

COMPANY ANNOUNCEMENT

17 June, 2008

**Nufarm strengthens
global position in glyphosate**

Nufarm announced today that it has concluded or signed memorandums of agreement that will secure the company's long term global supply positions relating to glyphosate, and will facilitate a more integrated position in glyphosate manufacture.

Glyphosate is the world's biggest selling crop protection product, with annual global sales estimated to be valued at more than US\$3.8 billion¹. Nufarm is the world's second largest supplier of glyphosate.

Nufarm has negotiated separate transactions with a number of leading Chinese companies involved in the manufacture of glyphosate. These transactions collectively involve an initial investment by Nufarm of approximately \$28 million and will secure delivery of a large component of Nufarm's total future volume requirements.

Nufarm's Managing Director, Doug Rathbone, said the arrangements in China represented both an extension and strengthening of relationships with existing long term suppliers and a number of new projects involving capacity expansion.

"Our involvement with these companies spans both financial support and the investment of technology and places Nufarm in a position that gives us a more integrated position in glyphosate synthesis."

Mr Rathbone said China will become an increasingly important source of glyphosate for Nufarm's global businesses and will account for a growing proportion of the company's total volumes.

Nufarm also announced that it has concluded a new long term global supply agreement with Monsanto that will secure a key requirement for supply of glyphosate technical active ('tech') and extends a 20 year supply relationship between the two companies.

"The Monsanto supply agreement is an important element of Nufarm's overall glyphosate strategy and ensures we have a reliable supply of quality tech into our glyphosate manufacturing and formulation facilities around the world," said Mr Rathbone.

Nufarm has a separate contractual arrangement with Monsanto covering the Australian and New Zealand markets, where Nufarm is the exclusive distributor of 'Roundup' branded glyphosate products.

"The combination of the Monsanto relationship and the involvement with our partners in China will ensure that Nufarm can continue to grow our glyphosate position as the company's business expands in various markets around the world."

¹ Source: Phillips McDougall – 2007 estimated global sales

Demand for glyphosate continues to strengthen, driven by increased use in minimum tillage; increased penetration of genetically modified 'Roundup Ready' crops; and more land being brought into production.

Mr Rathbone said the company's new arrangements relating to glyphosate will have a positive impact on earnings growth starting in the 2008/09 financial year.

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