

Finland/Estland, Sweden and Norway Nordkalk limestone & Forsand sand & gravel mines

Erika Ingvald, Geological Survey of Sweden





Application of UNFC to minerals and anthropogenic resources: Sustainable management of raw material resources, 26 August 2020

Finland/Estland, Sweden and Norway Nordkalk limestone and Forsand sand and gravel mines

- These case studies were prepared by the Geological Surveys of Norway and Sweden, Nordkalk, Forsand Sandkompani and Petronavit a.s
- Acknowledgements
 Gratitude is expressed to Michael Haschke of the Minerals Working Group and Alistair Jones of the Technical Advisory
 Group of the United Nations Economic Commission for Europe (ECE) Expert Group on Resource Management for reviewing
 the manuscript of this report and to the ECE secretariat, in particular Charlotte Griffiths and Harikrishnan Tulsidas.
- The report has been prepared in cooperation between the Geological Survey of Norway (NGU), the Geological Survey of Sweden (SGU), Nordkalk, Forsand Sandkompani and Petronavit a.s..
- The contributors were:

SGU: Erika Ingvald, Head of Division, Mineral information and Mining Industry

Nordkalk: Håkan Pihl, Director Sustainability

NGU: Annina Margreth, Researcher in the Natural Construction Materials team,

Forsand Sandkompani: Rune Haukalid, Managing Director

- Petronavit a.s.: Per Blystad, Consultant and Sigurd Heiberg, Chairperson
- The contributions were as follows:

Nordkalk: The Karinu Case.

SGU and Nordkalk: The Bunge Case.

NGU, Forsand Sandkompani and Petronavit a.s: The Forsand case.

Petronavit a.s: Coordination of the case studies.

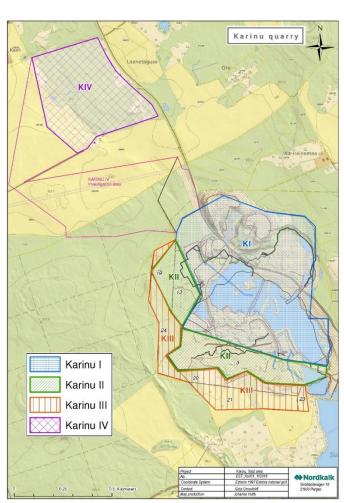
Finland/Estland, Sweden and Norway Nordkalk limestone and Forsand sand and gravel mines



Our aim was to test UNFC on

- Industrial mineral resources
- and how it can be useful for privately owned companies
- In the Nordic context

Finland/Estland, Sweden and Norway Nordkalk limestone and Forsand sand and gravel mines



UNECE

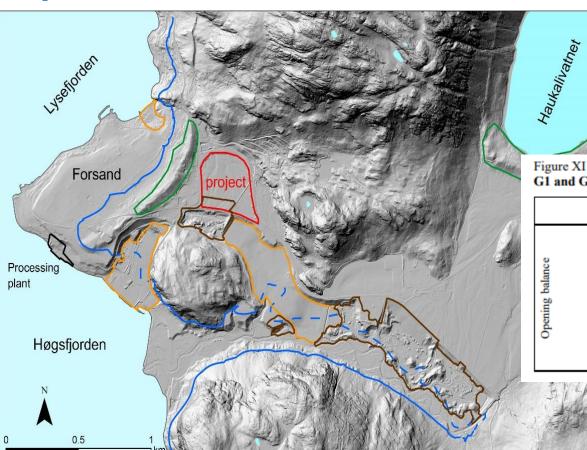
| Domain | Quality and (kT) | d volume | UNFC code | Coming actions |
|------------|---------------------|----------|-----------|--|
| | | | | |
| | Good | 90 | E1F2G1+G2 | |
| Karinu I | High MgO | 420 | E1F2G1+G2 | |
| | Unsold not | assessed | E3F4 | Historical production of fine material |
| | | | | |
| | Good | 220 | E1F1G1+G2 | |
| Karinu II | High MgO | 80 | E1F2G1+G2 | Extraction is in progress. |
| | | | | |
| | Good | 1400 | E1F1G1+G2 | |
| Karinu III | High MgO | 350 | E1F2G1+G2 | Prepared for starting extraction. |
| | | | | |
| Karinu IV | Good | 1900 | E2F2G1+G2 | Preparation of the EIA and a permi application. Technical design plan. |
| | High MgO | 310 | E2F2G1+G2 | More investigation in order to add the confidence level. |
| | | | | |
| Karinu | Good | 3700 | | |
| total | High MgO | 1200 | | |

Finland/Estland, Sweden and Norway Nordkalk limestone and Forsand sand and gravel mines



| Year | Court verdict | UNFC E Category | | | | | |
|--|--|-----------------|--|--|--|--|--|
| 2008 | 1st instance, application turned down | E3 | | | | | |
| 2009 | 2 nd instance, partial permit granted | E2 | | | | | |
| 2010 | Supreme Court, sent back the case to the 1st instance | E2 | | | | | |
| 2011 | 1th instance, turned down the permit | E3 | | | | | |
| 2012 | 2 nd instance, granted the permit | E1 | | | | | |
| 2013 | Supreme Court, granted partial appeal, due to Natura 2000 evaluation. Case sent back to the 1 st instance | E2 | | | | | |
| 2014 | 1 st instance, granted the permit. Case appealed. | E1 | | | | | |
| 2015 | 2 nd instance trial put on hold due to new Natura 2000 proposal. | E2 | | | | | |
| 2015 | Swedish Government, Decision on a new Natura 2000 area. | E2 | | | | | |
| 2018 | 2 nd instance, taking on the trial which was on hold since 2015. Did not grant the permit. | E3 | | | | | |
| 2018 | Supreme Court turned down an appeal. The 2018 verdict came into legal force. | E3 | | | | | |
| The UNFC F and G Categories were at an early stage concluded to be F2 and G1 | | | | | | | |

Finland/Estland, Sweden and Norway Nordkalk limestone and Forsand sand and gravel mines



UNECE

The Forsand Project

Figure X1 G1 and G2 quantities at the beginning of period 4 in million tons

| | Fourth period 2020 | GI | <i>G2</i> | | |
|---------|--------------------|----|-----------|------|------|
| | Sales | | 0.29 | | |
| | Non-sales | | 0.03 | | |
| balance | E1.1F1.1 | 2G | 1.92 | 1.54 | 0.38 |
| d gr | E1.1F1.2 | 2G | | | |
| Opening | E3.1F1.1 | 2G | 0.09 | | |
| Õ | E3.1F1.2 | 2G | | | |
| | E3.3F4 | 2G | | | |

Finland/Estland, Sweden and Norway Nordkalk limestone and Forsand sand and gravel mines

UNECE

UNFC works well in assessment of industrial mineral resources. The Environmental-socioeconomic axis (E) is often the most important when developing a mineral source. It may concern the legal control of the land as well as the formal permit issues. This is very well reflected in the UNFC evaluation and demonstrated in the limestone mining cases.

CONCLUSIONS

For a UNFC study it may be natural to divide a mineral resource into different domains, defined per permit stages and technical development, depending on the local conditions. Variations in quality may control the commercial utilisation of the resource. UNFC allows case to case adjustments to cope with the quality parameter.

If not all of the extracted resource can be sold and utilised, the UNFC class E3.1 is useful for reporting resources for potential future utilisation. E3.1 can also be applied to rocks that are not the key resource and must be removed, but may become useful in the future.

Overburden removal is a routine in any open pit operation. In most cases it is not a commercial product, but will be used in the restoration phase. By keeping track of and giving such volumes a UNFC code it is possible to connect the requirements of the EU Extractive Waste Directive and the reporting of a waste handling plan. In fact, such overburden volumes may be assigned a future role in the restoration of the site. ⁷



Thank you

Erika Ingvald

Head of Division

Geological Survey of Sweden

erika.Ingvald@sgu.se



Application of UNFC to minerals and anthropogenic resources: Sustainable management of raw material resources, 26 August 2020