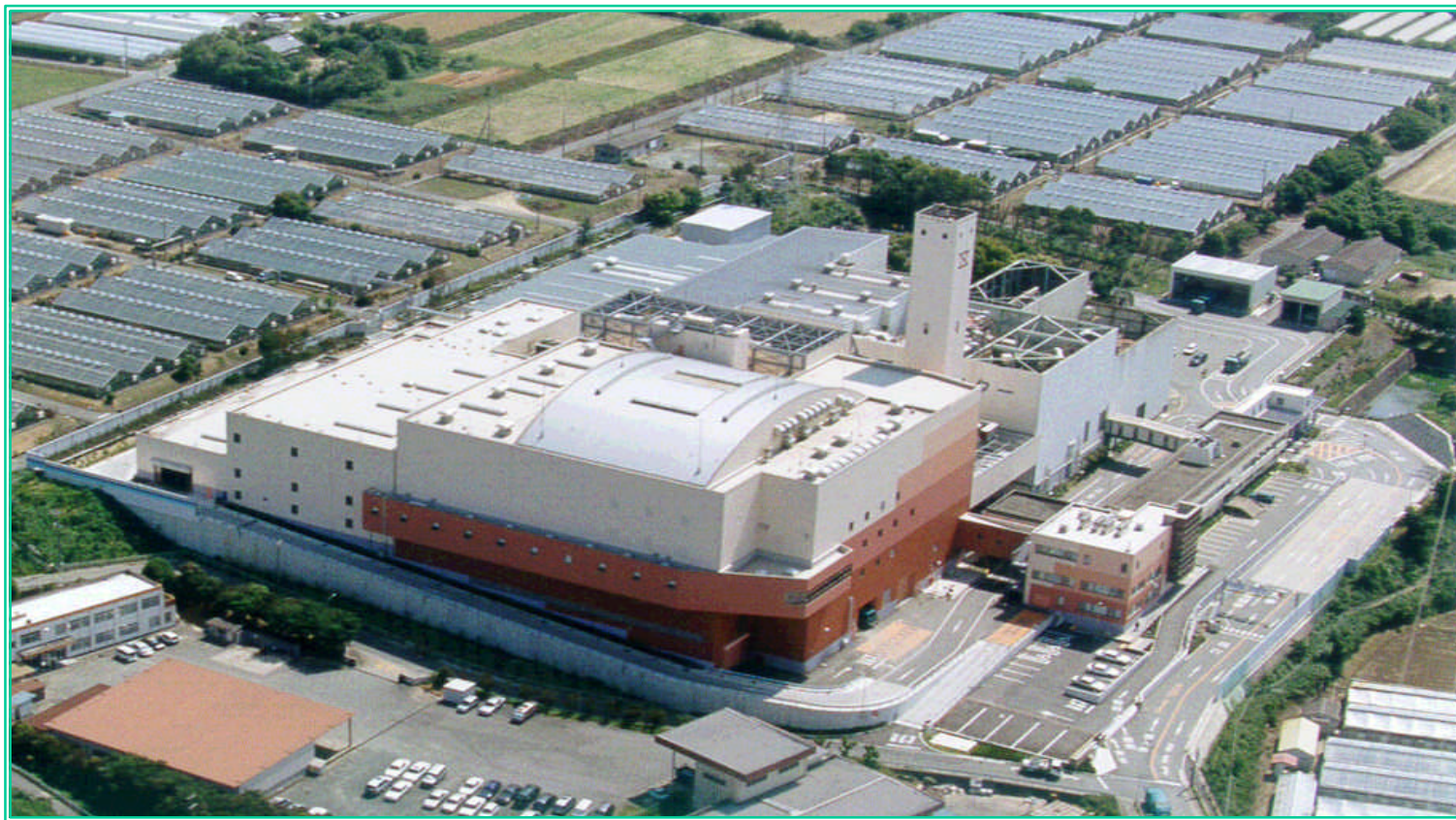




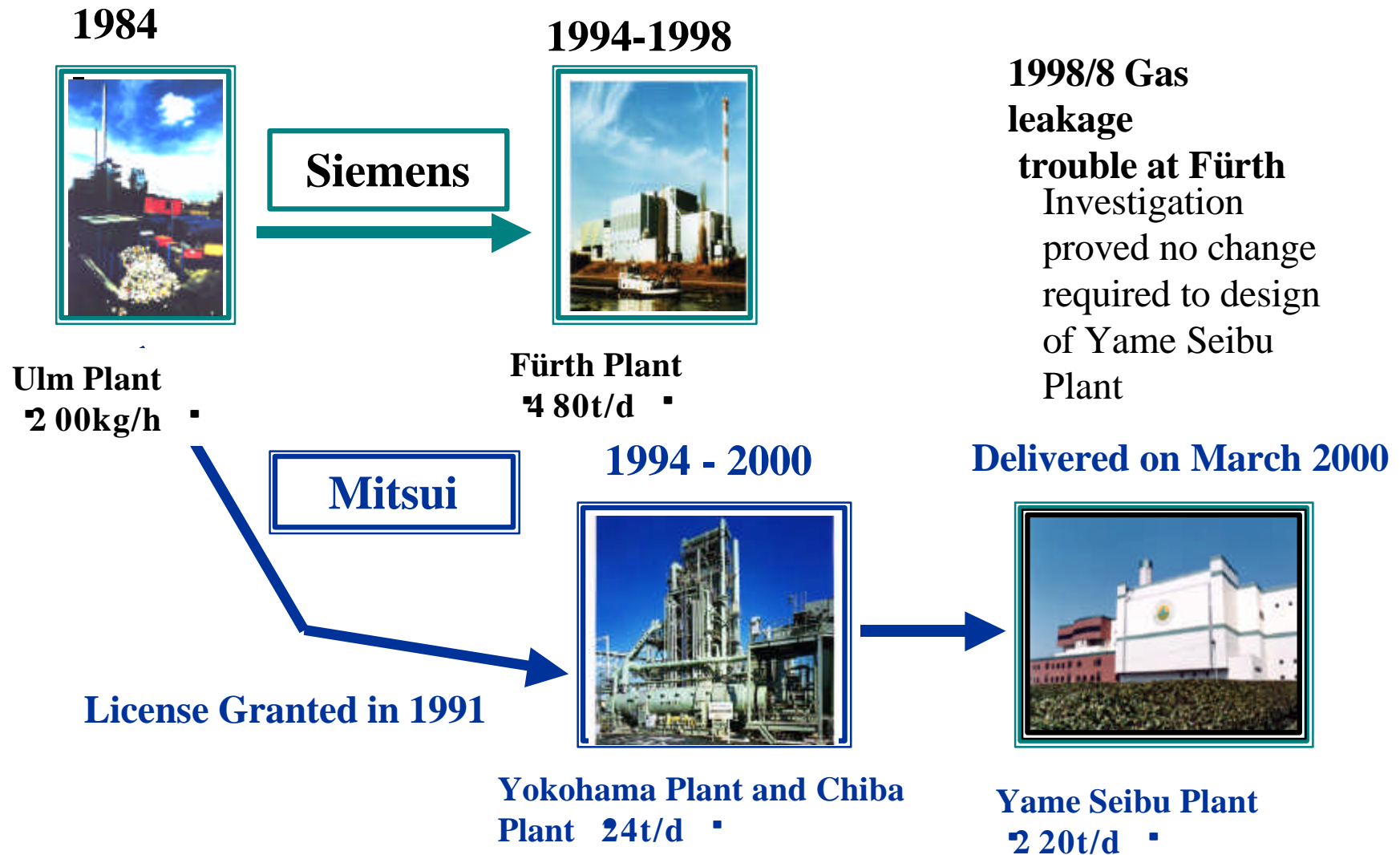
Mitsui Recycling ■ ■

Pyrolysis Gasification & Melting Process



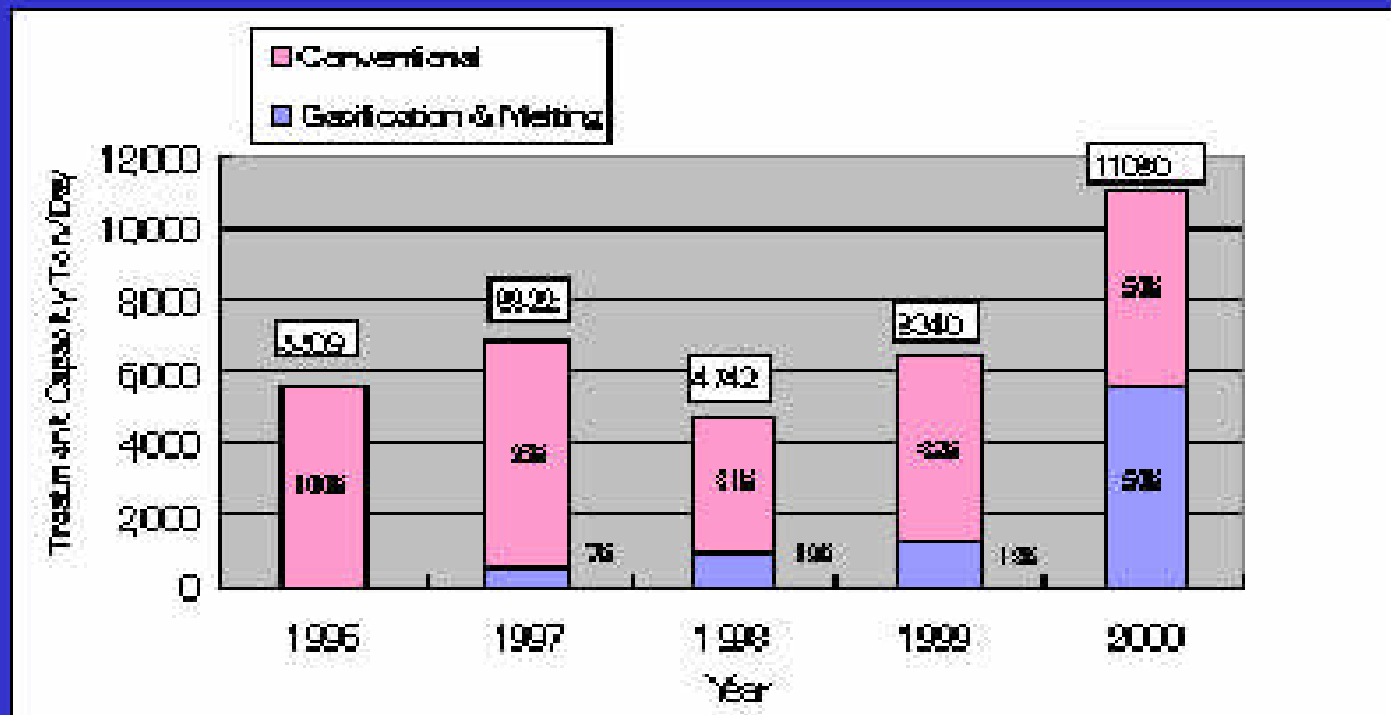
Development History of R21

Mitsui Recycling 21



Trend of Japanese Incinerator Market

- Order Record of MSW Incinerator in Japan -



Construction Record of R21

Mitsui Recycling 21



For: Yame Seibu Regional
Administrative Association
110 ton/day 2 trains
Start Const. 1997
*Completed March 2000



For: Toyohashi City
200 ton/day 2 trains
Start Const. 1998
*Completed March 2002



For: Ebetsu City
70 ton/day 2 trains
Start Const. 2000
*Completed Nov. 2002



For: Koga City and One City, Four
Towns' Waste Disposal Cooperative
130 ton/day 2 trains
Start Const. 2000
*Completed March 2003



Owner: Nishi Iburi Regional Union
Operator: Nishi Iburi Kankyo Co. Ltd
105 ton/day 2 trains
Start Const. 2001
*Completed March 2003



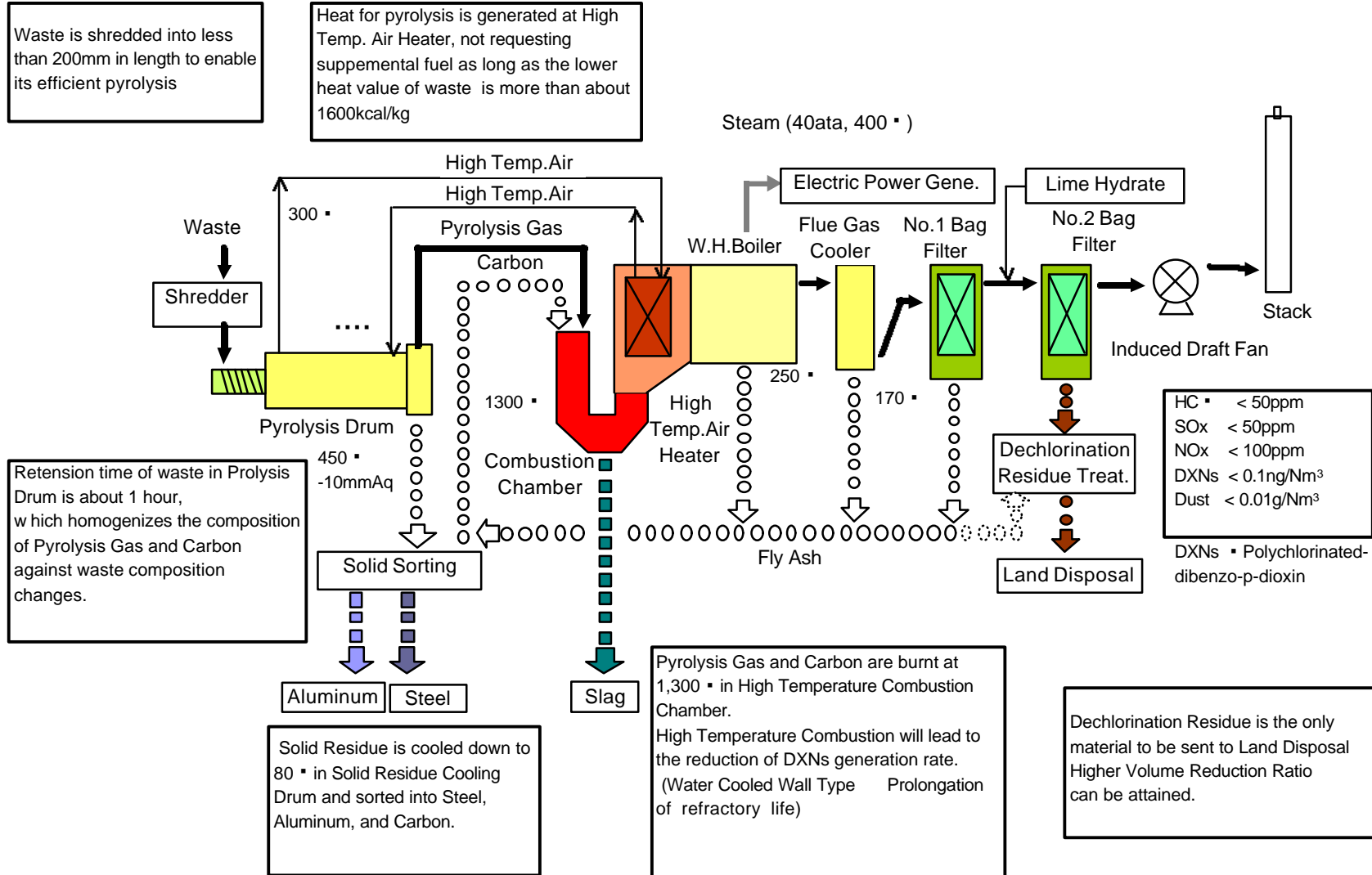
For: Kyohoku Regional
Administrative Association
80 ton/day 2 trains
Start Const. 2001
* Completed March 2003

R21 Projects Status as of May 20, 2003

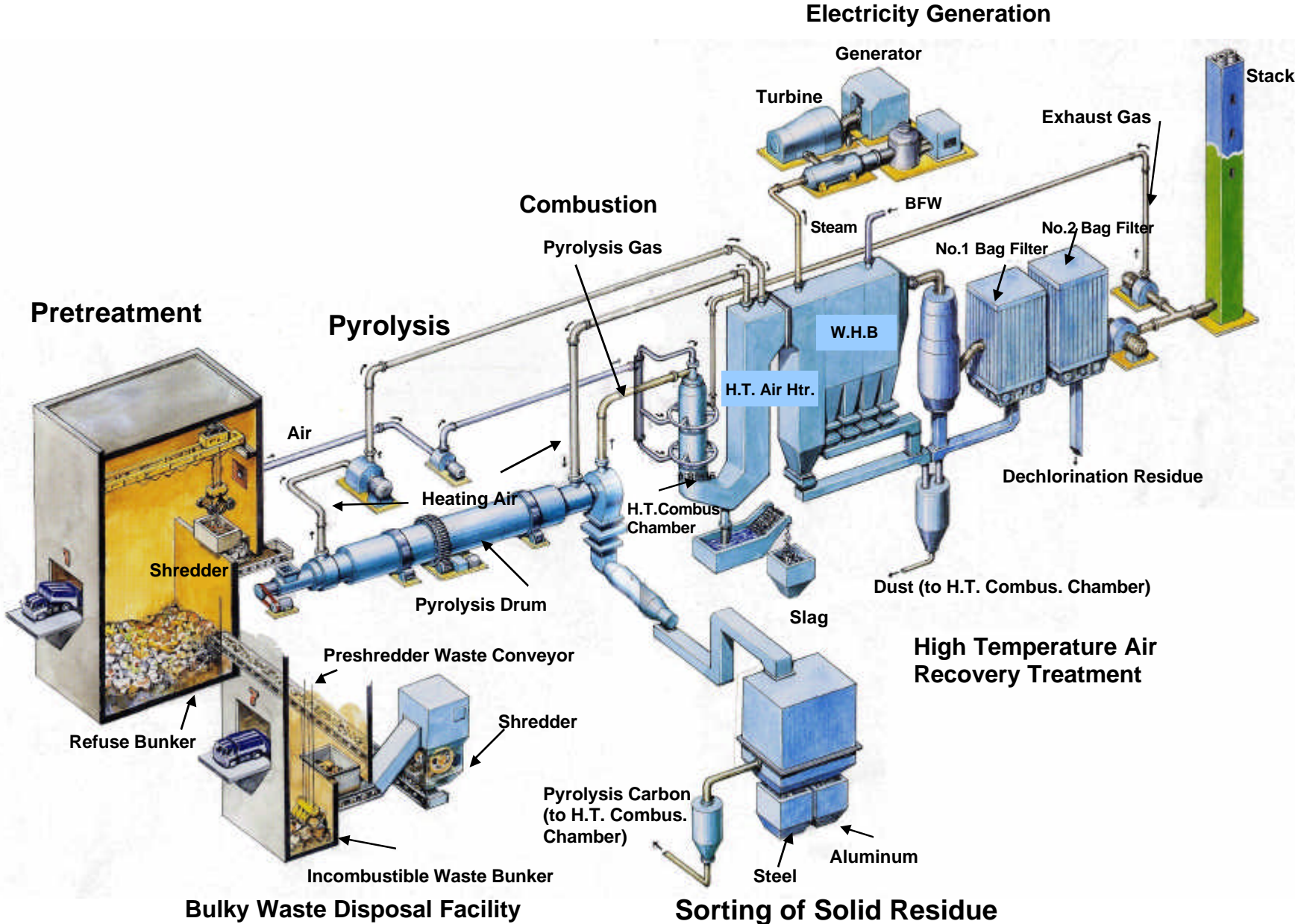
| Facility | Yame Seibu R21 | Toyohashi R21 | Ebetsu R21 | Koga Seibu R21 | Nishiiburi R21 | Kyohohoku R21 |
|---|---|---|--|--|--|---|
| Current Status as of May 20, 2003 | Yame R21 has been under commercial operation for more than 3 years without any critical troubles. Yame R21 is the first pyrolysis gasification and melting facility in Japan which was turnover in March, 2000. | Toyohashi R21 has been commercially operated steadily for more than 1 year, which was turnover in March 2002. | Ebetsu R21 was turnover in November, 2002 and has been under steady commercial operation. | Koga Seibu R21 was turnover at the end of March, 2003 after the performance guarantee operation successfully completed at the end of January 2003. | Nishiiburi R21 was turnover at the end of March, 2003 after the performance guarantee operation successfully completed on March 8, 2003. | Kyohohoku R21 was turnover on March 15, 2003 after the performance guaranty operation at the end of January 2003. |
| Contract Date | July 7, 1997 | September 27, 1998 | September 26, 2000 | November 4, 2000 | January 15, 2001 | March 26, 2001 |
| Turnover Date | March 31, 2000 | March 15, 2002 | November 30, 2002 | March 31, 2003 | March 31, 2003 | March 15, 2003 |
| Plant Capacity | | | | | | |
| R21 | 110t/d x 2Trains (220t/d Total) | 200t/d x 2Trains (400t/d Total) | 70t/d x 2Trains (140t/d Total) | 130t/d x 2Trains (260t/d Total) | 105t/d x 2Trains (210t/d Total) | 80t/d x 2Trains (160t/d Total) |
| Bulky Waste Treatment | 50t/d (5 hour operation per day) | 70t/d (5 hour operation per day) | 35t/d (5 hour operation per day) | Not installed | 57t/d (6 hour operation per day) | Not installed |
| Waste LHV for Plant Design | | | | | | |
| High (kcal/kg) | 2400 | 3000 | 3200 | 2580 | 3100 | 2750 |
| Middle (kcal/kg) | 1600 | 2300 | 2400 | 1580 | 2300 | 1900 |
| Low (kg/kg) | 1000 | 1200 | 1500 | 960 | 1500 | 1100 |
| Flue Gas Cleaning Method | Dry Type Gas Cleaning Method (Dust Removal Bag Filter + Dechlorination Bag Filter) | Dry Type Gas Cleaning Method (Dust Removal Bag Filter + Dechlorination Bag Filter + Catalytic Reactor) | Dry Type Gas Cleaning Method (Dust Removal Bag Filter + Dechlorination Bag Filter + Catalytic Reactor) | Dry Type Gas Cleaning Method (Dust Removal Bag Filter + Dechlorination Bag Filter) | Dry Type Gas Cleaning Method (Dust Removal Bag Filter + Dechlorination Bag Filter) | Dry Type Gas Cleaning Method (Dust Removal Bag Filter + Dechlorination Bag Filter) |
| Stack Flue Gas Limitation for Plant Design (*1) | | | | | | |
| DXNs (ng-TEQ/Nm ³) | <0.1 | <0.01 | <0.05 | <0.05 | <0.1 | <0.1 |
| HCl (ppm) | <50 | <40 | <61 | <100 | <50 | <25 |
| SOx (ppm) | <50 | <25 | <395 | <100 | <50 | <20 |
| NOx (ppm) | <100 | <50 | <50 | <100 | <100 | <100 |
| CO (ppm) | <10 | <30 | <30 | <30 | <30 | <30 |
| Dust (g/Nm ³) | <0.01 | <0.02 | <0.01 | <0.02 | <0.02 | <0.02 |
| Generated Steam | 40ata, 400degC | 40ata, 400degC | 30ata, 300degC | 40ata, 400degC | 30ata, 300degC | 30ata, 300degC |
| Type of Steam Turbine Generator | Extraction Turbine | Extraction Turbine | Extraction Turbine | Extraction Turbine | Condensing Turbine | Condensing Turbine |
| Electric Power Generated (Rated) | 1950kW | 8700kw | 1980kW | 4500kW | 1980kW | 1500kW |

(*1) Base on Dry Gas 12%O₂

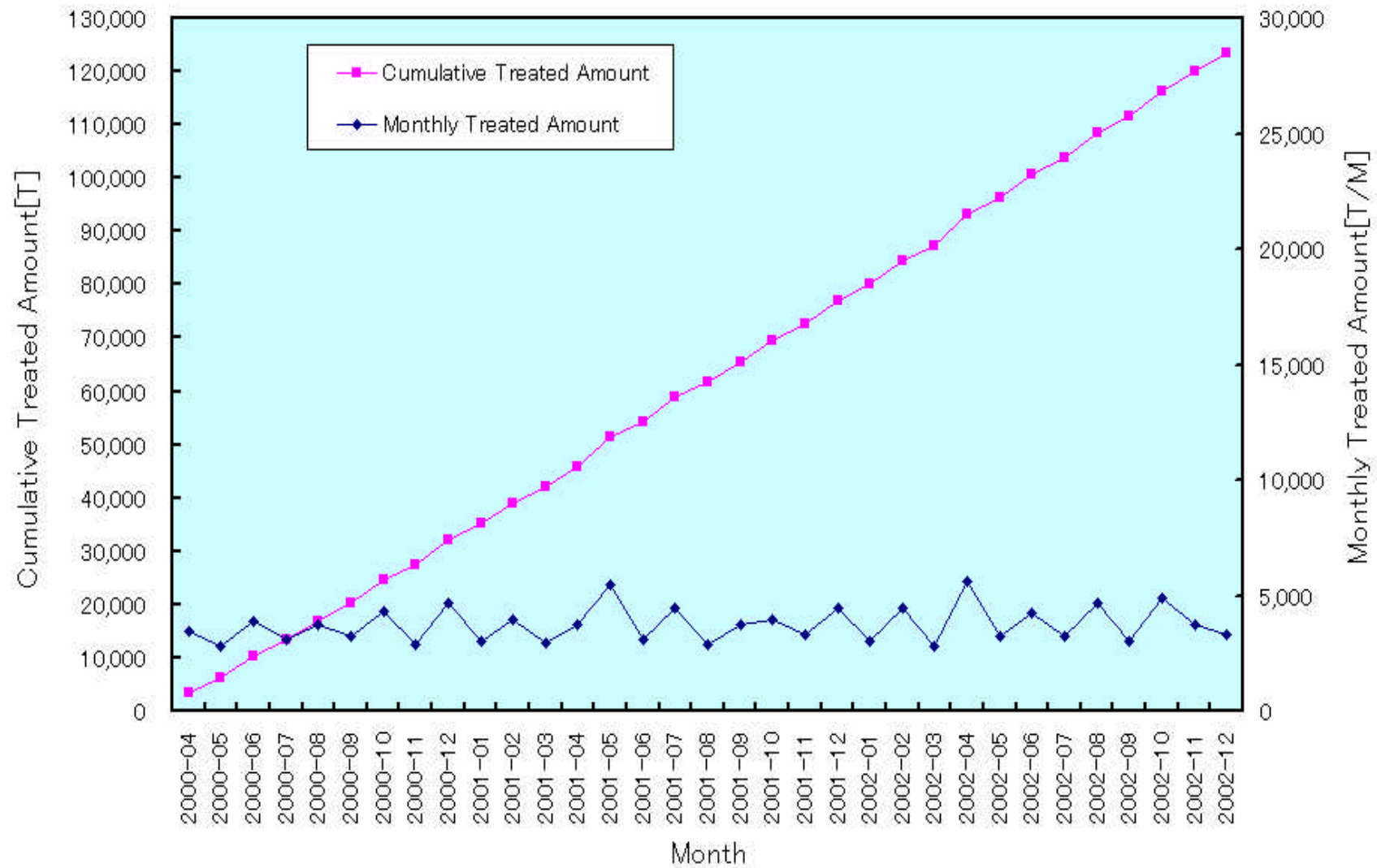
Toyohashi R21 Process Flow



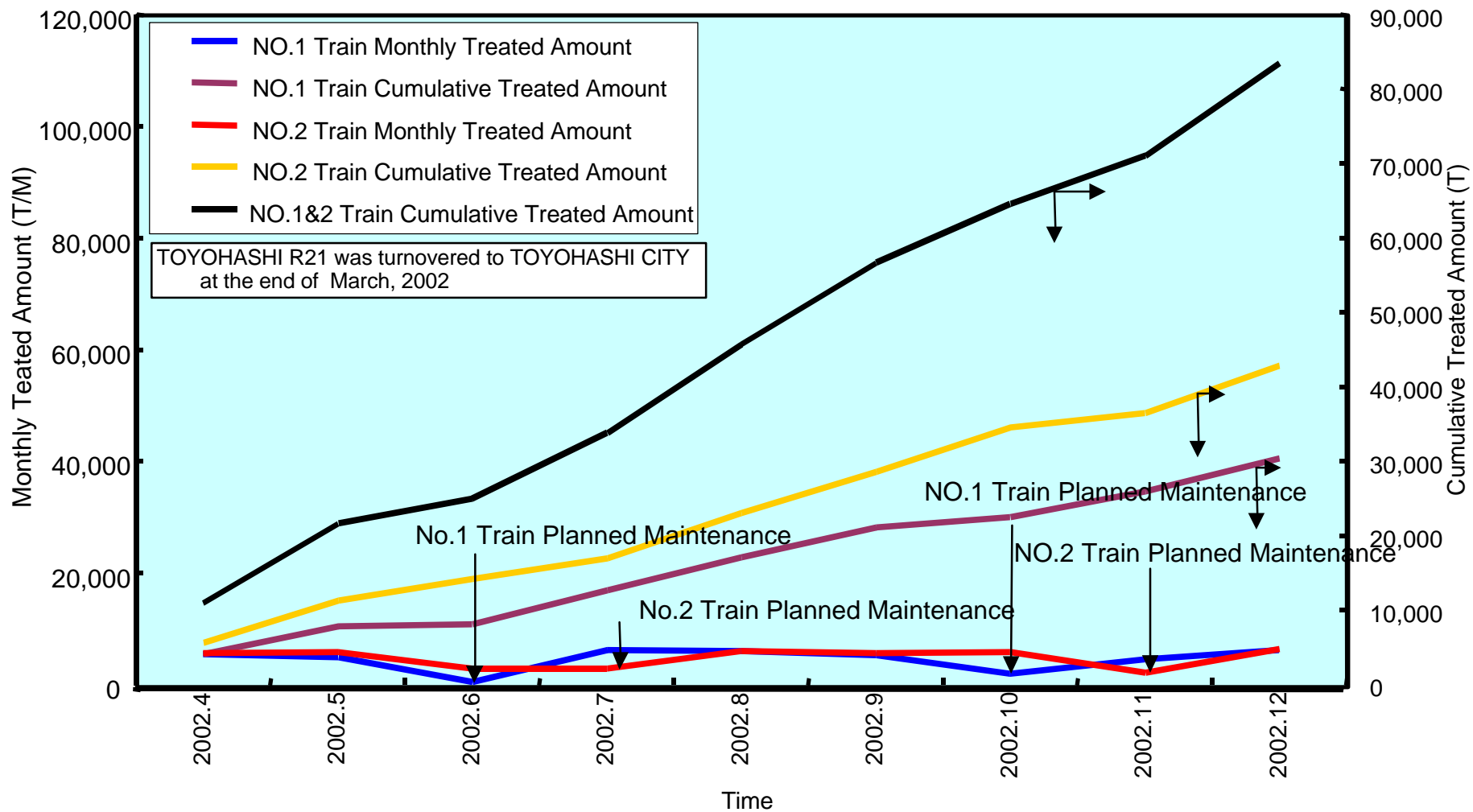
Process Flow of Pyrolysis Gasification & Melting Facility



Yame R21-Trend of Waste Treatment Amount

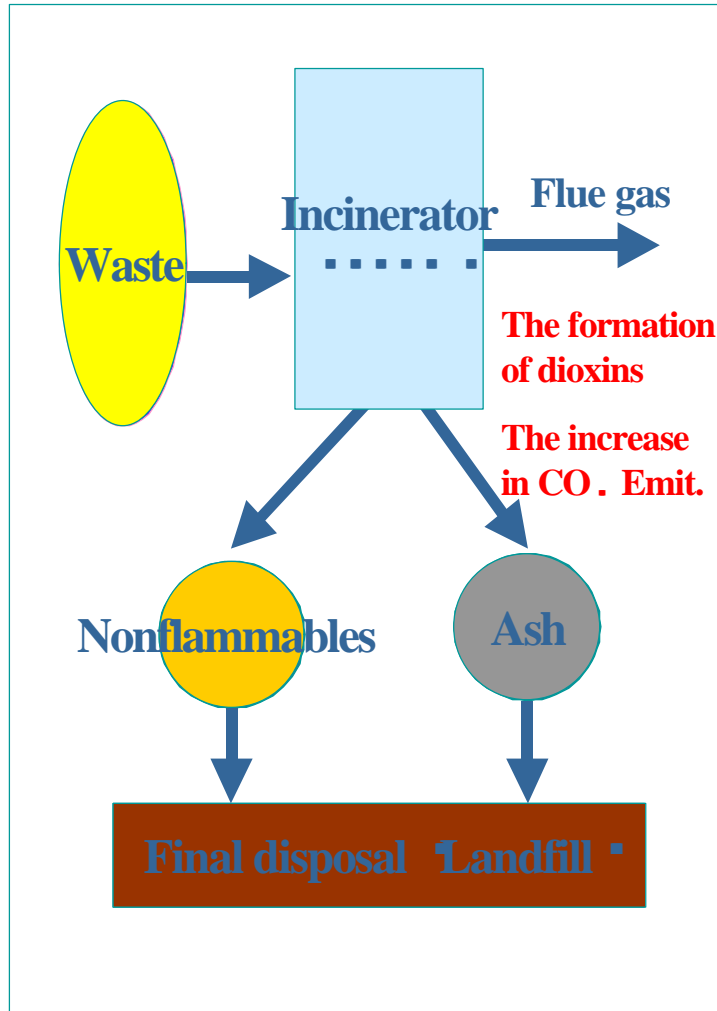


TOYOHASHI R21 Trend Data on Treated Amount of Waste

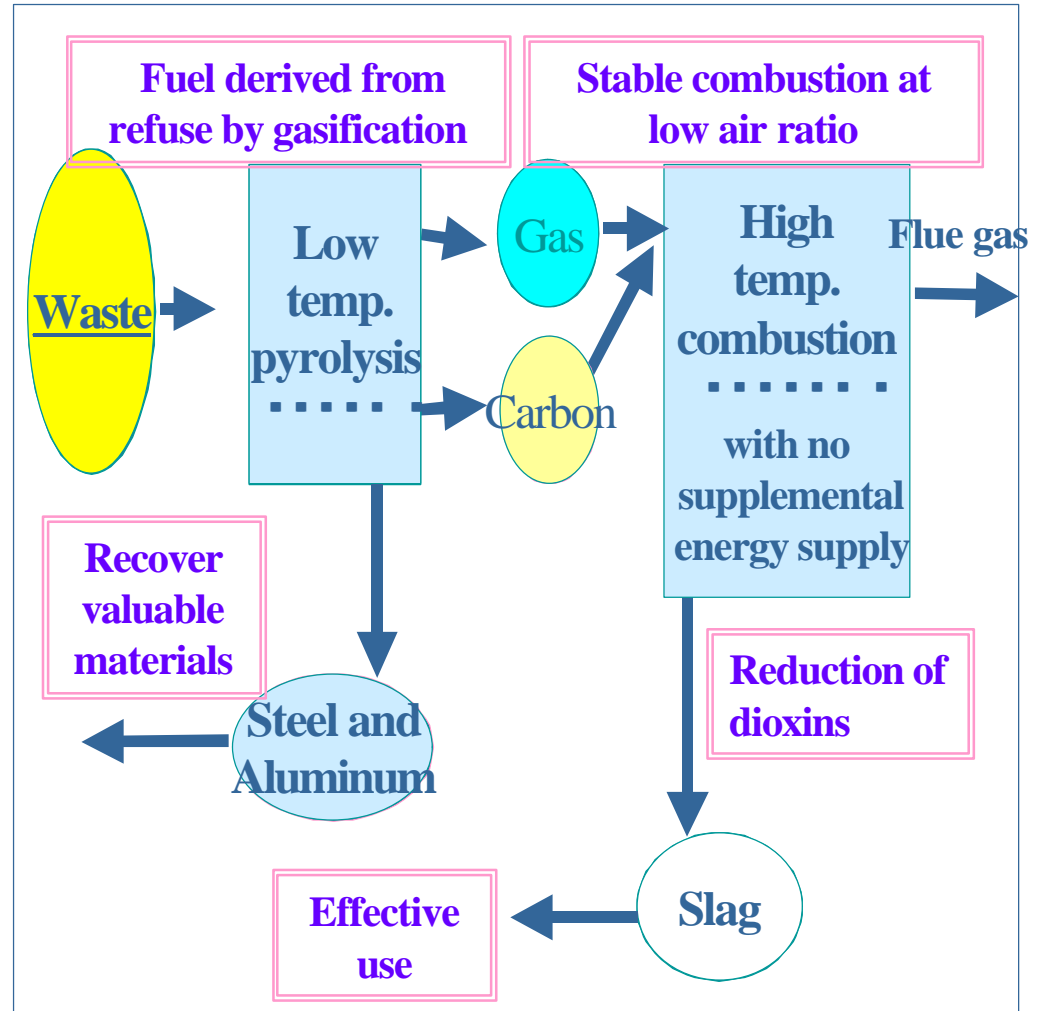


- Next generation of the waste treatment facilities
Pyrolysis Gasification & Melting Process ▪ ▪

Conventional Incinerator

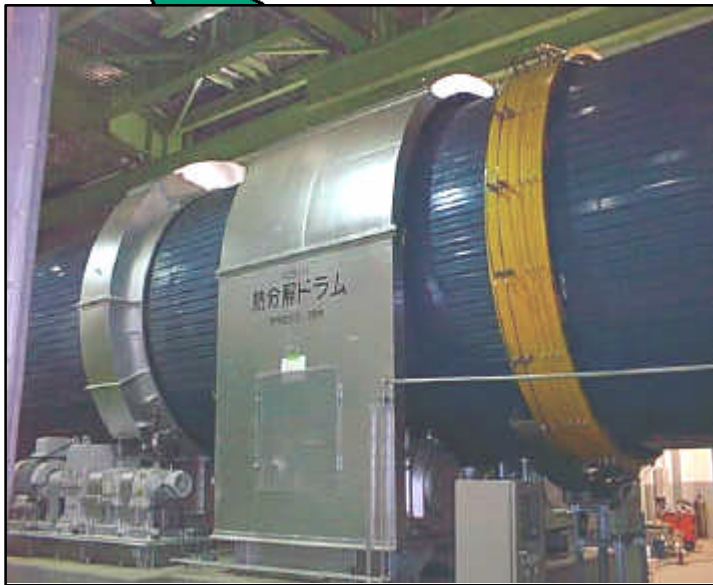
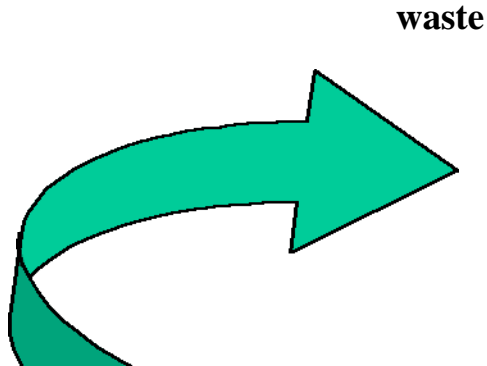


Gasification melting furnace

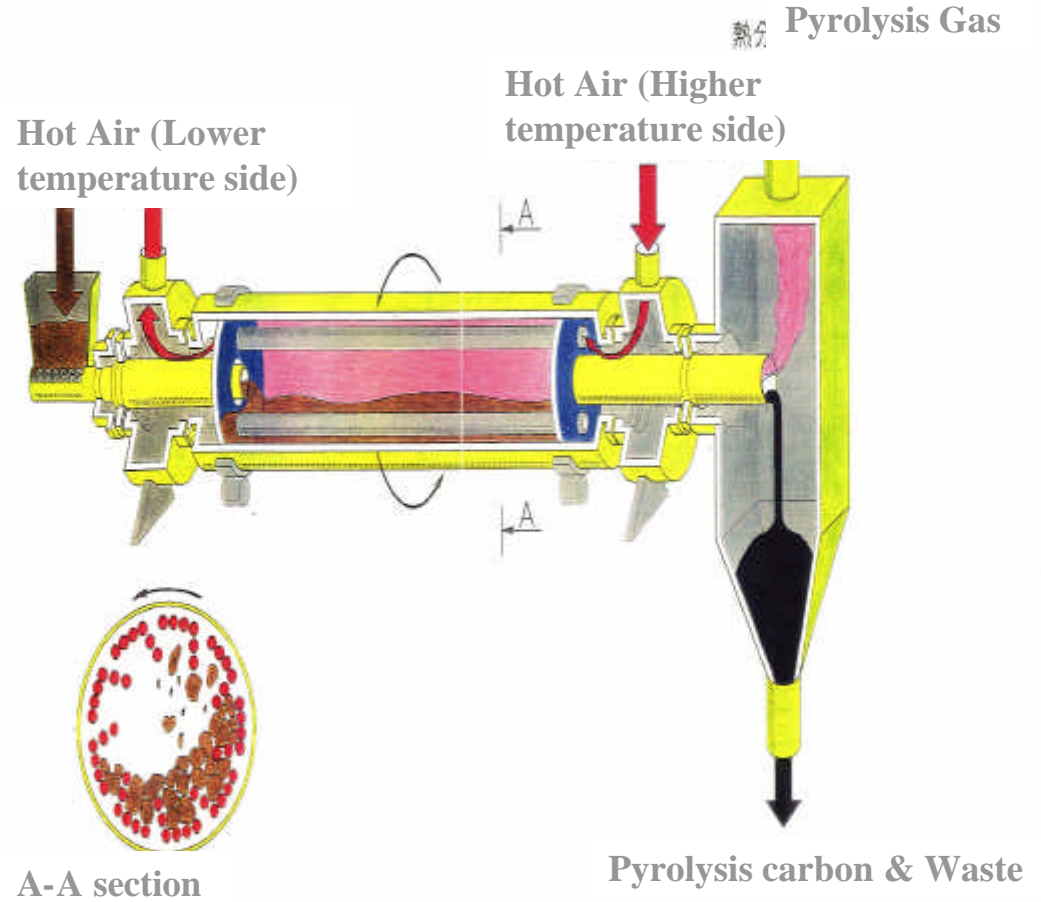


Specific Components of R21: Pyrolysis Drum

Mitsui Recycling 21

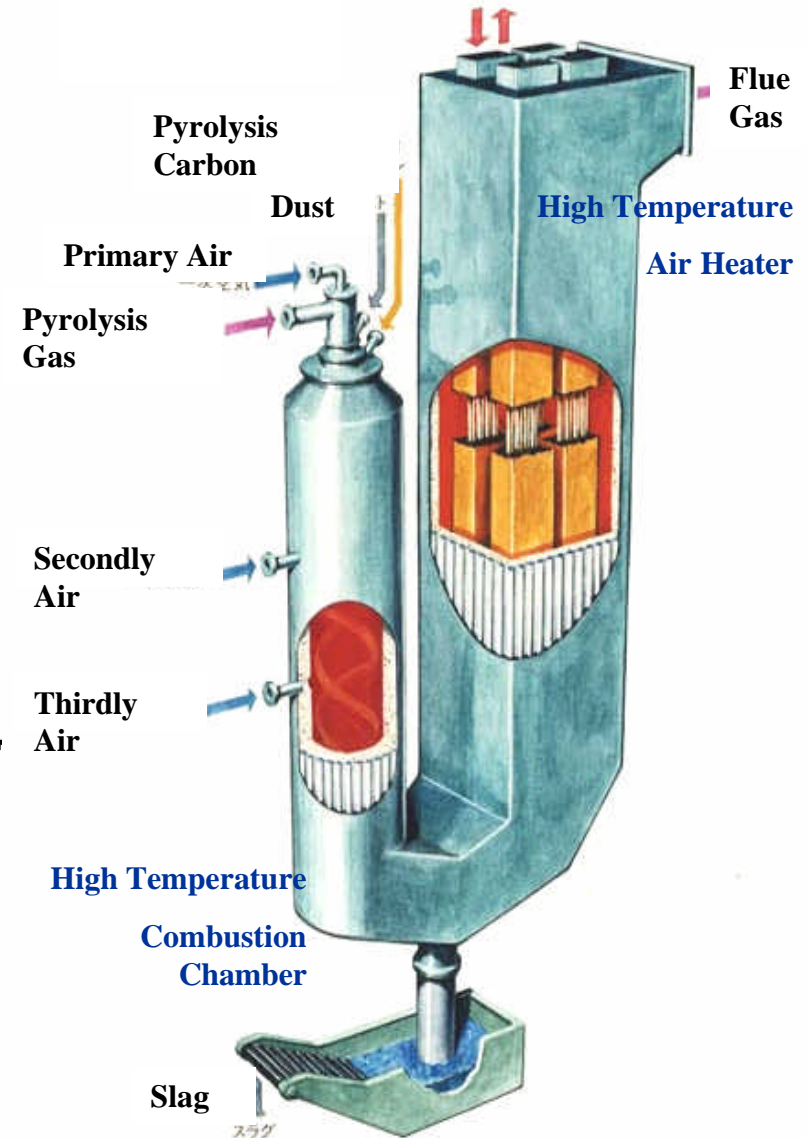
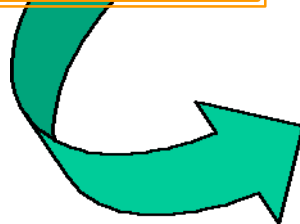
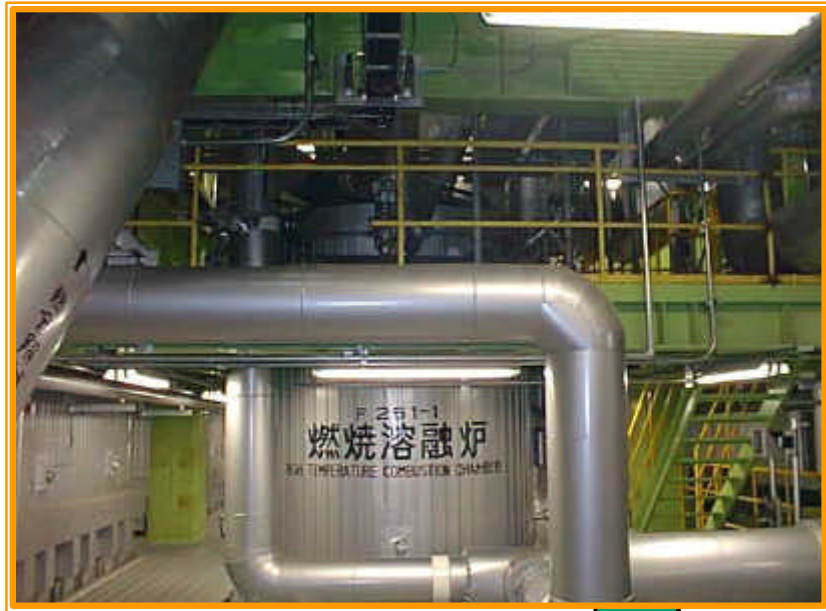


Pyrolysis Drum



Specific Components of R21: Furnace and Air Heater

Mitsui Recycling 21



Operation Results of Yame Seibu Clean Center

- Emission level: Guarantee vs Actual

| Items | Regulatory Standard | Guaranteed Value | Actual 2002 Average |
|-------|---------------------------|-----------------------------|-------------------------------|
| Hcl | 430 ppm | 50 ppm | ND |
| SO x | 500 ppm | 50 ppm | ND |
| NO x | 250 ppm | 100 ppm | 47 ppm |
| CO | 100 ppm | 10 ppm | 0~1 ppm |
| Dust | 0.04 g/m ³ N | 0.01 g/m ³ N | ND |
| DXNs | 1 ng-TEQ/m ³ N | 0.1 ng-TEQ/m ³ N | 0.007 ng-TEQ/m ³ N |

TOYOHASHI R21 Flue Gas Emission Data

NO.1 Train

| | Unit | Design Limit | Actual Data (*1) | | | | |
|------|------------|--------------|------------------|--------|--------|---------|--------|
| | | | Apr. 22 | May 22 | May 23 | Aug. 19 | Oct.8 |
| Dust | g/Nm3 | <0.02 | <0.001 | <0.001 | <0.001 | <0.001 | <0.001 |
| SOx | ppm | <25 | 5.9 | 7.6 | 10 | 3.6 | 2.9 |
| HCl | mg/Nm3 | <65 (*2) | 34 | 50 | 22 | 39 | 34 |
| NOx | ppm | <50 | 24 | 32 | 27 | 20 | 14 |
| DXNs | ng-TEQ/Nm3 | <0.01 | - | 0.0046 | 0.0018 | - | - |

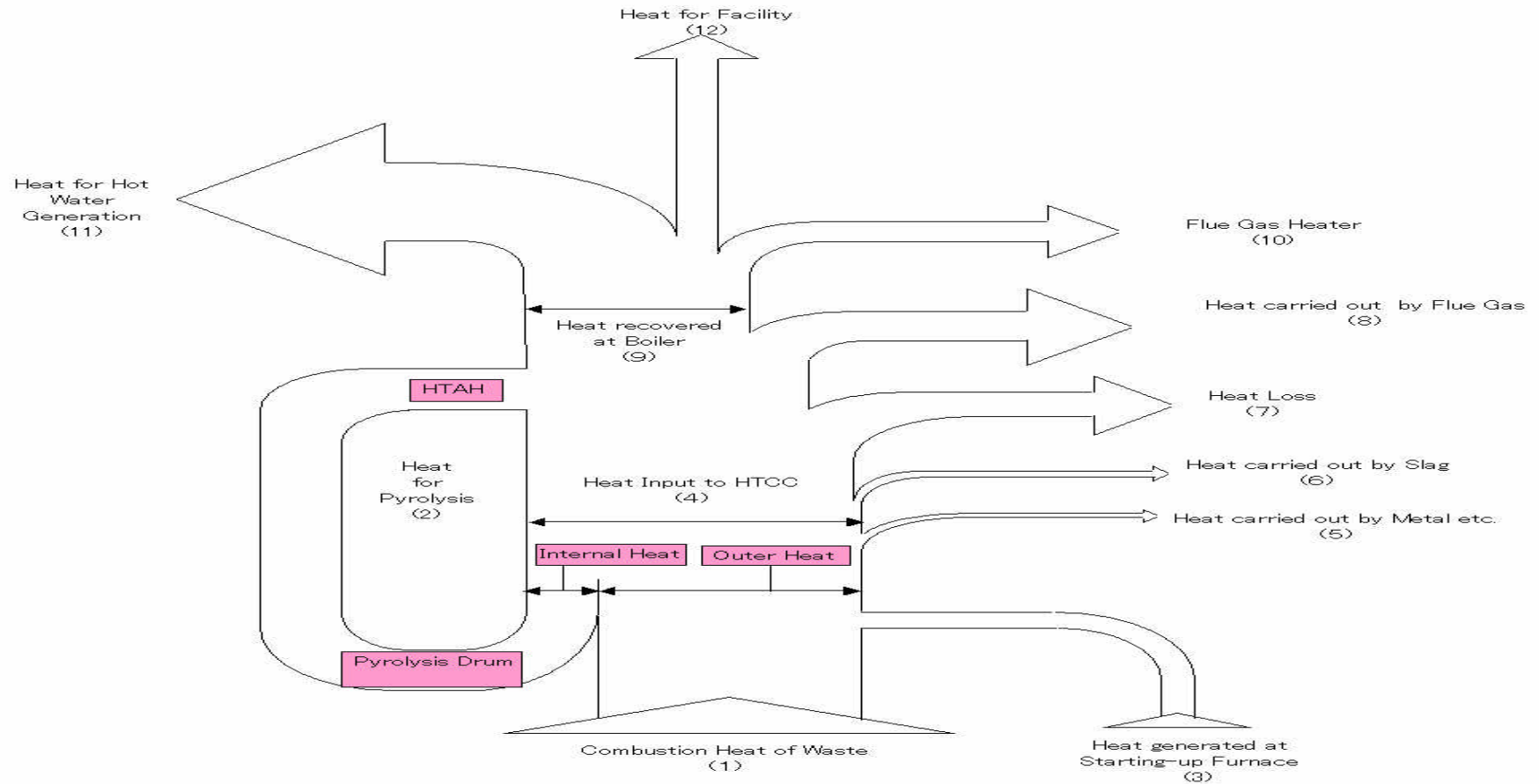
NO.2 Train

| | Unit | Design Limit | Actual Data (*1) | | | | |
|------|------------|--------------|------------------|--------|--------|---------|--------|
| | | | Apr. 24 | May 20 | May 23 | Aug. 20 | Oct. 9 |
| Dust | g/Nm3 | <0.02 | <0.001 | <0.001 | <0.001 | <0.001 | <0.001 |
| SOx | ppm | <25 | 10 | 4.9 | 7.5 | 1.7 | 4.2 |
| HCl | mg/Nm3 | <65 (*2) | 43 | 24 | 33 | 37 | 41 |
| NOx | ppm | <50 | 30 | 33 | 32 | 12 | 34 |
| DXNs | ng-TEQ/Nm3 | <0.01 | - | 0.0013 | 0.0039 | - | - |

Remark 1 : Based on 12%O2 Dry Gas

Remark 2 : Corresponding to 40 ppm

R21 Heat Balance (Example)



| Item | | Waste | | |
|-------------------|--|---------------------------|-----------|------|
| | | kcal/h | % | |
| Heat Input | Combustion Heat of Waste (1) | 10,000,000 | 100.0 | |
| | Internal Heat Input through Pyrolysis Drum (2) | (1,688,000) | | |
| | Generated Heat at Start-up Furnace (3) | 0 | 0.0 | |
| | Heat Input Total (4) | 10,000,000 | 100.0 | |
| Heat Output | Heat carried out by Metal etc. (5) | 27,300 | 0.3 | |
| | Heat carried out by Slag (6) | 116,300 | 1.2 | |
| | Heat Loss (7) | 754,500 | 7.5 | |
| | Heat carried out by Flue Gas (8) | 1,698,500 | 17.0 | |
| | Internal Heat Output though HTAH (2) | (1,688,000) | | |
| | Recovered Heat at Boiler (9) | 7,403,400 | 74.0 | |
| | (Breakdown) | Flue Gas Heater (10) | 183,000 | 1.8 |
| | | Hot Water Generation (11) | 7,070,400 | 70.7 |
| | Heat for Facility (12) | 150,000 | 1.5 | |
| Heat Output Total | | 10,000,000 | 100.0 | |

(Remark) Combustion Heat of Waste ⇒ 100%

Operation Results of Yame Seibu Clean Center

▪ Utility Cost

| Fiscal Year | 2000 | 2001 | 2002 |
|------------------|--------------|--------------|--------------|
| ▪ Fuel | 830 Yen/ton | 1060 Yen/ton | 1000 Yen/ton |
| ▪ Electric | 990 Yen/ton | 890 Yen/ton | 700 Yen/ton |
| ▪ ▪ Chemicals | 1540 Yen/ton | 870 Yen/ton | 1090 Yen/ton |
| ▪ Water | 30 Yen/ton | 30 Yen/ton | 30 Yen/ton |
| Total | 3400 Yen/ton | 2800 Yen/ton | 2800 Yen/ton |

Recycle of Materials in Marketable Quality Mitsui Recycling 21

Recovery of valuable resources

Non-oxidized steel, non-molten aluminum : Reuse

Yame C.C. Metals: Confirm the recovery of high quality steel and aluminum, sold out at the market price

Slag : Reuse as a asphalt composite material

Yame C.C. Slag : Meeting the requirements of the Environmental Notice No.46 for elusion test as the soil fit for agricultural use

NIPPON HODOO Co., Ltd. receives the slag as the asphalt composite material at the market price.



Recovered Iron



Recovered Aluminum



slag



Reuse of slag

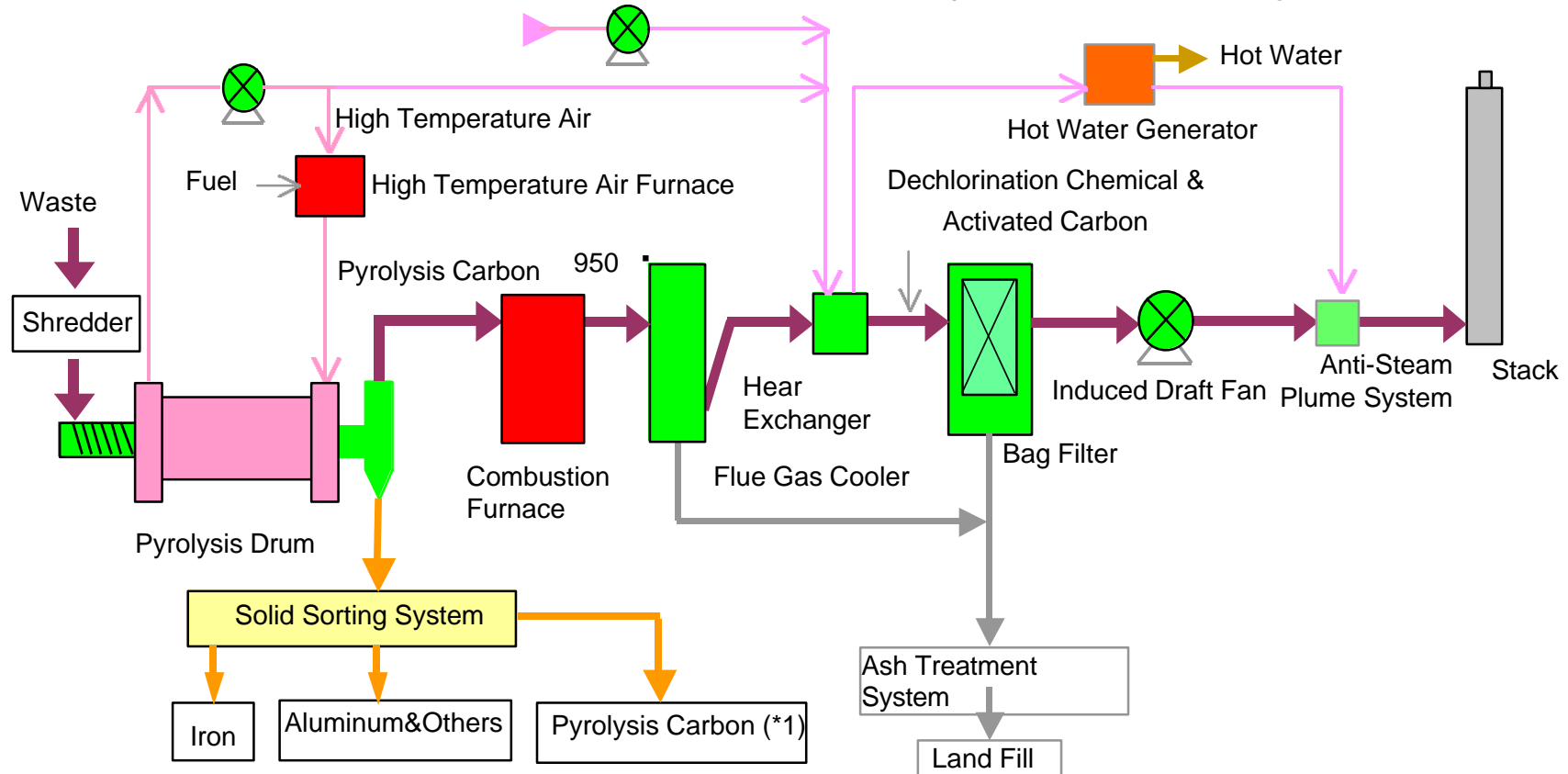


Comparison between conventionals and new process

| | unit | Gasification & Ash-melting | Conventionals | Conventionals Ash-melting |
|------------------------|------------------------|----------------------------|------------------------|--------------------------------|
| initial cost | ▪ ▪ ▪ | 120 ▪ 150 | 100 | 150 |
| running cost | ▪ ▪ ▪ | 120 ▪ 150 | 100 | 150 |
| maintenance cost | ▪ ▪ ▪ | 120 ▪ 150 | 100 | 150 |
| number of operator | | 100 | 100 | 150 |
| plant area | ▪ ▪ ▪ | 120 ▪ 150 | 100 | 150 |
| recycle material | | Fe, Al, slag | | slag |
| volume reduction ratio | ▪ ▪ ▪ | 1/100 ▪ 1/150 | 1/10 ▪ 1/30 | 1/50 ▪ 1/00 |
| dumping material | | salt, part of ash *1 | salt, ash, unburnables | salt, part of ash, unburnables |
| content of flue gas | | | | |
| Nox | ppm | ▪ 100 ▪ 150 | ▪ 100 ▪ 150 | ▪ 100 ▪ 150 |
| Sox | ppm | ▪ ▪ 30 ▪ ▪ 50 | ▪ ▪ 30 ▪ ▪ 50 | ▪ ▪ 30 ▪ ▪ 50 |
| Hc ▪ | ppm | ▪ ▪ 50 ▪ 100 | ▪ ▪ 50 ▪ 100 | ▪ ▪ 50 ▪ 100 |
| Dust | g/Nm ³ | ▪ ▪ 0.1 | ▪ ▪ 0.1 | ▪ ▪ 0.1 |
| Co | ppm | ▪ ▪ 10 | ▪ ▪ 50 | ▪ ▪ 50 |
| Dxn | | | | |
| gas side | ng-TEQ/Nm ³ | ▪ 0.1 | ▪ 0.1 | ▪ 0.1 |
| solid side | ng-TEQ/g | 0.1 ▪ 0.5 | 1 ▪ 5 ▪ | ▪ ▪ 1 ▪ 2 ▪ |
| total discharge rate | ì g-TEQ/t-waste | 1 ▪ 5 | 10 ▪ 50 | 10 ▪ 30 |

*1 MES is developing new technology that salt and part of ash are not necessary to be dumped.

Carbonizing Process Flow Suitable for Low LHV Waste (Food Waste)

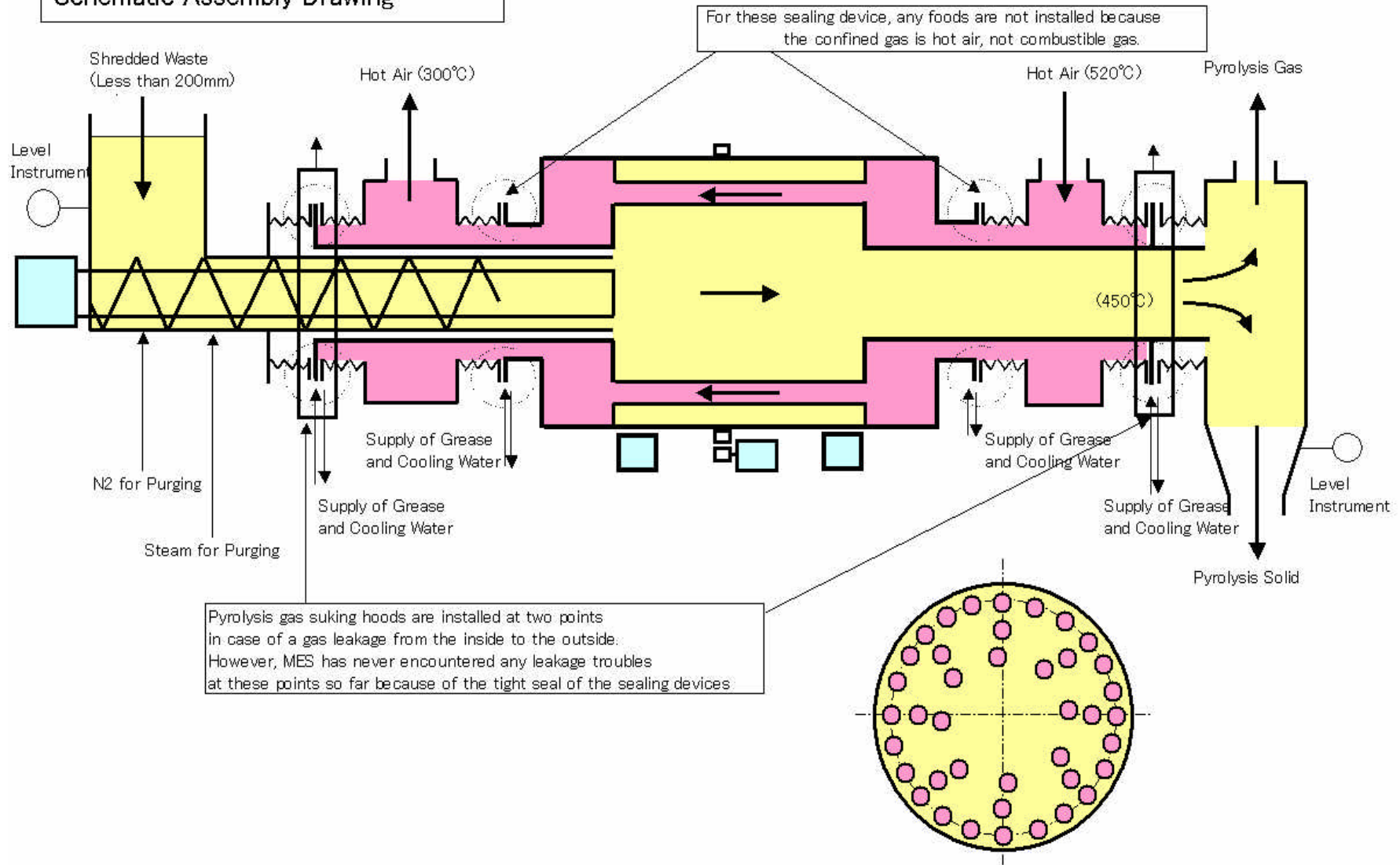


(*1) Potential Users
 • Cement Manufacturer
 • Electric Furnace Steel Maker
 • Fertilizer Manufacturer

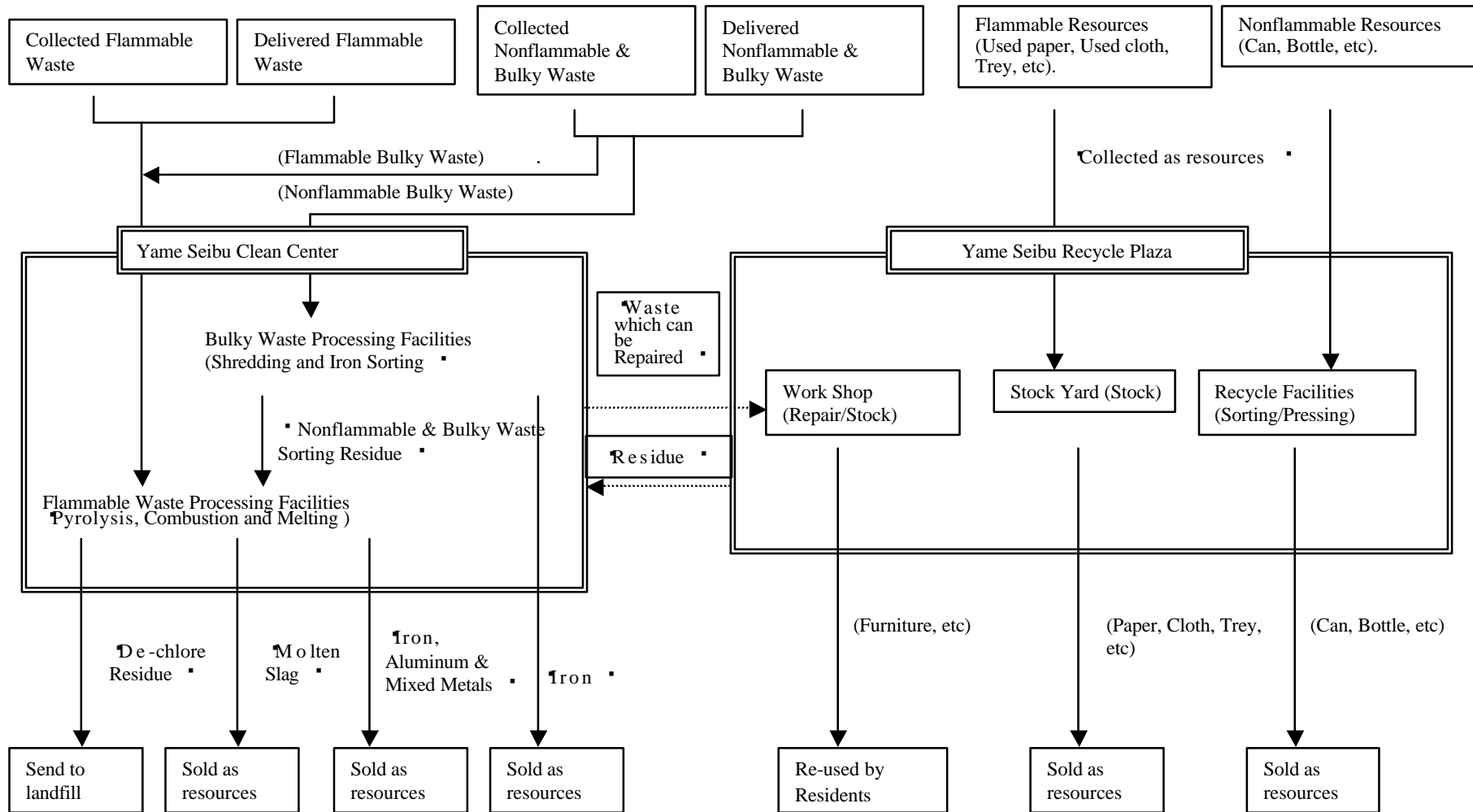
Pyrolysis Carbon & Flue Gas →
 Iron & Aluminum Pyrolysis Carbon →
 Ash →



Pyrolysis Drum Schematic Assembly Drawing

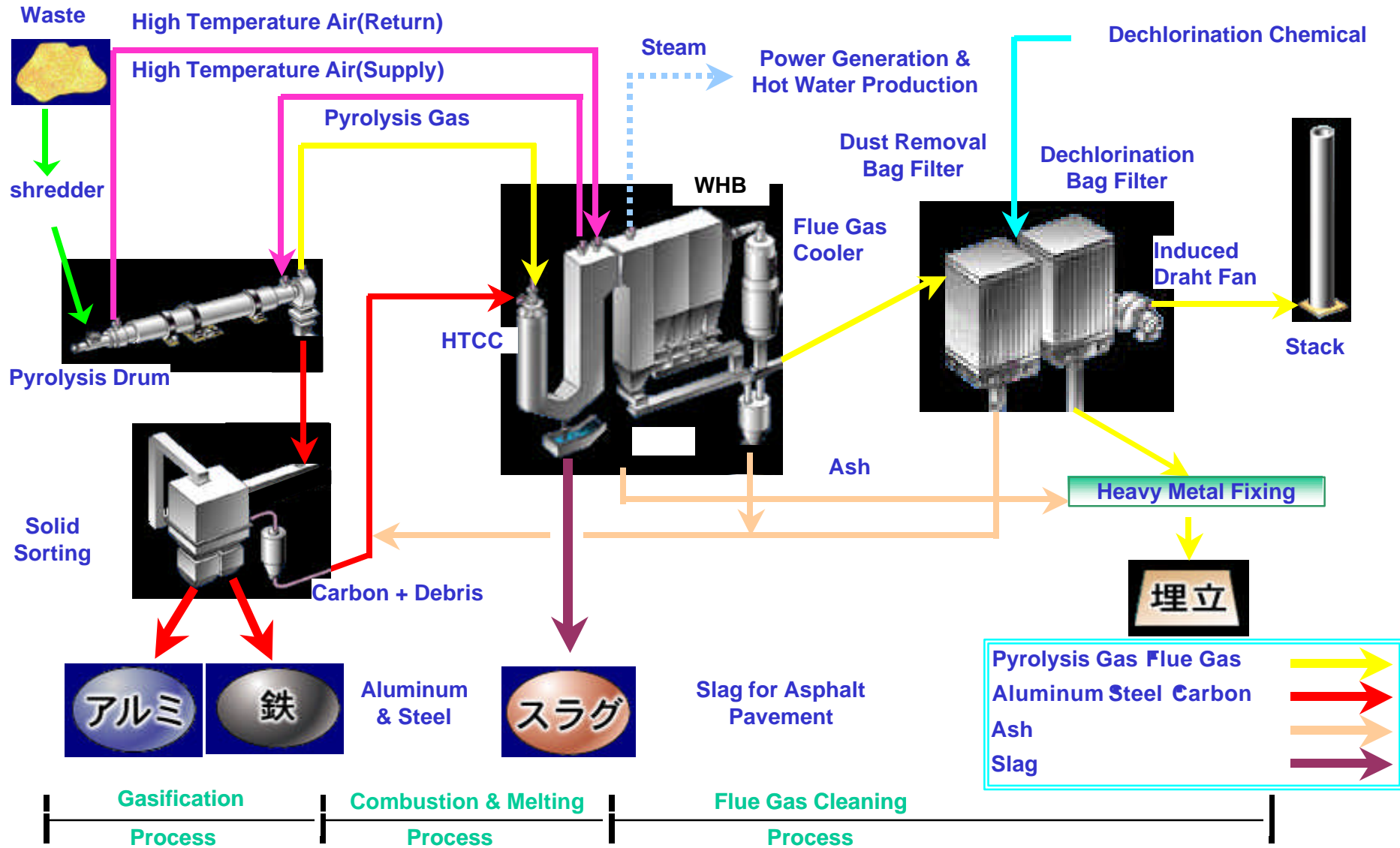


Waste Treatment System of Yame Seibu Regional Administrative Association





Pyrolysis Gasification & Melting Process





Yame R21 (110t/d x 2trains)



Toyohashi R21 (200t/d x 2trains)



Ebetsu R21 (70t/d x 2trains)





Koga Seibu R21 (130t/d x 2trains)



Nishiiburi R21 (105t/d x 2trains)

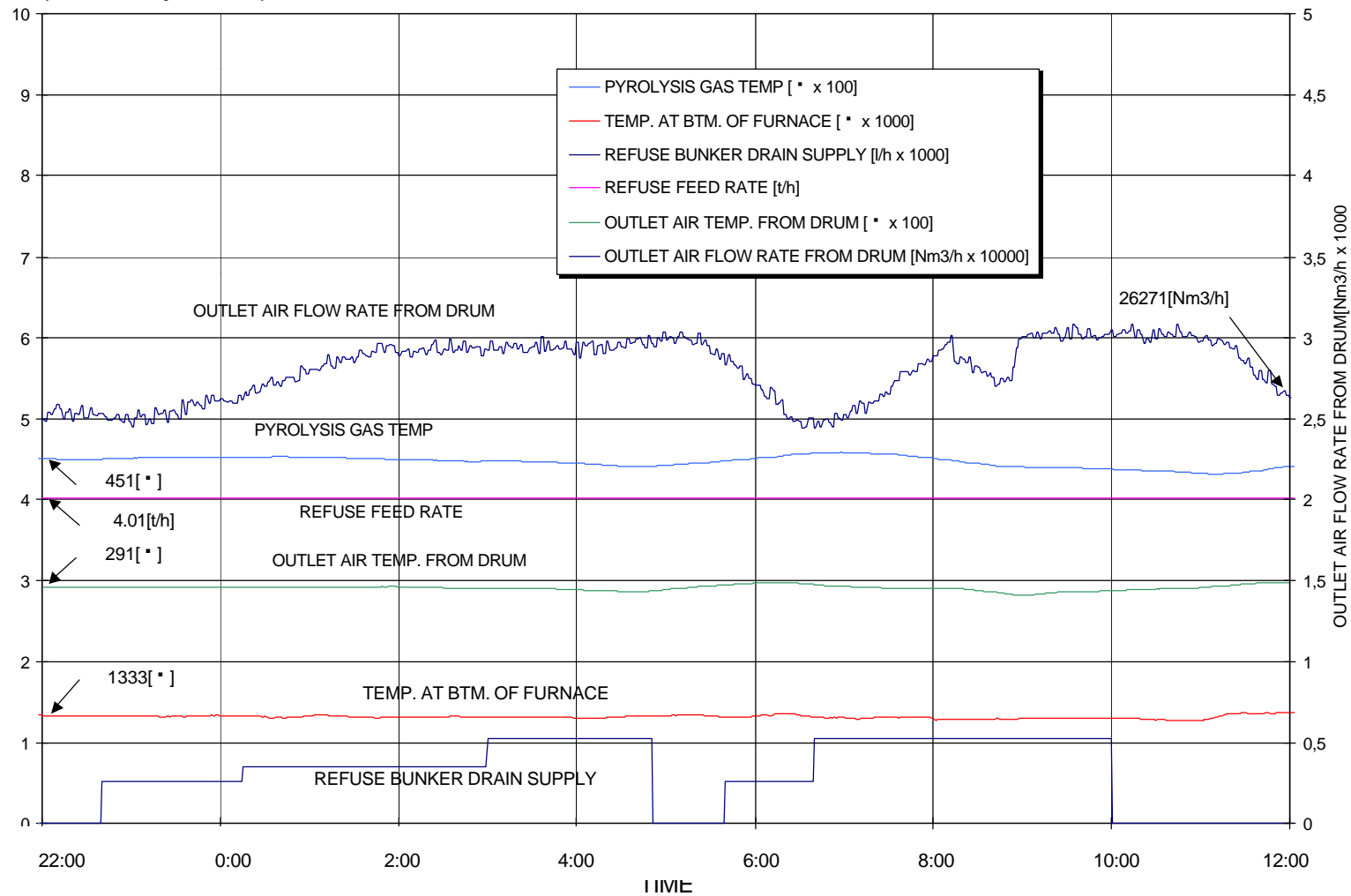


Kyouhoku R21 (80t/d x 2trains)

Gasification and Combustion Stability of R21

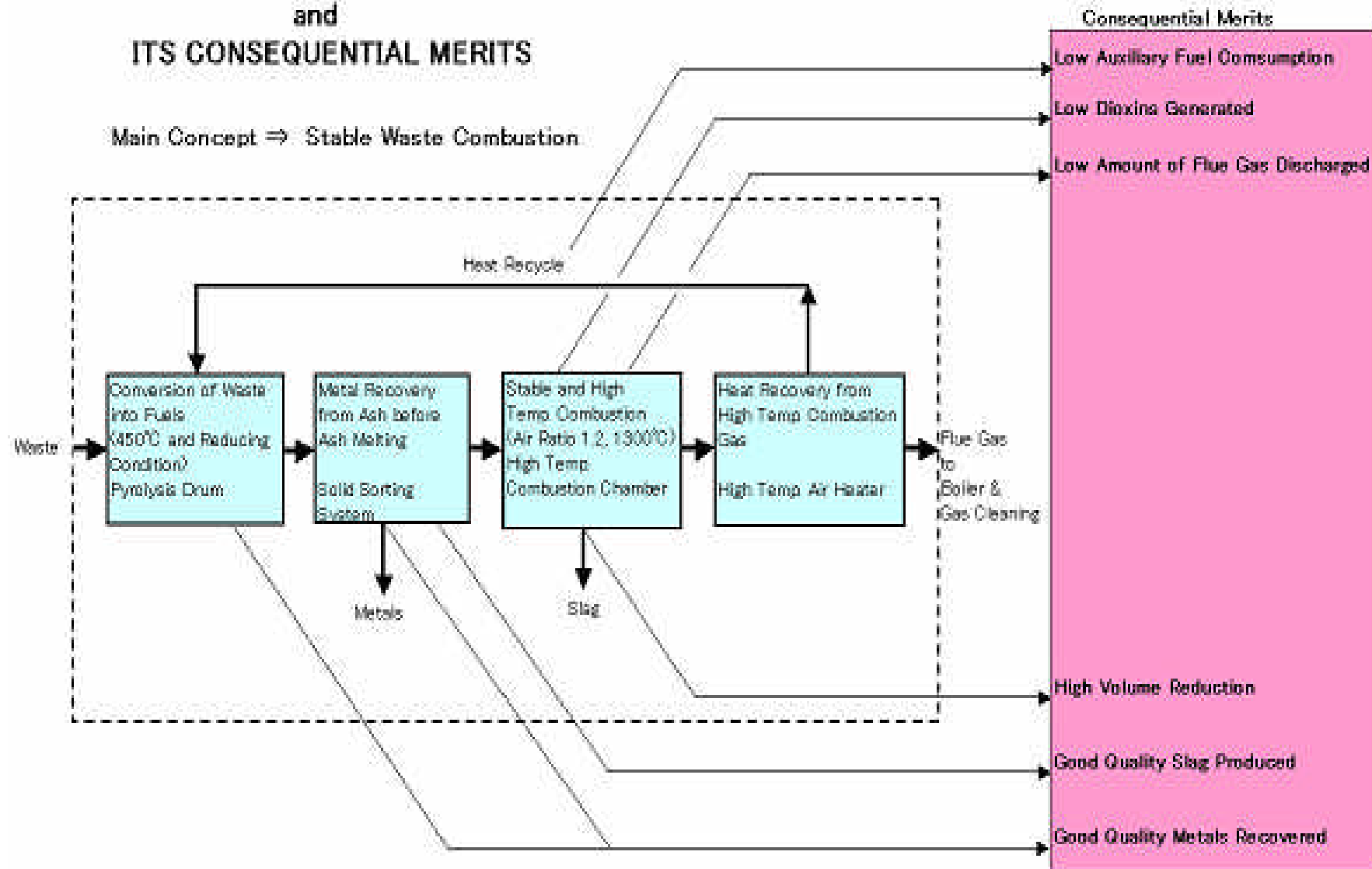
Excellent stability can be obtained even for the sudden waste composition change

(water injection) as shown below.



CONCEPT OF R21 TECHNOLOGY and ITS CONSEQUENTIAL MERITS

Main Concept \Rightarrow Stable Waste Combustion



Advantage of Mitsui R21 Process

- No auxiliary fuel input for ash melting

Self-combustion and melting point can be set around LHV1600~1700 kcal/kg.

Auxiliary fuel consumption per year can be minimized.

- Low emission of Dioxins

0.01 ng-TEQ/Nm³ can be attained.

- High volume reduction ratio

1/100 ~ 1/200

Life of land fill site can be greatly prolonged.

- Recovery of good quality steel and aluminum

Because of 450°C Pyrolysis temperature and Reducing Condition in Pyrolysis Drum, recovered metals are having a good quality not melted, nor oxidized.

- Stable and good quality slag produced

Metals are removed from Pyrolysis residue in Solid Sorting System before melting.

Good quality slag without any metals contained can be produced.

- Efficient heat recovery

Combustion air ratio can be reduced to 1.2, enabling the flue gas volume and heat loss into the atmosphere to be minimized.

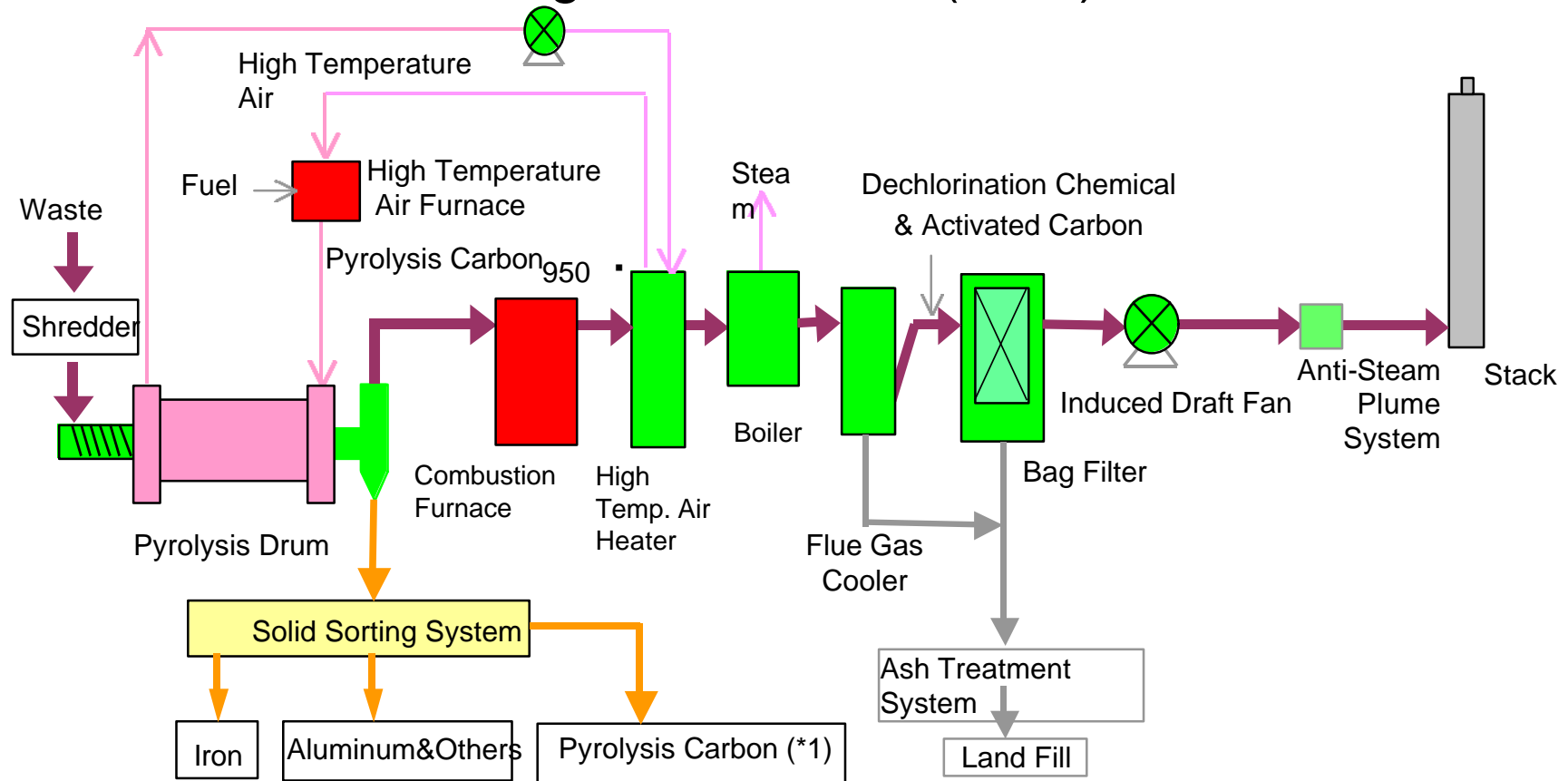
Comparison of new process

| | unit | Kiln type | Fludized Bed | Shaft |
|------------------------|------------------------|--------------|--------------|-------------|
| initial cost | [-] | 100 | 100 | 150 |
| running cost | [-] | 100 | 120 | 150 |
| number of operator | [-] | 100 | 120 | 150 |
| plant area | [-] | 100 | 100 | 120 |
| recycle material | | Fe, Al, slag | Fe, Al, slag | mixed metal |
| volume reduction ratio | [-] | 1/100..1/150 | 1/100..1/150 | 1/50..1/100 |
| dumping material | — | — | — | slag |
| | | | | |
| content of flue gas | | | | |
| Nox | ppm | <100..150 | <100..150 | <100..150 |
| Sox | ppm | < 30.. 50 | < 30.. 50 | < 30.. 50 |
| Hc | ppm | < 50..100 | < 50..100 | < 50..100 |
| Dust | g/Nm ³ | < 0.1 | < 0.1 | < 0.1 |
| Co | ppm | < 10 | < 30 | < 30 |
| Dxn | | | | |
| gas side | ng-TEQ/Nm ³ | < 0.1 | < 0.1 | < 0.1 |
| solid side | ng-TEQ/g | < 0.1 | < 1 | < 1 |
| total discharge rate | g-TEQ/t-waste | < 1..2 | < 5 | < 5 |
| | | | | |
| auxiliary fuel | | no | required | cokes |
| | | | | |
| operation technique | | easier | harder | more harder |

Comparison of conventional process

| | unit | Fluidized Bul | Stoker |
|-----------------------|------------------------|--------------------------------|------------------|
| initial cost | • • • | 100 | 100 |
| running cost | • • • | 100 | 100 |
| maintenance cost | • • • | 100 | 120 |
| number of operator | • • • | even | even |
| plant area | | 100 | 100 |
| recycle material | • • • | unburnables | — |
| volume reduction rate | | 1-30 | 1-10 |
| dumping material | | fly ask | bottom & fly ash |
| | | | |
| content of flue gas | | | |
| Nox | ppm | • 100 • 150 | • 100 • 150 |
| Sox | ppm | • • 30 • • 50 | • • 30 • • 50 |
| Hc • | ppm | • • 50 • 100 | • • 50 • 100 |
| Dust | g/Nm ³ | • • 0.1 | • • 0.1 |
| Co | ppm | • • 50 | • • 50 |
| Dxn | | | |
| gas side | ng-TEQ/Nm ³ | • • 0.1 | • • 0.1 |
| solid side | ng-TEQ/g | • • 1 • 5 • | • • 1 • 5 • |
| total discharge rate | ì g-TEQ/t-waste | 10 • 30 | 30 • 50 |
| | | | |
| operation technique | | easier | harder |
| | | | |
| start & stop | | Daily start & stop is possible | harder |
| | | | |
| suitable capacity | t/day | • 100 • 300 | • 300 |

R 2 1 S Carbonizing Process Flow Suitable for High LHV Waste (ASR)



- (*1) Potential Users
- Cement Manufacturer
 - ▪ ▪ ▪ Electric Furnace Steel Maker
 - ▪ ▪ ▪ Fertilizer Manufacturer

