SCHEDULE 1

Regulation 3(a)

Uses otherwise than as fuel

A. WHOLLY NON-FUEL USES

1. Electricity in electrolysis for the production of:

Fluorine

Chloroalkali (chlorine, caustic soda and caustic potash)

Hydrogen peroxide, persulphates, chlorates and peroxyorganic acids by electro-oxidation

Aluminium

Copper

Basic materials directly from an ore or other compound (electrowinning)

Advanced chemicals from other more basic chemicals

2. Electricity in the following types of electrolysis:

Electro-organic synthesis of fine organics and intermediates such as adiponitrile

Gold and silver electrolysis, and the electrolytic dissolution of platinum group metal alloys and alkali earth metals such as sodium, potassium, lithium and calcium

Electrolysis to purify materials (as distinct from electrowinning)

Electrolysis in refining tin or copper from impure metals or ingots

Electrolysis involving sodium chlorate, potassium permanganate, potassium dichromate, managanese dioxide, cuprous oxide, sorbitol, fatty alcohols

- 3. Electricity in battery formation
- **4.** Natural gas as feedstock to produce hydrogen and for hydrogenation reactions
- **5.** Natural gas in the production of hydrogen and carbon monoxide for the reduction and subsequent purification of nickel
- **6.** Natural gas as a feedstock in producing acetic acid and acetic anhydride by a partial oxidation process
 - 7. Natural gas to provide carbon in producing carbon-carbon composites
 - 8. Natural gas in manufacturing sodium cyanide
- **9.** Natural gas and propane in steam reformers to produce a mixture of hydrogen and carbon monoxide in the production of:

Fertilisers

OXO (Oxonation) chemicals – detergent and plasticiser alcohols

Phosgene

Ammonia

Higher alcohols, synthetic fuels, plastics precursors

Methanol, methyl tertiary butyl ether, formaldehyde, formic acid, acetic acid, methyl amines, single cell proteins

- 10. Methane as a feedstock in producing higher paraffins and their derivatives
- 11. Liquefied petroleum gas as a propellant in aerosols
- 12. Liquefied petroleum gas as feedstock in the cracking process to produce lower olefins

- 13. Lower olefins as feedstock for conversion by chemical processes
- **14.** Propylene as feedstock in the manufacture of propan-2-ol (iso-propyl alcohol), polypropylene and cumene
 - 15. Petroleum coke in the manufacture of carbon and graphite electrodes
 - **16.** Coke as a resistor in electro-thermal furnaces
 - 17. Coke in the manufacture of titanium dioxide by the chloride process

B. MIXED USES

These mixed uses are the only ones that involve relevant commodities being used partly as fuel and partly not, but which are specified as being uses that are not to be taken as being uses of those commodities as fuel (see paragraph 18(3) of the Act).

- 18. Coal, coke and natural gas as chemical reductants for ironmaking, for example, in blast furnaces
- **19.** Coal, coke and natural gas as chemical reductants in the blast furnace production of zinc and other non-ferrous metals
 - 20. Coal and coke in the recarburising of iron and steel
- 21. Coke breeze in a sinter plant to assist in the agglomeration of iron ore and its subsequent chemical reduction in blast furnaces
- **22.** Coke injected into electric arc furnaces to control the chemistry of the steel and the steelmaking slag
 - 23. Coke charged to electric arc furnaces to control the oxygen activity of the steel melt
 - **24.** Coke as a carburiser in iron casting
 - 25. Coke as a source of carbon dioxide in the Ammonia Soda process for producing soda ash
 - **26.** Anthracite as a reductant in the smelting of precious metals
- **27.** Gas for vacuum reduction in metal powder production and to maintain carbon content in metal during the sintering process
 - 28. Gas to maintain or increase the carbon content of metals during heat treatment
- **29.** Natural gas as a reductant in emission control systems, for example, in the reduction of oxides of nitrogen
- **30.** Natural gas in the manufacture of methocrylate monomers and polymers including that natural gas used for emission control which is an integral and essential part of the manufacturing process
 - 31. Natural gas as feedstock in the production of carbon black
- **32.** Natural gas as feedstock in a gas generator supplying a reducing atmosphere for the treatment or annealing of metal products
- **33.** Liquid propane in the production of ethylene where heat is provided either by combustion of the waste products or from another source
 - 34. Commodities in reduction furnaces for the production of lead
 - **35.** Commodities in the reduction of chlorine
- **36.** Commodities to form reducing atmospheres, for example, in the refining and manipulation of molten copper to control oxygen levels

Draft Legislation: This is a draft item of legislation and has not yet been made as a UK Statutory Instrument.

37. Commodities in ASARCO (American Smelting and Refining Company) shaft furnaces, the deoxidisation of copper swarf and the annealing of copper and copper alloys to provide a reducing atmosphere

SCHEDULE 2

Regulation 4

Recycling processes

Description

The preparation of scrap metal for recycling.

"Preparation" is only shredding, fragmentation, pre-treatment and melting of scrap.

"Scrap" is only—

- (a) post–consumer scrap, namely, goods that have performed the function for which they were designed and have been discarded (for example, end of life road vehicles, discarded food cans, steel girders or rods from demolished buildings, worn out battery electrodes, discarded lead roofing);
- (b) scrap generated from the process of which that preparation forms part or from a different process (for example, off–cuts from metal stampings, unmarketable goods).
- "Metal" is only aluminium, lead or steel.
- "Melting" is only-
- (a) the pre-heating and first melting of scrap before casting into intermediates; or
- (b) the heating of scrap as part of the recycling process before any solidification and remelting.

It excludes melting of any type of non-scrap metal added to the recycling process to improve the quality or adjust the composition of the recycled metal or intermediates.

"Intermediates" are only items for further processing or re-melting, such as rolling slabs or ingots.