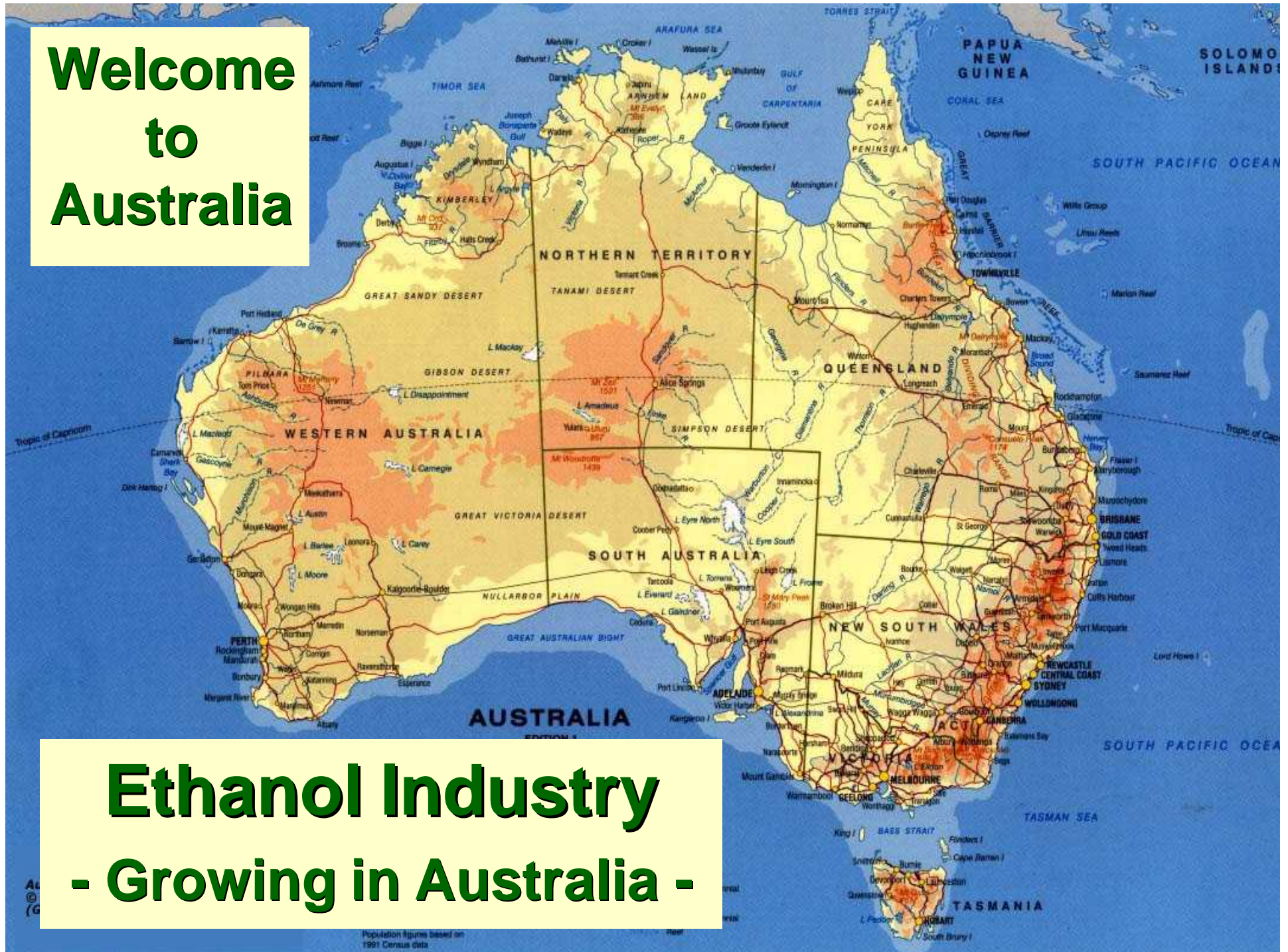


**Welcome
to
Australia**





Federal Government Support

◆ Excise rebate for ethanol of US\$1.22 per gallon until 2011 (A\$0.383c/l) – the current tax advantage over gasoline (petrol).

◆ Excise rebate falls in stages from 2011 until 2016 and plateaus from 2016 at an US\$0.82 per gallon advantage for ethanol over gasoline. (A\$0.258c/l)

◆ Federal Government has gained commitments of 600 ML per annum (156 M Gall) by 2010 from the 4 major oil companies.

State E10 Mandates

- ◆ Australia has 6 states and 2 territories.
- ◆ The most populous and largest fuel volume state – New South Wales (NSW) – has committed to an E10 mandate from 2011.
- ◆ NSW has a requirement for 2% ethanol in gasoline from 1st October 2007 as stage one of the E10 mandate.
- ◆ Queensland (second largest fuel use state) has committed to a 5% usage of ethanol as a E10 blend from 2010 with a probable E10 mandate from 2012.
- ◆ Victoria has a 400 ML E10 (104 M Gall) and biodiesel blend requirement by 2010, which may be converted into a mandate if not otherwise achieved.
- ◆ Western Australia is also considering an E10 mandate.

CC6

Australian Report Map
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(Geoscience Australia) 1996

Population figures based on
1991 Census data

- Greater than 1 000 000
- 100 001 - 1 000 000
- 20 000 - 100 000
- Less than 20 000

- River, principal
- Selected railways
- 7250 Spot elevation
- State boundary

- River, perennial
- River, non-perennial
- Lake, perennial
- Lake, non-perennial
- Rail

Slide 3

CC6

400 ML should be in gallons

Canopus Chemicals, 6/26/2007



Looking Ahead for Ethanol

- ◆ Australia has a Federal Election scheduled for late 2007.
- ◆ The environment and global warming have become major issues and the current government is perceived as having shown insufficient focus on these issues.
- ◆ It appears likely that there will be a change of government, and the Labor Party (the same party that is implementing E10 mandates in the States) may take power federally.
- ◆ New grain ethanol plants at Dalby (Delta T) & Swan Hill (Praj) are under construction and scheduled to produce in late 2008.

Australian Report Map
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(Geoscience Australia) 1996

Population figures based on
1991 Census data

Greater than 1 000 000	— River, perennial
100 000 - 1 000 000	— River, non-perennial
20 000 - 100 000	— Lake, perennial
Less than 20 000	— Lake, non-perennial
— River, principal	— Reef
— Selected railways	
— 723M Spot elevation	
— State boundary	



Ethanol – Becoming a Business

◆ Australia now has its own equivalent of the FEW with an annual ethanol conference – *Ethanol 2007* was in April.

◆ *Ethanol 2008* will be in Sydney from 8-11th April 2008

◆ The BBI magazine “*Biofuels Australasia*” is published six times per year.

◆ The Manildra plant is being expanded, two new plants are under construction.

◆ Another 12 projects are at different stages of development – using wheat, barley, sorghum, corn and molasses.



**We welcome you to the
Ethanol 2008 Conference - Sydney
on 8-11th April 2008**

Population figures based on
1991 Census data