

YANCOAL

Yancoal Canada Resources Co., Ltd. is a Saskatoon based potash exploration and development company, with a registered capital of \$290 million USD. The company was established in 2011 and is a wholly-owned subsidiary of Yanzhou Coal Mining Co., Ltd.

Yanzhou Coal is an international mining company with over 40 years of mining experience and it is listed in the stock exchanges in Hong Kong, Shanghai, and Sydney; and have businesses in China, Australia and South America. Its core businesses include mineral resources exploration, coal-based chemicals production, power generation and manufacturing.



WHY THE WORLD NEEDS POTASH

- ▶ It is a naturally occurring mineral salt used as fertilizer all over the world.
- ▶ It is estimate that two thirds of the world's recoverable potash deposits are in Saskatchewan.
- ▶ Potash is used to increase crop production and improve soil quality of arable land; preventing the destruction of rainforests to create more arable land.
- ▶ The demand for potash over the next 10 years is expected to increase as markets grow in Asia, Latin America and Europe.
- ▶ Potash plays a critical role in agriculture, food-security and developing clean energy through bio-fuels.



YANCOAL

LOOKING BACK

Site Due Diligence Work

- ▶ Exploratory drilling
- ▶ Site preparation for future development
- ▶ Expanding and adjusting scope

Removal of buildings and structures that are no longer being used

- ▶ This is a long process because many of these structures include solid walls and concrete foundations that have to be demolished.



BEFORE & AFTER



Sites follow strict standards outlined by the Ministry of Energy and Resources

- ▶ After a strict remediation process the sites are inspected and monitored by Environmental Technicians, Engineers and Agrologists to ensure that the land meets strict standards.

YANCOAL HAS BEEN ESTABLISHING ITSELF IN THE GLOBAL MARKET

- ▶ Yancoal joined the International Fertilizer Association (IFA) as an associated member organization. IFA's vision is productive and sustainable agricultural systems contribute to a world free of hunger and malnutrition. IFA's mission is to promote the efficient and responsible production, distribution and use of plant nutrients.
- ▶ Yancoal staff have been meeting with potential global potash buyers and hosting major buyers on site.





LOOKING FORWARD

- ▶ Southey Potash Mine Project Stages:

1. **Developing Scope**
2. **Exploring & Evaluating**
3. **Construction**
4. **Long Term Operation**
5. **Closure & Reclamation**

- ▶ Right now, Yancoal is in Stage #2, Exploring & Evaluating.

- ▶ When the market conditions are right, Yancoal will make the decision to begin construction. This date is not yet known because it depends on global market conditions that we cannot forecast.
- ▶ In the meantime, Yancoal will continue to reclaim the land and prepare the site. When the construction stage is approved, the land will be ready.
- ▶ A new annual plan will be approved by February 2019 (Chinese New Year) and we will have new information to share.



DO YOU HAVE TRADE SKILLS TO OFFER YANCOAL?

Come by the site office on Fridays or email Yancoal at info@yancoal.ca to discuss working together.



PRIVATE FEEDBACK

Yancoal wants to hear from you

Please provide feedback at this station by writing a note and leaving it in this box.

A large, stylized graphic of a feedback box. It features a light purple background with a white border. Inside the box, there are three horizontal white bars representing lines of text. A large, white, stylized pencil is positioned diagonally across the box, pointing towards the bottom right corner. The entire graphic is set against a light purple background.