

# Perdaman now has urea distributor

PERDAMAN Chemicals and Fertilisers has signed off a 20-year agreement with major fertiliser supplier Incitec Pivot.

It signed the deal on Tuesday, which will see it supply 2 million tonnes of granular urea fertiliser to Australian company Incitec.

Perdaman's chairman and managing director Vikas Rambal said yesterday that the \$3.5 billion Collie urea plant was scheduled to commence production in 2014.

Incitec general manager supply chain and trading James Whiteside said the company would sell the urea in several markets including Oceania, India, Pakistan, Asia and the Americas.

"These target markets represent 16 million tonnes out of a total global urea trade of 35 million tonnes," Mr Rambal said.

"Perdaman has now achieved a number of major milestones and is on track to commence construction of the Collie urea plant during the first half of 2011."

Mr Rambal said the Collie urea plant will produce both urea and fertiliser grade sulphur that is used on farmers' crops.

The project will create 1200 to 1500 construction jobs and 200 operational jobs once production starts.

The plant will be Australia's is the first coal gasification plant, turning Collie coal into urea.