



Job File No.: 181202/65647-1077/M-NK-2015

INSPECTION REPORT

In pursuance of an order for inspection given to us

BY : " CARBO ONE LIMITED "
TO INSPECT : Coal 0-13 mm, grade "MV SS-Coal" (as declared) in rail cars
BY : Sampling and Analysis
AT : Kedrovsky open cut, Kemerovo region, Russia
ON : 4 January 2015

WE HEREBY REPORT that we have performed sampling and analysis of the above mentioned commodity.

SAMPLING: Manual sampling as per ISO 18283 5.3. from the tops of the rail cars: Sampling material in motion, on systematic known mass intervals basis. Increments were collected from freshly exposed surface, on a mass interval basis, with fixed increment mass. Manual Sampling method was agreed with the SGS Principal, as sampling by other methods was not possible.

I. ANALYSES WERE PERFORMED IN SGS LABORATORY:

1. Proximate analysis was performed in SGS laboratory (Accreditation Certificate No. POCRU.0001.21TY38, valid till 22.09.2016) according to ISO Methods with results as follows:

Basis reported	Total moisture, % ISO 589-2003, ISO 5068-1- 2007	Ash, % ISO 1171-97	Yield of volatile matter, % ISO 562-98	Total sulphur, % ISO 19579-92	Gross calorific value, kcal/kg ISO 1928-76
As Received	7.1	16.0	19.9	0.27	6398
Air Dry Basis	0.8	17.0	21.2	0.29	6830
Dry Basis		17.2	21.4	0.29	6887
Dry Ash Free			25.8	0.35	8316

Net Calorific Value (as received) was calculated in accordance with ISO 1928:2009 (Pt. 12.2.2.1 и Pt E.3.3):

6183 kcal/kg

2. Screen test were performed in accordance with ISO 1953 with results as follows:

Nominal Top Size (mm)	+50	25-50	13-25	6-13	3-6	1-3	0.5- 1	0- 0.5
Yield (%)	0	0.4	11.3	28.4	10.0	24.2	8.5	17.2

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3. Determination of characteristics of hygroscopic moisture was performed in accordance with GOST 8719-90 with results as follows:

Hygroscopic moisture: 1.67

4. Determination of characteristics of plastic layer was performed in accordance with GOST 1186-87 with results as follows:

Attribute	Unit	Value
X	mm	25.0
Y	mm	7.0

5. Ultimate analysis was performed in accordance with ISO methods with results as follows:

Element	Percentage, %	Test's methods
	Dry Ash Free basis	
Carbon	86.66	ISO 625-96 (GOST 2408.1-95), ISO 609-96 (GOST 2408.4-98)
Hydrogen	5.71	
Nitrogen	2.46	ISO 333-83 (GOST 28743-95)
Oxygen	4.82	ISO 1994-76 (GOST 2408.3-95)

6. Determination of chemical composition of ash was performed in accordance with ASTM D 3682-87 (GOST 10538-87) methods with results as follows:

Compounds	Percentage, %
Silicon dioxide	49.98
Alumina	25.19
Iron trioxide	8.80
Titanium dioxide	0.95
Calcium oxide	6.36
Magnesium oxide	2.23
Potassium oxide	2.480
Sodium oxide	0.534
Sulphur trioxide	2.988
Phosphorus oxide	0.244
Manganese oxide	0.238

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7. Determination of elements' content was performed in accordance with ISO and ASTM methods with results as follows:

Compounds	Percentage, %	Test's methods
Fluorine	0.0044	ASTM D 3761-96
Chlorine	0.012	ISO 587-97 (GOST 9326-2002)
Arsenic	< 0.0005	ISO 601-81, ISO 2590-73 (GOST 10478-93)
Phosphorous	0.018	ISO 662-81 (GOST 1932-93)

8. Determination of free swelling Index was performed in accordance with ISO 501-81 (GOST 20330-91) with results as follows:

FSI 1.0

9. Determination of Grey-King coke type was performed in accordance with ISO 502-82 (GOST 16126-91) with results as follows:

GREY-KING COKE TYPE D

10. Determination of Roga Index was performed in accordance with ISO 335-74 (GOST 9318-91) with results as follows:

RI 16(1:5)

11. Determination of plasticity according to Gieseler was performed in accordance with ASTM D 2639-98 with results as follows:

Attribute	Unit	Value
Initial softening Temperature	°C	421
Max. Fluidity Temperature	°C	453
Resolidification Temperature	°C	473
Max. fluidity	ddpm	3

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12. Audiber-Arnu Dilatometer test was performed in accordance with ISO 349-75 (GOST 13324-94) with results as follows:

Attribute	Unit	Value
Softening Temperature	°C	437
Max. Contraction Temperature	°C	479
Max. Dilatation Temperature	°C	-
Contraction	%	-6.2
Dilatation	%	-

13. Determination of Hardgrove Index was performed in accordance with ISO 5074-80 (GOST 15489.2-93) with results as follows:

HGI 68

14. Determination of actual density was performed in accordance with GOST 2160-92 with results as follows:

AD 1.42 g/cm³

15. Determination of ash fusibility was performed in accordance with ASTM D1857-87. The reported results are as follows:

Attribute	Unit	Value	
		Oxidizing	Reducing
Initial deformation temperature	°C	1264	1202
Softening temperature	°C	1287	1221
Hemispherical temperature	°C	1323	1256
Fluid temperature	°C	1388	1289

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II. ANALYSES WERE PERFORMED IN SUBCONTRACTED LABORATORY:

The sample was sent to subcontracted laboratory OAO "Zapadno-Sibirski Ispytatelny Centr" (Accreditation Certificate No. POCC RU.0001.21 AY 07) for analysis, and the findings reported by OAO "Zapadno-Sibirski Ispytatelny Centr" were as follows:

1. Determination of elements' content was performed in accordance with GOST methods with results as follows:

Compounds	Percentage, %
Germanium	0.0001
Selenium	0.61*10 ⁻⁴
Gallium	0.0006
Mercury	0.04*10 ⁻⁴

2. Determination of elements' content was performed in accordance with GOST methods with results as follows:

Element	Content, %	Element	Content, %	Element	Content, %
Ba	0.02	Cd	<0.001	Pb	<0.0002
Be	0.0001	Co	<0.0001	Ag	<0.00001
B	0.005	Li	<0.001	Sc	0.0004
Bi	<0.0002	La	<0.001	Sr	0.04
V	<0.001	Mn	0.004	Sb	<0.002
W	<0.002	Cu	0.0001	Ti	0.06
Yb	<0.0001	Mo	0.0001	P	<0.1
Y	0.001	As	<0.01	Cr	<0.001
Nb	<0.001	Ni	0.0004	Ce	<0.02
Sn	<0.0002	Zr	0.01		
Zn	<0.003				

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3. Determination of ash fusibility was performed in accordance with ISO 540-81(GOST 2057-94) with results as follows:

Attribute	Unit	Value / atmosphere
		Semireducing
Initial deformation temperature	°C	1250
Softening temperature	°C	1260
Hemispherical temperature	°C	1270
Fluid temperature	°C	1290

4. Determination of petrographic composition and metamorphism stage was performed in accordance with ISO 7404 with results as follows:

Composition		Percentage, %
Coal		91.5
Mineral inclusions	Clay	5.0
	Quartz	3.0
	Sulphide	Occasional
	Carbonate	0.5



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5. Microlythotype:

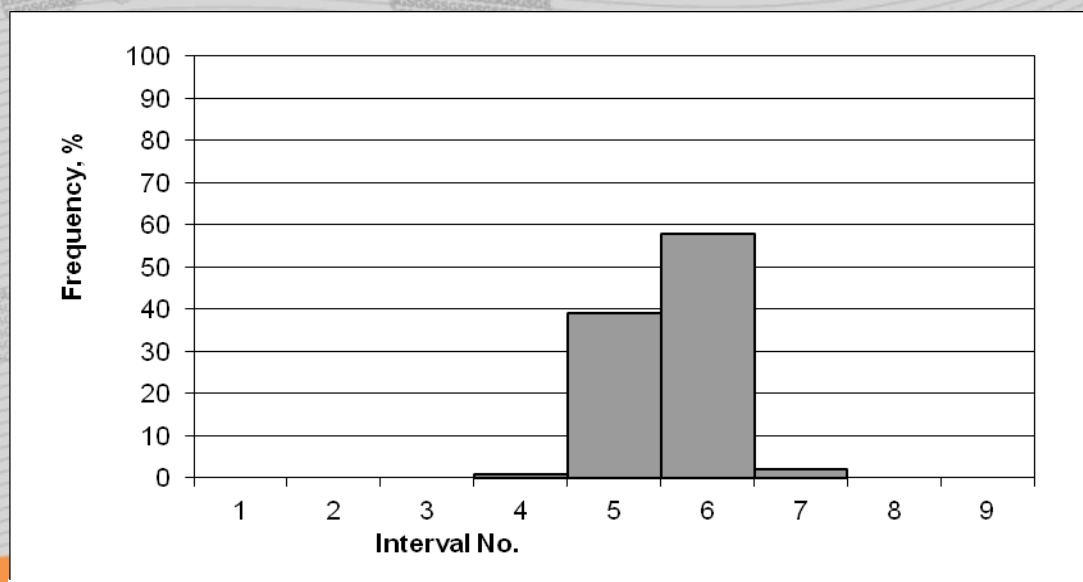
Microconstituent	Percentage, %
Vitrinite	31.0
Semivitrinite	7.0
Inertinite	59.0
Liptinite	3.0

Sum of the fusainized components

ΣOK 64.0 %

Rank III

Interval No.	Ro min	Ro max	Frequency, %
1	0.00	0.49	-
2	0.50	0.64	-
3	0.65	0.74	-
4	0.75	0.84	1
5	0.85	0.99	39
6	1.00	1.14	58
7	1.15	1.29	2
8	1.30	1.49	-
9	1.50	1.74	-



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Certificate N°: 1501200065



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Reflectance indices R_0 :

Average	1.014
Minimum	0.82
Maximum	1.27
Standard deviation	0.073
Quantity of scissions	0

This document is a witness of services in collection and processing of information rendering.

Signed and dated
in Novokuznetsk / ES
20 January 2015



For and on behalf of
SGS Vostok Limited

SGS

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