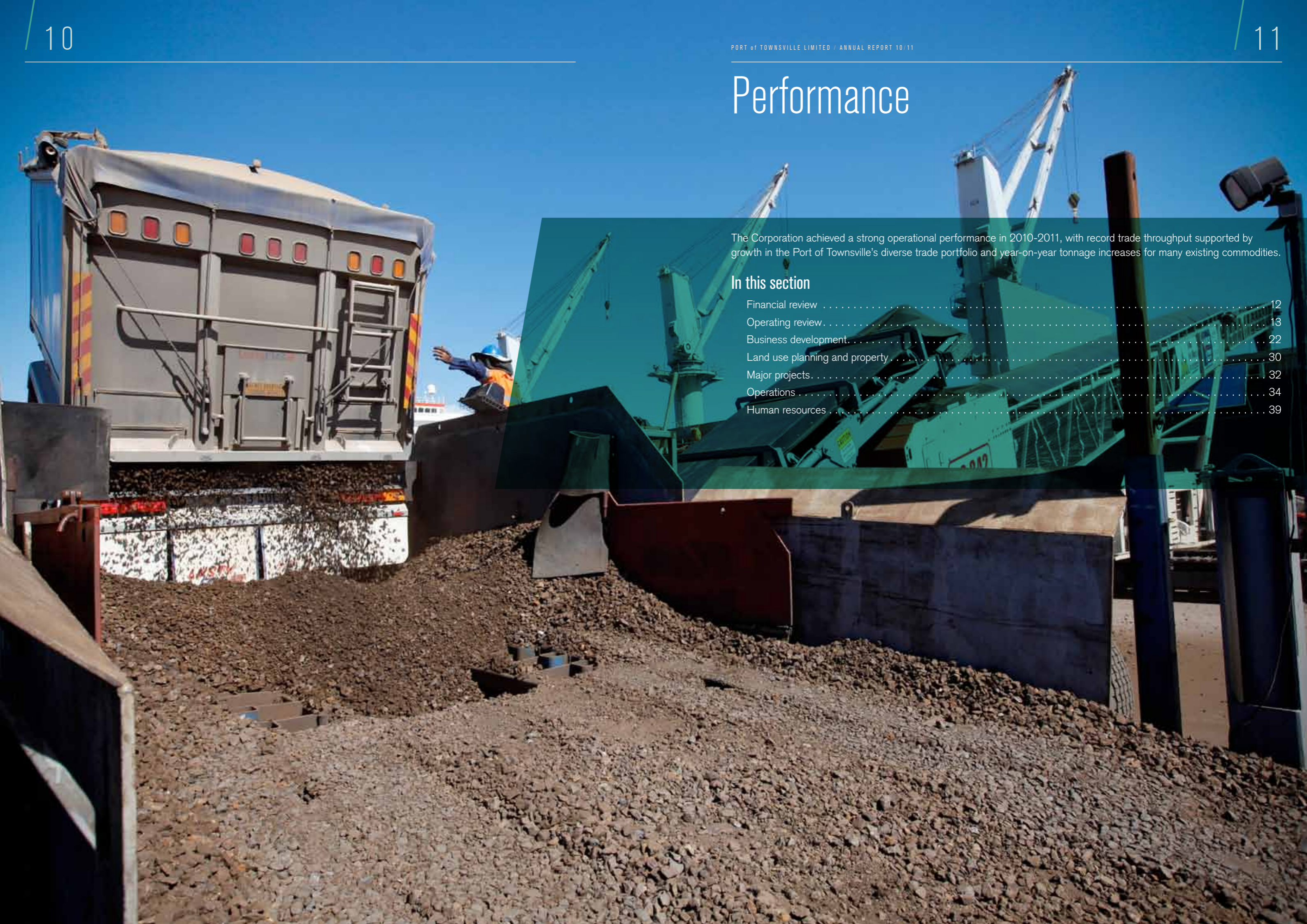


Performance

The Corporation achieved a strong operational performance in 2010-2011, with record trade throughput supported by growth in the Port of Townsville's diverse trade portfolio and year-on-year tonnage increases for many existing commodities.

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Financial review

While grant funding associated with the Townsville Marine Precinct and Berth 10 extension continued to influence annual financial results, the Corporation's core business performance has maintained a trend of improvement.

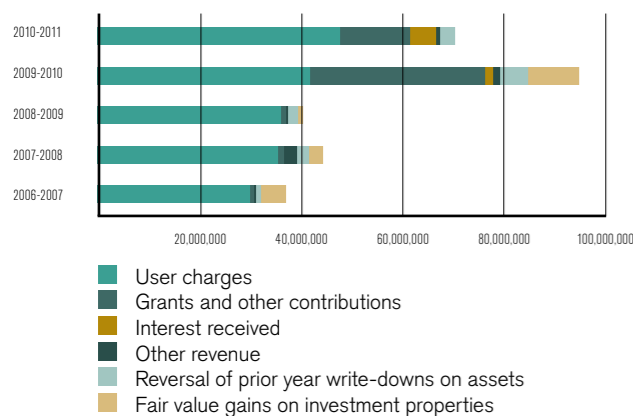
This progress was underpinned in the reporting period by a record combined trade throughput of 11.02 million tonnes and subsequent direct trade revenues of \$39.6 million; up 14.6 per cent on 2009/2010 figures. Property leasing revenues further strengthened this performance, increasing from \$5.5 million to \$6.5 million in 2010/2011 on the back of additional property rentals and market reviews on existing leaseholds. Operating result for the year was \$13.5 million.

Asset management continues to be a focus of the Corporation and reporting period reviews on all major asset classes have resulted in current and planned disposals of non-performing property and the adoption of improved valuation methodologies.

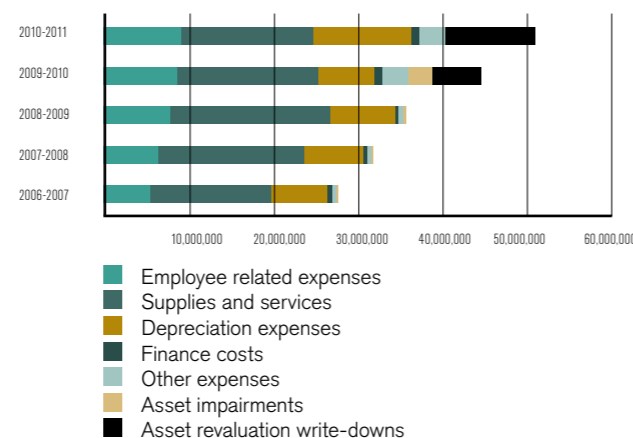
With record capital expenditure of \$111 million in the reporting period, the sustainability of the Corporation's cash flows has been secured with \$50 million in funding received in the 2010/2011 financial year, in addition to past years' contributions.

The Corporation's closing cash holdings for 2010/2011 totalled \$74 million which, for an investment grade business, provides a solid foundation for the financial year ahead.

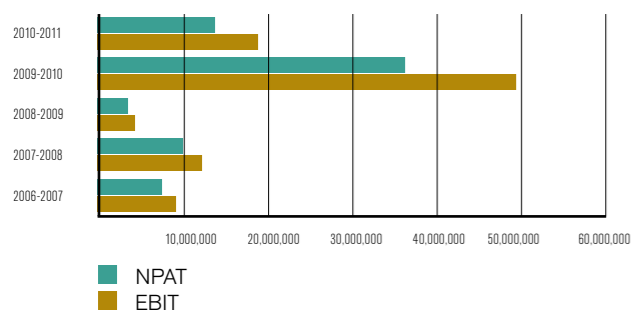
REVENUES FROM CONTINUING OPERATIONS



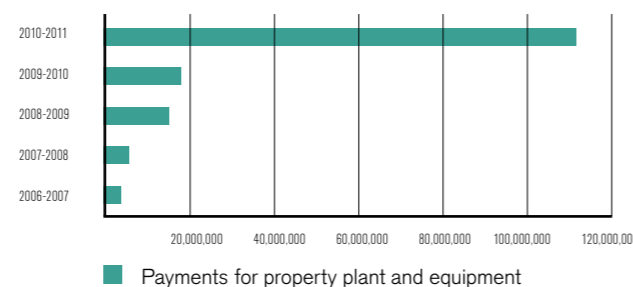
EXPENSES FROM CONTINUING OPERATIONS



RESULTS FROM OPERATIONS



CAPITAL INVESTMENTS



* The table above matches 'Property plant and equipment' figures in the 'Financial statements' section of this Annual Report.

Financial and non-financial targets

The status of the Corporation's performance during the reporting period towards achieving its financial and non-financial targets as detailed in its Statement of Corporate Intent 2009/2010 and Corporate Plan 2009/2014 is summarised below:

- LEGEND:**
- ✓ Favourable to budget (> +10% of budget)
 - Within range (+/- 10% of budget)
 - ✗ Unfavourable to budget (< - 10% of budget)

TARGETS/INDICATORS	2010/2011 ACTUAL	2009/2010 ACTUAL	2010/2011 STATEMENT OF CORPORATE INTENT ANNUAL TARGET	STATUS
Financial:				
Earnings before Interest, Tax and Depreciation (EBITDA)	\$31,877,150	\$57,658,273	\$39,881,539	✗
Earnings before Interest & Tax (EBIT)	\$20,167,512	\$51,058,385	\$31,267,835	✗
Net Profit After Tax (NPAT)	\$13,516,236	\$35,898,797	\$15,044,004	✗
Return on Operating Assets	3.79%	12.77%	8.66%	✗
Return on Equity	3.88%	12.92%	6.36%	✗
Current Ratio	2.28	1.11	1.45	✓
Debt to Debt + Equity Ratio	0.023	0.03	0.03	✗
Interest Cover Ratio	23.54	64.21	51.70	✗
Operational				
Trade (million tonnes)	11,021,696	10,844,670	10,964,784	■
Trade (TEUs)	42,439	35,455	>31,000	✓
Vessels to Port	732	730	>640	✓
Average Berth Utilisation Factor - Townsville	38.06%	40.1%	>30%	✓
Average Berth Utilisation Factor - Lucinda	4.39%	6.9%	>10%	✗
Reputation				
Environmental - Reportable EPA Breaches (#)	0	0	0	✓
No. of Security Issues Reported	6	2	0	✗
Lost Time Injury Frequency Rate (LTIFR)	5	10.98	0	✗
Lost Time Injury Duration Rate (LTIDR)	1 day	50 days	0	✗
Staff Turnover (annualised)	8.64%	15.15%	< 10%	✓
Net FTE Staff Numbers	104.15	91.94	107	■
Compliance with Reporting Requirements (%)	100%	100%	100%	✓
Customer Satisfaction Index (%)	79%		> 70%	✓
Investment				
Capital Expenditure	\$111,487,725	\$18,163,278	99,271,875	✓
Planned Maintenance Performed (%)	67%	67%	100%	✗

To allow the financial statements to more accurately reflect the Corporation's chart of accounts structure, certain comparative amounts have been reclassified to conform with the current year's presentation. Competitive Neutrality Fee has been transferred from Other Expenses to Finance Costs, resulting in changes from last years' annual report from \$57,555,819 to \$57,658,273 (EBITDA) and from \$50,955,931 to \$51,058,385 (EBIT).

Operating review

Statutory objectives, functions and powers

The statutory functions and objectives of the Corporation, as set out in its Constitution and section 275 of the *Transport Infrastructure Act 1994 (Qld)*, are to:

- establish, manage, and operate effective and efficient port facilities and services in the port;
- make land available for:
 - the establishment, management, and operation of effective and efficient port facilities and port services in the port by other persons; or
 - other purposes consistent with the operation of the port;
- provide or arrange for the provision of ancillary services or works necessary or convenient for the effective and efficient operation of the port;
- keep appropriate levels of safety and security in the provision and operation of the port facilities and port services;
- provide other services incidental to the performance of the Corporation's other functions, or likely to enhance the usage of the port;

- perform any other functions and exercise any other powers conferred on the Corporation under the *Transport Infrastructure Act 1994 (Qld)*, the GOC Act and Regulations or another Act or under the Corporation's Statement of Corporate Intent (Statement of Corporate Intent) or Corporate Plan;
- provide port services and ancillary services whether in or outside its ports, whether in or outside Australia and whether for another port or for someone else; and
- carry out any activity that is incidental to the attainment of the objects set out above.

The statutory powers of the Corporation, as set out in section 278 of the *Transport Infrastructure Act 1994 (Qld)*, include:

- all powers necessary or convenient for performing its functions;
- the power to dredge and otherwise maintain or improve navigational channels in its port; and
- the power to reduce or remove shoal, bank or accumulation in its port that, in the Corporation's opinion, impedes navigation in its port.

The Corporation undertakes the above functions for the ports of Townsville and Lucinda.



Corporate objectives and strategies

The Corporation's objectives and strategies are based on the Statement of Corporate Intent 2009/2010 and Corporate Plan 2009/2014.

The status of the Corporation's performance in achieving its corporate objectives during the reporting period is summarised below.

LEGEND:

- ✓ On target
- Target partially met
- ✗ Below target – unlikely to be met

OBJECTIVES	STRATEGIES	KEY ACTIONS FOR 2010/2011	STATUS	COMMENTS
Port facilities and services	Optimise flexibility and capability of existing port infrastructure	<ul style="list-style-type: none"> • Completion of stage 3 Berth 8 and 9 pile encapsulation works at the Port of Townsville • Implementation of solutions at the Port of Townsville to ensure safe operation of Berth 7 until transfer of trade to an upgraded Berth 8 facility • Completion of fire fighting system upgrade works on Port of Townsville berths • Investigate enhancement options for Berth 4 at the Port of Townsville • Optimise channel configuration at the Port of Townsville through strategic planning • Investigate berth deck enhancement for car carriers at the Port of Townsville • Investigate berth utilisation and efficiency opportunities at the Port of Townsville 	■	<ul style="list-style-type: none"> • Stage three pile encapsulation works are ongoing. • The Corporation continued working with Xstrata Pty Ltd during the fourth quarter in respect to their relocation to an upgraded Berth 8 facility. The Corporation awarded preferred contractor status to Seymour Whyte Smithbridge Joint Venture on 23 June 2011 for the Berth 8 upgrade works. • Completion of the new pump installation for the fire fighting system upgrade is due for completion in the 2011/2012 reporting period. • Additional deck to be constructed to support mobile harbour crane operations. The Corporation is also considering another additional deck for a bulk product load out facility. • Modelling has confirmed the planned channel adjustments. Works will commence in 2011/2012, subject to the completion of the maintenance dredging program. • The berth deck structure for large ramp door vessels has been incorporated into the Berth 10 upgrade project. • Works on Berth 4 to increase the usability of the wharf are due for completion in September 2011.
	Maintain port infrastructure in a cost effective manner, ensuring reliability and sustainability	<ul style="list-style-type: none"> • Maintenance of Port of Townsville and Port of Lucinda infrastructure in line with approved maintenance plan and budget • Completion of maintenance dredging of channels and harbour areas at the Port of Townsville • Progress asset management 	■	<ul style="list-style-type: none"> • 75 per cent of planned maintenance works were completed during the financial year. There were delays due to weather events, unplanned works, and resourcing constraints. • Maintenance dredging of the channels was completed during the third quarter. Maintenance dredging of berth pockets is still underway as these works are subject to shipping. • The development of the asset management plans progressed during the financial year.
	Improve transport connectivity to and within the Port of Townsville	<ul style="list-style-type: none"> • Promote continued development of the Townsville Port Access Road and Eastern Rail Access 	✓	<ul style="list-style-type: none"> • The Corporation continues to support the construction of the Townsville Port Access Road and Eastern Rail Access Corridor. The Townsville Marine Precinct project is progressing according to schedule and once completed will enable the Townsville Port Access Road project to recommence.

OBJECTIVES	STRATEGIES	KEY ACTIONS FOR 2010/2011	STATUS	COMMENTS
	Improve safety and security initiatives and measures	<ul style="list-style-type: none"> Maintain compliance with approved Port of Townsville Security Plan Implementation of new Port of Lucinda Security Plan Upgrade of security system at the Port of Townsville Maintain Occupational Health and Safety (OHS) System certification with AS/NZS 4801:2004 Integrate Port of Lucinda safety management system with the Port of Townsville system Commission safety training for the Corporation's employees 	✓	<ul style="list-style-type: none"> Compliance with the Port of Townsville and Port of Lucinda Security Plans was achieved during the financial year. The upgrade of the Port of Townsville security system is scheduled to commence in 2011/2012. Maintenance of the OHS System certification was maintained during the financial year. Operate elevating work platform, traffic controller training, supervise work in confined space, manual handling training, ergonomic assessments and take 5 training were undertaken during the reporting period.
Port planning and development	Secure planning and approvals and actively progress major port projects	<ul style="list-style-type: none"> Progress Environmental Impact Statement for the Port of Townsville Expansion Project Completion of Eastern Reclamation Area works at the Port of Townsville for the Townsville Marine Precinct Project Progress construction of Townsville Marine Precinct Project Completion of approvals for Berth 12 project at the Port of Townsville Completion of Berth 10A design works and commencement of construction at the Port of Townsville Commencement of approvals process for Berth 10B to be constructed at the Port of Townsville Achieve agreement on an operating solution with users of Berth 7 at the Port of Townsville Secure dredging approvals for strategic channel widening at the Port of Townsville 	✓	<ul style="list-style-type: none"> Investigations for the Townsville Port Expansion Project EIS are underway. The Corporation is currently waiting for final Terms of Reference for the EIS from Federal and State Government agencies. The Corporation expects a draft EIS to be finalised by the end of 2011. Construction works in relation to the Townsville Marine Precinct project are underway and proceeding according to schedule. A sea dumping permit has been submitted to the Australian Government for the Berth 12 project. The Corporation also made an EPBC referral to the Australian Government during the financial year and is expecting a decision in the first quarter of 2011. State IDAS applications will be submitted once advice on the EPBC referral status has been received. Preferred contractor status was awarded to Seymour Whyte Smithbridge Joint Venture on 23 June 2011 for the Berth 10A and Berth 8 upgrade projects. Design works have commenced, with construction to start in October 2011. An Expression of Interest to prepare an EIS for the Berth 10B project was advertised in the fourth quarter and will close on 19 July 2011. The Corporation continues to work with Xstrata Pty Ltd in respect to the relocation of their operations from Berth 7 to an upgraded Berth 8 facility. Berth 8 upgrade works are due to commence in October 2011. A sea dump application was submitted in June to the Australian Government to for the channel widening works. State IDAS applications to undertake the works will be submitted in August 2011.

OBJECTIVES	STRATEGIES	KEY ACTIONS FOR 2010/2011	STATUS	COMMENTS
	Strategic planning for the responsible and sustainable future development of the ports of Townsville and Lucinda to facilitate future trade growth	<ul style="list-style-type: none"> Review and update trade forecasts and infrastructure requirements identified in the Port of Townsville Port Development Plan Publication of Port of Townsville Land Use Plan and Port Development Plan Review of current land use strategy for the Port of Lucinda 	✓	<ul style="list-style-type: none"> Port Development Plan and Land Use Plan for the Port of Townsville is now complete and published on the Corporation's website. A full review and development of a new Land Use Plan for the Port of Lucinda will be undertaken upon expiry of the plan on 11 June 2012.
	Review of underutilised and non-performing lands owned by the Corporation	<ul style="list-style-type: none"> Finalise property master planning process and implement recommendations for divestment / redevelopment of underutilised and non-performing lands 	✓	<ul style="list-style-type: none"> The Corporation will commence implementation of the strategies from the Townsville Port Urban Waterfront Plan in the 2011/2012 reporting period.
	Implement strategic initiatives to promote and manage compatibility of the Port of Townsville with City-Port interface developments	<ul style="list-style-type: none"> Finalise agreements for Townsville Marine Precinct Project and Ross River lands redevelopment in line with the City-Port Strategic Plan Continue implementation of Port Protection Measures for the Surplus Casino Lands adjacent to the Port of Townsville 	✓	<ul style="list-style-type: none"> Handover of the first sites at the Townsville Marine Precinct is scheduled for July 2011 with handover of the balance sites to occur in September 2011. An agreement has been reached with DTMR for the transfer of the upstream Ross River lands for the development of recreational boating facilities.
Financial performance and shareholder value	Actively pursue opportunities to enhance the financial profitability of the Corporation	<ul style="list-style-type: none"> Continued implementation of new Port of Townsville pricing structure Review of Port of Lucinda pricing structure Actively pursue new trade opportunities Application of market rates to all new leases Application of market rates to existing leases where opportunities arise Continued implementation of efficiency strategies Review of leases to clarify maintenance responsibilities 	✓	<ul style="list-style-type: none"> A price increase of 5.5 per cent to commence on 1 July 2011. The Corporation is investigating plans to shift the pricing structure to a berth capacity-based pricing model. Port of Lucinda pricing structure review was completed with no increases for the 2011/2012 reporting period. The Corporation continues to meet with prospective clients and operators to investigate opportunities to establish operations at its ports. Market rental rates have been applied to all new leases. A number of market rental reviews of existing leases were undertaken during the fourth quarter. The Corporation achieved \$500,000 of efficiency gains during the financial year due to the implementation of procurement, maintenance, asset management, energy consumption and business process improvements. Maintenance responsibilities continue to be clarified prior to submission of work orders to ensure the Corporation is not maintaining assets that should be maintained by its lessees.
	Review the performance of the Corporation's assets to ensure alignment with strategic objectives	<ul style="list-style-type: none"> Complete review of non-core assets able to be divested Complete identification of lands able to be redeveloped Finalise arrangements for the consolidation of marine industries from Ross Creek and Ross River 	✓	<ul style="list-style-type: none"> A review of the Corporation's assets has been completed for the 2011/2012 reporting period. Implementation of strategies outlined in the Townsville Port Urban Waterfront Plan, which was submitted to shareholding Ministers in January 2011, will commence in 2011/2012. The Townsville Marine Precinct project, which will provide a new facility for marine industries currently located in Ross Creek and Ross River, is currently under construction and due for completion in 2011/2012

OBJECTIVES	STRATEGIES	KEY ACTIONS FOR 2010/2011	STATUS	COMMENTS
	Improve financial planning and management, providing increased value to shareholders	<ul style="list-style-type: none"> Finalise development of a 10-year financial plan for the Corporation Complete a review of the Corporation's Procurement Framework Development of asset management plans incorporating asset maintenance Review sediment sampling programs to support strategic dredging 	■	<ul style="list-style-type: none"> The Corporation completed 10-year financial modelling during the financial year and is currently in the process of developing a formal plan in view of the modelling already completed. A review and internal audit of the Corporation's Procurement Framework have been completed and a series of improvement identified. The Corporation has appointed a Procurement Services Supervisor to oversee redevelopment of the Procurement Framework and to implement the recommendations arising from the audit including development of a Procurement Plan and Forward Procurement Policy for the Corporation will commence in 2011/2012. Asset condition and management plans for the Corporation's roads and pavements have been completed. The Corporation is currently identifying the systems, processes, and resources required to effectively manage maintenance schedules and expenditure with a view of ultimately developing asset management plans for other assets to assist with long-term maintenance planning and cost containment. A revised sediment sampling program was developed during the financial year and is currently being implemented.
Customers, community, and stakeholders	Engagement and communication with customers, community and stakeholders	<ul style="list-style-type: none"> Implement community consultation plans for all major Port developments and projects Continue quarterly Port Community Partnerships Forum meetings Continue stakeholder education and information workshops Review and upgrade website to ensure user friendliness Ensure timely and appropriate response to customer and community enquiries and complaints Regular reporting to senior management and Board of unresolved complaints Review of complaint trends to determine opportunities for improvement Port open day at the Port of Townsville 	✓	<ul style="list-style-type: none"> Community consultations in relation to port developments continued throughout the reporting period. The Corporation continues to review methods to communicate to its community stakeholders. Port tours continue to be undertaken throughout the reporting period. Review of the Corporation's website will be undertaken in the 2011/2012 reporting period. The Publication Scheme continues to be updated on a regular basis. Response to customer and community enquiries and complaints are ongoing with all matters responded to in a timely manner. Discussions and investigations into the port open day at the Port of Townsville are ongoing.
	Understand customer needs and expectations, identify synergies and facilitate coordination	<ul style="list-style-type: none"> Increase opportunities to communicate with port customers through customer relationship program Continue quarterly Port Advisory Body meetings Customer satisfaction surveys Investigate and encourage cooperative / joint promotional activities with port customers Continue to maintain a register of port customer profiles. 	✓	<ul style="list-style-type: none"> Communication with key and prospective port customers to identify the customers' desired requirements continues. Port Advisory Body meetings continue to be held quarterly. Discussion with port customers on cooperative / joint promotional activities is continuing. Register of existing and potential customers, major mines, and project requirements continues to be updated.

OBJECTIVES	STRATEGIES	KEY ACTIONS FOR 2010/2011	STATUS	COMMENTS
	Support and reinvest in the community in line with strategic objectives	<ul style="list-style-type: none"> Ensure compliance with Sponsorship and Donations policy Continue quarterly Port Community Partnership Forums meetings 	✓	<ul style="list-style-type: none"> The Corporation continues to support community groups, using the implemented Sponsorship and Donations policy. The Corporation continues to review methods to communicate to its community stakeholders.
	Achieve high standards of corporate governance	<ul style="list-style-type: none"> Ensure compliance with Government policies and reporting requirements Provision of robust financial and non-financial information to support informed decision making Quarterly performance reporting to shareholding Ministers Publication of biannual and annual performance results 	✓	<ul style="list-style-type: none"> 100 per cent compliance with governance policies and reporting requirements. The Corporation continues to ensure Board papers and briefings to shareholding Ministers are sufficiently detailed to support informed decision making. Quarterly performance reporting is ongoing. Interim report for the period ending 31 December 2010 has been published on the Corporation's website.
Environmental responsibility and sustainability	Continuously improve sustainability initiatives in line with Government, community and stakeholder expectations	<ul style="list-style-type: none"> Continue implementation of the Corporation's Sustainability Policy and sustainability initiatives Continued implementation of initiatives to meet State Government sustainability policies Investigate potential for renewable energy alternatives 	✓	<ul style="list-style-type: none"> The Corporation continues to implement the Sustainability Policy and various sustainability initiatives. The Corporation continues to implement initiatives to meet the sustainability expectations of Government. Investigation into renewable energy alternatives has commenced with primary identification of two possible alternatives.
	Ensure that port developments and operations are undertaken in an environmentally responsible and sustainable manner	<ul style="list-style-type: none"> Nil environmental compliance breaches with respect to the Corporation's environmental licences Review and undertake planned environmental monitoring and research activities Review and comment on proposed port developments to ensure appropriate measures are implemented to minimise environmental impacts 	✓	<ul style="list-style-type: none"> Nil environmental compliance breaches. Sediments, stormwater and ambient marine waters monitoring was undertaken during the report period. Repairs to the dust monitor to fix damage caused by Cyclone Yasi are being undertaken. All port developments have been reviewed and comments on minimising environmental impacts have been provided by the Corporation's Environment Business Unit.
	Continuous improvement of environmental management systems and reporting	<ul style="list-style-type: none"> Maintain ISO14001 accreditation Investigate implementation of Environmental Management Strategy in collaboration with the whole-of-Port Environmental Working Group Review and integration of Port of Lucinda's environmental management system with the Port of Townsville's system Annual reporting of environmental monitoring results 	✓	<ul style="list-style-type: none"> Certification of ISO14001 accreditation was maintained during the reporting period. Investigations into whole-of-port environmental management strategies are continuing in collaboration with port customers. Port of Lucinda has been integrated into the Corporation's environmental management system. An external audit of the Port of Lucinda under the system is due to occur in August 2011. Environmental monitoring results continue to be published annually on the Corporation's website and in the Annual Report.

Business development

OBJECTIVES	STRATEGIES	KEY ACTIONS FOR 2010/2011	STATUS	COMMENTS
People, systems, and culture	Commitment to an inclusive work environment with an emphasis on regular and transparent communication	<ul style="list-style-type: none"> 100 per cent of employees trained in diversity/appropriate workplace practices Increase in employee satisfaction with communication ascertained through performance reviews Publish employee newsletters at least quarterly 	✓	<ul style="list-style-type: none"> 100 per cent of employees trained in diversity/appropriate workplace practices. Performance reviews conducted in the fourth quarter indicate 23 per cent of employees are extremely satisfied with their position, 56 per cent of employees are satisfied, 19 per cent of employees are somewhat satisfied and 2 per cent are not satisfied in their position. Employee newsletters were published on a quarterly basis during the reporting period.
	A work environment that encourages and supports positive outcomes	<ul style="list-style-type: none"> Investigate strategies to reduce workplace absenteeism Successful negotiation of the Corporation's Enterprise Agreements 	✓	<ul style="list-style-type: none"> Absenteeism is currently under review with extreme cases being investigated and dealt with on a case by case basis. Three new Enterprise Agreements were made, lodged and approved by Fair Work Australia in the second quarter and continue to be implemented.
	Support employee training and development	<ul style="list-style-type: none"> Develop and implement supervisor training course Continue implementation and review of career development program to ensure appropriate skilling and knowledge of employees 	✓	<ul style="list-style-type: none"> Leadership training requirements are currently being investigated as part of the performance review process. Any required training will be implemented in 2011/2012. There are currently three employees undertaking undergraduate studies, five employees undertaking post graduate studies, ten employees undertaking certificate studies and three employees undertaking apprenticeships.
	Ensure organisational structure is aligned with the achievement of corporate objectives	<ul style="list-style-type: none"> Review and align structure, recruitment strategies and succession plan to ensure resources are sufficient and appropriate to meet the Corporation's objectives. 	✓	<ul style="list-style-type: none"> The Corporation's recruitment and selection policy was reviewed during the financial year. The succession plan is reviewed on a continual basis by the Human Resources and Workplace Health and Safety Committee. Upon resignation of an employee the resource requirements for the business unit are reviewed and appropriate recruitment strategies are implemented.
	Establish robust corporate management systems and technologies that continuously complement and support business activities	<ul style="list-style-type: none"> External certification of Information Security, Quality and Environment Management Systems maintained Geographical Information System operational and maintained Streamline new Finance Management System Display integrated management systems on intranet for easy accessibility 	✓	<ul style="list-style-type: none"> The Quality and Information Security Management Systems were externally recertified on 22 June 2011. The Environment and Safety Management systems maintained external certification during the reporting period. The GIS is operational and continually maintained. The new Financial Management System continues to be streamlined to exploit all features and efficiencies. The Integrated Management System has been published on the intranet for easy accessibility by employees.

The Corporation remains committed to the sustainable growth and development of the north Queensland region by maximising international and domestic trade throughput and shareholder value. This goal will be achieved through the provision of exceptional supply chain solutions that assist customers to achieve their business objectives.

2010/2011 Trade Performance

Trade throughput at the Port of Townsville in the 2010/2011 financial year reached 10,601,137 tonnes – the highest volume ever traded through the Townsville Port in the Corporation's 115-year history. This record tonnage comprised 5,876,067 tonnes of imports and 4,725,070 tonnes of exports and represents a 3.4 per cent increase in throughput on the 2009/2010 financial year, itself a trade record at the time.

The Port of Lucinda, significantly affected by Tropical Cyclone Yasi, experienced a reduction in throughput to 420,559 tonnes, 28.9 per cent below 2009/2010 figures.

This result is further evidence that the Corporation sits on the cusp of steep trade growth and serves as an indicator of both the robust nature of regional economy and the Corporation's commitment to excellence. The record trade result is even more impressive when the impacts of extreme weather on several commodities, particularly sugar, molasses, and magnetite, during the reporting period are taken into account.

The strong trade performance at the Port of Townsville in the 2010/2011 financial year was driven by a number of factors including improvements at the Queensland Nickel Yabulu Refinery; the start of Mount Moss Mine lump magnetite exports; significantly increased export volumes of zinc ferrite and refined zinc from the Sun Metals refinery; continued growth in general cargo; and consistent volumes of core port commodities.

The Corporation also welcomed during the reporting period the start of timber log exports from the Hinchinbrook and Cassowary Coast shires and export of magnetite concentrate from Xstrata Copper's Ernest Henry Mine near Cloncurry. Overall, dry bulk products, particularly resource commodities, continue to dominate the Port of Townsville's trade profile.

