

Bunbury Operations

Kemerton Plant
Lot 1 Marriott Road
Kemerton Industrial Park
Australia

Australind Plant
Lot 4 Old Coast Road
Australind
Australia



The Bunbury Operations incorporate two facilities—at Kemerton and Australind—that produce titanium dioxide (TiO₂) for Cristal’s Millennium Inorganic Chemicals business. We are the world’s second-largest producer of TiO₂, a bright white powder made from titanium ore that has the ability to pigment virtually any material. TiO₂ makes possible the opacity, brightness and durability in paint formulas that have made modern paints more cost efficient, easier to use and friendlier to the environment. TiO₂ also gives plastics and rubber opacity and whiteness. It is used in such diverse products as printing inks, paper, ceramics, glass, leather, synthetic fibers and colours formulated for art paints.

The Kemerton plant is in the Kemerton Industrial Park, 24 km north of Bunbury in Western Australia. The plant occupies a 55-hectare site that it shares with satellite plants supplying raw materials such as chlorine, caustic soda, gaseous oxygen and nitrogen. The plant produces TiO₂ through the chloride process, which uses chlorine to react with titanium-bearing ores found in the south west of Western Australia.

The TiO₂ base pigment from Kemerton is transported by truck as a water-based slurry to the Australind finishing plant 10 km north of Bunbury. Here it is surface treated, dried and milled to a uniform fine white powder. Finished product is packaged in 25 kg, 500 kg and 1000 kg packs and distributed from warehouse facilities next to our Sales, Marketing and Supply Chain office in Henderson, 150 km north of Bunbury. Most of the product is shipped to customers by rail or through the port at Fremantle. A technical services facility at Australind is equipped with laboratories, equipment and expert staff to support the use and application of the products produced by the Bunbury Operations.

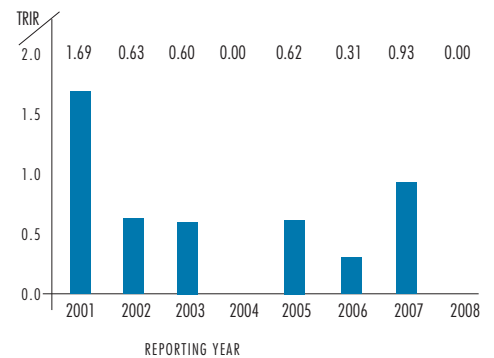
Performance Summary

Our commitment to sustainable growth balances our responsibility to provide economic value for our stakeholders, with respect for the social concerns of the community in which we operate and with care for the environment around us. The following data represent the combined performance at Australind, Kemerton and Henderson.

PROVIDING ECONOMIC VALUE

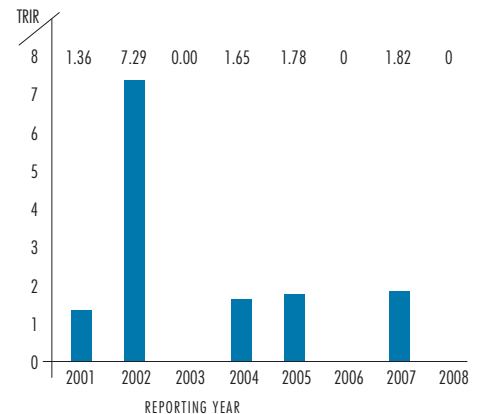
- Approximately 350 employees and contractors
- Annual payroll and benefits of almost \$A30 million
- Site purchases more than \$A110 million of goods and services annually

Employee—Total Recordable Incident Rate (TRIR)
Rate of injuries per 100 employees



The last recordable injury was in September 2007.
There have been no lost work days since December 2003.

Contractor—Total Recordable Incident Rate (TRIR)



The last recordable injury was in February 2007.
There have been no lost work days since 2003.

RESPECTING SOCIAL CONCERNS

We recognize that being a socially responsible member of the community requires maintaining an open door for community dialogue and actively working to support community needs.

- **Community Involvement.** We actively encourage community interest in our operations, hosting school and community group tours of the Australind and Kemerton plants. Open Days provide nearby residents with an opportunity to come on site and view our facilities. We meet regularly with our neighbours including the Shire of Harvey, City of Bunbury, Shire of Dardanup, and the Shire of Capel to maintain open and regular dialogue. We also participate in the Chamber of Minerals & Energy, and the Kemerton Industrial Park Coordinating Committee.
- **Education.** There has been a formal relationship with the Australind Senior High School since 1990 and Dalyellup Beach Primary School since 2005. The company provides annual awards and incentives to students to encourage excellence in performance. A number of projects link our organisations, such as the Mentor Program where our employees mentor a student in their area of interest.
- **Employee Involvement.** Employees participate in a range of community activities including coaching, sporting teams and community tree planting events. Other employees are active in schools sharing information about our plant and its products.
- **Community Support and Sponsorship.** The company makes regular contributions to a wide range of local community groups for sporting, cultural and educational activities. These organisations include the Leschenault Leisure Centre, South West Academy of Sports; Eaton Recreation Centre; Dallyellup Community and Harvey Tourist Bureau.

CARING FOR THE ENVIRONMENT

Our commitment as a socially responsible company means that we operate our facilities in a manner that protects people and the environment and preserves the world for future generations. We are committed to continuous improvement in safety, environmental performance, reliability and open communication.

- **Safety Performance.** A behavioural safety program, BOOST, was initiated in 2002 and is regarded as one of the best in Australia.
- **Prevention.** The site has a program in place to ensure the safe operation and maintenance of our processes and that accidental releases are prevented.
- **Environmental Performance.** The company aims to add value to raw materials mined in the South West without creating an undue environmental impact. Our operations achieved a 40% reduction in CO₂ equivalent emissions per tonne of TiO₂ since 1990. Our operations comply with the ISO14001 standard. Community Involvement has seen the restoration of Kemerton wetlands and land along the Collie River. The company recognises that water is a valuable resource and has achieved a 25% reduction in usage per tonne of TiO₂ since 2000.
- **Waste Minimization and Reduction.** Titanium dioxide yield continues at historically high levels. Solid waste generation per tonne of TiO₂ has been reduced by 50 percent in the past 15 years.
- **Energy Efficiency.** Since 2000 the energy required to produce a tonne of TiO₂ has reduced by 9 percent.

National Titanium Dioxide Company Ltd. ("Cristal") and Millennium Inorganic Chemicals (MIC) combine to form the world's second-largest producer of titanium dioxide and a leading producer of titanium chemicals. Cristal and MIC operate eight manufacturing plants in six countries and employ nearly 4,000 people worldwide. MIC is a wholly owned subsidiary of Cristal.

Visit www.cristalglobal.com for more information about the company and its products.

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