

EXPLORE

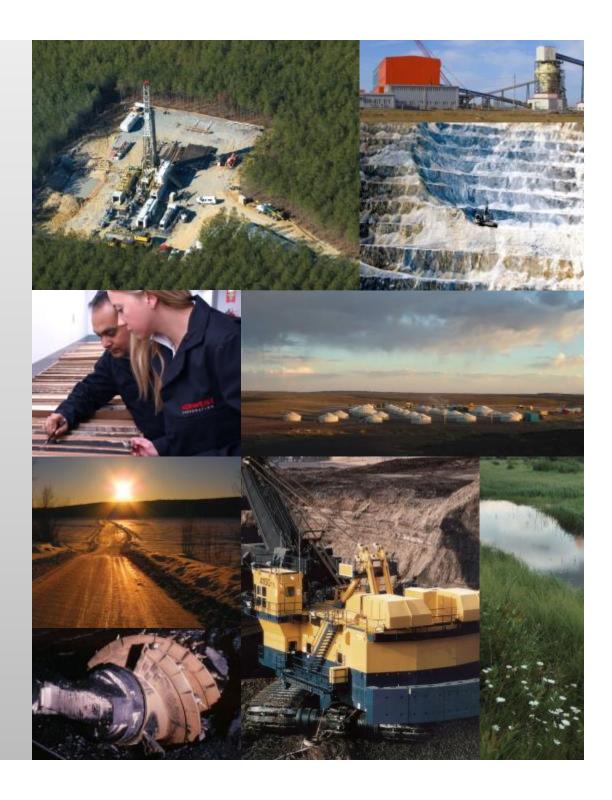
The Depths of Our Experience

Underground Coal Mining & Western Canada

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Topics

- World coal importance
- UG mining considerations
- Why mine UG
- Western Canada mining
- UG mechanized mining methods
- Questions

Background

- Fortunate to travel the world and to be of service to others in providing energy / agricultural solutions
- Major solution to world poverty is providing these answers to all
- We all need to be responsible for best practices and much is yet to be learned.

World Wide Coal is Important

- ~ 8 billion tonnes (Bt) produced per year
- 40% electrical generation
- 30% primary energy needs
- ~ 1 Bt for steel production
 - 70% of steel production uses coal
- China ~3.5 Bt ~93% from UG
- India ~600 Mt ~75% by Surface
- ~ 60 % world production by UG

2013 Canada Coal Production

- 69 million tonnes (Mt)
 - -~98% surface mined
- BC 31Mt
 - \$4.6B revenue (58% of BC mineral production)
 - -~99% surface (1 UG mine in BC Quinsam)
- Several UG projects in BC & AB are being studied

UG Mining Considerations

- Geologic conditions
- Mine design/method
- Ground control
- Environmental/regulatory
- Safety
- Market climate
- Skilled people

Geologic Conditions

- Structure/setting faulting, folding, continuity, dip/strike, seam(s) thickness, depth, etc.
- Roof, floor, interburden, and overburden make-up
- Methane/water considerations
- Geotechnical parameters
- Characterization of resources

The Mine Design/Operation Challenge

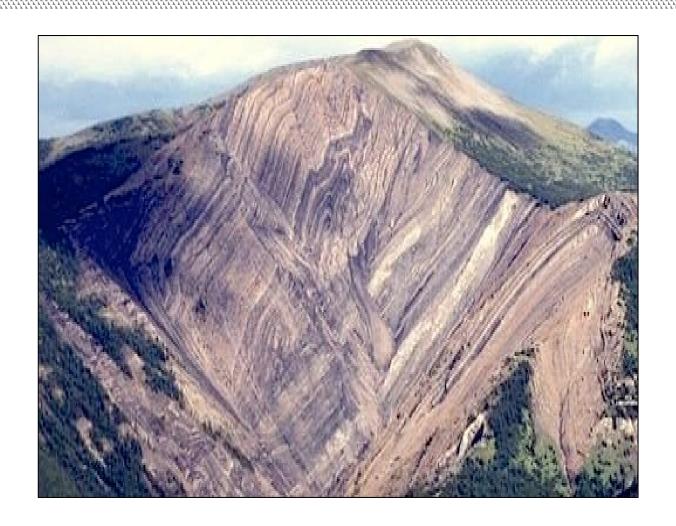
- Resource to recoverable base
- Design/operate mine for the conditions
 - Multiple methodology
- Development proper infrastructure/support systems for the UG mine
- Economic viability balance with market and natural ever changing conditions

Challenges of Western Canada UG Mining

- Geologic complexity
- Steep coal seam dips
- Thin seams
- Thick coal
- Multiple seams
 - Combination of steep / thin / thick
- Coal friability and strength
- Limitation on mining history



Challenges of Western Canada UG Mining



Multiple Methodology

Transition from surface to underground to maximize resource recovery.



Surface Mining Highwall



Highwall Prep for UG Entrance





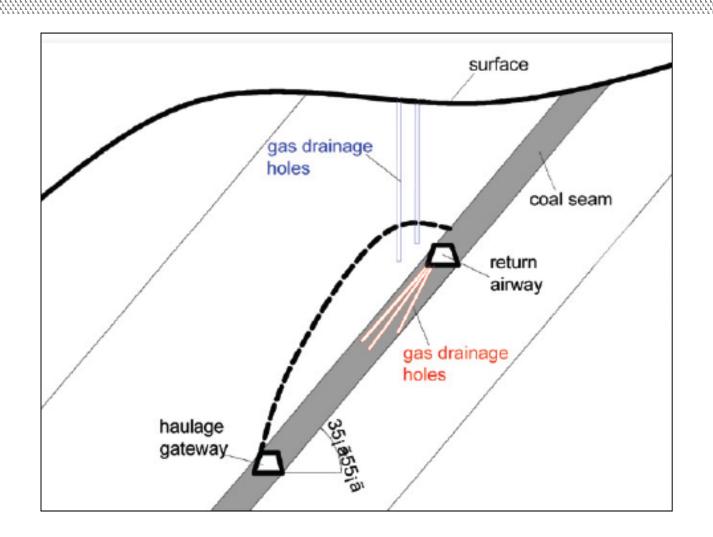
Mines Surface to UG

- Grande Cache Alberta (room & pillar)
- San Juan USA (longwall)
- Bridger USA (longwall)
- •20-Mile USA (longwall)





Longwall on Steeply Dipping Seams





UG Mechanized Mining Methods

- Highwall mining
- Room and pillar work
 - First mining
 - Retreat or depillar mining
- Longwall mining

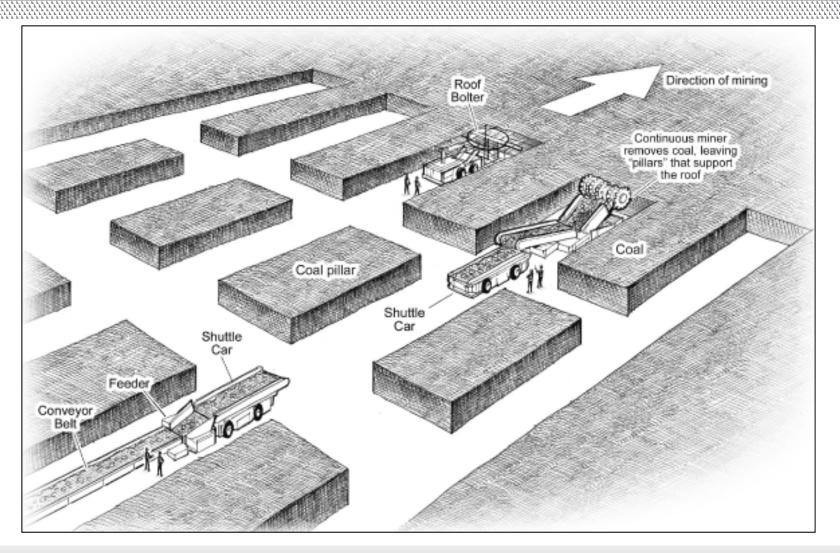
Highwall Mining



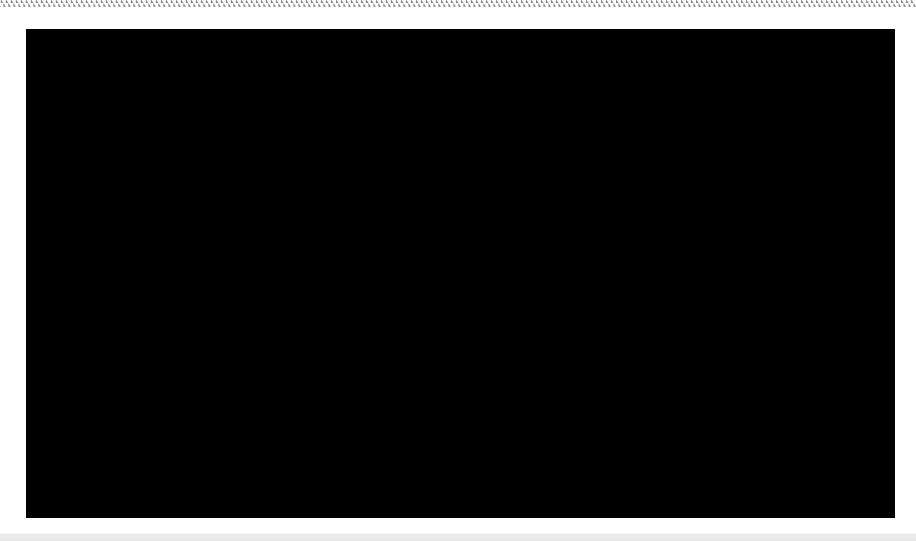
Room and Pillar

- Primary production or development for longwall
- CM equipment limit ~16 degrees dip
- ~0.8 to 5 meter thickness
- Variable size mineable reserve blocks
- 3-10 times less productive than longwall
- Alternate road header limited to ~20 degree

Room & Pillar General Layout



Room and Pillar Mining



Continuous Miner



Electric Shuttle Car/Diesel Ram Car





Feeder Breaker



Roof Bolter & Support

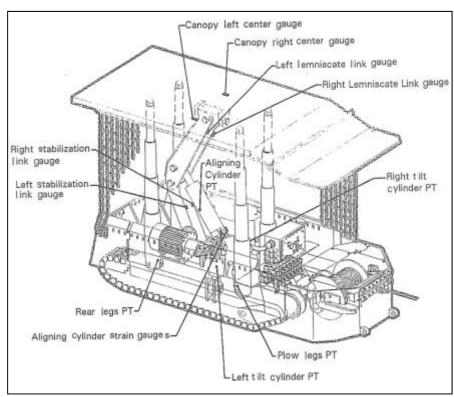






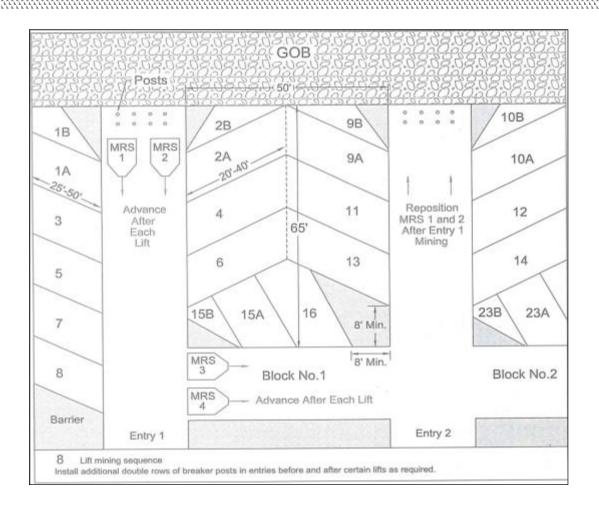


Mobile Roof Support (MRS) - Depillaring





Pillar Recovery Sequence







Roadheader w/ Extensible Belt

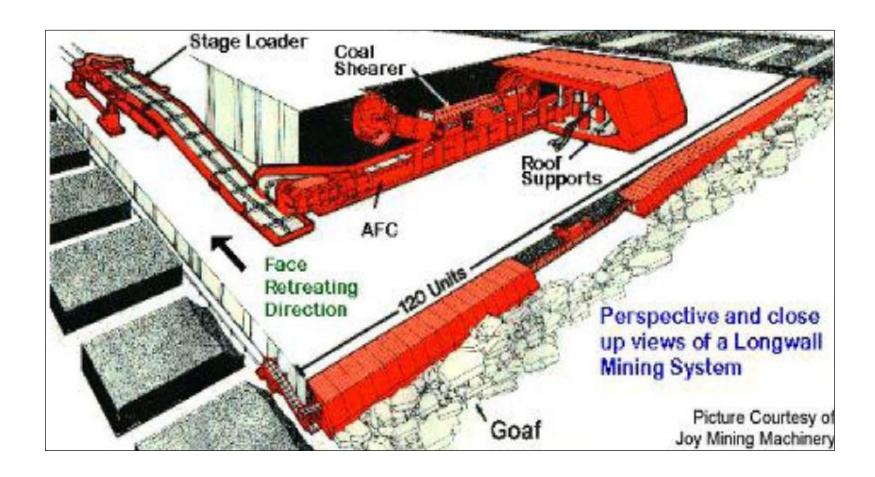




Longwall Mining

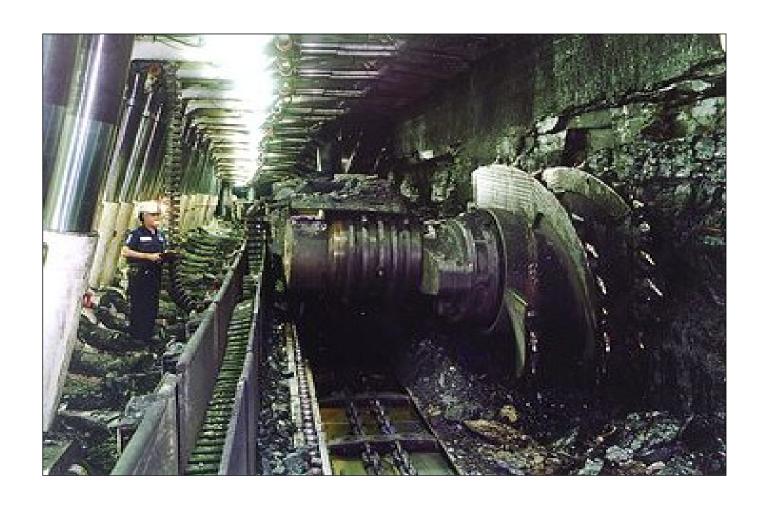
- Significantly more capital intensive to room and pillar (3-12 times)
- •Mining range (0.8 m 25m)
- Limit of ~55 degrees
- Higher recovery and productivity, lower operating cost and manpower requirement reduced over room and pillar
- More specific design application

Longwall Mining General Layout





Longwall (Shearer) System in Thick/Flat Seam





Longwall Plow System in Thin Seam



Shields (Roof Support Thick & Thin)





Longwall Mining





Longwall Mining (Courtesy of HDI Mining)

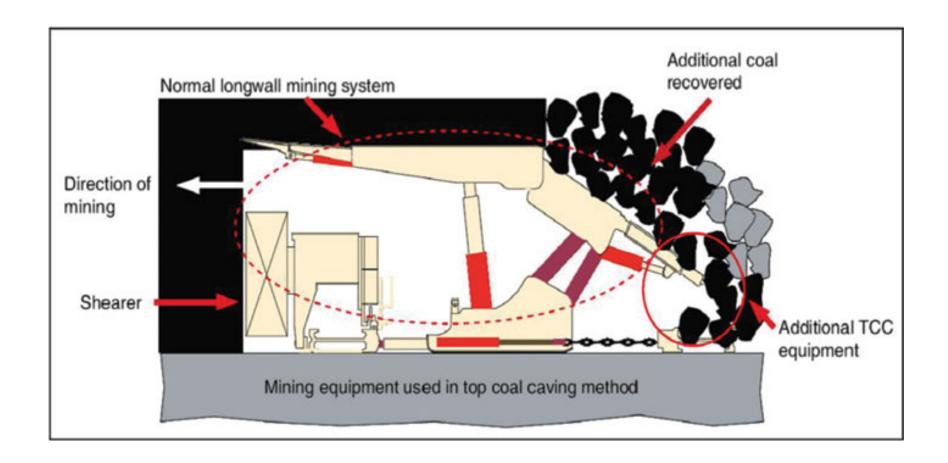




Automated Plow System

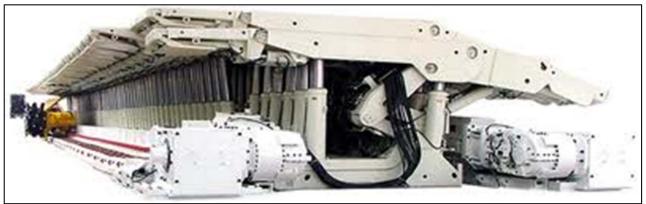


Longwall Top Caving

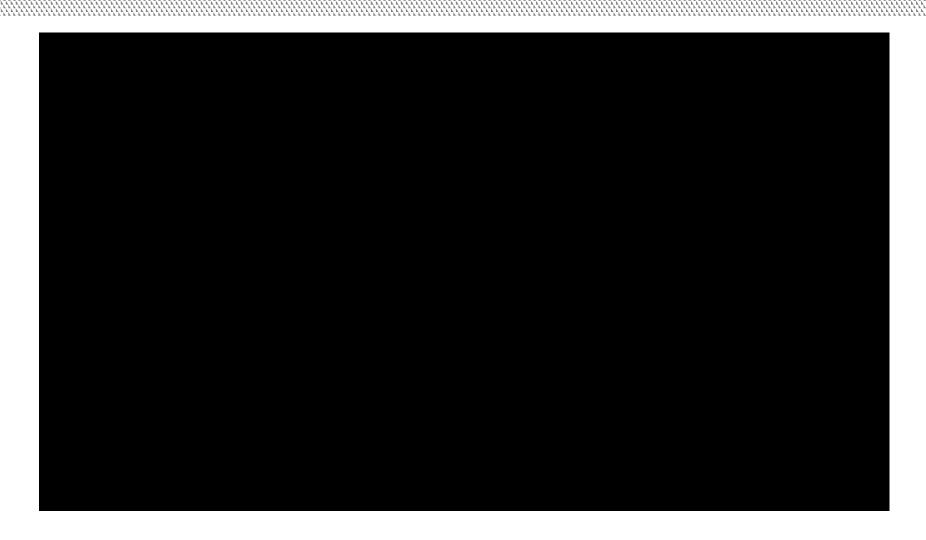


Longwall Top Caving Equipment





Longwall Top Caving



Challenges of Steep Seam Mining





Challenges of Thin & Steep





Monorail Haulage





Future Western Canada UG Mining

Requirements:

- Market Demand
- Application
- Education

Thank You!

QUESTIONS?

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