

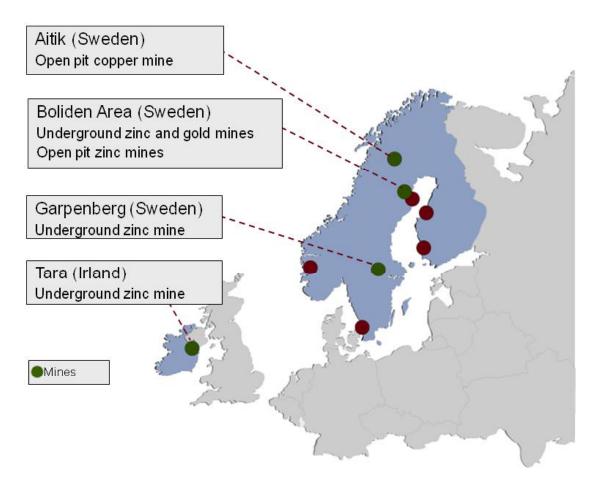
Mines Technology

CMD 20 November 2013

Staffan Sandström Director Technology Boliden Mines



Boliden mines



Characteristics

Relatively small underground mines

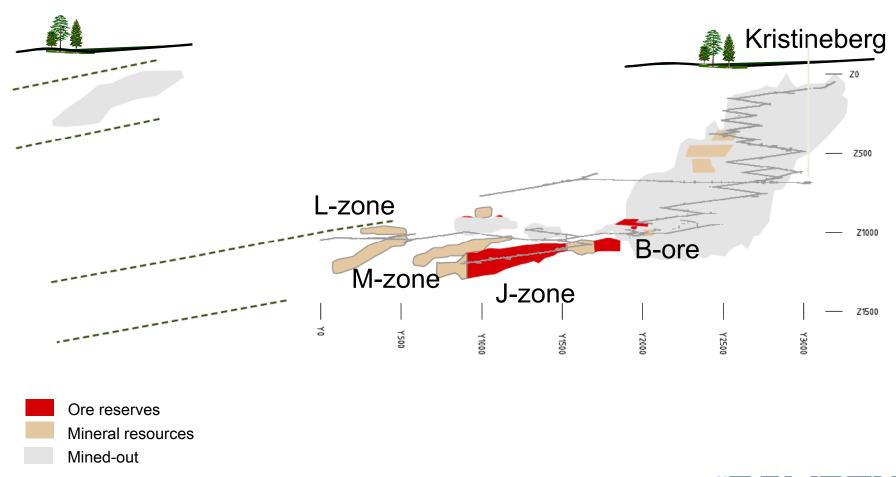
- Complex geology
- Operate at depth
- Many operation headings
- Many production units
- Extensive ore transport
- Extensive travel time u.g.

Big open pit mine

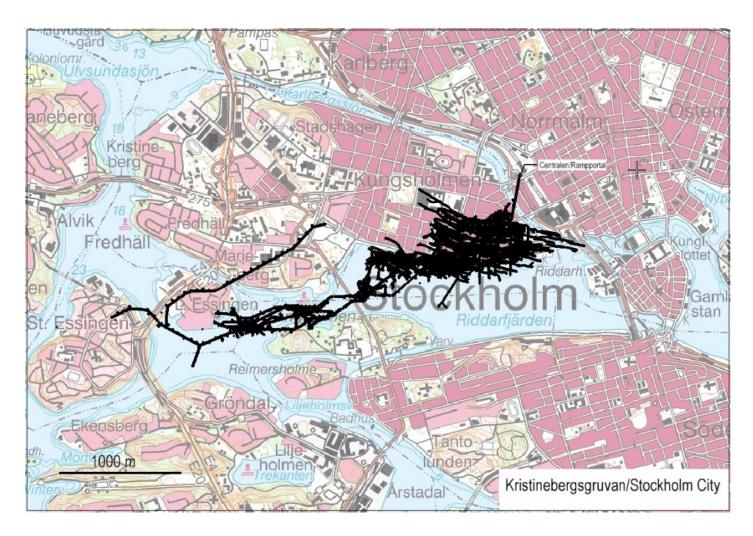
- Mega operation
- High productivity
- Low cost



Kristineberg mine

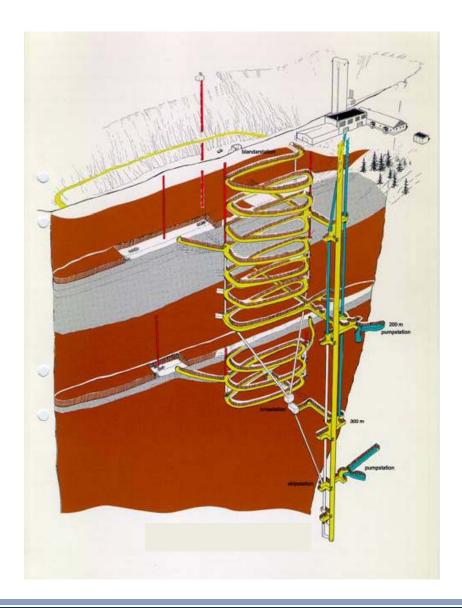


Infrastructure size and localization



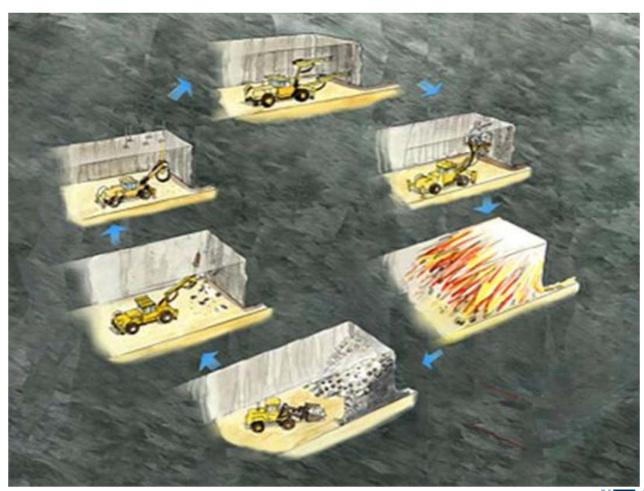


Cut and Fill Mining





Unit operations in an underground mine



Technology (T) - Mission

- Technology drives the development of mine <u>design</u>, <u>methods</u>, <u>processes</u>, <u>plants</u>, and is a corporate development resource for Boliden mines and plants
- Technology contributes to drive <u>productivity</u> and <u>optimize</u> utilization of mineral reserves by determinedly pursue R & D
- Technology is an important link in making Boliden an <u>attractive employer</u> for engineers and managers



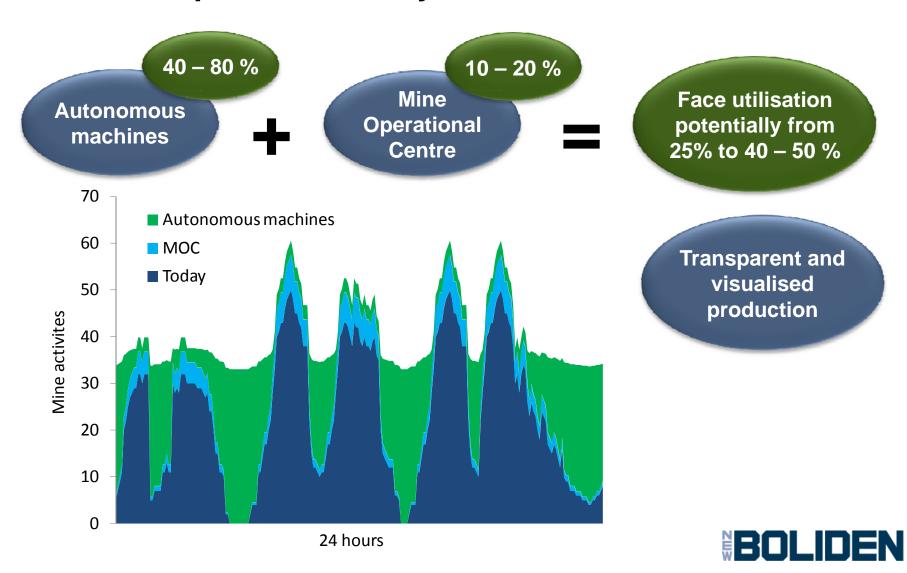
R & D

Operational excellence – Technology key areas

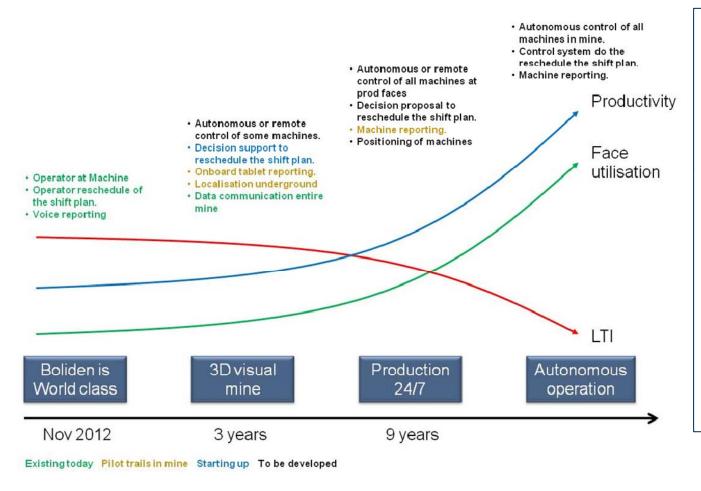
- Mining
 - Mine automation
 - Communication systems, remote control, autonomous units
- Processing
 - Flotation design
 - Circuit design for higher recoveries
 - Treatment of penalty elements
 - Reduce penalty costs, better marketability, new resources
 - Process control
 - Improving recoveries/quality by real time adjustments according to ore properties



Underground mine Production potential in 10 years



Mine automation program



Vision

Automation will move the mine into a continuous process that runs 24/7 with no operator at the production face and full visualization

Results

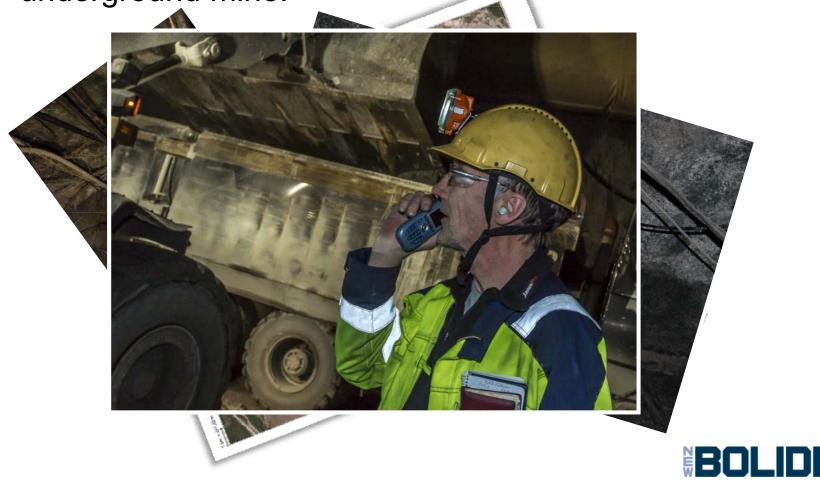
- Higher safety
- Improved face utilisation
- Increased productivity
- Cost effective production



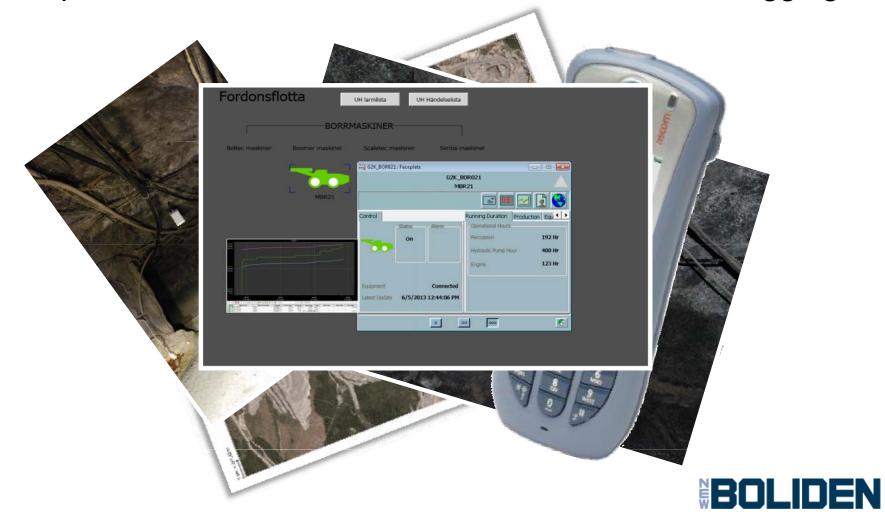
World class WiFi coverage in underground mining!



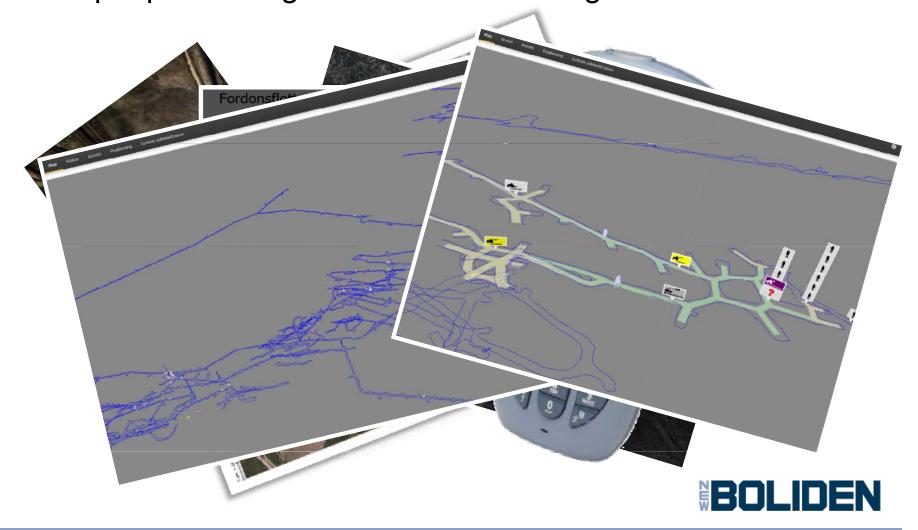
 Deployed voice communication over WiFi in entire underground mine!



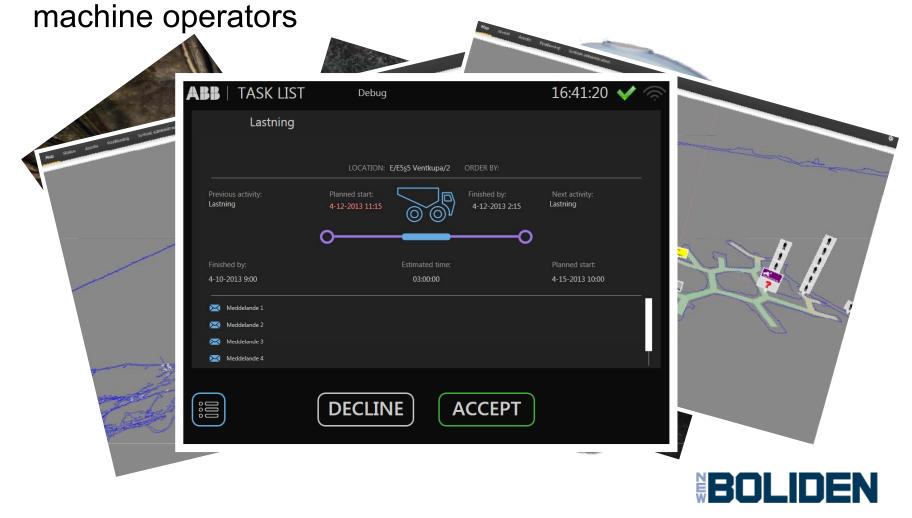
Optimized maintenance with automated machine logging!



• Unique positioning of vehicles in underground mines!



Broadening the real-time planning with direct feedback from



Remote vehicles operation in mine production



R & D

Operational excellence – Technology key areas

- Mining
 - Mine automation
 - Communication systems, remote control, autonomous units

Processing

- Flotation design
 - Circuit design for higher recoveries
- Treatment of penalty elements
 - Reduce penalty costs, better marketability, new resources
- Process control
 - Improving recoveries/quality by real time adjustments according to ore properties



Improved process efficiency

Flotation

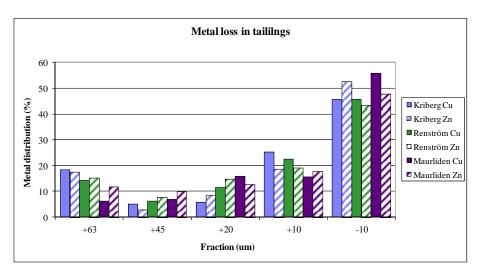
- Fine and coarse particle flotation (always an issue...)
- Flotation circuit design
- More selective reagents (for instance in Cu/Pb separation)

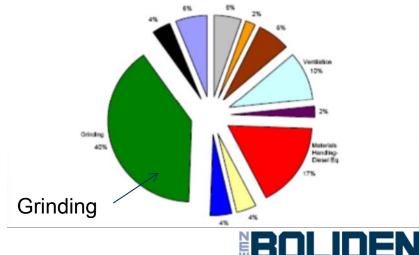
Grinding

- Energy consumption (approx. 3 % of world energy cons. is used for comminution)
- Wear (cost and availability)

Leaching

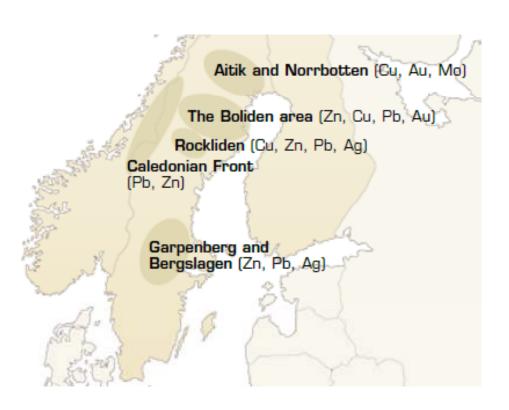
Concentrate quality – More complex ores and higher levels of impurity





R&D Challenges

More complex ores with higher levels of impurities; for example Rockliden



Typical analysis (Cu/Pb separation possible needed):

	Ag	Cu	Zn	Pb	As	Sb	Hg	S
	g/t	%	%	%	%	%	%	%
CuPb-slig	1246	20	6.2	13	0.19	1.51	0.02	32

Rockliden is about 250 km south-west from Boliden



Sulphide Leaching

Problem

- Future copper concentrates will have increasing levels of impurities such as antimony and arsenic
 - Cannot be treated by Boliden smelters
 - Cannot be treated by other smelters



Vision

- Sulphide leaching for removing antimony from copper concentrates. This will allow processing of the Rockliden and Rakkejaur by Boliden smelters.
- Sulphide leaching for removing arsenic from enargite (Cu₃AsS₄) rich copper concentrates. Many potential applications.

Goal

- To develop sulphide leaching technology for the Rockliden copper concentrate.
 - Pilot plant testing process data design criteria feasibility study



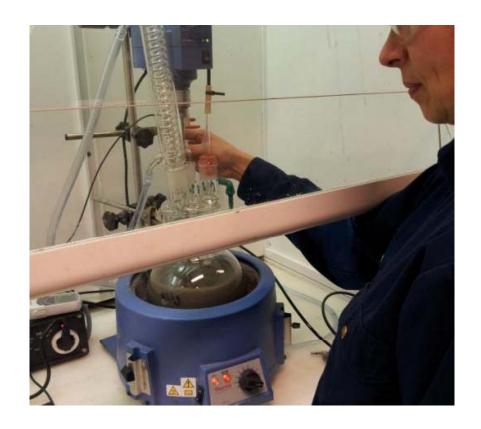
Sulphide Leaching – 1

Conceptual study completed in 2011

 Process design based on laboratory bench scale test work

Results

- Around 90 % of the antimony could be removed with sulphide leaching
- Final copper concentrate had acceptable antimony concentrations for treatment at the Boliden smelter (≤ 0.2 %)
- Other process alternatives investigated where not feasible





Sulphide Leaching – 2

Mini pilot testing completed autumn 2012

- Antimony leaching recovery confirmed
 - (90%) in closed circuit
- Water balance is important
 - Leaching (evaporation)
 - Flow sheet (waste bleed size)
- De-watering of copper concentrate an important factor in plant design

Pre-feasibility study (ongoing)

- Antimony recovery (lab scale)
 - Precipitation (best alternative)
 - EW (possible alternative)
- Sulphide recovery (lab scale)
 - Crystallization (possible alternative)
 - Acid stripping (best alternative)





Sulphide Leaching – 3

Pre-feasibility study

- 1. To select the most promising process flowsheet
- To provide design criteria for equipment selection and plant design
- 3. Piloting test work to confirm process flowsheet
 - Build and operate a pilot plant with a capacity of "1 tonne/d" at a cost of around 20 Mkr
 - A mineral processing campaign (300 t ore) will be required to produce copper concentrate (about 15 t) for the leaching pilot test
 - To confirm the operation of all the major unit operations in the leaching circuit
 - Complementary laboratory test work to confirm ancillary unit operations
- 4. To determine the production costs



Sodium sulphide



Antimony Powder



Processing of Kankberg ore

One example of successful R & D

- Process design and gold recovery are based on a pilot plant campaign 2006 and following leaching studies
- The process involves flotation to a gold/tellurium-rich copper-concentrate which thereafter is leached in the existing CIL-plant at the Boliden concentrator. One tank is modified for heating during leaching.
- A leaching plant is built for extraction of tellurium
 - Commissioned beginning of 2013



Summary

By determinedly pursue R & D in specified focus areas Boliden drive productivity and optimize utilization of mineral reserves

- ✓ Describe the problem
- ✓ Formulate vision and goal
- Carry out the development work according to Boliden project model (including pilot test)



Disclaimer

- This presentation has been prepared by Boliden for information purposes only. Nothing in this
 material shall be construed as an offer or solicitation to buy or sell any security or product, or to
 engage in or refrain from engaging in any transaction.
- This presentation has been prepared as per the indicated date and Boliden does not undertake
 any obligation to correct or update the information or any statements made therein. Views that
 may have been expressed may be subject to change without notice.
- Certain statements in this presentation are forward-looking and are based on plans, estimates, assumptions, projections and expectations and are subject to risks and uncertainties. In addition to the factors explicitly discussed, other circumstances may also have a material effect on the actual outcome. Such factors include, but are not limited to, general economic or political conditions, fluctuations in exchange or interest rates or metal prices, technological factors, interruptions in supply or production, actions of courts, regulators, governmental agencies, competitors, customers, suppliers, employees or other third parties.
- Nothing contained herein shall constitute any representation or warranty as to the accuracy or completeness and Boliden accepts no responsibility or liability as to the accuracy or completeness of the information contained herein. The material may include information from third party sources believed to be reliable. However, Boliden has not made an independent verification of the information provided.
- Save as by prior approval in writing, this material may not be copied, transmitted or disclosed, whether in print, electronic or any other format. All rights to the material are reserved.
- Boliden does not accept any liability whatsoever for any direct, indirect, consequential or other loss arising from or in connection with any use of this information.
- This material has not been reviewed, registered or approved by any authority under any applicable laws.



