



In 2006, IPSCO facilities took part in a friendly safety competition that is based on reported accident statistics as well as a scored audit performance. Employees of Surrey coil processing (featured here), Montpelier steel and Blytheville tubular earned Best of Class honors in 2006.

## ISO 14001

Our steel and tubular environmental management systems were first to be certified in North America.



IPSCO's Mobile Steelworks enlists the support of other local businesses and media each year to help *Fill the Bus* – a vital initiative that delivers essential classroom supplies to area public schools.

# Our responsibilities

At IPSCO, we know that our investors' interests are best served by being sensitive to the impact of our business on society at large. That's why we have an unwavering commitment to good corporate citizenship. This commitment is reflected in comprehensive policies that guide and monitor our performance in all aspects of the Company's operations, including health and safety, community involvement and the environment.

As a member of both the American Iron and Steel Institute and the Canadian Steel Producers Association, IPSCO is also committed to specific industry-wide principles of sustainable development in making innovative products that answer society's needs in the most responsible manner possible. This commitment is aimed at improving the quality of life for all people, now and for generations to come, and placing the utmost value on the interdependence of environmental, social and economic aspects in all decision-making processes.

IPSCO is also an active member of the International Iron and Steel Institute, which introduced a comprehensive sustainability reporting process in 2005 that is based on 11 measurable sustainability indicators that track economic, environmental and social performance.

### HEALTH, SAFETY AND PERFORMANCE

At IPSCO, we focus on safety first not just because it's the right thing to do but because it is simply not possible to sustain improvements in quality and productivity without a fundamentally safe working environment. IPSCO achieved record production and productivity in 2006 while experiencing the lowest lost time injury frequency rate in the Company's history – 0.09 cases per 200,000 hours worked. Over the past five years, IPSCO has reduced its total recordable injury frequency rate by 59% to 3.5 total cases per 200,000 hours worked. In 2006, this was 58% lower than the industry average of 8.3 cases per 200,000 hours worked.

### ENVIRONMENTAL LEADERSHIP

At IPSCO, we recognize that sound environmental performance is in the best interest of our shareholders and the communities in which we operate. In fact, we were the first steel company in North America to successfully register all of its steel and tubular operations' Environmental Management Systems (EMSs) to the ISO 14001 Standard. Since 2002, IPSCO has invested millions of dollars in projects designed to minimize the impact of our operations on the environment.



Recordable injury rate was 58% lower than the industry average.



IPSCO Place is an exciting new cultural and commercial hub in Regina, Saskatchewan. Anchored by the renovated 7,000-seat Brandt Centre, the facility provides an important, large-scale venue for international exhibits and trade shows as well as local sporting, agricultural and other events.

1.5%

We direct 1.5% of after-tax profits toward philanthropic endeavors.

## IPSCO'S COMMITMENT TO SUSTAINABLE OPERATIONS STARTS WITH THE CONSUMPTION OF SCRAP STEEL – THE MOST RECYCLED MATERIAL ON EARTH.

Our environmental performance has also been aided by a core mini-mill manufacturing process that relies primarily on scrap for its raw steel-making material. In 2006, the Company recycled 4.2 million tons of steel scrap, thereby eliminating the need for mining a similar quantity of iron ore and smelting it in a far more energy intensive process. Since 2003, we've been taking a similar approach to the successful utilization of scrap tires as a carbon substitute in the manufacture of steel. This program has resulted in the consumption of more than 22,000 tons of scrap tires.

### SUPPORTING OUR COMMUNITIES

IPSCO believes that taking care of the communities in which we operate is an integral part of good corporate citizenship. It's also good business sense. That's why we have consistently directed 1.5% of after-tax profits toward philanthropic endeavors and participate each year in numerous charitable and community initiatives. We also encourage our employees to volunteer their time and resources in the communities that host our facilities throughout the United States and Canada.

In June 2006, IPSCO announced a multi-million dollar community partnership agreement that will see IPSCO contribute \$2.5 million to assist in the renewal and revitalization plan for Regina Exhibition Park, now called IPSCO Place. Located in the heart of Regina, Saskatchewan,

IPSCO Place will welcome more than 1 million visitors each year, with an annual economic impact of about \$66 million.

This contribution will help fund a long-range plan for renewal of the Brandt Centre and the development of a new 400,000 square foot Agri-Trade and Event Complex. This state-of-the-art facility will host a wide range of economic and cultural activities including trade shows, agricultural events and indoor winter sports.

At the Mobile Steelworks, IPSCO continues to fund charitable activities through the IPSCO Foundation for Education, established in 2004. IPSCO directs \$100,000 annually to the Foundation from savings generated by the use of scrap tires in the manufacturing process. The Foundation uses the funds to support projects at nearby schools in Mobile County. To date, the program has directed more than \$300,000 to the local community.

The Foundation provides further support through the annual *Fill the Bus* campaign, which has generated more than \$33,000 in school supplies. With the support of local media, residents and businesses, such efforts continue to build momentum.

For more information on IPSCO's health and safety, environmental and community initiatives, please visit our website at [www.ipSCO.com](http://www.ipSCO.com).