



June 2024 ACNCG update

Environmental performance

Qenos Incidents

- Qenos Olefins experienced a process upset resulting in a flaring event - 19th May
- Refer attached Olefins Flare Performance Report

Safety Performance

- No recordable injuries since last meeting

Community interface

- Qenos and its associated Altona contractor companies successfully achieved their Safety Health and Environment KPI's for Q1 2024, in conjunction with no recordable contractor injuries. As a result of this achievement, a donation on behalf of the contractors was made to Backpack Beds. This means that 52 homeless Victorians will receive a backpack containing a roll out bed and storage for their belongings, hopefully providing some small respite this Winter.



What I love about my *Backpack Bed* is ...

IT CAME TO ME AT A TIME WHERE I
DIDN'T KNOW IF I WOULD EVER
FEEL LIKE A HUMAN AGAIN.
I AM A PROUD MAN TODAY. BEEN A
LONG TIME SINCE I COULD SAY THAT
THANK YOU SO MUCH JIMMY X

"It came to me at a time where I didn't know if I would ever feel like a human again. I am a proud man today. Been a long time since I could say that. Thank you so much Jimmy. X"

Regulatory interface

WorkSafe

- WorkSafe inspectors have attended site to carry out routine safety case assessments and to follow-up on two separate localised piping leak incidents at the Resins site (solvent /hydrochloric acid). As a result, a valve identification Improvement Notice was issued.



EPA

- Olefins experienced a process upset flaring event (19th May) with regular event status notices posted on Qenos Altona Facebook. No formal community complaints received via the Environmental Action Line or via EPA.

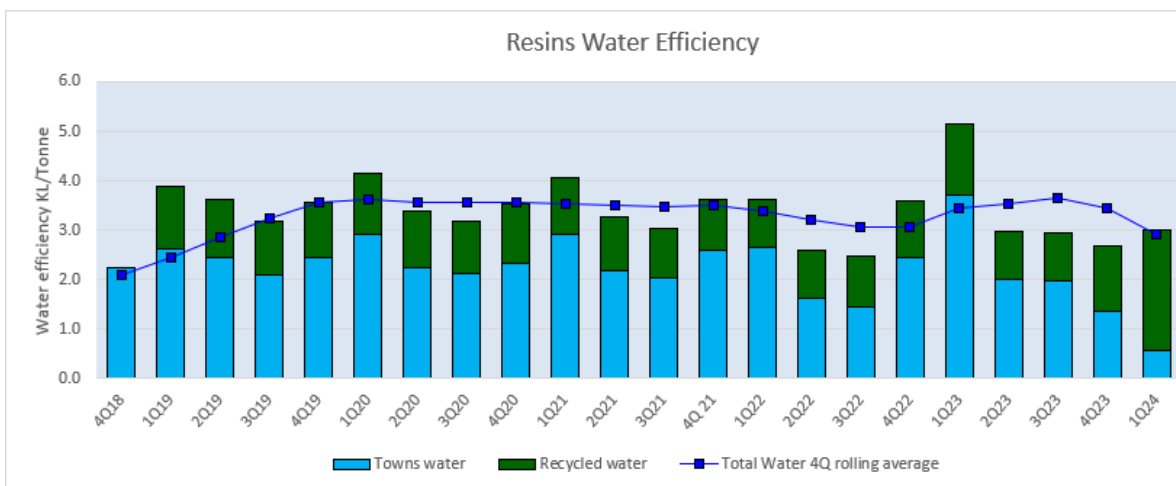
Greater Western Water (GWW)

- No issues with trade waste

Environmental Improvement

In December Qenos started taking recycled water from the Greater Western Water (GWW) Altona treatment plant at its Resins plant for use as cooling water make up.

- The majority (70%) of Resins potable water usage was used in the cooling towers
- Last year the Resins cooling towers used around 175,000 kl of potable water and the project aims to save at least 80% of this volume.
- A significant reduction in the volume of towns (potable) water used can be seen in Q1 2024, the first quarter with full operation of recycled water from GWW.



Business Update

Following the sale of Qenos by its former shareholder, Qenos was placed into Voluntary Administration on 17 April 2024 and subsequently Deed of Company Arrangement on 13 June 2024. The Deed Administrators, existing Qenos management and workforce have continued to manage the Major Hazard Facilities (MHF) under existing MHF Safety Case licensing requirements. The Qenos (NSW) Botany ethylene and polyethylene operations are now progressing a shutdown and make safe program.

At this stage, the Qenos (Vic) Altona operations continue as normal. Both the Qenos Altona Olefins and Resins plant operations have been stable outside of the May 2024 flare event at Olefins.

The Deed Administrators and current shareholder are consulting with Government and other stakeholders to determine a shutdown date for Altona's operations, with the current expectation that operations will cease by no later than the end of September 2024. An announcement will be made to Qenos' stakeholders once a shutdown date is confirmed. Following shutdown, the Altona plant will proceed to a make safe phase, which once completed will result in the surrender of all associated operating licences including the MHF Safety Case licences.