Issue #4, September 2017

Wagerup Refinery Interim Land Management Report for the period 16 September 2016 to 30 September 2017

1. Introduction

This report has been voluntarily prepared to provide an update on Alcoa's Land Management Plan Implementation.

This interim land management report provides information on the number of written offers to purchase noise-affected land and the actual purchases of noise-affected land made by Alcoa during the period 16 September 2016 to 30 September 2017.

2. Noise affected property acquisition

During the report period, Alcoa personnel continued to undertake communication with landholders in an effort to ensure understanding and awareness of Alcoa's willingness to purchase properties in Area A (under the terms of the Wagerup Land Management Plan), and where appropriate, progress sales. This included phone, face-to-face and email discussions with at least six individuals regarding potential property purchases.

Six property settlements were made between September and December 2016. No property settlements have been made during 2017. Information on property purchases is shown in Table 1.

Table 1: Summary of Offers Made and Assets Acquired by Alcoa

| Year | Number of written offers to purchase | Number of purchase offers accepted | Number of written offers declined | Assets acquired |
|------|--------------------------------------|------------------------------------|-----------------------------------|------------------|
| 2009 | 5 properties | 5 properties | Nil | 59 ha & 4 homes |
| 2010 | 7 properties | 7 properties | Nil | 206 ha & 2 homes |
| 2011 | 14 properties | 14 properties | Nil | 371 ha & 1 home |
| 2012 | 2 properties | Nil | 2 properties | Nil |
| 2013 | 2 properties | 1 property | 1 property | 1.9ha &1 home |
| 2014 | 3 properties | 1 property | Nil* | 74ha & 1 home |
| 2015 | 1 property | Nil | Nil** | Nil |
| 2016 | 8 properties | 8 properties | Nil | 231 ha & 3 homes |
| 2017 | 0 properties | 0 properties | Nil | Nil |

^{*}Two offers were made to one landowner for two properties in 2014. The offers have not been accepted or declined and remain open.

3. Area A land ownership as at September 2017

As demonstrated in Table 2, Alcoa now owns the majority of properties in Area A, including 90% of the eligible land. There remain seven dwellings to be purchased in Area A. This is a direct result of the implementation of the Wagerup Land Management Plan.

In 2016 a bushfire destroyed a number of dwellings located in Area A. The fire destroyed four privately owned homes in Area A, Alcoa has purchased two of these properties. Alcoa lost 41 houses in Area A as a result of the fire. To enable reconciliation of dwelling numbers between this report and Interim Land Management Reports #1 and #2 an additional row has been included in Table 2.

^{**}An offer was presented to one landowner for one property on 3 June 2015. The home was destroyed by fire during 2016. Alcoa has offered to purchase the land from the landowner.

Table 2: Summary of Property Ownership Within Area A

| Landowner | Alcoa | Private | Other(private & government)** |
|--------------------------------------|---------|---------|-------------------------------|
| Properties | 272 | 31 | 33 |
| Dwellings (noise affected premises) | 49* | 7 | N/A |
| Dwellings destroyed in 2016 bushfire | 41 | 4 | |
| Total area | 6993 ha | 715 ha | 733ha |

^{*} Existing dwellings. A number of dwellings have been demolished following purchase by Alcoa as they were derelict and attracting anti-social behaviour.

4. Summary

Alcoa continues to use best endeavours to acquire property in Area A under the terms of the Wagerup Land Management Plan while respecting the rights of private landowners not to sell.

During the report period (16 September 2016 - 30 September 2017), six property settlements were completed by Alcoa.

^{**} Properties not eligible to be purchased by Alcoa