



HEALTH, SAFETY & ENVIRONMENT REPORT 2007

Linz, Austria

Nufarm GmbH & Co in Linz, Austria manufactures agricultural chemicals

- The plant** manufactures
- 2,4-D selective herbicide
 - Cuproxat
 - Urea herbicides
 - CCC (Chlormequat chloride)

Health and Safety Performance

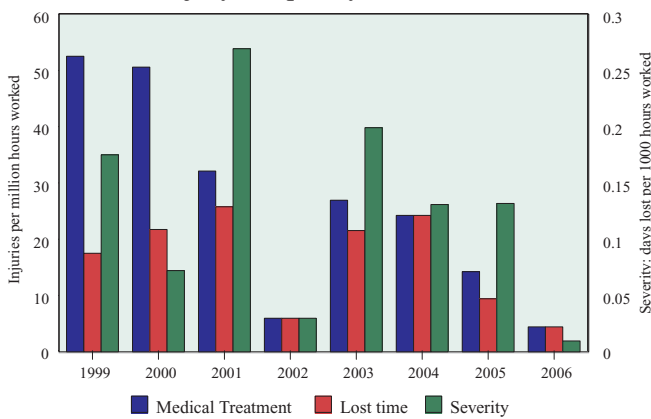
Our injury performance has continued to improve, but we still had one injury involving loss of time. A person slipped on a loose floor plate, fell and strained his back, resulting in two days off work. The improved injury performance is a result of higher safety awareness, the increased use of the UIR database and the efforts of the workplace inspection team.

Nufarm Linz has an asbestos medical care programme. In the 1970s and 1980s, Nufarm workers were exposed to asbestos (insulation materials, gaskets and so on). The programme is operated by the social insurance. The programme offers medical checks, counselling and in case of diseases, financial compensation.



New control room for the CCC plant

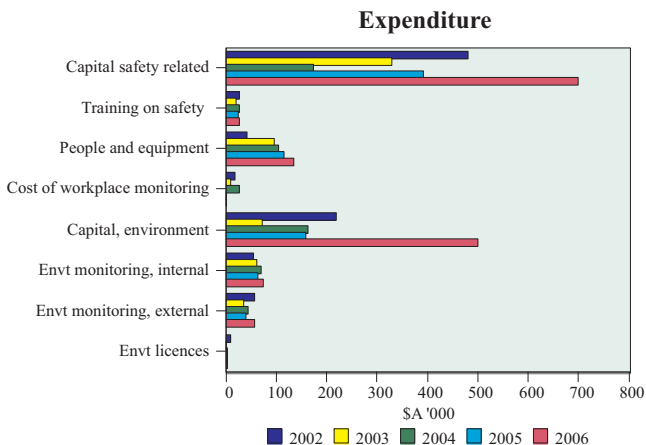
Injury Frequency Rates



Note: All lost time injuries are also counted as medical treatment injuries

Expenditure

We have installed pH meters in all of our cooling water outlets and connected these to a DCS for continuous surveillance. In case of a leak in any of our equipment, such as heat exchangers, we will get an immediate alert to allow us to find and correct the problem. The control room of the CCC-plant was redesigned, to provide safer and more pleasant working conditions, natural light and properly designed computer systems. The working areas in the room have better ergonomics than in the old one.



Wastes

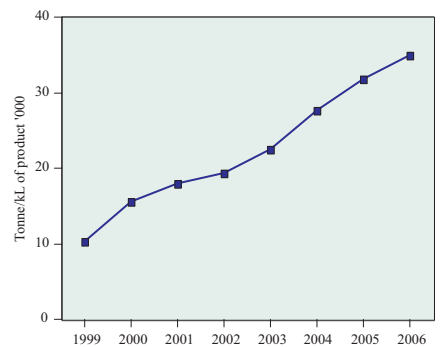
The waste graph below shows that we have continued to modestly increase our waste generation, but this was accompanied by another significant increase in production. Overall, our waste quantities per unit of production continue to decline.

Most of the waste is treated in a bio-treatment plant on site, where organic materials are destroyed.

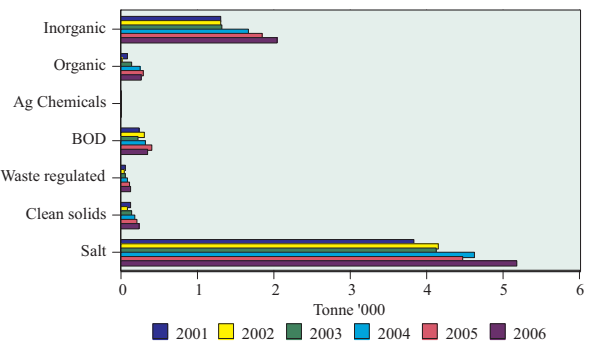
Salt and inorganic chemicals arise from chemical synthesis and there is little we can do to reduce these. About 6% of our wastes are hazardous organic materials which we send for incineration.

Recycling involves recovery of diluted sulphuric acid which accounts for about half of the recycled materials, with the rest predominantly packaging materials. Recycled volume is increasing in line with increased production rates.

Production



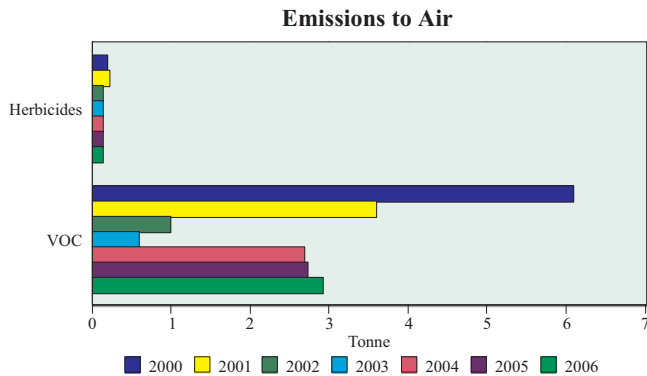
Wastes



| | tonne | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 |
|--------------------|-------|-------|-------|-------|-------|-------|-------|
| Incineration | | 155 | 73 | 229 | 353 | 422 | 403 |
| Landfill | | 33 | 43 | 61 | 77 | 77 | 75 |
| Recycling/recovery | | 130 | 95 | 362 | 464 | 497 | 585 |
| Bio-treatment | | 5,360 | 5,741 | 5,387 | 6,267 | 6,370 | 7,180 |

Emissions to Air

CCC incineration: We have been negotiating for some time with a supplier of off-gas incinerators, to meet limits for emissions we agreed with the authorities. We ran into problems with the supplier in that he could not guarantee to achieve those limits. This has forced us to begin again to look for another supplier. We are told that delivery of such a system is usually 12 - 24 months and we are planning to install the incinerator in 2008. VOC emissions have not reduced because of this delay.



Odour Releases

Last year, there was a complaint about a chlorine odour from laboratory staff in an adjoining plant on the same site. A low level of chlorine was in the area and unfortunately, the air intake for the laboratory is in a position where this air was picked up. When we were alerted, we searched for the source, but by that time, the problem had resolved. We suggested that the location of the air intake should be changed.

| | Complaints | Accepted | Rejected | Doubtful |
|------|------------|----------|----------|----------|
| 2002 | 7 | 0 | 5 | 2 |
| 2003 | 2 | 0 | 2 | 0 |
| 2004 | 1 | 0 | 1 | 0 |
| 2005 | 0 | 0 | 0 | 0 |
| 2006 | 1 | 1 | 0 | 0 |

Anti-Terrorism Exercise

In June last year, we held an anti-terrorism exercise with the authorities, site security and fire brigade. Terrorists entered Nufarm buildings to sabotage the plant. The alarm was raised, the plant was evacuated and the emergency services searched for the terrorists. One of them was being led away by the police when the photo below was taken.

All agreed that this was a valuable training exercise.



Seveso II Update

During the year, the authorities carried out an inspection of our operations under the Seveso II regulations. They found no major problems.

Energy Performance

The only use of diesel on site is for forklifts in the warehouse and therefore the best indicator of the increasing production volumes over the past years. About 50 to 60 % of the electrical energy is base load (light) and not activity driven so an increase of 55 % is much lower than the development of the production throughput. Steam usage behaves similarly to electrical energy however, here the length and severity of the winter season

| | Electricity (MWhr) | Diesel (tonne) | Steam from waste heat (tonne) |
|------|--------------------|----------------|-------------------------------|
| 2000 | 3,657 | 7.3 | 40,385 |
| 2001 | 3,970 | 9.3 | 36,200 |
| 2002 | 4,280 | 9.5 | 41,216 |
| 2003 | 4,331 | 9.9 | 38,830 |
| 2004 | 4,563 | 11.7 | 40,809 |
| 2005 | 4,603 | 12.0 | 37,327 |
| 2006 | 5,697 | 14.0 | 36,998 |

at our latitude has quite a big influence. Generally, one can see quite clearly the decreasing percentage of energy per unit with increasing volumes.

Business Run 2006

It was our fourth participation in the Linz Business run – a running event that attracts more and more people. A total of 3,000 runners departed from the Gugl area to do the 5.3 km circuit; this was the highest turnout ever – one can imagine that the start was very impressive and we took a while to cross the starting line.

What was really new this year was that Nufarm Linz started with an international team. Wigbold Nieuwenhuis, who happened to be in Linz, did not hesitate when he was asked to join us!

The biggest success is that – as in all the years before – every Nufarm starter arrived well and could enjoy the vibes in the party afterwards. For some of us this was the third or fourth time – which proves that, once persuaded, people want to participate again and again; the best motivation for our organizer, Heidelinde Reintaler, to continue. Special congratulations to Franz Ebner (our fastest male runner) and Edith Kliman (our fastest female runner)!

Want to join us next year? Well, try to be in Linz at the beginning of September 2007!



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