STATE OF MISSOURI

DEPARTMENT OF NATURAL RESOURCES

MISSOURI AIR CONSERVATION COMMISSION

PERMIT TO CONSTRUCT

Under the authority of RSMo 643 and the Federal Clean Air Act the applicant is authorized to construct the air contaminant source(s) described below, in accordance with the laws, rules and conditions as set forth herein.

Permit Number: 022007-002  Project Number: 2006-10-132

Parent Company: Nike Inc.

Parent Company Address: One Bowerman Drive, Portland, Oregon 97005

Installation Name: Nike IHM, Inc.

Installation Address: 8 Research Park Drive, St. Charles, Missouri 63304

Location Information: St. Charles County, S33 & 34, T48N, R3E

Application for Authority to Construct was made for:
Installation of a "Pyro-Clean" Tool Cleaning System. This review was conducted in accordance with Section (5), Missouri State Rule 10 CSR 10-6.060, Construction Permits Required.

☐ Standard Conditions (on reverse) are applicable to this permit.
☒ Standard Conditions (on reverse) and Special Conditions are applicable to this permit.

FEB - 1 2007

EFFECTIVE DATE

DIRECTOR OR DESIGNEE
DEPARTMENT OF NATURAL RESOURCES
STANDARD CONDITIONS:

Permission to construct may be revoked if you fail to begin construction or modification within two years from the effective date of this permit. Permittee should notify the Air Pollution Control Program if construction or modification is not started within two years after the effective date of this permit, or if construction or modification is suspended for one year or more.

You will be in violation of 10 CSR 10-6.060 if you fail to adhere to the specifications and conditions listed in your application, this permit and the project review. In the event that there is a discrepancy between the permit application and this permit, the conditions of this permit shall take precedence. Specifically, all air contaminant control devises shall be operated and maintained as specified in the application, associated plans and specifications.

You must notify the department’s Air Pollution Control Program of the anticipated date of start up of this (these) air contaminant source(s). The information must be made available not more than 60 days but at least 30 days in advance of this date. Also, you must notify the Department of Natural Resources Regional office responsible for the area within which you are located with 15 days after the actual start up of this (these) air contaminant source(s).

A copy of this permit and permit review shall be kept at the installation address and shall be made available to Department of Natural Resources’ personnel upon request.

You may appeal this permit or any of the listed special conditions to the Administrative Hearing Commission (AHC), P.O. Box 1557, Jefferson City, MO 65102, as provided in RSMo 643.075.6 and 621.250.3. If you choose to appeal, you must file a petition with the AHC within 30 days after the date this decision was mailed or the date it was delivered, whichever date was earlier. If any such petition is sent by registered mail or certified mail, it will be deemed filed on the date it is mailed. If it is sent by any method other than registered mail or certified mail, it will be deemed filed on the date it is received by the AHC.

If you choose not to appeal, this certificate, the project review and your application and associated correspondence constitutes your permit to construct. The permit allows you to construct and operate your air contaminant source(s), but in no way relieves you of your obligation to comply with all applicable provisions of the Missouri Air Conservation Law, regulations of the Missouri Department of Natural Resources and other applicable federal, state and local laws and ordinances.

The Air Pollution Control Program invites your questions regarding this air pollution permit. Please contact the Construction Permit Unit at (573) 751-4817. If you prefer to write, please address your correspondence to the Missouri Department of Natural Resources, Air Pollution Control Program, P.O. Box 176, Jefferson City, MO 65102-0176, attention: Construction Permit Unit.
SPECIAL CONDITIONS:

The permittee is authorized to construct and operate subject to the following special conditions:

The special conditions listed in this permit were included based on the authority granted the Missouri Air Pollution Control Program by the Missouri Air Conservation Law (specifically 643.075) and by the Missouri Rules listed in Title 10, Division 10 of the Code of State Regulations (specifically 10 CSR 10-6.060). For specific details regarding conditions, see 10 CSR 10-6.060 paragraph (12)(A)10. “Conditions required by permitting authority.”

Nike IHM, Inc.
St. Charles County, S33 & 34, T48N, R3E

1. NIKE IHM, Inc. shall use this pyro-clean unit exclusively to remove non-chlorinated plastics from tools/metal parts.

2. NIKE IHM, Inc. shall use an Electri-Cat Oxidizer to control emissions from the pyro-clean unit. The afterburner shall operate between 1,300 to 1,500 degrees Fahrenheit with more than a one-half (½) second residence time to assure a minimum combustion efficiency of 99.9%.

3. The pyro-clean unit shall be equipped with an electronic controller, with digital readout, which is able to monitor and display the temperature in the second combustion chamber to an accuracy of plus or minus two percent (2%).

4. The pyro-clean unit shall have opacity of less than ten percent (10%) at all times. Opacity shall be determined by Method 9 compliance testing.
REVIEW OF APPLICATION FOR AUTHORITY TO CONSTRUCT AND OPERATE
SECTION (5) REVIEW
Project Number: 2006-10-132
Installation ID Number: 183-5015
Permit Number:

Nike IHM, Inc.
8 Research Park Drive
St. Charles, Missouri 63304

Complete: October 30, 2006
Reviewed: November 14, 2006

St. Charles, Missouri 63304

Parent Company:
Nike Inc.
One Bowerman Drive
Portland, Oregon 97005

8 Research Park Drive
St. Charles, Missouri 63304

REVIEW SUMMARY

• Nike IHM, Inc. has applied for authority to install a "Pyro-Clean" Tool Cleaning System.

• Hazardous air pollutant (HAP) emissions are expected from the proposed equipment in insignificant amounts.

• None of the New Source Performance Standards (NSPS) apply to the proposed equipment.

• None of the National Emission Standards for Hazardous Air Pollutants (NESHAPs) or currently promulgated Maximum Achievable Control Technology (MACT) regulations apply to the proposed equipment.

• An Electri-Cat Oxidizer is being used to control emissions from the equipment in this permit.

• This review was conducted in accordance with Section (5) of Missouri State Rule 10 CSR 10-6.060, Construction Permits Required. The pyro-clean system in this permit is classified as an incinerator. All incinerators are required to obtain a permit from the Air Pollution Control Program as mandated in 10 CSR 10-6.060. Potential emissions are less than de minimis levels.

• This installation is located in St. Charles County, a nonattainment area for ozone (O₃) and an attainment area for all other criteria air pollutants.

• This installation is not on the List of Named Installations [10 CSR 10-6.020(3)(B), Table 2].
• Ambient air quality modeling was not performed since potential emissions of the application are below de minimis levels.

• Emissions testing is not required for the equipment.

• A revision to Basic Operating Permit application is required for this installation within 30 days of equipment startup.

• Approval of this permit is recommended with special conditions.

INSTALLATION DESCRIPTION

NIKE IHM, Inc., located at St. Charles County, manufactures extruded plastic goods. This installation submitted a basic operating permit application on June 13, 2002 and a renewal application on September 29, 2006. The following construction permit has been issued to NIKE IHM, Inc. from the Air Pollution Control Program.

<table>
<thead>
<tr>
<th>Permit Number</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>052002-008</td>
<td>Installation of a heat cleaning oven</td>
</tr>
<tr>
<td>092004-018</td>
<td>Installation of a Steelman Heat Cleaning Oven.</td>
</tr>
<tr>
<td>122005-011</td>
<td>Installation of industrial dry filter spray paint booth.</td>
</tr>
</tbody>
</table>

PROJECT DESCRIPTION

NIKE IHM, Inc. proposes to install a "Pyro-Clean" Tool Cleaning System. This unit will be used to clean small tools and parts used during the plastic extrusion process. Since the plastics from tools and metal parts are burned off, this pyro-clean unit is classified as an incinerator. Therefore, a construction permit is required for this unit according to 10CSR 10-6.060(1)(B).

EMISSIONS/CONTROLS EVALUATION

The emission factors and control efficiencies used in this analysis were obtained from the factory testing data provided by the applicant. An Electri-Cat Oxidizer is being used to control emissions from the pyro-clean unit. Existing actual emissions is from the 2005 Emissions Inventory Questionnaire (EIQ). Potential emissions of the application represent the potential of the new equipment, assuming continuous operation (8760 hours per year.) The following table provides an emissions summary for this project.
Table 1: Emissions Summary (tons per year)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>PM(_{10})</td>
<td>15.0</td>
<td>N/D</td>
<td>N/A</td>
<td>0.004</td>
<td>N/A</td>
</tr>
<tr>
<td>SOx</td>
<td>40.0</td>
<td>N/D</td>
<td>N/A</td>
<td>N/A</td>
<td>N/A</td>
</tr>
<tr>
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<td>40.0</td>
<td>N/D</td>
<td>0.01</td>
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<td>N/A</td>
</tr>
<tr>
<td>VOC</td>
<td>40.0</td>
<td>N/D</td>
<td>0.14</td>
<td>0.022</td>
<td>N/A</td>
</tr>
<tr>
<td>CO</td>
<td>100.0</td>
<td>N/D</td>
<td>N/A</td>
<td>0.0025</td>
<td>N/A</td>
</tr>
<tr>
<td>HAPs</td>
<td>10.0/25.0</td>
<td>N/D</td>
<td>N/A</td>
<td>N/A</td>
<td>N/A</td>
</tr>
</tbody>
</table>

N/A = Not Applicable; N/D = Not Determined

PERMIT RULE APPLICABILITY

This review was conducted in accordance with Section (5) of Missouri State Rule 10 CSR 10-6.060, *Construction Permits Required*. The pyro-clean system in this permit is classified as an incinerator. All incinerators are required to obtain a permit from the Air Pollution Control Program as mandated in 10 CSR 10-6.060. Potential emissions are less than de minimis levels.

APPLICABLE REQUIREMENTS

Nike IHM, Inc. shall comply with the following applicable requirements. The Missouri Air Conservation Laws and Regulations should be consulted for specific record keeping, monitoring, and reporting requirements. Compliance with these emission standards, based on information submitted in the application, has been verified at the time this application was approved. For a complete list of applicable requirements for your installation, please consult your operating permit.

GENERAL REQUIREMENTS

- *Submission of Emission Data, Emission Fees and Process Information*, 10 CSR 10-6.110
  The emission fee is the amount established by the Missouri Air Conservation Commission annually under Missouri Air Law 643.079(1). Submission of an Emissions Inventory Questionnaire (EIQ) is required April 1 for the previous year's emissions.

- *Operating Permits*, 10 CSR 10-6.065

- *Restriction of Particulate Matter to the Ambient Air Beyond the Premises of Origin*, 10 CSR 10-6.170

- *Restriction of Emission of Visible Air Contaminants*, 10 CSR 10-6.220

- *Restriction of Emission of Odors*, 10 CSR 10-3.090
STAFF RECOMMENDATION

On the basis of this review conducted in accordance with Section (5), Missouri State Rule 10 CSR 10-6.060, Construction Permits Required, I recommend this permit be granted with special conditions.

Fuad Wadud
Environmental Engineer

Date

PERMIT DOCUMENTS

The following documents are incorporated by reference into this permit:

- The Application for Authority to Construct form, dated October 23, 2006, received October 30, 2006, designating Nike Inc. as the owner and operator of the installation.
- Manufacturers' test report provided by the applicant.
- St. Louis Regional Office Site Survey.
RE: New Source Review Permit - Project Number: 2006-10-132

Dear Mr. Weiss:

Enclosed with this letter is your permit to construct. Please study it carefully. Also, note the special conditions, if any, on the accompanying pages. The document entitled, "Review of Application for Authority to Construct," is part of the permit and should be kept with this permit in your files.

Operation in accordance with these conditions, your new source review permit application and with your amended operating permit is necessary for continued compliance.

The reverse side of your permit certificate has important information concerning standard permit conditions and your rights and obligations under the laws and regulations of the State of Missouri.

If you have any questions regarding this permit, please do not hesitate to contact me at (573) 751-4817, or you may write to me at the Department of Natural Resources, Air Pollution Control Program, P.O. Box 176, Jefferson City, MO 65102.

Sincerely,

AIR POLLUTION CONTROL PROGRAM

Kendall B. Hale
New Source Review Unit Chief

KBH: fwl

Enclosures

c: St. Louis Regional Office
   PAMS File 2006-10-132

   Permit Number: