his designate shall be available to attend at all meetings of the Committee upon the invitation of the Committee.

Reporting / Authority

- Following each meeting, in addition to a verbal report, the Committee will report to the Board by way of providing copies of the minutes of such Committee meeting at the next Board meeting after a meeting is held (these may still be in draft form).
- Supporting schedules and information reviewed by the Committee shall be available for examination by any Director.
- The Committee shall have the authority to investigate any activity of ARC that has an impact on health, safety or the environment. All employees are to cooperate as requested by the Committee.
- The Committee may retain, and set and pay the compensation for, persons having special expertise and/or obtain independent professional advice to assist in fulfilling its duties and responsibilities at the expense of ARC.