



Mosaid Corporate Communications Policy

1.0 PURPOSE

The purpose of this Policy is to ensure that the flow of information between MOSAID and its Stakeholders not only satisfies the relevant regulatory requirements but also addresses all of the legitimate interests of all parties involved.

MOSAID strives to assure that all Stakeholders have equal and prompt access to Material Information subject to relevant securities laws and regulations.

A related *Corporate Communications Policy Guidelines* reference document has been prepared which contains further details and clarification of the practices to be used by MOSAID to ensure that MOSAID's communications activities are in compliance with this Policy.

2.0 APPLICABILITY

This Policy applies to all MOSAID board members, employees and departments.

3.0 DEFINITIONS

Material Information - is information or material developments in the business and affairs of a company that would reasonably be expected to result in a significant change in the market price or value of the company's securities.

Confidential Information - is any technical, financial, business or market information or data which MOSAID treats as confidential or which MOSAID would expect to be treated as confidential by its employees or directors. Confidential Information may be in any medium including without limitation, oral, written, graphic or electronic media.

Forward-Looking Information – company statements regarding future events and developments and future performance, as well as management's expectations, beliefs, plans, estimates or projections relating to the future, are forward-looking statements within the meaning of provincial and federal securities laws.

Stakeholders – includes shareholders, employees, customers, creditors, suppliers, and the general public. For the purposes of the Corporate Communications Policy, prospective investors are also considered stakeholders.

4.0 POLICY

The MOSAID Corporate Communications Policy consists of the following specific policy statements:

- 4.1 MOSAID shall be aware of, and abide by, the information disclosure obligations prescribed by relevant securities laws and regulations by publishing annual and quarterly reports, information circulars, prospectuses, news releases announcing material changes in the affairs of the Company, and other documents prescribed by relevant legislation.
- 4.2 There shall be no "privileged" parties or selective disclosure, i.e. no Material Information that is not publicly available shall be disclosed to any particular Stakeholder. However, more detail and background about publicly available information may be provided to interested parties.

- 4.3 All news releases and similar documents relating to Material Information shall be true, accurate, complete, timely, and easy to interpret.
- 4.4 Determination of the “materiality” of information, as well as the appropriate timing and immediacy of its release, shall be the responsibility of the Chief Executive Officer; with guidance, as appropriate, from the Chief Financial Officer, General Counsel and the Board of Directors.
- 4.5 News releases relating to Material Information shall be released as soon as it is possible to do so. Subject to exceptions identified in the legislation, the Board shall approve such news releases when it is practical.
- 4.6 All news releases shall be provided to the TSX prior to disclosure and should MOSAID consider the news to be Material Information it will advise the TSX of that fact and request approval before releasing the news.
- 4.7 Determination of Forward-Looking Information, shall be the responsibility of the Chief Executive Officer; with guidance, as appropriate, from the Chief Financial Officer, General Counsel and the Board of Directors.
- 4.8 MOSAID has designated a limited number of official spokespersons responsible for communicating with the investment community and the media.
- 4.9 MOSAID will observe a quarterly “quiet period” to avoid the potential for (or even the appearance of) selective disclosure, subject to obligations to make prompt disclosure of Material Information.
- 4.10 Generally, MOSAID does not comment, affirmatively or negatively, on rumours unless compelled to do so by regulatory authorities or pursuant to applicable legislation.
- 4.11 MOSAID considers financial analysts an important channel of information to current and potential investors and shall strive to maintain the best possible communications with them through such means as telephone conferences, analysts’ meetings, visits etc. All communication with financial analysts will be subject to non-selective disclosure of Material Information.
- 4.12 MOSAID considers industry analysts as an important channel for information to current and future market trends and customer needs, and shall strive to maintain best possible communications with them through such means as telephone, conferences, tradeshows, visits etc. All communication with industry analysts will be subject to non-selective disclosure of Material Information.
- 4.13 The important role of the media in propagating information about the Company is also acknowledged. The Director, Communications shall be responsible for ensuring that media coverage is satisfactory both in quality and in quantity.
- 4.14 Publication in technical journals and presentation of technical papers at conferences is greatly encouraged but must be authorized by the General Manager of the appropriate Division and the Director of Communications prior to submission.
- 4.15 MOSAID will not provide analyst reports through any means to persons outside of the Company, and will not post such information on its website.
- 4.16 MOSAID Confidential Information shall not be disclosed to parties outside the Company, unless specifically required for business reasons and then only on the basis of a formal non-disclosure agreement.
- 4.17 MOSAID shall guard the confidentiality of customer information with the same degree of diligence as its own. No public disclosure of customer information shall be made without prior agreement from the customer.

- 4.18 MOSAID will retain copies of public documents it prepares about the Company such as annual information forms, information circulars and news releases, as well as press clippings, analyst reports and other similar documents prepared by third parties, for a minimum period of five years.
- 4.19 The Chief Executive Officer will annually review with the Board of Directors the effectiveness of this Corporate Communications Policy and any changes required

5.0 RESPONSIBILITY

The focal point of implementing and monitoring this Policy is the Director, Communications under the supervision of the Chief Financial Officer.

Within each department, the Department Manager is responsible for ensuring that all employees are aware of, and abide by, this Corporate Communications Policy.



Approved:

George Cwynar
President and CEO

Effective: February 19, 2003