

Yancoal Southey Project



Who is Yancoal? Yancoal Canada Resources Co. Ltd. is a corporation established in Saskatchewan in 2011. They are the proponent of the Southey Project and a subsidiary of the Yanzhou Coal Mining Co. Ltd. a publicly listed International mining company (New York, Hong Kong, Shanghai, and Sydney).

How can we trust a foreign company with our environment? The company has operated for more than 40 years and has projects around the world, where environmental regulations are similar to or more stringent than Canada's. The Southey Project will be governed by the same regulatory process as any other mine in Saskatchewan. This system is very robust and founded on six decades of being the world's leading producer of potash.



Will the economic benefits differ compared to other mines? The economic benefits won't differ, as a publicly traded company like K+S Potash (headquarters in Germany), Potash Corp and Mosaic (headquarters in the US) the direct benefits to Saskatchewan/Canada will be the same. The government of Saskatchewan has invited companies like Yancoal to invest in the province, deciding the taxes and royalties to be gained make economic sense. Also, having more than one company operating in the industry at one time means that the province won't be subject to decisions made by a single producer, but based on the industry's best practices.

Yancoal

Yancoal Canada Resources

Robin Kusch
Unit 300, 211 4th Avenue South
Saskatoon, SK S7K 1N1

Phone: 1-306-668-5558 ext. 6015
Mobile: 1-306-227-1073
Fax: 1-306-668-5559
Email: r.kusch@yancoal.ca
www.yancoal.ca

Is a Chinese/foreign workforce part of the plan? No, the Southey Project has a long mine-life, and to optimize employee retention Yancoal knows the key will be to engage a local workforce who already live and want to live in Saskatchewan. Further, the Southey Project team is already dominated (90%) by Canadians with expertise in mining in Saskatchewan. The bulk of the design and engineering team (AMEC Foster Wheeler) and the environmental team (Golder Associates) operate out of offices in Saskatoon. The mining management team from China (6 people) has relocated to Saskatoon to drive project planning and represent the project team to the Yancoal Board.



Together we can build something to be proud of.