



REACH Steering Committee

Brussels, 21 June 2007

<u>Agenda</u>

- Welcome to the attendees
- □ Pre-Consortium members so far
 - Zinc metal & compounds
 - Cadmium metal & compounds
- □ Summary of WG's deliverables
 - WG Technical and scientific matters
 - WG Legal and administrative matters
- Resolutions
- Next steps





Pre-Consortium members so far

- → Zinc
 - Boliden AB
 - Breakwater resources Ltd
 - BUS Steel
 - KCM sa
 - La Floridienne
 - Norzinco GmbH
 - Rheinzink GmbH
 - Ruhr-Zink GmbH
 - Sumitomo
 - Umicore, Brussels
 - Umicore, Zn Chem., Angleur
 - Xstrata Zinc
 - Zinifex
 - Zincox Resources Plc
 - Zinsa

- Cadmium
 - Boliden AB
 - KCM sa
 - La Floridienne / SNAM
 - (Ruhr-Zink GmbH)
 - Saft
 - (Sumitomo)
 - (Umicore, Brussels)
 - •
 - Xstrata Zinc
 - Zinifex



: have send their signed Preliminary Agreement (MOU)



Other potential members

- Having expressed their interest to join the Zn Consortium
 - US Zinc USA
 - Horsehead USA
 - Metal Dinslaken Ge
 - Heubach Ge
 - All ZOPA-members
 - Several Waelz-oxide producers (meeting at BUS-Steel on July 25)
 - Goldschmidt -Ge
- Contacted, but no clear indication so far:
 - Shepherd chem. Cy. USA
 - Henkel Ge
 - Mazak UK
- Having expressed their interest to join the Cd Consortium
 - 3 Pigment producers





WG – Technical & scientific matters

- WG had four meetings
 - reports were distributed
- Objective was:
 - to identify <u>zinc</u> and <u>cadmium</u> compounds to <u>be</u> covered by the consortia
 - to assess the importance of <u>"Exposure Scenarios"</u> for downstream user sectors





Current scope of the subgroup — "Zinc metal, Zinc alloys, Zinc powder"

Zinc metal

- Die-casting Alloys
- Brass
- Galvanizing alloys
- Powder

EINECS

273-715-3

→ as Downstream users do not need to register the Zn content

 as importer of such alloys will have to register the Zn content





Current scope of the subgroup – "Zinc compounds"

	EINECS
Zinc Oxide (commercial grades)	215-222-5
Zinc sulphate	231-793-3
Zinc phosphate	231-944-3
Zinc chloride	231-592-0
Zinc chloride, ammonium salts	
Zinc carbonate	222-477-6
Lithopone	
Zinc hydroxide	
Zn Borate	
Zn cyanide	
Zinc phtalate	
Zinc neodecanoate	248-370-4
Zinc 2-ethylhexanoate	
Zinc oleate	
Zinc stearate	209-151-9





Current scope of the subgroup — "Isolated transported Intermediates" (1)

	EINECS
Calcines, RLE Zinc smelting	273-715-0
Calcines, ISF Zinc smelting	305-411-1
Calcines, Waelz Zinc fuming	273-760-6
ZnSO4 neutral bleed, RLE Zinc smelting	231-793-3
ZnSO4 acidic bleed, RLE Zinc smelting	273-723-4
Cu Cd cement, RLE Zinc smelting	293-311-8
Cu cement, RLE Zinc smelting	266-964-1
Cd cake, RLE Zinc smelting	293-309-7
Ni Co cement, RLE Zinc smelting	273-767-4
Pb Ag Leach concentrate, RLE Zinc smelting	273-766-9
Zinc crude ashes, Zinc alloys melting	273-824-3
Zinc flue dust, Zinc alloys melting	286-648-7



Current scope of the subgroup – "Isolated transported Intermediates"(2)

-		EINECS
	Slags, Waelz Zinc fuming	297-907-9
	Flue dust, copper alloy manufacturing, ZnO contg.	273-755-9
	Flue dust, Pb Cu smelting, ZnO contg.	
	Clincker (> calcine ?)	
	Pb sludge, gas cleaning system (> 80% PbSO4 ?)	
	Zn-Cl solution, gas cleaning system (> 80% ZnCl2 ?)	
	Pb rich leach product, RLE Zinc smelting	293-314-4
	Gypsum (purified)	
	Pb Mn cellmud, RLE Zinc smelting	273-742-8
	Cd crude ashes, Cd skimmings	





Substances for which input/coverage is expected from other consortia (provisionally not in the scope of the Zn-consortium)

-(<u>EINECS</u>
	Su	<u>bstances</u>		
		Hg		231-106-7
		Hg2Cl2 (Calomel)		233-307-5
		SO2		231-195-2
		H2SO4		231-639-5
		GeO2 concentrate		215-180-8
		In concentrate		
		SrCO3 - Imp	port-	216-643-7
		As2O3 - Imp	oort-	215-481-4
		Lead dust, Lead silver a	node casting	273-821-7
		Lead dross, Lead silver	anode casting	305-449-9

Wastes & Internally recycled Intermediates

- Hg sludge
- Zn powder
- Zn fines
- □ Goethite, Jarosite, ...
- WW. Neutralisation slib





Current scope of the subgroup — "Cadmium metal, Cd alloys, Cd powder"

Cadmium metal

- Alloys
- Powder

EINECS

231-152-8

as Downstream users do not need to register the Cd content

 → as importer of such alloys or powder will have to register the Cd content





Current scope of the subgroup – "Cadmium compounds"

	adm	nium	1 Ox	ide
--	-----	------	------	-----

- Cadmium hydroxide
- Cadmium nitrate
- Cadmium carbonate
- Cadmium sulphide
- Cd sulphoselenide
- Cd Zn sulphide
- Cd telluride

EINECS

- 215-146-2
- 244-168-5
- 233-710-6



261-218-1

232-466-8





WG – Legal & administrative matters

- WG had four meetings
 - Draft agreements were distributed and commented
- Objective was:
 - to discuss the structure and organization of the Consortia
 - to draft the agreement text and the appendices
 - to propose an executive summary version of the Agreements





Organisation of zinc and cadmium Consortia

Cd-Consortium

Secretariat General IZA-E

Zn-Consortium

Management Committee

General Assembly

Working group for Cd metal & Cdcompounds dossiers

Management Committee

Sub-group **Committee** of Zn metal dossier

Sub-group Committee of Zn compounds dossiers

General Assembly

Subgroup Committee of Zn-X **Intermediates** dossiers





Basics of the Agreement draft #5

- The Consortium is a community of individual Parties, on a non-profit basis
- The Consortium Members join forces to comply jointly and timely with registration obligations under REACH
- □ They bear the costs jointly, according a set of cost-sharing formulae
- □ Membership is open to all EU and non-EU potential Registrants
- Group of companies, holding companies and Affiliates will enter the Consortium as one Member. However, each legal entity will have, if appropriate, to register their Substances to the EU-Agency
- □ Late entrants will have to pay the accrued costs from the beginning, plus a compensation (up to 36%)





Basics of the Agreement draft #5

- □ The effective organisation will be based on:
 - <u>General Assembly</u>, for strategic decisions, on the basis of one Member = one vote
 - Management Committee: 6 Members elected from and by the GA, representing the two (for Cd) or three (for Zn) subgroups of the substances
 - Working groups
 - <u>Secretariat</u> for the daily management as instructed by the MC; for practical reasons, the secretariat will be delegated to the IZA-E
 - <u>Trustee</u>: for transfer and aggregation of confidential information; for practical reasons, the Trustee-function will be proposed to the IZA for the Zn-Consortium and to ICdA for the Cd-Consortium
- The Consortium Members shall be liable to each other in respect of wilful misconduct, fraud or gross negligence. Their liability to third parties will be several and non joint.





Zinc Consortium budget (provisional)

•	Secretariat:	35.000€
•	Meeting & travel:	25.000€
•	Accounting & reviewer:	15.000€
	External consultancy:	60.000€
•	Experts for Registration files:	

✓ Senior: 250* days x1000€/d >

✓ Junior: 250* days x 600€/d >

150.000€

250.000€

Budget forecast

€535.000







Zinc Consortium: Members cost-sharing structure

Tonnage band (t/y)	% total yearly budget	€/y
Zn Metal sub-group		_
1.000-24.999	0,56	3.000
25.000-74.999	1,87	10.000
75.000-199.999	3,74	20.000
=>200.000	4,67	25.000
Zn Compounds sub-group : Σ tonnage of different compounds/company		
1.000-4.999	0,56	3.000
5.000-14.999	0.93	5.000
15.000-29.999	1.40	7.500
30.000-49.999	1.87	10.000
=> 50.000	2.24	12.000
« I.T.Intermediates » sub-group: per Intermediate /company	0.47	2,500

Cadmium Consortium budget (provisional)

•	Secretariat:		15.000€

- Meeting & travel: 10.000€
- Accounting & reviewer: 15.000€
- Experts for Registration files:
 - Senior: 45* days x1000€/d > 45.000€
 - Junior: 55* days x 600€/d > 33.000€
- Additional study "Bone study" 50% x 180000€ 90.000€

Budget forecast

€210.000







Cadmium Consortium: Members cost-sharing structure

Tonnage band (t/y)	% total yearly budget	€/y
Cd Metal sub-group		
1,0 - 4,9	3,57	7.500
5,0 - 24,9	4,76	10.000
25,0 – 124,9	5,95	12.500
125,0 – 499,9	7,14	15.000
=>500,0	9,52	20.000
Cd Compounds sub-group: Σ tonnage of different compounds/company		
1,0 - 24,9	1,43	3.000
25,0 – 199,9	2,38	5.000
200,0 - 999,9	4,29	9.000
1.000,0 - 2.999,9	5,71	12.000
·=> 3.000,0	7,14	15.000

Resolutions

- Approval on following items
 - Scope of substances covered by Consortia
 - ✓ as it is to start with
 - ✓ additional substances to be added on decision of C. General Assembly
 - Draft Consortium agreement n°5, as circulated
 - Submission of final draft to legal advisor
 - ✓ Main point: compliance to competition law (max 10.000 €)
 - Proposed initial budget: 535.000 € for the Zn-Consortium
 210.000 € for the Cd-Consortium
 - Proposed membership fees formulae
 - To delegate Secretariat and day-to-day management to IZA Europe
 - To propose IZA/ICdA as Trustee(s)





Next steps - legal

- Consortium agreement
 - Send final draft to legal advisor
 - Entry into force
 - Send Execution copy to
 - ✓ Pre-agreement signatories
 - ✓ All other potential members
 - > To be signed and returned asap
 - First General Assembly and election of the Management Committee
 - ✓ Open to Consortium members only, i.e. signatories of agreement
- □ Forms (sent out 25 June latest) to be filled and returned by:
 - Identification of substances to include in members 'portfolio'
 - Power of attorney (authorized representative) to be signed by member's top management

25 June 30 June

2 July when identified <31st July

September 4th

<31st July

<31st July





Next steps - technical

- □ Technical actions planned for July-September 2007
 - Start of ad-hoc working groups with downstream user sectors, for exposure scenarios
 - ✓ Hot-dip galvanising (with EGGA)
 - ✓ Zinc sheet production (with companies)
 - ✓ Brass production (with ECI)
 - **√** ...
 - Further identification of downstream uses of zinc compounds and related exposure scenarios
 - Start review of toxicological information of risk assessment reports for translation into IUCLID V format



