

Client:

Vorskla Steel (Ferrexpo)

Project:

Vorskla Slab Project

Project Location:

Kremenchug, Ukraine

Project Value:

USD 2,412M

Services:

- Review of the Feasibility Study
- Owner's Engineer/ Management team

1. Project Overview

The project envisaged a 3 Mt/a integrated slabmaking steel plant based on DR grade pellet supply, Midrex direct reduction shaft furnaces, EAF melting and slab casting. The slab products would be sold primarily into the European and Asian markets. The Project took advantage of local supply of DR grade iron ore pellets from Ferrexpo's Poltava works, the availability of natural gas, electricity, water and low cost industrial labour, proven and energy efficient ironmaking and steelmaking technologies and existing social, industrial and transportation infrastructure.

2. Scope of Work

ProMet supplied the following services initially:

- Review of the proposed project execution schedule
- Preparation of CAPEX and OPEX estimates
- Review of the financial analysis

Following the review ProMet was engaged to provide a management team based in the Ukraine to kick-off the project, obtain the necessary government approvals and commence detail design and procurement of long lead equipment.

3. Project Schedule

- 4QTR05 Project Review
- Project kick-off 2006
- Project currently on-hold

