DIATOMITE

(Data in thousand metric tons unless otherwise noted)

<u>Domestic Production and Use</u>: In 2006, domestic production of diatomite was estimated at 653,000 tons with an estimated processed value of \$179 million, f.o.b. plant. Production was from 7 diatomite-producing companies with 11 mining areas and 9 processing facilities in California, Oregon, Nevada, and Washington. California and Nevada were the principal producing States and accounted for about 78% of U.S. production in 2006. Estimated end uses of diatomite were filter aids, 75%; fillers, 11%; absorbents, 7%; and other (mostly cement manufacture and thermal insulation), 7%.

Salient Statistics—United States:	2002	<u>2003</u>	2004	2005	2006 ^e
Production ¹	624	599	620	653	655
Imports for consumption	(²)	(²)	1	1	1
Exports	128	136	143	142	145
Consumption, apparent	496	463	478	512	510
Price, average value, dollars per ton,					
f.o.b. plant	270	255	258	264	274
Stocks, producer, yearend e	36	36	36	40	40
Employment, mine and plant, number ^e	1,000	1,000	1,000	1,000	1,000
Net import reliance ³ as a percentage					
of apparent consumption	Е	Е	Е	Е	Е

Recycling: None.

Import Sources (2002-05): France, 60%; Italy, 21%; Spain, 9%; Mexico, 8%; and other, 2%.

Tariff: Item Number Normal Trade Relations
Siliceous fossil meals, including diatomite 2512.00.0000 Free.

<u>Depletion Allowance</u>: 4% (Domestic and foreign).

Government Stockpile: None.

DIATOMITE

Events, Trends, and Issues: The amount of domestically produced diatomite sold or used in 2006 increased slightly compared with that of 2005. Filtration (including the purification of beer, liquors, and wine and the cleansing of greases and oils) continued to be the largest end use for diatomite, also known as diatomaceous earth (D.E.). Other applications include the removal of microbial contaminants, such as bacteria, protozoa, and viruses, in public water systems, and the filtration of human blood plasma. Emerging applications for diatomite include pharmaceutical processing and use as an insecticide that is nontoxic to humans.

World Mine Production, Reserves, and Reserve Base:

	Mine production		Reserves⁴	Reserve base⁴	
	2005	2006 ^e			
United States ¹	653	655	250,000	500,000	
Chile	30	27	NA	NA	
China	410	420	110,000	410,000	
Commonwealth of Independent States	80	80	NA	13,000	
Czech Republic .	35	35	4,500	4,800	
Denmark ^{5'} (processed)	234	234	NA	NA	
France	75	75	NA	2,000	
Germany	55	55	NA	NA	
Japan	130	130	NA	NA	
Mexico	60	60	NA	2,000	
Peru	35	35	2,000	5,000	
Romania	30	2	NA	NA	
Spain	35	35	NA	NA	
Other countries	156	181	550,000	NA	
World total (rounded)	2,020	2,020	920,000	Large	

<u>World Resources</u>: World resources of crude diatomite are adequate for the foreseeable future, but the need for diatomite to be near markets because of transportation costs encourages development of new sources for the material.

<u>Substitutes</u>: Many materials can be substituted for diatomite; however, the unique properties of diatomite assure its continued use in many applications. Expanded perlite and silica sand compete for filtration. Synthetic filters, notably ceramic, polymeric, or carbon membrane filters and filters made with cellulose fibers, are also becoming competitive as filter media. Alternate filler materials include clay, ground limestone, ground mica, ground silica sand, perlite, talc, and vermiculite. For thermal insulation, materials such as various clays, exfoliated vermiculite, expanded perlite, mineral wool, and special brick can be used.

^eEstimated. E Net exporter. NA Not available.

¹Processed ore sold and used by producers.

²Less than ½ unit.

³Defined as imports – exports + adjustments for Government and industry stock changes.

⁴See Appendix C for definitions.

⁵Includes sales of moler production.