



20 August 2018

Climate Change Mitigation
Department of Environmental Affairs
Environment House
473 Steve Biko Road
Pretoria, 0002
REF: PPP Hillside Aluminium

Hillside Aluminium Proprietary Limited
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Richards Bay, 3900
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Dear Ms M Tshangela,

**RE: RESPONSE TO LETTER RECEIVED FROM DEA ON 20 JULY 2018, REGARDING
HILLSIDE'S SUBMITTED POLLUTION PREVENTION PLAN**

With reference to the letter received from the Department of Environmental Affairs (DEA) dated 20 July 2018, Hillside Aluminium subsequently provides the following response.

Hillside Aluminium submitted the Pollution Prevention Plan (PPP) on 21 June 2018. It is noted that the DEA rejected the PPP due to missing information. Upon investigation it was found that the submitted document was missing pages as well as the table for reporting 2016 emission data was incorrect.

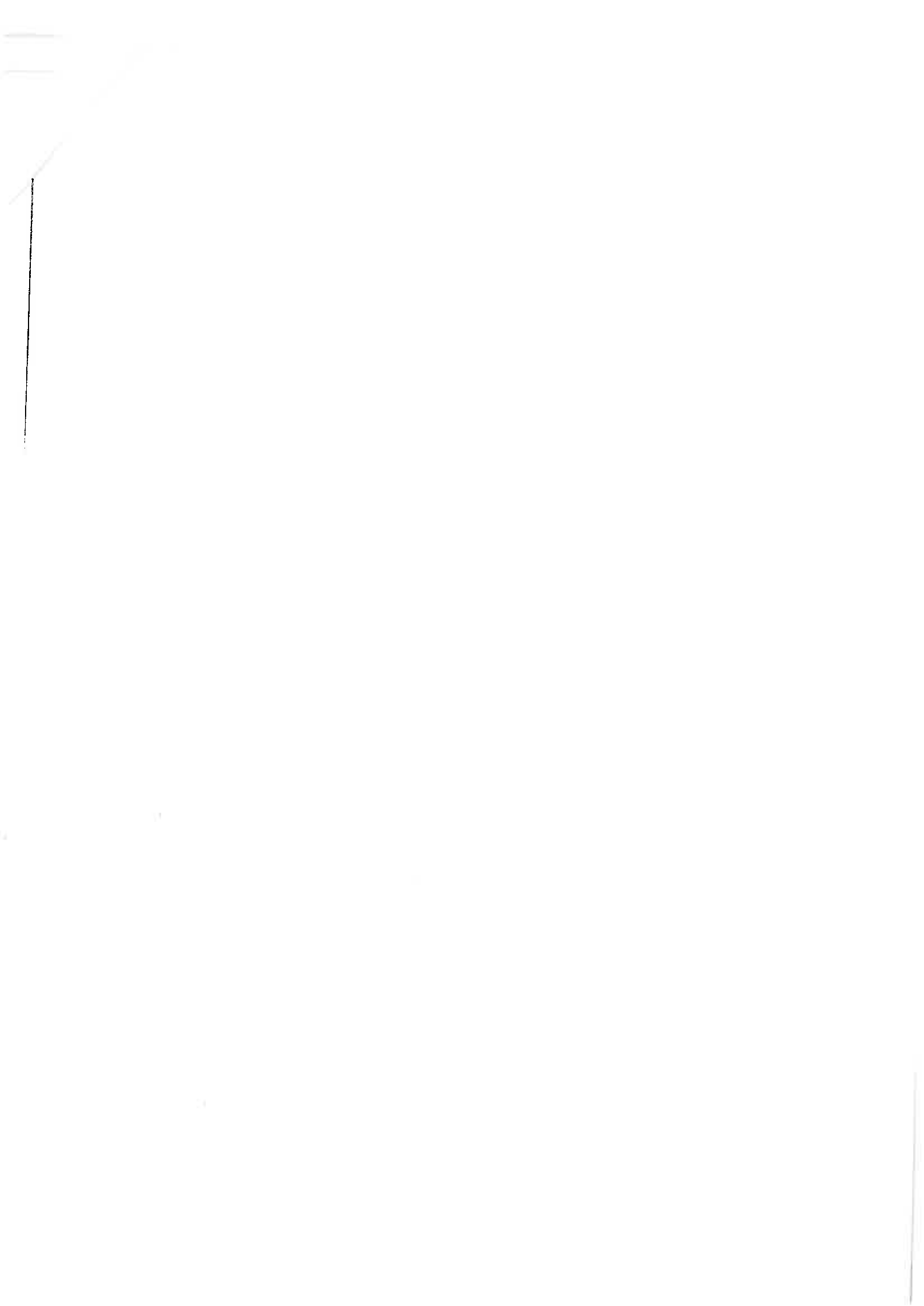
Subsequently, Hillside hereby wishes to submit the corrected PPP for your consideration.

Yours Sincerely

A large, dark, irregular redacted area covering the signature and name of the sender.

Directors: DJ Murray (Chairman), CG Mkhabela, EZ Moshokane, P Venter
Company Secretary: South32 SA Limited

Registered Office: 9 West Central Arterial, Richards Bay, 3900, South Africa
Reg. No. 1967/004817/07





POLLUTION PREVENTION PLAN

Hillside Aluminium (Pty) Ltd

August 2018

Initial submission: 21 June 2018

Resubmission: 20 August 2018

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| CONTACT DETAILS | |
|------------------------|--|
| Name | [REDACTED] |
| Contact Number | [REDACTED] |
| Email Address | [REDACTED] |
| Company Name | <i>Hillside Aluminium (Pty) Ltd</i> |
| Registration Number | 2001/004091/06 |
| Physical Address | 9 WEST CENTRAL ARTERIAL, RICHARDS BAY, 3900 |
| Postal Address | PO BOX 897, RICHARDS BAY, 3900 |

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DECLARATION

DECLARATION OF ACCURACY OF INFORMATION

Name of Company: Hillside Aluminium

Declaration of accuracy of information provided:

I, , declare that the information provided in this report is in all respects factually true and correct to the best of my knowledge and as at the date of signature.

Signed at Richards Bay on this 20 day of August 2018



Signature



Capacity of Signatory

DESCRIPTION OF THE OPERATION

PROCESS DESCRIPTION

The raw materials, alumina and coke, which are used in the production of aluminium are shipped to Richards Bay harbour. These are unloaded from the ships by means of a special gantry and transported from the quayside to harbour storage silos on conveyor belts. Alumina and coke are transported to Hillside by conveyor belts and stored in silos onsite.

The third raw material, liquid pitch is delivered by sea. Tankers berth at the harbour where liquid pitch is pumped direct from the ship to holding tanks. Pitch is transported to Hillside holding tanks via road tanker.

Aluminium is produced by electrolysis, and carbon anodes are part of this process. Anodes are made in the following way:

- Coke enters the paste plant into a pre-heated chamber and then transferred into a Buss Mixer where it is mixed with liquid pitch to form a paste
- The paste is then moulded into anodes in the form of large blocks. This process takes place in a Vibro compactor mould
- The anode is then ejected and enters a cooling tunnel where is it sprayed with water
- These green anodes are now ready for baking
- Green anodes are placed 3 deep in a gas fired baking furnace, baking takes place for approximately 20 days.
- Fumes from the bake furnace are treated in the Fume Treatment Centre (FTC) to remove dust and other impurities such as fluoride and tars by adsorption on alumina and condensation.
- The baked anodes enter the rodding shop where anode stem attachment takes place. An iron hexapod is cemented in place on the anodes with molten iron.
- Rodded anodes are then transported to Reduction.

Reduction is an electrolysis process whereby fluorinated alumina is converted to molten aluminium in special containers called pots. The electrolyte, otherwise known as Bath, contains ingredients essential to the production of aluminium, alumina powder, aluminium tri-fluoride and cryolite, which is used as a catalyst, which reduced the melting point of alumina.

Chemical reactions: $2\text{Al}_2\text{O}_3 + 3\text{C} = 4\text{Al} + 3\text{CO}_2$

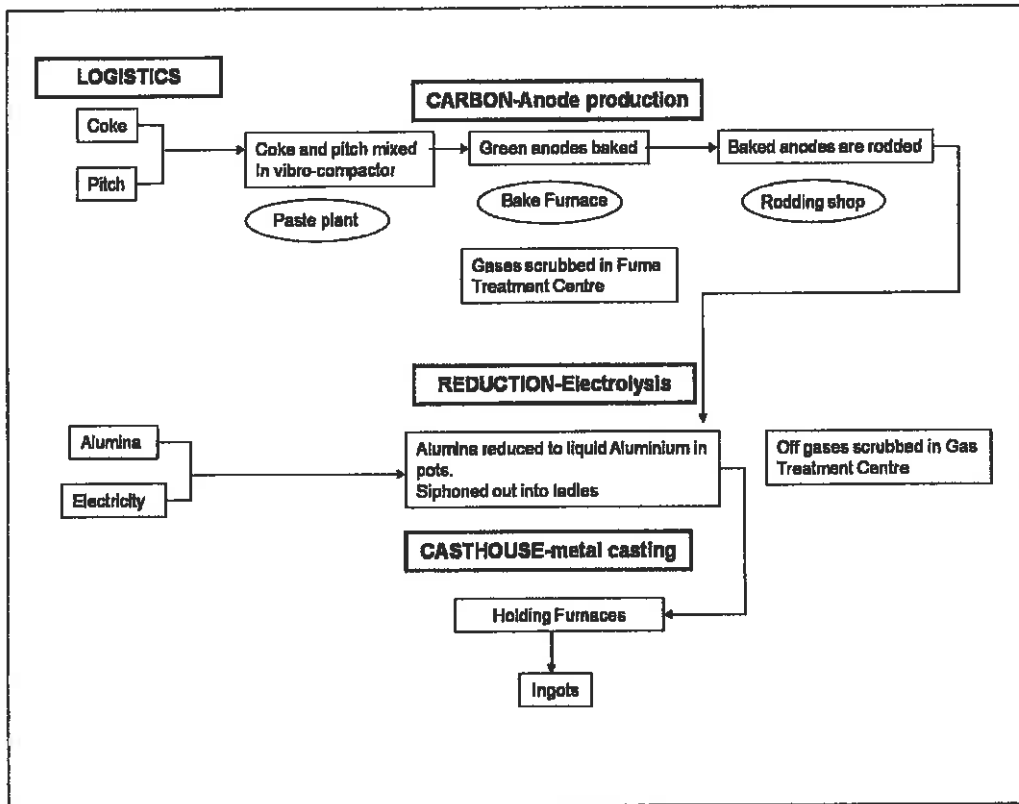
Another essential ingredient in the reduction is electricity, which is purchased in bulk from Eskom and fed directly to the plant via overhead power lines.

Hillside has three pot-lines with 720 pots connected in series. Each pot contains 20 anode assemblies. The electrical charge passes from the anode through the electrolyte into a negatively charged cathode, situated at the base of the pot. Heat is generated in the process, which reduce alumina to molten aluminium which collects at the bottom of the pot. This is syphoned out into a ladle every 32 hours and transported to the Casthouse. Anodes are replaced every 27 days.

Hot gases from the pots are removed to the Gas Treatment Centre (GTC) so that impurities and fluoride can be trapped onto fresh alumina powder. The fluoride from the pot gases attaches itself

to the alumina. Fabric filter trap dust and any remaining impurities before residual gases are allowed to escape to the stack.

At the Casthouse, the door of the aluminium holding furnaces opens; the ladle is tilted so that liquid aluminium flows into the furnace. The aluminium is kept molten by gas burners which heat the inside of the furnace. Each furnace has a capacity of 60 tons. When the holding furnace is full, the furnace tilts and aluminium runs into a launder and flows to the casting wheel. The casting wheel feeds into an ingot mould, where the aluminium solidifies. The ingots are cooled in a cooling tunnel and thereafter stacked by a robot, and strapped in 1 ton bundles. These bundles are then transported to the harbour for export.



ANNUAL GREENHOUSE EMISSIONS

BASELINE EMISSIONS – YEAR PRECEDING IMPLEMENTATION OF THE REGULATION

| Activity (IPCC Source Category) ¹ | Year (insert calendar years for which data is provided) ² | GHG1 (CO ₂) | GHG2 (CH ₄) as CO ₂ eq | GHG3 (N ₂ O) as CO ₂ eq | GHG4 (HFCs) | GHG5 (PFCs) CF ₄ | GHG5 (PFCs) C ₂ F ₆ | GHG5 (PFCs) as CO ₂ eq | GHG6 (SF ₆) | Methodology and GHG emission factors used to estimate baseline emissions | Total GHG emissions in CO ₂ equivalents (Tonnes) |
|--|--|-------------------------|---|---|-------------|-----------------------------|---|-----------------------------------|-------------------------|---|---|
| 1A2b (combustion of fuels- Non-ferrous Metals) | 2016 | 89 889 | 1.60 | 37 | 0.16 | 47 | N/A | N/A | N/A | Tier 1, CO ₂ - 56100, CH ₄ - 1, N ₂ O - 0.1 | 89 975 |
| 1A3eii (Other transport - off road) | 2016 | 3 570 | 0.20 | 5 | 1.38 | 408 | N/A | N/A | N/A | Tier 1, CO ₂ - 74100, CH ₄ - 4.15, N ₂ O - 28.6 | N/A |
| 2C3 (Aluminium Industry) | 2016 | 1 062 841 | N/A | N/A | N/A | N/A | 19.67 | 2.38 | 140 408 | CO ₂ - Tier 3 PFC - Tier 2 Overvoltage coefficient - 1.16, Weighted Fraction C ₂ F ₆ /CF ₄ - 0.121 | N/A |
| Total by gas | | 1 156 300 | 1.80 | 41 | 2 | 455 | 20 | 2 | 140 408 | | 1 203 271 1 293 246 |

¹ Activities for which GHG data will be required for PPP reporting (activities are presented in the National GHG Reporting Regulations, 2017)
² Provide a baseline of the GHGs emissions for the year preceding the implementation of the Regulations, that is: from Jan 2016 to Dec 2016
³ As per the National Greenhouse Gas Emission Reporting Regulations, 2017
⁴ Aluminum process does not generate HFC and SF₆

MITIGATION PLAN

DETAIL OF PLANNED MITIGATION MEASURES

| Mitigation measure | Description of mitigation measure | Anticipated implementation date | Assumptions used to estimate anticipated GHG emission reduction | Affected GHG | Anticipated emission reduction (tonnes CO ₂ e) | Y1 | Y2 | Y3 | Y4 | Y5 | Total over 5 years |
|--|---|---------------------------------|---|--------------|---|----|----|----|----|----|--------------------|
| Anode Scallops Reduction Project | This project aims to reduce the size and frequency of "Anode scallops" on the recycled Anode Butts. This will reduce the quantity of carbon lost to Air burn in the reduction process | FY20 | 1) The size and frequency of scallops can be reduced. | GHG1 | 0 | | | | | | |
| | | | 2) All Carbon consumed is converted to CO ₂ in the reaction C + O ₂ = CO ₂ . | | | | | | | | |
| Intelligent Bath Chisel Alumina feeders | Retrofit Reduction Cell feeders with Intelligent Crust breaking devices - Reduction in Anode effect frequency therefore PFC emissions | FY19 - 20 | Anode effects in the Reductions cells are caused by a drop in the dissolved alumina concentration in the molten cryolite. One key contributor to this is blocked feeder holes or damaged feeders. The intelligent crust breakers are able to sense a blocked feeder hole and notify the operator before an anode effects occurs. It is estimated that | GHG5 | 0 | | | | | | |
| | | | | | | | | | | | |

| | | | |
|--------------------------------------|--|-------------|--------------|
| | <p>the anode effect frequency can be reduced from current levels of 0.3 to 0.26 AE/pot/day.</p> | | |
| <p>Alpsys pot controller upgrade</p> | <p>Upgrades to the reduction cell control algorithms will improve overall pot control and reduce anode effects in the pots</p> | <p>FY19</p> | <p>GHG5</p> |
| <p>Total (CO_{2eq})</p> | <p>It is estimated that the anode effect frequency can be further reduced by 0.01 AE/pot/day.</p> | | <p>84424</p> |

SUMMARY AND CONCLUSION

Hillside Aluminium remains committed to being a responsible corporate citizen and reducing our impact on our impact on the environment. To this end the projects will be prioritised for implementation over the next five years.

