Call2Recycle, Inc.

Changing habits. Inspiring action.™

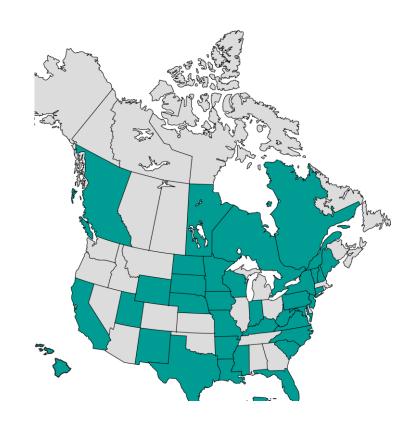
Safe Battery Collection & Recycling

Sustainable Material Management Web Academy USEPA

Carl E. Smith, CEO / President March 22, 2018

OVERVIEW: the Call2Recycle® Program

- Non-profit founded in 1994 by industry to address the emergence of EPR legislation.
- In the U.S., funded primarily by rechargeable battery stewards and, more recently, feebased services.
- In the U.S., we're primarily a voluntary program except in certain states (e.g., Vermont, Minnesota, New York) where collections of some (but not always all) chemistries are mandated.
- Collected over 144 million pounds of consumer batteries since from over 30,000 publicly accessible sites; collected over 30 million pounds of lithium ion (Li-Ion) since inception.





How We Are Funded

- 1. 300+ product and battery manufacturers pay a fee based on sales (in weight) by chemistry into the marketplace.
- All fees must be approved by a Board of Directors whose majority are battery manufacturers (stewards) including Panasonic, Sony, Energizer & Duracell. Fees have been frozen since 1/1/16.
- 3. Call2Recycle® program manages 30,000 collection sites, educational efforts, reverse logistics and collections based on these fees.
- 4. In 2017, the program introduced fee-based services for specialty operations (e.g., online box sales, DDR kits).









What Are Our Responsibilities?

Program Management Services

- 1. Reverse Logistics Management. Manage collection, pick-up, transport, sorting and processing.
- 2. Education & Promotion. Beyond educating consumers, collection sites and businesses on why and how to recycle, we convince opinion leaders that we do things right.
- 3. Administration & Performance Reporting. Regulatory submittals, voluntary reporting, certifications, downstream verification, etc.
- **4. Customer Service**. Inbound and outbound call center that manages 10,000 inquiries per month.







Our Third-Party Credentials

Permits and Certifications

- 1. USDOT Special Permit 14849. Allows the management of small quantities of batteries in our patented box.
- 2. USDOT Special Permit 16563 for DDR Batteries. Supports collection, transport and disposal of damaged, defective and recalled lithium-based batteries.
- 3. R2 / OHSAS 18001 / ISO 14001 Certifications. Affirms the integrity and diligence of our quality control processes and systems.
- 4. Certification of E-Steward Qualification.
 Affirms our commitment that waste batteries aren't disposed in third world countries.







Types of Lithium-Based Batteries

- Lithium-based batteries are not the only batteries that could cause safety issues; other rechargeable chemistries must be uniquely handled to comply with USDOT regulations.
- Two distinct lithium-based battery types: Primary: lithium metal and Rechargeable: lithium ion.

Attribute	Lithium Primary	Lithium-lon	
Sub- chemistries	CR, Lithium Iron Sulfide, Non- Consumer Uses	NCA, NMC, LCO, LMO, LFP, LTO, Coins	
Primary Uses	AA/AAA, Medical Devices, Security, Back-up Power	EV, Grid Storage, Electronics, E- Bikes, Power Tools	



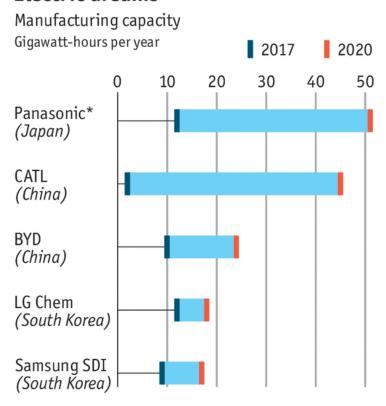


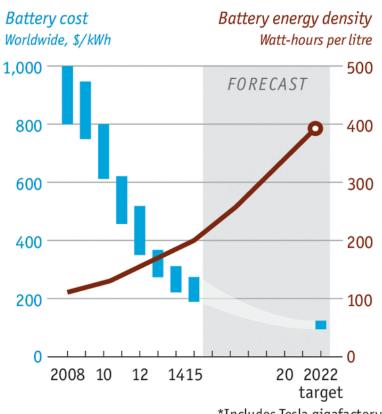




The Dynamic Lithium Battery Market

Electric dreams





Sources: Cairn ERA; US Department of Energy

*Includes Tesla gigafactory

:onomist.com

5.6 Billion Lithium Ion Cells Sold in 2016



Changing Landscape for Lithium Ion Batteries

Over the Last Three Years...

- 1. Cobalt Prices. Over the last three years, the price for cobalt (LME) has tripled to \$34 / pound.
- 2. Nickel Price / Use. One key formulation has upped the presence of nickel, whose price is much more stable.
- **3. How Do You Know?** You often don't. Tesla = nickel. Apple = cobalt.
- **4. Reconditioning**. The more lucrative market is reconditioning Li-lon where prices can be 10x better than when recycling.
- 5. "Damaged, Defective & Recalled (DDR)."
 Increasingly, Li-Ion are damaged, making them
 more dangerous and requiring special treatment.





Our "DDR" Solution

	Small Kit	Large Kit
Kit	OVERPACK OVERPACK	OVERPACK
Kit Contents	 Overpack box Metal can with affixed labeling Metal lid and locking ring Vermiculite Tape Plastic bags Permit and caution labels Return shipping label Instructions 	 Overpack box Metal bucket with affixed labeling Metal lid and locking ring Inner box Vermiculite Tape Plastic bags Permit and caution labels Return shipping label Instructions
Note		lbs. (2kgs) of lithium cells and batteries to be contained in a single within one package provided the cell or battery has a mass of 5 kg or less.

What Do We Do With Li-Ion Batteries?

Lithium Ion Batteries Generated in the US

1. Sorters.

- Battery Solutions, Howell, MI
- INMETCO, Ellwood City, PA
- Battery Solutions, Mesa, AZ
- Wistron GreenTech, McKinney, TX

2. Processors.

- Glencore / Xstrata, Sudbury, ON
- Toxco / Retriev, Trail, BC
- UMICORE, Hoboken, Belgium
- SungEel Hitech, South Korea
- Recycling Coordinators, Akron, OH
- Retriev Technologies, Lancaster, OH







How Can You Identify a Lithium-Based PRIMARY Battery?

Lithium Metal (Primary)

- They MAY come in the following sizes: 9v, AA, AAA, C, D, Coin/Button cell
- They MAY be marked: 'Lithium' or 'Lithium cells'; marked as (CR###)















How Can You Identify a Lithium-Based **RECHARGEABLE** Battery?

Rechargeable (Lithium Ion)

- It MAY be Marked "Rechargeable"
- It MAY Have a Battery Chemistry Name (Lithium Ion) or Abbreviation (LI-ION, Li-ion, LiPo (lithium polymer); Button/coin Cell (LIR###)
- It MAY Just Have Battery Seal or Other Mark
- Or **MAY** Not!





















Recycling Lithium-Based Batteries

Four Important Lessons

- 1. A Spent Battery Isn't. Used lithium batteries can often maintain 80%+ of their original charge.
- 2. Don't Remove Non-Removable Batteries. Lithium polymer batteries, without hard cases, are susceptible to damage.
- **3. Tape or Bag**. The positive terminal must be protected either by tape or place in a clear and sealable bag.
- **4. Curbside Is Seldom Wise.** While some municipal governments have effective programs to mitigate safety issues, most do not. Find a dedicated collection container / site.





The Charge Up Safety[™] Campaign

Four Main Objectives

- 1. Foster Employee Leadership. Improve our knowledge, culture and commitment to safety to enable us to serve as leaders and influencers with customers.
- 2. Improve Collection Site & Sorter Performance. Increase visibility, accountability and behaviors surrounding safe handling, storage and transport of batteries.
- 3. Drive Consumer Awareness. Improving the visibility and knowledge of safe practices.
- **4. Engage Stakeholders**. Build relationships with other like-minded organizations to influence public and government debate on relevant safety issues.



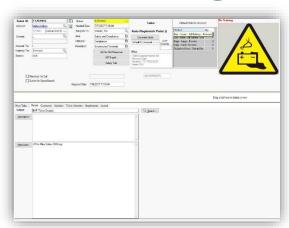


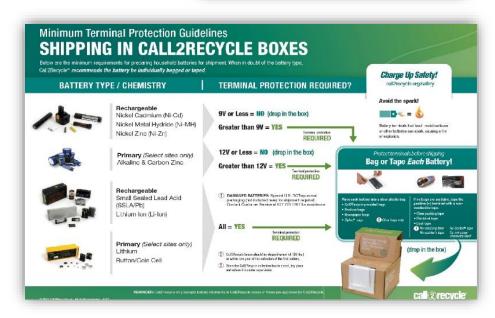


Charge Up SafetyTM: Operational Changes

- Flame Retardant Box.
- Terminal Protection Guidelines.
- Box Anomaly Reports (BAR).





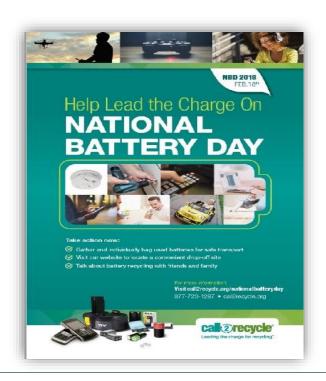






Charge Up SafetyTM: Consumer Education

- · Safety Video.
- Safety Portal.
- Consumer Outreach Events.











Charge Up Safety[™]: Site Education

- Shipping Guidelines.
- Required Safety Training.
- Stakeholder Engagement.

Group	Number of Sites Trained	% Compliant
Traditional "Free" Collection Sites (Includes Best Buy, The Home Depot, Lowe's, Sears/Kmart, Staples, Stewards, Muni's, etc)	12,559	85% compliant
Fee-based Collection Sites (Sites purchasing boxes via eCommerce or through a contractual arrangement)	5,980	75% compliant
TOTAL	18,539	82% compliant sites







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thank you!

Carl E. Smith
CEO / President
csmith@call2recycle.org

Corporate headquarters: 1000 Parkwood Circle, Suite 200 Atlanta, GA 30339