

GLENCORE

Media statement
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Sydney, Australia

Glencore progresses low emission coal project in Queensland

Glencore's wholly-owned subsidiary Carbon Transport and Storage Company (CTSCo) has been granted \$8.775 million of Federal Government funding for its carbon capture and storage project in Queensland's Surat Basin.

This funding, provided by the Department of Industry, Innovation and Science (DOIIS), will enable CTSCo to conduct a Front End Engineering and Design (FEED) study, the next step in moving the project toward a final investment decision to undertake CO₂ storage at depths greater than a kilometre.

"This is an important development for the Project and demonstrates the continuing contribution by Glencore and the coal industry to the research and development of low emission technology solutions for fossil fuels that can be scaled up safely and commercially around the world," said Mr Mick Buffier, a Group Executive for Glencore's global coal business.

Mr Buffier, who is also currently Chairman of the World Coal Association, said the Project also highlights the important role Australia is playing in developing innovative, practicable and scientifically sound solutions that can significantly reduce emissions from fossil fuels.

Carbon Capture and Storage technology can capture and store CO₂ from coal and gas fired power stations, as well as a wide range of other industrial processes, such as steel making and chemical processes. CCS technologies can play a vital role in achieving ambitious climate change goals.

The CTSCo Project is located within a single greenhouse gas (GHG) tenement, granted by the Queensland Government in 2012, to be deployed on Glencore-owned land. The latest Federal Government funding builds on significant financial contributions to the Project made by the coal industry (Australian Coal Association Low Emissions Technology), the Queensland State Government and Glencore.

The Project will be subject to a range of local, State and Federal government regulations including environmental, social and technical aspects assessments and approval processes. These will all need to be successfully completed prior to the demonstration project commencing in 2019.

CTSCo would like to acknowledge the community of Wandoan for their ongoing engagement in relation to the Project.

More information about CTSCo can be found here: www.ctsco.com.au

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Notes for Editors

About Glencore

Glencore is one of the world's largest global diversified natural resource companies and a major producer and marketer of more than 90 commodities. The Group's operations comprise around 150 mining and metallurgical sites, oil production assets and agricultural facilities.

With a strong footprint in both established and emerging regions for natural resources, Glencore's industrial and marketing activities are supported by a global network of more than 90 offices located in over 50 countries.

Glencore's customers are industrial consumers, such as those in the automotive, steel, power generation, oil and food processing. We also provide financing, logistics and other services to producers and consumers of commodities. Glencore's companies employ around 160,000 people, including contractors.

Glencore is proud to be a member of the Voluntary Principles on Security and Human Rights and the International Council on Mining and Metals. We are an active participant in the Extractive Industries Transparency Initiative.

About Glencore in Australia

Glencore is one of the world's largest global diversified natural resource companies and a major producer and marketer of more than 90 commodities.

We are a major Australian employer, with over 16,000 people working across industries that include coal, copper, cotton, grain and oilseeds, nickel, oil and zinc.

In 2015 we contributed more than \$13.5 billion to the regional, state and national economies, by employing people, sourcing from local communities, and paying taxes to our host governments.

About Glencore's coal operations in Australia

Glencore is one of Australia's largest coal producers with 13 mining complexes – including 16 operational mines – across New South Wales and Queensland.

We employ about 6,750 Australians and in 2015 managed the production of about 92 million tonnes of thermal and coking coal, predominantly for export.

We have a strong safety and environmental performance and play an active role in the development of low emission coal technology. For more information please visit www.glencore.com.au