Australian Industry Participation (AIP) plan Summary – Project Phase

1. Project Details

Designated project proponent: Clean TeQ Sunrise Pty Ltd

Project name: Clean TeQ Sunrise

Description of the project:

Clean TeQ Sunrise Pty Ltd, a wholly owned subsidiary of Clean TeQ Holdings Limited, is developing the Sunrise Nickel Cobalt Scandium Project in New South Wales utilising Clean-iX[®] technology.

The Sunrise process will see 2.5 MTPA of nickel laterite ore processed using the pressure acid leaching (PAL) process. The facility will produce three main products including nickel, cobalt, and scandium oxide.

The Project's Final Investment Decision (FID) is planned for Q1 2019. Site construction works are planned to commence in early 2019 with commissioning and first production (project completion) planned by early 2021. Procurement for 'Early Works' will commence in July 2018. Clean TeQ Sunrise Pty Ltd is the sole procurement entity for the Project.

Clean TeQ will:

- Utilise the resources of ICN NSW to identify those Australian companies able to supply goods or services commensurate with the quality, safety, environmental, reliability and delivery standards and objectives of the Project.
- Will provide information and facilitate briefings to Australian industry in order for local suppliers to have adequate time to identify potential supply opportunities.
- Establish a local vendor / supplier program to work with local and regional organisations, including indigenous organisations and ICN NSW, to establish links between Clean TeQ and local businesses including developing local capability registers and identifying capacity building opportunities to support the operational phase of the project
- Establish a measurement system to track and report the extent to which Australian industry is utilised

Estimated project value: AUD\$1.9B

Project location: Central NSW, approx. 350kms WNW of Sydney (Fifield District)

Link to project information:

Clean TeQ Website:	http://www.cleanteq.com/
Sunrise Project Website:	http://www.cleanteq.com/sunrise-project/

Project contact for procurement information: James Fisher NSW Manager <u>ifisher@cleanteq.com</u> 0403 312 111

Other project proponents involved in the project: Clean TeQ Holdings Limited

2. Opportunities to supply Goods and Services

Expected Opportunities	¹ Opportunities for Australian entities >AUD\$1M	Opportunities for non- Australian entities >AUD\$1M
Goods		
Ore Leaching Facilities	Yes	Yes
Refinery	Yes	Yes
Reagent Handling and Distribution Facilities	Yes	Yes
Permanent Infrastructure Facilities	Yes	Yes
Water Supply Pipeline (Permanent)	Yes	Yes
Sewage Disposal and Treatment Facilities	Yes	Yes
Mobile Equipment	Yes	Yes
Permanent Camp	Yes	Yes
Spares & First Fills	Yes	Yes
Off Site Mine Operating Centre	Yes	Yes
Services		
Engineering Studies	Yes	Yes
EPCM Services	Yes	Yes
Site Preparation Services – Bulk Earthworks & Drainage	Yes	Yes
Site Access, Laydown and Haul Roads	Yes	Yes
Mine Services	Yes	Yes
Construction and Installation	Yes	Yes
Water Storage & Distribution (Interim)	Yes	Yes
Construction Phase Fuel Storage & Distribution	Yes	Yes
Construction Camp Operation & Maintenance	Yes	Yes

Disclaimer: The information provided in the table above is based on an initial assessment by the company. Any questions or issues should be raised with the project contact.

Explanation for item(s) in list above where it is indicated 'No Opportunities for Australian entities'

Not Applicable

3. Standards to be used in the project

The Sunrise Mine Development is being engineered to Australian Industry Engineering Standards. These standards will be incorporated into contracts and purchase orders as 'Project Specifications' which will form the basis for all industry bids to supply goods or services. Any relaxation of the Project Specifications (where approved by the Project's engineering group) for a particular work package will be notified to all bidders during the pre-award phase to ensure all bidders are provided with equal opportunity to submit their bids on an equivalent basis.

Australian Entities will have the ability to meet these standards. Experience in supplying similar equipment will be a key criterion in the evaluation of vendors ability to supply.

4. AIP activities to be undertaken by the Project Proponent

Action 1	Advertise supply opportunities on the ICN Gateway to identify potential Australian entities for each work package.
	Identify, as appropriate, local and regional entities through local business forums to be held that have development potential to support both the Project and Operational Phases for the supply of goods and services.
	Four initial forums will be held in July '18 in Parkes, Trundle, Condobolin and Forbes. We will repeat these forums on a quarterly basis.
Action 2	Create awareness of Project opportunities during local and regional public community forums on a quarterly basis or more regularly as deemed appropriate. These forums will be arranged by ICN but conducted by Clean TeQ Sunrise Pty Ltd including providing sufficient information on specific local and regional opportunities along with Project contact information for interested parties.
	In addition to the local towns mentioned in 'Action 1' we plan to hold forums in Dubbo and Orange.
Action 3	Clean TeQ will both advertise in local and mainstream media and publish media releases detailing supply opportunities and how Australian entities can take part in the Clean TeQ Sunrise project.
Action 4	Clean TeQ will contact directly Australian entities known to possess expertise required within the project and invite these entities to tender and or inform them of supply opportunities and how they can respond to these opportunities.

Upon approval of the Project's AIP Plan, the Project proponent will:

- 1. Conduct an awareness campaign to all affected Project personnel commencing with the issue of the Clean TeQ Sunrise Pty Ltd AIP Policy summarised as per this AIP plan;
- 2. Resource an AIP Coordinator who will:
 - coordinate with ICN and other relevant business and local forums to advertise Project supply opportunities;
 - plan and host awareness sessions for upcoming Project opportunities for local and regional supplier opportunities;
 - be the focal point for overseeing the roll out, implementation, and ongoing compliance with the AIP Plan obligations.
- 3. Sponsor the development of procedures and other standard documentation that detail and formalise the implementation of Clean TeQ Sunrise Pty Ltd's AIP Plan obligations across the Project for all contracting and procurement activities including cascading of these obligations down into each contract and purchase order to become contractor and supplier obligations. ICN details will be provided within this documentation so each contractor / vendor can seek SME support to comply with the Project's AIP Plan obligations; and
- 4. Sponsor the implementation of document management and reporting systems that capture and record compliance data for inclusion into the AIP Plan Compliance Report.

5. AIP activities to be undertaken by procurement entities

As above