

GILES CHEMICAL ~ PREMIER MAGNESIA

Company Procedure

Title: Production Yield Calculation Number: P16-PR-100-096

Owner: Jason Bumgarner Revision: 02

Effective Date: 01/05/16 Page: 1 of 1



1.0 Purpose

This procedure defines the calculation of a raw material production yield

2.0 Scope

This procedure covers the Manufacturing Operation's calculation of raw material used per ton of finished product.

3.0 Responsibility

Manufacturing Management and / or Material Control Coordinator

4.0 Safety Considerations

All safety glasses and appropriate safety apparel is to be worn at all times.

Safety is a condition of employment. Employees are not authorized to work in an unsafe manner and are prohibited from harming the environment of the facility or community.

5.0 Materials/Equipment

N/A

6.0 Procedure

1. Raw Material yield Calculation

- a. Daily Production is recorded in tons per day. A log of this production is kept
- b. Both Sulfuric Acid and Magnesium Oxide (MgO) are offloaded by car.
- c. The car numbers, weights and dates of each car offload is logged.
- d. Acid and MgO storage silos are measured daily
- e. At any given time a calculation can be performed to find the production yield using the following formula
- T = Total production (in tons) between specified times
- W = Total weight (in tons) of material offloaded between specified times
 - Use separate calculations for MgO and Acid
- X = Difference between beginning storage inventory and ending storage inventory (in tons)
 - Use separate calculations for MgO and Acid

T/(W+X) = Raw Material yield for specified time

7.0 Reference Documents

N/A

8.0 Change Information

New document.