

August 11, 2008

Borouge awards US\$220 million contract to Agility for the Shanghai logistic hub services

Borouge, a leading provider of innovative, value creating plastics solutions, has today awarded a service contract to Agility (Abu Dhabi) PJSC to build the Borouge Compound Manufacturing Unit (CMU) and Shanghai Logistics Hub in Shanghai, China, and to provide local logistics services for Borouge's customers in Asia for a duration of 10 years with effect from its operational start up date in 2010.

Following the contract win, Agility will undertake the design, development and subsequent operation of the logistics hub, to ensure sufficient infrastructure, storage facilities, packaging and distribution services to accommodate Borouge's products dispatched from Abu Dhabi in the United Arab Emirates (UAE). Agility will handle and distribute a total volume of approximately 600 kilotonnes of polyolefins out of the Shanghai logistics hub annually.

Borouge's current production capacity in the UAE is 600 kilotonnes of Borstar® polyethylene per year. With the ongoing Borouge 2 project expansion, this capacity will increase to 2 million tonnes per year by the middle of 2010 and will add polypropylene to the product mix. Construction of the Borouge 2 facility has already started and consists of a 1.5 million tonne ethane cracker, the world's largest olefins conversion unit (with a capacity of 750 kilotonnes), two Borstar® polypropylene plants with a total capacity of 800 kilotonnes and a 540 kilotonne Borstar® polyethylene plant.

Abdulaziz Alhajri, CEO of Abu Dhabi Polymers, the Borouge manufacturing company, explained: "The Shanghai logistics hub is one of several regional logistics hubs that will provide storage and logistics support for our operations close to our customers. It will enable us to provide a fast, flexible delivery service to our customers, for all of Borouge's high value product lines. Agility comes to us with a strong reputation in the global logistics market for delivering cost-effective and robust solutions. Hence, we had no hesitation to select them as a partner in this endeavor."

Harald Hammer, CEO of the Borouge marketing company added: "The Borouge CMU will be producing 50 kilotonnes annually of high quality compounds, manufactured from

1 (3)

enhanced Borstar® polypropylene specifically for the rapidly growing Chinese automotive market. Along with the logistics hub, the CMU will bring us closer to our customers, helping them to add value to their business”.

Philip Browitt, President of the Agility Chemical Speciality business explained: “At Agility we provide truly integrated logistics solutions to a wide range of industries leveraging our vast global network and differentiated by our focus on personal service. For the Borouge Shanghai Logistics Hub & CMU, we combined our chemical knowledge and industry heritage with the expertise of Agility Abu Dhabi and Agility China to differentiate and win this project. We enjoy a proven track record in the global chemical logistics sector and are delighted to extend the highest level of our professional services to Borouge and its customers in the region.”

Houssam Mahmoud, CEO of Agility (Abu Dhabi) PJSC, pointed out that the contract win demonstrated Agility’s leadership in providing gateway handling facilities in China and South East Asia. “Agility differentiates through regional penetration and relationships, chemicals knowledge and investment strategy and the Borouge contract is the latest addition to the growing portfolio of Agility” he added.

Ends

For further information please contact:

Agility

Nita Bhatkar
Manager – Global Public Relations
Kuwait
Tel. +965.498.1154
Fax +965.467.1013
Email: nbhatkar@agilitylogistics.com

Edward D’Mello
Group Account Director
Polaris Public Relations, Dubai
Tel: +971 4 341 5555
Fax: +9714 341 5588
Email : e.dmello@polaris-me.com

Borouge

Yahya Al Marzouqi

Acting Group Communications Manager
Abu Dhabi, UAE
Tel. +971 2 6070 007
Email yahya.almazouqi@borouge.com

Borealis

Kerstin Meckler

Media Relations Manager
Vienna, Austria
Tel. +43 122 400 389
Email: kerstin.meckler@borealisgroup.com

Borouge and **Borealis** are leading providers of innovative, value creating plastics solutions. With more than 40 years of experience in polyolefins and using our unique Borstar® technology, we focus on the infrastructure, automotive and advanced packaging markets. We have production facilities, innovation centres and service centres across Europe, the Middle East and Asia Pacific and work with customers in more than 170 countries around the world to provide plastic materials that make an essential contribution to society and to sustainable development. We are committed to the principles of Responsible Care® and to leading the way in 'Shaping the Future with Plastics.' For more information on Borealis and Borouge, a joint venture between Borealis and the Abu Dhabi National Oil Company, visit www.borouge.com and www.borealisgroup.com.

Agility is a leading emerging market multinational with more than 32,000 employees, and over 550 offices in 100 countries around the world. A publicly traded company, with over \$6 billion in annual revenue, we have three key business groups - Global Integrated Logistics (GIL), Defense & Government Services (DGS) and Investments. Agility GIL is our commercial division, providing integrated logistics solutions to customers spanning a range of industries from technology and retail to defense and government, chemical and oil and gas. The Agility DGS business group provides comprehensive logistics solutions to various government entities and non governmental organizations on a global basis. With three business divisions - Real Estate, Private Equity and Trade Facilitators, Agility Investments utilizes the local insights from our global network to invest in specialized opportunities in the emerging markets. For more information about Agility, visit www.agilitylogistics.com.



(left to right in front) Abdulaziz Alhajri, CEO of Abu Dhabi Polymers Co. (Borouge),
Houssam Mahmoud, CEO of Agility (Abu Dhabi) PJSC
(left to right back) Abdulla Al Jaberi, VP Procurement Borouge, Saeed Al Badi – Sr.
Project Manager SCWS - Borouge, Philip Browitt, President of the Agility Chemical
Speciality

3 (3)