

exxaro
POWERING POSSIBILITY

Specialist Studies

- Traffic
 - Site inspection
 - Visual assessment of existing conditions
 - Sample traffic counts at selected intersections
 - Forecast future traffic conditions
 - Management measures to mitigate potential impacts

Synergistics Working Together

exxaro
POWERING POSSIBILITY

DISCUSSION AND QUESTIONS

Synergistics Working Together

exxaro
POWERING POSSIBILITY

Public Participation

- Public consultation process involves:
 - Notifying IAPs of the project
 - Provide opportunity for IAPs to comment
 - Maintain a register of IAPs and comments
 - Provide an opportunity for IAPs to review and comment on all reports;
 - Comments must be included in reports submitted to authorities

Synergistics Working Together

exxaro
POWERING POSSIBILITY

CONTACTS

ENVIRONMENTAL CONSULTANTS:
 Synergistics Environmental Services:
 Mari Wolmarans and Vivienne Vorster

Tel: 011 807 8225 Fax: 011 807 8226

PO Box 1822, Rivonia, 2128

Email: vivienne@synergistics.co.za

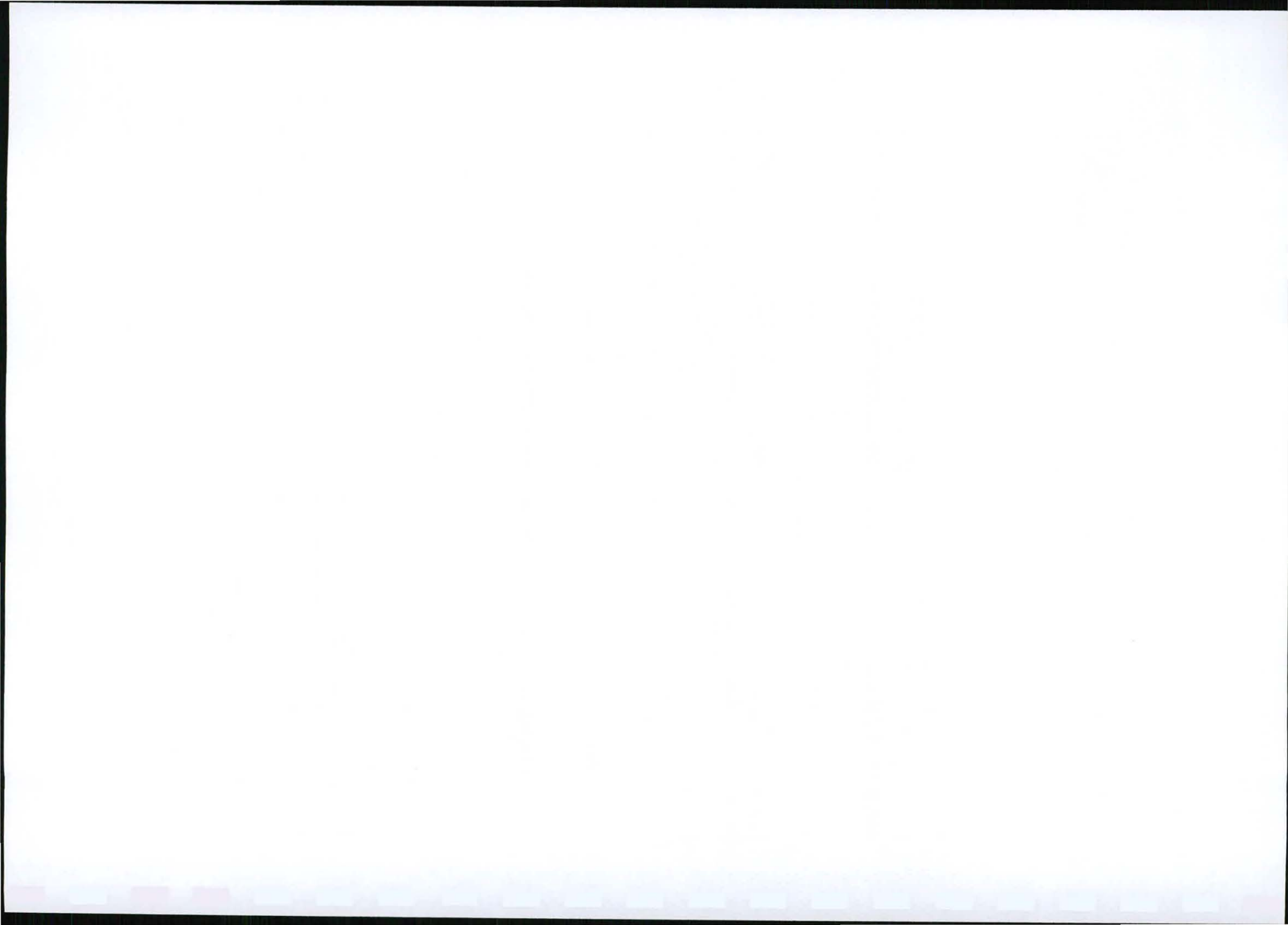
Synergistics Working Together

exxaro
POWERING POSSIBILITY

Way Forward

- Written comments from IAPs
- Scoping Report(s) for public review
- Draft IWULA Amendment Report for public review
- Submission of Scoping Report(s) and Draft IWULA Report to authorities
- Engineering designs to be completed
- Specialist studies to be completed
- IAPs to review final reports before submission
- Final EIA, EMP, IWULA, Atmospheric Emissions License and Waste Management License submission to authorities for approval

Synergistics Working Together





11 August 2010

PRESENTATION ENVIRONMENTAL:
PUBLIC INFORMATION AND PARTICIPATION MEETING
SINTEL CHAR EXPANSION



REDUCTANTS



CONTENTS

- ❖ Char Plant Location
- ❖ Reductants
- ❖ Char Market & Logistics
- ❖ Char Plant Description & Layout
- ❖ Char Plant Expansion

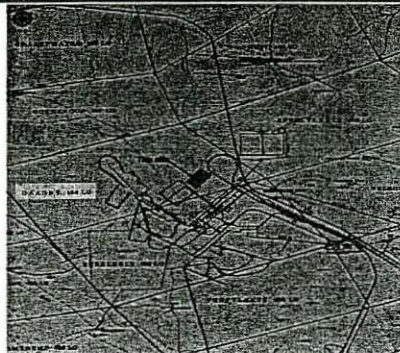


REDUCTANTS

- Used in the metals industry to reduce oxygen from ore to produce the basic metal
- Carbon is the essential component of a reductant
- Exxaro entered reductants market with existing char plant targeting the Ferrochrome (FeCr) market
- Reductants in use in FeCr industry is a blend of:
 - Coke
 - Char
 - Coal
- Good quality char can replace imported coke to some extent



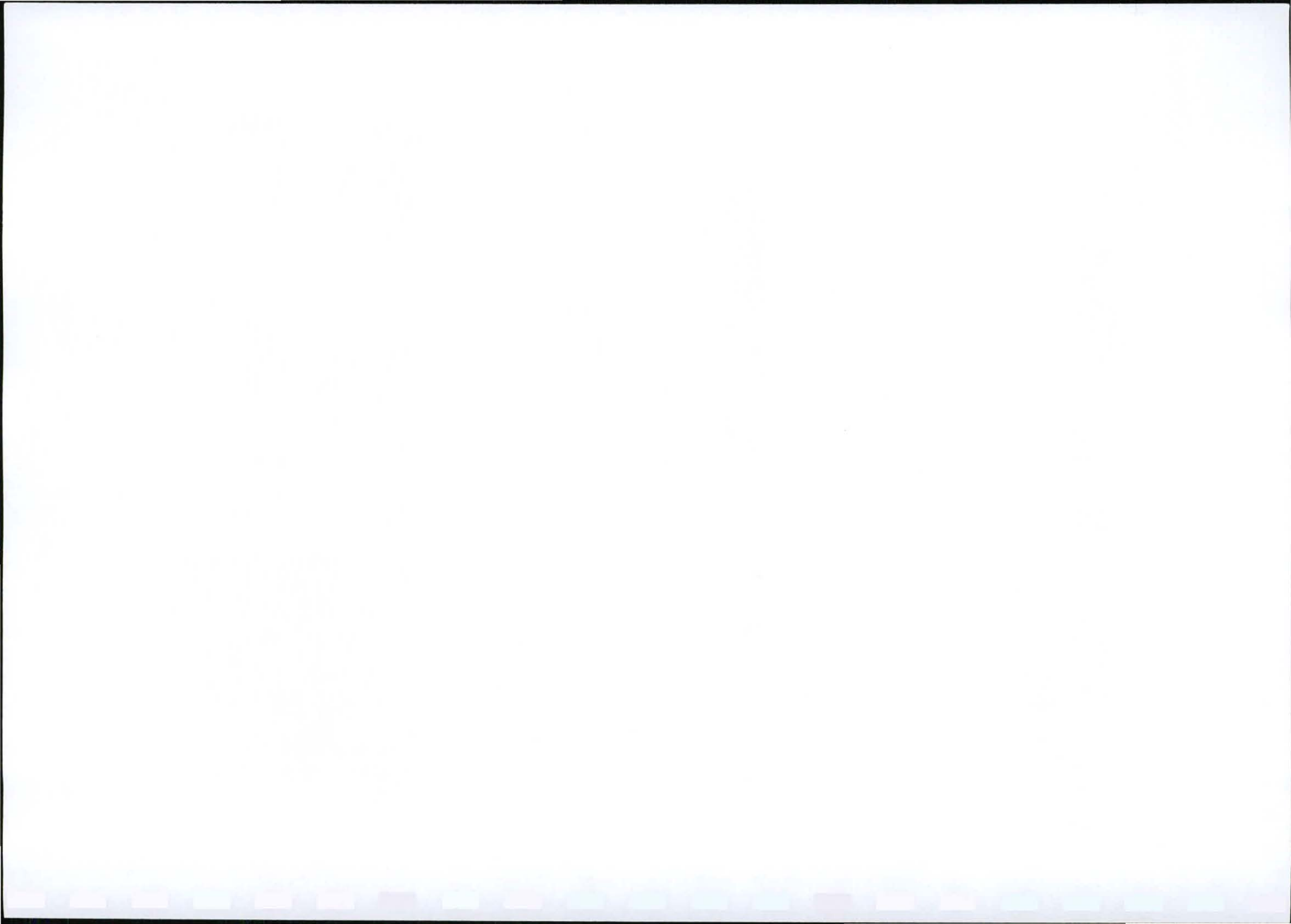
SINTEL CHAR PLANT SITE
PLANT LAYOUT



MARKET - Ferrochrome

- > Ferrochrome - main constituent in Stainless Steel production
- > Ferrochrome vs Chrome ore export = benefit to SA economy
- > Exxaro Char clients:
 - ❖ HERNIC - RUSTENBURG
 - ❖ ASSMANG - MACHADODORP
 - ❖ ASA METALS - BURGERSFORT
- > Char transported by road to clients
 - ❖ Limited rail capacity from Lephalele
 - ❖ No rail facilities available close to clients





CHAR PRODUCT OVERVIEW

6

- What is Char?
 - Char is formed when coal is devolatilised at temperature in the absence of oxygen
- Comparison between coal and char:

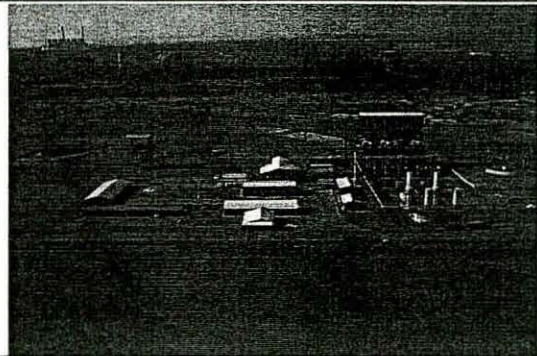
	COAL	CHAR
Fixed carbon	82.3%	84.2%
Ash	12.5%	14.4%
Volatiles	24.1%	1.3%



XX

CHAR PLANT

9



CHAR PLANT - AS BUILT

7

XX

CHAR PLANT - CURRENT

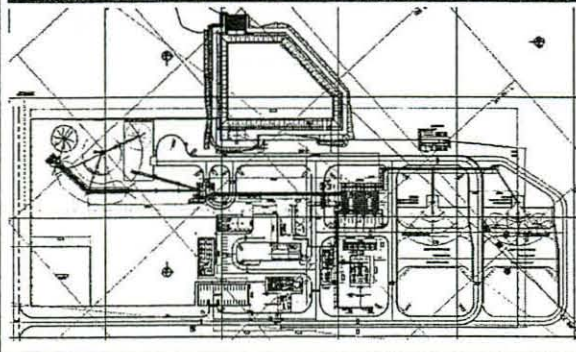
10

- 140 ktpa Char production capacity
- 4 Retort units commissioned between June and November 2009
- Plant units:
 - ✓ Coal stockpile with plant feed conveyors
 - ✓ Product stockpile and handling area
 - ✓ Retorts with gas cleaning and cooling section
 - ✓ Tar storage and truck loading facility
 - ✓ Liquor destructor area with storage vessels
 - ✓ Excess gas flares
 - ✓ Utilities - Steam, Compressed Air, Diesel and LPG
 - ✓ Bunded areas for process and storage vessels
 - ✓ Pollution control dam
 - ✓ Buildings

XX

CHAR PLANT LAYOUT - 2007

8

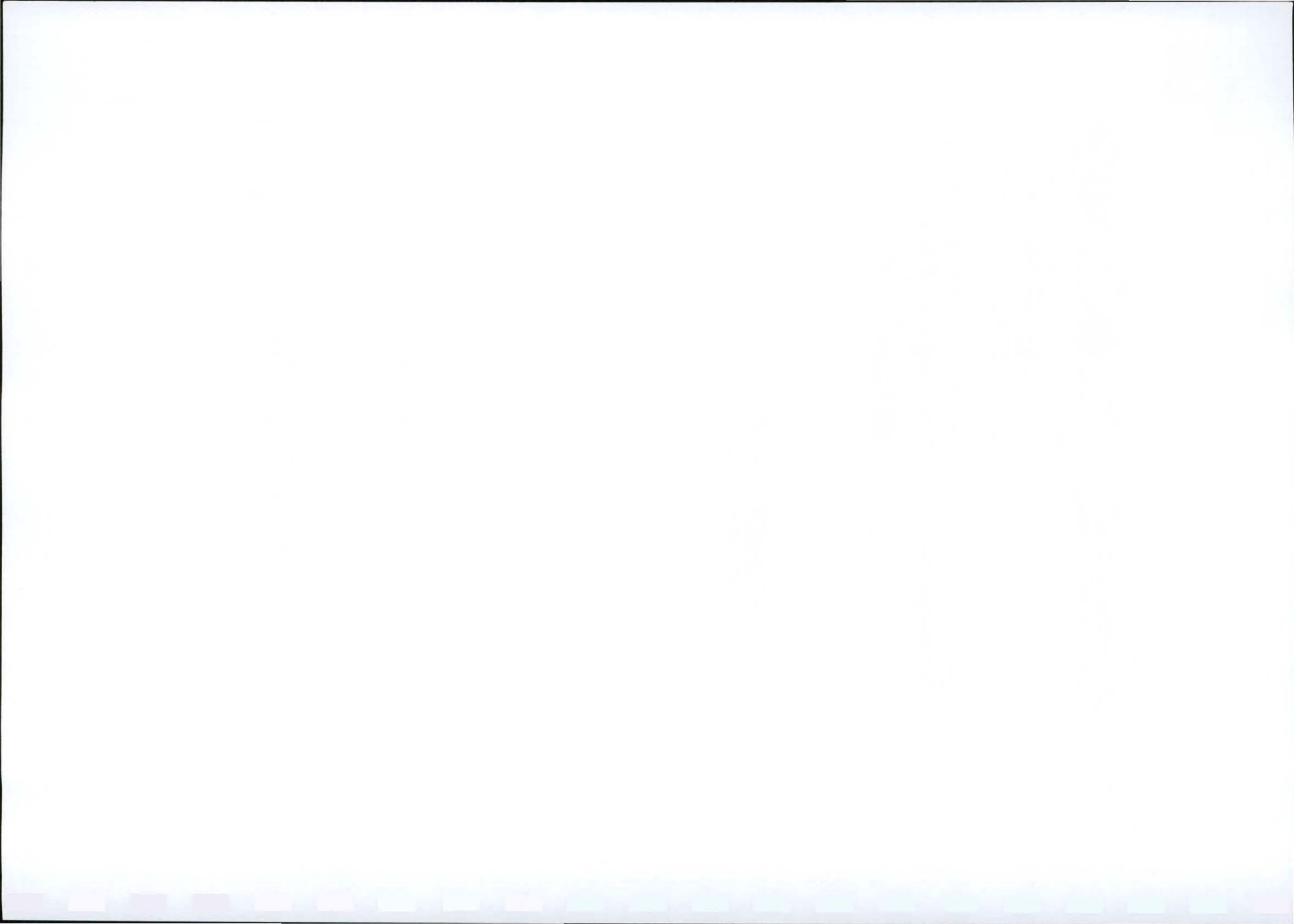


SINTEL CHAR PLANT PROCESS

11

- CHAR PLANT
 - CHARACTERISTICS OF THE PROCESS
 - Feedstock is washed, sized and free of fines limiting the potential for coal dust generation.
 - Char process takes place in closed circuit
 - Involves the recycling of gaseous heat in the absence of oxygen which maximizes recovery of lumpy carbon
 - Gas from the retort system is passed through electrostatic precipitators, which removes tars and light oils from the gas
 - Water condensate (liquor) from the cooling systems and gas booster fans are disposed of through a liquor destructor that burns of the contaminants

XX



SINTEL CHAR PLANT PROCESS (cont)

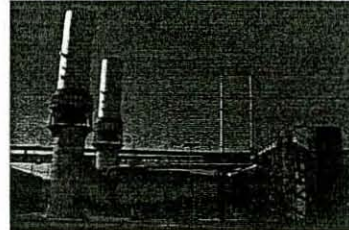
12

- CHARACTERISTICS OF THE PROCESS (Cont.)
 - Char product and tar is transported to the various clients by road transport
 - Raw, potable and process water is supplied from the mine through a dedicated supply
 - Process water is used to quench the Char Product leaving the retort.
- RUN-OF-MINE FEEDSTOCK
 - Coal is washed, crushed and screened at the mine
 - Coal is then transported via overland conveyor and stockpiled at the CHAR PLANT Site.

XX

Waste liquor handling:

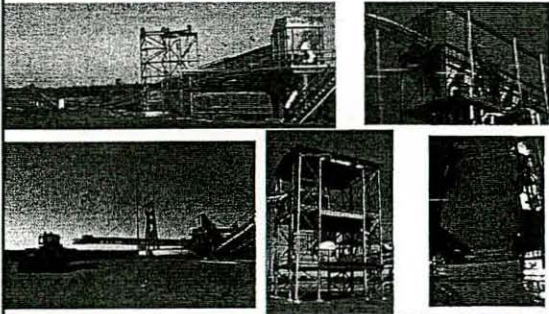
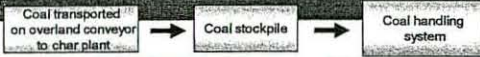
15



XX

Coal handling & transportation:

13



CHAR PLANT EXPANSION

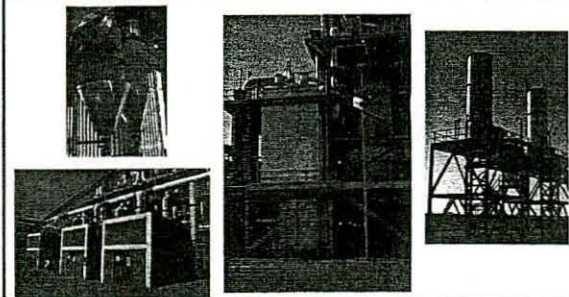
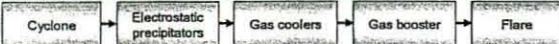
16

CHAR PLANT EXPANSION

XX

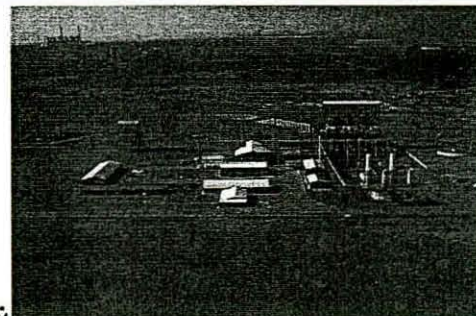
Gas handling system:

14

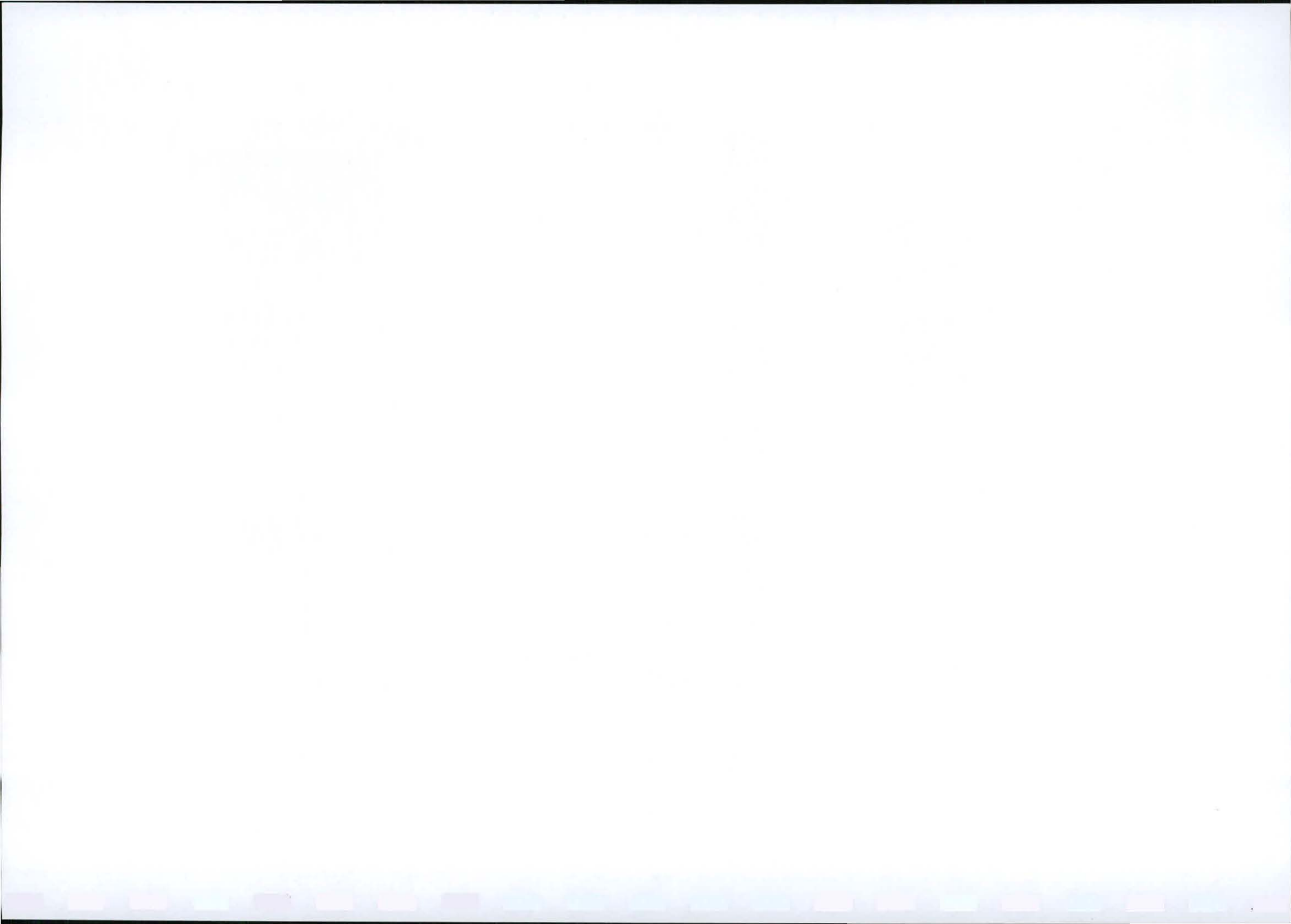


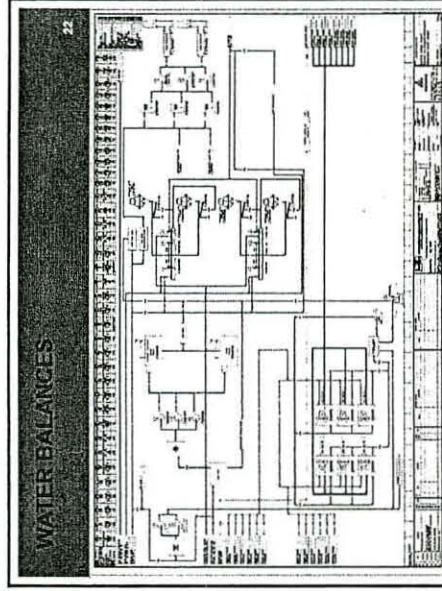
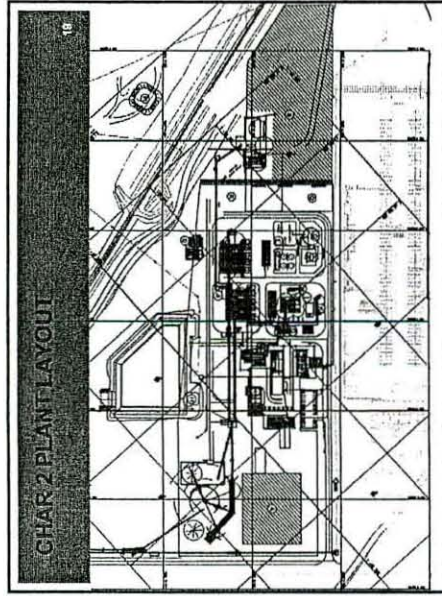
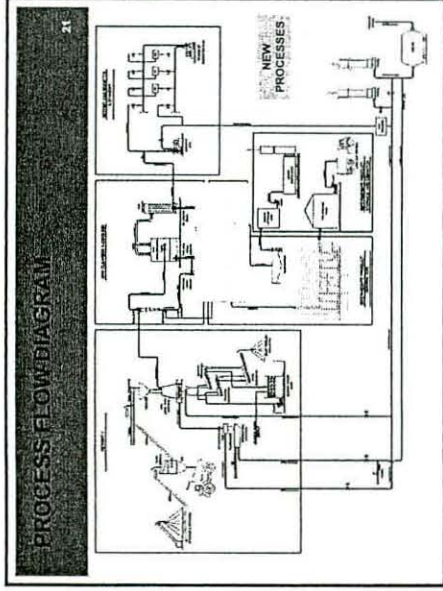
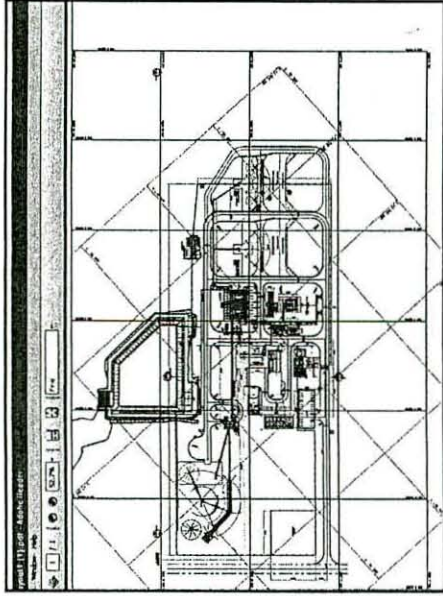
CHAR PLANT

17



XX

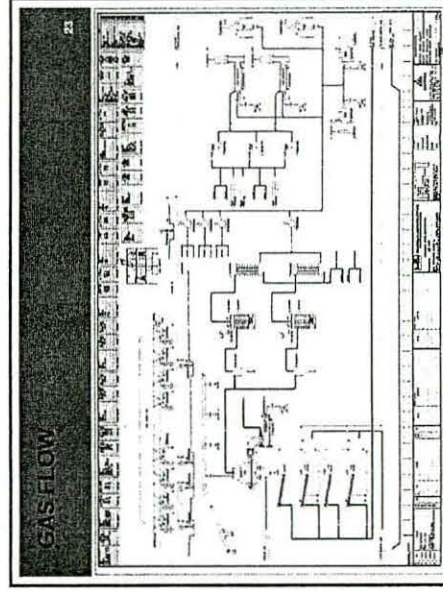


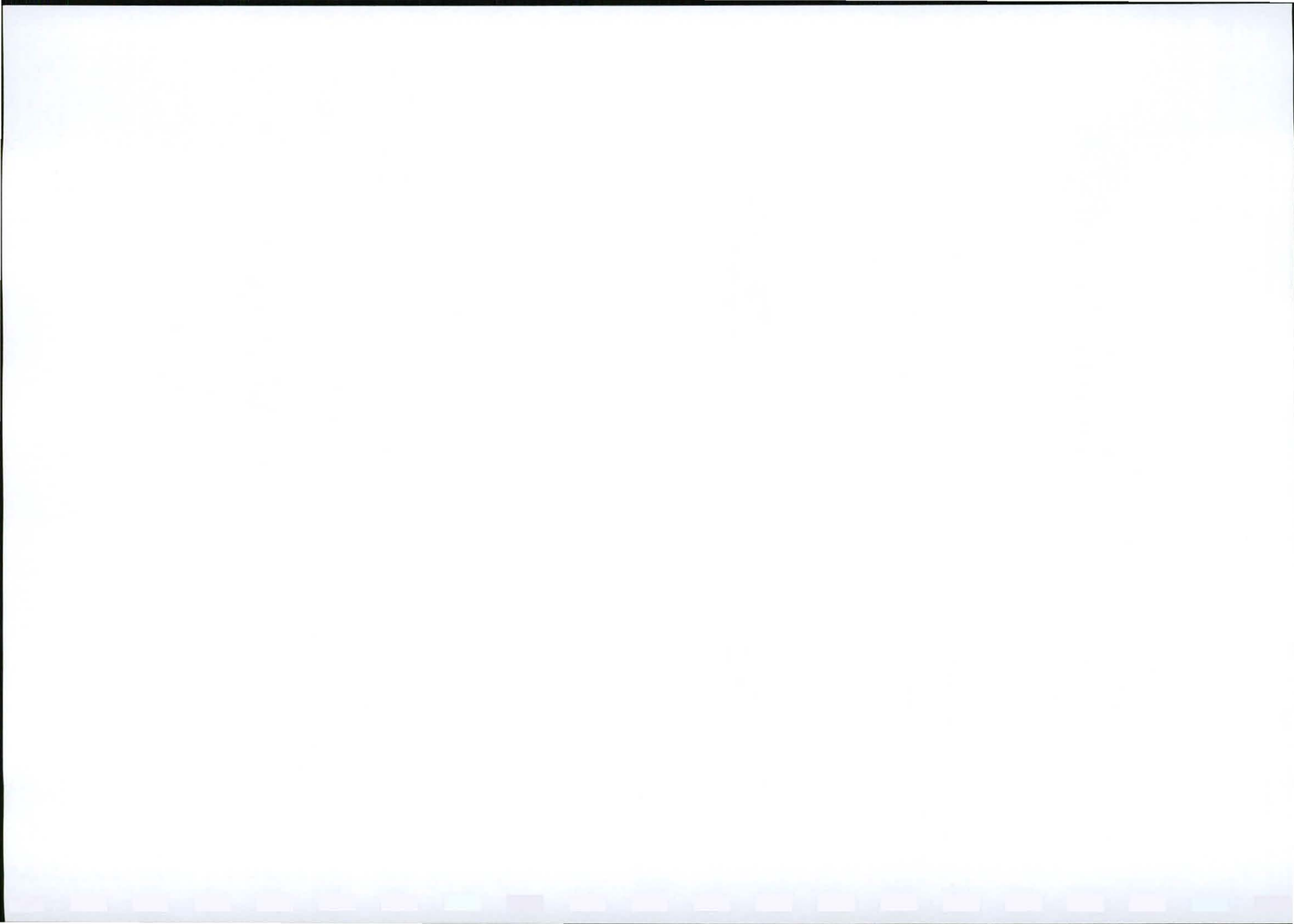


CHAR EXPANSION

- 4 Additional retorts to be constructed next to original 4 Retort units
- Char retort and gas circulation process layout to be duplicated
- Increase gas reticulation system and excess gas flare capacity
- Construct new product stockpile area with in-line screening
- Construct new Tar storage and truck loading facility
- Install additional liquor destructor capacity and liquor
- Construct a tar sludge (coal fines and tar mixture) handling area
- Construct a tar sludge storage and reclamation facility
- Increase size of coal feed stockpile with automated coal loading
- Increase area of non-process buildings
- Processes being investigated
 - Briquetting of char and coal fines
 - Utilisation of excess process gas

XX





ENVIRONMENTAL QUANTIFICATION

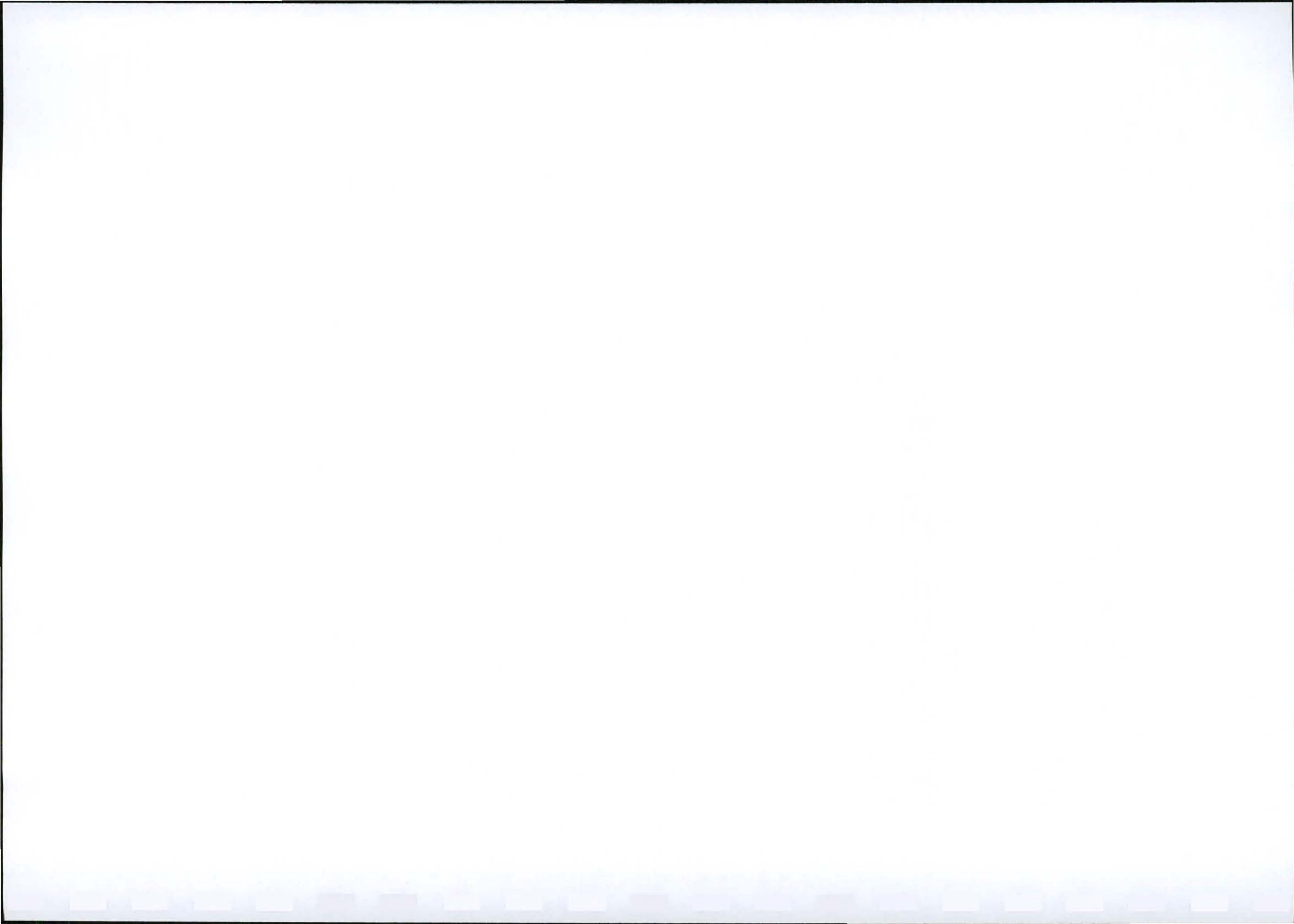
24

APPROXIMATE EMISSION COMPARISON: kg/h

ITEM	DIESEL CAR	HAUL TRUCK	BOILER	RETORT
SOx	0.25	3.8	260	84
HCl	1.8	27	900	15
HC#/(volume)	4.5	65	320	12
CO ₂	3.5	54	1300	228
NOx	8	65	550	83
Particulate matter	0	0.1	150	3
H ₂ O	1.5	15	350	480
TOTAL OFF-GAS (kg/h)	18	215	3830	455

One Retort = 2.1 Haul Trucks' emission = 8.5 Bakkies' emission ; Retort/Boiler = 1/33
 Process: Slow, Low temp, Low Oxygen versus Fast, High temp, Abundance of Oxygen

XX

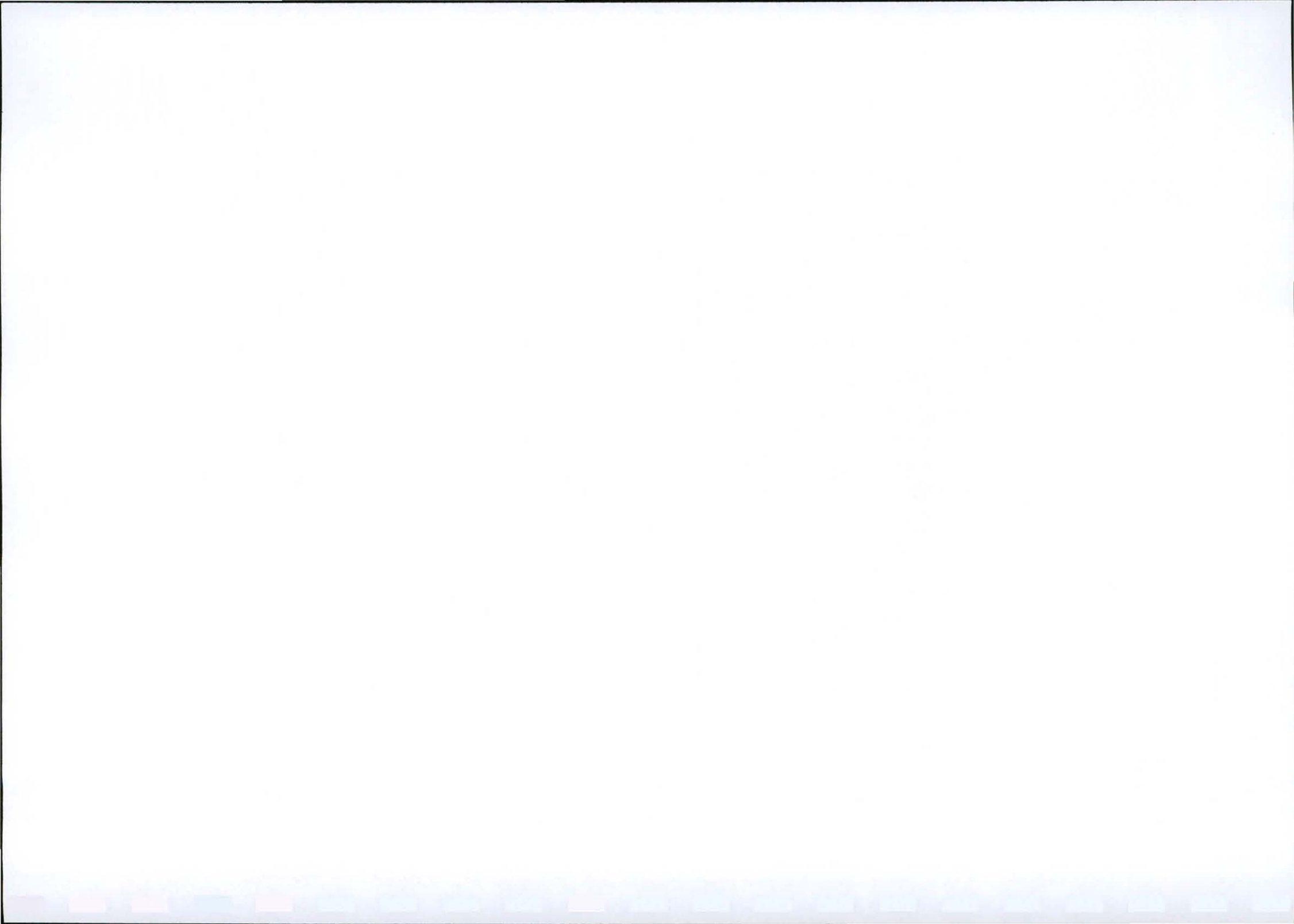


MEETING: Since Our Expansion
 DATE: 11 Aug 2010

Public Meeting.

ATTENDANCE REGISTER

NAME	SURNAME	ORGANISATION	TEL	FAX	CELLPHONE	E-MAIL	POSTAL ADDRESS AND PHYSICAL ADDRESS
✓ Florian	Swanepoel	EXXARO Grootevlei	014 763 9288		083 662 1104	Florian.Swanepoel @exxaro.com	Grootevlei Mine
✓ Experience	Nkwamba	EXXARO	014 763 9646		083 701 2995	experience. nkwanba @exxaro.com	Grootevlei Mine
Tendani	Mufamadi	EXXARO	014 763 9650		083 541 4348	tendani.mufamadi. @exxaro.com	GG
✓ Johannes	Molego	FERRULIND	014 768 2285		082 269 6334	Johannes.Molego @exxaro.com	Mankeithi Game Reserve
Edwin					071 8511338 079 9536020		
Guillaume	de Swardt	XX	012 3073161	012 3073710	083 6091525	guillaume.de Swardt @exxaro.com	XX Technoogy



March 2011



CHAR, COKE AND CO-GEN PROJECTS

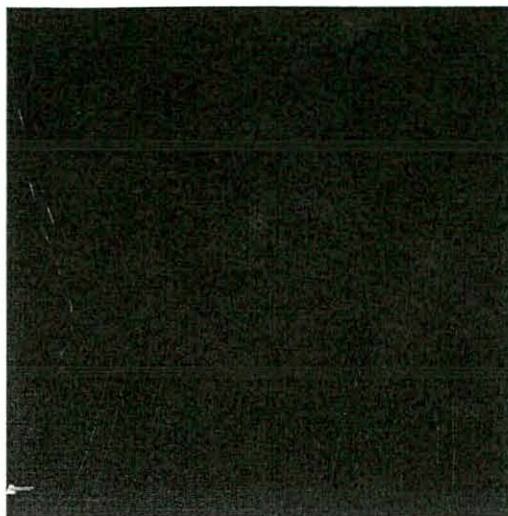
GROOTEGELUK MINE PUBLIC MEETING

17 MARCH 2011

GROOTEGELUKMYN

OPENBAREINLIGTINGSVERGADERING

17 MAART 2011



Time/Tyd: 17H00 – 19H00

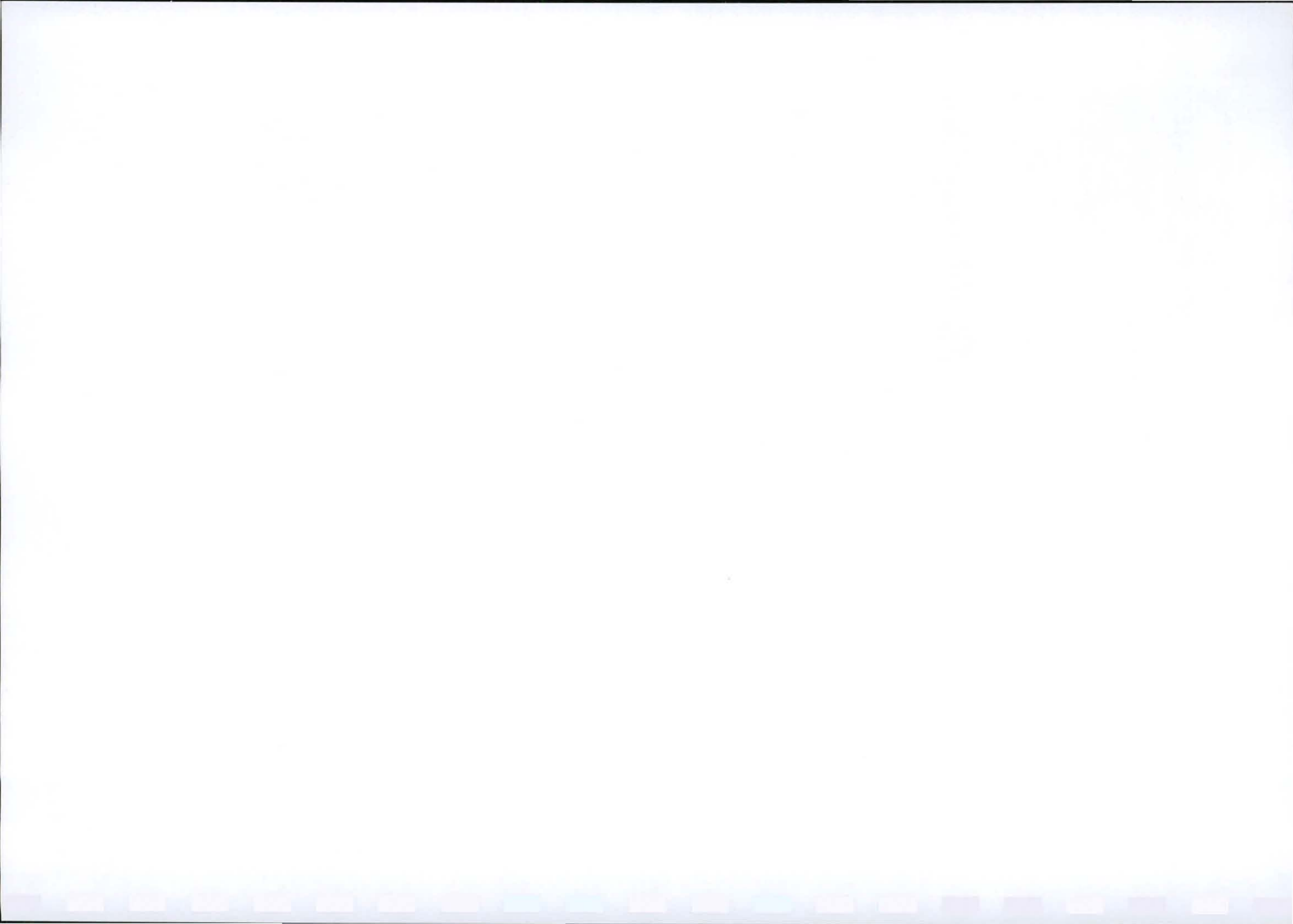
Venue/Plek: Mogol Club

AGENDA/SAKELYS

- 1. WELCOME/ VERWELKOMING**
- 2. INTRODUCTION &PURPOSE OF THE MEETING/ INLEIDING EN DOEL VAN DIE VERGADERING**
- 3. PROJECT OVERVIEW/ OORSIG OOR DIE PROJEK**
 - 3.1 Project Motivation/ Motivering van die projek**
 - 3.2 Project Description/ Beskrywing van die projek**
- 4. ENVIRONMENTAL LEGISLATIVE PROCESSES/ OMGEWINGSWET VEREISTES**
 - 4.1 Environmental Reports/ OmgewingsDokumente**
 - 4.2 Specialist Studies/ Spesialisverslae**
 - 4.3 Public Consultation Process/ PubliekeKonsultasie Proses**
- 5. QUESTIONS AND DISCUSSION/ VRAE EN BESPREKING**
- 6. WAY FORWARD/ DIE PAD VORENTOE**
- 7. CONCLUSION/ AFSLUITING**



Directors: KC Fairley, ME Wolmarans & MG Hemming
Synergistics Environmental Services (Pty) Ltd
South Africa Registered No. 2003/030216/07



GRUUT EGELUK MINE CHAR, COKE AND CO-GEN PROJECTS/PROJEKTE
PUBLIC MEETING 17 MARCH 2011/ OPENBARE VERGADERING 17 MAART 2011

ATTENDANCE REGISTER/ BYWONINGS REGISTER

NAME/NAAM	AFFILIATION / FARM BETROKKENHEID/PLAASNAAM	TEL	FAX/FAKS	E-MAIL/E-POS	POSTAL ADDRESS/ POS ADRES
Shelley Holt	Synergistics	0118078225	0118078226	shelley@synergistics.co.za	Box 1822, Rivonia, 2128
GERT JANSEN VAN RENSBURG	EXXARO HQP	012 3074742 0834607116		Gert.JansenvanRensburg@exxaro.com	
Edwyn Louw	Synergistics	0118078225	0118078226	edwyn@synergistics.co.za	Box 1822, Rivonia 2128.
Guillaume de Swart	EXXARO	012 3073161	012 307 3070	guillaume.deswart@exxaro.com	
Jaco Dyk	EXXARO	0836091029	0123073866	jaco.dyk@exxaro.com	
Lourens Louw	EXXARO	0836094292	086 219 6250	Lourens.Louw@exxaro.com	
John Viljoen	Leducants	0833047223	012 307 5147	john.viljoen@exxaro.com	Ingaba 18 Pretoria
TENDANI MUFAMADI	EXXARO	083 546 4348	014 763 9650	tendani.mufamadi@exxaro.com	Box 5055 onverwacht 0557
ELIJAH MABOGO	CORE SKILLS ACADEMY	0782330967		westcoast.mabogo@gmail.com	Box 5055 onverwacht 0557

GROOTEGELUK MINE CHAR, COKE AND CO-GEN PROJECTS/PROJEKTE
PUBLIC MEETING 17 MARCH 2011/ OPENBARE VERGADERING 17 MAART 2011

ATTENDANCE REGISTER/ BYWONINGS REGISTER

NAME/NAAM	AFFILIATION / FARM BETROKKENHEID/PLAASNAAM	TEL	FAX/FAKS	E-MAIL/E-POS	POSTAL ADDRESS/ POS ADRES
GODFRET MULELU	CORE SKILLS ACADEMY	0762492790		mulelung@gmail.com	PO Box 5055 ONVERWACHT 0557
CHARLES LINSTRÖM	EXXARO	0123074100		charles.linstrom @exxaro.com	PO BOX 9229 PRETORIA
LA Mqabane	Green Hill/E	07330 74899		greenselect@ gmail.com	P.O. Box 6545 ONVERWACHT 0557
Gilead Mtegele	EXXARO	0147638868		GILEAD - MTEGHELE @EXXARO.COM	P.O. Box 102648 MICHELETA PLAZA 0167 PTA
J Scherman	EXXARO	0836010190		john.scherman @EXXARO.COM	P.B. 5344 ONVERWACHT 0557

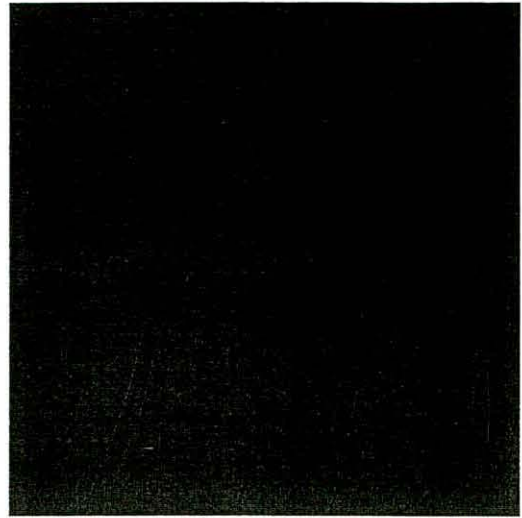
MINUTES OF MEETING

Project: **Exxaro Projects: Grootegeluk Char Plant Expansion, and Coke and Co-gen Plant**

Meeting: **Public Meeting**

Date, time & Venue: 17 March, 2011, 17h00
Mogol Club

Compiled by: Edwynn Louw and Shelley Holt
Synergistics Environmental Services



ATTENDANCE:

Name	Telephone	Email
Edwynn Louw	0118078225	edwynn@synergistics.co.za
Shelley Holt (SH)	0118078225	shelley@synergistics.co.za
G. Jansen van Rensburg (GR)	0123074742	gert.jansenvanrensburg@exxaro.com
G. de Swart (GS)	0123073161	guillaume.deswart@exxaro.com
Jaco van Dyk	0836091029	jaco.vandyk@exxaro.com
Lomeus Konradie (LK)	0836094292	lomeus.conradie@exxaro.com
Johan Viljoen	0833047223	johan.viljoen@exxaro.com
Tendani Mufamadi (TM)	0835464348	tendani.mufamadi@exxaro.com
Elijah Mabogo (EM)	0782330967	westcoast.mabogo@gmail.com
Godfrey Mulelu	0762492790	mulelumg@gmail.com
Charles Linstrom (CL)	0123074100	charles.linstrom@exxaro.com
L.A. Maabane	0733074899	greenelect@gmail.com
Gilead Mtegha	0147639868	gilead.mtegha@exxaro.com
J. Schoeman	0836090190	Johan.schoeman@exxaro.com

APOLOGIES:

Mari Wolmarans

MINUTES OF MEETING:

Welcome, Introduction and Project Presentations:

Shelley Holt from Synergistics (SH) opened the meeting and indicated that the purpose was to:

- Discuss the proposed expansion of the Char Plant and construction of the Coke and Co-gen Plants; and
- To inform the public about the proposed projects and to take note of any comments, queries and question which they may have.

SH gave a brief description of the Char Plant expansion project, and Coke and Co-gen Plants (Refer to the attached PowerPoint presentation). She then handed over to Guillaume de Swart of Exxaro (GS) and Gert Jansen van Rensburg (GR) to give an overview of the technical processes involved.

GS gave a detailed explanation of the proposed Char Plant expansion project. He also discussed the Char Plant process, inputs, outputs and infrastructure involved in detail. GR explained the details of the Coke and Co-gen Plants. (Refer to the attached PowerPoint presentations)

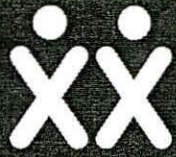
SH continued the presentation outlining the environmental authorisation and legislation requirements, the specialist studies to be undertaken as well as the purpose and function of the public participation process.

Questions and Comments:

Question/Issue Raised:	Answer:
Tendani Mufamadi of the Grootegeluk Mine (TM): Are you going to extend the capacity of the pollution control dam?	GS: Yes we are. Charles Linstrom of Exxaro (CL): It is currently under investigation by Jones and Wagener (surface water specialists). We will update the public on the results of the specialists' studies.
Elijah Mabogo (EM): How long will construction of the plant take?	Lomeus Konradie of Exxaro (LK): We use special materials, and thus it can take two years, up to the end of 2014.
TM: Will you need a permit for emissions and electricity generation from the Department of Energy?	SH: We are applying for an Atmospheric Emissions License. With regard to the Department of Energy, I don't think a permit is needed, but we will confirm it.
TM: With regard to water use licenses required, a Section 21 A license is missing. Are you making provision for it?	CL: No, section 21 A applies to the Mokolo and Crocodile Water Augmentation Project (MCWAP). We already have an allocation from MCWAP for the Grootegeluk Mine. We will use the allocated water for the Char, Coke and Co-gen Plants as well.

There were no further questions and the meeting was closed at 18:30pm. The attendees were thanks for their attendance.

Please see the full presentations attached herewith.



17 MARCH 2011

CHAR & MARKET COKE ENERGY RECOVERY PLANTS

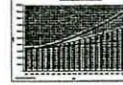
EIA Public Participation Presentation

Sachin Thakurpersad / Gert Jansen van Rensburg

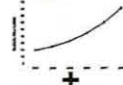


Why Electricity Generation?

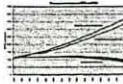
Energy Supply Shortage



Energy Price Pressure



Carbon Constrained Future



exxaro

Business Response:
Prepare for a Low-Carbon,
Energy Constrained
Future with Sustainability



Impacts on Business

- Negative impacts on
Business Performance
- Downside Risk
- Waste Reduction

What Does it mean for Exxaro and its Stakeholders

- Improving energy efficiency-More Electricity for Communities
- Designing for efficiency
- Carbon offsets-Greener Economy
- Lower harmful emissions into atmosphere
- Cleaner processes

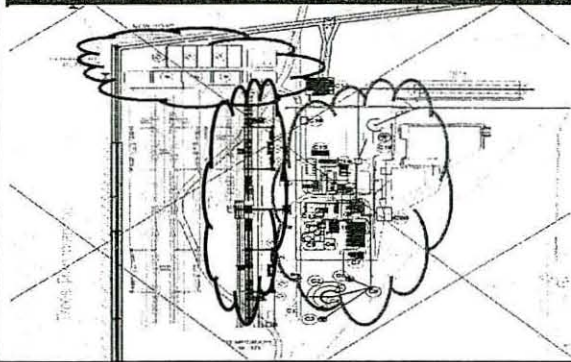
Objectives

To provide:

- > A rationale for electricity generation by effective usage of waste heat and discard materials;
- > Ensuring compliance to Environmental protection legislation requirements by using modern process technology;
- > An overview of the Market Coke Co-generation plant;
- > An overview of the Char Energy Recovery plant;
- > Coke Process Video Clip



Site Layout/Location

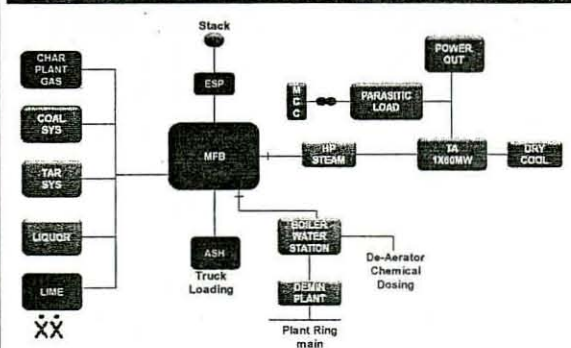


Introduction

- Char plant Produces the following Streams:
 - Tar
 - Liquor
 - Off Gas
 - Char
- Coke Ovens Produce
 - Waste Heat/Hot gas
 - Coke product
- The Waste Heat/Off-gas energy can be used for electricity generation;
- The aim is to build a plant to generate
 - 70 MW of electricity from Coke Oven Flue Gas (COFG) produced by Coke Plant using Waste Heat Recovery Boiler (WHRB) technology
 - 60 MW of Electricity from the Streams from the Char Plant with supplement of Discard Coal using Circulating Fluidized Bed (CFB) Boiler technology



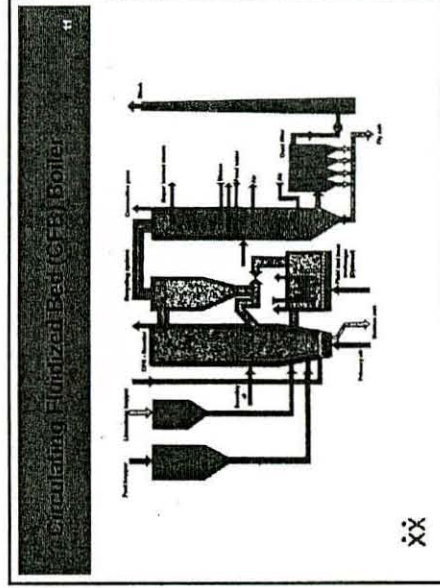
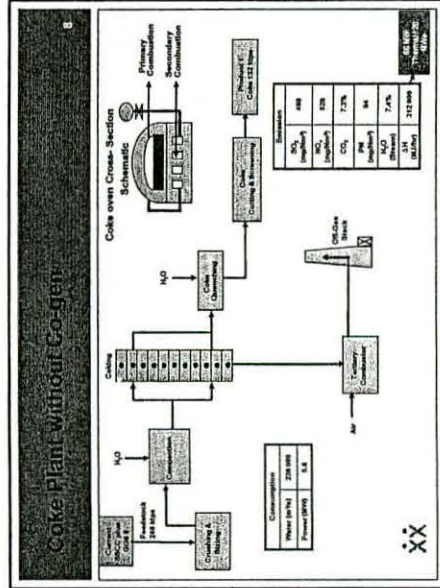
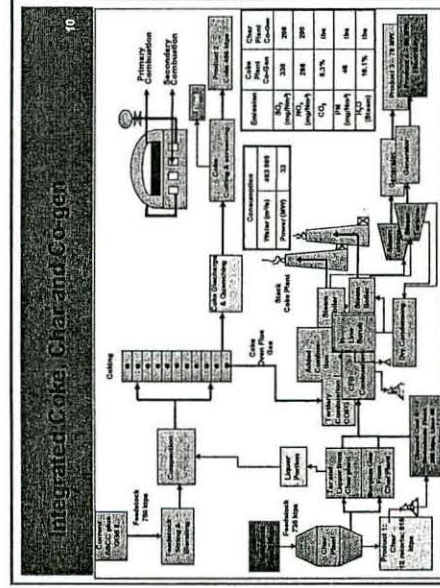
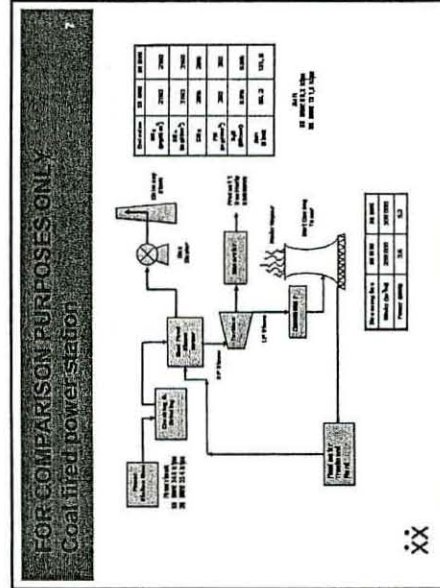
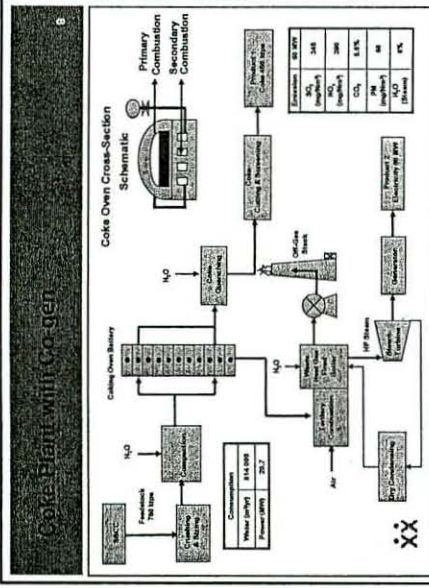
Char Co-Generation Plant





Emission Levels Comparison

Emissions, Power, or Product	Coal Fired Plant 240 MWe	Coal Fired Without CO ₂ 240 MWe	Coal and Coke Plant 250 MWe	Integrated Coke, Chlor and Energy 250 & 725 MWe	SBES Specifications	Air Quality Act - March 2010 Chlor CFI	Air Quality Act - March 2010 (Sec. 10.1.4) Chlor CFI	Air Quality Act - March 2010 (Sec. 10.1.4) Chlor WREI
SO ₂ (mg/Nm ³)	270	463	3-45	2-200	20	307 (in 2010)	307 (in 2010)	307 (in 2010)
NO _x (mg/Nm ³)	270	528	30	200	10	330 (in 2010)	330 (in 2010)	330 (in 2010)
CO (ppm)	100	7.3	5.5	5-43	1.6	3.0 (in 2010)	3.0 (in 2010)	3.0 (in 2010)
H ₂ S (mg/Nm ³)	100	84	0	0	0	0	0	0
PAH, VOC, Total Particulate	100	0	0	0	0	0	0	0
Power	240 MW	240 MW (with flare)	240 MW	250 MW	250 MW	250 MW	250 MW	250 MW
Product		132 (top)	150 (top)	132 (top) 4575 (bottom)				





12

Coke Process and Plant Examples

Modern Analysis Techniques (TFD)

XX

Questions

15

?

XX

13

Emission Reduction Features

Increase of Coke Quality and Reduction of Emissions by Stamp Charging at Heat Recovery Ovens

Modern Design Technology – Negative Pressure process

- Complete Combustion, sufficient Air addition before WHRB entry
- Tertiary or Quaternary Combustion (if required)

XX

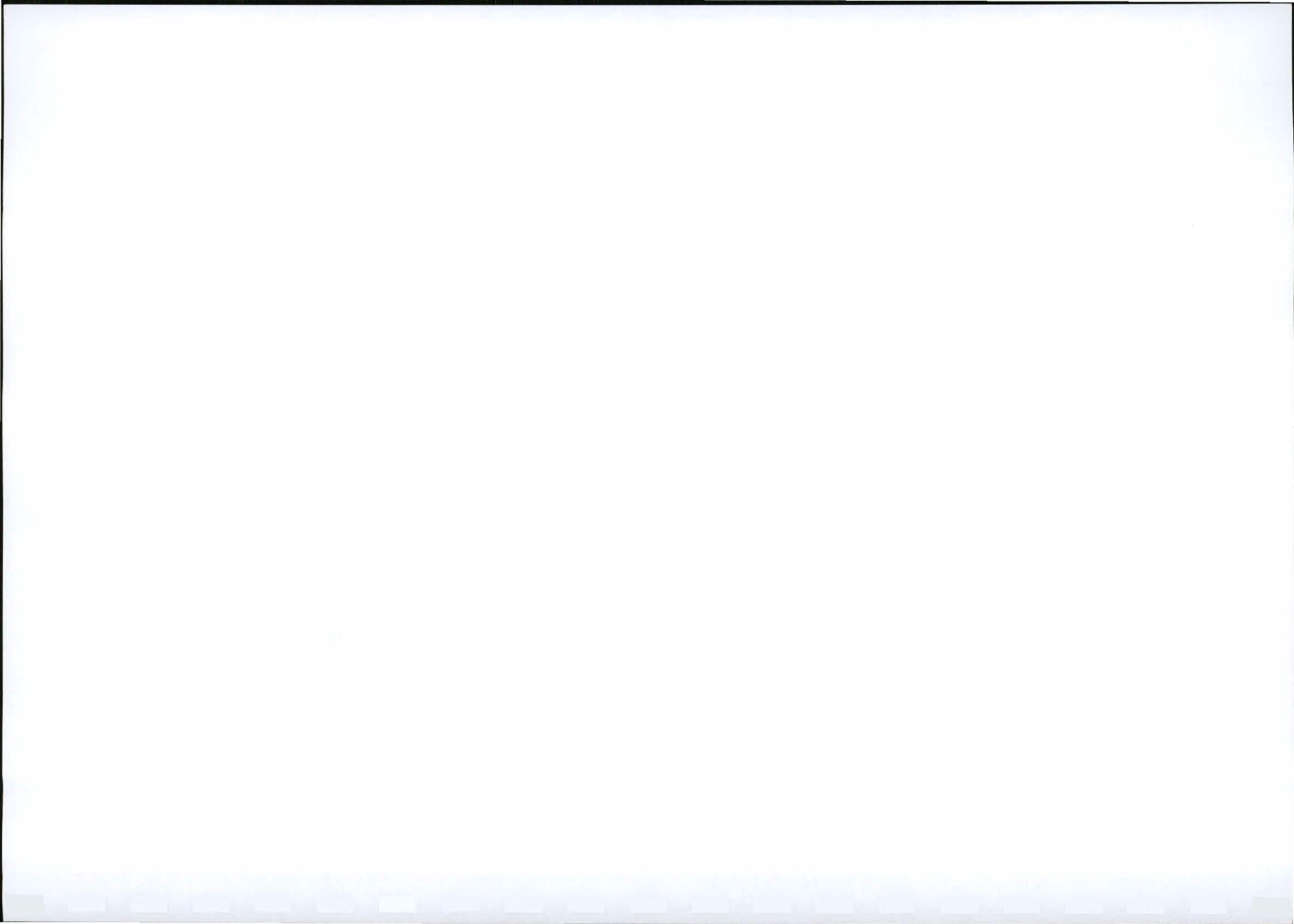
14

Flow and Constituents Modeling

CO₂ Formation 35 Hours

Hydrogen Formation 35 Hours

XX





17 March 2011

**PRESENTATION ENVIRONMENTAL:
PUBLIC INFORMATION AND PARTICIPATION MEETING
CHAR PLANT EXPANSION**

exxaro
POWERING POSSIBILITY

REDUCTANTS



CONTENTS

- ‡ Char Plant Location
- ‡ Reductants
- ‡ Char Market & Logistics
- ‡ Char Plant Description & Layout
- ‡ Char Plant Expansion



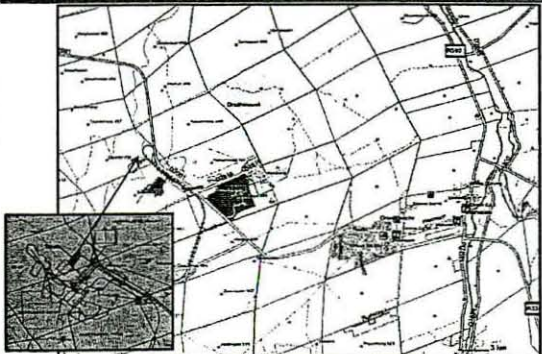
REDUCTANTS

- ‡ Used in the metals industry to reduce oxygen from ore to produce the basic metal
- ‡ Carbon is the fundamental component of a reductant
- ‡ FeCr industry uses a blend of Reductants namely:
 - ‡ Coke
 - ‡ Char
 - ‡ Coal
- ‡ Exxaro entered reductants market with existing char plant targeting the Ferrochrome (FeCr) market
- ‡ Good quality char can replace imported coke to some extent



SINTEL CHAR PLANT SITE

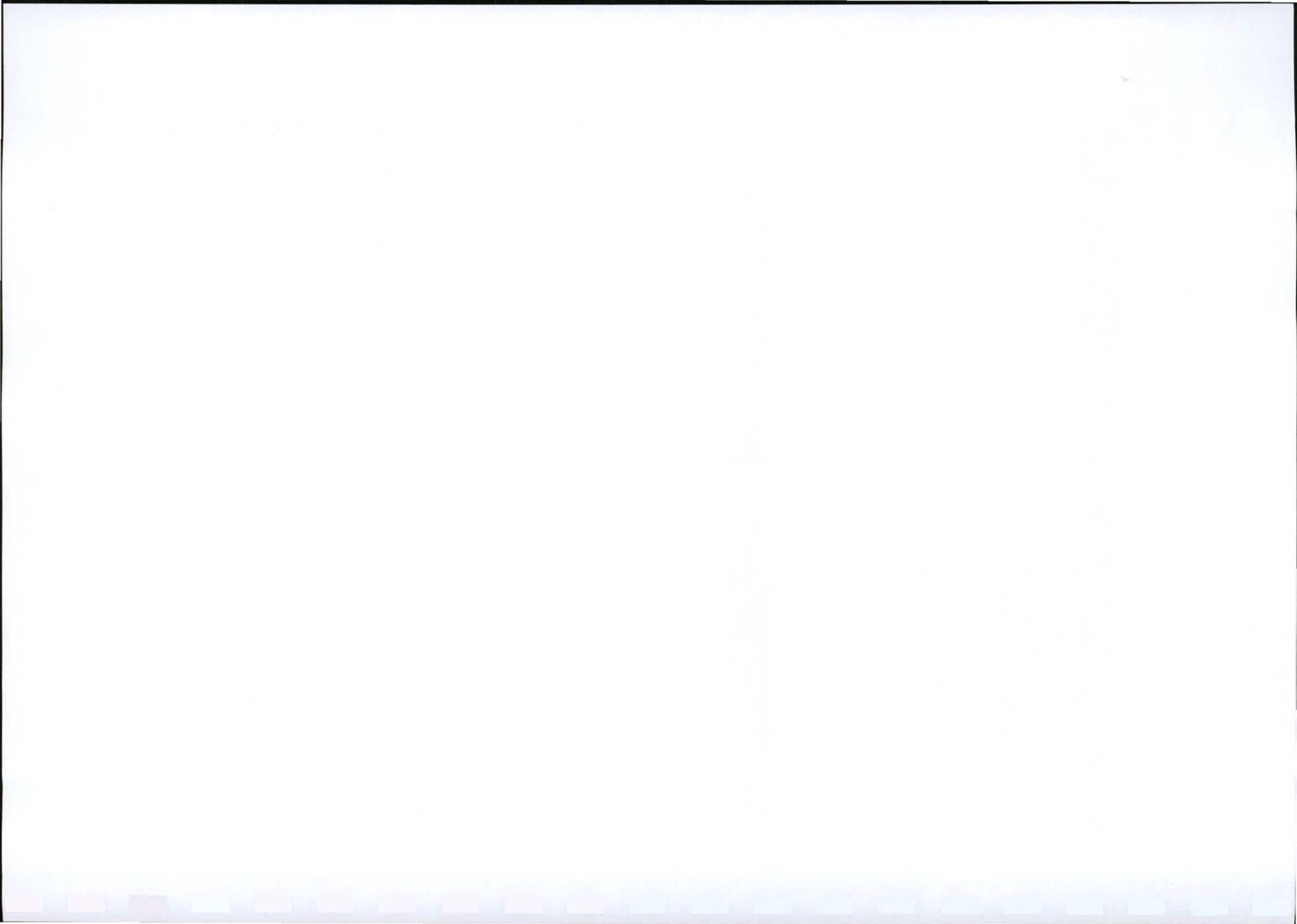
2010 POSITION



MARKET - Ferrochrome

- ‡ Ferrochrome - Used in Stainless Steel production
- ‡ Ferrochrome vs Chrome ore export = benefit to SA economy
- ‡ Exxaro Char clients:
 - ‡ HERNIC - RUSTENBURG
 - ‡ ASSMANG - MACHADODORP
 - ‡ ASA METALS - BURGERSFORT
- ‡ Char transported by road to clients
 - ‡ Limited rail capacity from Lephalale
 - ‡ No rail offloading facilities available close to clients





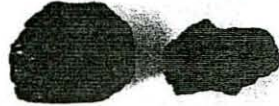
CHAR PRODUCT OVERVIEW

What is Char?

- Char is formed when coal is devolatilised at temperature in the absence of oxygen

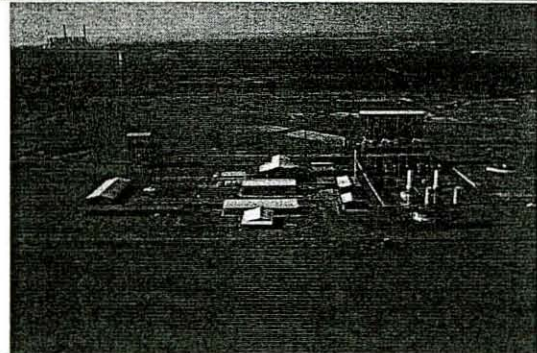
Comparison between coal and char:

	COAL	CHAR
Fixed carbon	82.3%	84.2%
Ash	12.9%	14.4%
Volatiles	24.1%	1.3%



XX

CHAR PLANT



CHAR PLANT – AS BUILT

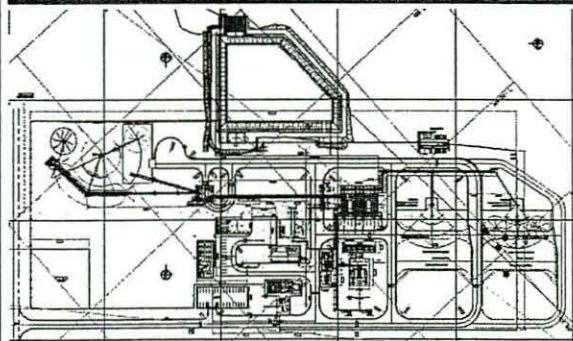
XX

CHAR PLANT – OVERVIEW

- 4 Retort units commissioned between June and November 2009
- 140 ktpa Char production capacity
- Plant units:
 - Coal stockpile with plant feed conveyors
 - Product stockpile and handling area
 - Retorts with gas cleaning and cooling section
 - Tar storage and truck loading facility
 - Liquor destructor area with liquor buffer vessels
 - Excess gas flares
 - Utilities – Steam, Compressed Air, Diesel and LPG
 - Bunded areas for process and storage vessels
 - Pollution control dam
 - Non process buildings

XX

CHAR PLANT LAYOUT – 2007

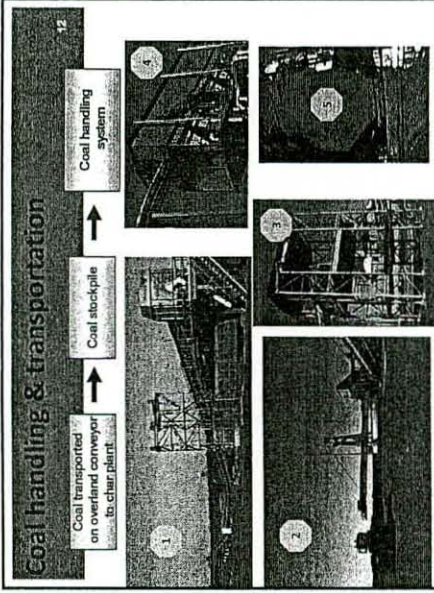


CHAR PROCESS

- CHAR PRODUCTION PROCESS
 - Feedstock is washed, sized and free of fines limiting the potential for coal dust generation.
 - Char process takes place in closed circuit
 - Involves the recycling of gaseous heat in the absence of oxygen to maximize recovery of carbon
 - Gas from the retort system is passed through electrostatic precipitators where tar and light oils are removed
 - Water condensate (liquor) from the cooling systems and gas booster fans are disposed of by liquor destructor that oxidises the contaminants at high temperature
 - Char product and tar is transported to the various clients by road transport
 - Raw, potable and process water is supplied from the Grootegeluk mine through dedicated pipe lines
 - Process water is used to quench the Char product leaving the retort.

XX

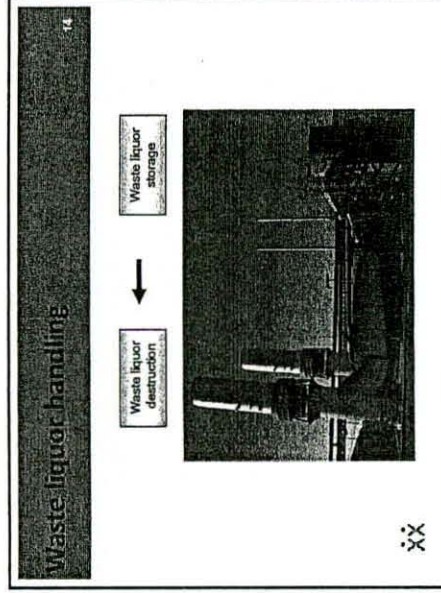
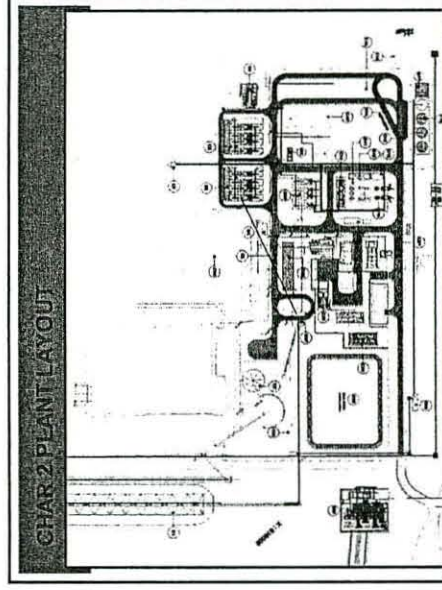
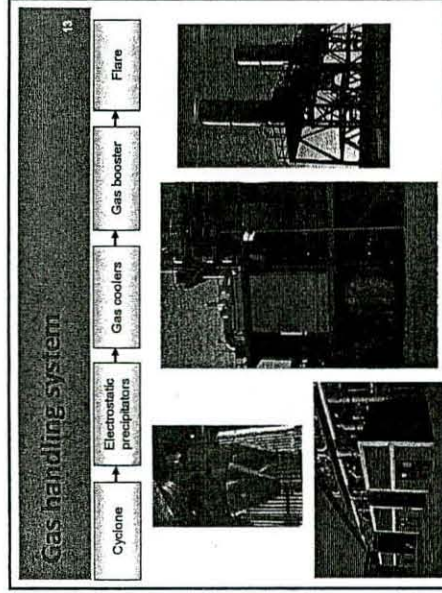




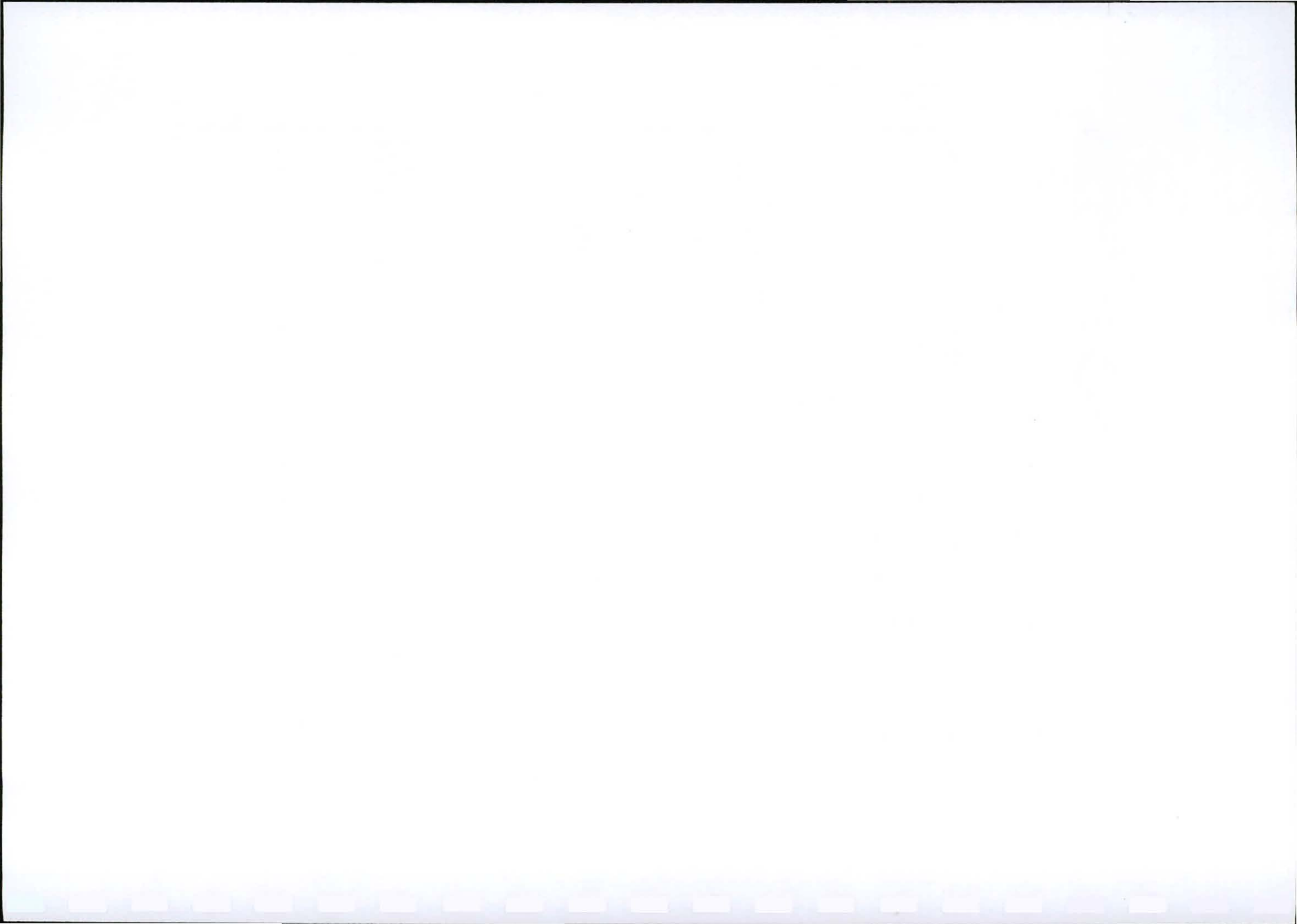
15

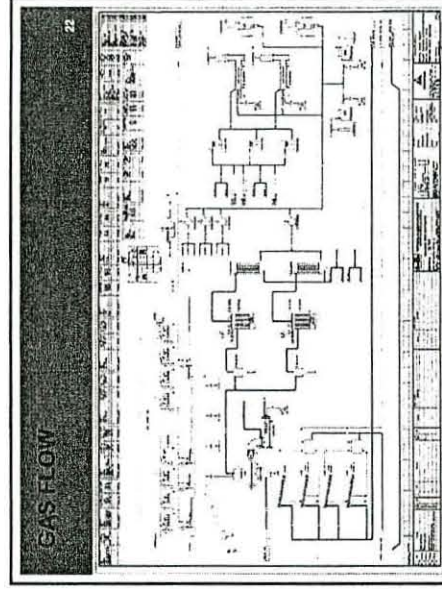
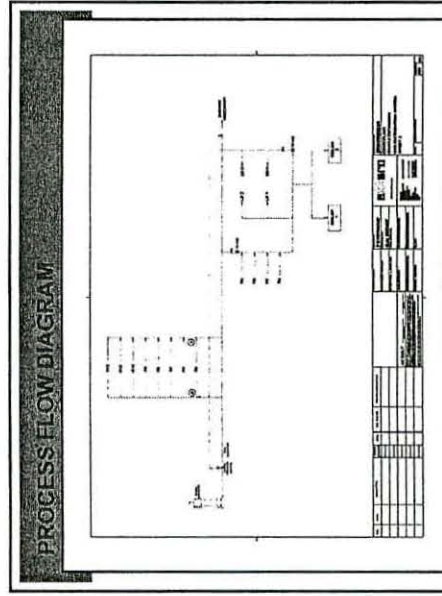
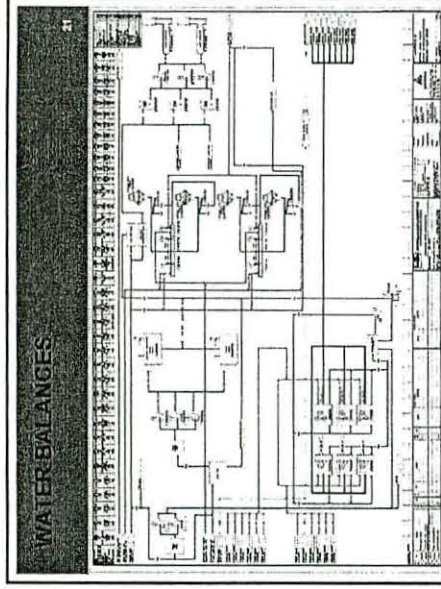
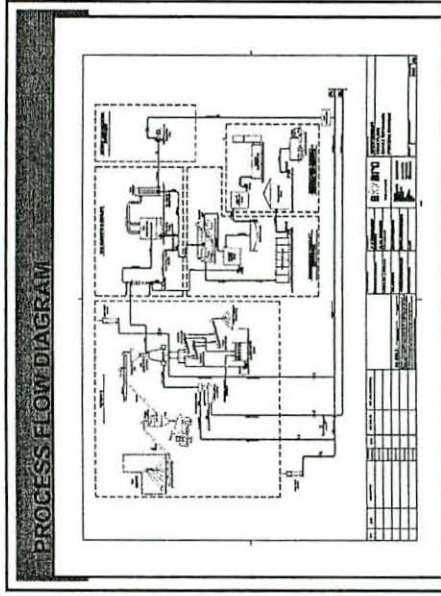
CHAR PLANT EXPANSION

xx



- 17**
- CHAR EXPANSION**
- ↓ 8 Additional retorts to be constructed next to original 4 retort units
 - ↓ Char retort and gas circulation process layout to be duplicated
 - ↓ Increase gas reticulation system and excess gas flare capacity
 - ↓ Construct new product stockpile area with in-line screening
 - ↓ Construct new tar storage and truck loading facility
 - ↓ Install additional liquor destructor capacity and liquor buffer tanks
 - ↓ Construct a tar sludge (coal fines and tar mixture) handling area
 - ↓ Increase size of coal feed stockpile with automated coal loading
 - ↓ Increase area of non-process buildings
 - ↓ Processes being investigated
 - ↓ Briquetting of char and coal fines
 - ↓ Utilisation of excess process gas and tar for power generation
- xx





20

QUESTIONS ?

XX

23

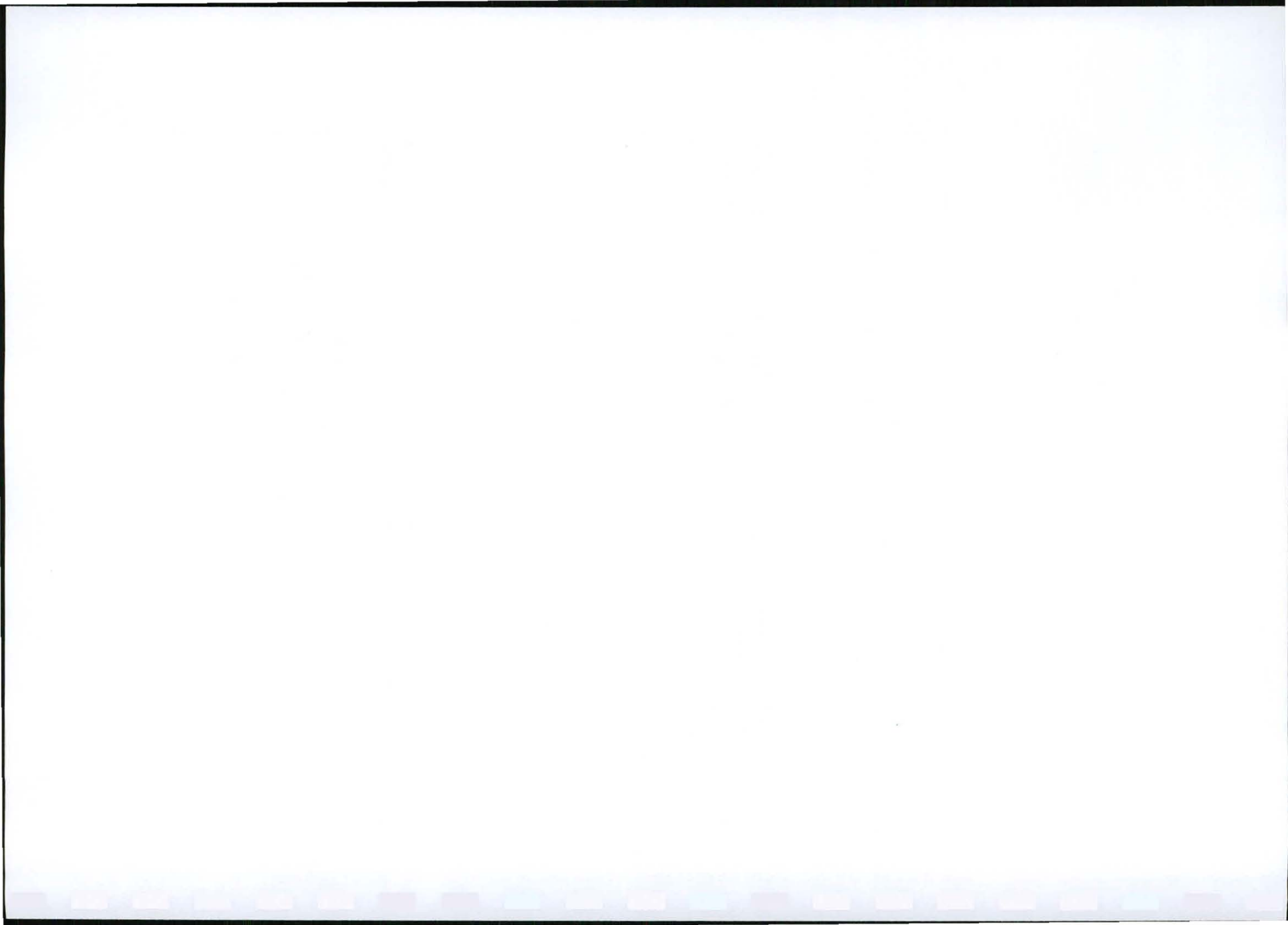
ENVIRONMENTAL QUANTIFICATION

APPROXIMATE EMISSION COMPARISON: t/yr

ITEM	DIESEL CAR	HAUL TRUCK	BOILER	RETORT
SOx	0.25	3.8	260	84
HC	1.8	27	900	15
HC #/normal	4.5	65	320	12
CO ₂	3.5	54	1300	259
NOx	8	65	550	83
Particulate matter	0	0.1	150	3
TOTAL OF GAS t/yr	1.5	15	350	480
(Excluding H₂O, O₂)	48	245	3330	455

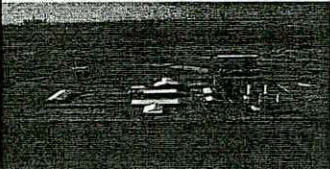
One Retort = 2.1 Haul Trucks' emission = 8.5 Baikkies' emission ; Retort/Boiler = 1/33
 Process: Slow, Low temp, Low Oxygen versus Fast, High temp, Abundance of Oxygen

XX



Exxaro Resources: Char, Coke & Co-generation Plants

Proposed Expansion of the Char Plant and Construction of the Coke Manufacturing and Electricity Co-generation Plants
 Environmental Impact Assessment,
 Environmental Management Programme (Amendment),
 Integrated Water Use License Application (Amendment),
 Waste Management License and Atmospheric Emissions License



Public Information Meeting
 Date: 17th March 2011

Synergistics Working Together

PURPOSE OF THE MEETING

- Discuss and explain the proposed projects
- Discuss the Environmental Legislative Processes
- Discuss the scope of supporting specialist studies
- Explain the Public Participation Process
- Provide Interested and Affected Parties with an opportunity to:
 - Ask questions
 - Raise issues and concerns
 - Be informed about the future phases of the project

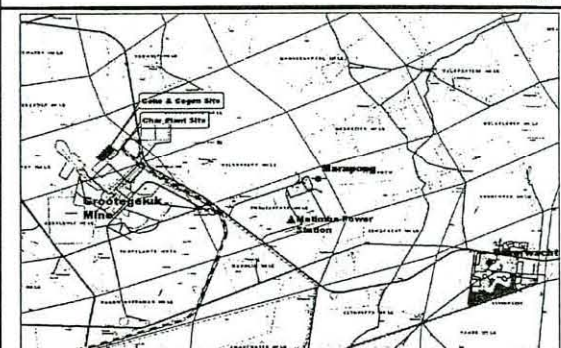
Synergistics Working Together

AGENDA

- Welcome, introduction and apologies (Synergistics)
- Purpose of meeting (Synergistics)
- Project Description (EXXARO)
 - Char Plant Expansion
 - Coke Manufacturing Plant
 - Co-generation Plant
- Environmental Legislative Processes (Synergistics)
 - Environmental Legislation and Reports Required
 - Specialist Studies
 - Public Consultation Process
- Questions and Discussion (Synergistics)
- Way Forward and Closure (Synergistics)

Synergistics Working Together

REGIONAL LOCALITY



Synergistics Working Together

INTRODUCTION TO PROJECT TEAM

- Project Proponent
 - Exxaro Resources
 - Manager: Jaco van Dyk
 - Project Managers: Guillaume de Swart, Lomie Conradie & Gert Jansen van Rensburg
 - Exxaro Energy
 - Project Manager: Sachin Thakurpersad
 - Exxaro Environmental Specialist (Hydrologist)
 - Charles Linstrom
- Environmental Assessment Practitioner
 - Synergistics Environmental Services
 - Shelley Holt
 - Edwynn Louw
 - Mari Wolmarans (apologies)

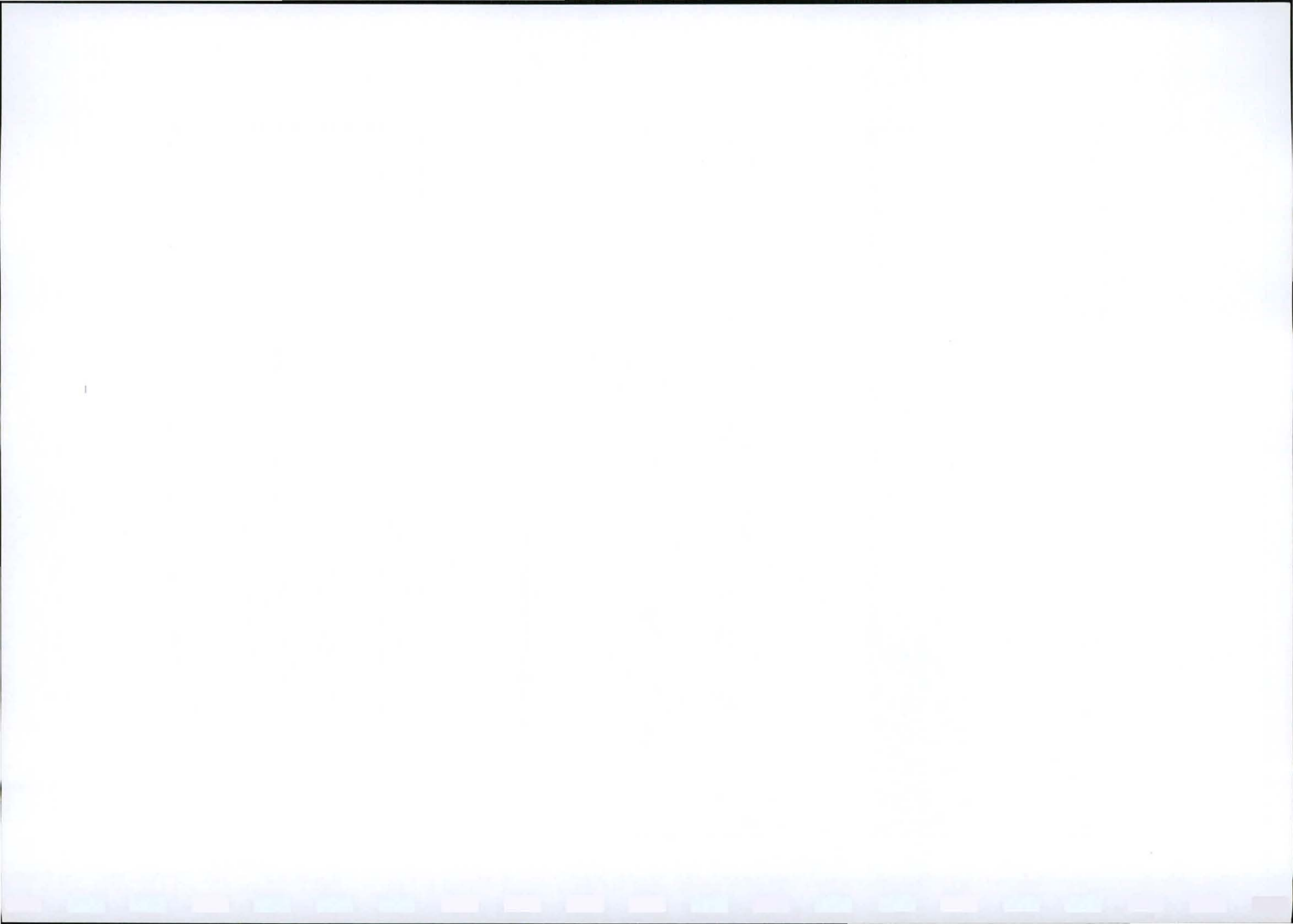
Synergistics Working Together

PROJECT DESCRIPTION

- Char Plant Expansion
- Coke Manufacturing Plant
- Co-generation Plant

(Exxaro presentation)

Synergistics Working Together



exxaro **ENVIRONMENTAL LEGISLATIVE PROCESSES**

- **Summary of Environmental Legislative Processes**
 - National Environmental Management Act (No. 107 of 1998). Prohibits the commencement of certain controlled activities without authorisation from a competent authority. An EIA or BA may be required.
 - Mineral and Petroleum Resources Development Act (No.28 of 2002). The Char, Coke & Co-gen Plants are situated on mining land within the boundaries of Grootegeluk Mine.
 - National Water Act (No. 36 of 1998) promotes sustainable water use and protection. Section 21 lists 11 controlled activities which may not be undertaken without a Water Use License.
 - National Environmental Management Waste Act (No. 59 of 2008) prohibits the undertaking of listed waste management activities without a license from a competent authority.
 - National Environmental Management Air Quality Act (No. 39 of 2004). Regulates air quality to protect the environment and prevent pollution.

Synergistics Working Together

exxaro **ENVIRONMENTAL LEGISLATIVE PROCESSES**

- **National Water Act (NWA) (No. 36 of 1998)**
 - Section 21 of the Act lists water uses which require an Integrated Water Use License Application (IWULA):
 - Section 21 (b) Storing water
 - Section 21(g) Disposing of waste in a manner which may detrimentally impact on a water resource
- **IWULA (amendment)**
 - An amendment to the existing Grootegeluk Mine IWUL will be submitted to the Limpopo Department of Water Affairs (DWA) for decision.

Synergistics Working Together

exxaro **ENVIRONMENTAL LEGISLATIVE PROCESSES**

- **National Environmental Management Act (NEMA)**
 - GN 543 of June 2010 defines the process for an Environmental Impact Assessment (EIA) and a Basic Assessment (BA)
 - EIA
 - Public Participation
 - Scoping Report
 - Environmental Impact Assessment Report
 - Environmental Management Programme
 - BA
 - Public Participation
 - Basic Assessment Report
 - Environmental Management Programme
 - EIA and BA reports
 - Will be submitted to Limpopo Department of Economic Development, Environment and Tourism (LEDET) for decision.

Synergistics Working Together

exxaro **ENVIRONMENTAL LEGISLATIVE PROCESSES**

- **National Environmental Management: Air Quality Act (NEMAQA) (No. 39 of 2004)**
 - GN 248 of March 2010 lists activities which require an Atmospheric Emissions License (AEL). These activities include Char and Coke Manufacturing Plants.
 - AEL
 - An AEL application will be submitted to the Limpopo Department of Economic Development, Environment and Tourism (LEDET) for decision.

Synergistics Working Together

exxaro **ENVIRONMENTAL LEGISLATIVE PROCESSES**

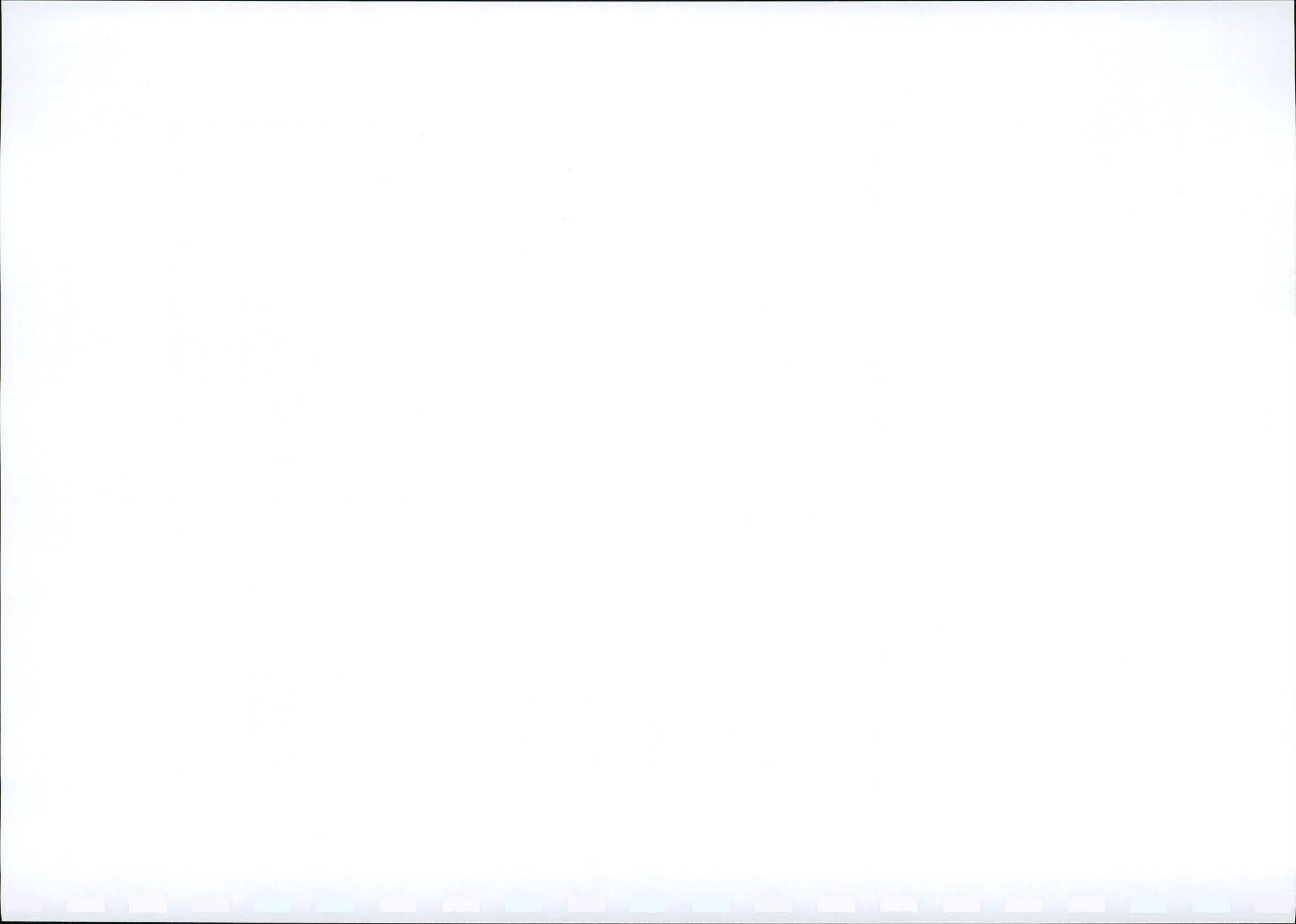
- **Mineral And Petroleum Resources Development Act (MPRDA)**
 - The MPRDA requires an Environmental Management Programme (EMP) for activities on mining land which could impact the environment.
 - EMP
 - Public Participation
 - Scoping Report
 - Environmental Impact Assessment Report
 - Environmental Management Programme
 - EMP
 - Will be submitted to the Limpopo Department of Mineral Resources (DMR) for decision.

Synergistics Working Together

exxaro **ENVIRONMENTAL LEGISLATIVE PROCESSES**

- **National Environmental Management Waste Act (NEMWA)**
 - Process to be followed is the same as that of an EIA.
 - GN 718 of July 2009 lists activities which require a Waste Management License (WML):
 - Section 4 states that a WML is required for the storage or reuse of hazardous waste. The waste for the Char and Coke Plants will be classified by a waste specialist.
 - WML (incl. EIA) report
 - Public Participation
 - Scoping Report
 - Environmental Impact Assessment Report
 - Environmental Management Programme
 - WML
 - Submitted to the Waste Management Division of the National Department of Environmental Affairs (hazardous waste)

Synergistics Working Together



exxaro **SPECIALIST STUDIES**

POWERING POSSIBILITY

- What are the key environmental sensitivities which require specialist studies:
 - Groundwater Impacts
 - Surface Water Impacts
 - Waste Streams produced at the Char Plant
 - Air Quality Impacts
 - Traffic Impacts

Synergistics Working Together

exxaro **SPECIALIST STUDIES**

POWERING POSSIBILITY

- Surface Water
 - Information review and gap analysis
 - Water balance and salt balance
 - Surface water runoff and drainage components
 - Surface water impact assessment
 - Management and monitoring
 - Technical inputs into the IWULA

Synergistics Working Together

exxaro **SPECIALIST STUDIES**

POWERING POSSIBILITY

- The following specialist studies will be undertaken in support of the EIA, EMP, Water Use License, Atmospheric Emissions License and Waste Management Licence Applications
 - Groundwater – ERM (Robel Gebrekristos and Hesma Cockrell)
 - Surface water – Jones and Wagener (Mike Palmer)
 - Waste Stream Analysis – Golder and Associates (Elize Herselman and Leon Bredenhann)
 - Air Quality – Airshed Planning Professionals (Gerrit Komelius). The AEL application will be compiled by Julius van Graan.
 - Traffic Impact Assessment – WSP (Rod Strong and Comelia Hutchinson)

Synergistics Working Together

exxaro **SPECIALIST STUDIES**

POWERING POSSIBILITY

- Waste Stream Analysis
 - Identification of waste streams at Char, Coke and Co-gen Plants
 - Assessment of waste streams
 - Legislative requirements
 - Impact assessment
 - Management and monitoring measures
 - Technical inputs into the WML

Synergistics Working Together

exxaro **SPECIALIST STUDIES**

POWERING POSSIBILITY

- Groundwater
 - Information review and gap analysis
 - Hydrocensus
 - Borehole drilling
 - Groundwater samples
 - Hydro-chemical analysis
 - Conceptual groundwater model
 - Characteristics
 - Groundwater flow, rate and direction
 - Groundwater recharge
 - Groundwater impact assessment
 - Management measures and monitoring

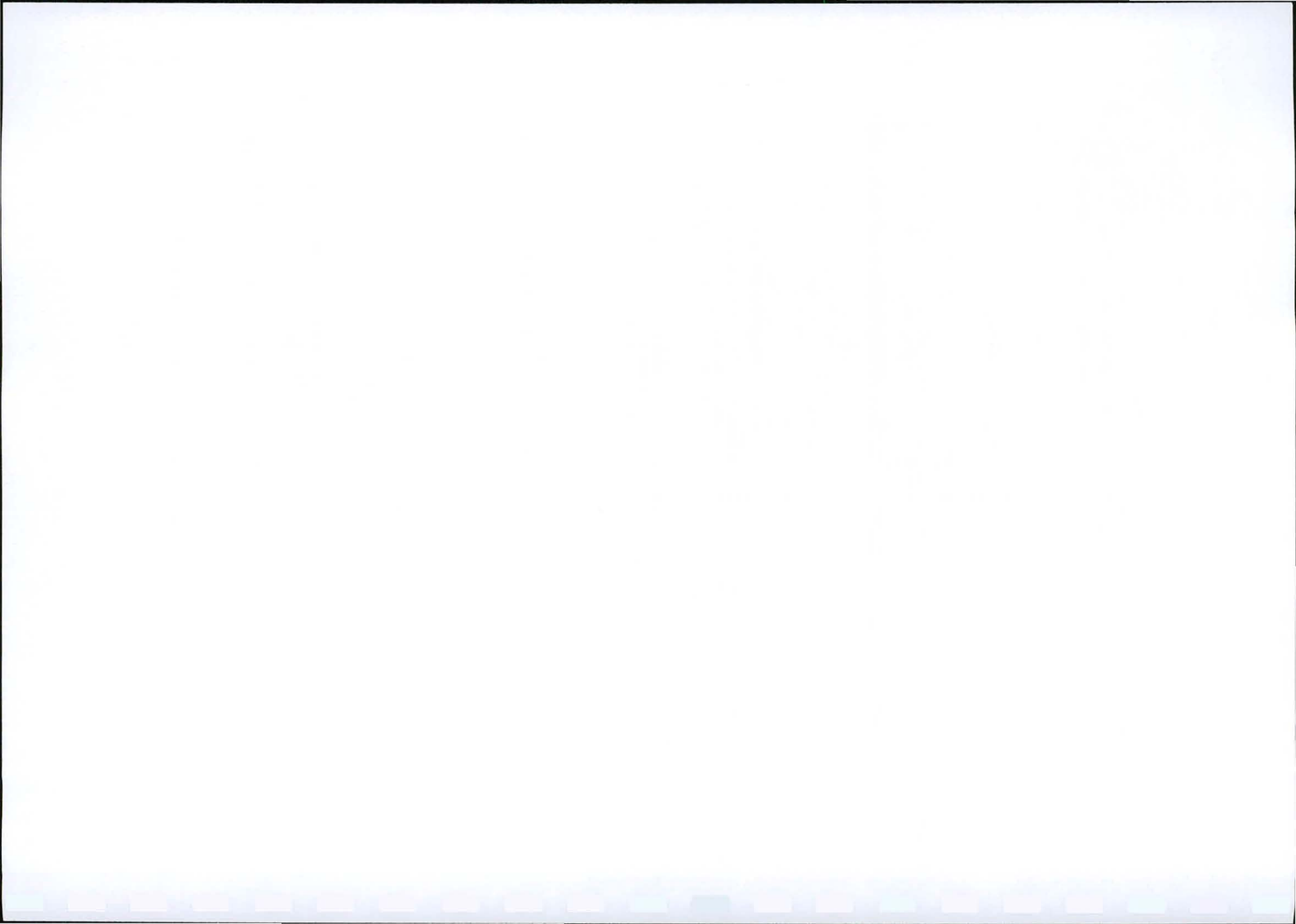
Synergistics Working Together

exxaro **SPECIALIST STUDIES**

POWERING POSSIBILITY

- Air Quality
 - Identification of atmospheric emissions
 - Identification of sensitive receptors
 - Simulation of
 - PM10 concentrations (fine dust particles)
 - Dust fallout
 - Evaluation of human health risks
 - Recommendations
 - Mitigation measures
 - Air quality monitoring programme
 - Technical inputs into the AEL

Synergistics Working Together



exxaro **SPECIALIST STUDIES**

POWERING POSSIBILITY

- **Traffic**
 - Site inspection
 - Visual assessment of existing conditions
 - Sample traffic counts at selected intersections
 - Forecast future traffic conditions
 - Management measures to mitigate potential impacts

Synergistics Working Together

exxaro **DISCUSSION AND QUESTIONS**

POWERING POSSIBILITY

?

Synergistics Working Together

exxaro **PUBLIC PARTICIPATION**

POWERING POSSIBILITY

- **Public consultation process involves:**
 - Informing IAPs about the project
 - Provide opportunity for IAPs to comment
 - Maintain a register of IAPs and comments
 - Provide an opportunity for IAPs to review and comment on all reports
 - IAP comments must be included in reports submitted to authorities

Synergistics Working Together

exxaro **CONTACTS**

POWERING POSSIBILITY

ENVIRONMENTAL CONSULTANTS:
Synergistics Environmental Services:
Mari Wolmarans and Shelley Holt

Tel: 011 807 8225 Fax: 011 807 8226

PO Box 1822, Rivonia, 2128

Email: shelleys@synergistics.co.za

Synergistics Working Together

exxaro **WAY FORWARD**

POWERING POSSIBILITY

- Written comments from IAPs
- Scoping Report(s) for public review
- Draft IWULA Amendment Report for public review
- Submission of Scoping Report(s) and Draft IWULA Report to authorities
- Engineering designs to be completed
- Specialist studies to be completed
- IAPs to review final reports before submission
- Final EIA, EMP, IWULA, Atmospheric Emissions License and Waste Management License submission to authorities for approval

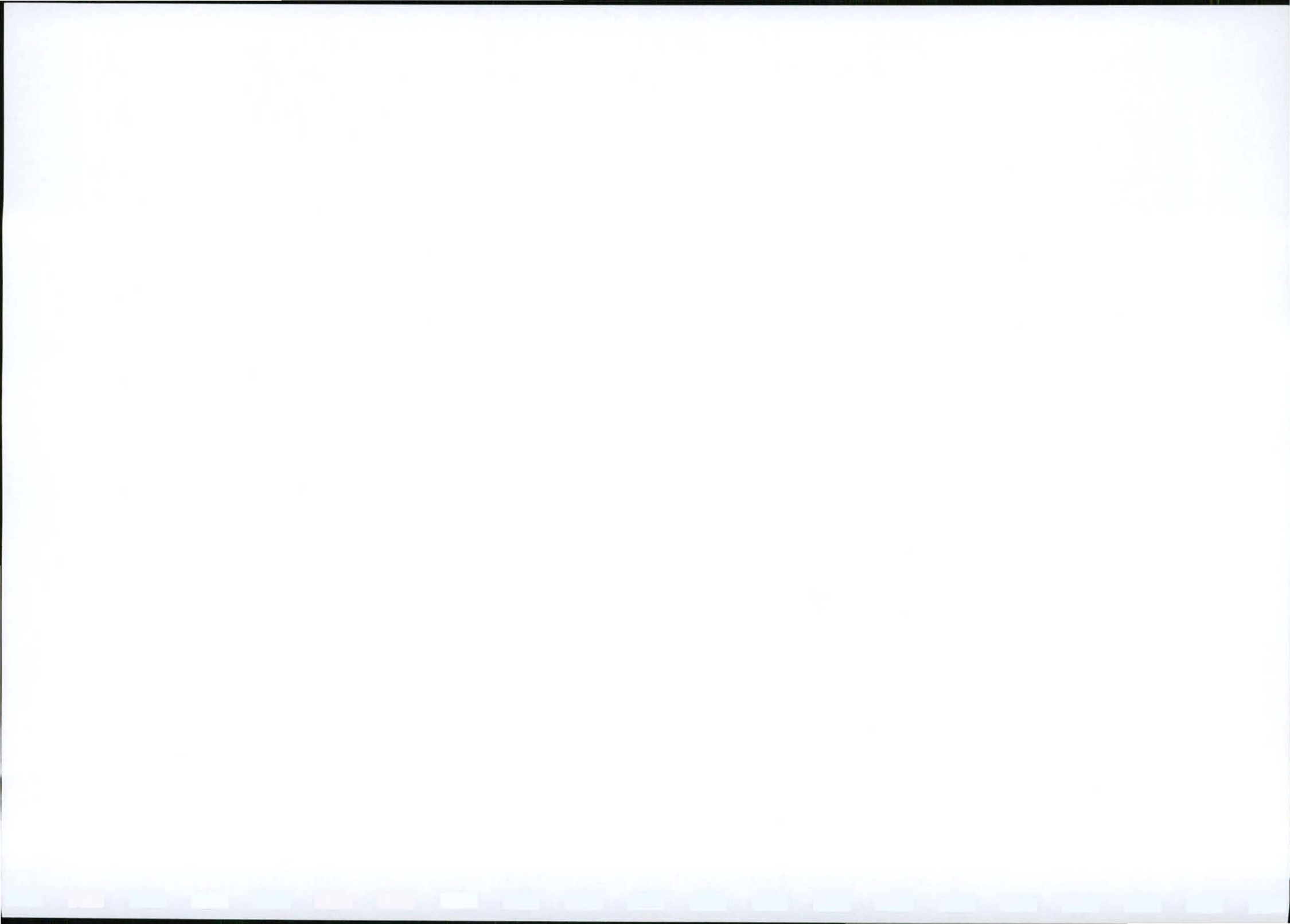
Synergistics Working Together



Appendix 6: Minutes of Authorities Meetings



August 2010



MINUTES OF MEETING

Project: **Expansion of the Sintel Char Plant**

Meeting: **Authorities Information Meeting**

Date & Venue: African Roots Guesthouse
12th of August 2010; 12:00pm

Compiled by: Vivienne Vorster
Synergistics Environmental Services



ATTENDANCE:

PROJECT PROPONENTS

Charles Linstrom	CL	Exxaro Head Office
Guillaume De Swart	GS	Exxaro Head Office
Edwin Mogoane	EM	Sintel Char Plant

ENVIRONMENTAL CONSULTANTS

Mari Wolmarans	MW	Synergistics Environmental Services
Vivienne Vorster	VV	Synergistics Environmental Services

AUTHORITIES

Masemola Mailletse	MM	Department of Agriculture, Forestry and Fisheries
--------------------	----	--

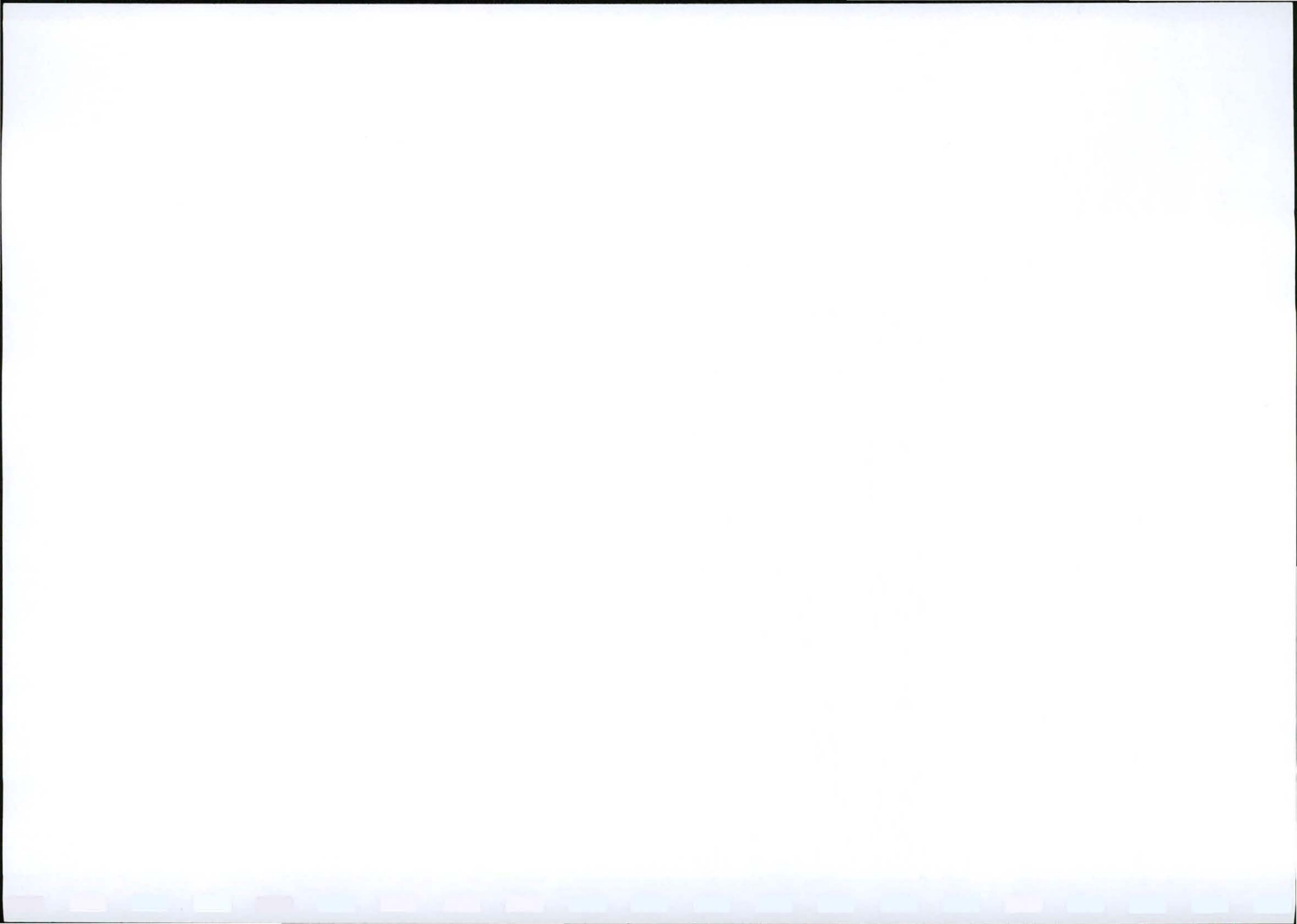
APOLOGIES:

None

MINUTES OF MEETING:

	Welcome, Introduction and Project Presentation
	<p>VV opened the meeting and indicated that the purpose was to:</p> <ul style="list-style-type: none">• Discuss the proposed expansion of the Sintel Char Plant; and• To inform the public about the proposed project and to take note of any comments, queries and question which they may have <p>VV gave a brief description about the Sintel Char Plant and the proposed expansion project, and then handed over to GS to give an overview of the technical process involved.</p> <p>GS gave a detailed explanation of the proposed expansion project. He also discussed the Char Plant process, inputs, outputs and infrastructure involved in detail.</p> <p>VV continued the presentation outlining the environmental authorisation and legislation requirements, the specialist studies to be undertaken as well as the purpose and function of the public participation process.</p>
	Questions and Comments
	<p>MM asked where the water that the Sintel Char Plant uses comes from?</p> <p>GS answered that raw, process and potable water is supplied from the Grootegeluk Mine via dedicated pipelines.</p>
	<p>MM asked whether the Sintel Char Plant has a Water Use License and how much water is extracted?</p> <p>GS answered that the Sintel Char Plant is approved under the existing Grootegeluk Mine Water Use License. The Char Plant does not extract water for any purpose.</p>
	<p>MM enquired when construction will begin and when the expansion will be operational?</p> <p>GS answered that construction is anticipated to start in the 3rd quarter of 2011 and the expanded plant should be operational by October 2012.</p>
	<p>There were no further questions and the meeting was closed at 13:30pm. The attendees were thanks for their attendance.</p>
	<p>Please see the full presentation attached herewith as Appendix A</p>

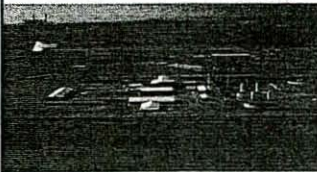
Appendix A: Presentation



Exxaro Resources: Sintel Char Plant

Proposed Expansion of the Sintel Char Plant

Environmental Impact Assessment (Amendment),
Environmental Management Programme,
Integrated Water Use License Application (Amendment) and
Waste Management License



Public Information Meeting
Date: 11th August 2010

Authorities Information Meeting
Date: 12th August 2010

Exxaro PURPOSE OF THE MEETING

- Discuss and explain the proposed project (i.e the expansion of the Sintel Char Plant)
- Discuss the Environmental Legislative Processes
- Discuss the scope of supporting specialist studies
- Public Participation Process
- Provide Interested and Affected Parties with an opportunity:
 - Ask questions
 - Raise issues and concerns
 - To be addressed in the future phases of the project

Exxaro AGENDA

- Welcome, introduction and apologies
- Purpose of meeting
- Brief Overview of Sintel Char Plant
- Project Description
 - EXXARO
- Environmental Legislative Processes
- Specialist Studies
- Public Consultation Process
- Questions and Discussion
- Way Forward and Closure

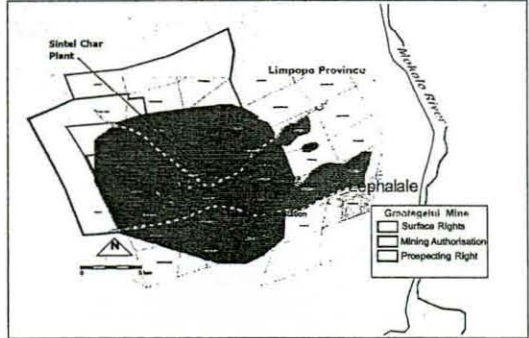
Exxaro INTRODUCTION

- Exxaro Resources (Pty) Ltd owns and operates the Sintel Char Plant which is situated within the boundaries of the Grootegeluk Mine.
- Exxaro Resources is a separate entity from Exxaro Coal (Pty) Ltd, and have a lease agreement in place with Grootegeluk Mine
- The Sintel Char Plant, which covers an area of ~5.5ha, has been in operation since 2009
- Wish to expand the existing Char plant by increasing the number of retorts from 4 to a maximum of 10,
- The footprint of the expansion will also be ~5.5ha. The entire footprint of the Char land is ~13.9ha.
- The expansion will be located adjacent to the existing plant and will effectively double their current production rates

Introduction to Project Team

- **Project Proponent**
 - Exxaro Resources – Sintel Char Plant
 - Manager: Jaco van Dyk
 - Exxaro HQ -
 - Project Manager: Guillaume de Swardt / Lornie Conradie
 - Exxaro Environmental Specialist Unit
 - Charl Nolte
- **Environmental Assessment Practitioner**
 - Synergistics Environmental Services
 - Mari Wolmarans
 - Vivienne Vorster
- **Specialist Team – details to follow**

Exxaro REGIONAL LOCALITY





exxaro **PROJECT DESCRIPTION**

POWERING POSSIBILITY

- Exxaro Presentation

Synergistics Working Together

exxaro **Environmental Legislative Processes**

POWERING POSSIBILITY

- Mineral And Petroleum Resources Development Act (MPRDA)
 - EMP
 - Public Participation
 - Scoping Report
 - Environmental Impact Assessment Report
 - Environmental Management Programme
- EMP submitted to the Limpopo Department of Mineral Resources (DMR)

Synergistics Working Together

exxaro **ENVIRO-LEGAL REQUIREMENTS**

POWERING POSSIBILITY

- ENVIRONMENTAL LEGISLATIVE PROCESSES
 - National Environmental Management Act (No. 107 of 1998) prohibits the commencement of certain controlled activities without authorisation from a competent authority.
 - Mineral and Petroleum Resources Development Act (No.28 of 2002). Char plant is situated on mining land within the boundaries of Grootegeluk Mine
 - National Water Act (No. 36 of 1998) promotes sustainable water use and protection. Section 21 lists 11 controlled activities which may not be undertaken without a Water Use License
 - National Environmental Management Waste Act (No. 59 of 2008) prohibits the undertaking of listed waste management activities without a license from a competent authority.
 - National Environmental Management Air Quality Act (No. 39 of 2004). Reform the law regulating air quality to protect the environment and prevent pollution

Synergistics Working Together

exxaro **Environmental Legislative Processes**

POWERING POSSIBILITY

- National Water Act (NWA) (No. 36 of 1998)
 - Section 21 uses which require the submission of an Integrated Water Use License Application (IWULA):
 - Section 21 (b) Storing water
 - Section 21(g) Disposing of waste in a manner which may detrimentally impact on a water resource
 - IWULA (amendment)
 - Submitted to the Limpopo Department of Water Affairs (DWA) for authorisation
- National Environmental Management Air Quality Act (No. 39 of 2004).
 - Atmospheric Emissions License will be submitted to DEA under the

Synergistics Working Together

exxaro **Environmental Legislative Processes**

POWERING POSSIBILITY

- National Environmental Management Act (NEMA)
 - GN 543 of June 2010 defines the process for undertaking an Environmental Impact Assessment (EIA)
 - EIA
 - Public Participation
 - Scoping Report
 - Environmental Impact Assessment Report
 - Environmental Management Programme
 - EIA (amendment)
 - Submitted to Limpopo Department of Economic Development, Environment and Tourism (LEDET) for authorisation

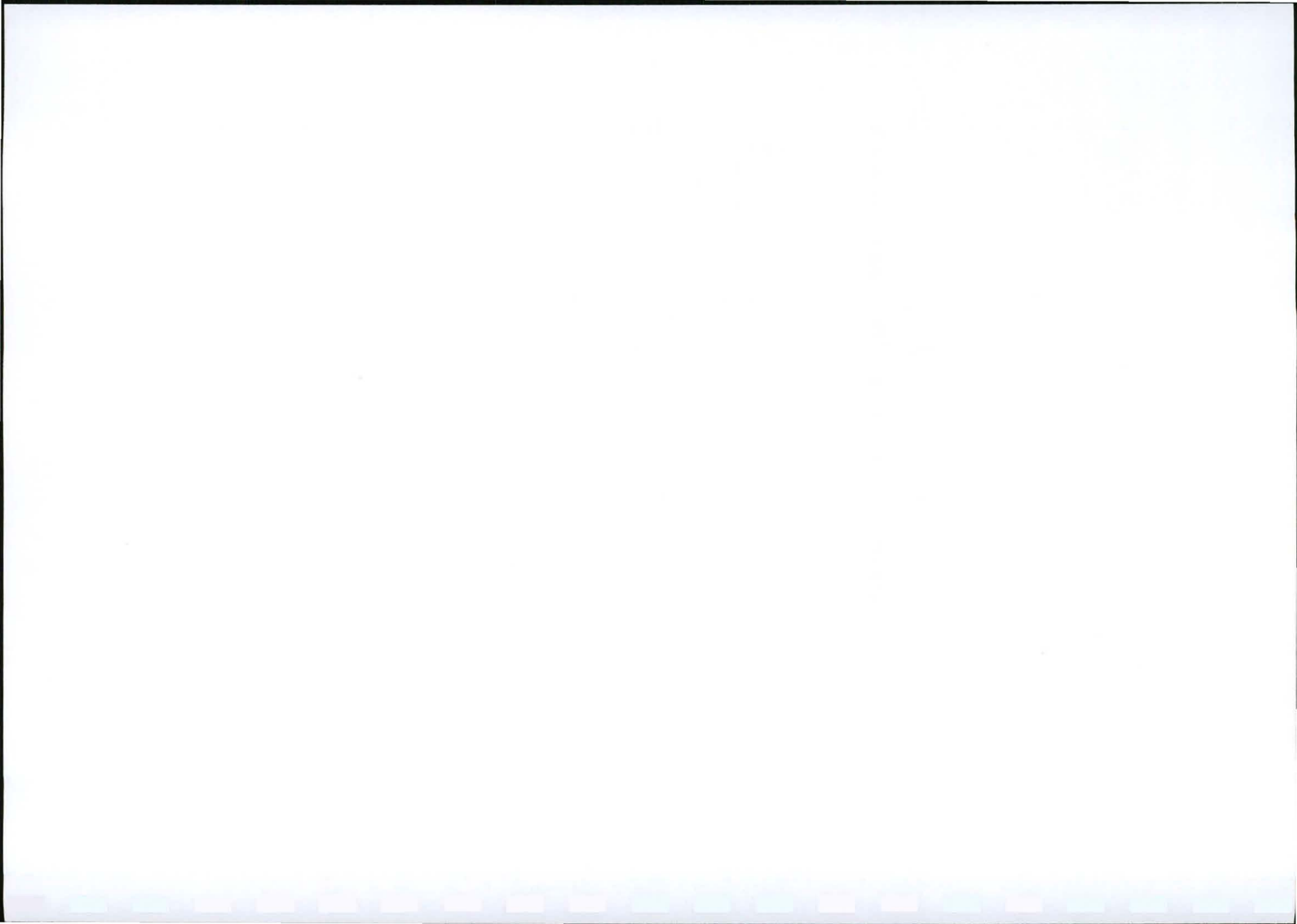
Synergistics Working Together

exxaro **Environmental Legislative Processes**

POWERING POSSIBILITY

- National Environmental Management Waste Act (NEMWA)
 - Process to be followed is the same as that of an EIA
 - Published in the EIA regulations (GN 543 of June 2010)
 - Waste Management Licence/EIA report
 - Public Participation
 - Scoping Report
 - Environmental Impact Assessment Report
 - Environmental Management Programme
 - Submitted to the Waste Management Division of the Department of Environmental Affairs (national authorities – hazardous waste)

Synergistics Working Together



exxaro **PROJECT DESCRIPTION – Environmental Considerations**

POWERING POSSIBILITY

- What are the key environmental sensitivities:
 - Groundwater Impacts
 - Surface Water Impacts
 - Waste Streams produced at the Char Plant
 - Air Quality Impacts

Synergistics Working Together

exxaro **Specialist Studies**

POWERING POSSIBILITY

- Surface Water
 - Information review and gap analysis
 - Water balance and salt balance
 - Surface water runoff and drainage components
 - Surface water impact assessment
 - Management and monitoring
 - Technical inputs into the IWULA

Synergistics Working Together

exxaro **Specialist Studies**

POWERING POSSIBILITY

- The following specialist studies will be undertaken in support of the EIA, EMP, IWULA and Waste Management Licence Application
 - Groundwater – ERM (Alkie Marais & Hesma Cockrell)
 - Surface water – Jones and Wagener (Chris Waygood)
 - Waste Stream Analysis – Golder and Associates (Leon Bredenhann)
 - Air Quality – Airshed Planning Professionals
 - Traffic Impact Assessment – WSP

Synergistics Working Together

exxaro **Specialist Studies**

POWERING POSSIBILITY

- Waste Stream Analysis
 - Identification of waste streams at Char Plant
 - Assessment of waste streams
 - Legislative requirements
 - Impact assessment
 - Management and monitoring measures

Synergistics Working Together

exxaro **Specialist Studies**

POWERING POSSIBILITY

- Groundwater
 - Information review and gap analysis
 - Hydrocensus
 - Borehole drilling
 - Groundwater samples
 - Hydro-chemical analysis
 - Conceptual groundwater model
 - Characteristics
 - Groundwater flow, rate and direction
 - Groundwater recharge
 - Groundwater impact assessment
 - Management measures and monitoring

Synergistics Working Together

exxaro **Specialist Studies**

POWERING POSSIBILITY

- Air Quality
 - Identification of atmospheric emissions
 - Identification of sensitive receptors
 - Simulation of
 - PM10 concentrations
 - Dust fallout
 - Evaluation of human health risks
 - Recommendations
 - Mitigation measures
 - Air quality monitoring programme

Synergistics Working Together



exxaro **Specialist Studies**

POWERING POSSIBILITY

- Traffic
 - Site inspection
 - Visual assessment of existing conditions
 - Sample traffic counts at selected intersections
 - Forecast future traffic conditions
 - Management measures to mitigate potential impacts

Synergistics Working Together

exxaro **DISCUSSION AND QUESTIONS**

POWERING POSSIBILITY

Synergistics Working Together

exxaro **Public Participation**

POWERING POSSIBILITY

- Public consultation process involves:
 - Notifying IAPs of the project
 - Provide opportunity for IAPs to comment
 - Maintain a register of IAPs and comments
 - Provide an opportunity for IAPs to review and comment on all reports;
 - Comments must be included in reports submitted to authorities

Synergistics Working Together

exxaro **CONTACTS**

POWERING POSSIBILITY

ENVIRONMENTAL CONSULTANTS:
 Synergistics Environmental Services:
 Mari Wolmarans and Vivienne Vorster

Tel: 011 807 8225 Fax: 011 807 8226

PO Box 1822, Rivonia, 2128

Email: vivienne@synergistics.co.za

Synergistics Working Together

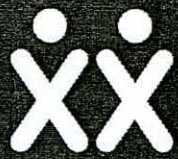
exxaro **Way Forward**

POWERING POSSIBILITY

- Written comments from IAPs
- Scoping Report(s) for public review
- Draft IWULA Amendment Report for public review
- Submission of Scoping Report(s) and Draft IWULA Report to authorities
- Engineering designs to be completed
- Specialist studies to be completed
- IAPs to review final reports before submission
- Final EIA, EMP, IWULA, Atmospheric Emissions License and Waste Management License submission to authorities for approval

Synergistics Working Together





11 August 2010

PRESENTATION ENVIRONMENTAL:
PUBLIC INFORMATION AND PARTICIPATION MEETING
SINTEL CHAR EXPANSION

exxaro
POWERING POSSIBILITY

REDUCTANTS



CONTENTS

- ❖ Char Plant Location
- ❖ Reductants
- ❖ Char Market & Logistics
- ❖ Char Plant Description & Layout
- ❖ Char Plant Expansion



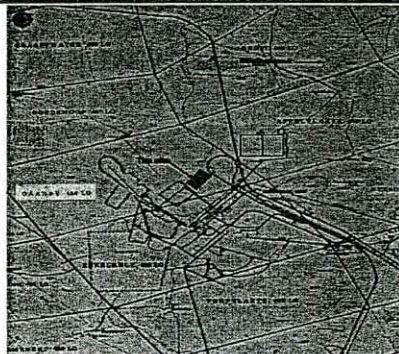
REDUCTANTS

- Used in the metals industry to reduce oxygen from ore to produce the basic metal
- Carbon is the essential component of a reductant
- Exxaro entered reductants market with existing char plant targeting the Ferrochrome (FeCr) market
- Reductants in use in FeCr industry is a blend of:
 - Coke
 - Char
 - Coal
- Good quality char can replace imported coke to some extent



SINTEL CHAR PLANT SITE

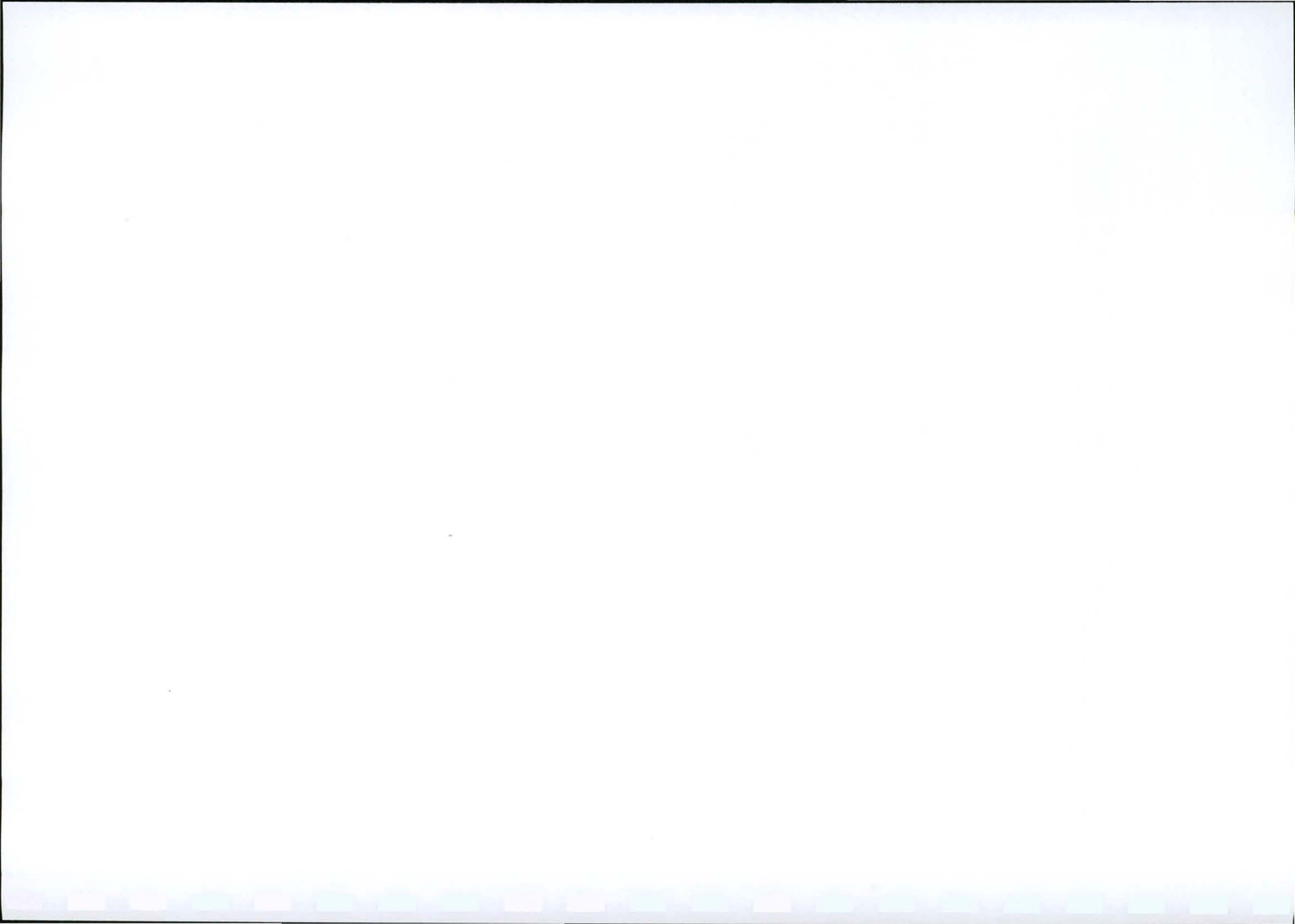
PLANT POSITION



MARKET - Ferrochrome

- > Ferrochrome - main constituent in Stainless Steel production
- > Ferrochrome vs Chrome ore export = benefit to SA economy
- > Exxaro Char clients:
 - ❖ HERNIC - RUSTENBURG
 - ❖ ASSMANG - MACHADODORP
 - ❖ ASA METALS - BURGERSFORT
- > Char transported by road to clients
 - ❖ Limited rail capacity from Lephalale
 - ❖ No rail facilities available close to clients

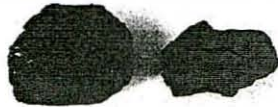




CHAR PRODUCT OVERVIEW

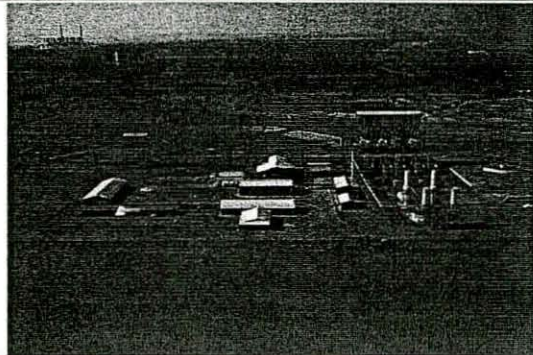
- What is Char?
 - Char is formed when coal is devolatilised at temperature in the absence of oxygen
- Comparison between coal and char:

	COAL	CHAR
Fixed carbon	82.3%	84.2%
Ash	12.5%	14.4%
Volatiles	24.1%	1.3%



XX

CHAR PLANT



CHAR PLANT - AS BUILT

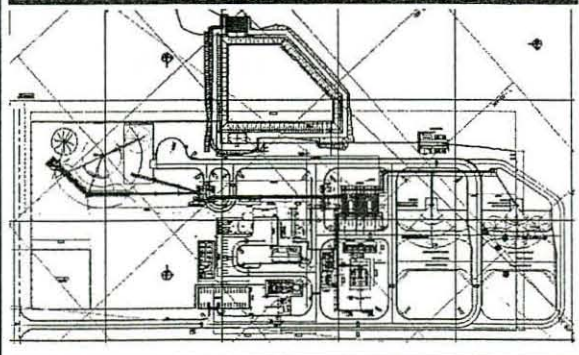
XX

CHAR PLANT - CURRENT

- > 140 ktpa Char production capacity
- > 4 Retort units commissioned between June and November 2009
- > Plant units:
 - ✓ Coal stockpile with plant feed conveyors
 - ✓ Product stockpile and handling area
 - ✓ Retorts with gas cleaning and cooling section
 - ✓ Tar storage and truck loading facility
 - ✓ Liquor destructor area with storage vessels
 - ✓ Excess gas flares
 - ✓ Utilities – Steam, Compressed Air, Diesel and LPG
 - ✓ Bunded areas for process and storage vessels
 - ✓ Pollution control dam
 - ✓ Buildings

XX

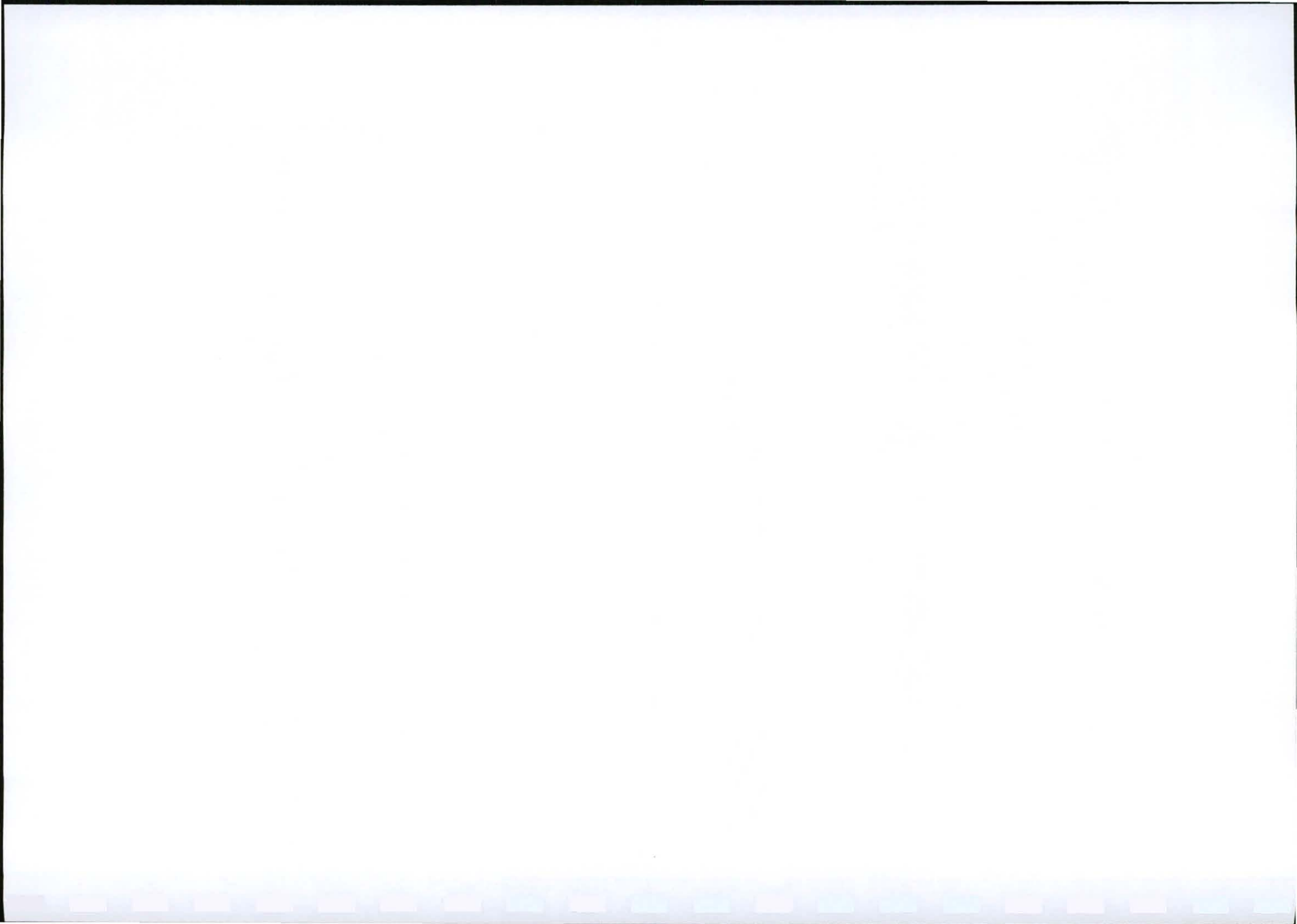
CHAR PLANT LAYOUT - 2007



SINTEL CHAR PLANT PROCESS

- > CHAR PLANT
 - > CHARACTERISTICS OF THE PROCESS
 - > Feedstock is washed, sized and free of fines limiting the potential for coal dust generation.
 - > Char process takes place in closed circuit
 - > Involves the recycling of gaseous heat in the absence of oxygen which maximizes recovery of lumpy carbon
 - > Gas from the retort system is passed through electrostatic precipitators, which removes tars and light oils from the gas
 - > Water condensate (liquor) from the cooling systems and gas booster fans are disposed of through a liquor destructor that burns of the contaminants

XX



SINTEL CHAR PLANT PROCESS (cont.)

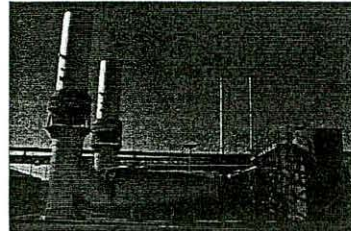
12

- CHARACTERISTICS OF THE PROCESS (Cont.)
 - Char product and tar is transported to the various clients by road transport
 - Raw, potable and process water is supplied from the mine through a dedicated supply
 - Process water is used to quench the Char Product leaving the retort.
- RUN-OF-MINE FEEDSTOCK
 - Coal is washed, crushed and screened at the mine
 - Coal is then transported via overland conveyor and stockpiled at the CHAR PLANT Site.

XX

Waste liquor handling

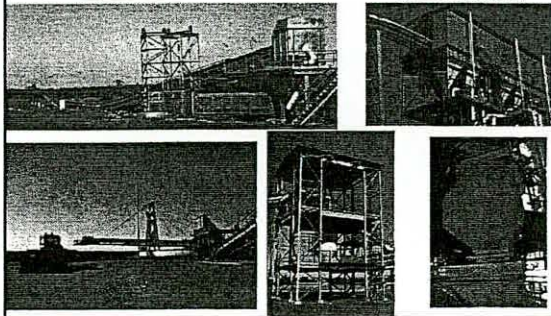
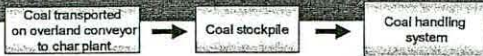
15



XX

Coal handling & transportation

13

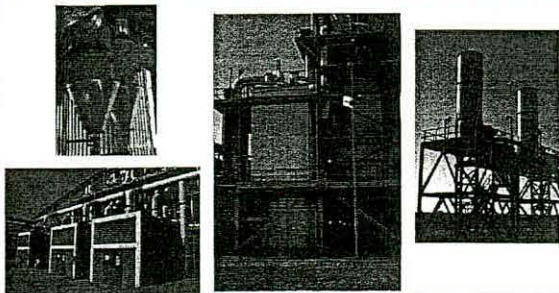
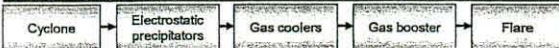


CHAR PLANT EXPANSION

XX

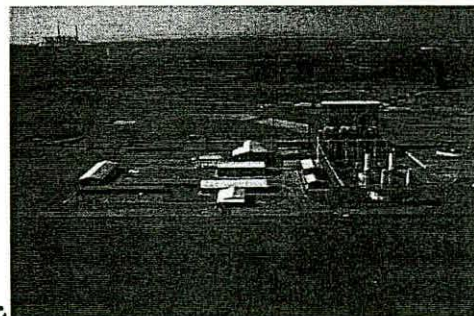
Gas handling system

14



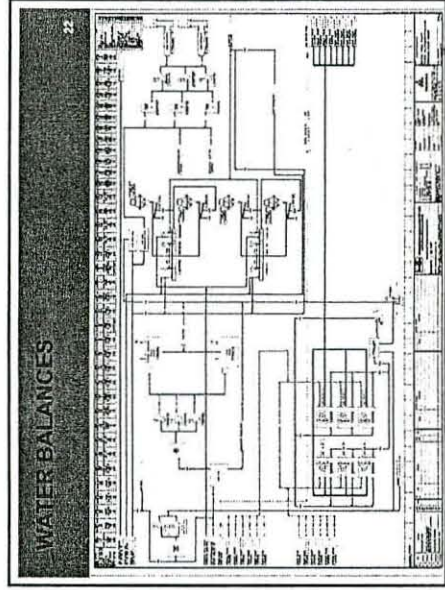
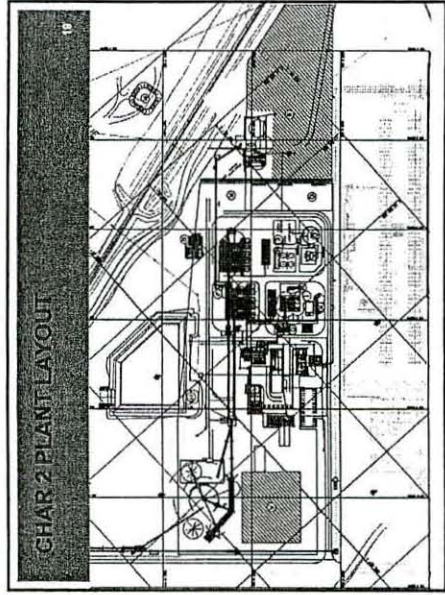
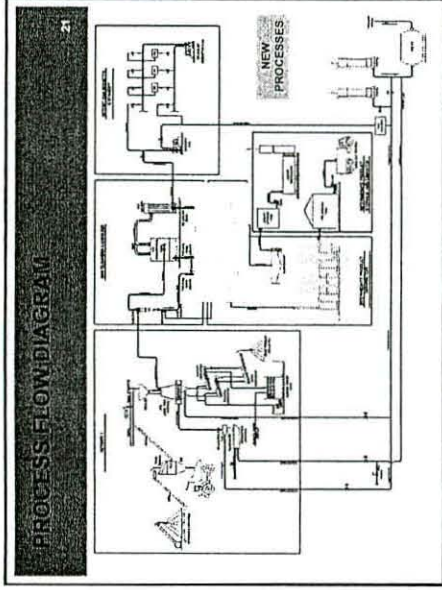
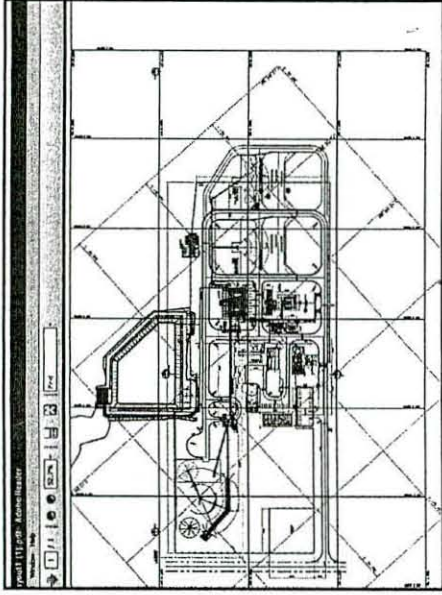
CHAR PLANT

17



XX

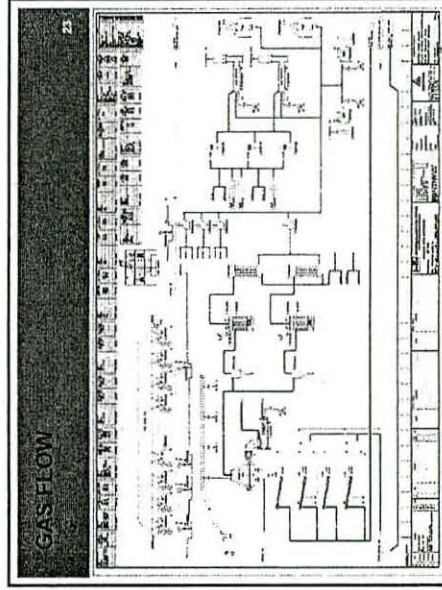




CHAR EXPANSION

- 4 Additional retorts to be constructed next to original 4 Retort units
- Char retort and gas circulation process layout to be duplicated
- Increase gas recirculation system and excess gas flare capacity
- Construct new product stockpile area with in-line screening
- Construct new Tar storage and truck loading facility
- Install additional liquor destructor capacity and liquor
- Construct a tar sludge (coal fines and tar mixture) handling area
- Construct a tar sludge storage and reclamation facility
- Increase size of coal feed stockpiles with automated coal loading
- Increase area of non-process buildings
 - Reclaiming of char and coal fines
 - Utilization of excess process gas

XX





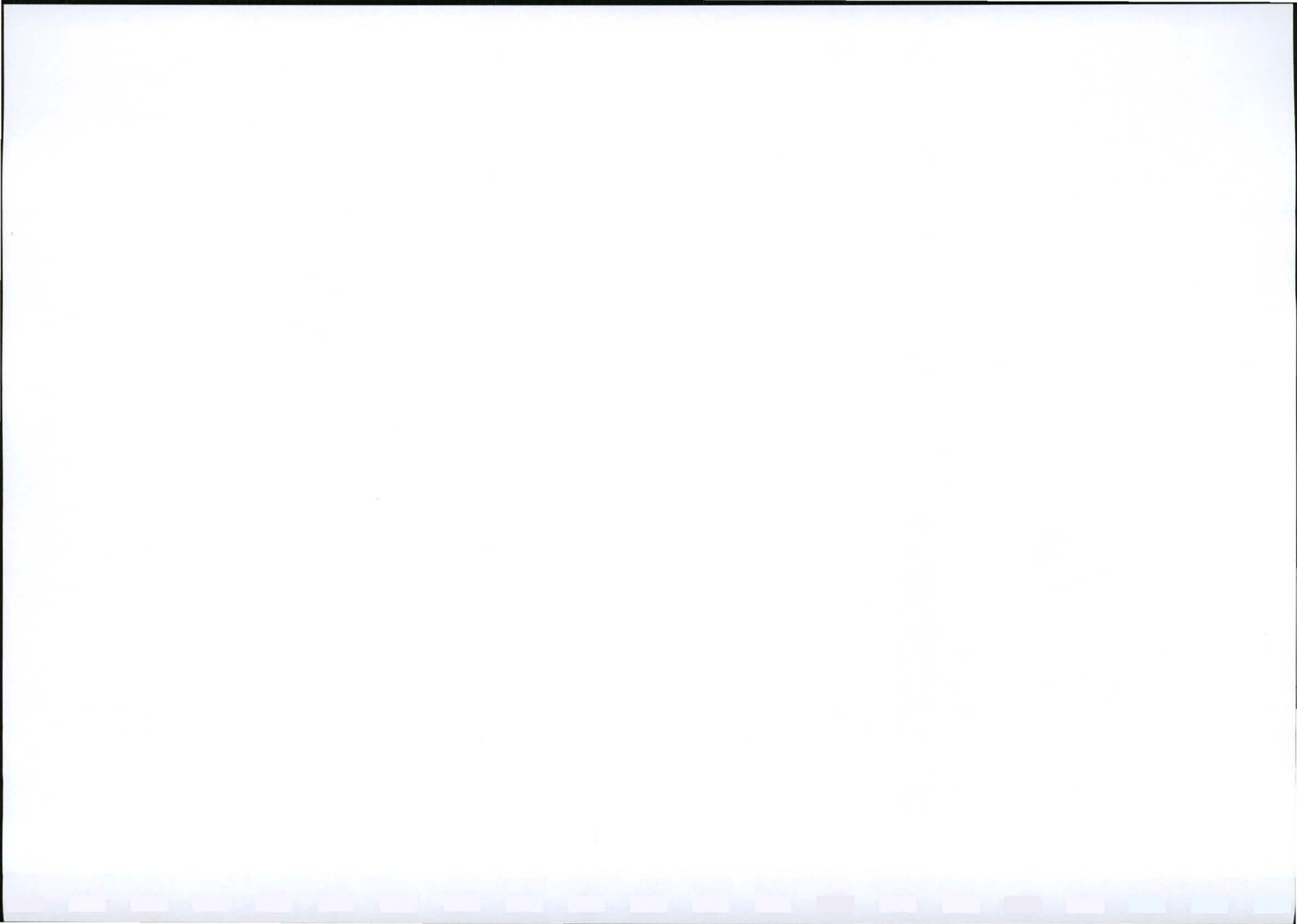
ENVIRONMENTAL QUANTIFICATION

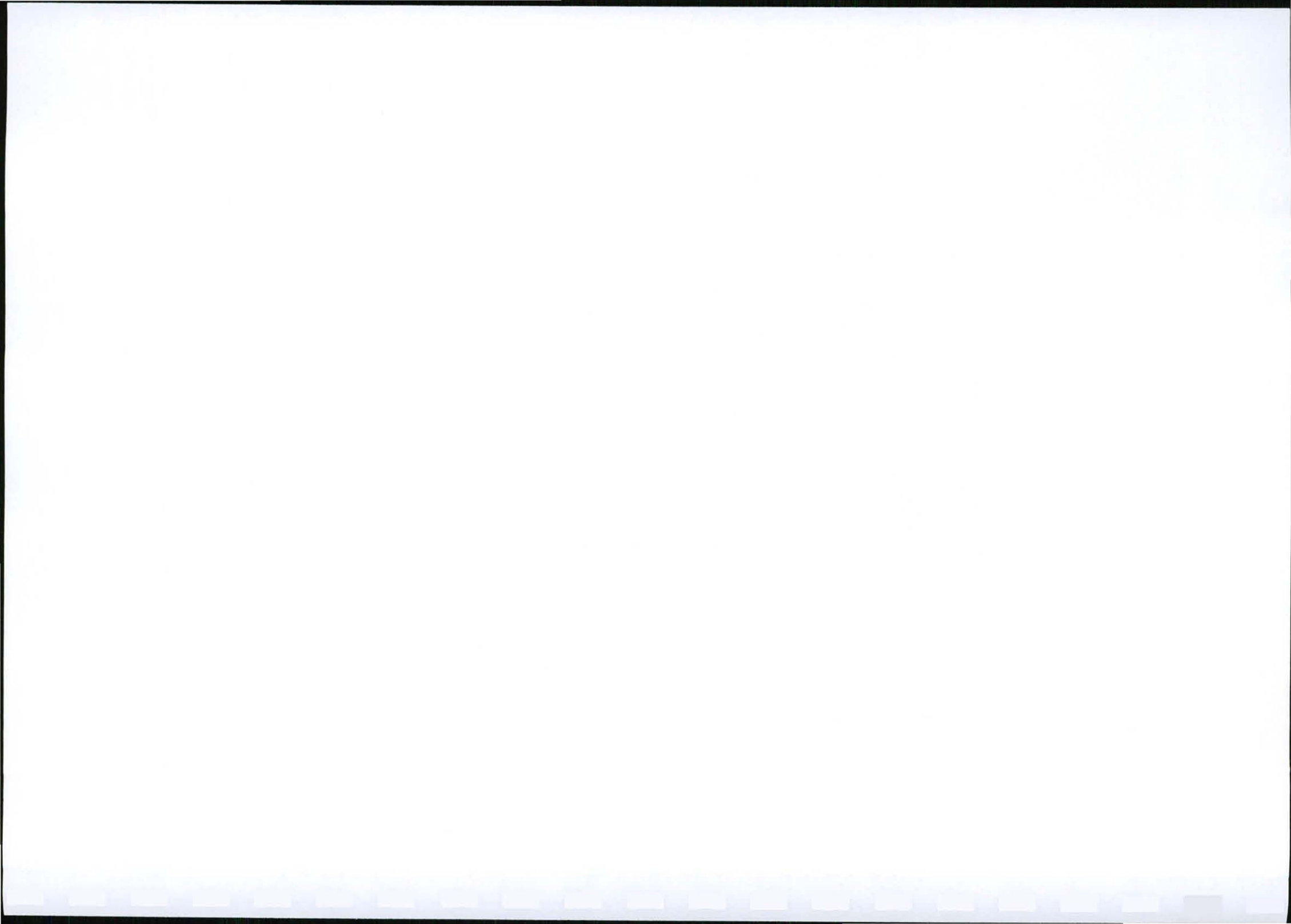
APPROXIMATE EMISSION COMPARISON: lb/h

ITEM	DIESEL CAR	HAUL TRUCK	BOILER	RETORT
SOx	0.25	3.8	200	84
HC	1.8	.27	900	15
HC#(Armsell)	4.5	65	300	12
CO ₂	3.5	54	1300	258
NOx	8	65	950	83
Particulate matter	0	0.1	150	3
H ₂ O	1.5	15	350	480
TOTAL GFC-GAS/gh <small>(sum of GFC-weight)</small>	18	215	3800	455

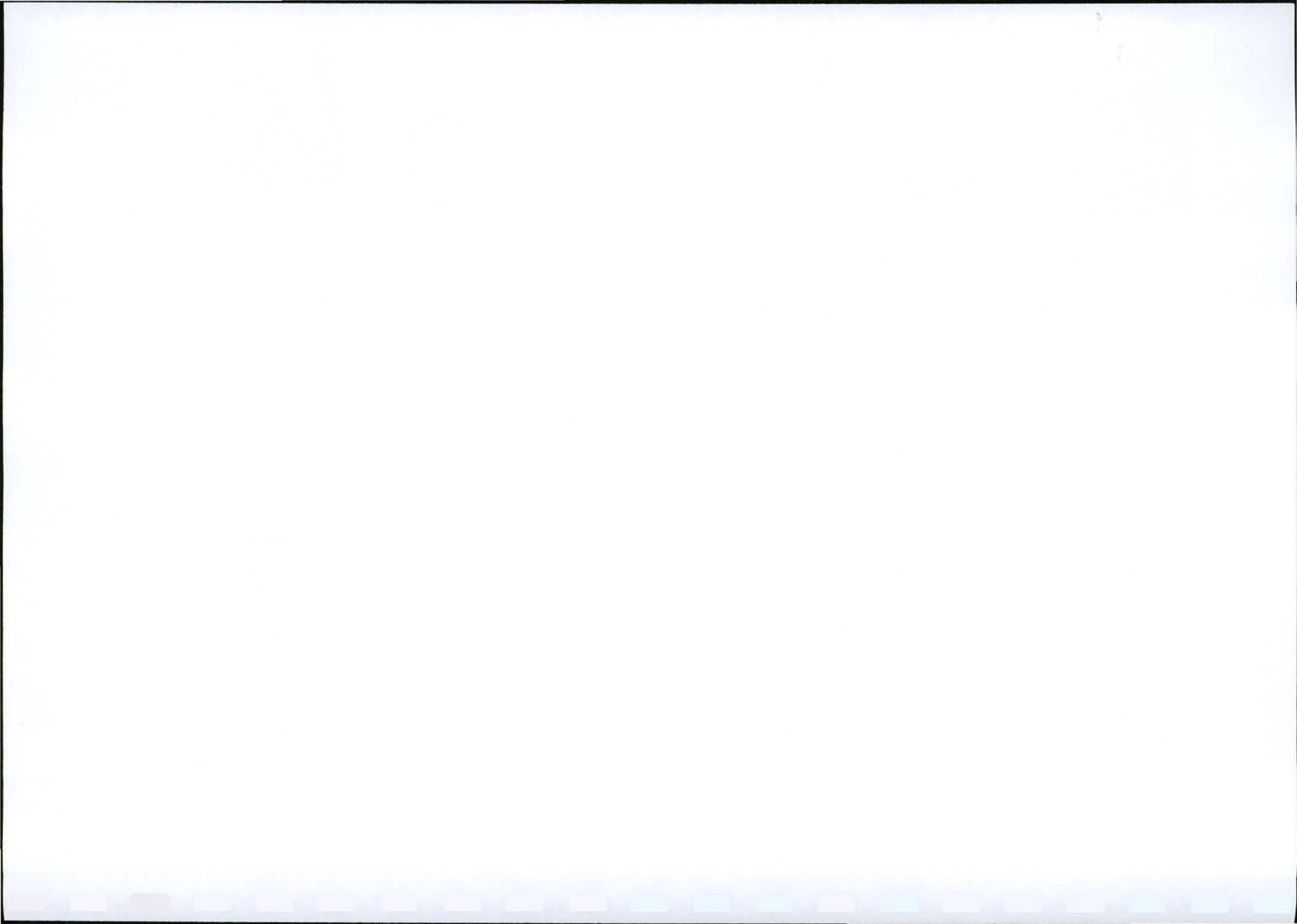
One Retort = 2.1 Haul Trucks' emission = 6.5 Bakkies' emission ; Retort/Boiler = 1/33
 Process: Slow, Low temp, Low Oxygen versus Fast, High temp, Abundance of Oxygen

XX





March 2011



MINUTES OF MEETING



Project: Exxaro Projects: Grootegeluk Char Plant Expansion, and Coke and Co-gen Plant

Meeting: Authority Meeting

Date & Venue: 16 March, 2011
Department of Mineral Resources (Polokwane)

Compiled by: Edwynn Louw and Shelley Holt
Synergistics Environmental Services

Johannesburg: Tel: 011 807 8225, Fax: 011 807 8226
PO Box 1822, Rivonia, 2128
84 Wessels Road, Rivonia

Eastern Cape: Tel: 041 583 1158, Fax: 085 552 0165
Suite 71, P Bag X13130, Humewood,
Port Elizabeth, 6013

KwaZulu Natal: Tel/Fax: 033 343 4642
15 Quamy Road, Hilton, 3201

ATTENDANCE:

Name	Telephone	Email
Edwynn Louw	011 807 8225	edwynn@synergistics.co.za
Shelley Holt	011 807 8225	shelley@synergistics.co.za
Azwi Mulaudzi	015 287 4700	azwihangwisi.mulaudzi@dmr.gov.za
Emily Munyai	015 287 4749	emily.munyai@dmr.gov.za
Charles Linstrom	012 307 4100	charles.linstrom@exxaro.com

MINUTES:

Charles Linstrom – Exxaro (CL) and Shelley Holt - Synergistics (SH): Provided the DMR with copies of the background information document. SH and CL explained the project location and described the project. Exxaro would like to update the entire EMPr (Golder will do this) and add an addendum to incorporate the new Char, Coke and Co-generation projects.

Question/Issue Raised:	Answer:
Azwi Mulaudzi – DWA (AM): What do you produce?	CL: Char. We want to expand our plant and add a coking process (explained process).
AM: Are you using waste coal?	CL: No, we are using coal product from bench 11 and 13 at Grootegeluk Mine which is ideal for process.
AM: So the current plant is a Char plant, and now you want to expand Char and construct Coke and Co-Generation plants?	SH and CL: Yes, (explained process).
SH: We will do EMP amendment, update closure costing etc. This will be a separate document (from the current EMP update of the entire Grootegeluk Mine). This is due to different pollutants. Do you think this will be acceptable?	AM: For administrative purposes, we want one EMP and not several amendments to the EMP. CL: We will try to align the Char, Coke and Co-gen EMP with the whole Grootegeluk Mine EMP update.

<p>AM: DMR requires a scoping report, then the EMP. When submitting reports, submit in parallel to DWA, DEA etc. so ensure that you meet all legislation.</p>	<p>SH: We will do this.</p>
<p>AM: What is Coke? Whom are you selling it to?</p>	<p>CL: Coke is formed by compressing coal and then heating it to remove impurities. Coke is used to produce steel.</p> <p>CL: We sell it to many clients, such as chrome producers and smelters.</p>
<p>AM: Will there be water pollution as a result of these plants?</p>	<p>CL: We are decreasing existing water pollution on the mine property. The groundwater pollution plume is being reduced. In our water use license there are stipulations to manage this. We have written a water and waste management plan.</p> <p>SH: The new construction is not likely to have a significant detrimental impact on ground water.</p> <p>CL: Construction is to take place on an old coal stockpile site used in the 1970s. We have taken out all coal from the construction area, so no further pollution will leach from this coal to the groundwater.</p>

**CHAR, COKE AND CO-GEN PROJECTS
AT GROOTEGELUK MINE, LEPHALALE**

AUTHORITIES MEETING WITH DMR



Date: Wed 16 March 2011
Time: 10H00 – 11H30
Venue: DMR Office, Polokwane

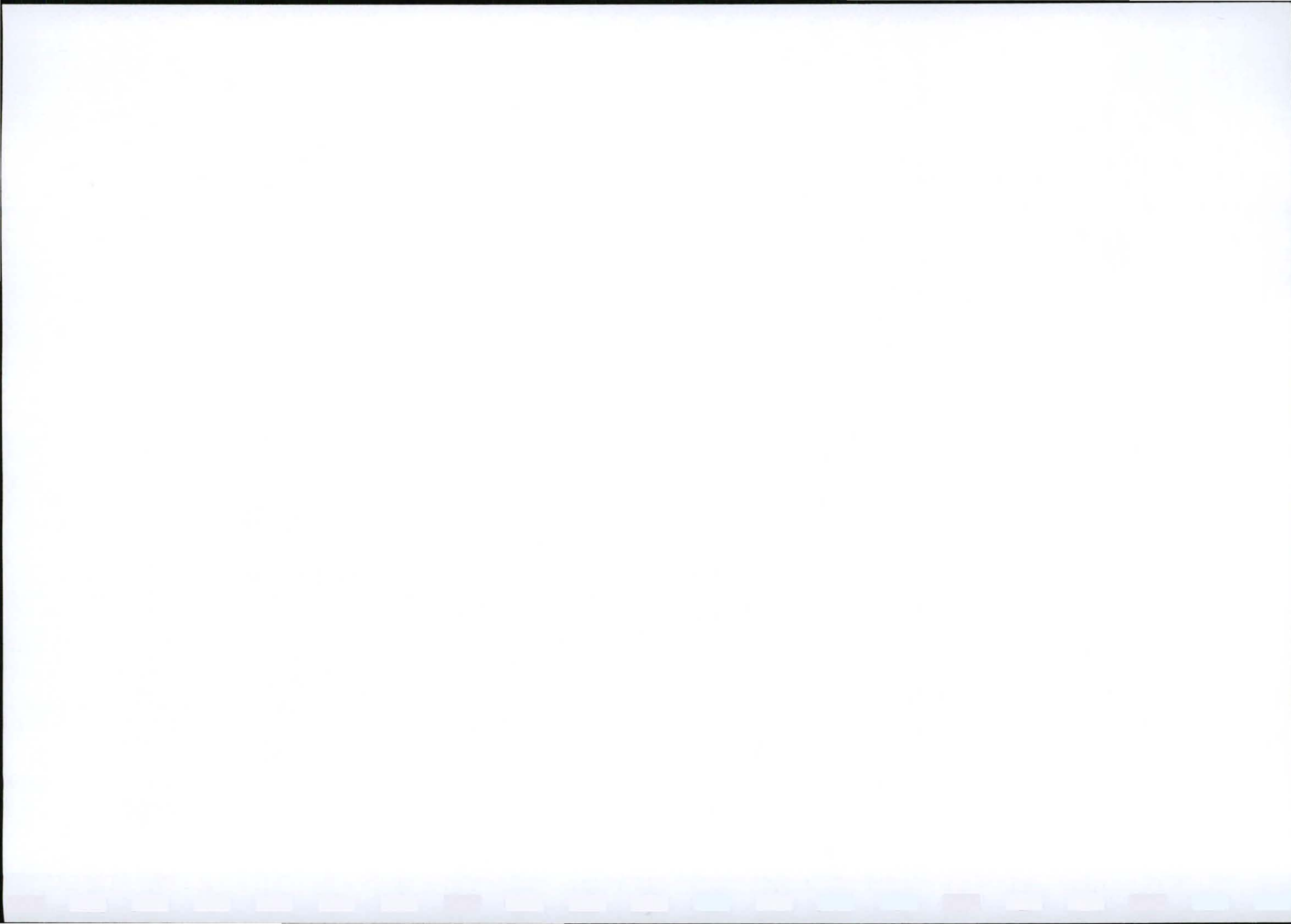
Johannesburg: Tel: 011 807 8225, Fax: 011 807 8226
PO Box 1822, Rivonia, 2128
64 Wessels Road, Rivonia

Eastern Cape: Tel: 041 583 1156, Fax: 086 562 0165
Suite 71, P Bag X13130, Humewood,
Port Elizabeth, 6013

KwaZulu Natal: Tel/Fax: 033 343 4642
15 Quarry Road, Hilton, 3201

AGENDA

1. INTRODUCTION AND PURPOSE OF THE MEETING
2. BRIEF PROJECT DESCRIPTIONS
 - 2.1 Char Plant Expansion
 - 2.2 Coke Manufacturing Plant
 - 2.3 Co-generation Plant
3. EMP AMENDMENT
 - 3.1 EMP Amendment Process and Reports to be Compiled
 - 3.2 Specialist Studies
 - 3.3 Public Consultation Process
4. QUESTIONS AND DISCUSSION
5. WAY FORWARD
6. CONCLUSION

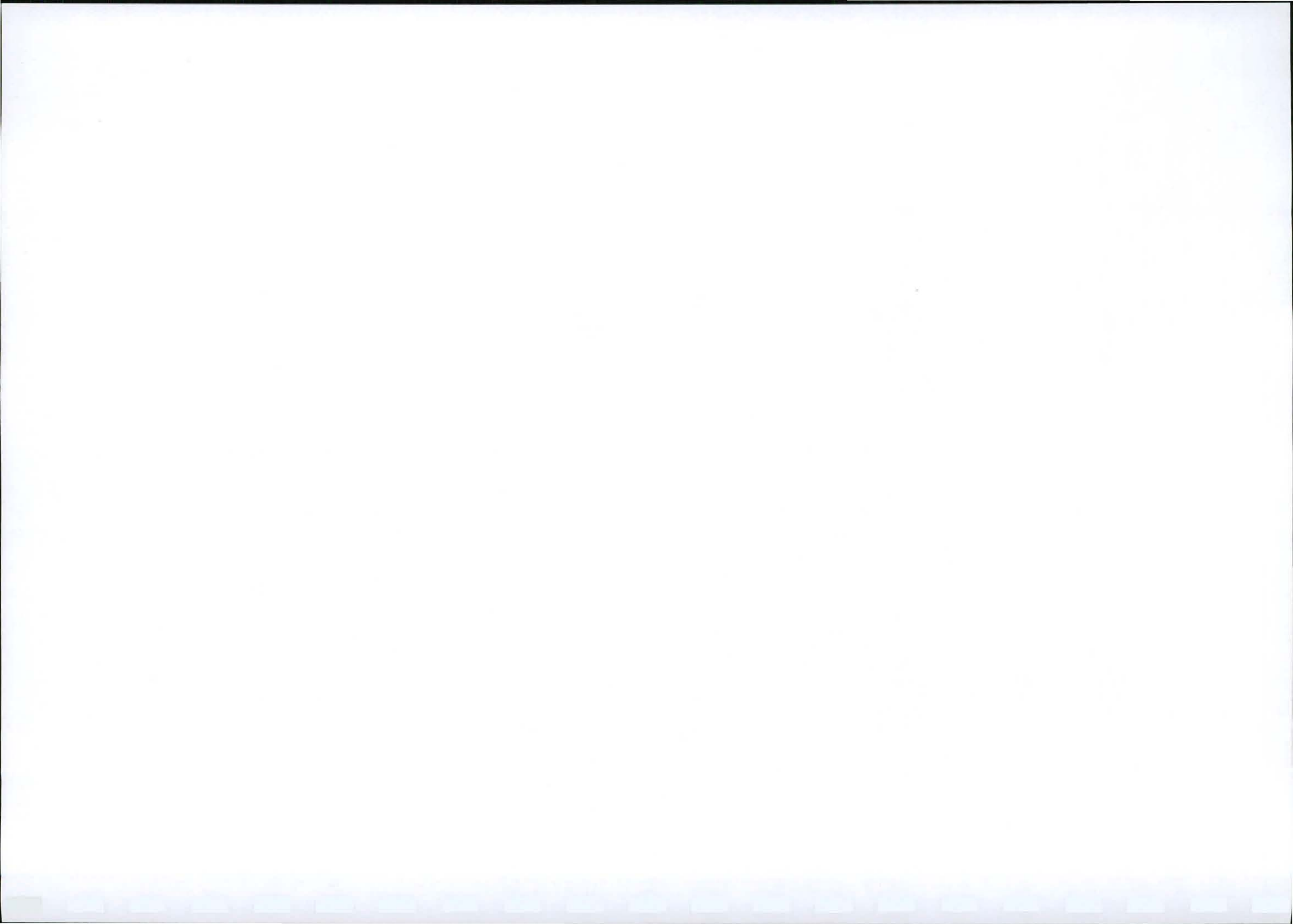


GROOTEGELUK MINE CHAR, COKE AND CO-GEN PROJECTS

DMR MEETING 16 MARCH 2011

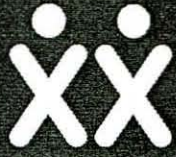
ATTENDANCE REGISTER

NAME	POSITION	TEL	FAX	E-MAIL	POSTAL ADDRESS
S. Holt	Environmental Scientist	0118078225	0118078226	shelley@synergistics.co.za	
Azwi Mulaudzi	D.D; ENVIRONMENT	0152974700	0152974729	gzwikangwisi-mulaudzi@dmr.gov.za	101 Dorp street Polokwane, 0700
Emily munyai	Environmental officer	0152874749		emily.munya@dmr. epw.za	
Charles Linström	EXXARO - HYDROLOGIST	0123074100		charles.linstrom@exxaro.com	PO BOX 12349 DIE HOEWES 0163
E. Louw	Environmental scientist	0118078225		edwynn@synergistics .co.za	



Presentation given at all authority meetings





17 MARCH 2011

CHAR & MARKET COKE ENERGY RECOVERY PLANTS

EIA Public Participation Presentation

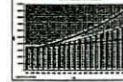
Sachin Thakurpersad / Gert Jansen van Rensburg



POWERING POSSIBILITY

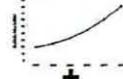
Electricity Generation

Energy Supply Shortage



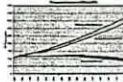
+

Energy Price Pressure



+

Carbon Constrained Future



exxaro

Business Response:
Prepare for a Low-Carbon,
Energy Constrained
Future with Sustainability



Impacts on Business

- Higher energy costs
- Higher operational costs
- Higher maintenance costs
- Higher capital costs
- Higher risk of non-compliance
- Higher risk of reputational damage

What Does it mean for Exxaro and its Stakeholders

- Improving energy efficiency-More Electricity for Communities
- Designing for efficiency
- Carbon offsets-Greener Economy
- Lower harmful emissions into atmosphere,
- Cleaner processes

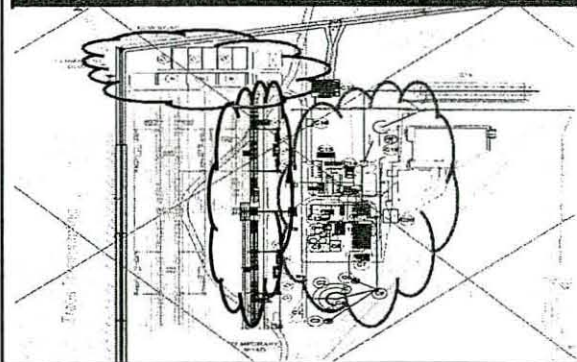
Objectives

To provide:

- > A rationale for electricity generation by effective usage of waste heat and discard materials;
- > Ensuring compliance to Environmental protection legislation requirements by using modern process technology;
- > An overview of the Market Coke Co-generation plant;
- > An overview of the Char Energy Recovery plant;
- > Coke Process Video Clip



Site Layout/Location

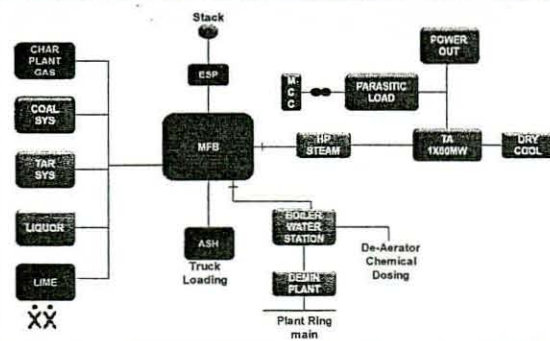


Introduction

- Char plant Produces the following Streams:
 - Tar
 - Liquor
 - Off Gas
 - Char
- Coke Ovens Produce
 - Waste Heat/Hot gas
 - Coke product
- The Waste Heat/Off-gas energy can be used for electricity generation;
- The aim is to build a plant to generate
 - 70 MW of electricity from Coke Oven Flue Gas (COFG) produced by Coke Plant using Waste Heat Recovery Boiler (WHRB) technology
 - 80 MW of Electricity from the Streams from the Char Plant with supplement of Discard Coal using Circulating Fluidized Bed (CFB) Boiler technology



Char Co-Generation Plant

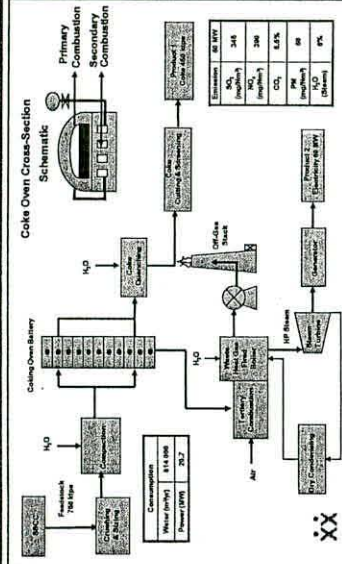




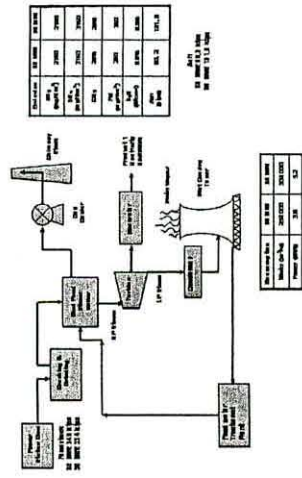
Emission Levels Comparison

Emissions, Power, or Product	Coke Plant		Integrated Coke, Char and Energy Plant		Air Quality Act, March 2010		Air Quality Act, March 2010	
	240 tpa	240 tpa	240 tpa	240 tpa	240 tpa	240 tpa	240 tpa	240 tpa
SO ₂ (ppm)	600	400	345	261	300	300	300	300
NO _x (ppm)	210	100	30	290	300	300	300	300
CO ₂ (%)	7.3	8	7.3	6.3	7.3	7.3	7.3	7.3
PM (ppm)	8	0	0	0	8	8	8	8
H ₂ S (ppm)	160	0	0	0	160	160	160	160
PH ₂ , VOC, Total HAP	0	0	0	0	0	0	0	0
Power	23 MW (with & away)	132 MW	60 MW	11 MW (10 MW)	23 MW	23 MW	23 MW	23 MW
XX Product								

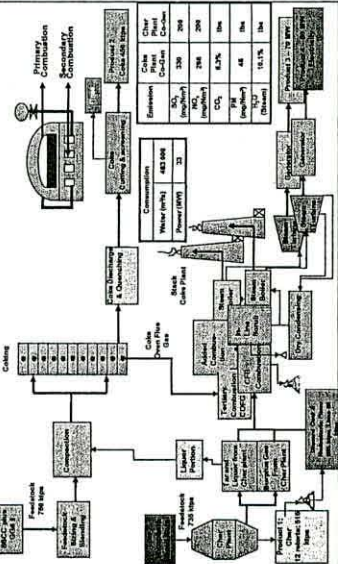
Coke Plant with Co-gen



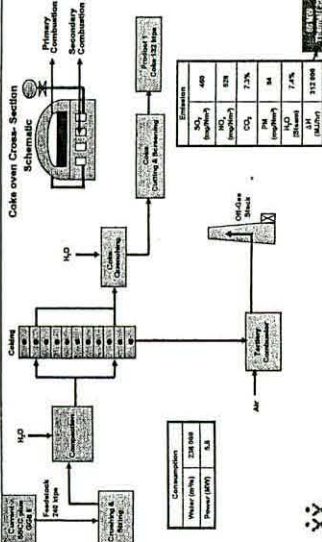
FOR COMPARISON PURPOSES ONLY Coal fired power station



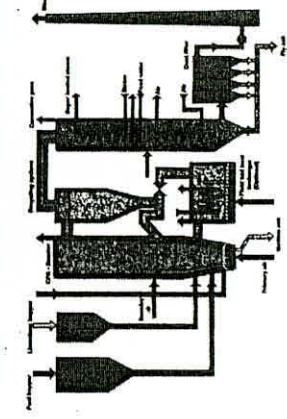
Integrated Coke, Blast and Co-gen

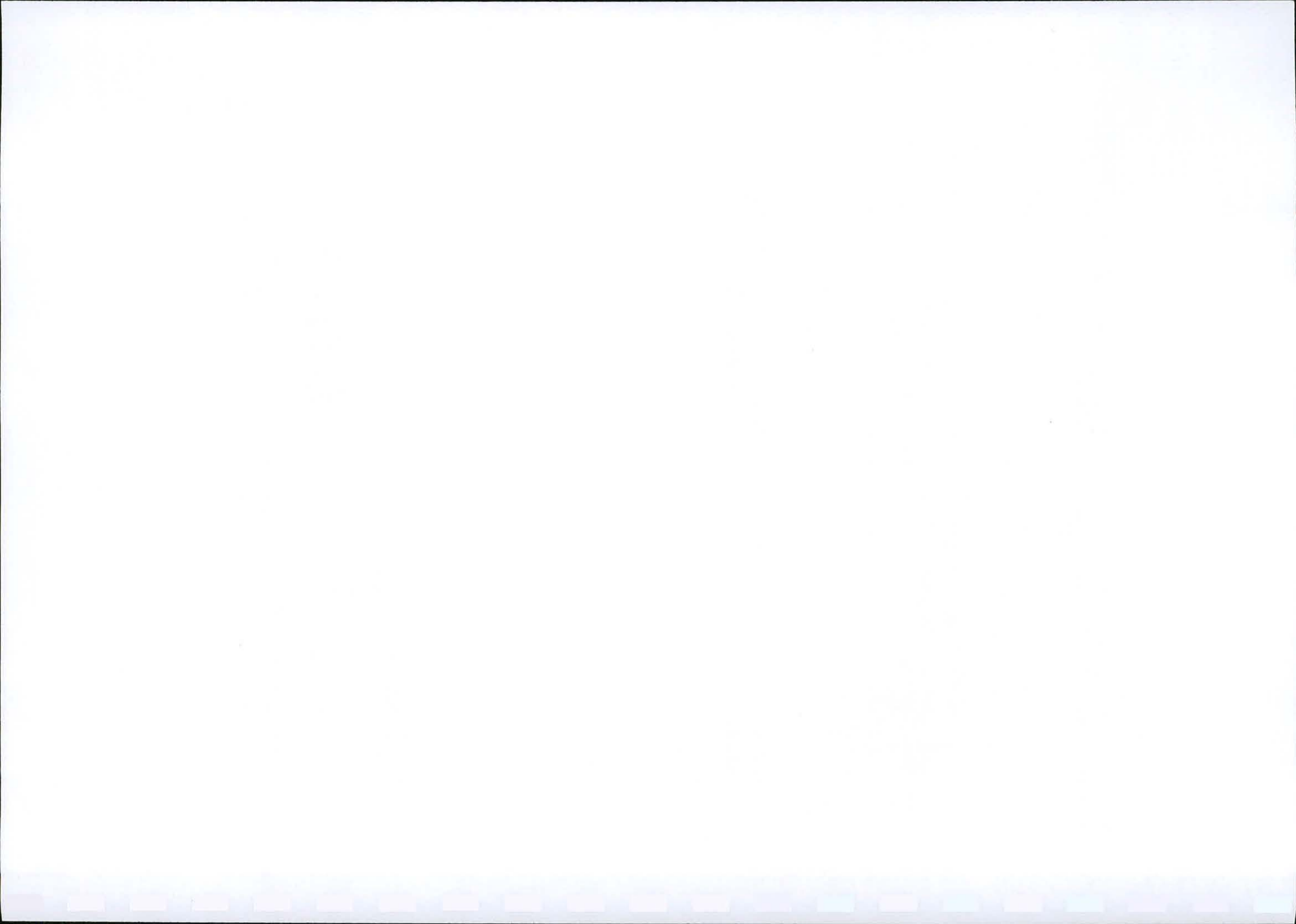


Coke Plant without Co-gen



Circulating Fluid Bed Coal Boiler





12

Coke Process and Plant Examples

Modern Analysis Techniques (TFD)

xx

Questions

15

?

xx

13

Emission Reduction Features

Increase of Coke Quality and Reduction of Emissions by Stamp Charging at Heat Recovery Ovens

Modern Design Technology – Negative Pressure process

- Complete Combustion, sufficient Air addition before WHRB entry
- Tertiary or Quaternary Combustion (if required)

xx

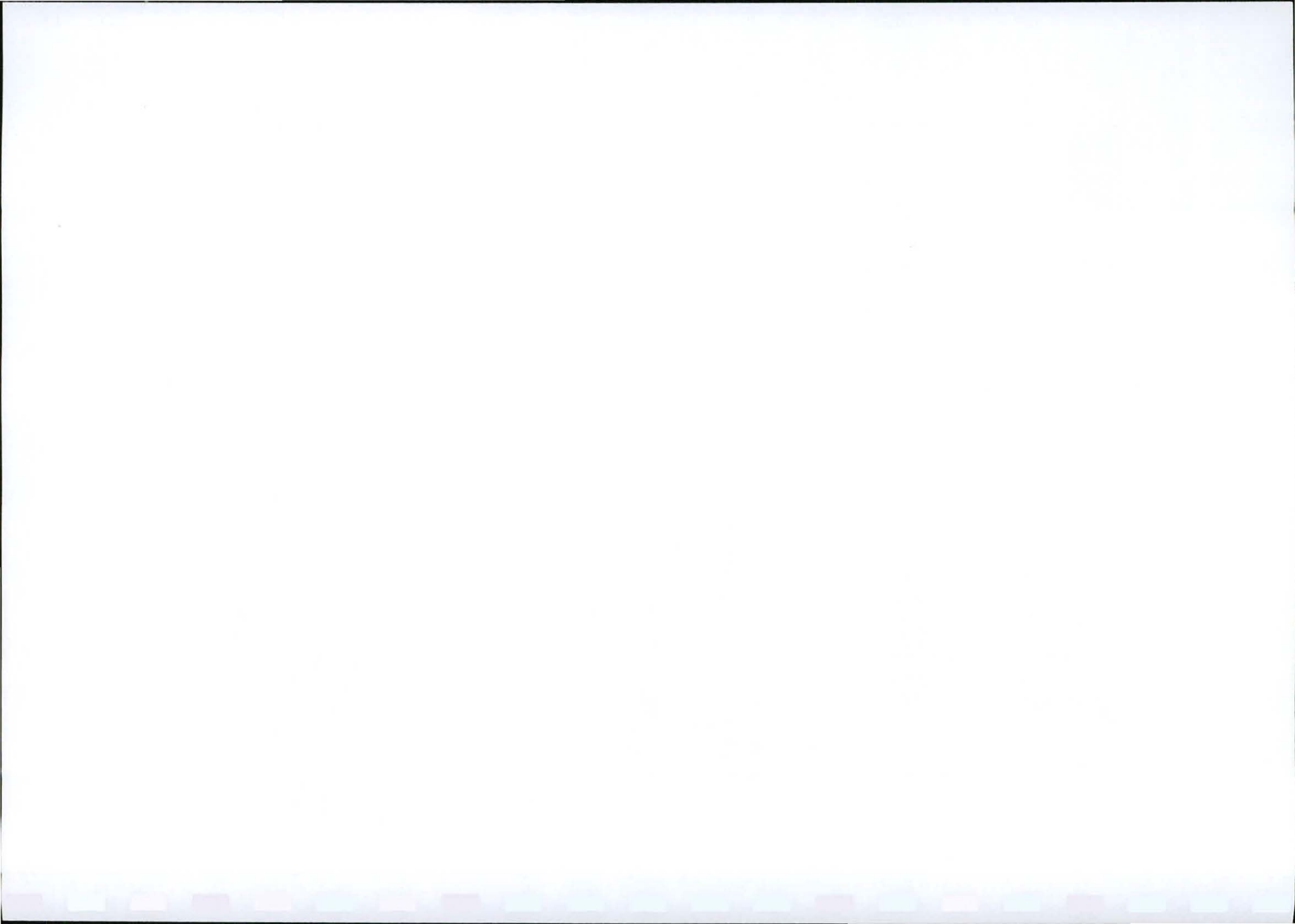
14

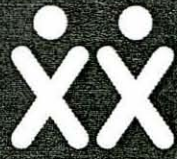
Flow and Constituents Modeling

CO₂ Formation 35 Hours

Hydrogen Formation 35 Hours

xx





17 March 2011

**PRESENTATION ENVIRONMENTAL:
PUBLIC INFORMATION AND PARTICIPATION MEETING
CHAR PLANT EXPANSION**



REDUCTANTS



CONTENTS

- Char Plant Location
- Reductants
- Char Market & Logistics
- Char Plant Description & Layout
- Char Plant Expansion

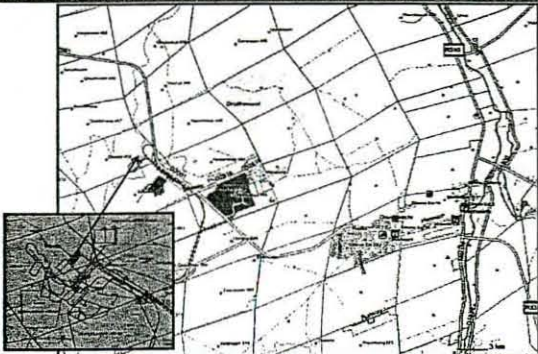


REDUCTANTS

- Used in the metals industry to reduce oxygen from ore to produce the basic metal
- Carbon is the fundamental component of a reductant
- FeCr industry uses a blend of Reductants namely:
 - Coke
 - Char
 - Coal
- Exxaro entered reductants market with existing char plant targeting the Ferrochrome (FeCr) market
- Good quality char can replace imported coke to some extent



SINTEL CHAR PLANT SITE PLANT POSITION



MARKET - Ferrochrome

- Ferrochrome - Used in Stainless Steel production
- Ferrochrome vs Chrome ore export = benefit to SA economy
- Exxaro Char clients:

➤ HERNIC	-	RUSTENBURG
➤ ASSMANG	-	MACHADODORP
➤ ASA METALS	-	BURGERSFORT
- Char transported by road to clients
 - Limited rail capacity from Lephalale
 - No rail offloading facilities available close to clients

