MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY AIR QUALITY DIVISION

APRIL 11, 2006

PERMIT TO INSTALL

NO. 51-06

ISSUED TO CUMMINGS-MOORE GRAPHITE COMPANY

LOCATED AT 1646 NORTH GREEN AVENUE DETROIT, MICHIGAN 48209

> IN THE COUNTY OF WAYNE

STATE REGISTRATION NUMBER M2369

The Air Quality Division has approved this Permit to Install, pursuant to the delegation of authority from the Michigan Department of Environmental Quality. This permit is hereby issued in accordance with and subject to Section 5505(1) of Article II, Chapter I, Part 55, Air Pollution Control, of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended. Pursuant to Air Pollution Control Rule 336.1201(1), this permit constitutes the permittee's authority to install the identified emission unit(s) in accordance with all administrative rules of the Department and the attached conditions. Operation of the emission unit(s) identified in this Permit to Install is allowed pursuant to Rule 336.1201(6).

 DATE OF RECEIPT OF ALL INFORMATION REQUIRED BY RULE 203:

 3/29/2006

 DATE PERMIT TO INSTALL APPROVED:
 SIGNATURE:

 4/11/2006
 SIGNATURE:

 DATE PERMIT VOIDED:
 SIGNATURE:

 DATE PERMIT REVOKED:
 SIGNATURE:

PERMIT TO INSTALL

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| Common Abbreviations / Acronyms | | | | | |
|---------------------------------|--|--------|--|--|--|
| Common Acronyms | | | Pollutant/Measurement Abbreviations | | |
| AQD | Air Quality Division | Btu | British Thermal Unit | | |
| BACT | Best Available Control Technology | °C | Degrees Celsius | | |
| CAA | Clean Air Act | CO | Carbon Monoxide | | |
| CEM | Continuous Emission Monitoring | dscf | Dry standard cubic foot | | |
| CFR | Code of Federal Regulations | dscm | Dry standard cubic meter | | |
| COM | Continuous Opacity Monitoring | °F | Degrees Fahrenheit | | |
| EPA | Environmental Protection Agency | gr | Grains | | |
| EU | Emission Unit | Hg | Mercury | | |
| FG | Flexible Group | hr | Hour | | |
| GACS | Gallon of Applied Coating Solids | H_2S | Hydrogen Sulfide | | |
| GC | General Condition | hp | Horsepower | | |
| HAP | Hazardous Air Pollutant | lb | Pound | | |
| HVLP | High Volume Low Pressure * | m | Meter | | |
| ID | Identification | mg | Milligram | | |
| LAER | Lowest Achievable Emission Rate | mm | Millimeter | | |
| MACT | Maximum Achievable Control Technology | MM | Million | | |
| MAERS | Michigan Air Emissions Reporting System | MW | Megawatts | | |
| MAP | Malfunction Abatement Plan | ng | Nanogram | | |
| MDEQ | Michigan Department of Environmental Quality | NOx | Oxides of Nitrogen | | |
| MSDS | Material Safety Data Sheet | PM | Particulate Matter | | |
| NESHAP | National Emission Standard for Hazardous Air Pollutants | PM-10 | Particulate Matter less than 10 microns diameter | | |
| NSPS | New Source Performance Standards | pph | Pounds per hour | | |
| NSR | New Source Review | ppm | Parts per million | | |
| PS | Performance Specification | ppmv | Parts per million by volume | | |
| PSD | Prevention of Significant Deterioration | ppmw | Parts per million by weight | | |
| PTE | Permanent Total Enclosure | psia | Pounds per square inch absolute | | |
| PTI | Permit to Install | psig | Pounds per square inch gauge | | |
| RACT | Reasonably Available Control Technology | scf | Standard cubic feet | | |
| ROP | Renewable Operating Permit | sec | Seconds | | |
| SC | Special Condition Number | SO_2 | Sulfur Dioxide | | |
| SCR | Selective Catalytic Reduction | THC | Total Hydrocarbons | | |
| SRN | State Registration Number | tpy | Tons per year | | |
| TAC | Toxic Air Contaminant | μg | Microgram | | |
| TEQ | Toxicity Equivalence Quotient | VOC | Volatile Organic Compound | | |
| VE | Visible Emissions | yr | Year | | |
| | | | | | |
| | | | | | |

Common Abbreviations / Acronyms

* For High Volume Low Pressure (HVLP) applicators, the pressure measured at the HVLP gun air cap shall not exceed ten (10) pounds per square inch gauge (psig).

GENERAL CONDITIONS

- 1. The process or process equipment covered by this permit shall not be reconstructed, relocated, or modified, unless a Permit to Install authorizing such action is issued by the Department, except to the extent such action is exempt from the Permit to Install requirements by any applicable rule. **[R336.1201(1)]**
- 2. If the installation, construction, reconstruction, relocation, or modification of the equipment for which this permit has been approved has not commenced within 18 months, or has been interrupted for 18 months, this permit shall become void unless otherwise authorized by the Department. Furthermore, the permittee or the designated authorized agent shall notify the Department via the Supervisor, Permit Section, Air Quality Division, Michigan Department of Environmental Quality, P.O. Box 30260, Lansing, Michigan 48909, if it is decided not to pursue the installation, construction, reconstruction, relocation, or modification of the equipment allowed by this Permit to Install. **[R336.1201(4)]**
- 3. If this Permit to Install is issued for a process or process equipment located at a stationary source that is not subject to the Renewable Operating Permit program requirements pursuant to R336.1210, operation of the process or process equipment is allowed by this permit if the equipment performs in accordance with the terms and conditions of this Permit to Install. **[R336.1201(6)(b)]**
- 4. The Department may, after notice and opportunity for a hearing, revoke this Permit to Install if evidence indicates the process or process equipment is not performing in accordance with the terms and conditions of this permit or is violating the Department's rules or the Clean Air Act. [R336.1201(8), Section 5510 of Act 451, PA 1994]
- 5. The AQD District Supervisor shall be notified, in writing, of a change in ownership or operational control of the stationary source or emission unit(s) authorized by this Permit to Install pursuant to R336.1219. The notification shall include all of the information required by R336.1219(1)(a) and (b). In addition, a new owner or operator must submit a written statement pursuant to R336.1219(1)(c), agreeing to and accepting the terms and conditions of this Permit to Install, and shall notify the AQD District Supervisor of any change in the contact person for this Permit to Install. **[R336.1219]**
- 6. Operation of this equipment shall not result in the emission of an air contaminant which causes injurious effects to human health or safety, animal life, plant life of significant economic value, or property, or which causes unreasonable interference with the comfortable enjoyment of life and property. **[R336.1901]**
- 7. The permittee shall provide notice of an abnormal condition, start-up, shutdown, or malfunction that results in emissions of a hazardous or toxic air pollutant which continue for more than one hour in excess of any applicable standard or limitation, or emissions of any air contaminant continuing for more than two hours in excess of an applicable standard or limitation, as required in Rule 912, to the Department. The notice shall be provided not later than two business days after start-up, shutdown, or discovery of the abnormal condition or malfunction. Written reports, if required, must be filed with the Department within 10 days after the start-up or shutdown occurred, within 10 days after the abnormal condition or malfunction, whichever is first. The written reports shall include all of the information required in Rule 912(5). **[R336.1912]**
- 8. Approval of this permit does not exempt the permittee from complying with any future applicable requirements which may be promulgated under Part 55 of 1994 PA 451, as amended or the Federal Clean Air Act.

- 9. Approval of this permit does not obviate the necessity of obtaining such permits or approvals from other units of government as required by law nor does it affect any liability for past violations under the Natural Resources and Environmental Protection Act, 1994 PA 451.
- 10. Operation of this equipment may be subject to other requirements of Part 55 of 1994 PA 451, as amended and the rules promulgated thereunder.
- 11. Except as provided in subrules (2) and (3) or unless the special conditions of the Permit to Install include an alternate opacity limit established pursuant to subrule (4) of R336.1301, the permittee shall not cause or permit to be discharged into the outer air from a process or process equipment a visible emission of density greater than the most stringent of the following. The grading of visible emissions shall be determined in accordance with R336.1303. **[R336.1301]**
 - a) A six-minute average of 20 percent opacity, except for one six-minute average per hour of not more than 27 percent opacity.
 - b) A visible emission limit specified by an applicable federal new source performance standard.
 - c) A visible emission limit specified as a condition of this permit to install.
- 12. Collected air contaminants shall be removed as necessary to maintain the equipment at the required operating efficiency. The collection and disposal of air contaminants shall be performed in a manner so as to minimize the introduction of contaminants to the outer air. Transport of collected air contaminants in Priority I and II areas requires the use of material handling methods specified in R336.1370(2). [R336.1370]
- 13. The Department may require the permittee to conduct acceptable performance tests, at the permittee's expense, in accordance with R336.2001 and R336.2003, under any of the conditions listed in R336.2001. **[R336.2001]**

SPECIAL CONDITIONS

Emission Unit Identification

| Emission Unit ID | Emission Unit Description | Stack Identification | | | |
|--|--|----------------------|--|--|--|
| EU-BALLMILL | A ball mill that processes carbon-based materials, and | N.A. | | | |
| | associated transfer and packaging equipment. | | | | |
| Changes to the equipment described in this table are subject to the requirements of R336.1201, except as | | | | | |
| allowed by R336.1278 to R336.1290. | | | | | |

The following conditions apply to: EU-BALLMILL

Material Limits

1.1 The permittee shall only process inert carbon-based materials (e.g., synthetic graphite, natural graphite, calcined petroleum coke, etc.) in EU-BALLMILL. **[R336.1901]**

Equipment

- 1.2 The permittee shall not load and unload EU-BALLMILL unless the fabric socks on the evacuation hose vacuum are installed, maintained, and operated in a satisfactory manner. **[R336.1901, R336.1910]**
- 1.3 The permittee shall not load, unload, and operate EU-BALLMILL unless all access doors are closed. [R336.1901, R336.1910]

Recordkeeping /Reporting /Notification

- 1.4 The permittee shall complete all required calculations in a format acceptable to the AQD District Supervisor and make them available by the 15th day of the calendar month, for the previous calendar month, unless otherwise specified in any recordkeeping, reporting or notification special condition. [R336.1901]
- 1.5 The permittee shall maintain a current listing from the manufacturer of the chemical composition of each carbon-based material, including the weight percent of each component. The data may consist of Material Safety Data Sheets, manufacturer's formulation data, or both as deemed acceptable by the AQD District Supervisor. The permittee shall keep all records on file for a period of at least five years and make them available to the Department upon request. **[R336.1901]**
- 1.6 The permittee shall keep, in a satisfactory manner, a log of replacement of the fabric socks for EU-BALLMILL. The permittee shall keep all records on file for a period of at least five years and made available to the Department upon request. **[R336.1901, R336.1910]**
- 1.7 The permittee shall keep, in a satisfactory manner, monthly and previous 12-month rolling time period records of the type and pounds of carbon-based material processed in EU-BALLMILL. All records shall be kept on file for a period of at least five years and made available to the Department upon request. **[R336.1901]**

Stack / Vent Restrictions

1.8 The exhaust gases from EU-BALLMILL shall not be discharged to the ambient air at any time. [R336.1901, 40 CFR 52.21(c) & (d)]