



December 9, 2014

Jeff Koerner, Administrator
Air Permitting and Compliance Program
Division of Air Resource Management
Florida Dept. of Environmental Protection
2600 Blair Stone Road
Tallahassee, FL 32399

Re: Argos USA Corp - Request for NESHAP Extension Compliance Date for Newberry Plant

Dear Mr. Koerner:

As a follow up to my November 26, 2014 letter to you, Argos agreed to provide to the Department the Letter of Intent as it related to the main supplier providing the baghouse system components for the cooler baghouse conversion project at the Newberry cement plant. The ESP to baghouse conversion project for both coolers was authorized by the Department under Permit 0010087-052-AC. Find attached a copy of the Letter of Intent just signed by both Scheuch and Argos Cement.

For your information, the approximate \$5.1M baghouse conversion project is an upgrade for both of the cooler air pollution control systems to ensure long term and continuous compliance as required by the Portland Cement NESHAP regulations. Another approximate \$8.0M+ capital project is planned (in parallel) to similarly upgrade both kiln ESPs to baghouses which are subject to even more restrictive PM emission limits under CISWI. The balance of the capital project is to install a new air-to-air heat exchanger to control for the required lower temperatures to safely operate the baghouses.

Please feel free to contact me directly at 678/392-2147(o), 770/843-3456(c) or wvoshell@argos-us.com with any questions you might have regarding our request for an extension of time consistent with the project schedule already provided.

Sincerely,

Argos Cement

A handwritten signature in black ink that reads "William Voshell". The signature is written in a cursive style with a large initial 'W'.

William Voshell
Environmental Director
Argos USA

Attachment

cc: Chris Horner, Argos Cement
David Read, Florida DEP DARM
Hastings Read, Florida DEP DARM
Richard Rachal, Florida DEP NE District
Steve Kohl, Esq., Warner, Norcross & Judd
Max Lee, Koogler & Associates, Inc.



LETTER OF INTENT

Mr. Alois Hermandinger – General Manager
Mr. Andrew Bhaskar – Sales Manager
Mr. Andreas Gangl – Inside Sales Representative

November 21, 2014

This letter confirms our understanding of the mutual intentions of Argos Cement LLC (the "Purchaser") and Scheuch Technology, Inc. (the "Contractor") with respect to the principal terms and conditions under which the Purchaser will procure Equipment & Services for Newberry's NESHAP Project, BSP to Filter Conversion as discussed during the meeting between Purchaser and Contractor on Oct 21, 2014 in Alpharetta, GA ("Services").

GmbH je

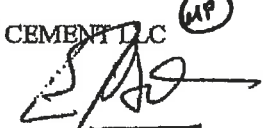
The parties hereto acknowledge that this letter does not contain all matters upon which an agreement must be reached in order for the Equipment & Services to be executed. Subject to the terms and conditions to be set forth in definitive agreement(s) to be negotiated and executed by the parties within ninety (90) days after the signing of this Letter (the "Contract & Purchase Order"), Contractor and Purchaser hereby agree as follow:

- The provisions and scope of work are revised to agreed upon verbiage;
- A stand alone contract will administer for this project;
- Total project lump sum price for Phases 1,2,3 & 4 = Approx. \$5,184,907; and
- Phase one (1) Cooler #1 to begin no later than 01 August 2015.

The Contract & Purchase Order will contain usual and customary terms, conditions, representations and warranties for transactions of this nature and shall otherwise be mutually acceptable to both parties.

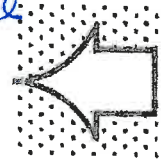
Once the changes are made and agreed upon, a Contract & Purchase Order will be issued for the work to begin.

ARGOS CEMENT LLC

By: 
Name: Erio Flesch
Title: President

SCHEUCH TECHNOLOGY, INC. GmbH je

By: 
Name: Alois Hermandinger
Title: General Manager Industrial Minerals





Argos Cement US

Kiln Lines 1 & 2 ESP to Filter Conversions

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Newberry, FL Plant

4. NEW PRICE FOR BASE OPTION (without process fans)

NEW BASE BID: KILN LINES 1 & 2 ESP TO FILTER CONVERSIONS
(Heat Exchanger will be installed on existing Clinker Cooler Building Roof)

Item	Description	Total Price
1.	Engineering Design & Project Management	215,810 USD
2.	Process Equipment: Kiln Line 1 Kiln Line 2 (Stainless Steel Cages in New Kiln Filter Price included)	1,729,840 USD 1,729,840 USD
3.	Additional Items Black Light Powder	15,045 USD
4.	Materials (HEX Support Structure & Maintenance Platforms)	222,890 USD
5.	Electrical & Instrumentation Equipment (PLC's included)	340,820 USD
6.	Required Start-Up Spare Parts (as specified in cover letter)	free
7.	Freight (DDP Plant Site)	809,173 USD
8.	Site Services and Commissioning Scheuch Erection Supervisor Scheuch Commissioning Engineer	159,342 USD 51,142 USD
9.	Training Program	Included in commissioning
TOTAL LUMP SUM PRICE (BASE Quote)		5,073,902 USD



Argos Cement US

Kiln Lines 1 & 2 ESP to Filter Conversions

Newberry, FL Plant

5. NEW PRICE FOR ALTERNATIVE OPTION (without process fans)

NEW ALTERNATIVE BID: KILN LINES 1 & 2 ESP TO FILTER CONVERSIONS
(Heat Exchanger will be installed on the ground)

Item	Description	Total Price
1.	Engineering Design & Project Management	222,000 USD
2.	Process Equipment: Kiln Line 1 Kiln Line 2 (Stainless Steel Cages in New Kiln Filter Price Included)	1,735,180 USD 1,727,860 USD
3.	Additional Items Black Light Powder	15,045 USD
4.	Materials (HEX Support Structure & Maintenance Platforms)	337,360 USD
5.	Electrical & Instrumentation Equipment (PLC's included)	340,820 USD
6.	Required Start-Up Spare Parts (as specified in cover letter)	free
7.	Freight (DDP Plant Site)	596,168 USD
8.	Site Services and Commissioning Scheuch Erection Supervisor Scheuch Commissioning Engineer	159,342 USD 61,142 USD
9.	Training Program	included in commissioning
TOTAL LUMP SUM PRICE (ALTERNATIVE Quote)		5,184,907 USD