

**Technical and economical optimization of
surface mining processes – Development
of a data base and a program structure
for the computer-based selection
and dimensioning of equipment
in surface mining operations**

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1 Introduction

The mining industry is currently faced with constantly increasing capital and operating costs. Thus a need exists to reduce costs where possible. Loading and Haulage costs are natural items to consider, as it can represent up to 50 % of the total mine operating cost.

With a brief look to production rate of minerals in worldwide surface mining (more than 67 milliard ton per year) and also spent costs for materials handling (about 100 milliard us. \$ per year), it is two times more to have a close attention to this subject.

Equipment selection for open-pit mining is definitely a major decision which will impact greatly the economic viability of an operation. On the other hand, equipment selecting is an important and effective item on surface mining production costs. Selection of loading and haulage equipment have a great share of cost price of mineral products (in a way that about % 90 of equipment capital costs and more than % 70 of operating costs in open pit mines is for loading and haulage of materials). In addition; the selection of a system is equally an important problem and could involve many criteria, including the operating conditions and the equipment technical specifications of an open pit stripping. The general equipment selection process involves assessment of the climatic, geological, geotechnical, environmental and ground, site-specific conditions. Furthermore, the equipment selection process implies choosing the types of equipment, the size of equipment and the number of units required to meet a selected production rate. Proper matching of equipment is also inherent to the process. The process involves computations, executed in a logical sequence prescribed by the experienced equipment selection engineer. This is corroborated by the fact that numerous attempts have already been made to develop expert systems applied to equipment selection. The problems thus have greater need for a vast knowledge-base and a chaining process rather than traditional programmable computations.

In addition Cost estimation is an intrinsic component of the complete process. In fact, the essential objective is to select equipment which will minimise a specified measure of cost. Therefore the other considerable item is the useful benefit from experimental Tables and relations for considerations and feasibility at the time of prefeasibility studies and determination and selection of loading and haulage equipments. Then it is necessary and so much important to submit such Tables along with relations for different machinery and equipment.

Since one of the general and current methods for any materials handling in open pit mines is benefiting from shovel and trucks, one of the reducing ways of costs, is optimization of suitable selection and application of the said equipment by the use of

computer software. Since most of current software is applied for selection of optimized equipments by manufacturing companies with theoretical aspects of equipments for more marketing and sale and with lack of consideration of applicable and operational items, therefore, all presented numbers and values in Tables of mentioned companies have a great difference with obtained numbers and values in mining operations. Then, providing software for covering all mentioned weak points, consider all said problems, characteristics of deposits and ores, regional and environmental conditions is necessary. In addition, it is necessary to benefit from obtained values and digits out of practical and experimental results at the time of providing the said software.

The rising operating costs and declining commodity prices at most properties have forced them to look at various alternatives to cut costs to stay competitive. Haulage costs have been an area that has risen significantly with the increase of diesel prices. One alternative to reduce haulage costs is to shorten the truck haul distance by bringing the truck dump point into the pit. Using an in-pit movable crusher or crushers, and conveying the ore and/or waste out of the pit can reduce the haul costs. The other method for reducing of transportation costs is to benefit from other alternatives instead of truck. Therefore, benefiting from continuous transportation systems (such as conveyors and so on...) along with in-pit crushing or a combination of both methods may have a great effect on reducing the costs.

Regarding all above-mentioned items at first a brief description about mining industry and completion process of this industry, different stages and activities and relevant costs of each process in this report is presented, then an estimation of worldwide production rate of minerals and the share of surface mining is submitted. In next step and after a review of material handling systems in surface mines and providing a comparison of them, production costs have been analyzed for any equipment separately and provided different Tables and equations for estimation of operating and production costs of different machinery and equipment. Finally, a software algorithm has been submitted with ability for suitable selection of equipment and estimation of production costs in addition to an exact economic evaluations and analysis.

2 Mining Industry Progresses

2.1 The History of Mining

After farming, mining is the second activity of primary human begins. Certainly that should be considered these two activities as the primary or mother of industries in human being civilization. In order to explaining the importance of mining in old and new culture, that is enough to mention that nature has provided limited resources for wealth for human being. Mining and farming (including hunting, fishing, and animal husbandry and foresting) are the access ways to the said resources[1].

Mining was a non-separable part of human life from prehistoric times. Here, mining has been used with its greatest meaning as extraction of all natural mineral (solid, liquid and gas) from the earth by the goal of benefiting and removing all human needs. In order to benefit and remove all need, those necessities of human being are required which may obtain only through extraction of minerals from the earth[2] &[3]. Table 1 is about these important needs.

Table 1 Human's uses of mineral[4]

Need or Use	Purpose	Age
Tools and Utensils	Food, shelter	Prehistoric
Weapons	Hunting, defence, warfare	Prehistoric
Ornament and decoration	Jewelry, cosmetics, dye	Ancient
Currency	Monetary exchange	Early
Structures and devices	Shelter, transport	Early
Energy	Heat, power	Medieval
Machinery	Industry	Modern
Electronics	Computers, communications	Modern
Nuclear fission	Power, warfare	Modern

In fact, most part of cultural ages of human being could be recognized by minerals and their derivations. For example Stone Age (up to 4000 years before Christian), Bronze Age (1500 to 4000 years before Christian) , Iron age (1500 years before Christian up to 1780), Steel age (1780 up to 1945) and Atom age (From 1945). Not only we have different ages recognized and known with minerals but in most parts of human history (Travel of Marko polo to China, Marine travel of Wasco dogama to Africa & India, discovering of a new world by Coulomb and attack of gold researchers

to California, South Africa, Australia and Canada) were also presented as the primary goal and emotion[5].

It is provable that minerals and mining have a close relation with priority of great historical civilizations. In fact, the major factor of interfere and development of Rome Emperor to England and Spain lands, Government of Spain, France and England on Northern & Southern America and African Colonization and some parts of Asia by different European forces was the access to all mineral reserves and resources. There is a different type of modern imperator in the world and in the format of an economic Union (OPEC or Organization of the Petroleum Exporting Countries) for controlling of production and petroleum oil prices and as a sign of the real power of minerals[4].

2.2 Mining and Mineral Description

According to a general classification, there are three groups of economic minerals upon their primary elements and applications[6] and [7]:

Metallic ores: including of the ferrous metals (iron, manganese, molybdenum, and tungsten, the base metals (Copper, lead, zinc, and tin), the precious metals (gold, silver, the platinum group metals), and the radioactive minerals (uranium, thorium, and radium).

Non-metallic minerals: insulating materials (mica, asbestos), refractory materials (silica, alumina, zircon. Graphite), industrial minerals (barite, gypsum, phosphate, potash, halite, trona, sand gravel, limestone, sulphur, and many others)

Fossil fuels: solid fuels (coal, anthracite, lignite, oil shale), fluid fuels (petroleum oil, natural gas)

It is important that although petroleum oil extraction is a branch of mining industry, but at present all relevant activities with oil & natural gas extraction would be performed in the formant of a separate industry and with its special technology[4].

Mining is generally described as excavation or creation of a hold from current level of earth to mineral deposit through a corridor. When all extraction operations are completely open or operated on the ground, it is named as surface mining. If excavation consists of openings for human entry below the earth's it is called underground mining. Some special details of different localization methods and used equipment may cause some differences in different methods of mining. Generally physical, geologic, environmental, and economic conditions and some other limiting items such as legal circumstances have a basic role in determining of mining methods [2].

Mining could not be considered as a separate and independent activity from other activities. This will be performed after some geological studies and considerations which may determine the place of mine and some economic analysis for confirming of financial aspects. After extraction of ores it is possible to process the extracted product with different methods under a general title of mineral processing. Perhaps the products of this process would be melted or refined in order to have more condensation and supplying of considered products of the buyer under exchanging functions. Marketing is the last step for changing valuable minerals into a useful product[4].

Some times creation of different holes in the ground may be performed for other purpose rather than extraction of minerals such as military and civil works with the goal of excavation of fixed spaces with suitable dimensions, positions and continuation. For example it is possible to name sewer tunnels, underground storage facilities, waste disposal areas, and military installations. Many of these excavations would be performed by means of standard mining technology. Since the goal in such activities is any thing rather than mineral extraction, therefore, there are other conditions and necessities such as time, form and life governing of these items.

Generally all working fields of mineral industries have a close relation with other activities with necessary application in this industry. Locating and exploration of a mineral deposit will be placed in general scope of geology and earth sciences. Mining engineering includes different activities such as proving and confirming of reserve (along with geology unit), designing, planning, development and exploitation of mine. Although metallurgy has common extraction with mining engineering, but relevant fields of processing, refinery and melting must be basically considered in scope of work of metallurgy engineering.

2.3 Mining Technology Progresses

Mining as one of the oldest activities of human being (certainly as the first organized activities of human being), has a long-term and respectful history. To follow up completion process of mining technology in parallel with gradual completion of human being and development of civilization is useful for recognition of new activities of mining industries[6].

Mining started with Palaeolithic human beings about last 450000 years. Of course there is no more evidences for proving this idea, but incendiary tools (Flint stone) founded along with the carcass of primary humans of old age, may confirm this claim[8]. All people in Old Stone Age extracted the said stones from the earth and

formed them through primary construction techniques. At first, the human being found raw mineral materials from the earth, but by the start of Stone Age, he managed to extract in different spaces with a height of 0.60 to 0.90 m and with a depth of more than 9 m [3]. The oldest recognized underground mine is a hematite one located on Bomvu Ridge and belonging to Stone Age. It is believed that it is 40000 years old. Old mining performed under the ground along with primary methods for ground control, ventilation, haulage, hoisting, lighting and rock breakage. There were different mines with a depth of 250 m in early Egypt times[2].

Prehistoric people were so much attracted by metallic ores. At first, they used metals with their free form and probably through washing of river sands in placer deposits. By the way and by the start of bronze and iron ages, human being innovated the melting and its change to minerals of free metals or their alloys forms.

In the field of mineral extraction, the first highlighted work of miners was digging them and broken the heavy rock masses into a transportable form. Although they could extract easily soft soils or weak rocks, but their primary tools such as bone, wood or stone were unable to break hard rocks, unless with a track in it and by putting a wedge or breaking the rock. By innovation of fire setting technique, miners were enable to warm and expand the rock and freeze it by cooling it with water. Among all great innovations of human being and the first valuable consequences of mining, art and knowledge of rock breakage has a great importance. There was no other technical progress in the field of mining with such an effect while black powder was applied for the first time for blasting of rock in 17th century.

By development of social and cultural systems, mining found more organization. Due to its hard and dangerous nature, most of guilty persons were sent for working in mines and only the engineers and managers were paid.

Like all other industries, Mining technology faced with stagnation through dark Ages. The position of miners and situation of mining was changed by a political change in 1185 when bishop of Trent obtained the license of miners in his own scope of authorities and paid the miners similar social rights as other industries something such as any share in extracted minerals. This rule was an important step in mining industry with different consequences for many years up to now.

By the ways, Industrial Revolution was the greatest change from the point of view of any need to minerals and benefiting from them in 18th century. It was simultaneous with series increasing of demands and considerable progresses in mining technology especially from scientific and mechanization aspects up to now. These changes had a foundation even up to long-term periods in future. The most important and special progress effective on industries and generally on total civilization has been presented in Table 2. These progresses reached to their peak point by the start of new age of

mining at beginning of 20th century and with mechanization development and mass production and other pricing techniques and price /costs estimation and the newest one which is computer methods for benefiting from low grade deposits with high reserves[2],[10] and [11].

Table 2 Chronological Development of Mining Technology [4]

Date	Event
450,000 B.C.E	First mining (at surface), by Palaeolithic humans for stone implements.
40,000	Surface mining progresses underground, in Swaziland, Africa.
30,000	Fired clay pots used in Czechoslovakia.
18,000	Possible use of gold and copper in native form.
5,000	Fire setting, used by Egyptians to break rock.
4,000	Early use of fabricated metals; start of Bronze Age.
3,400	First recorded mining, of turquoise by Egyptians in Sinai.
3,000	Probable first smelting, of copper with coal by Chinese; first use of iron implements by Egyptians.
2,000	Earliest known gold artifacts in New World, in Peru.
1,000	Steel used by Greeks.
100 C.E	Thriving Roman mining industry.
122	Coal used by Romans in present-day United Kingdom.
1185	Edict by bishop of Trent gives rights to miners.
1524	First recorded mining in New World, by Spaniards in Cuba.
1550	First use of lift pump, at Joachimstal, Czechoslovakia.
1556	First mining technical work, De Re Metallica, published in Germany by Georgius Agricola.
1585	Discovery of iron ore in North America, in North Carolina.
1600s	Mining commences in eastern United State (iron, coal, lead and gold).
1627	Explosives first used in European mines, in Hungary (possible prior use in China).
1646	First blast furnace installed in North America, in Massachusetts.
1716	First school of mines established, at Joachimstal, Czechoslovakia.
1780	Beginning of Industrial Revolution; pumps are first modern machines used in mines.
1800s	Mining progresses in United State; gold rushes help open the west.
1815	Sir Humphrey Davy invents miner's safety lamp in England.
1855	Bessemer steel process first used, in England.
1867	Dynamite invented by Nobel, applied to mining.
1903	Era of mechanization and mass production opens in U.S. mining with development of first low-grade copper porphyry, in Utah; although the first modern mine was an open pit, subsequent operations were underground as well.
1940	First continuous miner initiate the era of mining without explosives.
1945	Tungsten carbide bits developed by McKenna Metals Company (now Kennametal).

3 Mineral Industry

3.1 Mineral Production and Consumption

It is estimated that only %1 of earth's surface has been covered with valuable and economic mineral deposits. For example in 2004 the value of produced minerals in united state was about 68 milliards us. \$ from which about 33 milliard us.\$ was related to industrial minerals, 22 milliard us.\$ for coal and 13 milliard us.\$ for metallic ores[12].

It is important that the value of non-fuel minerals there will be an increase of value added of processing up to 10 times more which would be about % 7 from national gross production of united state (This will be reached to % 25 in less development countries) [12].

The world wide consumption of minerals has an increase in compliance with new age progress in a way that all consumed minerals in 20th century were more than total consumed minerals in previous centuries. By the start of industrial revolution, the annual growth rate of minerals consumption was about %5 and then increased to 2 times more from 1950.

To day Per capita consumption amount of minerals is so much attracting. This is about 21 tone per year for all minerals (either fuel or non-fuel minerals)[13]. Figure1 shows the per capita consumption rate of minerals through the life in Germany (with an average assumption of life of 78 years).

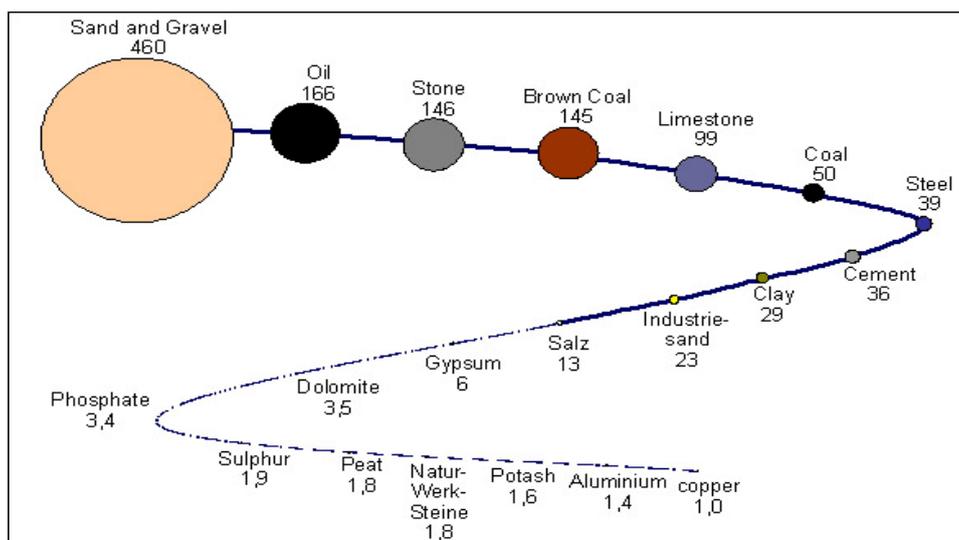


Figure1 Per capita consumption rate of minerals through the life in Germany (with an average assumption of life of 78 years).

The estimated amount of production of mineral including of important metallic ores , important non-metallic minerals and also sand and cement in recent 10 years have been mentioned in Table 4 and Table 5 and Figure 2 to Figure 4. The other amounts of non-mentioned minerals in Table 5 and 6 have not been considered due to the low amount of production. In addition, the estimated amounts for 2030 have been mentioned in these Tables. Needless to state that we have benefited from average stripping ratio in open pit mines for calculation of wastes rates of different metallic mines. The wastes amount rate for non-metallic minerals with regard to their lack of access to real amounts, we assumed it 1. All mentioned amounts have been inserted in Table 3.

Table 3 Waste/ore ratio for different mining ores [3] & [14] to [31]

Relevant ores	Waste /ore Ratio
Copper ores	2,5
Iron ores	0,8
Lead	4,6
Zinc	5,1
Tin	3,4
Nickel	4,8
Manganese	3,1
Gold	3,3
Platinum and rare earth element	4,4
Uranium	3,4
Non-metallic ores	1
Lignite	3,5

As it is clear in above-mentioned Tables and diagrams, today the total amount of production of minerals (including of metals, non-metallic minerals and coal) is more than 16.6 milliard tone per year for which the share of surface mines are more than 11.5 milliard tones per year. The production rate of construction materials is about 23.5 milliard tone per year and the annual production rate of cement is 2.3 milliard tones. By calculation of wastes amount in surface mines (about 30 milliard tones), the total amount of material handling in surface mines would be more than 67.3 milliard tones in current year and it is estimated to have it as 138 milliard tones in 2030.

Metal Mines Production

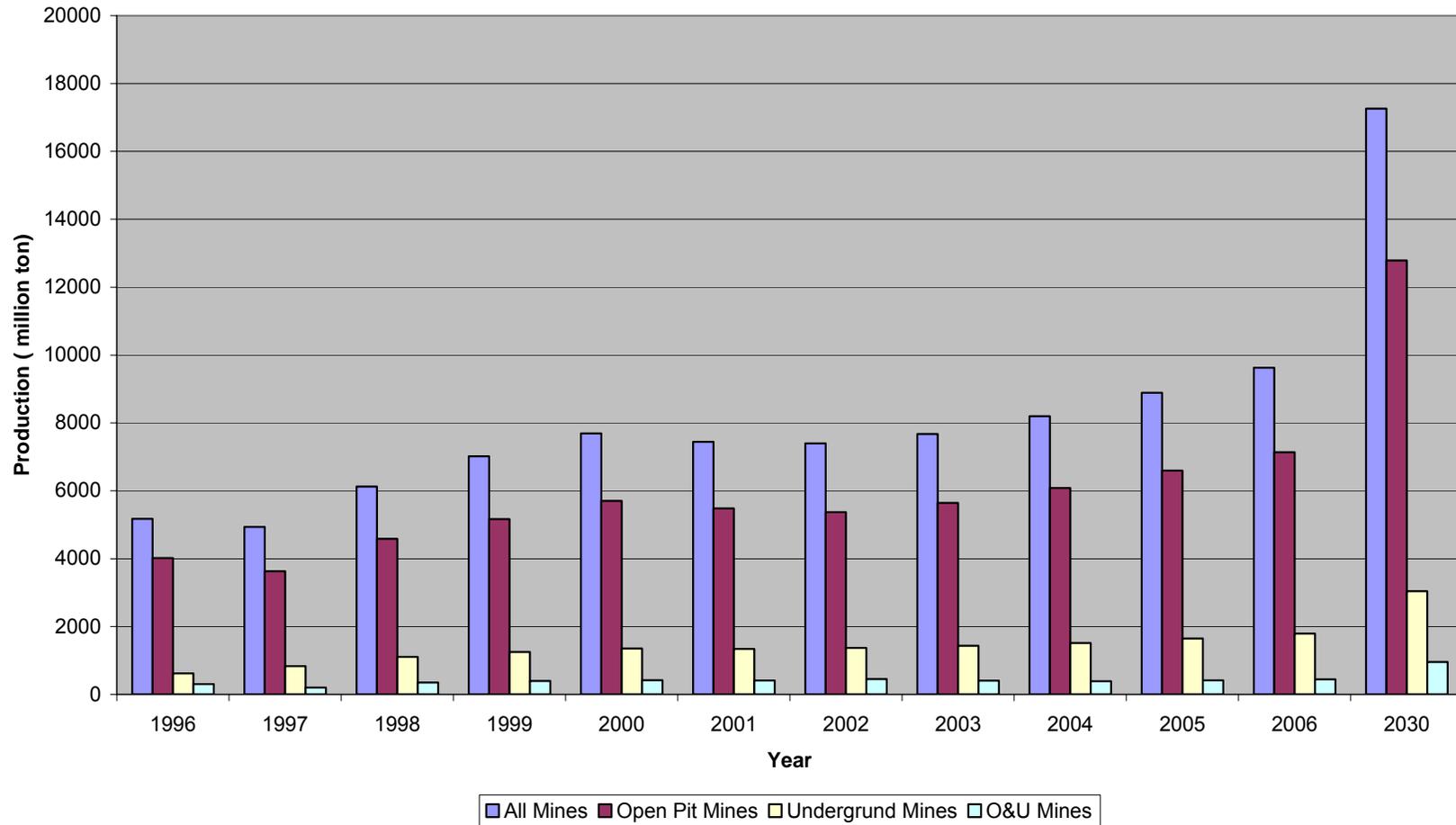


Figure 2 Estimated amount of ore production in metal mines

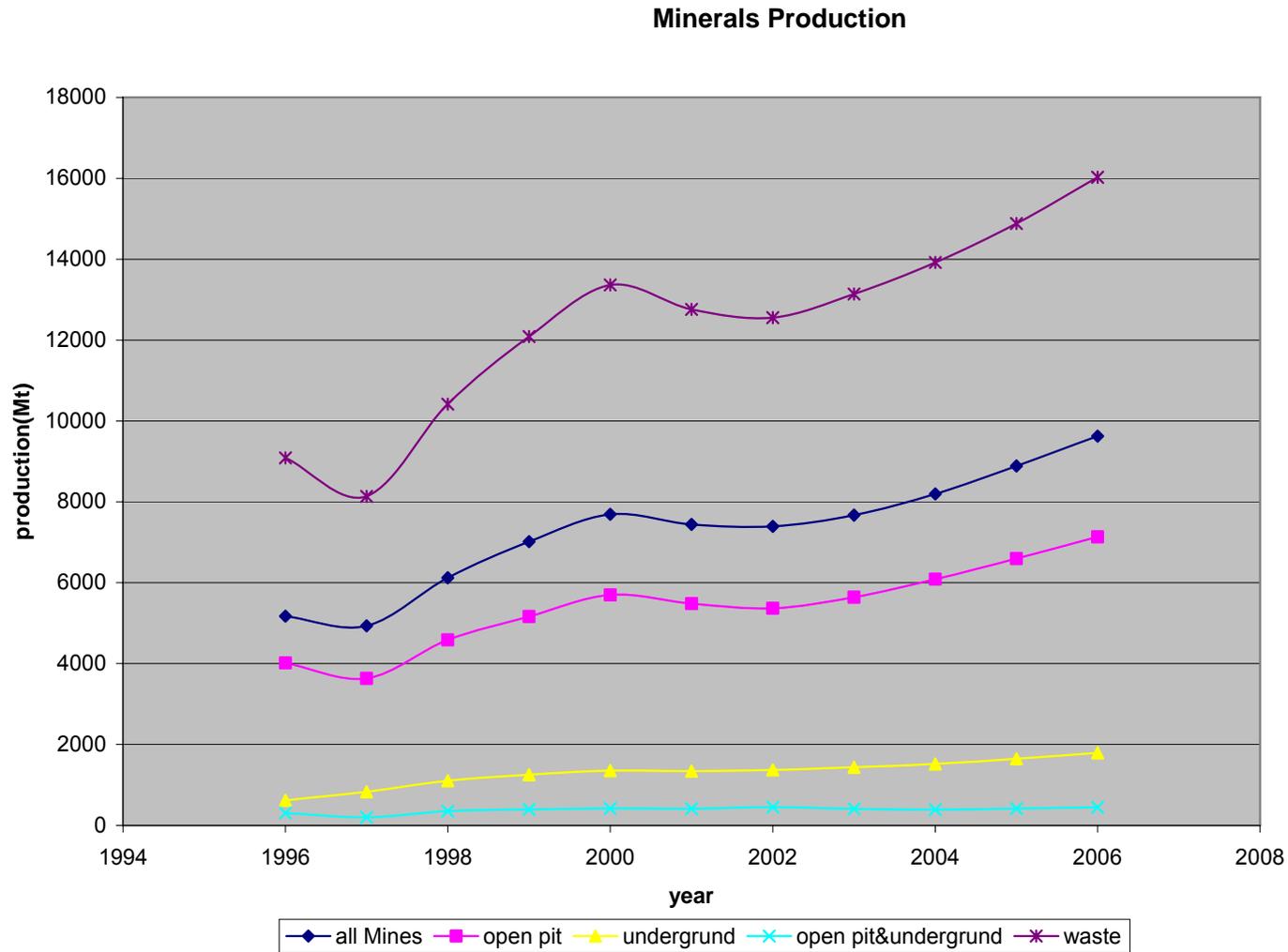


Figure 3 Trend of mineral and waste production in recent 10 years

Materials Handling in Surface Mines

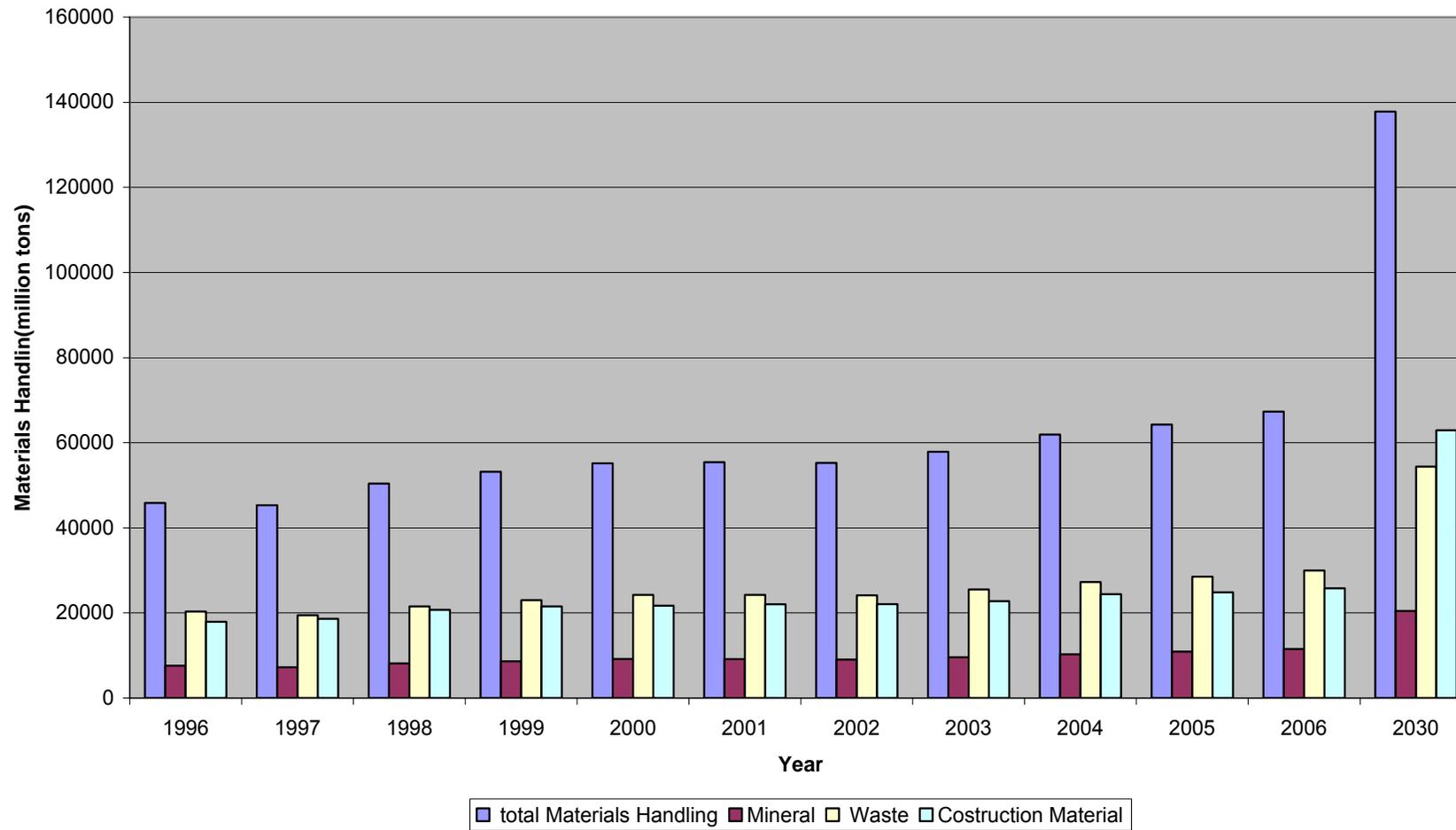


Figure 4 Estimated amount of materials handling in surface mines

Table 4 Estimated amount of mine production (waste and ore) in world surface mines

Ore production	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2030
Total mineral -open pit (mt)	7601	7243	8134	8654	9186	9138	9045	9569	10289	10902	11535	20468
Total waste (mt)	20331	19445	21535	22992	24251	24263	24130	25537	27242	28517	29967	54396
Open pit(waste +mineral) (mt)	27932	26687	29670	31646	33437	33401	33174	35105	37531	39419	41502	74864
Total construction material (mt)	17896	18608	20732	21530	21710	22039	22089	22778	24394	24843	25782	62942
Total material handling (mt) (open pit +cement +sand +rock)	45828	45296	50402	53176	55146	55440	55263	57883	61925	64263	67285	137805

Table 5 Estimated amount of mine production (waste and ore) in world mines

Ore production	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2030
All metal (mt)	5042	4810	5947	6826	7484	7215	7177	7443	7822	8347	9018	16811
Total non metals (mt)	537	547	536	543	539	532	532	554	574	592	601	1129
Coal (mt)	5106	5132	5046	4941	4935	5233	5265	5648	6079	6218	6361	10979
Total mineral (metal +non metal+ coal) (mt)	10818	10613	11706	12500	13164	13205	13191	13874	14848	15700	16587	29369
Cement (mt)	1485	1515	1520	1600	1600	1750	1800	1950	2130	2220	2322	6834
Sand gravel construction (mt)	7815	8140	9149	9491	9576	9662	9662	9918	10602	10773	11172	26718
Crushed rock (mt)	8596	8954	10063	10440	10534	10628	10628	10910	11662	11850	12289	29390
Total waste (mt)	20331	19445	21535	22992	24251	24263	24130	25537	27242	28517	29967	54396

3.2 Mineral Economics

The exclusivity of mineral deposits may create more complexity for economic consideration of minerals and mining. It is impossible to replace the deposits or reproduced them in contrast with agricultural and forest products. It is possible to consider mineral deposits as some perishable assets and any producing activity on them would be limited to some areas created in them. These factors may create different limitations for mining companies from trading works and supplying of financial resources and also producing activities. Since the minerals would be obtained and reduced continuously, and if the mining companies want to remain in trading and working scene, it is necessary to discover new reserves or purchase them. For this purpose, all exploration activities are developing in the world. Figure 5 to Figure 7 show the increase of exploration activities within recent years according to different groups of minerals [32] to [35].

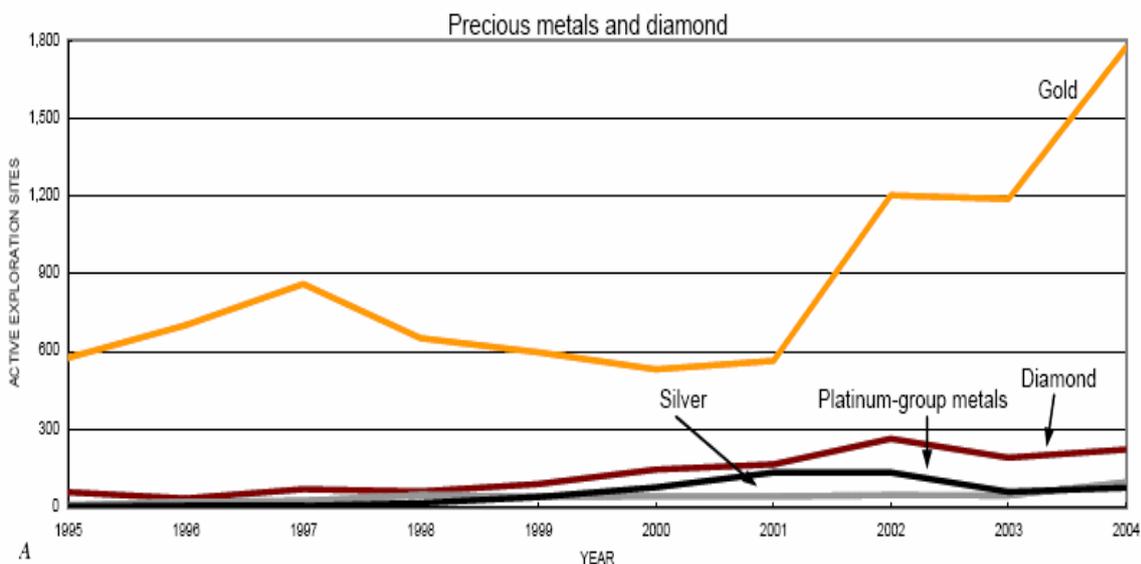


Figure 5 World wide explorations (based on active sites) for Precious metals and diamond [34]

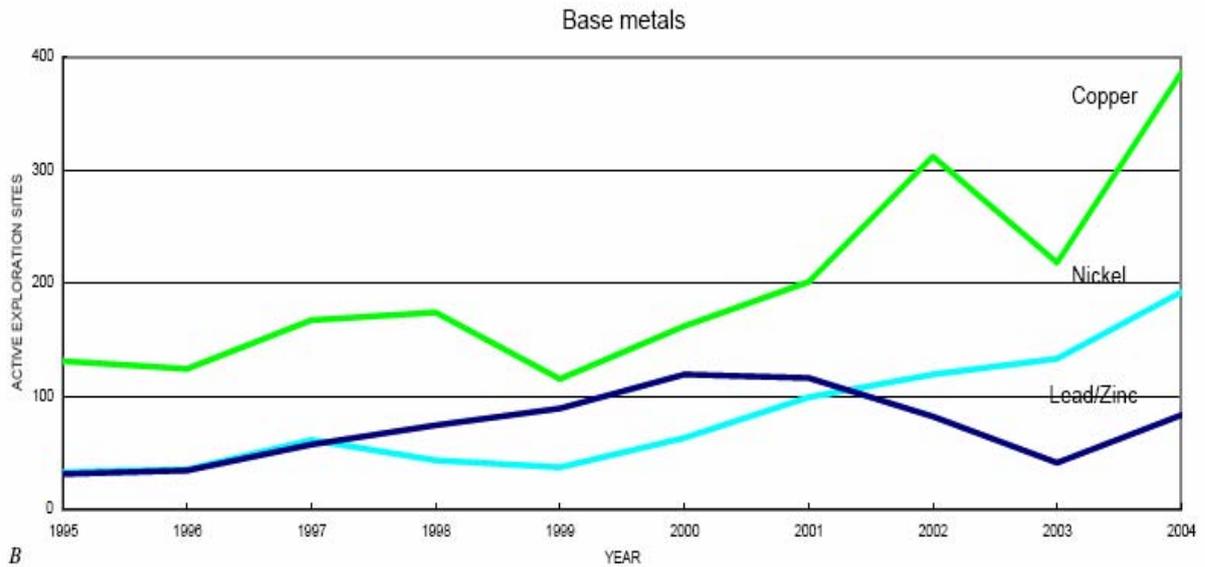


Figure 6 World wide explorations (based on active sites) for base metals [34]

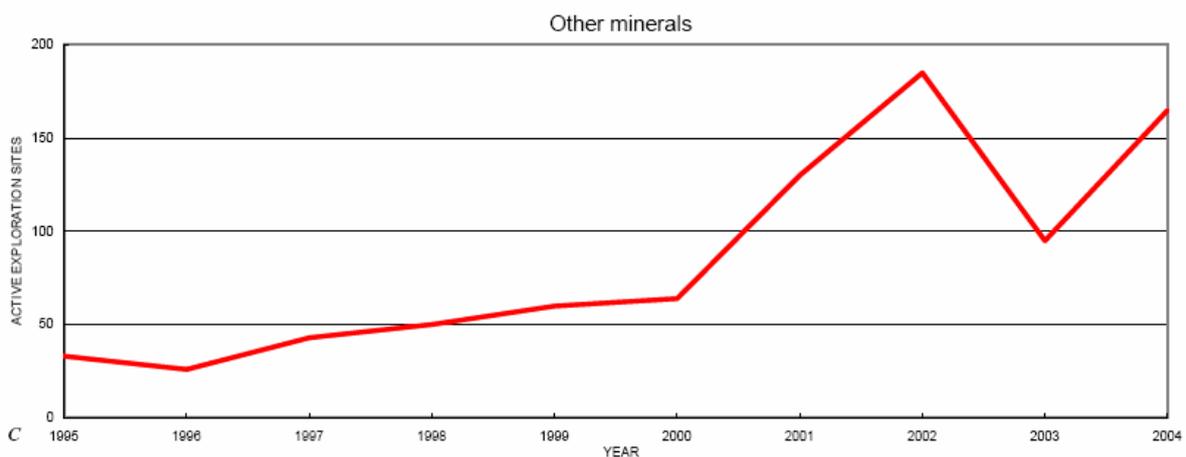


Figure 7 World wide explorations (based on active sites) for other minerals [34]

The other special aspects are also effective from economic and financial aspects. There will be an increase in production costs by deepening of mines and reduction of grade. This will create different problems for mines. There are a lot of dangers in any mining investing due to the possibility in incorrect estimation of production amount and supply of minerals, market price and other factors.

The low amount of supply and demand makes complex of mining industry economy, because the price and production of minerals may change seriously in comparison with the price and production of products belonging to other factories. Any full supply of minerals by sub-producers and foreign resources may cause an additional supply

that may lead the market toward stagnation. Different types of minerals such as ferrous metals, base metals and precious metals would be returned to production cycle and in other words due to the use of their scraps, they have never been used (Lead is an exception with a % 50 consumption). Scrap warehouses may cause stagnation of market. Some special types of minerals are exempted from economic rules, because their prices would be fixed through governmental approvals or cartels. At present, there is a continuous fluctuation in the price of gold and silver in free markets of the world and all cartels are effective forcefully on the prices of industrial diamond, mercury, oil and tin. Any replacement of some special minerals (for example Aluminium instead of copper, Plastic instead of metal), may be developed especially if the price of minerals remained in a high level.

There is a suitable and estimated pattern for every country in its social and economic development. This pattern is reflecting different discovery, exploitation and ending of minerals reserves and growth or stagnation of mining industries in that country. These periods are as follows [37]:

1- Mine development period: Discovery, finding of new areas, most operating small mines, primary recognition of large deposits and development of large mines, quick increase of metal production.

2- Melting factories development period: Little amount of new discoveries, emptiness of small mines, production increase of large mines and high competence of smelting factories for production of metal

3- Industries development period: Reduction of costs, increasing the life level, quick centralization of wealth in domestic and foreign markets, finding the peak of trading power.

4- Emptiness period of raw materials inside the country: More increase of mining costs and produced minerals, great increase of necessary energy for finding of foreign markets, full domestic market with foreign imports either the raw materials (crude) and manufactured one.

5- Stagnation period of domestic and foreign markets: Increasing the dependence to foreign resources of raw materials may cause an increase of products costs. This period can be characterized by decreasing the living level along with social problems and political disagreement. All shares, tariffs, governmental helps, cartels and other obtained thoughts would be applied for obtaining a competitive price in domestic and foreign markets. This period is the period of reducing of commercial power in which there will be a reduction in domestic resources. There are so many efforts for finding of cheap foreign resources of raw materials.

For example in current conditions, most of low-developed countries would be placed in period 1, Australia in period 2, New-independent countries of USSR period 3, USA in period 4 and England in period 5. Some of the economists believe that this cycle may have a slow and smooth process if there is no change and replacement.

The last considerable subject in the field of minerals economy is the supply of financial resources of mining plans, similar to supplying methods of financial resources of other commercial and industrial activities. By the way and due to the high risk of financial resources in a mining investment, there is a higher interest rate and shorter capital return period and there would be a suitable marketing for produced minerals. The sale price would be determined generally through a performed estimation and according to the report of concerned engineer or geologist. At the time of calculation of present value of the property, all future incomes would be reduced with daily purchase rate. The mineral deposits would be valuable in case of high enrichment, greatness, easy access, high demand of market, suitable geographical position, low costs of extraction or to be militarily strategic [38] & [39].

4 Mining Stages and Methods

4.1 Mining Stages

General stages of performed activities in modern mining would be present as different stages of a mine that are: prospecting, exploration, development, exploitation and reclamation.

Prospecting and exploration are primary stages of mining that may perform under the title of a unique activity. All geologists and mining engineers have common responsibilities in these two stages (The responsibility of geologists is more in relation to prospecting and the responsibility of mining engineers is more for exploration), development and exploitation are also two related stages to each other. These two stages are considered as the basis stages of mining and as the major works of mining engineering.

Table 6 is about brief stages of a mine life. This Table shows a time limit of different activities and costs in addition all stages and procedures for changing a mineral deposit into a mine have been mentioned in this Table.

4.2 Exploitation

In fourth stage of mining that means exploitation there is the real finding of ores in large amounts. Although it is necessary to perform different developing works through the exploitation stage, but the major focus of this stage is centralized production. Development before exploitation is only for ensuring about the start of production and its continuation through the life of the mine.

Mining method is basically selected upon specifications of deposit, safety, technical and economic limitations. Different geologic conditions such as the depth and form of deposit, strength of ore and the surrounding rocks have a basic role in selection of mining method. Usual mining methods based upon their situation of ground level would be divided into two wide surface and underground groups. Surface mining methods include mechanical extraction such as open pit mining and open cast mining (strip mining) and aqueous methods. Underground mining has been divided into three great groups each with different methods (supported, unsupported, and caving) [40] & [41].

Table 6 Stages in the life of a mine

Stage	Procedure	Time(Year)	Cost(Million \$) unit cost(\$ /t)
Precursors to Mining			
Prospecting	<p>Search for ore</p> <p>a. Prospecting methods Direct: physical geologic Indirect: geophysical, geochemical</p> <p>b. Located favourable loci(maps, literature, old mines)</p> <p>c. Air: aerial photography, airborne, geophysics, satellite</p> <p>d. Surface: ground geophysics, geology</p> <p>e. spot anomaly, analyze, evaluate</p>	1 – 3	0.2 - 10 (0.05 – 1.1)
Exploration	<p>Defining extent and value of ore(examination/evaluation)</p> <p>a. sample (drilling ore excavation), assay, test</p> <p>b. estimate tonnage and grade</p> <p>c. valuate deposit ,present value, feasibility study</p>	2 – 5	1 – 15 (0.22 – 1.65)
Mining proper			
Development	<p>Opening up ore deposit for production</p> <p>a. Acquire mining rights(if not done in stage 2)</p> <p>b. file environmental impact statement, technology assessment, permit</p> <p>c. construct access roads, transport system</p> <p>d. locate surface plant, construct facilities</p> <p>e. excavate deposit (strip or sink shaft)</p>	2 – 5	10 – 500 (0.275 – 11)
Exploitation	<p>Large–scale production of ore</p> <p>a. factors in choice of method: geologic, geographic, economic, environmental, societal safety</p> <p>b. types of mining methods: Surface, underground</p> <p>c. monitor costs and economic</p>	10 – 30	5 – 75 (2.2 – 165)

4.3 Surface Mining

Surface mining is the famous extraction method around the world. For example about % 85 of all minerals, except for petroleum oil and natural gas, would be extracted with this method in America. Generally all metallic ores (% 98) and % 97 of non-metal minerals and % 60 of coals would be extracted in America with surface mining method and most with open pit or strip mining methods [31]. In open pit method which is a mechanical one, all deep and thick deposits would be mined on multi-bench conditions, while any extraction in near-surface deposits would bear only one work bench such as dimensional stones and extraction with strip mining methods. In open pit method, the wastes or overburden would be extracted before or through the extraction. In strip mining method, overburden at first would be removed and then the ore (normally coal) would be mined. The open pit and strip mining methods would be applied for near- surface deposits and deposits with low stripping ratio. This method needs a great amount of investing, but generally it has high productivity and low operating costs and good safety conditions [42] & [43].

Aqueous methods are exclusively based upon the water or other liquids (such as dilute sulphuric acid, weak cyanide solution, or ammonium carbonate) through the extraction processing functions. Placer mining method is used to exploit loosely consolidated deposits such as sand including of heavy metals. Gold, diamond Platinum and tin may be found with placer method. In hydraulic method a high-pressure stream of water currency with high-pressure is directed against the mineral deposit and undercutting it, than erosive action of the water is causing minerals removal. In extraction with floating deposits minerals would be extracted on mechanical or hydraulic of a dredge. Solution mining methods includes of borehole mining methods (such as method used for salt and sulphur extraction) and leaching, either through drill holes or in the dump or heaps on the surface. Placer and solution methods are the most economic mining methods. But they are only useful for limited categories of mineral deposits [21] & [40].

5 Mining Costs

5.1 Mining Stages Costs

Total costs directly used for production of a mine through mentioned five stages of prospecting, exploration, development, exploitation, and reclamation would be named as direct costs of mining. If this quantity to be calculate accordance to a total amount, it would be total costs and if calculated according to the unit one would be named as unit costs (\$/t). In addition to direct costs, any indirect costs of mining are overhead costs that may include %5 to %10 for administrative engineering affairs and other omitted or non-estimated services. The total indirect and direct costs of mining will be the costs of mining and on total costs or unit costs basis. If other costs (such as processing, smelting and so on) to be added to the final costs of mining, we will have the final costs of production.

By the use of Table 7, it is possible to obtain estimated mining costs including of direct and indirect costs. The range of costs of mining costs is 3 to 180 us.\$ /t. The total costs may be changed from 5.6 million to 77 millions us.\$ per year for a mine with a general life of 20 years. For determining the final costs of mining, it is necessary to obtain total costs of every stages of mining on total or unit basis [44] & [45].

Table 7 Estimated costs for mining stages

Stage	Unit costs (\$/t)	Total costs (mill. \$)	Cost share (%)
prospecting	0,50 - 1,10	0,20 to 10	1 to 4
exploration	0,22 - 1,65	1 to 500	1 to 6
development	0,28 - 11,00	10 - to 500	6 to 8
exploitation	2,20 - 165	100 to 1000	65 to 90
reclamation	0,22 - 4,40	1 to 20	2 to 6
total costs	0,50 - 1,10	112 to 1545	100

The estimated mining costs include the direct and indirect costs for different mining methods as mentioned in Table 8.

Table 8 Estimated overall costs for different mining methods [4]

Mining Method	Average Relative cost	Range of Absolute Mining cost
	(percent)	(us. \$/t)
Surface mining		
Open pit mining	5	2-22
Quarrying	100	28-165
Open cast mining	10	4-22
Hydraulicking	5	2-11
Dredging	<5	1-6
Borehole mining	5	2-11
Leaching	10	4-22
Underground mining		
Room-and- pillar mining	20	11-28
Stope-and-pillar mining	10	6-17
Shrinkage stoping	45	33-77
Sublevel stoping	20	13-39
Cut-and-fill stoping	55	33-77
Stull stoping	70	22-72
Square-set stoping	100	55-165
Longwall mining	15	11-22
Sublevel caving	15	11-33
Block caving	10	6-17

Since obtaining the real costs is a difficult task (The costs values would be considered as the private information of industries owners), therefore there will be a fluctuation in the labor costs and development of technology. It is not so much valuable to remember all digits and items of costs. (In order to update the old costs it is possible to apply current values of costs or indexes of consumer price which may be announced by the government. But the results are estimated in the best conditions). The used costs here have been updated with regard to price indexes. Regarding the production rate of minerals and average amounts mentioned in Table 5, the consumed costs for different stages of mining in surface mines would be as Table 9. Regarding to Table 9, the total yearly mining costs in surface mines is to day more than 138 milliards us.\$ from which about 85.6 milliards us.\$ is related to metal open pit mines, 7 milliards us.\$ for non-metallic open pit mines and 45.8 milliards us.\$ for surface coal mines.

Table 9 Consumed mining costs for surface mines in recent 5 year

Mines Type	2000	2001	2002	2003	2004	2005	2006
Metal Mines (mill. us. \$)	68427	65787	64439	67713	73022	79160	85629
Nun metal Mines (mill. us. \$)	6274	6187	6187	6444	6679	6896	6990
Coal Mines (million us. \$)	35532	37677	37910	40668	43766	44772	45802
All open pits mine (mill. us. \$)	110233	109651	108535	114825	123467	130828	138421

5.2 Mining Operation Cycles and Their Costs

There are special cycles and operations for digging of rock and transportation of extracted materials which may be named as unit operation of mining. In case these activities have a direct role in extraction of ores, they would be named as production operations. The auxiliary activities may support from main activity of mining but it is not generally a part of production operations, unless it is necessary for safety of worker or the output. Here discussion is more focusing on producing functions that would be applied for development and exploitation stages. All extracted materials through mining have a wide range and include broken or weak strength rocks up to hard rocks (such as: Gabbros, Quartzite, and Taconite). These materials include wastes and ores (or dimensional stones or coal). These materials should be transported after extraction and then to be sent to processing factory, sale or loading dumps or waste dump hills.

Therefore, it is necessary to perform two major activities in extraction of mine which are: rock breakage and materials handling. In contrast with weak materials, hard and dense rocks have been broken. Rocks in most of the mines would be broken through drilling and blasting it. Any materials handling would be performed in two steps of loading (or excavation and loading) and haulage. When it is necessary to have a considerable replacement vertically, it is required to have hoisting. All unit operations would be specified with the operating equipment. Today mining is a complete mechanized operation. The scale of equipments is recognition and specifications of unit operations in surface and underground mining.

All used equipment in both methods of mining is similar from both mechanism and operating type. In most of mining methods, as mentioned above, there are four basic activities in production cycles, which include drilling, blasting, loading, and haulage.

Production cycles would be modified if necessary and in compliance with considered conditions. For example the main cycle in extraction of hard rocks (most of metallic and non-metallic minerals would be included in this group) have been used in most surface and underground mining. The only exception is the omission of drilling and blasting in remove of wastes or extraction of ores in those cases in which there are weak wastes or ore (Soil, weathered rocks, placer and so on.). The main cycle (with considering of above-mentioned exception) would be applicable in surface coal mines, in some cases the continuous mining would be replaced with drilling, blasting, and loading operations. Development and promotion of mechanical drilling systems for weak and average rocks and discovery of tunnel boring machines and shaft drilling systems have omitted drilling and blasting from production cycle. Finally, the main cycle has been changed in dimensional stones quarries without blasting and the blocks are often freed from rock mass through wire saws or other mechanical devices [44] to [49].

Any progress of mining industry is really a continuous activity that is in need to applying of both mentioned aspects of more applicable and continuous functions. Distribution of the costs for relevant activities of production cycle in open pit mines would be presented in Figures Figure 8 to Figure 10.

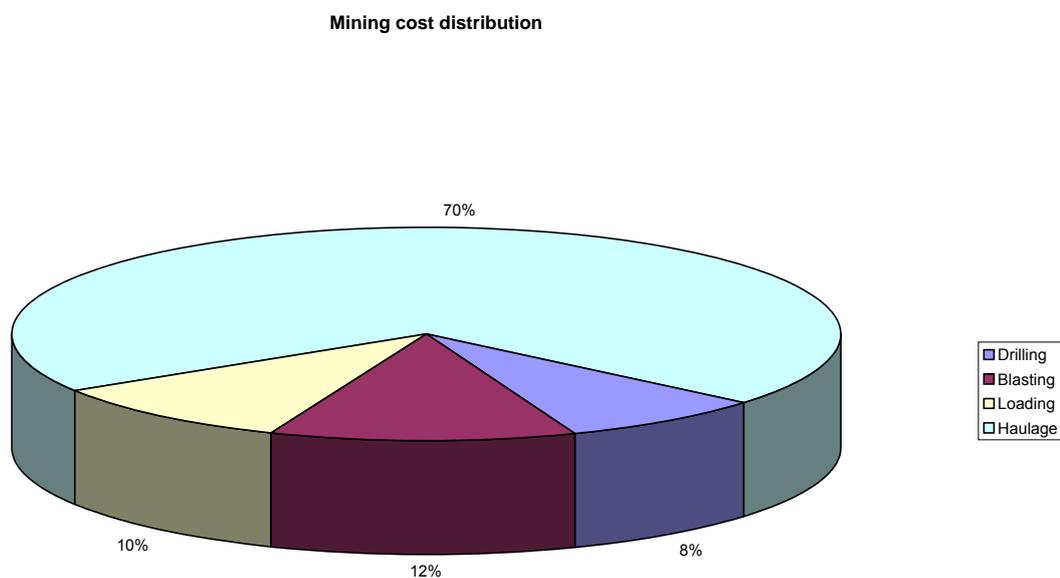


Figure 8 Distribution of costs for relevant activities of production cycle in open pit mines

Cost distribution with considering of in-pit crushing

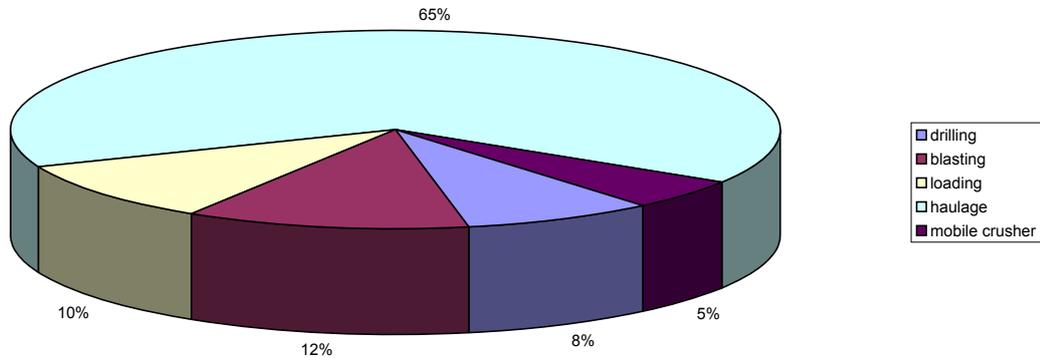


Figure 9 Distribution of operating costs for relevant activities of production cycle with considering of in-pit crushing in open pit mines

As it is obvious from these diagrams, the major share of direct costs of mining operations is the costs of loading and haulage from which the most part of costs is %70 related to haulage equipment. In addition, more than % 90 of capital costs in open pit mines is related to loading and haulage equipments.

Mining Equipment Capital Costs

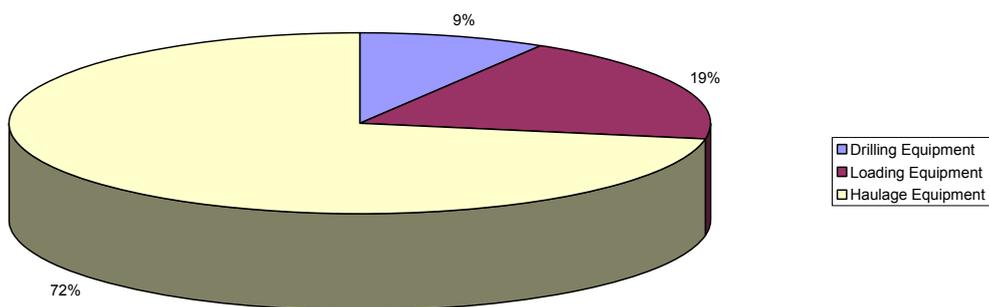


Figure 10 Distribution of total capital costs in open pit mines

6 Materials Handling

6.1 Materials Handling Operation

Materials handling means all unit operations of excavating and removing of bulk materials transportation through mining. There are two major activities of loading and haulage in cyclic operations along with hoisting when it is necessary to have vertical transportation of materials. Drilling and blasting steps would be omitted in continuous operations. Excavation and loading would be performed as a single function. In all load-haul-dump (LHD) machines materials handling is performed as a single activity. In new mechanized mines, all materials handling operations would be focused on equipment. Unit operation would be named in accordance with relevant equipment. There is a daily increase of criteria for materials handling equipments in surface mining. The highest rate is (325 T) for trucks, (170 cubic meters) for draglines and (140 cubic meter) for shovels. It is believed that the greatest hand-made moving structures in water and land are bucket wheel excavators used in coal mines. The different reasons for growth of giant equipment in surface mining are their high productivity and low operation costs. A part of this item is due to access possibility to various produces and competition in world trade with standardized production lines and supply of their products with different capacities and dimensions [42].

6.2 Principles of Loading and Excavation

Any extraction and elevation of minerals on broken in place conditions would be named as loading or excavating. If the materials are soil or include of very weak rocks, it is possible to dig them fixedly. Rock formations and compressive soils should be blasted before loading.

Table 10 is about a classification of excavating and loading equipment. The basics of this classification include the mining method (surface or underground) and continuity of operation (cyclic or continuous). There are different examples of machines for this purpose. The variety of equipment is so much strange, but there is some special equipment with public application and with easy recognition. Shovel, dragline, loader and scrapper are general machines for surface mining and loaders, LHD machines and continuous miners are common for underground mining.

Table 10 Classification of loading- Excavating Methods and Equipment [4][75],[75]

Operation	Category or method	Machine (application)
<i>Surface</i> Cyclic	Shovel	Power shovel, front-end loader, hydraulic excavator, backhoe (mining ore, stripping overburden)
	Dragline	Crawler, walking (stripping overburden)
	Dozer	Rubber-tired, crawler(blade)
	Scraper	Rubber-tired, crawler
	Blasting	Explosives stripping 8overburden)
Continuous	Mechanical excavator	Bucket wheel (BWE) (over burden), cutting – head (soil, coal)
	Highwall mining	Auger, highwall miner (coal)
	Hydraulicking	Monitor or giant (placer)
	Dredging	Bucket ladder, hydraulic (placer)
<i>Underground</i> Cyclic	Loader	Overhead, gathering arm, shovel, front-end
	Shaft mucker	Clamshell, orange peel, cactus grab
	Self- loading	Load-haul-dump(LHD)
	Slusher	Rope-drawn scraper (metal ore)
	Continuous	Continuous miner
Baring machine		Tunnel-boring machine(TBM), roadheader, raise borer, shaft borer(soft rock)

There is a wide application of surface mining equipments (drilling systems, dozers, shovels, trucks, loaders for compliance with operational conditions and safety work in them) in all underground mines with large spaces. Any group of equipments may have special executive specifications that help to separate them from others and considered as a special index in selection of equipments. Some of these equipments may have connected performance of loading and haulage as well. Some examples of loading equipments with major haulage are dozers, rubber-tire scrapers, cable scrapers and LHDs.

Most of loaders and excavators are applied in three different working areas (digging, manoeuvre, transportation and dumping) with different executive limitations.

The specified situation and limitation is about loading and removing of waste and overburden when boom types excavators (power shovel, dragline or bucket wheel excavator) to be used. When there is an exclusive application of scrapers, dozers or dredges, there will be some other conditions. The major specifications of shovels, draglines and bucket wheel excavators have been inserted in Table 11 Under the title of advantages and disadvantages. The general application of three mentioned machines for loading in surface coal mines needs an exact comparison of them for better selection. This is necessary to mention that there is a little scope of application of bucket wheel excavators in Northern America while there is a wide range of usage of it in Europe. Table 12 is about the application of hydraulic shovels and loaders in open pit mines and according to a similar comparison of power shovels. Today all power shovels are more preferable but betterment of operation of hydraulic shovels and loaders, especially in relation to lifetime of equipment, repairing and maintenance costs and conditions have increased the usage of this machine on a daily basis [41] & [50] to [53].

6.3 Selection of Loading Equipments

There are four groups of effective factors at the time of selecting surface mining loading equipments (Although our discussion is mainly focused on centralized surface mining equipment, but these factors would be applicable with the same correctness and safety in underground mining):

1- Performance factors: These factors are directly related to the productivity of machine and include the cycle speed or loading cycle, accessible energy (electricity), range of manoeuvre for digging, bucket capacity, travels speed and reliability ability for availability of machine for the work or ready times of operating).

2- Designing factors: Designing factors may provide a searching possibility in quality and application of detailed plan including of complexity for facing of operators and repair & maintenance workers, applied technology level and different controls and accessible powers.

3- Support factors: Some times for evaluation of a machine we may benefit from supporting and supplying factors that are the sign of manner and rate of services and repair and maintenance of machines. The important considerations are easy servicing, required special skills, availability and to have access to spare parts and services and supplies of manufacturing factories.

4- Costs factors: Probably this factor is the most qualitative (final) factor. The costs would be defined for mines and construction equipment by the use of standard estimation methods. If different estimation theories such as lifetime, interest rate, inflation, fuel and repair and reasonable maintenance, to be considered, that will be obtained some meaningful and exact results. The general method for determining of costs is the estimation of costs total operating and capital costs all in accordance with (\$/hr) and changing them into \$/ton or \$/m³.

Table 11 Comparison of features of Shovel, Dragline and Bucket wheel excavator
[4][75], [75]

Machine	Advantages	Disadvantages
Shovel	<ol style="list-style-type: none"> 1. Lower capital cost per m³ of bucket capacity, although when boom length or machine weight is considered, the capital costs are roughly equivalent. 2. Digs poor blasts and tougher materials better. 3. Can handle partings well. 	<ol style="list-style-type: none"> 1. More coal damage can result in lower coal recovery. 2. Susceptible to spoil slides and pit flooding. 3. Cannot easily handle spoil having poor stability. 4. Cannot dig deep box cuts easily. 5. Reduced cover depth capability compared with a dragline of comparable cost. 6. Difficult to move.
Dragline	<ol style="list-style-type: none"> 1. Flexible operation; easy to move. 2. Large digging depth capability. 3. Can handle a stack overburden having poor stability. 4. Completely safe from spoil pile slides or pit flooding during normal operation. 5. High percentage of coal recovery; less coal damage. 6. Will dig a deeper box cut. 7. Low maintenance cost 8. Can handle partings well. 9. Is not affected by an uneven or rolling coal seam top surface. 10. Can move in any direction. 	<ol style="list-style-type: none"> 1. Requires bench preparation. 2. Does not dig poor blasts well. 3. Higher capital cost per m³ of bucket capacity, although when boom length or machine weight considered, capital costs are roughly equivalent.
Bucket Wheel Excavator	<ol style="list-style-type: none"> 1. Continuous operation; no swinging necessary. 2. Long discharge range. 3. Can be operated on a highwall bench or on the coal seam. 4. Can easily handle spoil with poor stacking characteristic and poor stability. 5. Can extend range of shovel or dragline when operated in tandem 6. Can facilitate land reclamation as it dumps surface material back on top of the spoil pile. 	<ol style="list-style-type: none"> 1. Will not dig hard materials. 2. Some surface preparation required. 3. Lower availability. 4. Large maintenance crew required. 5. High capital cost compared with output. 6. Can be susceptible to spoil slides and flooding. 7. Can cause coal damage with resulting lower coal recovery. 8. Poor mobility.

Table 12 Comparison of open pit loading equipment [4][75], [75]

Machine	Advantages	Disadvantages
Rope shovel	<ol style="list-style-type: none"> 1. Proven in hard, dense rocks. 2. Low operating cost. 3. Less sensitive to poor maintenance. 4. Operator fatigue not a serious problem. 5. Low ground pressures. 6. Long lifetime. 	<ol style="list-style-type: none"> 1. Lack of mobility. 2. High capital cost. 3. Poor cleanup capability. 4. Will not travel on steep grades. 5. Affected by obsolescence.
Hydraulic shovel	<ol style="list-style-type: none"> 1. Excellent breakout threat. 2. Can mine selectively. 3. High fill factor. 4. Good cleanup capability. 5. Good load placement. 6. Short assembly time. 	<ol style="list-style-type: none"> 1. Relatively short lifetime. 2. Relatively high maintenance. 3. High initial cost.
Front-end loader	<ol style="list-style-type: none"> 1. Excellent mobility. 2. Very versatile. 3. Lower capital cost. 4. Can operate on moderate grades. 	<ol style="list-style-type: none"> 1. Unsuited for hard, dense rocks. 2. High tire and operating costs. 3. Digging area must be kept clean. 4. High operator fatigue. 5. Short lifetime.

In order to estimate excavating and loading costs, when there are no real values or information, it is possible to benefit from mentioned information and values in Table 13. In next sections the numerical selection and estimation methods of costs will be discussed.

Table 13 Estimating parameters for surface excavators

Equipment	Capacity (m ³)	Est. Weight (kg/ m ³)	Est. Power (kW/ m ³)	Est. Life (hr)
Rubber-tired scraper	19 – 41	1840	14	12000
Front-end loader	2.7 – 28	7700	51	12000
Hydraulic excavator	3 – 51	17800	70	30000
Electric power shovel	4.6 – 61	29700	93	75000
Walking dragline	6.9 – 138	105000	73	100000
Bucket-wheel excavator	0.1 – 4	---	---	30000

It is possible to find executive specifications of large mining excavators or loaders from different resources[41] & [50] to [53].

6.4 Principles of Haulage and Hoisting

All excavated or mined materials in the mine would be replaced or transported through haulage (horizontally) or hoisting (vertically). Some special machines mentioned in Table 14 would be classified similar to loading equipment. All relevant information of (1) general distance of haulage and (2) average operating and maximum applicable gradient, as two important performance parameters of machines applications have been also mentioned in this Table. The major work of all mentioned equipment in Table 14 is transportation, although some of them are loaders in themselves.

The only real hoisting equipments are skip and cage. Of course as it is observable in applicable gradient column, all transportation items, may lift the materials along with transportation (Hydraulic conveyors and pneumatic pipes are completely different and without any limitation from distance and work gradient factors). Lifting of materials in all mining activity is a serious and necessary work, because most of mines either under ground or open pit will develop in the depth. The variety of equipment may seem highly from one side but on the other hand there are some other powerful machines as well.

Trucks fleet along with shovel has the most application in multi bench surface mines such as open pit mines and in next step there are the conveyors and rubber-tired

scrapers. The most applications in underground mines belong to trains, mining trucks, shuttle cars and conveyors with different forms among all haulage systems. Haulage units may be similar to excavators and work in some special working zones. There are four working zones for trucks with the highest application among other haulage systems and machines: Loading, travel with load, dumping and travel empty.

Table 14 Classification of haulage and hoisting method and equipment [4][75], [75]

Operation	Method	Haul distance	Gradeability(degrees)	
			Avg.	Max.
<i>Surface</i> Cyclic	Rail(train)	Unlimited	2	3
	Truck, trailer	0.6 - 16 km	3	6
	Truck, solid-body	0.3 - 8 km	8	12
	Scraper (rubber-tired)	150 - 1500 m	12	15
	Fron-end loader	< 300 m	8	12
	Dozer	< 150 m	15	20
	Skip	< 2400 m	Unlimited	
	Aerial tramway	0.8 - 8 km	5	20
Continuous	Belt conveyor	0.3 - 16 km	17	20
	High-angle conveyor (HAC)	< 1.6 km	40	90
	Hydraulic conveyor (pipeline)	Unlimited	unlimited	
<i>Underground</i> Cyclic	Rail(train)	Unlimited	2	3
	Truck, shuttle car	150 - 1500 m	8	12
	Slusher (scraper)	30 - 90 m	25	30
	LHD	90 - 600 m	8	12
	Skip, cage	< 2400 m	unlimited	
	Continuous	Conveyor (belt, chain and flight, monorail)	0.3 - 8 km	17
Hydraulic conveyor		Unlimited	unlimited	
Pneumatic conveyor		Unlimited	unlimited	

It is necessary to have a programming and making some executive decisions in different conditions and for the mentioned four areas. There are different methods for loading and dumping. When it is impossible to have a loading place and direct driving of machine beside the loader, it is preferable to have a single or double location of trucks beside the loader by back warded movement for quick loading and direct driving of machine and for quick discharging. All transportation machines have some

special working areas which would be analyzed exactly at the time of selecting the method and equipment.

Table 15 is about brief major specifications (advantages and disadvantages) of haulage equipment. Most of the said equipments are used both on the surface and underground mines. However, the equipment used in underground mining is often more compact and has less capacity than equipment applied in surface mining [41] & [50] to [53].

Table 15 Comparison of features of principal haulage units [4]; [75], [75]

Machine	Advantages	Disadvantages
Dozer	<ol style="list-style-type: none"> 1. Flexible 2. Good gradeability 3. Negotiates rough terrain 	<ol style="list-style-type: none"> 1. limited to short haul 2. discontinuous 3. low Output, slow
Truck	<ol style="list-style-type: none"> 1. Handles coarse ,blocky rock 2. moderate gradeability 3. flexible and manoeuvrable 	<ol style="list-style-type: none"> 1. requires good haul roads 2. slowed by bad weather 3. high operating cost
Scraper (rubber-tired)	<ol style="list-style-type: none"> 1. Good gradeability 2. flexible and manoeuvrable 	<ol style="list-style-type: none"> 1. may required push loading 2. limited to soil, small fragments 3. high operating cost
Rail	<ol style="list-style-type: none"> 1. high Output, low cost 2. unlimited haul distance 3. Handles coarse ,blocky rock 	<ol style="list-style-type: none"> 1. track maintenance costly 2. poor gradeability 3. high investment cost
Belt conveyor	<ol style="list-style-type: none"> 1. high Output, continuous 2. very good gradeability 3. low operation cost 	<ol style="list-style-type: none"> 1. inflexible 2. limited to small or crushed rock 3. high investment cost

6.5 Selection of Haulage and Hoisting Equipments

All methods and factors in selection of suitable haulage equipment are similar to the relevant methods and factors of excavators with complete description as presented. Since the hoists and relevant equipment are used in vertical shafts (or with high gradient) of underground mines (and a little number of surface mines), therefore, they are some special systems with a partial and ordering designing and in compliance with special methods of selection and localization.

6.6 Selection of Materials Handlings Systems in Surface Mining

Any correct selection of machinery and equipment through the development stage is one of the most important decisions obtained in surface mining. Technical and economical feasibility and safety are major criteria in this section. Selection of equipments for materials handling and their two unit operations (loading and haulage) are generally the first and most important task. The equipment and machinery required for other operations may be followed reasonable from materials handling equipments. Since there is loading and haulage in any production cycle and for wastes removing and extraction of ores in open pit mining, in order to have a clear explanation about process and selection method of equipment, this method has been considered as a sample method among all other surface mining methods. In addition, this method is useful for loading and hauling of coal in strip mining method and different underground mining methods with transportation of materials either waste, coal and ores. In next chapter, different estimation methods of costs will be provided. The general principles and basics for selection of equipment and planning have been resented in previous sections and now the application of the said principles in operating conditions of surface mining to be explained. The considerable point in surface mining is the selection of equipment that is completely depending upon the waste removing method. This is because the materials handling is the basic items (major activity) of surface mining.

At the time of selecting a wastes removing method, different factors of relevant equipment and the final purpose of materials handling (wastes, ores) with least possible costs should be considered. This may limit the scope of selecting the method and equipment. By the way, there are some other factors that should be considered and evaluated such as : Geologic structures (faults, folds, shear zones, water bearing areas and so on), alteration areas and materials (the presence of these areas may makes difficult to use any roads and make different problems for processing as well), production rate and life of the mine, the distance of horizontal haulage and vertical

hoisting and any probability to apply special waste removing (stripping) equipment in future (after waste removing in extraction of ores or subsequent mining or reclamation and so on).

The geometrical form of pit has great effects on the size and type of equipment along with more effects on their productivity. All major mechanical methods of surface mining may have its own special geometrical form. For example all metallic and non-metallic open pit mines would be planned with various short benches. Strip mines and coal mines include one or more work faces with high walls and in stone mines there is an extraction of one single high bench. Open pit mines would be developed at the time of deepening. Stripe mines have low depth and may progress in the way of parallel or vertical lines with wide stripes. The stone mines have a gradient wall that is possible to be deep. These geometrical differences may reveal that type of equipment may be helpful or may limit the work. As a general rule, the largest applicable equipments are the least and most suitable one from technical, economical and safety aspects in special conditions. It is possible to have some practical limitations (such as mobility) for some large hauling equipment which are useful especially from the point of view of production rate and costs and it seems there are no limitations in this regard for them.

From the theoretical point of view in metallic, non-metallic, coal, and stones mines, it is possible to select a great number of equipment and system but in practice there is a little selection for it [41] & [50] to [53].

Followings are three major systems of rock -breakage and six materials handling systems with today general applications:

1- Rock breakage

- A) There is no need to breakage (soft materials)
- b) Ploughing and ripping with a dozer (hard soil, weak rocks)
- c) Drilling and blasting (medium to hard rock formations)

2- Materials handling

- A) Dragline (direct casting)
- B) Rope shovel or front-end loader and trucks
- C) Dozer and front-end loader
- D) Dozer and rubber-tired scraper
- E) Front-end loader or shovel in-pit crusher and belt conveyor
- F) Bucket wheel excavator and belt conveyor

Since any selection of rock breakage systems are seriously under the effect of materials properties, there is no need to have any discussions in this regard. Table 17 is a good help for having a good selection of materials handlings systems for wastes removing or extraction (Preparing the work face or working bench are some other

important conditions for a help in selection of equipment). Recently some different waste removing methods have been considered for open pit mining with shovels and trucks and with dozers and scrapers for stone mines. Hoisting-hauling equipments such as hydraulic conveyors and skips have practically limited application.

It is difficult to obtain estimated costs for materials handling systems. The following values (Table 16) are useful for materials handling equipment (haulage) obtained from an iron open pit mine with 8.9 km of hauling distances [51].

Table 16 Comparison of materials handling cost for different system [51]

Equipment type	Relative capital cost (%)	Relative operating cost (%)
Truck	68	100
Train	92	86
Hydraulic conveyor	92	43
Belt conveyor	100	60

Table 17 Selecting guidelines for materials handling in surface mining [4][75] , [51], [51][75]

Parameters	Dozer- Front-end loader	Dozer-scraper	Dragline	Excavator - truck	Excavator- mobile crusher-conveyor	Wheel excavator - conveyor
Maximum production	medium	medium	high	high	high	high
Production rate	medium	low	high	medium	medium	high
Mine life	short	short	long	medium	long	long
Mine depth	medium	flat and shallow	medium	deep	deep	medium
Deposit	Unconsolidated	Unconsolidated	Consolidated	Consolidated	Consolidated	uniform, no large boulders
Preparation	ripping	ripping	drill and blast	drill and blast	drill and blast	drill and blast
System complexity	low	medium	low	medium	high	high
Operational flexibility	high	medium	low	high	low	low
Blending capability	high	high	low	medium	low	low
Selective placement	good	excellent	poor	good	medium	medium
Wet weather impact	high	high	low	medium	low	low
Scheduling requirements	low	high	low	high	medium	medium
System availability	medium	medium	high	medium	low	low
Support equipment	low	low	medium	medium	high	high
Ease of start-up	simple	simple	moderate	simple	complex	complex
Investment	low	low	medium	medium	medium	high

7 In-pit Crushing

7.1 In-pit Crushing System

There is a daily increase in using belt conveyor along with mobile crushers (in-pit crushing) from 1960. Due to positive experiences of conveyors in lignite mines of Germany caused to use from this tool in other surface mines. For this purpose, it is necessary to crush the extracted rocks. Mobile and semi-mobile crushers may crush the rock inside the mine pit.

The first modern mobile crushers was used in quarry mine of Limestone in north of Hanover in 1956. Today mobile crushers would be applied widely in different mines with provided suppliers with different equipment [54] to [59].

7.2 Mobile Crushers

The mobile crusher system includes a feeding apron, a crusher and a belt conveyor. The shovel may fill the materials directly inside the apron and then transferred to dumping place by one set of conveyors. The crusher may move with loading system everywhere that is required (Figure 11).



Figure 11 A mobile in- pit crusher [54]



Figure 12 A semi-mobile in- pit crusher [54]

The mobile crusher system has more advantages in layer deposits with low number of benches and semi- mobile crusher systems (Figure 12) is more advantageous in multi benches mines.

7.3 Advantages of Continuous Haulage Methods

The larger and deeper open-pit mines are, the more profitable is the technology of continuous haulage mining systems.

For hard material, mixed mining and haulage systems were developed in the 1960s, i.e. blasting the material, excavating it with shovels and then loading it into the hopper of a crusher which sizes the material down sufficiently to suit the connected belt-conveyor, forming the continuous haulage system.

This technology has been developed from starting capacities achieved 25 years ago of 300 to 700 t/h, and is operating successfully, with major benefits for the user.

The major advantages of In-Pit crushing continuous haulage systems against non-continuous truck transport are:

- ◆ powered by electric energy instead of fuel
- ◆ shorter haulage distance due to steeper ramps of the haulage route out of the mine
- ◆ lower consumption of spare parts
- ◆ longer lifetime, up to 50 - 60 years of operation
- ◆ lower maintenance cost
- ◆ highly reduced road preparation
- ◆ less auxiliary equipment
- ◆ fewer movements during operation
- ◆ Major environmental advantages due to • electrically driven motors versus burned fuel • prevention of dust on the haulage route • in total less consumption of energy and consumables

One of the advantages of continuous haulage method is their low operation costs. For example, according to the performed considerations on haulage system renovation in Whaleback iron open pit mine, any benefit from semi- mobile crusher system along with belt conveyor and truck may cause a reduction in haulage costs up to % 52 in comparison with separate truck system (Figure 13) shows the Nett Present Value (NPV) of costs in both systems in different years of life of the mine). According to these studies, the number of required trucks in first method in comparison with second one was lower in first year with 6 trucks and in tenth year with 11 trucks and in 20th year with 28 trucks.

The other advantage of continuous haulage system (conveyor with in-pit crushing) in comparison with truck is the high energy output of this system. While in the truck method only about 40 percentage of energy would be applied for transportation of materials and the remained would be spent for transportation of dead load (weight of truck), but in continuous haulage system about 80 percentage of energy applied for transportation of materials. Normally in the truck method balance of energy consumption is three times more than continuous system and this may reach to 8 times more in gradient roads. This is so much important today with regard to increasing prices of energy and also environmental problems [60] to [63].

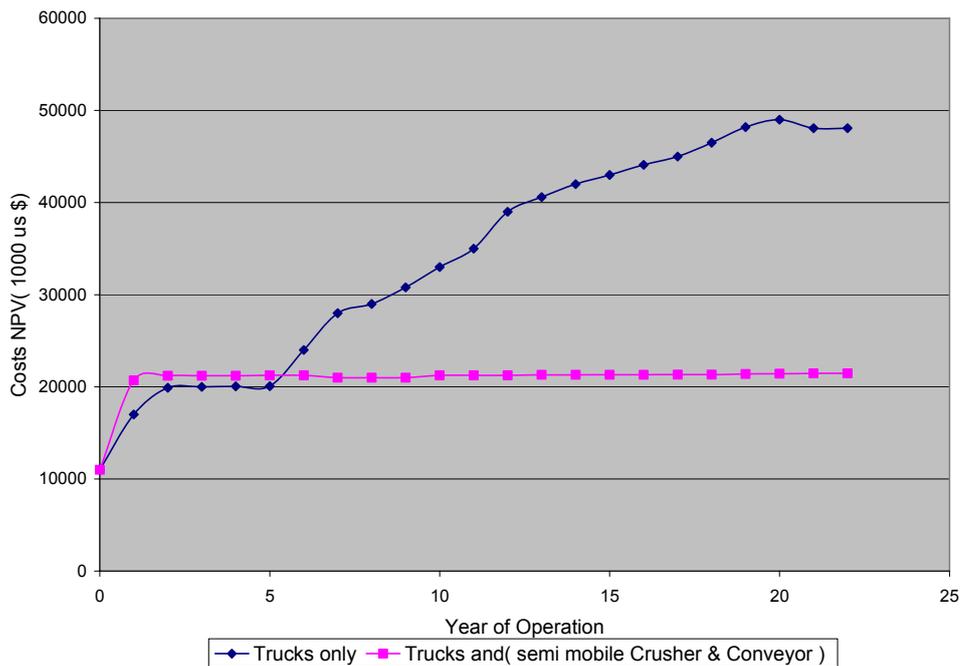


Figure 13 The Nett Present Value (NPV) of costs in both systems in different years of life of the mine [60]

7.4 Location of Primary Crushers

The important item in benefiting from continuous haulage system is determining the location of primary crusher (mobile or semi-mobile crusher) with a large effect on hauling costs.

Theoretically, the optimum place of putting the primary crusher is the centre of deposits mass. More distance of primary crusher from this point may create more haulage costs.

In addition, the horizontal distance of primary crusher from the centre of deposits mass has not a large effect on haulage costs, while the vertical distance may have a considerable effect on the costs. In other words, the localization of mobile crusher may be replaced on a horizontal sheet and equal with the centre of deposits mass without any considerable effect on haulage costs. But since the centre of deposits mass is inside the mine and there is no chance for putting the mobile crusher in possible levels, therefore, a point of mine with closest distance from the centre of deposits mass should be selected.

By considering the effect of in-pit crushing on haulage costs in an open pit iron mine as a model, all obtained results are pointing to a reduction of costs. The specifications of model mine in this consideration are as mentioned.

Table 18 Characteristics of model mine [64]

Current depth	130 meter
Height of the benches	10 meter
Inclination of the road	10%
Thickness of the overburden	40 meter
Ore mining	from level 5 to level 13
Annual output	4.2 Million tones
Annual operating time	2000 hours
Effective annual operating time	1667 hours
Necessary out put per hour	2500 tones
Ore density (solid ore)	3.26 tones per cubic meter
Ore density (loose ore)	2.79 tones per cubic meter
Availability of equipment	83%

In this model, Rope-con (a combination of belt conveyor and aerial tramway) is used as a continuous haulage system with different considerations and assumption of three alternatives. Every alternative would be in different position (as mentioned in Table 19).

Table 19 Different alternatives in model mine [64]

Scenario 1: Horizontal extension of the mine, ore mining takes place on levels 5 to 13	a) Primary crusher remains at its current position at the border of the open pit, Discontinuous transport by mining trucks.
	b) Relocation of the primary crusher to the 5th level. Combination of discontinuous truck transport and Rope Con-System (length: 150 m)
	c) Relocation of the primary crusher to the level of the centre of mass on level 8. Combination of discontinuous truck transport, Rope Con- System (length: 300 m)
	d) Relocation of the primary crusher to level 10. Combination of discontinuous truck transport and Rope Con- System (length: 350 m)
Scenario 2: Horizontal and vertical extension of the mine, ore mining takes place on levels 5 to 18	a) Primary crusher remains at its current position at the border of the open pit and Discontinuous transport by mining trucks
	b) Relocation of the primary crusher to level 5,Combination of discontinuous truck transport and Rope Con- System (length: 150 m)
	c) Relocation of the primary crusher to the level of the centre of mass of the ore body on level 10,Combination of discontinuous truck transport and Rope Con- System (length: 350 m)
Scenario3: Vertical extension of the mine, ore mining takes place on levels 13 to 18	a) Primary crusher remains at its current position at the border of the open pit ,Discontinuous transport by mining trucks
	b) Relocation of the primary crusher to level 13,Combination of discontinuous truck transport and Rope Con- System (length: 500 m)

The result of considerations has been inserted in Table 20 to Table 22 and Figure 14 to Figure 16 regarding all mentioned results, any reduction in combined system costs is obvious in all cases. The most rate of costs reduction in all three mentioned alternatives is related to a case in which the primary crusher is located in closest place up to centre of deposits mass.

Table 20 Hauling cost in alternative 1 (Horizontal extension of the mine, ore mining takes place on levels 5 to 13) [64]

Primary crusher position system	Border of mine (only trucks)	Level 5 (trucks & Ropecon)	Level 10 (trucks & Ropecon)
Average transport rate, trucks (t/h)	417	592	736
Specific capital costs, trucks (EUR/t)	0.239	0.168	0.135
Specific operating costs, trucks (EUR/t)	0.204	0.144	0.115
Specific costs, trucks (EUR/t)	0.443	0.311	0.250
Specific capital costs, Ropecon (EUR/t)	-	0.028	0.056
Specific operating costs, Ropecon (EUR/t)	-	0.025	0.035
Specific costs, Ropecon (EUR/t)	-	0.053	0.091
Total specific costs (EUR/t)	0.443	0.365	0.342

In all three scenarios, the relocation of the primary crusher into the pit, leads to a transport cost reduction, compared to a transport system to a primary crusher located at the border of the mine. In case of a horizontal extension of the mine only, a maximum reduction of 0,089 EUR per ton can be realized. If the mine is extended both horizontal and vertical the maximum cost reduction is calculated at 0,101 EUR per ton. A vertical extension of the pit only, leads to a reduction of transport costs of 0,163 EUR per ton [64] to [67].

Table 21 Hauling cost in alternative 2 (Horizontal and vertical extension of the mine, ore mining takes place on levels 5 to 18) [64]

Primary crusher position system	Border of mine (only trucks)	Level 5 (trucks & Ropecon)	Level 10 (trucks & Ropecon)
Average transport rate, trucks (t/h)	417	592	736
Specific capital costs, trucks (EUR/t)	0.239	0.168	0.135
Specific operating costs, trucks (EUR/t)	0.204	0.144	0.115
Specific costs, trucks (EUR/t)	0.443	0.311	0.250
Specific capital costs, Ropecon (EUR/t)	-	0.028	0.056
Specific operating costs, Ropecon (EUR/t)	-	0.025	0.035
Specific costs, Ropecon (EUR/t)	-	0.053	0.091
Total specific costs (EUR/t)	0.443	0.365	0.342

Table 22 Hauling cost in alternative 3 (Vertical extension of the mine, ore mining takes place on levels 13 to 18) [64]

Primary crusher position system	Border of mine only trucks	Level 13 trucks & Ropecon
Average transport rate, trucks (t/h)	342	709
Specific capital costs, trucks (EUR/t)	0.291	0.140
Specific operating costs, trucks (EUR/t)	0.248	0.120
Specific costs, trucks (EUR/t)	0.539	0.260
Specific capital costs, Ropecon (EUR/t)	-	0.076
Specific operating costs, Ropecon (EUR/t)	-	0.040
Specific costs, Ropecon (EUR/t)	-	0.116
Total specific costs (EUR/t)	0.539	0.376

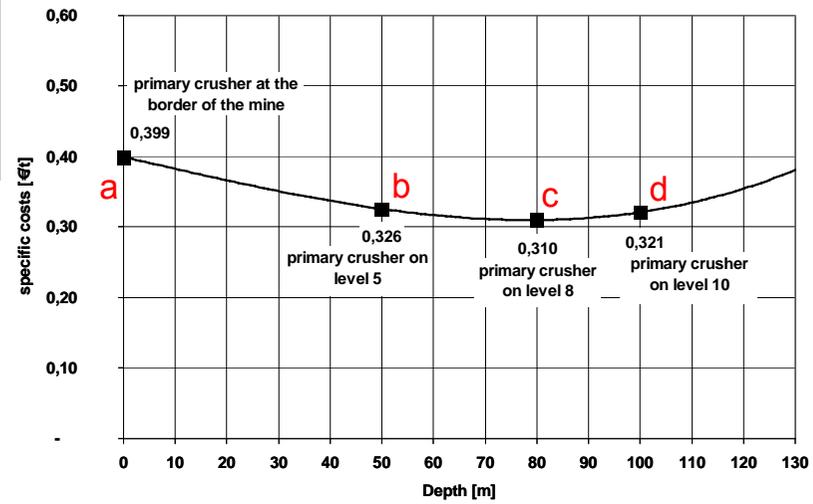
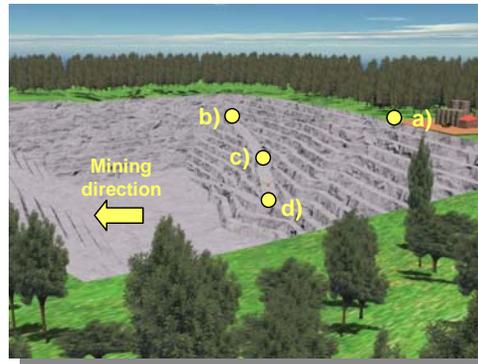


Figure 14 Hauling cost in alternative 1 (Horizontal extension of the mine, ore mining takes place on levels 5 to 13) [64]

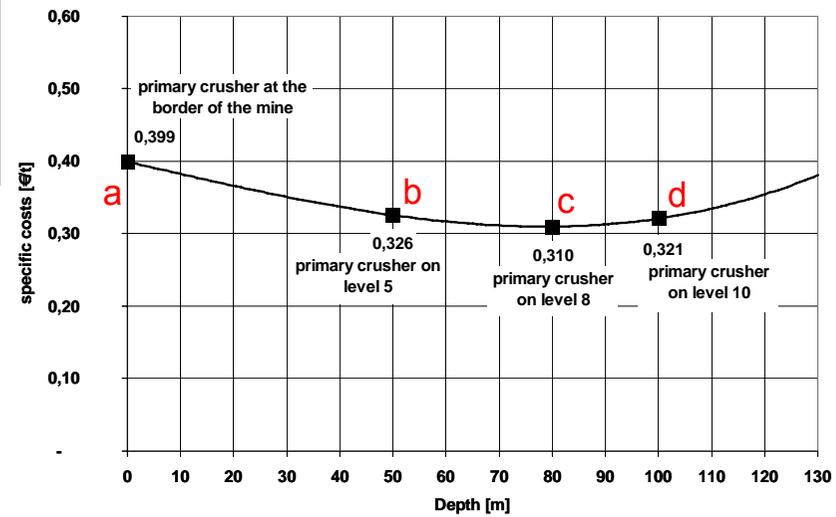
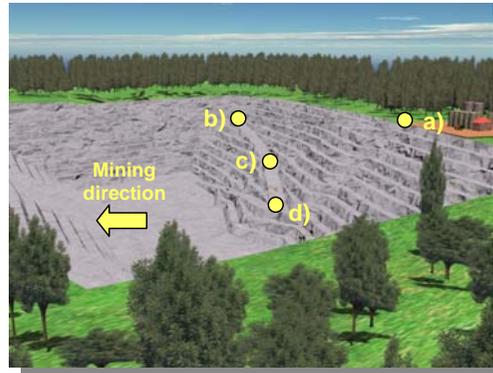


Figure 15 Hauling cost in alternative 2 (Horizontal and vertical extension of the mine, ore mining takes place on levels 5 to 18)

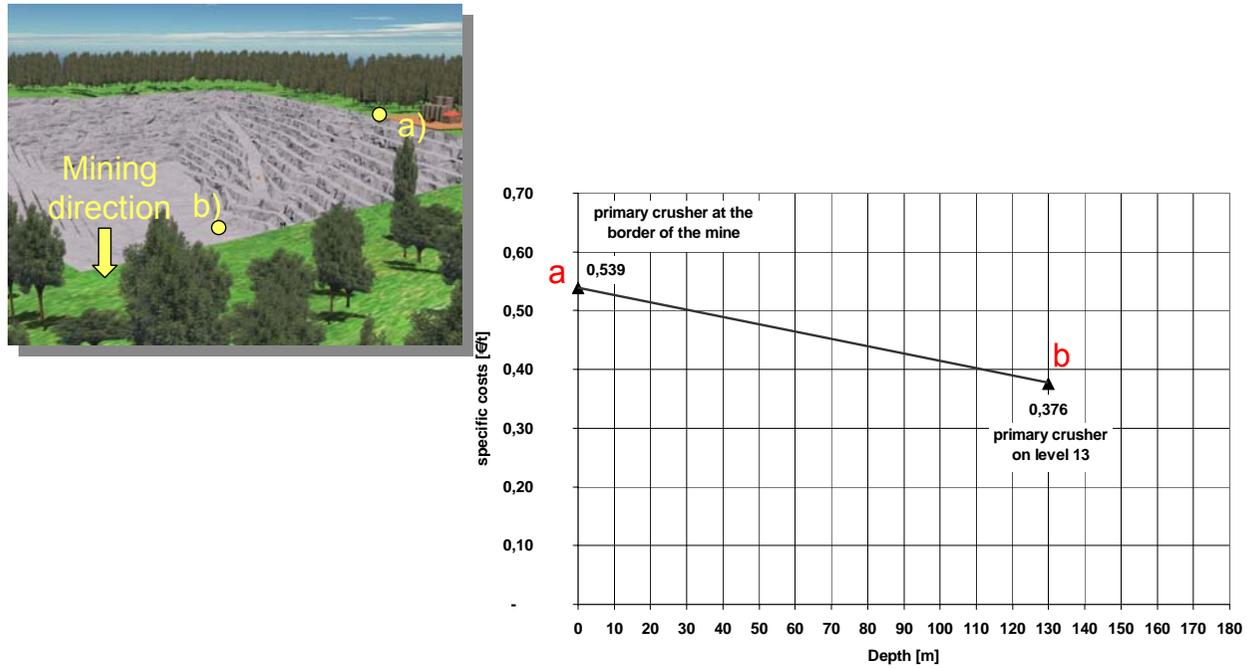


Figure 16 Hauling cost in alternative 3 (Vertical extension of the mine, ore mining takes place on levels 13 to 18)

8 Cost Estimation in Open Pit Mines

8.1 Cost Estimation for Operation Cycles

Operation costs of open pit mines may be depending upon the size and number of drilling equipments, shovels and trucks that are also depending upon the daily tons of ore and wastes. In most open pit mines there are a little difference between the specific weight, blasting characteristics and drillabilities of ore and wastes with no more differences in the haulage distance of ore up to dump and wastes transportation distance up to dump hills of wastes. As a result, the costs of extraction one tone of ore are somehow equal to the costs of one tone wastes removing. Daily operations costs for different operations are estimated from equations 1 to 5.

$$\text{Equation 1} \quad \text{Daily drilling cost (\$)} = 1.90 * t^{0.7}$$

$$\text{Equation 2} \quad \text{Daily blasting cost (\$)} = 3.17 * t^{0.7}$$

$$\text{Equation 3} \quad \text{Daily loading cost (\$)} = 2.67 * t^{0.7}$$

$$\text{Equation 4} \quad \text{Daily haulage cost (\$)} = 18.07 * t^{0.7}$$

$$\text{Equation 5} \quad \text{Daily general services (\$)} = 6.65 * t^{0.7}$$

The costs of general services in open pit mines include the pit maintenance costs, road grading, and waste dump grading, pumping and supervising of open pit [44] , [45] & [68] .

In order to estimate all capital costs of loading and haulage equipments, it is necessary to use from equations 6 to 9 for obtaining the size and number of equipments and then the capital costs are calculated by the use of equations 10 and 11.

$$\text{Equation 6} \quad S = 0.13 * T^{0.4}$$

$$\text{Equation 7} \quad N_s = 0.007 * T^{0.8} / S$$

$$\text{Equation 8} \quad t = 8 * S^{1.1}$$

$$\text{Equation 9} \quad N_t = 0.2 * T^{0.8} / t$$

Equation 10 *Capital costs for loading equipments (\$)* = $N_s * 499813 * S^{0.73}$

Equation 11 *Capital costs for haulage equipments (\$)* = $N_t * 19558 * t^{0.85}$

In all above mentioned equations T is the production rate of wastes and ore in small tone per day, S is the optimal nominal capacity of shovel bucket on cubic yard basis, N_s is the number of required shovels and t as the optimal size of truck in small tone basis and N_t is the number of required trucks.

This is necessary to mention that all mentioned equations are with an assumption of an open pit mine with a daily production capacity of 43000 small tone, an oval shaped periphery pit with a depth of 120-150 m, width of 670 m, length of 1430 m, height of benches 12 m, overall pit slope (57 degree in competent rock and 43 degree in oxidized or altered rocks), gradient of roads inside the pit is averagely 9 percentage and the costs are completely according to 1988 amounts.

By multiplying the obtained amounts out of above-mentioned equations in the rate of “costs indices in considered year to costs indices of 1988” it is possible to update the costs [44], [68] & [69].

The relevant loading and haulage costs in open pit mines by the use of above mentioned model and by considering the production rate in open pit mines have been presented through Table 23, Figure 17 and Figure 18.

Table 23 Loading and haulage cost in world surface mines (million us. \$)

Open pit type	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2030
Metal mines	16940	15480	19826	22922	25833	24805	24623	26240	28250	30706	33484	77995
Coal mines	17821	18221	18002	17727	18053	19213	19526	21307	23175	24001	24831	53732
Non- metallic mines	1346	1394	1374	1400	1417	1402	1416	1501	1572	1643	1684	3971
All open pit mines	36107	35095	39202	42049	45302	45420	45565	49048	52997	56350	59999	135698
Construction Materials mines	23133	24471	27392	28608	29413	29970	30340	31824	34447	35514	37273	114088
Open pits + quarries	59240	59566	66594	70657	74716	75390	75905	80872	87444	91864	97272	249786

Materials Handling Costs in Open Pit Mines

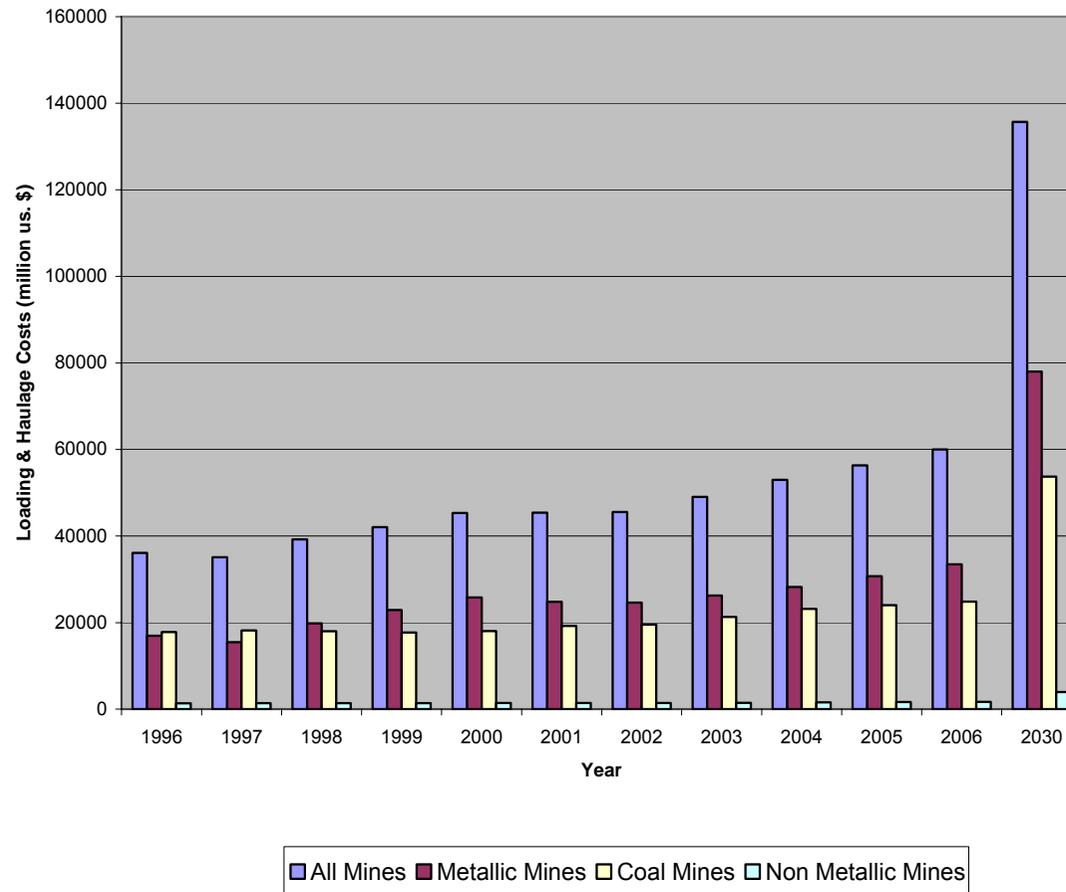


Figure 17 Material handling cost in world open pit mines

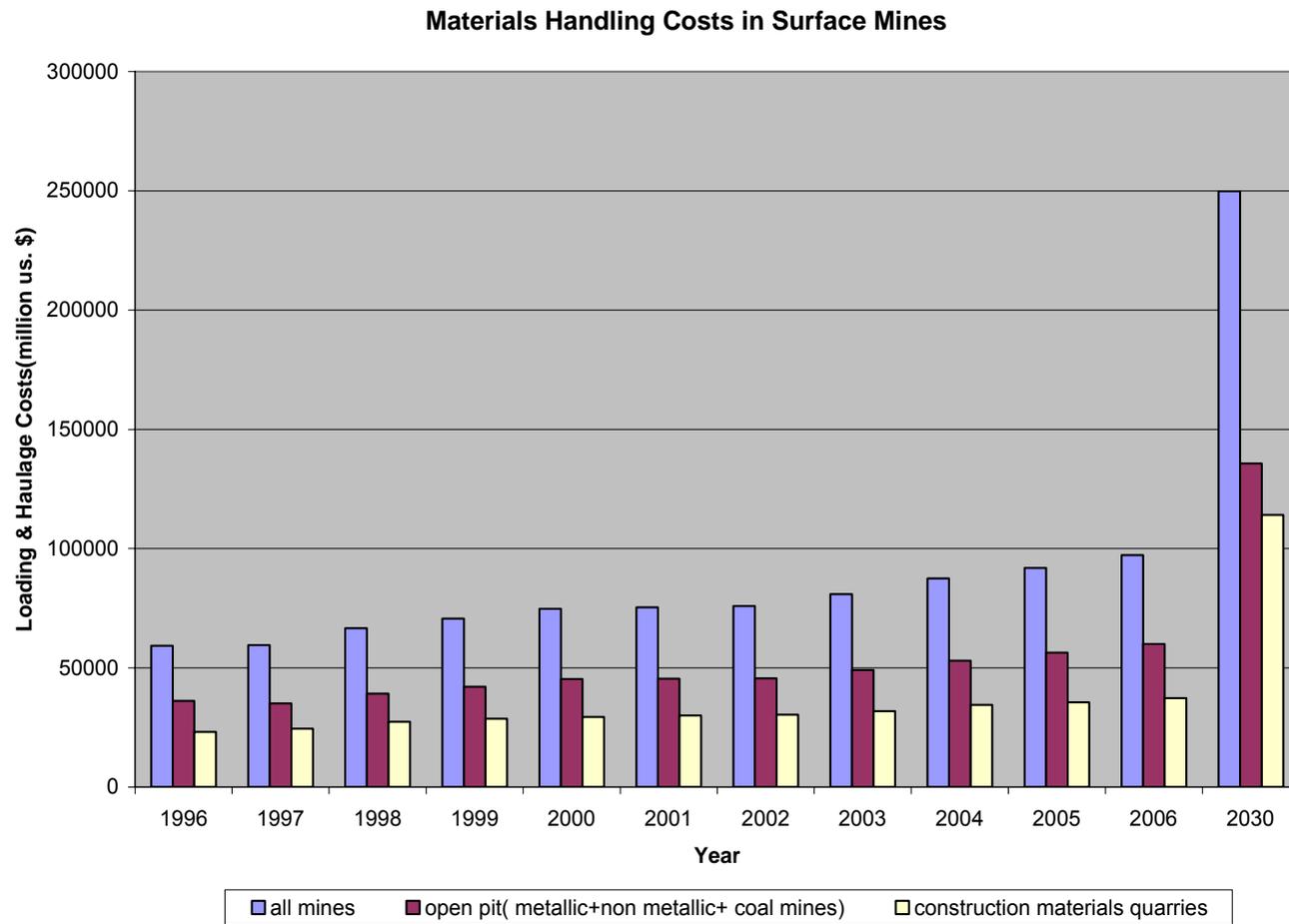


Figure 18 Materials handling cost in world surface mines

8.2 Cost Estimation for Loading and Haulage Equipments

The presented method here is used for estimation of materials handling costs and other equipment of production cycle by both surface and underground mining. Estimation of costs here is made for selected equipment (power shovels, hydraulic shovels, trucks, front-end loaders, draglines, bucket wheel excavators, belt conveyors, aerial tramways and scrapper).

This method of costs estimation is not an exact calculation method, but a close estimation to the real amounts of expected costs. It is tried to have a valid comparison between machines for a test through process of equipments selection.

The real goal of determining of costs on \$/T basis is for materials handling (digging , loading and haulage) then for this purpose it is necessary to calculate and determine all operational & capital costs in time unit. Some capital costs are fixed and include of depreciation, interest, tax, insurance and storage costs. The operational costs are various (although some times would be calculated which seems to be assumed as fixed costs), and the costs of tires (in case of any benefit from robber-tired equipment, repair part and maintenance, fuel or energy, lubrication and labor costs. When there is only dealing with special and unit operations of production cycle that should be considered only direct costs.

The estimation method of applied costs would be based upon the benefit from values and numbers obtained from practical and experimental results instead of presented methods by manufacturers of materials handling equipments.

It is necessary to note that some capital costs are fixed because they are separate from usage or lack of usage of equipment, while operational costs may be changed in compliance with type of presented services and type of equipment (such as time period, manner of usage, operating conditions and so on). The estimation of costs by the use of presented form has been made for each machine and then replaced the nominal items.

The attachment is about considering more exact calculations made by the use of computer software. (Of course it is possible to have handy calculations by the use of presented equations).

8.2.1 Cost Estimation for Bucket Wheel Excavators

Capital costs or ownership costs for this type of equipment includes the purchase and installation of parts and equipment in the relevant place. Table 24 and Figure 19 are illustrated the distribution of different parts of capital costs.

Table 24 Distribution of capital costs for bucket wheel excavator

Cost type	Share of costs (%)
Construction labor cost	1
Construction supply cost	1
Purchased equipment cost	95
Transportation cost	3

BWE capital cost distribution

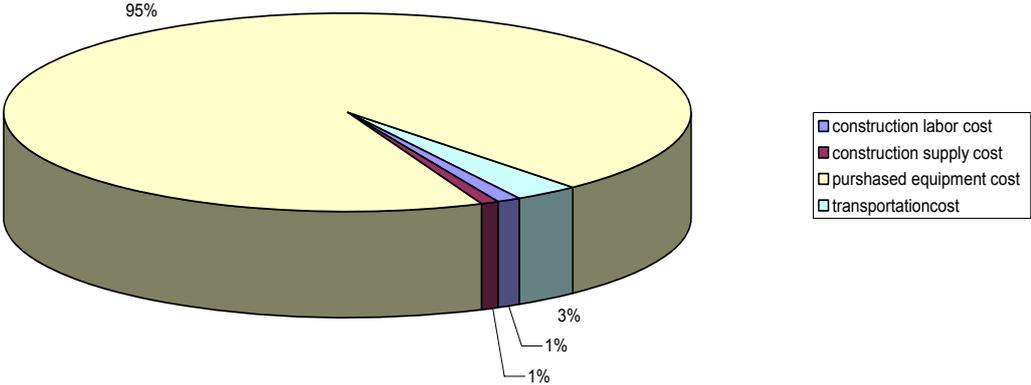


Figure 19 Capital costs distribution for bucket wheel excavator

This is necessary to mention that any calculation of capital costs of one unit includes excavating wheels, haulage vehicle (conveyor) and discharge part. Presented curves are valid for production rate from 2000 to 125000 tones per day, operating three shifts per day. Availability for machine is assumed % 50 (totally there is no high availability for these equipment and could be changed from 41 to 60 percent) and output efficiency is % 46.

Total capital costs and also different parts of capital costs are possible to be calculated according to daily production and through equations 12 to 15.

$$\text{Equation 12 } Y_s = 16.604 * x^{0.684} * A$$

$$\text{Equation 13 } Y_e = 1627.238 * x^{0.684} * A$$

$$\text{Equation 14 } Y_l = 16.604 * x^{0.684} * A$$

$$\text{Equation 15 } Y_c = 1660.446 * x^{0.684} * A$$

Where, x is daily production of mine, A is the rate of costs indices of considered year to costs indexes of relevant year 1984 and Y_s , Y_e , Y_l and Y_c are respectively the energy costs, purchase of parts and equipment, installation labor cost and total capital costs.

If there is any difference between availability of machine with assumed amount, modified factor as mentioned in equation 16 is used.

$$\text{Equation 16 } F_t = [50/T]^{0.683}$$

Where, T is the availability of machine.

Regarding all mentioned items, capital costs of bucket wheel excavators upon daily production would be in accordance with Figure 20.

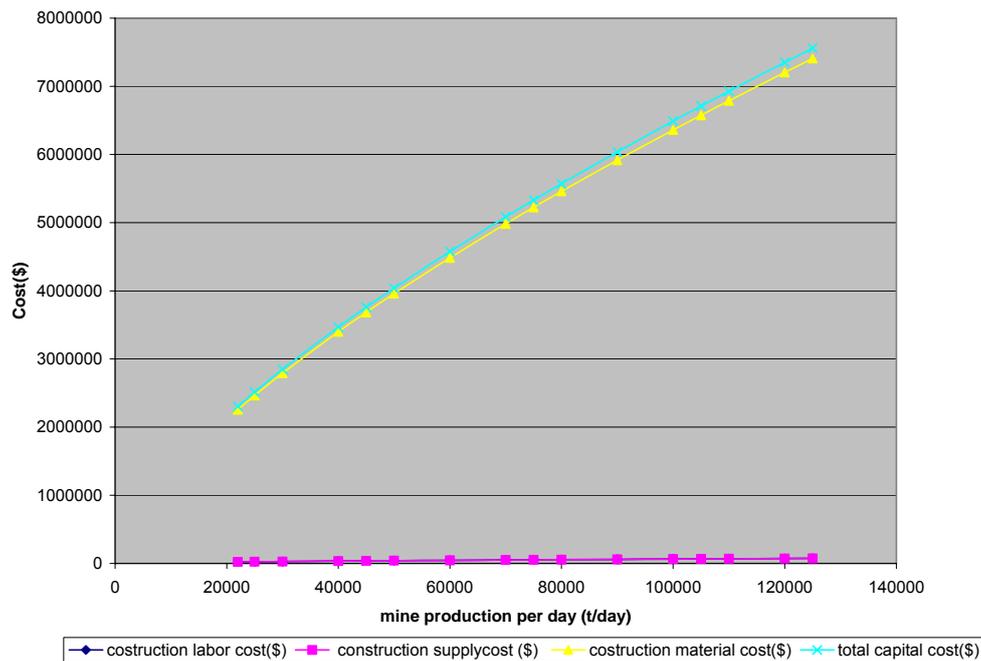


Figure 20 Capital costs for bucket wheel excavator upon daily production

The operational costs of bucket wheel excavators include three costs sections (labor operating costs, supply operating costs and equipment operating costs) for which it is possible to calculate upon daily production rate through equations 17 to 19.

$$\text{Equation 17 } Y_s = 0,058 * x^{0.859} * A$$

$$\text{Equation 18 } Y_e = 0,212 * x^{0.681} * A$$

$$\text{Equation 19 } Y_l = 7,414 * x^{0.556} * A$$

Where, x is daily production of mine, A is the rate of costs indices of considered year to costs indices of relevant year 1984 and Y_s , Y_e , Y_l are respectively the daily costs of daily energy consumption, equipment operating costs (including of %100 of repair parts and material) and daily labor costs. Bucket wheel operation costs are distributed as Figure 21 and Figure 22.

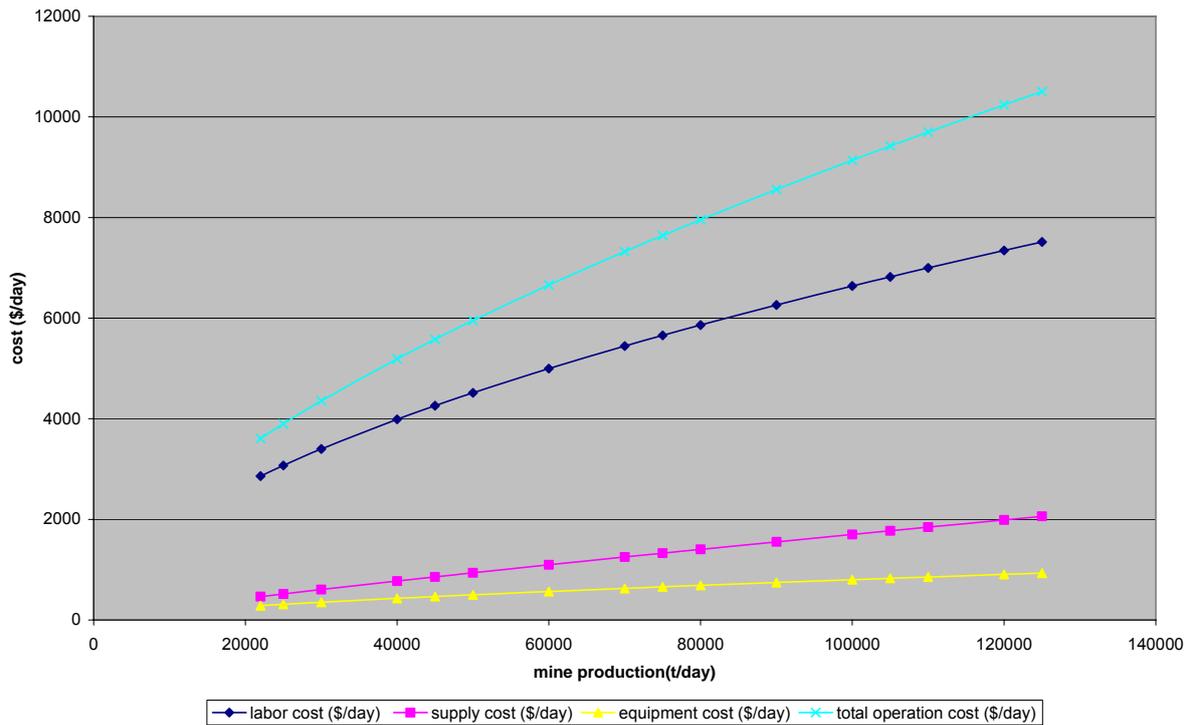


Figure 21 Operating cost for bucket wheel excavators upon daily mine production

If there is any difference between availability of machine with assumed amount (%50), modified factor as mentioned in equation 20 to be used.

$$\text{Equation 20 } F_t = [50/T]^{0.554}$$

Where, T is the availability of machine.

The other considerable point is that the output efficiency of machine (the real amount of production rate to theoretical capacity of system) is assumed as % 46 (which is variable from 44 to 85 percent). In case of any discrepancy between the outputs of machine with assumed amount, that may benefited from modified factors according to the equations 21 to 23 for modification of costs [22], [69] to [76].

$$\text{Equation 21 } F_l = [46/E]^{0.555}$$

$$\text{Equation 22 } F_s = [46/E]^{0.858}$$

$$\text{Equation 23 } F_e = [46/E]^{0.680}$$

Where, E is the output efficiency of system, F_l , F_s and F_e are respectively the modified factors of labor, energy and equipment costs.

BWE operating cost

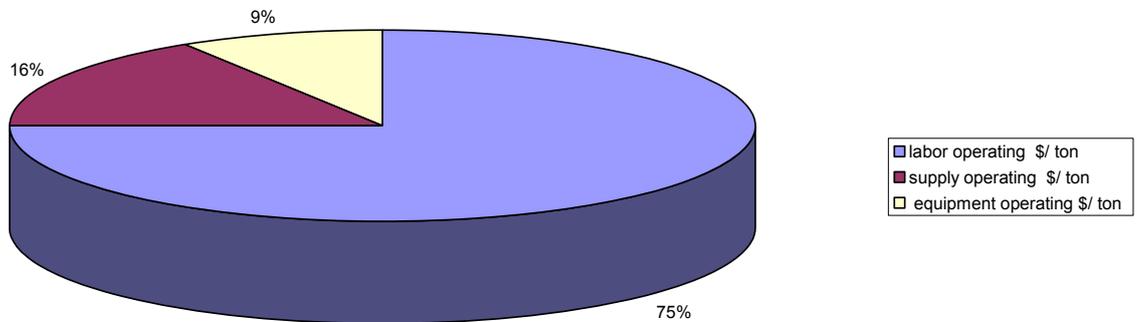


Figure 22 Operating costs distribution for bucket wheel excavator

8.2.2 Cost Estimation for Power Shovel-Trucks Fleet

Distribution of different parts of capital costs in power shovel- trucks fleets have been presented in Table 25 and Figure 23.

Table 25 Distribution of capital costs for power shovel- trucks fleet

Cost type	Share of costs (%)
Loading equipment	34
Haulage equipment	66

This is important to mention that any calculation of capital costs is upon operating three shifts per day and Presented curves are valid for production rate from 2000 to 400000 tones per day. The curves reflect an average haul of 2000 meters one way on an 8 % grade from a pit 120 metre deep on wide, well maintained roads.

capital cost distribution for " electric shovel- truck "

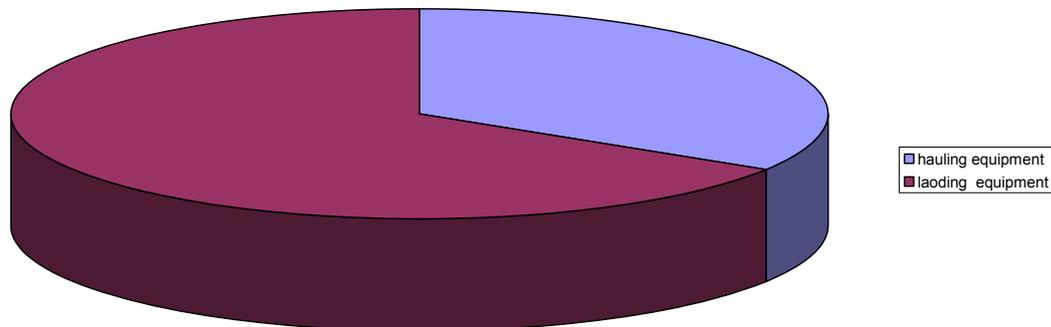


Figure 23 Capital cost distribution upon equipment type for power shovel-trucks fleet

Total capital costs and also different parts of capital costs are possible to be calculated according to daily production through equations 24 to 27.

$$\text{Equation 24 } Y_c = 528.346 * x^{0.782} * A$$

$$\text{Equation 25 } Y_s = 316.881 * x^{0.782} * A$$

$$\text{Equation 26 } Y_e = 0.212 * x^{0.782} * A$$

$$\text{Equation 27 } Y_l = 4573.211 * x^{0.782} * A$$

Where, x is daily production of mine, A is the rate of costs indices of considered year to costs indexes of relevant year 1984 and Y_s , Y_e , Y_l and Y_c are respectively the energy costs, purchase of parts and equipment, installation labor cost and total capital costs.

To determine costs for different haulage length or pit depth, multiply the costs obtained from mentioned equations by the following factor (equation 28).

$$\text{Equation 28 } F_h = 0.0546 * R^{0.047} * L^{0.353}$$

Where, R is depth of mine (meter), L is hauling distance (meter) and F_h is the modified factor of labor, energy and equipment costs.

The operational costs of power shovel-trucks fleet include three costs sections (labor operating costs, supply operating costs and equipment operating costs) for which it is possible to calculate upon daily production rate through equations 29 to 31. these equation are valid for mines with daily production from 8000 to 300000 tones in three operating shifts [47], [68] to [72] & [76] to [81] .

Equation 29 $Y_s = 0188 * x^{-0.220} * A$

Equation 30 $Y_e = 1,850 * x^{-0.133} * A$

Equation 31 $Y_l = 2,694 * x^{-0.210} * A$

Where, x is daily production of mine(waste and ore), A is the rate of costs indices of considered year to costs indexes of relevant year 1984 and Ys, Ye, Y1 are respectively the daily energy costs(include 100 % electric power), daily equipment operating costs(includes repair parts, tires, lubrication, and fuel consumption) and labor operating cost. Distribution of different parts of operation costs in power shovel-trucks fleets have been presented in Table 26 to Table 29 and Figure 24 to Figure 26.

Table 26 Distribution of operating labor costs for power shovel- truck fleet

Cost type	Small (8000-50000 per day)	Large (50000-300000 per day)
Direct labor (%)	61	53
Maintenance labor (%)	39	47

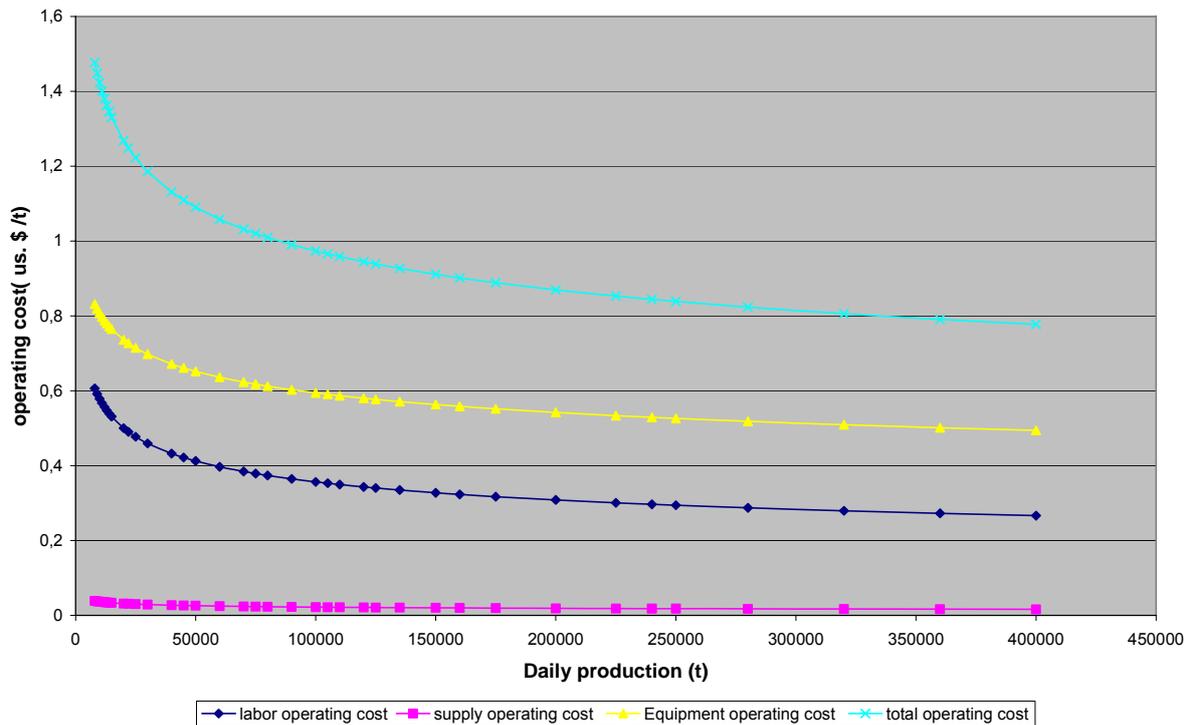


Figure 24 Operating cost for power shovel –truck fleet upon daily mine production

To determine costs for different haulage length or pit depth, multiply the costs obtained from mentioned equations by the following factors (equations 32 and 33).

$$\text{Equation 32 } F_l = 0.117 * R^{0.030} * L^{0.263}$$

$$\text{Equation 33 } F_e = 0.55 * R^{0.047} * L^{0.353}$$

Where, R is depth of mine (meter), L is hauling distance (meter) and F_l and F_e are respectively the modified factors for labor operating cost and equipment operating cost.

operation cost distribution up on equipment

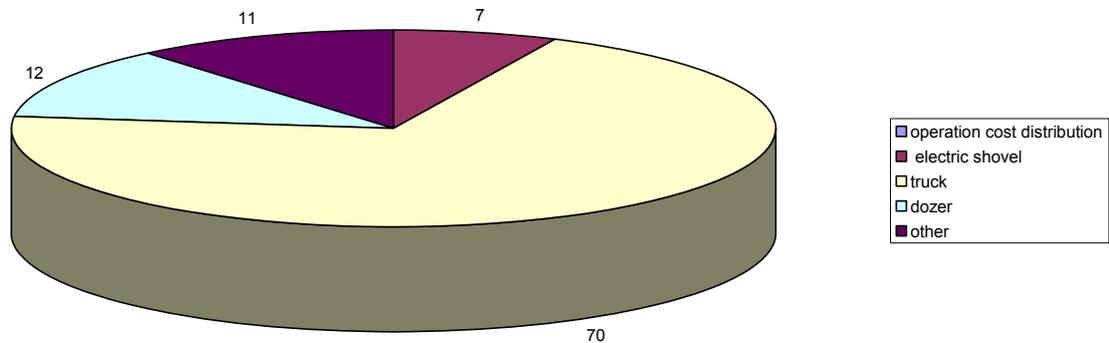


Figure 25 Operating cost distribution upon equipment type for power shovel-trucks fleet

Table 27 Operating cost distribution for power shovel- truck fleet

Relatively cost	Small (8000-50000 per day)	Large (50000-300000 per day)
Shovel operator(%)	14	8
Oiler(%)	6	4
Dozer operator(%)	17	23
Grader operator(%)	5	7
Front-end loader operator (%)	3	1
Truck driver(%)	52	57
General laborer(%)	3	--

Table 28 Operating cost distribution for power shovel- truck fleet upon equipment

Equipment type	Cost share (%)
Power shovel	7
Truck	70
Dozer	12
Rubber-tired support	11

Table 29 Operating cost distribution for power shovel- truck fleet upon equipment and cost type

Equipment type	Repair parts (%)	Fuel and lube (%)	Tires (%)
Power shovel	96	4	-
Truck	25	48	27
Dozer	50	50	-
Rubber-tired support	35	47	18

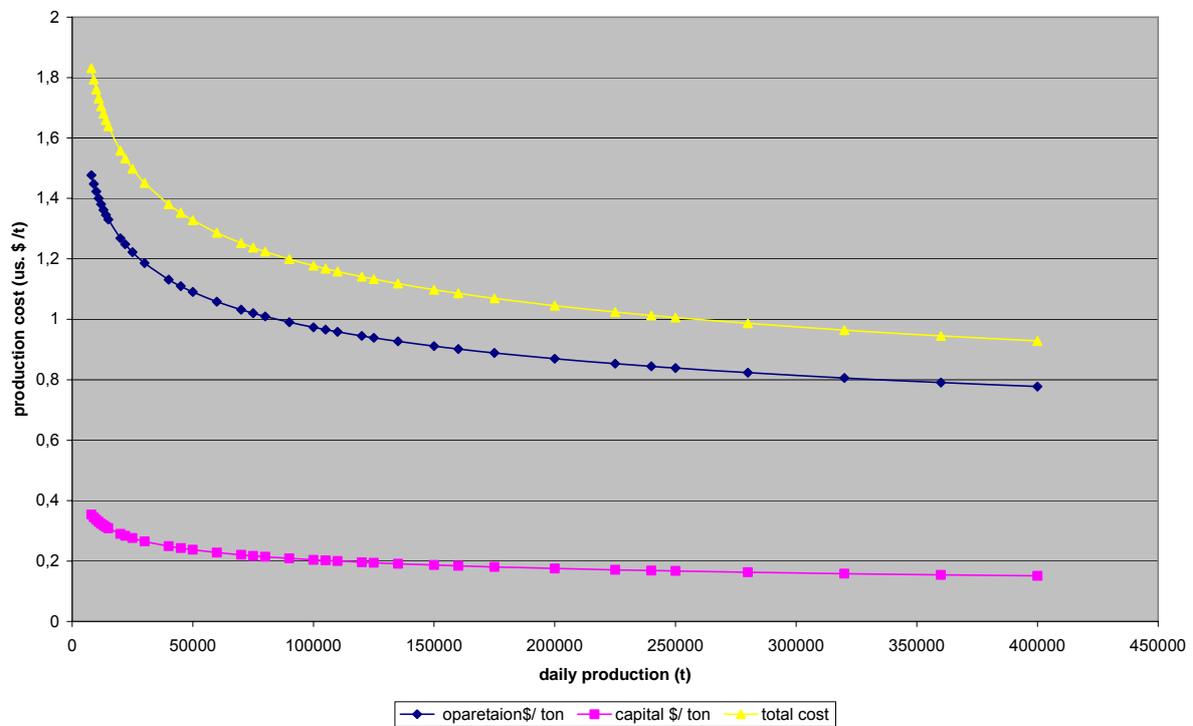


Figure 26 Total production costs for power shovel-truck shovel up on daily mine production

8.2.3 Cost Estimation for Hydraulic Shovel-Trucks Fleet

Any calculation of capital costs is upon operating three shifts per day and Presented curves and equations are valid for production rate from 1000 to 10000 tones per day.

Total capital costs are possible to be calculated according to daily production through equation 34.

$$\text{Equation 34 } Y_c = 88064.416 * x^{0.407} * A$$

Where, x is daily production of mine, A is the rate of costs indices of considered year to costs indexes of relevant year 1984 and Y_c is total capital costs.

Distribution of different parts of capital costs in hydraulic shovel-trucks fleets have been presented in Table 30.

Table 30 Distribution of capital costs for hydraulic shovel- truck fleet

Cost type	Small (1000 – 3000 per day)	Large (3000 – 10000 per day)
Loading equipment (%)	51	30
Haulage equipment (%)	49	70

To determine capital costs for different haulage length or pit depth, multiply the costs obtained from mentioned equations by the following factor (equation 35).

$$\text{Equation 35 } F_h = 0.080 * R^{0.047} * L^{0.353}$$

Where, R is depth of mine (meter), L is hauling distance (meter) and F_h is the modified factor of labor, energy and equipment costs.

The operational costs of hydraulic shovel-trucks fleet include two costs sections (labor operating costs and equipment operating costs) for which it is possible to be calculated upon daily production rate through equations 36 to 38.

$$\text{Equation 36 } Y_l = 37.003 * x^{-0.471} * A$$

$$\text{Equation 37 } Y_e = 24.620 * x^{-0.424} * A$$

$$\text{Equation 38 } Y_c = Y_l + Y_e$$

Where, x is daily production of mine(waste and ore), A is the rate of costs indices of considered year to costs indexes of relevant year 1984 and Y_e , Y_l are respectively the daily equipment operating costs(includes repair parts, tires, lubrication, and fuel

consumption) and labor operating cost. Distribution of different parts of operation costs in hydraulic shovel- trucks fleets have been presented in Table 31 to Table 34 and Figure 27 to Figure 29.

Table 31 Distribution of operating labor costs for hydraulic shovel –truck fleet

Cost type	Cost share (%)
Direct labor	70
Maintenance labor	30

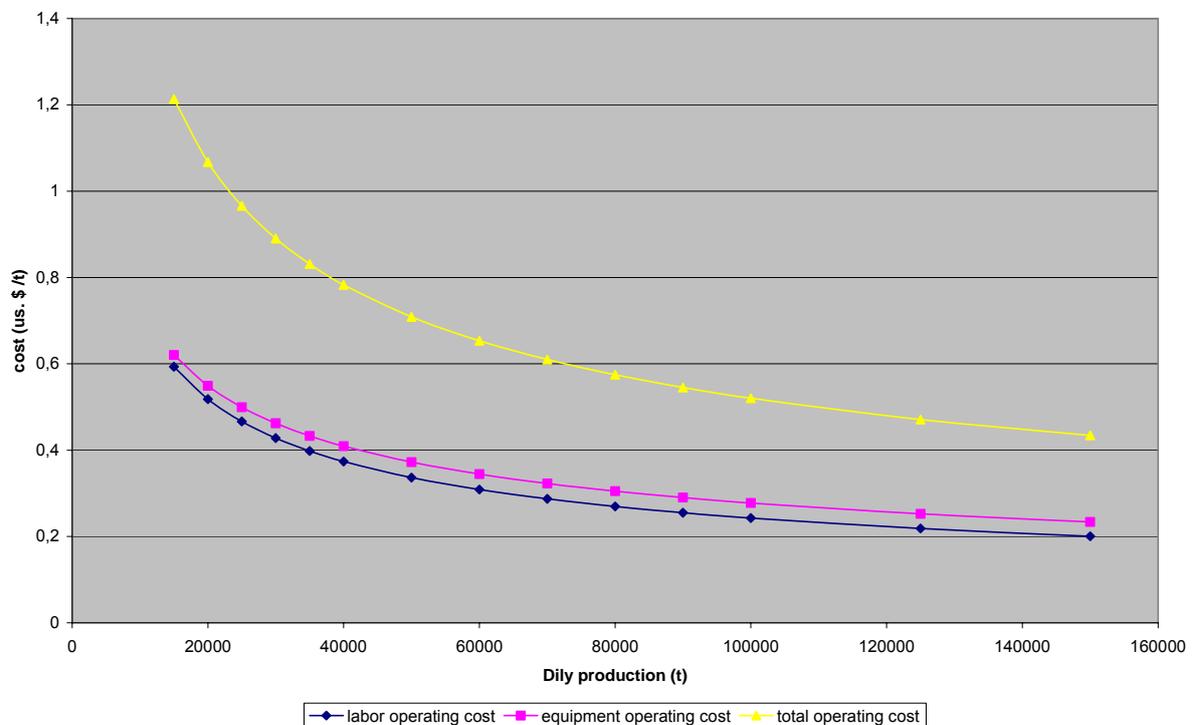


Figure 27 Operating cost for hydraulic shovel –truck fleet upon daily mine production

To determine operating costs for different haulage length or pit depth, multiply the costs obtained from mentioned equations by the following factors (equations 39 and 40).

Equation 39 $F_l = 0.155 * R^{0.030} * L^{0.263}$

Equation 40 $F_l = 0.155 * R^{0.030} * L^{0.263}$

Where, R is depth of mine (meter), L is hauling distance (meter) and F_l and F_e are respectively the modified factors for labor operating cost and equipment operating cost [22], [47], [68] to [72] & [76] to [81].

Table 32 Operating cost distribution for hydraulic shovel- trucks fleet

Relatively cost (%)	Small (1000 – 3000 per day)	Large (3000 – 10000 per day)
Shovel operator	30	21
Truck driver	46	37
Dozer operator	24	17
Rubber-tired support operator	-	25

Table 33 Operating cost distribution for hydraulic shovel- trucks fleet upon equipment

Equipment type	Cost share (%)
Hydraulic shovel	18
Truck	43
Dozer	23
Rubber-tired support	16

Table 34 Operating cost distribution for hydraulic shovel- truck fleet upon equipment and cost type

Equipment type	Repair parts (%)	Fuel and lube (%)	Tires (%)
Hydraulic shovel	69.6	30.4	-
Front-end loader	32.5	44.2	23.3
Truck	28.1	51.6	20.3
Dozer	50.6	49.4	-
Rubber-tired support	28.5	62.7	8.8

operating cost distribution for diesel shovel - truck up on equipment

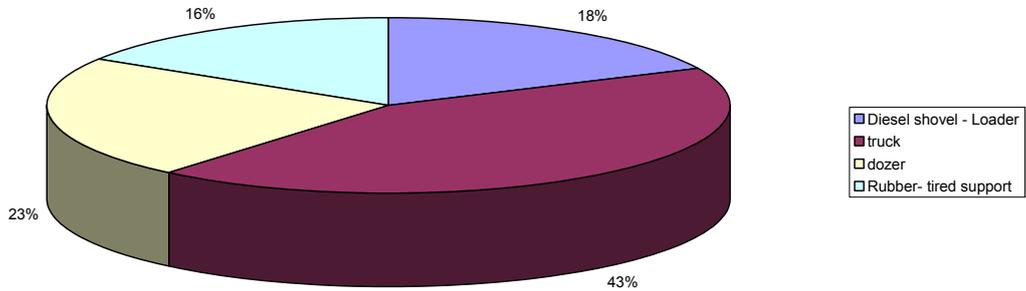


Figure 28 Operating cost distribution upon equipment type for hydraulic shovel-truck fleet

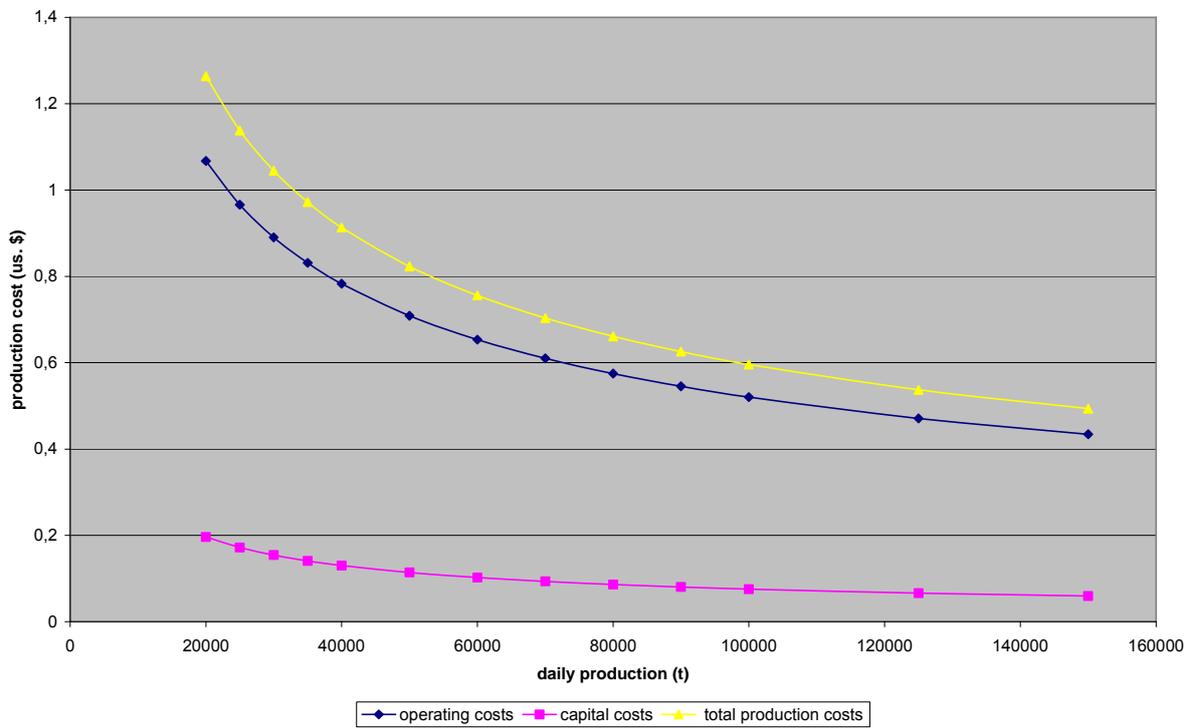


Figure 29 Production cost for hydraulic shovel-trucks fleet upon daily mine production

8.2.4 Cost Estimation for Walking and Crawler Draglines

Total capital costs are possible to be calculated according to daily production through equations 41 and 42.

$$\text{Equation 41} \quad Y_{cw} = 1504.727 * x^{0.904} * A$$

$$\text{Equation 42} \quad Y_{cc} = 1069.3041 * x^{0.803} * A$$

Where, x is daily production of mine, A is the rate of costs indices of considered year to costs indexes of relevant year 1984, Y_{cc} and Y_{cw} are total capital costs respectively for crawler dragline and walking dragline.

Any calculation of capital costs is upon (three operating shifts for walking dragline and one operating shift for crawler dragline) and presented curves and equations are valid for production rate (from 15000 to 150000 tones per day for walking dragline and 2000 to 1500 for crawler dragline). One dozer is provided for each dragline operation for cleanup and support.

Distributions of different parts of capital costs for dragline have been presented in Table 35 and Figure 30.

Table 35 Distribution of capital costs for dragline

Cost type	Share of costs (%)
Construction labor cost	20
Construction supply cost	1
Purchased equipment cost	77
Transportation cost	2

draglin capital costs distribution

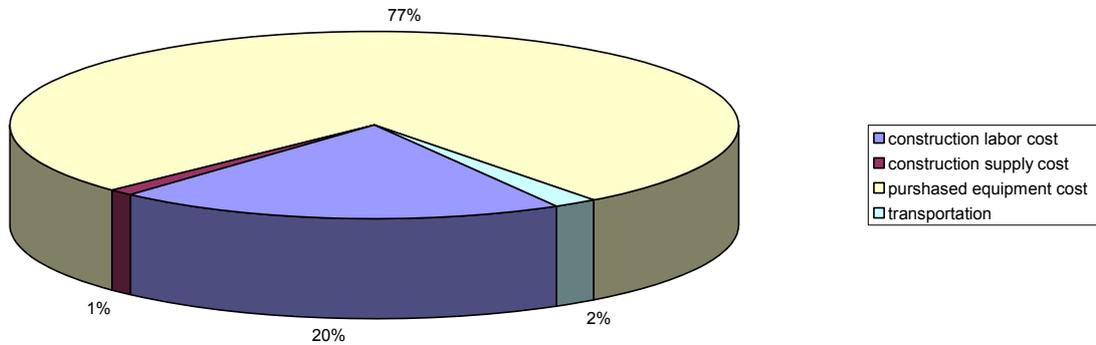


Figure 30 Distribution of capital costs for dragline

The operational costs for crawler dragline include two costs sections (labor operating costs and equipment operating costs) and walking dragline include three costs sections (labor operating cost, supply cost and equipment operating cost).for which it is possible to calculate upon daily production rate through equations 43 to 47.

$$\text{Equation 43} \quad Y_{ec} = 2,218 * x^{-0,312} * A$$

$$\text{Equation 44} \quad Y_{lc} = 43,884 * x^{0,637} * A$$

$$\text{Equation 45} \quad Y_{sw} = 0,395 * x^{0,003} * A$$

$$\text{Equation 46} \quad Y_{ew} = 0,533 * x^{-0,166} * A$$

$$\text{Equation 47} \quad Y_{lw} = 12,249 * x^{-0,458} * A$$

Where, x is daily production of mine, A is the rate of costs indices of considered year to costs indexes of relevant year 1984 and Y_{ec} , Y_{lc} are respectively equipment operating cost and labor operating cost for crawler dragline and Y_{sw} , Y_{ew} and Y_{lw} are respectively supply operating cost, equipment operating costs and labor operating cost for walking dragline [22], [68] to [81] .

Distribution of different parts of operation costs have been presented for each two draglines in Table 36 to Table 42 and Figure 31 to Figure 33.

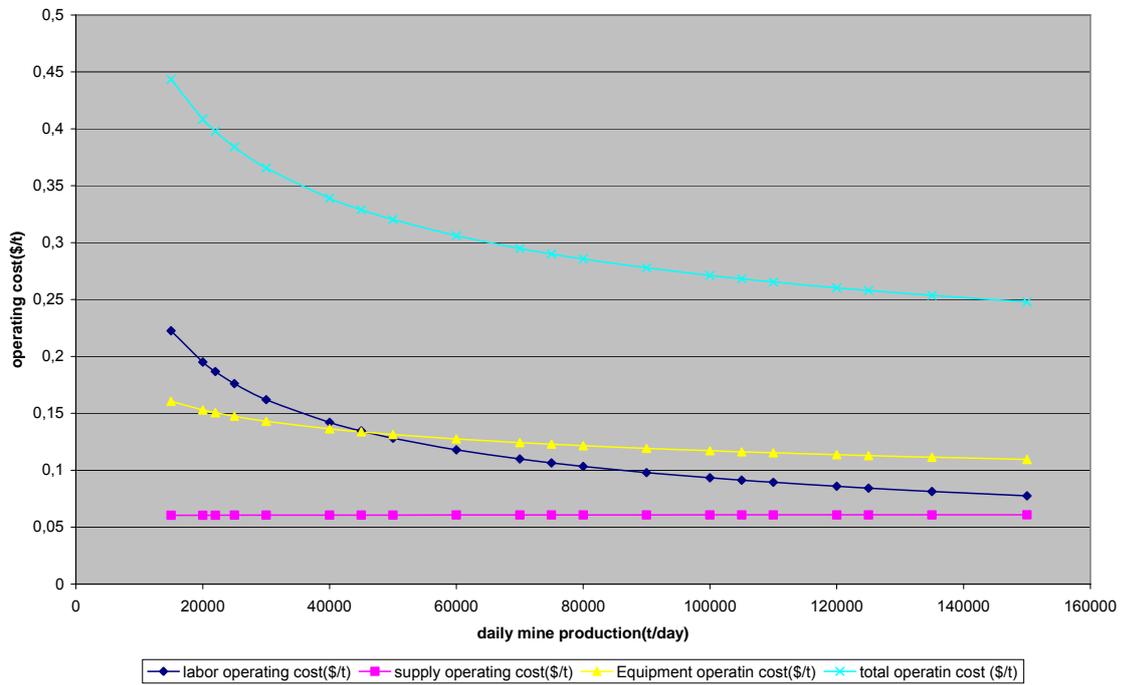


Figure 31 Operation cost for walking dragline upon daily mine production

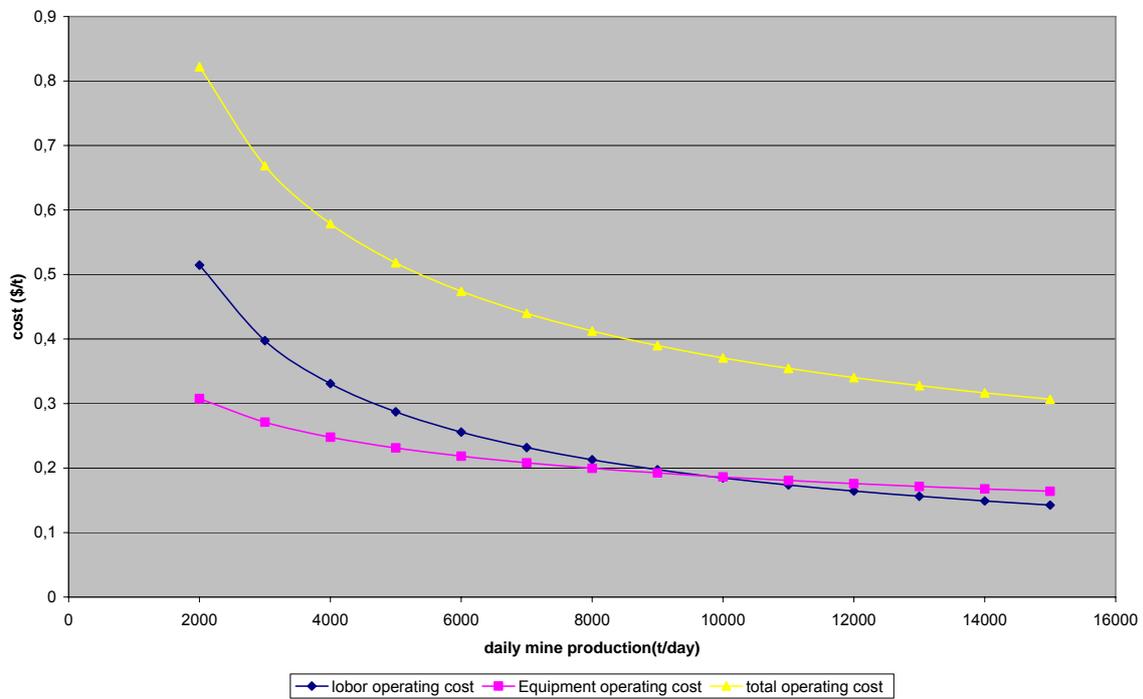


Figure 32 Operation cost for crawler dragline upon daily mine production

Table 36 Distribution of operating labor costs for crawler dragline

Cost type (%)	small (1000 – 10000 per day)	large (10000 – 15000 per day)
Direct labor cost	59	56
Maintenance labor	41	44

Table 37 Distribution of direct operating labor costs for crawler dragline

Relatively cost (%)	small (2000 – 10000 per day)	large (10000 – 15000 per day)
Dragline operator	41	26
Oiler	24	22
Dozer operator	25	23
Rubber-tired support operator	10	29

Table 38 Distribution of operating labor costs for walking dragline

Cost type	Cost share (%)
Direct labor	62
Maintenance labor	38

Table 39 Distribution of direct operating labor costs for walking dragline

Relatively cost	Share of costs (%)
Dragline operator	30
Oiler	26
Dozer operator	27
Rubber-tired support operator	17

Table 40 Distribution of operating cost for crawler dragline upon type of equipment

Equipment type	Share of costs (%)
Crawler dragline	70
Crawler tractor	25
Pick up tractor	5

Table 41 Distribution of operating cost for waling dragline upon type of equipment

Equipment type	Share of costs (%)
Crawler dragline	66
Crawler tractor	31
Pick up tractor	3

Table 42 Distribution of operating cost upon type of equipment

Equipment type	Repair parts (%)	Fuel and lube (%)	Tires (%)
Walking dragline	94	6	-
Crawler dragline	65	35	-
Dozer	49	51	-
Support equipments	8	90	2

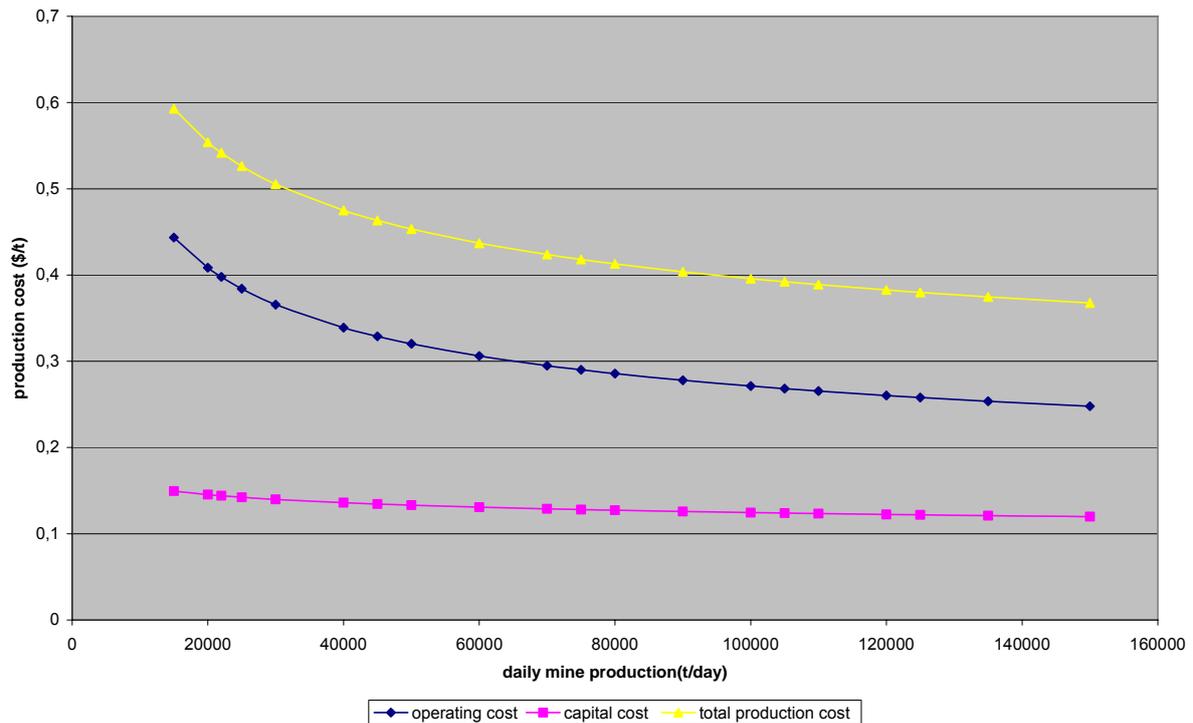


Figure 33 Production cost for walking dragline upon daily mine production

8.2.5 Cost Estimation for Belt Conveyors

Any calculation of capital costs is upon operating three shifts per day and Presented curves and equations are valid for production rate from 15000 to 150000 tones per day.

The base curves and equations are based on a belt conveyor of 1000 meter in length with the slope of 10° and the conveyor availability is assumed 94 %.

Total capital costs are possible to be calculated according to daily production through equation 48.

$$\text{Equation 48 } Y_c = 81292.281 * x^{0.309} * A$$

Where, x is daily production of mine, A is the rate of costs indices of considered year to costs indices of relevant year 1984 and Y_c is total capital costs.

Distribution of different parts of capital costs have been presented in Table 43 and Table 44.

Table 43 Capital cost distribution for belt conveyor upon cost type

Cost type	Share of costs (%)
Construction labor cost	31
Construction supply cost	5
Purchased equipment cost	64

Table 44 Cost distribution for belt conveyor upon type of equipment

Equipment type	Share of costs (%)
Conveyor belt	36
Idler assembly units	44
Motors, drive trains, belt cleaner and other mechanical items	20

To determine costs for different conveyor length and slopes, multiply the costs obtained from mentioned equations by the following factor (equation 49).

$$\text{Equation 49 } F_c = [0,917+0.00094*S]*L$$

Where, L is length of conveyor (in kilometre), S slope of conveyor in degree (between 0° and 15°) and F_c is the modified factor of capital costs.

The operational costs include three costs sections (labor operating costs, supply operating costs and equipment operating costs) for which it is possible to calculate upon daily production rate through equations 50 to 52.

$$\text{Equation 50 } Y_s = 0.068*x^{0.933}* A$$

$$\text{Equation 51 } Y_e = 2.226*x^{0.358}* A$$

$$\text{Equation 52 } Y_l = 7.429*x^{0.464}* A$$

Where, x is daily production of mine (waste and ore), A is the rate of costs indices of considered year to costs indices of relevant year 1984 and Y_s , Y_e , Y_l are respectively the daily energy costs (include 100 % electric power), daily equipment operating costs

(includes 95 % repair parts and 5 % lubrication for the idlers and mechanical parts) and labor operating cost. Distribution of different parts of operating costs has been presented in Figure 34 and Figure 35.

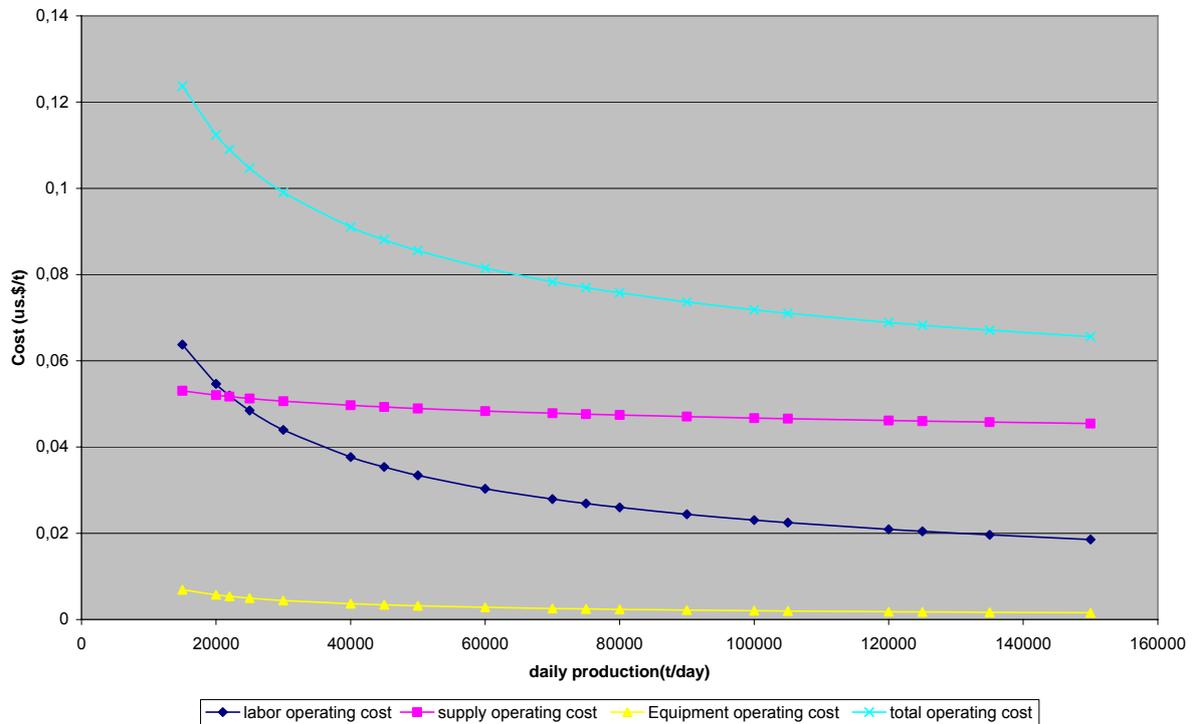


Figure 34 Operation cost for belt conveyor upon daily mine production

To determine costs for different conveyor length and slopes, multiply the costs obtained from mentioned equations by the following factors (equations 53 to 55).

Equation 53 $F_l = 0.815 + 0.190 * L$

Equation 54 $F_s = [0.208 + 0.0794 * S] * L$

Equation 55 $F_e = L$

Where, L is length of conveyor (in kilometres), S slope of conveyor in degree (between 0° and 15°), F_l, F_s and F_e are respectively the modified factors for labor, supply and equipment operating costs. Slope are assumed zero in above equations for decline conveyors[22], [68] to [83].

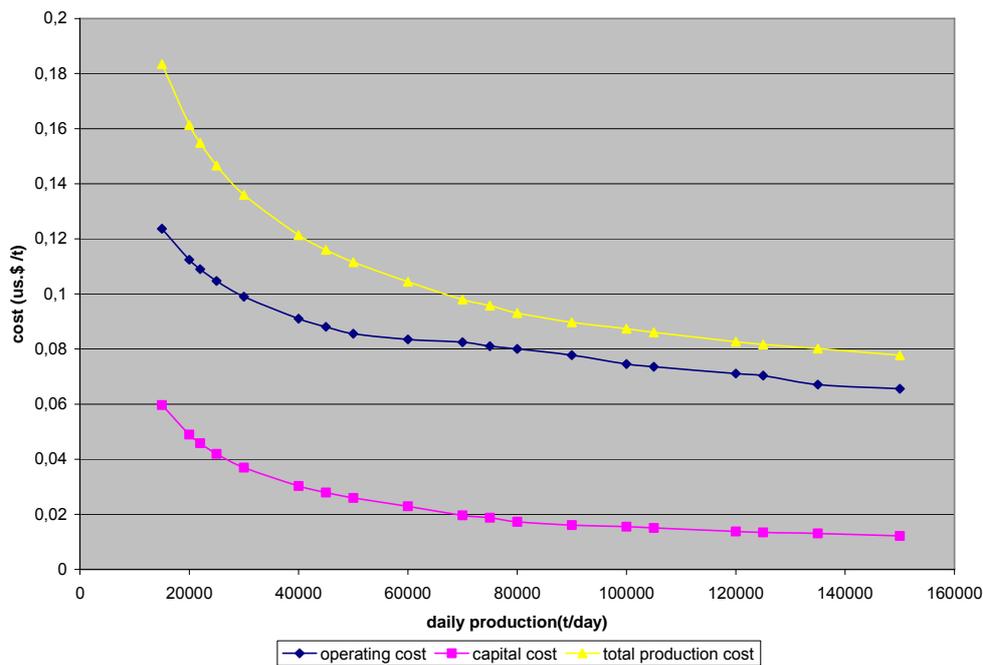


Figure 35 Production cost for belt conveyor upon daily mine production

8.2.6 Cost Estimation for Aerial Tramway

Any calculation of capital costs is upon operating three shifts per day and Presented curves and equations are valid for production rate from 2040 to 13800 tones per day The base curves and equations are based on an aerial tramway of 3000 meter in length with the slope of 15° and bulk density of materials is 1442.5 kg/m³. Total capital costs would be calculated according to daily production through equation 56.

$$\text{Equation 56 } Y_c = 208182.537 * x^{0.385} * A$$

Where, x is daily production of mine, A is the rate of costs indices of considered year to costs indices of relevant year 1984 and Y_c is total capital costs. Distribution of different parts of capital costs has been presented in Table 45.

Table 45 Capital cost distribution for aerial tramway upon cost type

Cost type	Share of costs (%)
Construction labor cost	19
Construction supply cost	4.8
Purchased equipment cost	73.5
Transportation cost	2.7

To determine costs for different material density, tramway length and slopes, multiply the costs obtained from mentioned equations by the following factor (equation 57).

$$\text{Equation 57 } F_c = 1.345 + 0.233 * L - 0.00003 * D$$

Where, L is slope length (in kilometre), D material density (based on kg/m³) and F_c is the modified factor of capital costs.

The operating costs include three costs sections (labor operating costs, supply operating costs and equipment operating costs) for which it is possible to calculate upon daily production rate through equations 58 to 60.

$$\text{Equation 58 } Y_s = 1,815 * x^{0.451} * A$$

$$\text{Equation 59 } Y_e = 68,358 * x^{0.782} * A$$

$$\text{Equation 60 } Y_l = 439,430 * x^{0.121} * A$$

Where, x is daily production of mine (waste and ore), A is the rate of costs indices of considered year to costs indices of relevant year 1984 and Y_s, Y_e, Y_l are respectively the daily energy costs (include 100 % electric power), daily equipment operating costs (includes 99.4 % repair parts and 0.6 % lubrication) and labor operating cost.

Distribution of different parts of operation costs have been presented in Figure 36 and Figure 37.

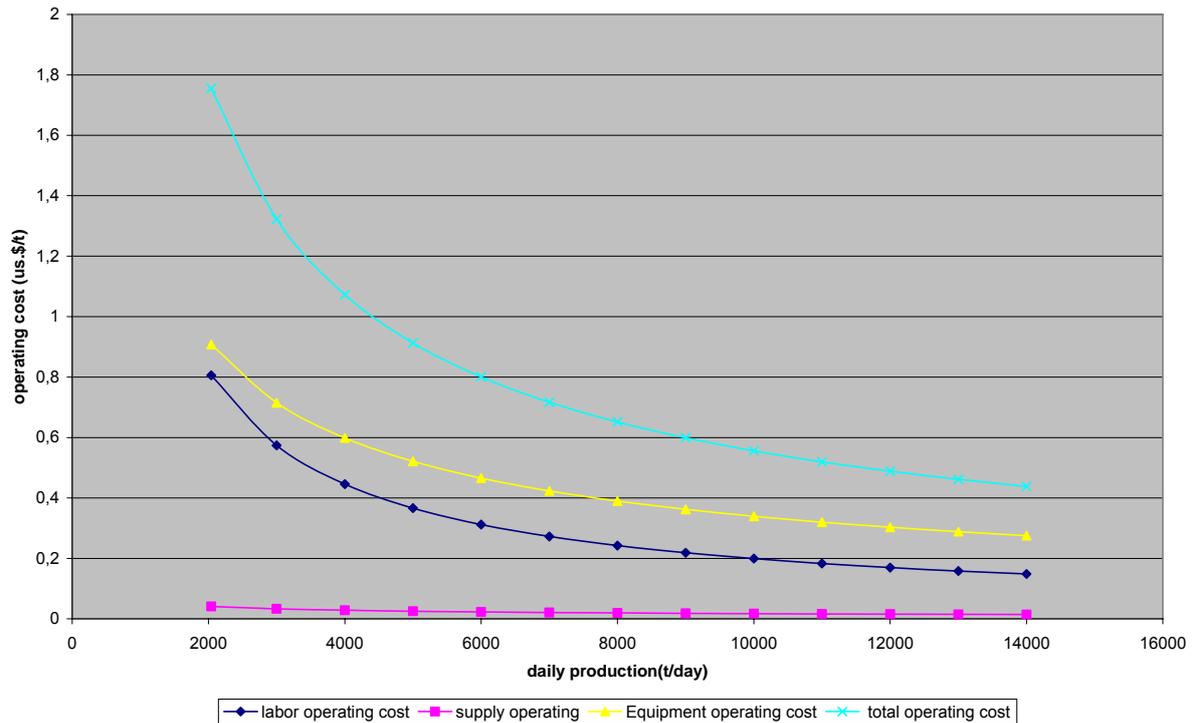


Figure 36 Operating cost for aerial tramway upon daily mine production

To determine costs for different material density, tramway length and slopes, multiply the costs obtained from mentioned equations by the following factors (equations 61 to 63).

Equation 61 $F_l = 0.113 * L + 0.660$

Equation 62 $F_s = 0.157 * L + 0.528$

Equation 63 $F_e = 1.278 + 0.226 * L + 0.00003 * D$

Where, L is slope length (in kilometres), D is material density (based on kg/m³), F_l, F_s and F_e are respectively the modified factors for labor, supply and equipment operating costs [22], [68] to [81].

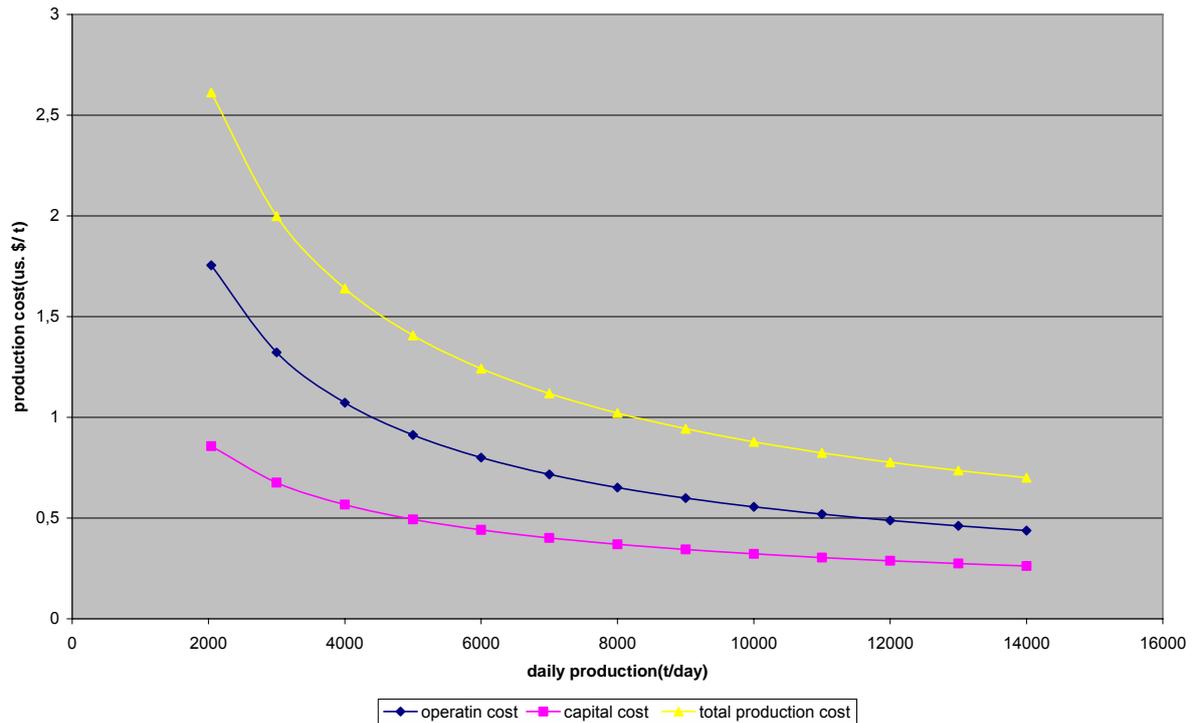


Figure 37 Production cost for aerial tramway upon daily mine production

8.2.7 Cost Estimation for Scrapers

Any calculation of capital costs is upon operating three shifts per day and Presented curves and equations are valid for production rate from 2000 to 250000 tones per day The base curves and equations are based on a one-way haul of 900 meter on a level grade include 6 % rolling resistance in the operating zone and bulk density of materials is 2200 kg/m³.

Total capital costs would be calculated according to daily production through equation 64.

$$\text{Equation 64 } Y_c = 1950.766 * x^{0.761} * A$$

Where, x is daily production of mine, A is the rate of costs indices of considered year to costs indices of relevant year 1984 and Y_c is total capital costs.

Distribution of different parts of capital costs has been presented in Table 46 and Figure 38.

To determine costs for different hauling distance and slopes, multiply the costs obtained from mentioned equations by the following factor (equation 65).

$$\text{Equation 65 } F_c = 0,064 * L^{0.403} * G^{1.620}$$

Where, L is slope length (in kilometres), G is grade factor (calculated from equation 66) and F_c is the modified factor of capital costs.

Equation 66 $G = 1 \pm (\text{percent of grade}/100)$

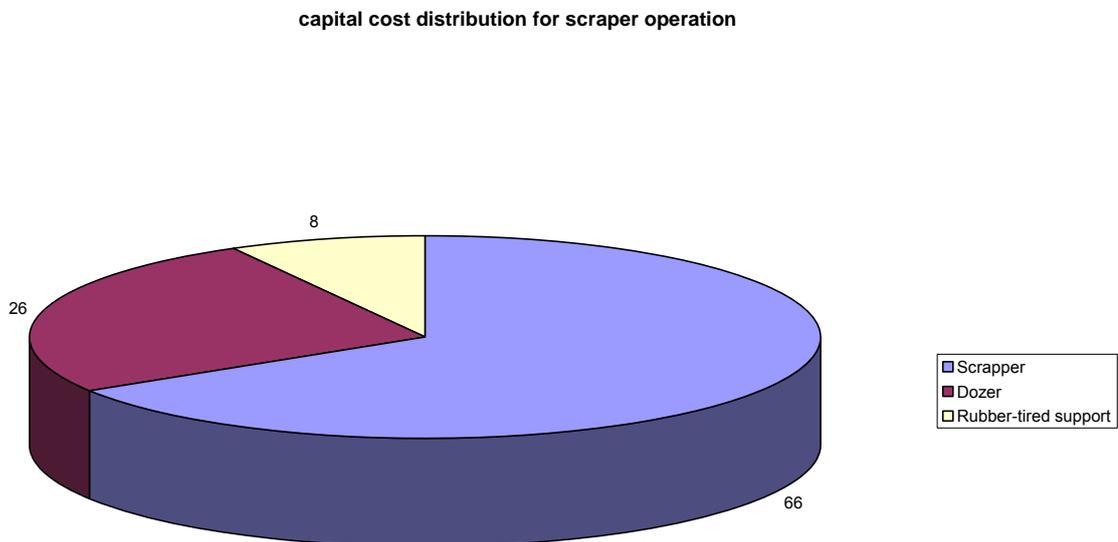


Figure 38 Distribution of capital costs for scraper upon type of equipment

Table 46 Capital cost distribution for scraper upon type of equipment

Equipment type	Share of costs (%)
Scrapers	66
Pit equipment (crawler dozer)	26
Road equipment (graders, water trucks and pickup trucks	8

The operating costs include two costs sections (labor operating costs and equipment operating costs) for which it is possible to calculate upon daily production rate through equations 67 and 68.

Equation 67 $Y_e = 0,602 * x^{0.0747} * A$

Equation 68 $Y_l = 3.81 * x^{-0.265} * A$

Where, x is daily production of mine (waste and ore), A is the rate of costs indices of considered year to costs indices of relevant year 1984, Y_l and Y_e are respectively the daily labor operating cost (Table 47 and Table 48) and equipment operating costs (Table 49 and Table 50).

Distributions of different parts of operating costs have been presented in Table 47 to Table 50 and Figure 39 to Figure 41.

Table 47 Distribution of operating labor cost for scraper

Cost type	Share of cost (%)
Direct labor costs	47
Maintenance labor costs	53

Table 48 Distribution of direct labor cost for scraper

Relatively cost	Share of costs (%)
Scraper operator	58
Dozer operator	32
Support equipments operator	10

Table 49 Distribution of equipment operating cost for scraper upon type of equipment

Relatively cost	Share of costs (%)
Scraper	71
Dozer	24
Support equipments	5

operatin cost up on equipment(in scrapper operation)

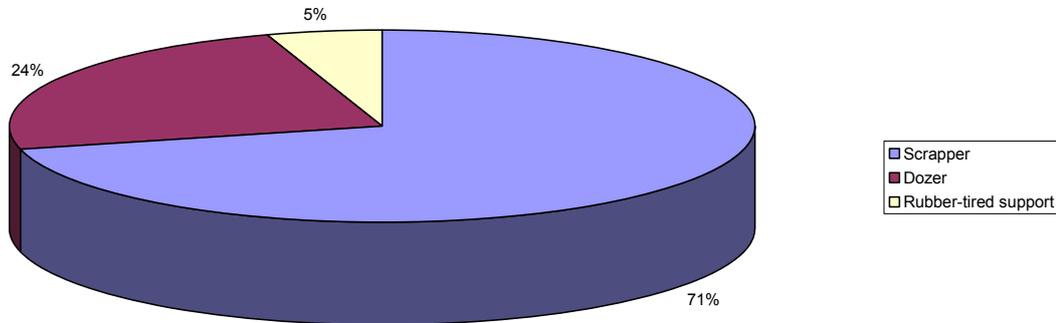


Figure 39 Distribution of equipment operating cost for scraper upon type of equipment

Table 50 Distribution of equipment operating cost for scraper

Equipment type	Repair parts (%)	Fuel and lube (%)	Tires (%)
Scraper	38	47	15
Dozer	53	47	-
Support equipments	36	52	12

To determine costs for different hauling distance and slopes, multiply the costs obtained from mentioned equations by the following factors (equations 69 and 70).

Equation 69 $F_l = 0.0865 * L^{0.359} * G^{1.530}$

Equation 70 $F_e = 0.0641 * L^{0.403} * G^{1.62}$

Where, L is slope length (in kilometres), G is grade factor (calculated from equation 66), F_l and F_e are respectively the modified factors for labor and equipment operating costs [22], [68] to [81].

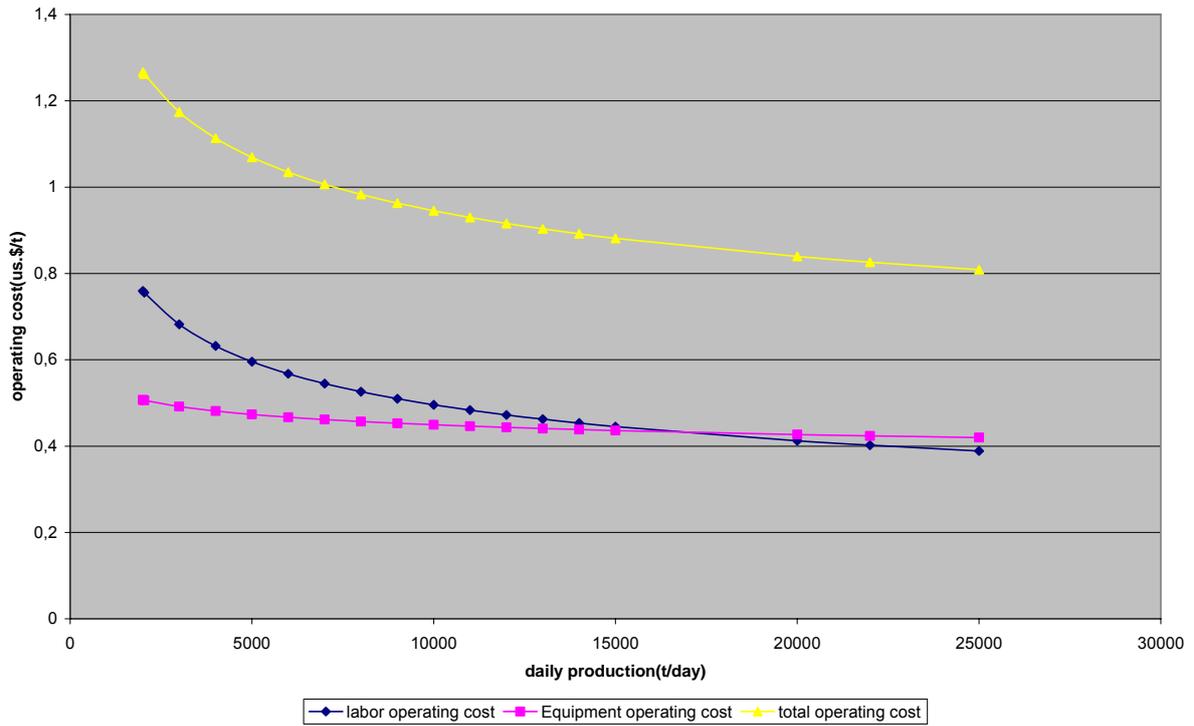


Figure 40 Operating cost for scraper upon daily mine production

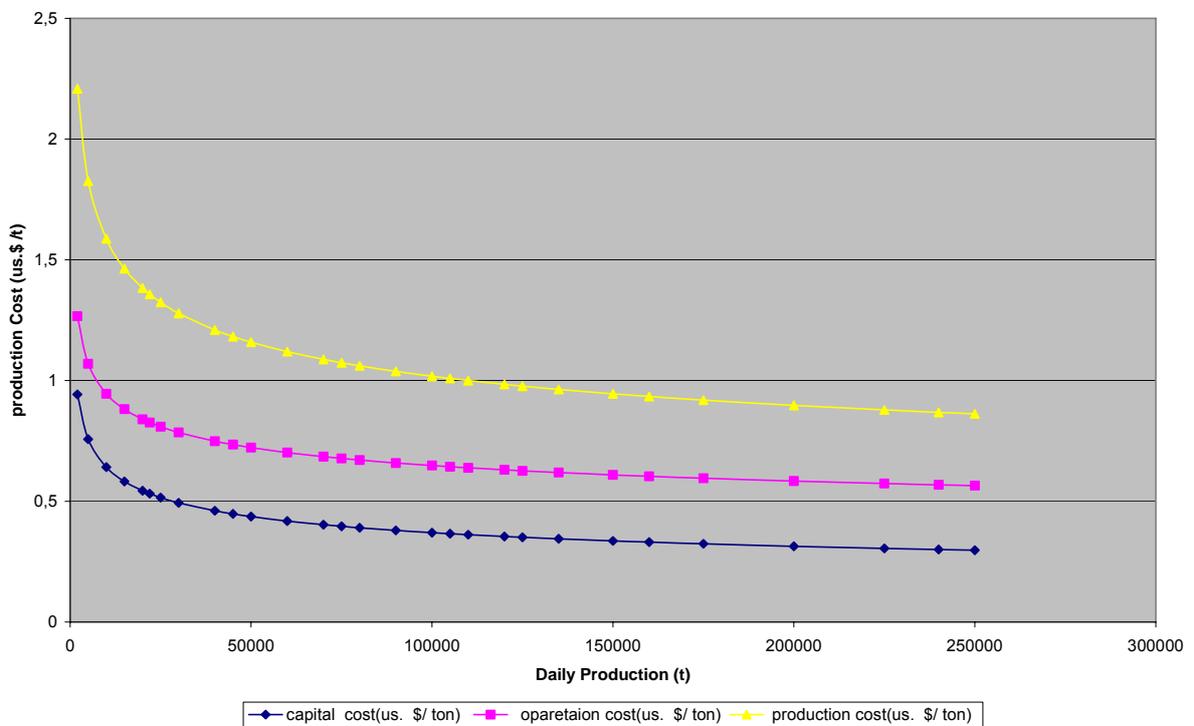


Figure 41 Production cost for scraper upon daily mine production

8.2.8 Cost Estimation for Mobile Crushers

Calculated costs include the primary crusher, discharge conveyor and feed hopper. Any calculation of capital costs is upon operating three shifts per day and Presented curves and equations are valid for production rate from 17600 to 79000 tones per day.

The base curves and equations are based on a direct dumping of the ore into the crusher and hauled with the crusher discharge conveyor, an open side setting of 17.78 cm and the ore has a hardness index of 14.3 kWh/t.

Total capital costs are possible to be calculated according to daily production through equations 71 to 77.

$$\text{Equation 71 } Y_c = 2532.149 * x^{0.697} * A$$

$$\text{Equation 72 } Y_{ss} = 5.064 * x^{0.697} * A$$

$$\text{Equation 73 } Y_{es} = 2446.056 * x^{0.697} * A$$

$$\text{Equation 74 } Y_{ls} = 81.029 * x^{0.697} * A$$

$$\text{Equation 75 } Y_{sl} = 873.591 * x^{0.697} * A$$

$$\text{Equation 76 } Y_{el} = 873.591 * x^{0.697} * A$$

$$\text{Equation 77 } Y_{el} = 1509.161 * x^{0.697} * A$$

Where, x is daily production of mine, A is the rate of costs indices of considered year to costs indices of relevant year 1984 and Y_c is total capital costs. Y_{ss} , Y_{es} and Y_{ls} are respectively installation supply cost, equipment purchases and installation labor costs in small capacities. Y_{sl} , Y_{el} and Y_{ll} Y_{ls} are respectively installation supply cost, equipment purchases and installation labor costs in large capacities.

Distribution of different parts of capital costs has been presented in Table 51 and Figure 42.

To adjust costs for different open-side setting and hardness index, multiply the costs obtained from mentioned equations by the following factor (equation 78).

$$\text{Equation 78 } F_c = 0.1545 / I^{-0.702} + 120 * S^{0.734}$$

Where, S is open-side setting (in centimetres), I is hardness index (in kilowatt hours per ton) and F_c is the modified factor of capital costs.

Table 51 Capital cost distributions for mobile crusher

Relatively cost (%)	Small (17600-35000 tons per day)	Large (35000-79000 tons per day)
Construction labor cost	3.2	5.9
Construction supply cost	0.2	34.5
Purchased equipment cost	83.8	58.2
Transportation cost	12.8	1.4

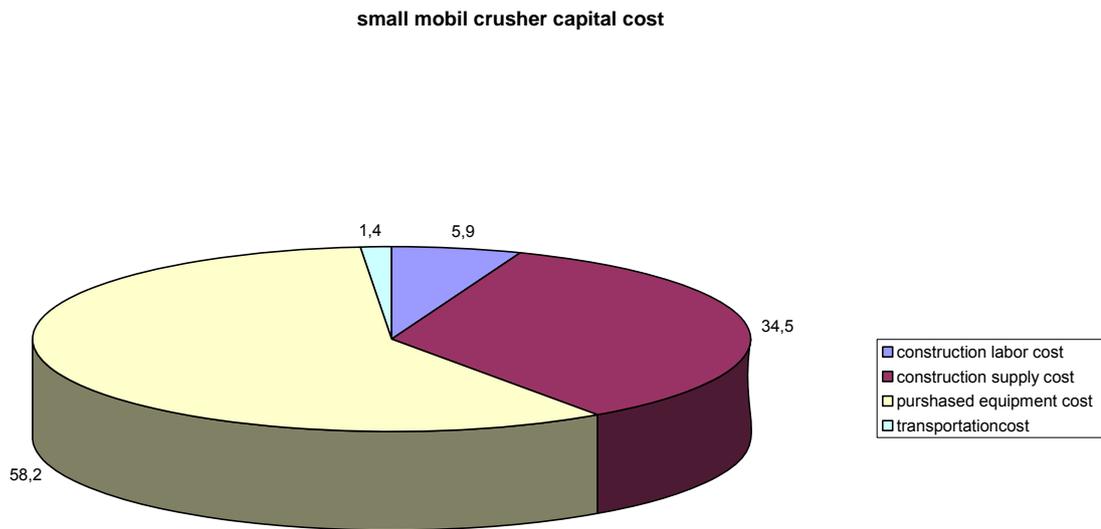


Figure 42 Capital cost distributions for mobile crusher

To adjust cost according to type and location of feeder multiply the costs obtained from mentioned equations by the following factors (equations 79 to 82).

- In case the feeding of crusher with a fixed angle Apron feeder from upper bench

Equation 79 For small capacities $F_c = 1.22$

Equation 80 For small capacities $F_c = 1.52$

- In case the feeding of crusher with a fixed angle Apron feeder from same bench

Equation 81 $F_c = 0.217 * x^{0.188}$

- In case the feeding of crusher with a variable angle Apron feeder from same bench

Equation 82 $F_c = 0.109 * x^{0.266}$

The operating costs include three costs sections (labor operating costs, supply operating costs and equipment operating costs) for which it is possible to calculate upon daily production rate through equations 83 to 85.

Equation 83 $Y_s = 0.008 * x * A$

Equation 84 $Y_e = 0.087 * x^{0.878} * A$

Equation 85 $Y_l = 79.988 * x^{0.248} * A$

Where, x is daily production of mine (waste and ore), A is the rate of costs indices of considered year to costs indices of relevant year 1984 and Y_s , Y_e , Y_l are respectively the daily supply costs, equipment operating costs and labor operating costs. Distribution of different parts of operating costs has been presented in Table 52 to Table 54 and Figure 43 and Figure 44.

Table 52 Distribution of operating costs for mobile crusher

Cost type	Share of cost (%)
Labor operating cost	46
Supply operating cost	14
Equipment operating cost	40

operating cost distribution for mobil crusher

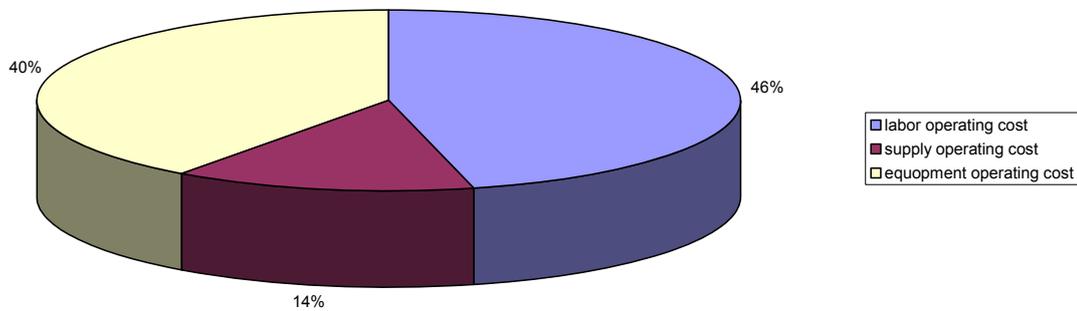


Figure 43 Distribution of operating costs for mobile crusher

To adjust costs for different open-side setting and hardness index, multiply the costs obtained from mentioned equations by the following factors (equations 86 to 88).

$$\text{Equation 86 } F_l = 0,993*(14,300/l)^{-0,251} + (S/17.78)^{-0,174}$$

$$\text{Equation 87 } F_s = 1,004*(14,300/l)^{-0,244} + (S/17.78)^{-0,230}$$

$$\text{Equation 88 } F_e = 1,002*(14,300/l)^{-0,878} + (S/1.78)^{-0,646}$$

Table 53 Distribution of labor operating cost for mobile crusher

Cost type	Share of cost (%)
Direct labor cost	36
Maintenance labor cost	64

To adjust operating cost according to type and location of feeder multiply the costs obtained from mentioned equations by the following factors (equations 89 to 97).

- In case the feeding of crusher with a fixed angle Apron feeder from upper bench

Equation 89 $F_s = 0.003 * x^{0.583}$

Equation 90 $F_e = 0.0004 * x^{0.762}$

Equation 91 $F_l = 1.22$

- In case the feeding of crusher with a fixed angle Apron feeder from same bench

Equation 92 $F_s = 0.078 * x^{0.287}$

Equation 93 $F_e = 0.0004 * x^{0.762}$

Equation 94 $F_l = 1.22$

- In case the feeding of crusher with a variable angle Apron feeder from same bench

Equation 95 $F_s = 2.06$

Equation 96 $F_e = 0.0004 * x^{0.763}$

Equation 97 $F_l = 1.35$

Where, x is mine production, S is open-side setting (in centimetres), I is hardness index (in kilowatt hours per ton) and F_l , F_s and F_e are respectively the modified factors for labor, supply and equipment operating costs [68] to [81] & [83].

Table 54 Distribution of equipment operating cost for mobile crusher

Cost type	Share of cost (%)
Repair parts and maintenance	95.5
Lubrication	4.5

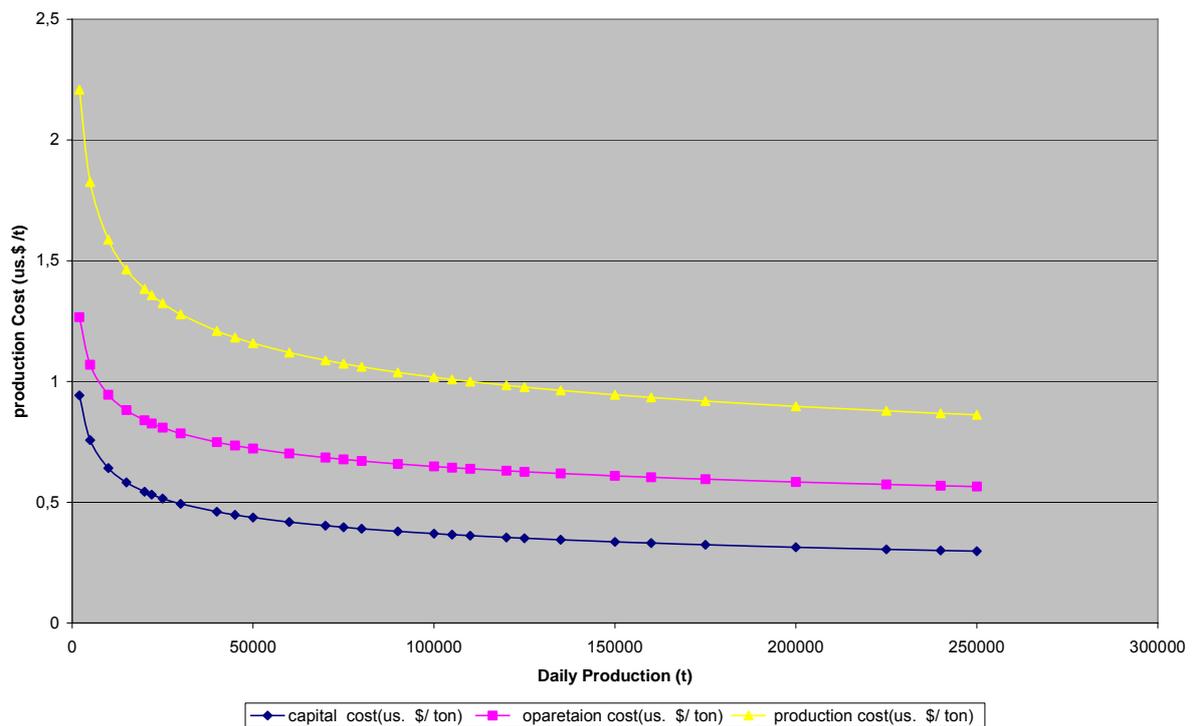


Figure 44 Operating cost for mobile crusher upon daily mine production

9 Estimation and Calculation of Size and Number of Loading and Haulage Equipments

The presented algorithm includes of any calculations for selecting of loading equipment (including of loader, power shovel and hydraulic shovel) and haulage equipment (truck) and also relevant costs of them.

At the time of preparing this algorithm, we tried to benefit from practical and experimental values of machinery. Since in some cases there are no accesses to relevant details of systems, an estimation method is presented for selection of equipment and also calculation of relevant costs in addition to submission of exact calculations.

9.1 Estimation of Size and Number of Loading and Haulage Equipments

In order to estimate the size and number of loading and haulage equipments we may benefit from equations 98 to 101.

$$\text{Equation 98 } S = 0.13 * T^{0.4}$$

$$\text{Equation 99 } N_s = 0.007 * T^{0.8} / S$$

$$\text{Equation 100 } t = 8 * S^{1.1}$$

$$\text{Equation 101 } N_t = 0.20 * T^{0.8} / t$$

Where, T is daily mine production based on small ton, S is optimum size of shovel, N_s is number of required shovel, t is truck size and N_t is number of required trucks.

9.2 Calculation of Size and Required Number of Loaders

It is possible to calculate production rate of system (in tone per hour) by equation 102.

$$\text{Equation 102 } P = N_c * LD * C_b * F_f * E$$

Where, N_c is hourly loading cycle numbers, LD is loose material density, C_b is bucket capacity, F_f is bucket fill factor and E is output efficiency.

It is possible to benefit from Table 55 for selection of filling factor of loader bucket with regard to type of loading materials.

Table 55 Loader fill factor [80]

Materials type	Fill factor [%]
Mixed soils, wet	100–120
Rock and compact soils ,mixed	100–130
Good blasted rock	90–110
Average rocks ,boulders	60–90
Broken Material	85–100
Sand, gravel, dry	85–95
Sand, gravel, wet	90–110
Heavy clay	70–90
Clayey sand , wet	80–100

In equation 105, we may benefit from Table 71 for determining of output efficiency with regard to management and also operating conditions. Also it is possible to calculate output efficiency (utilization and availability) through Table 56 and Figure 52.

Table 56 Typical working hours and production data

Calendar days	Total days	365 days
Less idle time	weekends	104 days
	mine shutdown	0 days
	public holidays	11 days
	scheduled ordinary time	250 days / year
scheduled time per day	repair/ unscheduled time	-days
	hours per shift	8 hours
	shifts per day	3 per day
	scheduled time per day	24 hours / day
scheduled hours	scheduled hours	6000 hours
	mechanical availability	75 percent
less maintenance	planned maintenance	750 hours /year
	unplanned maintenance	750 hours /year
	other	hours /year
	subtotal maintenance(repair hours)	1500 hours /year
available hours	available hours	4500 hours /year
	(equivalent to)	562,5 shifts /year
less standby	weather(approx. 5 day / year)	120 hours /year
	industrial	360 hours /year
	no operator(assume Nil)	- hours /year
	conveyor moves	- hours /year
	not required	- hours /year
	no power	- hours /year
	await supporting equipment	- hours /year
	meal break (40 minute / shift)	375 hours /year
	shift change (20 minute/ shift)	188 hours /year
	preshift service (5 minute/ shift)	63 hours /year
	subtotal standby time	1106 hours /year
operating hours	operating time	3394 hours /year
	Utilization	75%
less work delay	fuel and service(5 minute/ shift)	63 hours /year
	dead heading	- hours /year
	positioning	- hours /year
	minor delay	331hours /year

	delay hours	394hours /year
operating hours	work time	3000hours /year
	work delay	88%

In addition, we can obtain the materials density by the use of Table 67. Following is the loader cycle time:

- Filling of bucket
- Manoeuvring with loaded bucket
- Materials dumping
- Manoeuvring with empty bucket

With regard to the present experiences, it is possible to obtain loader cycle time according to the power of loader from Table 57.

Table 57 Loader cycle time

Loader power [kW]	Cycle time[min] (t_1)
To 48	0.40
48–112	0.45
112–186	0.50
over186	0.55

Assumptions:

Loading materials are class 3

Additional loading height from 30- 70 percent

Good ground conditions

More trained operator

Regarding all theories about Table 57, we should benefit from modifications of relevant amounts in accordance with Table 58 to Table61.

Table 58 Time allowance because of operating bench height [80]

Bench height [% bench height]	Allowance time [min] (t_2)
< 30	> 0,05
> 70	> 0,05

Table 59 Time allowance because of loaded materials type [80]

Earth class	Designation	Description	Allowance time [min] (t_3)
Class 1	Surface soil	Highest layer of the soil, contains humus and organic soil(surface soil)	---
Class 2	Loose free running materials	Soil with relatively high water content, from liquid to soft consistency, water is delivered only heavily	---
Class 3	Easily excavate able soil types	Sand and gravel soil with small boulder, unconsolidated to weak to consolidated sand, gravel and sand gravel mixtures, organic soil types with small water content (peat)	----
Class 4	Moderate excavate able soil types	Compacted earth types with easier to middle plasticity, with small boulder (< 30% with a size of over 63 mm)	to 0.05
Class 5	difficulty excavate able soil types	soils with classes 3 and 4, however with large stone boulder (30% with a size of over 63 mm)	> 0.10
Class 6	Easy excavated rock and comparable soil types	Rocky soil, however fragile, fissured, softly or weathered as well as similarly into one another solidified soil types	No loader Operation
Class 7	Hard excavate able rocks	Rocky soil with a firm structure, a little fissured, fragile or weathers	No loader Operation

Finally it is possible to calculate actual cycle time by the use of equation 103.

$$\text{Equation 103 } T_t = t_1 + t_2 + t_3 + t_4 + t_5$$

Where, T_t is cycle time and t_1, t_2, t_3, t_4, t_5 are regarding the calculated cycle time.

It is possible to calculate number of required cycles per hour by the use of equation 104.

Equation 104 $N_c = T_e / T_t$

Where, N_c is hourly required cycle numbers, T_e is effective working time per hour and T_t is actual cycle time.

For obtaining the bucket load in every cycle it is possible to benefit from equation 105.

Equation 105 $C_L = P_h / N_c$

Where, C_L is bucket load per cycle, P_h is required hourly production rate and N_c is hourly cycle numbers

For obtaining the required hourly production rate we may use equation 106 with regard to output efficiency.

Equation 106 $P_h = (P_y / H_y) * E$

Where, P_h is required hourly production rate, H_y is yearly working hours and E is output efficiency (according to Table 1).

In order to have the size of bucket in each cycle we may use equation 107.

Equation 107 $C_b = C_L / F_f$

Where, C_L is bucket load per cycle and F_f is bucket fill factor.

Table 60 Time allowance because of ground conditions [80]

Ground conditions	Allowance time [min] (t_4)
Very well, firm ground, evenly and drying, good traction, no tire penetration	---
Well, firm ground, unevenly, good traction, no tire penetration	0.05
Middle, soft ground, unevenly, rolling, middle traction, tire penetration to 10 cm	0.10
Badly, very soft ground, unevenly with stones, small traction, tire penetration over 10 cm	0.15

Table 61 Time allowance because of dump conditions [80]

Dump conditions	Allowance time [min] (t_5)
Very well, on waste dump, over edge, swing angle 40-60°, without manoeuvring	---
Well, loading suitable transportation equipments swing angle 60-90°, sufficient manoeuvring range	0.05
With difficulty, loading to large or to small transportation equipments, large unloading height (silo, funnel), careful unloading (strange transport vehicle), turning angles over 90°, accurate and/or close manoeuvring	0.10

9.3 Calculation of Size and Required Number of Hydraulic Shovel

Production rate (cubic meter of loose materials per hour) of hydraulic shovel would be obtained from equation 108.

$$\text{Equation 108 } P_h = N_c * C_L$$

Where, P_h is hourly production rate and C_L is bucket load per cycle.

For obtaining the bucket load in every cycle it is possible to benefit from equation 109.

$$\text{Equation 109 } C_L = C_b * F_f$$

Where, C_b is size of bucket and F_f is bucket fill factor (Table 68) With regard to the present experiences, it is possible to obtain shovel cycle time according to the power of shovel from Table 63.

Table 62 Hydraulic shovel fill factor [80]

Material	Fill factor [%]
Mixed soils, wet	110–130
Rock and compact soils ,mixed	90–120
Good blasted rock	75–90
Average rocks ,boulders	50–70
broken Material	80–95
Sand, gravel, dry	85–95
Sand, gravel, wet	90–110
Heavy clay	80–100
Clayey sand ,wet	100–120

Table 63 Hydraulic shovel cycle time [80]

Design	power [kW]	Base cycle time [min] (t_1)
Backhoe	to 110	0,25
	110–260	0,30
	over 260	0,35
Shovel	-	0,35

Assumptions:

Loading materials are class 3

Additional loading height to 2 meter

Swing angle from 30 to 60 degrees

More trained operator

Regarding all assumptions about Table 63, that should be benefit from modifications of relevant amounts in accordance with Table 64 to Table 66. Finally it is possible to calculate actual cycle time by the use of equation 110.

$$\text{Equation 110 } T_t = t_1 + t_2 + t_3 + t_4$$

Where, T_t is actual cycle time, t_1 is obtained time from Table 63 and t_2, t_3, t_4 are addition time because of operating height, material type and dumping conditions. Regarding the calculated cycle time, it is possible to calculate number of required cycles per hour by the use of equation 111.

$$\text{Equation 111 } N_c = T_e / T_t$$

Where, N_c is hourly required cycle numbers (minute), T_e is effective working time per hour (minute) and T_t is actual cycle time.

Table 64 Time allowance because of operating bench height [79], [80]

Operating height [m]	Allowance time [min] (t_2)
To 2,0	0,00
To 4,0	0,03
To 6,0	0,06
To 8,0	0,09
To 10,0	0,12

Table 65 Time allowance because of loaded materials type [79], [80]

Earth class	Allowance time [min] (t_3)			
	Narrow spoon	Middle spoon	Large spoon	Shovel bucket
3	0,00	0,00	0,0	0,00
4	0,00	0,02	0,03	0,03
5	0,02	0,04	0,06	0,06
6	0,04	0,06	0,10	0,10
7	---	---	---	---

Table 66 Time allowance because of dump conditions [80]

Dump conditions	Allowance time [min] (t_4)
Very well, lateral suspending, no exact unloading necessarily, angle of swing 30 - 60°	0.00
Well, truck loading, suitable size, large task funnels, swing angle 60 - 90	0.03
With difficulty, careful or purposeful unloading necessarily, angle of swing 90 - 180°	0.06

For obtaining the bucket load in every cycle it is possible to benefit from equation 112.

$$\text{Equation 112 } C_L = P_h / N_c$$

Where, C_L is bucket load per cycle, P_h is required hourly production and N_c is hourly cycle numbers.

For obtaining the required hourly production rate we may use equation 113 with regard to output efficiency.

$$\text{Equation 113 } P_h = (P_y / H_y) * E$$

Where, P_h is required hourly production rate, H_y is yearly working hours and E is output efficiency (according to Table 1).

In order to have the size of bucket in each cycle we may use equation 114.

$$\text{Equation 114 } C_b = C_L / F_f$$

Where, C_L is bucket load per cycle and F_f is bucket fill factor.

For selection of bucket fill factor that should be used the relevant values in Table 68 with regard to the type of loading materials.

9.4 Calculation of Size and Required Number of Power Shovel

Power shovel is a machine for more explanation of selection method as a sample excavator. Although there is a competition between power shovel and front-end

loader, dragline, hydraulic shovel and other loading machines, but up to now it is considered as a working horse in surface mining industry. For this reason, all its executive data have been published with a high great of measuring which make it possible to have an exact selection.

Followings are some important considerations at the time of selecting the process:

- *Nominal capacity or production*: power shovels would be classified according to their nominal capacity in accordance with m^3/hr . This is in compliance with the bucket size, type of materials, working time, difficulty of digging, type of haulage machine and working conditions. Generally all mentioned measures for the capacity of loaders are useful for bank (solid) materials. But in dealing with haulage systems, the applied capacity is the amounts of loose (broken) materials after excavation. It is possible to benefit from following estimated specific weights for soil or rocks on bank ore loose basis (Table 67).

Table 67 Specific weight for different rocks based on bank and loose conditions [80]

Rock	specific weight (bank)	Swelling (%)	specific weight (loos)
	[t/m ³]		[t/m ³]
Andesit	2650	65	1610
Basalt	2900	65	1710
Clay- gravel, wet	1850	20	1540
Clay, wet	2050	25	1640
Clay, dry	1800	25	1440
Coal	1300	63	0.80
Diabas	2950	65	1790
Diorite	2950	65	1790
Dolomite	2400	60	1500
Gabbros	2950	65	1790
Gypsum	2200	55	1420
Gneiss	2800	60	1750
Granite	2650	65	1610
Granodiorit	2650	65	1610
Greywacke	2650	60	1650
Gravel, dry	1700	12	1420
Gravel, wet	2100	12	1870
Limestone	2500	60	1560
Marble	2700	12	1790
Quartzite	2700	65	1640
Rhyoloth	2500	65	1520
Sand, dry	1600	12	1430
Sand, wet	2050	12	1830
Sand-clay, dry	1700	25	1360
Sand-clay, wet	2000	25	1600
Sand-gravel, dry	1900	12	1700
Sand-gravel, wet	2100	12	1880
Sandstone	2400	65	1600
Shale	2650	60	1660
Slate	2800	60	1750
Soil	1350	40	0.960

Table 68 is about nominal capacity of shovels with small shovels of 3 to 35 cubic meters, which may be applied, for loading in surface mining.

- *Operating factors*: The obtained capacities from Table 68 should be in compliance with real conditions. These modifications should be applied only for three factors of working time, operating conditions and difficulty of digging which have been assumed ideal in the said Table.

Table 68 Shovel cycle times (t_1 sec) [4], [79], [80]

Bucket Capacity (yd ³)	Bucket capacity (m ³)	Digging conditions			
		E	M	M-H	H
4	3	18	23	28	32
5	4	20	25	29	33
6	5	21	26	30	34
7	5,5	21	26	30	34
8	6	22	27	31	35
10	8	23	28	32	36
12	9	24	29	32	37
15	11,5	26	30	33	38
20	15	27	32	35	40
25	19	29	34	37	42
45	35	30	36	40	45
<i>Average fill factor</i>		<i>0.95-1.00</i>	<i>0.85 – 0.90</i>	<i>0.80 – 0.85</i>	<i>0.75 – 0.80</i>

E: Easy digging, loose, free-running material; e.g., sand, small gravel

M: Medium digging, partially consolidated materials; e.g., clayey gravel, packet earth, clay, anthracite, etc.

M-H: Medium- hard digging; e.g., well blasted limestone's, heavy wet clay, weaker ores, gravel with large boulders, etc.

H: Hard digging – materials that require heavy blasting and tough plastic clays; e.g., granite, strong limestone, taconite, strong ores, etc.

- *Working time*: Working time or real application time could be reduced basically according to % 100 of available time. All necessary decisions would be made according to the managerial and working conditions (according to Table 69 to Table 71) [4], [79], [80].

Table 69 Shovel availability upon operation conditions [4], [79], [80]

Availability conditions	Actual time
Favourable	7 hr / shift, 55 min / hr
Average	7 hr / shift, 50 min / hr
Poor	7 hr / shift, 40min / hr

Table 70 Availability in different surface mining methods [4], [79], [80]

Mining method	Availability (%)
Strip mining	75
Open pit mining	85
Sand and gravel pits	90
Dimensional stone quarries	95

Table 71 Shovel and loader operating efficiency [4], [79], [80]

Operation Conditions	Management Conditions			
	Excellent	Good	Fair	Poor
Excellent	0,83	0,80	0,77	0,70
Good	0,76	0,73	0,70	0,64
Fair	0,72	0,69	0,66	0,60
Poor	0,63	0,61	0,59	0,54

- *Operating conditions*: Operating conditions are reflecting different executive factors such as swing angel, digging depth or height of bench, bucket fill factor (the portion of bucket volume actually utilized during normal operation) and loading conditions. Since all mentioned values in Table 68 are assumed as ideal, it is necessary to use from correct coefficients in compliance with Table 72 for presenting of real amounts.

Table 72 Bench and swing angle correction [4], [79], [80]

Angle of swing (degrees)	45	60	75	90	120	150	180
Swing factor (F_s)	0.83	0.91	0.95	1.00	1,1	1,19	1,3
Optimum digging depth (%)	40	60	80	100	-	-	-
Correction factor (F_h)	1,25	1,1	1,02	1.00	-	-	-

Finally for selecting a suitable size of power shovel, the following experimental equation (equation 115) for an estimated amount should be used.

$$\text{Equation 115 } \textit{Shovel bucket size (yd}^3\text{)} = T^{0.4} * 0.3$$

Where, T is daily production according to small tone.

The size of shovel which is selected really should be equal or more than calculated amounts by equation 115.

Production rate of hydraulic shovel (cubic meter of loose materials per hour) would be obtained from equation 116.

$$\text{Equation 116 } P_h = N_c * C_L$$

Where, P_h is hourly production rate and C_L is bucket load per cycle.

For obtaining the bucket load in every cycle it is possible to benefit from equation 117.

$$\text{Equation 117 } C_L = C_b * F_f$$

With regard to the present experiences, it is possible to obtain shovel cycle time according to the capacity of shovel from Table 68Table 68.

It is possible to calculate actual cycle time by the use of equation 118.

$$\text{Equation 118 } T_t = t_f * F_s * F_h$$

Where, T_t is actual cycle time, t_1 is obtained time from Table 79, F_s and F_h are respectively modified factors because of swing angle and operating height.

Regarding the calculated cycle time, it is possible to calculate number of required cycles per hour by the use of equation 119.

$$\text{Equation 119 } N_c = T_e / T_t$$

Where, N_c is hourly required cycle numbers (minute), T_e is effective working time per hour (minute) and T_t is actual cycle time.

For obtaining the bucket load in every cycle it is possible to benefit from equation 120.

$$\text{Equation 120 } C_L = P_h / N_c$$

Where, C_L is bucket load per cycle, P_h is required hourly production and N_c is hourly cycle numbers.

For obtaining the required hourly production rate we may use equation 121 with regard to output efficiency.

$$\text{Equation 121 } P_h = (P_y / H_y) * E$$

Where, P_h is required hourly production rate, H_y is yearly working hours and E is output efficiency (according to Table 71).

In order to have the size of bucket in each cycle we may use equation 122.

$$\text{Equation 122 } C_b = C_L / F_f$$

Where, C_L is bucket load per cycle and F_f is bucket fill factor.

For selection of bucket fill factor we may use the relevant values in Table 68 with regard to the type of loading materials [4], [79], [80].

9.5 Calculation of Size and Required Number of Trucks

Here truck is being selected as the haulage equipment in open pit and strip mining. This is because of their applications more than conveyors, scrapers, dozers and other haulage equipments along with enough executive information like power shovel. For selecting the size of truck for use with a particular excavator following consideration must be noted:

- *Truck size*: Truck capacity is generally calculated for prevention from additional load instead of volume in accordance with the weight. All mentioned volume amounts are in accordance with the volume of loose materials. There are different standard sizes

between 20 to 350 tones among manufacturing factors. According to the present experiences all small sizes would be applied in underground mines and the average sizes would be applied in small open pit mines and large sizes are applied in large open pit mines.

- *Operating factors*: These are similar to coefficients used for shovels, but with some differences in their description.
- *Working time*: this time or availability is considered similar shovels meaning 50 min/hr and 7hr / shift, unless there is any other special condition.
- *Optimal number of loading swings (for filling the truck)*: This is depending upon the situation of truck beside the shovel and swing angle of it. The rate of optimal capacities of truck or number of loading the shovel for filling the truck has been presented in Table 73.

Table 73 Optimal number of swings used to fill a truck [4], [79], [80]

Haulage distance	Loader	Hydraulic shovel	Power shovel
Short haulage distance (less than 500 meter)	3	5	4
Average haulage distance (less than 1000 meter)	4	7	5
long haulage distance (more than 1000 meter)	5	9	6

- *Fill factor*: The ability to fill the bucket of the excavator will affect the number of passes needed to fill a haulage truck and as mentioned in Table 74.

Table 74 Bucket fill factor upon operating conditions [4], [79], [80]

Loading conditions	Bucket fill factor
Favourable	1.2
Average	0.9
Unfavourable	0.6

- *Haulage cycle time*: It is necessary to estimate special haulage times of a mine in haulage cycle and then the results should be added to each other. Equation 123 is for obtaining the haulage cycle time.

Equation 123 $t = t_{te} + t_{se} + t_l + t_{tl} + t_{wd} + t_{sd} + t_d$

Where, t is the total haulage cycle time and t_{te} is the travel time of empty truck, t_{we} is waiting time of truck beside a shovel, t_{se} is manoeuvre time beside a shovel, t_l is loading time, t_{tl} is travel time of a loaded truck, t_{wd} is waiting time of truck in dump area (according to the experiences it is different from 0.5 to 0.8 minutes and This time would be considered 1.2 minutes at crusher), t_{sd} is manoeuvre time of truck in dump area and t_d is dumping time (all mentioned times are according to seconds).

It is possible to estimate waiting, manoeuvre and dump times. When it is possible to calculate loading and travel times of selected equipment, the waiting and dumping times would be generally estimated according to the operating conditions. Following times are for trucks (Table 75). But in order to have travel times, it is necessary to have relevant information about speed specifications, power of truck and the length and profile of hauling roads. Since all specifications of truck would be changed in compliance with different machines, here the selection process would be facilitated by the use of time-movement elements which have been determined up to now.

Table 75 Manoeuvre and dump times upon operating conditions

Operating conditions	Manoeuvre time(min)	Dump time (min)
Favourable	0.15	1.00
Average	0.30	1.30
Unfavourable	0.50	1.80

Truck loading time would be obtained from equation 124.

$$\text{Equation 124 } t_l = (N_s - 1) * t_{sl} * + t_{we}$$

Where, t_l is truck loading time, t_{sl} is shovel cycle time, N_s is number of loading swings and t_{we} is waiting time of truck beside a shovel.

Truck travel times (loaded and empty) would be obtained from equations 125 and 126.

$$\text{Equation 125 } T_{tw} (\text{minute}) = (L_h / S_l) * 60$$

$$\text{Equation 126 } T_{te} (\text{minute}) = (L_h / S_e) * 60$$

Where, T_{tw} is travel time for loaded truck, T_{te} is empty truck travel time, L_h is hauling distance, S_l and S_e are respectively speed for loaded and empty truck.

The speed of truck with load and on empty conditions could be obtained from curves that presented by manufacturing factories.

For benefiting from these curves, it is necessary to calculate the total resistance of haul road which is a mathematical adds of rolling resistance (Table 76) and grade resistance of the haul road. Then it is possible to obtain the maximum rate of speed by the use of total resistance out of the mentioned curves [79], [80] .

Table 76 Rolling resistance up on ground conditions of road [80]

Ground conditions	Rolling resistance (% of the total gross mass)
Hard, smooth, fastened road, no tire penetration, concrete, asphalt)	1–2
Firm, smooth road, which deforms under load something (to 2 cm), crushed stone or earth cover	5
Fastened road, with rather soft surface, (tire penetration up to 10 cm)	8
Loose sand or gravel	10
Soft, muddy, deeply rutted	10 – 20
Snow-packed	25 – 45

It is necessary to note that all obtained speeds could be modified with regard to Table 77 and Table 78 out of obtained amounts in relevant calculations (equations 125 and 126).

Table 77 Factors for converting maximum speed to average speed (loaded trucks) [79]

Length of Haul Road Section	Short Level Hauls (150 -300 m)	Unit Starting from Stop	Unit in Motion When Entering Road Section
0 - 107	0.2	0.25 – 0.5	0.5 – 2.00
107 - 229	0.3	0.35 – 0.60	0.60 – 0.75
229 - 457	0.4	0.50 – 0.65	0.70 – 0.80
457 - 762	-	0.60 – 0.75	0.75 – 0.80
762 - 1067	-	0.65 – 0.75	0.80 – 0.85
over 1067	-	0.70 – 0.85	0.80 – 0.90

Table 78 Factors for converting maximum speed to average speed (empty trucks) [79]

Length of Haul Road Section	Favourable Conditions	Average Conditions	Unfavourable Conditions
0 -150 m	0.65	0.60	0.55
Over 150 m	0.85	0.80	0.75

Average speed should be calculated regard to limitation because of road curves from standard Tables and curves, Table 79 and Table 80 are in accordance with average speeds with regard to current situation.

Table 79 Recommended average speeds in loading areas [79]

Loading Areas Conditions	Favourable	Average	Unfavourable
Recommended average Speed (km/h)	16	11.2	6.4

Table 80 Recommended maximum downgrade speeds [79]

Down grades (%)	Recommended maximum downgrade Speed (km/h)
0 - 6	40 - 56
7 - 8	33 - 40
9 - 10	27 - 32
11 - 12	21 - 26
Over 12	<12

After calculation of haulage cycle time it is possible to calculate number of required trucks for each loading equipment through equation 127.

$$\text{Equation 127 } N_t = T_h / (T_l + t_{we})$$

Where, N_t is number of required trucks, T_h is haulage cycle time, T_l is loading cycle time and t_{we} is waiting time of truck beside a shovel.

Production rate of trucks (cubic meter of bank materials per hour) would be obtained from equation 128.

$$\text{Equation 128 } P_h = N_c * C_L * E * F_f$$

Where, P_h is hourly production rate and C_L is bucket load, E is output efficiency and F_f is fill factor (from Table 68).

Regarding the calculated cycle time (through equation 126); it is possible to calculate number of required cycles per hour by the use of equation 132.

$$\text{Equation 129 } N_c = T_e / T_t$$

Where, N_c is hourly required cycle numbers (minute), T_e is effective working time per hour (minute) and T_t is actual cycle time.

For obtaining the truck size it is possible to benefit from equation 130.

$$\text{Equation 130 } S_t = N_s * C_b * F_f$$

Where, S_t is size of truck, N_s is number of loading swings (from or equation 131), C_b is bucket size for shovel and F_f is filling factor.

$$\text{Equation 131 } N_s = C_t / C_b$$

Where, C_b is bucket size for shovel and C_t is volume of truck bucket.

For obtaining the truck load in every cycle it is possible to benefit from equation 132.

$$\text{Equation 132 } T_L = F_f * N_s * C_b * S_{wl}$$

Where, T_L is load of truck, N_s is number of loading swings, C_b is bucket size for shovel, S_{wl} is loose material density and F_f is filling factor.

9.6 Reserve Machines

In order to repair and maintenance the trucks in haulage fleet and prevention from any shortage in production operations, generally we should purchase reserve machines. There is one reserve machine for 5 to 6 simultaneous active machines.

In order to have a suitable adaptation between the shovel and truck, trucks should be selected with capacity of + - %5 calculated load. (When the size of truck is %5 smaller than the load, it is a sign of complete fullness of truck. Of course there is a possibility of additional load in this conditions) [79], [80].

9.7 Simultaneous Situation of Loading and Haulage Equipments

Before ending of selection the loading and haulage equipments, ensuring about simultaneous time of loading and haulage operations should be controlled. This is for ensuring about the following cases:

- 1) *Shovel may not remain waiting for trucks*
- 2) *There will be no more minutes for waiting time of truck*

In case of non-satisfied operations simultaneous, selection of equipment should be modified or the cycle time of them should be changed (travel, waiting and dumping times). After determination of the mentioned times and obtaining knowledge about haulage cycle time, we can control the simultaneous conditions through the equation 133.

$$\text{Equation 133 } t < n (t_l + t_s)$$

Where, n is the number of trucks.

In order to have an equal time conditions, we should have the haulage cycle of a truck (t) lower than required time for loading and waiting of loading and haulage fleet ($n (t_l + t_s)$) [49], [79], [80].

10 Estimation and Calculation of Production Costs for Loading and Haulage Equipments

10.1 Estimation of Production Costs for Loading and Haulage Equipments

In order to estimate operating and production costs of loading and haulage equipment, we may benefit from equations 134 and 135. The considerable point is that costs index of equations 1 and 2 is related to 1988. Therefore, the obtained results have been multiplied in rate of costs indices of considered year to costs indices of relevant year 1988 (This rate is 1.36 for current year).

$$\text{Equation 134 } \textit{Daily loading costs (us. \$)} = 2.67 * T^{0.7} * A$$

$$\text{Equation 135 } \textit{Daily haulage costs (us. \$)} = 18.07 * T^{0.7} * A$$

By the use of equations 136 and 137 it will be possible to calculate capital costs of loading and transportation equipment.

$$\text{Equation 136 } \textit{Loading capital costs (us. \$)} = 2.67 * T^{0.7} * B$$

$$\text{Equation 137 } \textit{Haulage capital costs (us. \$)} = 18.07 * T^{0.7} * B$$

Where, T is daily mine production(based on small tone), S is bucket size of loading equipment, N_s is number of loading equipments, t is size of truck, N_t is number of trucks and A is the rate of costs indices of considered year to costs indices of relevant year 1988 .

The other considerable point is that the index of costs has been assumed as 1400 in estimation of above-mentioned equations. Therefore, the obtained results have been multiplied in B as the costs index of considered year to 1400 (This is 0.803 for current year).

Regarding the daily production rate and also useful lifetime of loading and haulage equipments, we may have output costs according to operating hour and production unit. [44], [45]

10.2 Calculation of Production Costs for Loading and Haulage Equipments

In order to calculate production costs of equipment, we should have these costs in two parts of capital costs (including purchase price of equipments, relevant costs of

depreciation, interest, tax and insurance) and operating costs according to the type of systems including (fuel and energy costs, lubrication costs and filter and ..., Tire costs, relevant costs of repair parts and maintenance, costs of spare parts and labor cost).

10.2.1 Capital Costs

Capital costs include purchase price of equipments, relevant costs of depreciation, interest, tax and insurance and calculated through equations 138 to 142.

Depreciation costs would be obtained from equation 138.

Equation 138 *Depreciation costs (us. \$/hr) = (purchase price–salvage value)/operating life of equipment (hr)*

Relevant costs of interest would be calculated out of equation 139, relevant costs of tax from equation 140 and relevant costs of insurance out of equation 141.

Equation 139 *Interest costs (us. \$/hr) = (average annual investment * interest rate) / yearly operating hour*

Equation 140 *Tax costs (us. \$/hr) = (average annual investment * tax rate) / yearly operating hour*

Equation 141 *Insurance costs (us. \$/hr) = (average annual investment * insurance rate) / yearly operating hour*

Equation 142 would calculate the average annual investment in equations 139 to 141.

Equation 142 *Average annual investment = purchase price * (n+1)/2n*

Where, n is the operating life of equipment according to the year.

In order to obtain working hours of equipment through the operating life, we may benefit from amounts mentioned in Table 81 with regard to their different types.

Table 81 Operating life of mining equipment [36], [45], [79]

Equipment type	Number of Hours		
	Poor Conditions	Average Conditions	Good Conditions
Dozer	18000	25000	35000
Grader	20000	30000	50000
Large front-end loader	20000	30000	45000
Hydraulic excavator(small)	15000	22500	30000
Hydraulic excavator(large)	20000	30000	45000
Scraper	12000	16000	20000
Truck(50 to 100 t)	20000	30000	42000
Truck(large)	30000	45000	60000
Rope shovel	60000	80000	100000
Walking dragline	60000	100000	150000

10.2.2 Operating Costs

Operating costs of equipments upon their types include following items:

- Energy and fuel costs
- Lubrication and filter costs
- Tire costs
- Repair parts and maintenance costs
- Spare part costs
- Labor costs

10.2.2.1 Energy and Fuel Costs

Relevant costs of fuel and energy include the costs of electricity or fuel consumption and for its determination we should benefit from equation 143 for calculation of consumption rate and relevant price.

Equation 143 *Energy or fuel cost (us. \$ /hr) = hourly usage * fuel price*

Hourly usage of energy is according Table 82, or would be calculated out of equation 144.

Equation 144 *Hourly fuel usage (litres) = rated power (kW) * 0.3 * load factor*

Where load factor is according Table 83 upon operating conditions and equipments type.

Table 82 Energy usage for mining equipment [36], [45]

Equipment	Electricity (Energy) Usage
Rope shovel (older, smaller shovels)	0,6 kW per m ³ /h
Rope shovel (newer, larger shovels)	0,35 kW per m ³ /h

Table 83 Load factor for fuel usage calculation [36], [45]

Equipment	Power (kW)	Load Factor , Low Range	Load Factor ,High Range
Tracked dozers	160	0.4 – 0.52	0.67 – 0.83
	276	0.36 – 0.51	0.63 – 0.83
	575	0.36 – 0.41	0.63 – 0.67
Wheel dozer	336	0.40 – 0.45	0.71 – 0.77
Grader	205	0.31 – 0.41	0.62 – 0.72
Hydraulic excavator	287	0.30 – 0.35	0.69 – 0.74
Scraper	366	0.36 – 0.41	0.66 – 0.71
	443	0.35 – 0.43	0.65 – 0.71
	708	0.41 – 0.46	0.72 – 0.77
Rear dump trucks	485	0.18 – 0.26	0.38 – 0.49
	649	0.18 – 0.27	0.38 – 0.50
	962	0.18 – 0.28	0.35 – 0.50
	1272	0.18 – 0.27	0.37 – 0.49
	1534	0.18 – 0.26	0.37 – 0.49
Front-end loaders	280	0.38 – 0.45	0.71 – 0.79
	515	0.35 – 0.39	0.67 – 0.73
	932	0.36 – 0.39	0.68 – 0.74

10.2.2.2 Lubrication and Filter Costs

In order to calculate relevant costs of lubrication and filters which may be explained according to a percentage of fuel costs which is about 20 percent for low-movement equipments and 30 to 40 percent for full-movement equipment such as hydraulic shovel.

Here is considered only 30 percent of fuel consumption in all calculations of this part of costs.

10.2.2.3 Tire Costs

When rubber-tired equipments have been used, the costs of tire would be calculated out of equation 145. The life of tire has been inserted in Table 84 with regard to operating conditions and also type of equipment.

$$\text{Equation 145 } \textit{Tire cost (us. $ /hr)} = \textit{tire price / operating life}$$

Table 84 Tire life for mining equipment upon operation conditions [36], [79]

Equipment	Number of Hours		
	Poor Conditions	Average Conditions	Good Conditions
Large front-end loader	2000	3000	4000
Scraper	2500	3500	5500
Truck	2500	3200	4000

10.2.2.4 Maintenance and Repair Parts Costs

Relevant costs of repair parts and maintenance include of three parts of repair costs, major overhaul costs and maintenance labor costs and would be calculated through equations 146 to 148.

$$\text{Equation 146 } \textit{Repair cost (us. $ /hr)} = \textit{purchased price * repair factor * maintenance factor}$$

Where repair factor has been inserted in Table 85 and maintenance factor is according Table 86.

Major overhaul is generally necessary in a time limit about 10000 working hours for equipment. Relevant costs of major overhaul are in accordance with a percentage of purchase costs and would be calculated by equation 147.

$$\text{Equation 147 } \textit{Major overhaul cost (us. \$ /hr)} = \textit{purchased price} * \textit{relevant percentage} / \textit{period for major overhaul}$$

The percentage of major overhaul and also necessary period for major overhaul has been inserted in Table 85.

Table 85 Typical repair parts and maintenance factors [36]

Equipment	Typical Life (operating hours)	Repair Factor	Major Overhaul (% of capital)	Frequency of Major Overhaul(operating hours)	Maintenance Labor (person-hours per operating hour)
Dozer	22500	0,25*10 ⁻⁴	15	10000	0,4 – 0,7
Front-end-loader	30000	0,30*10 ⁻⁴	15	10000	0,5 – 0,8
Hydraulic excavator	27500	0,25*10 ⁻⁴	15	10000	1,1 – 1,5
Rope shovel (Hard rock)	80000	0,075*10 ⁻⁴	17,5	20000	1,2 – 1,5
Rope shovel(Coal)	100000	0,035*10 ⁻⁴	7,5	20000	1,00 - 1,25
Rear dump truck	45000	0,25*10 ⁻⁴	15	15000	0,5 – 0,8

Table 86 Maintenance factor upon operating conditions [36]

Maintenance and management conditions	Job conditions factor
Good	1,2
Average	1
Poor	0,8

The maintenance labor costs would be calculated by equation 148.

$$\text{Equation 148 } \textit{Maintenance cost (us. \$ /hr)} = \textit{maintenance labor factor} * \textit{labor cost}$$

10.2.2.5 Wear Parts Cost

Wear items include bucket teeth, hoist ropes, drag ropes and dump rope for shovel. The Method of calculation of wear parts is to take the cost of all of the wear items and divided each of them by its estimated life.

10.2.2.6 Labor Costs

Labor costs are typically calculated on an annual basis and would be obtained with regard to insurance, tax and advantages.

10.2.2.7 Total Production Costs

The total production costs include the capital and operating costs. Input and out put data's and calculation methods are illustrate in Figure 45 to Figure 52 and Table 87 to Table 91.

Table 87 Output Summary

Trucks payloads:	[t]
Maximum Trucks load:	[t]
Loader bucket capacity:	[m ³]
Bucket loading mass:	[t]
Number of swings:	
Calculated trucks load:	[t]
Trucks bucket capacity:	[m ³]
Density of loading materials(loose):	[t/m ³]
Volume of loading materials:	[m ³]
Loading cycle:	[s]
Haulage cycle:	[s] , [h]
Trucks type:	
Loader type:	

Table 88 Production data's

Availability	[%],min/h		
Number of needing trucks:	Normal - 1	Normal	Normal +1
Hourly Production: [t]			
Hourly Volume (bulk): [m ³]			
Hourly Volume (loos): [m ³]			

Table 89 Capital Costs

Number of Equipments	Normal -1	Normal	Normal +1
Purchased price: €			
Calculated Depreciation: €			
Calculated Interest: €			
Calculated Taxes: €			
Calculated Insurance: €			
Total Capital Costs: €			

Table 90 Operating Costs

Number of Equipment	Normal -1	Normal	Normal +1
Tire Costs: €			
Fuel or Power Costs: €			
Lubrication Costs: €			
Maintenance and Repair parts : €			
Major Overhaul Costs : €			
Wear Parts : €			
Maintenance Labor Costs : €			
Labor Costs : €			
Total Operation Costs : €			

Table 91 Production Costs

Production rate	pro [t]			pro [h]		
Number of Equipment	Normal -1	Normal	Normal +1	Normal-1	Normal	Normal+1
Capital Costs: €						
Operating Costs: €						
Production Costs: €						

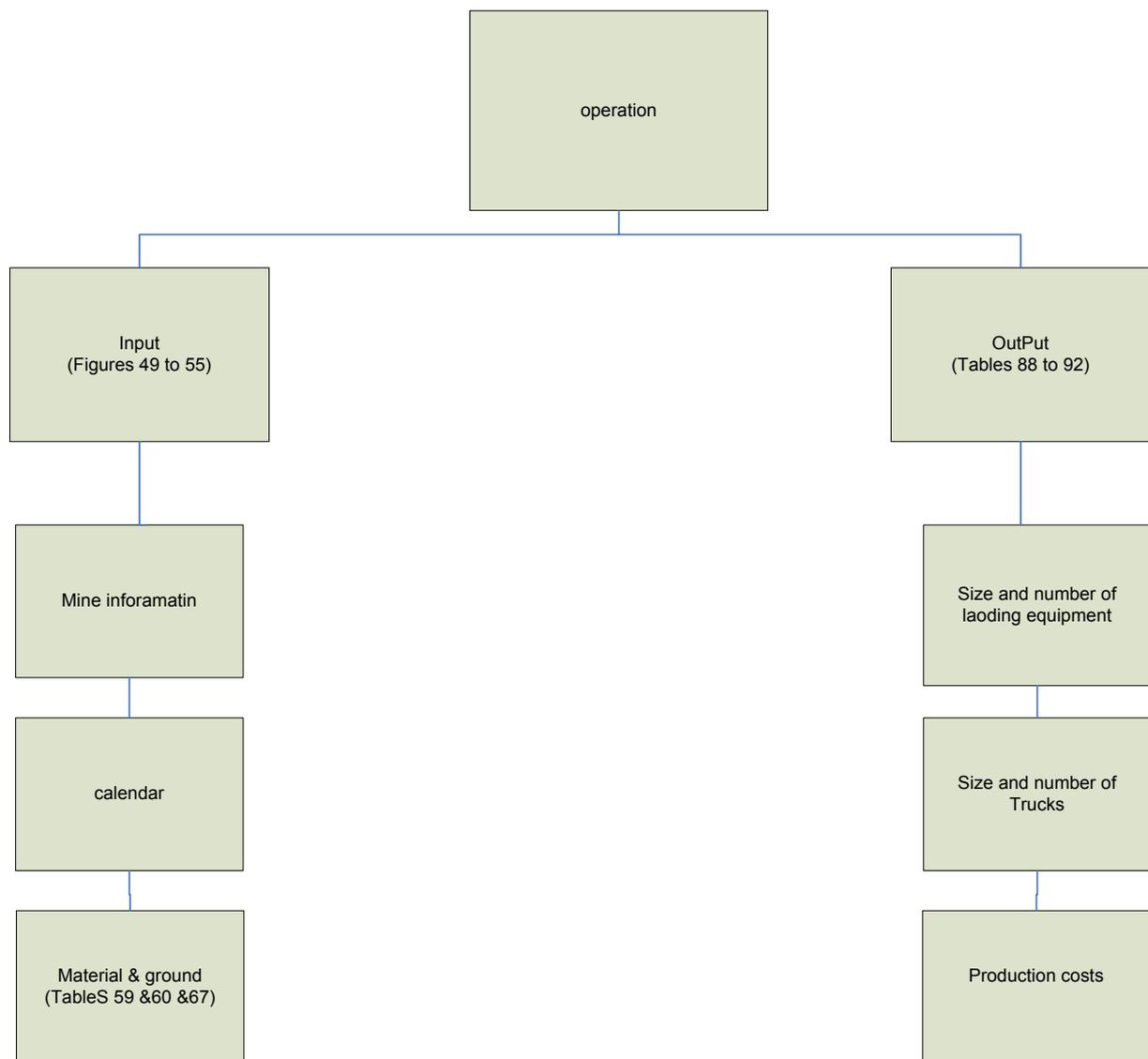


Figure 45 Relevant Algorithm

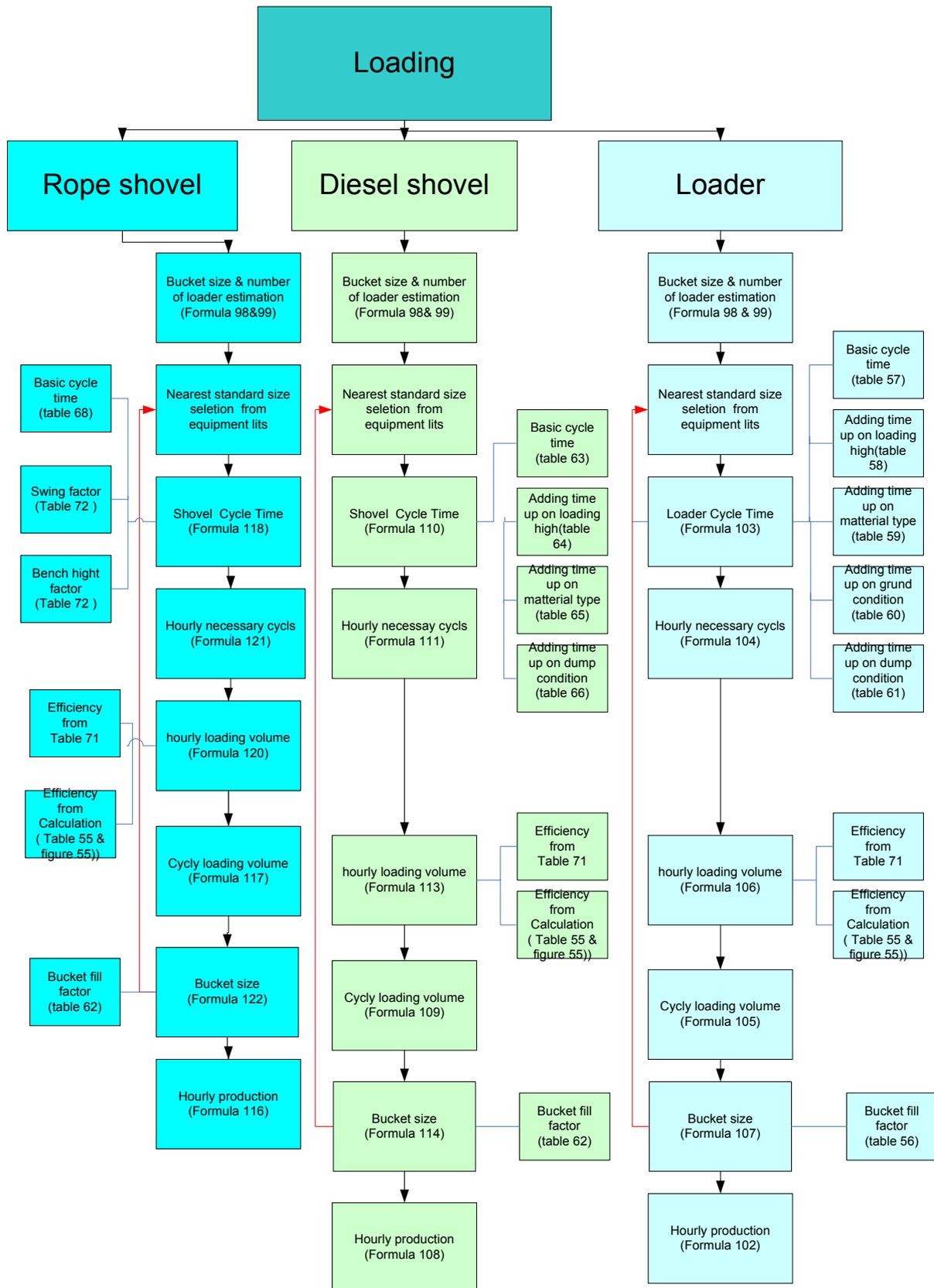


Figure 46 Data's for loading equipments

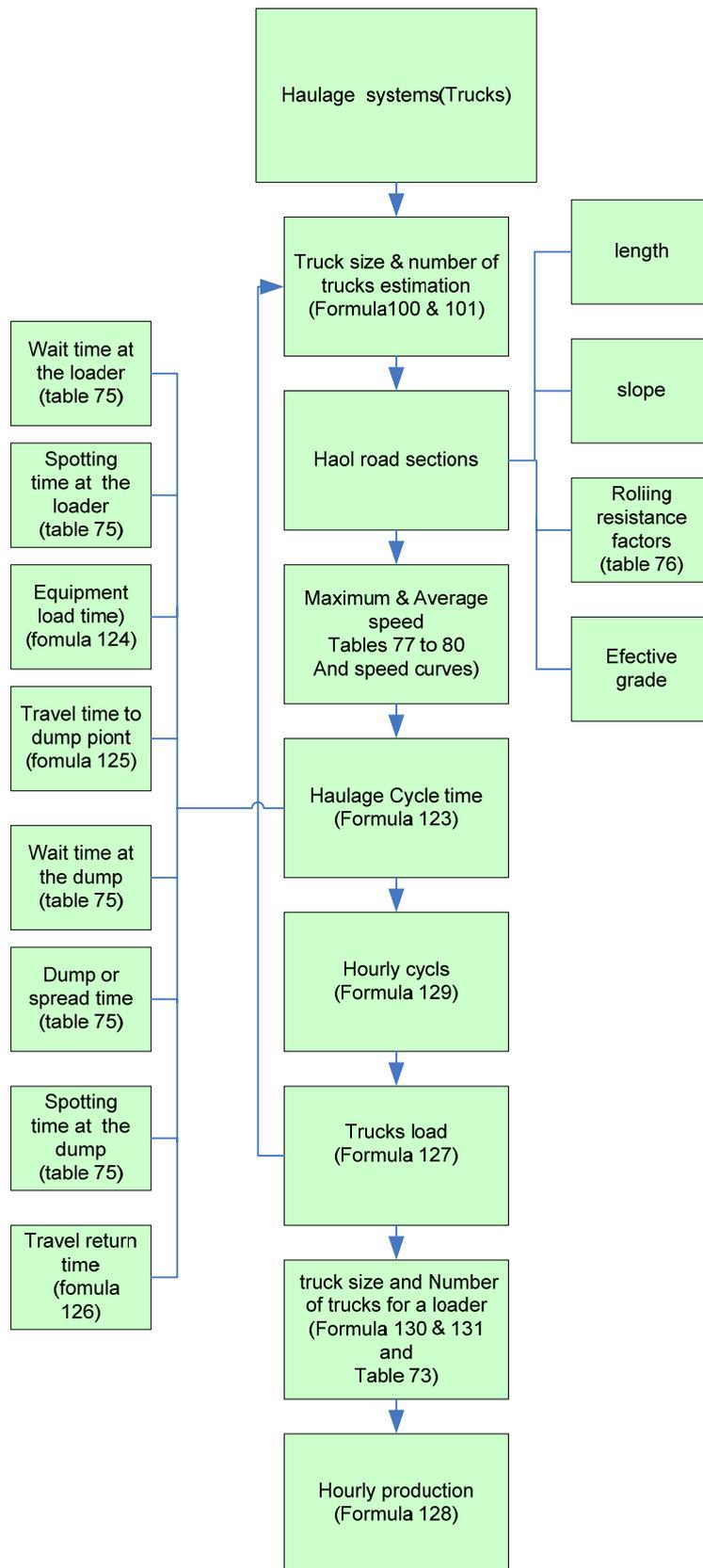


Figure 47 Truck data's

Estimation and Calculation of Production Costs for

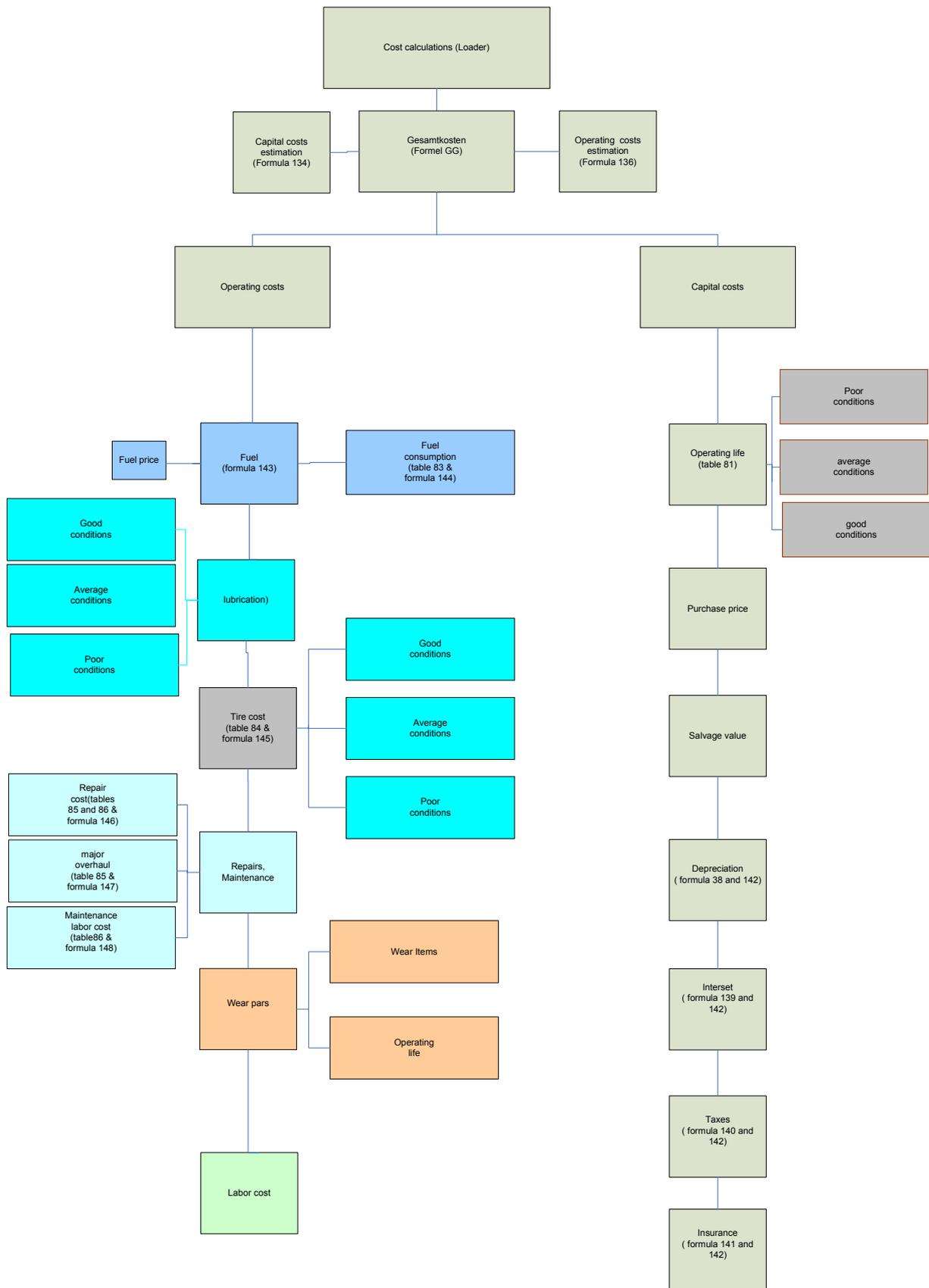


Figure 48 Data's for cost calculation of loader

Estimation and Calculation of Production Costs for

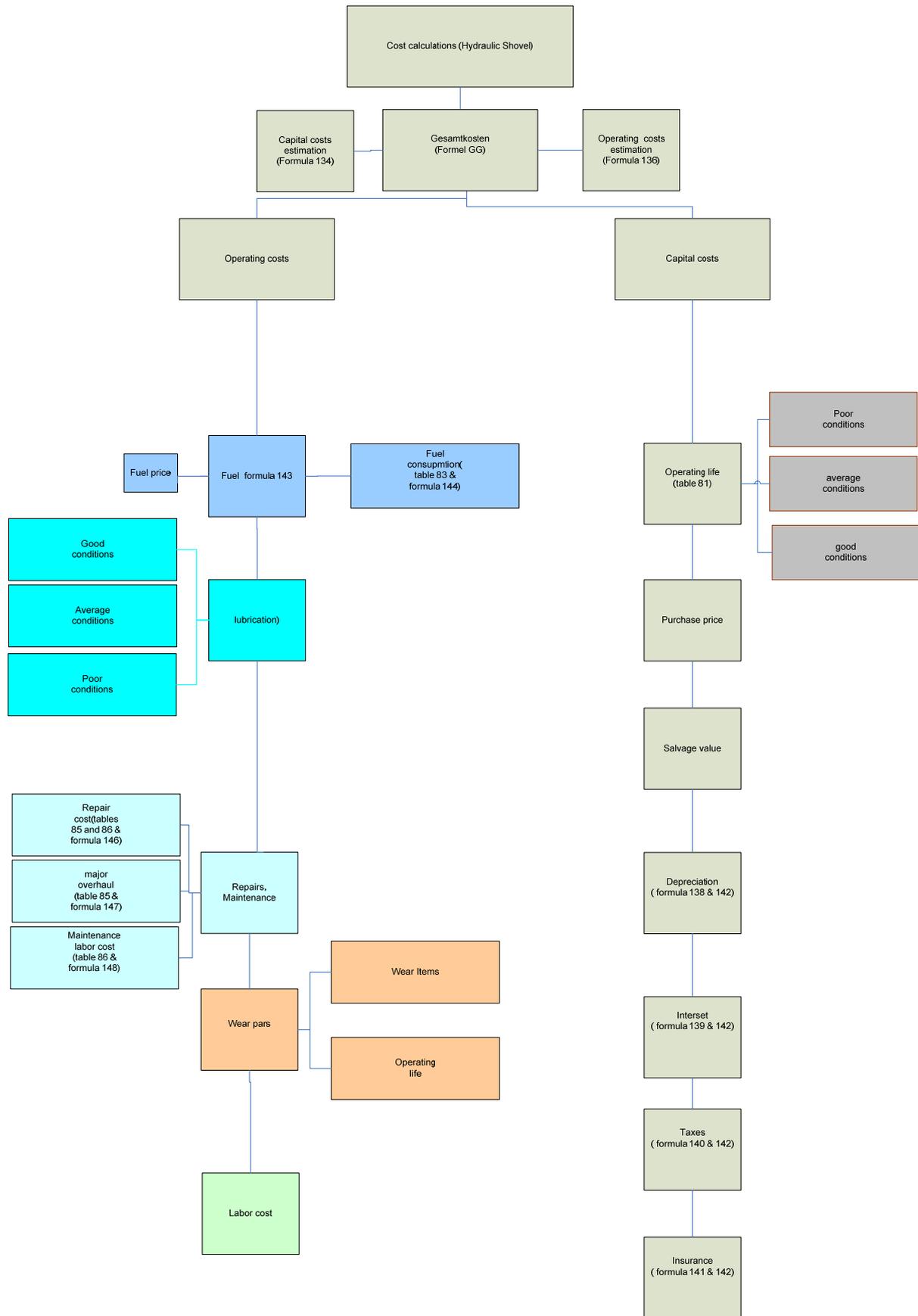


Figure 49 Data's for cost calculation of hydraulic shovel

Estimation and Calculation of Production Costs for

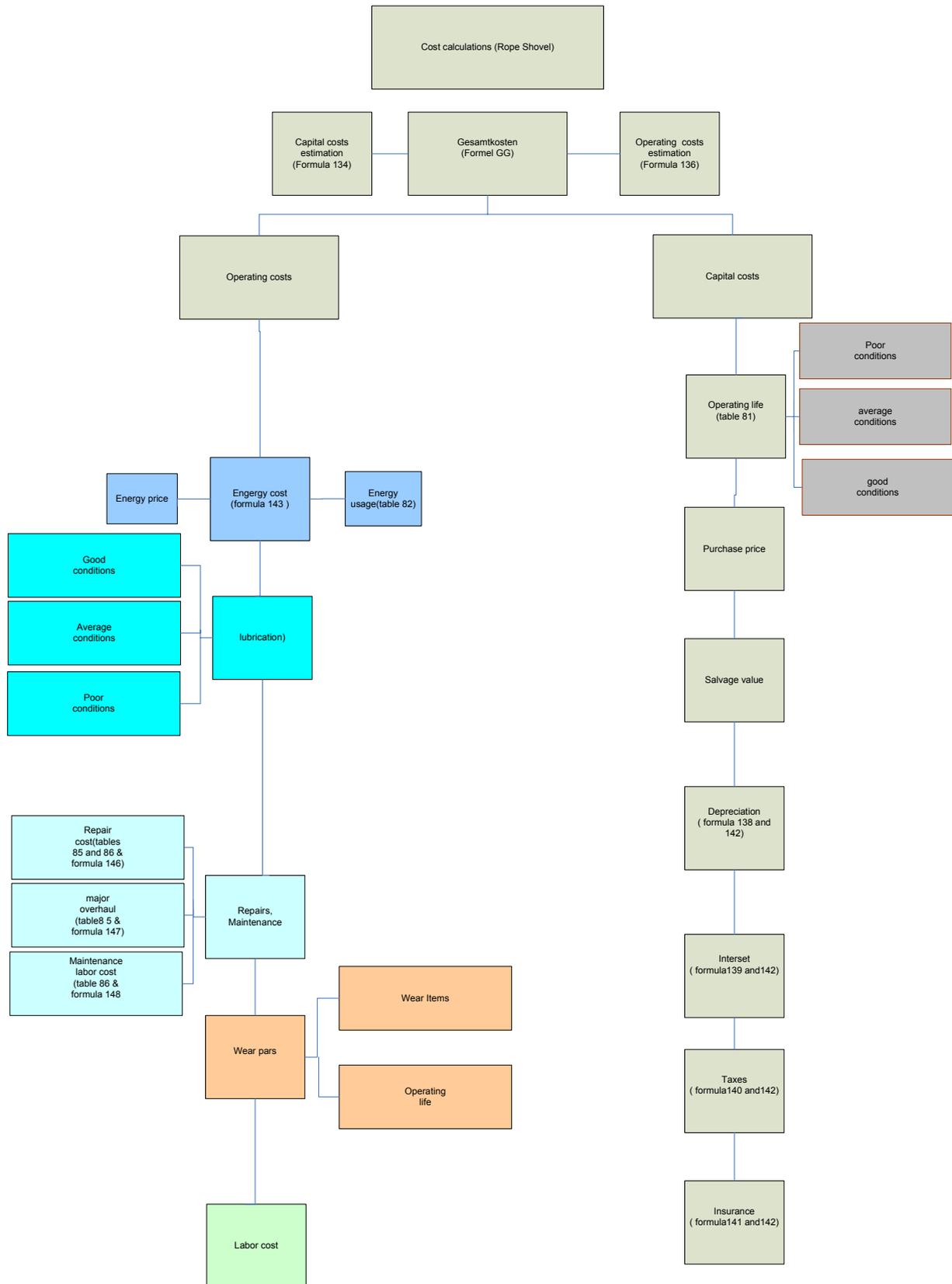


Figure 50 Data's for cost calculation of power shovel

Estimation and Calculation of Production Costs for

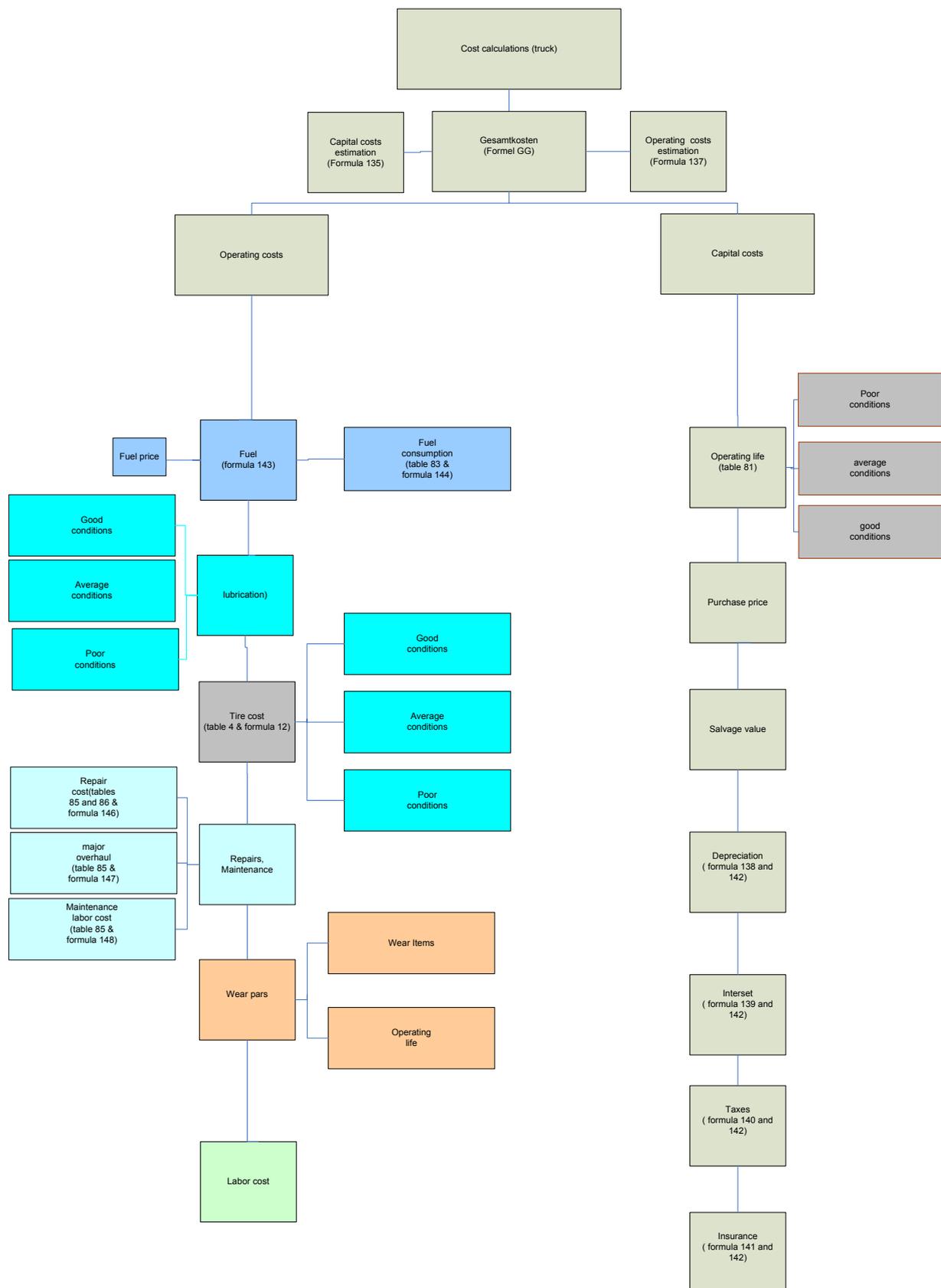


Figure 51 Data's for cost calculation of trucks

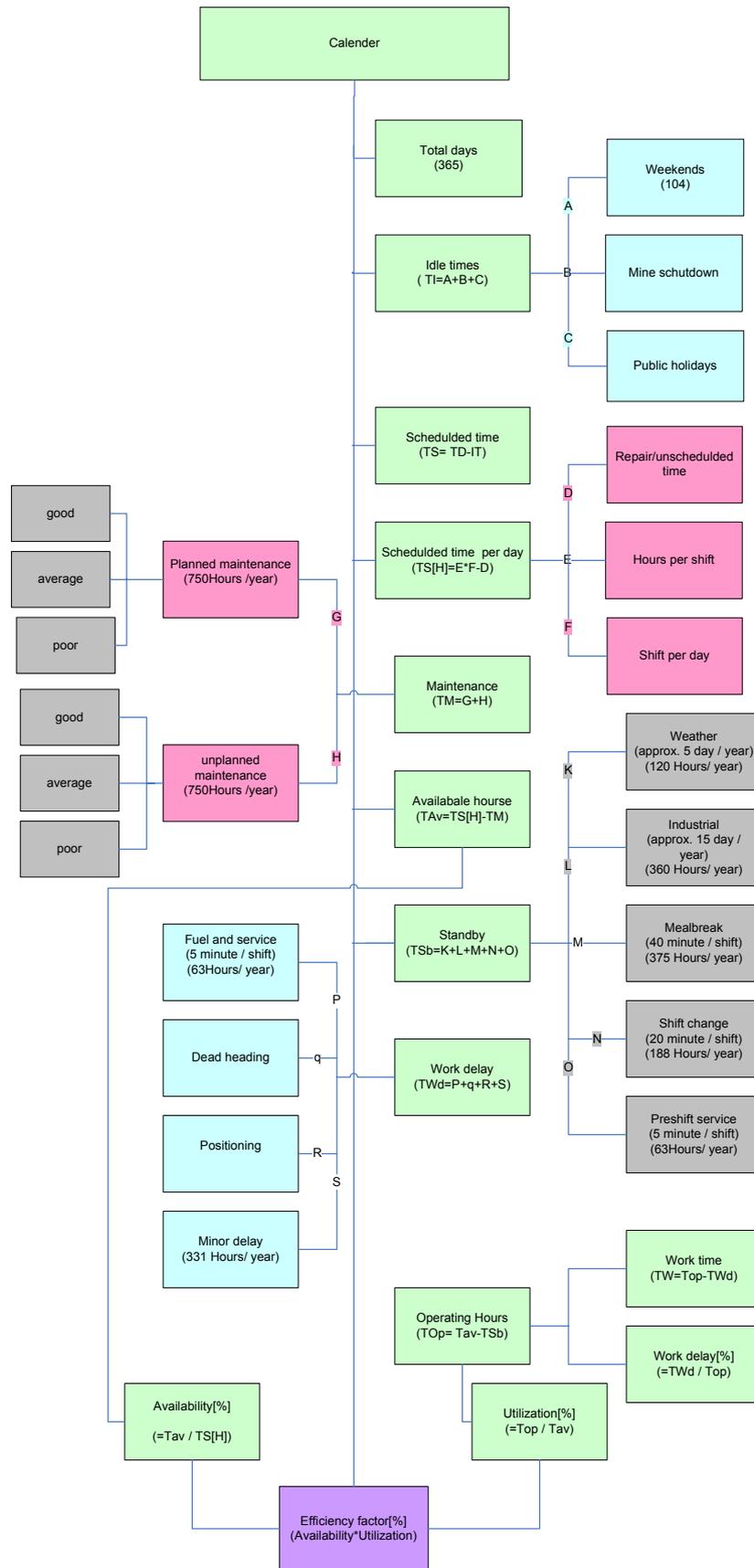


Figure 52 Data's for calculation of output efficiency

11 Conclusion

- Today the total production rate of minerals (including metal ores, non-metallic ores and coal) is more than 16.6 milliards ton per year from which the share of surface mines are more than 11.5 milliards tones per year. The production rate of construction materials is about 23.5 milliards tones per year and the annual production rate of cement is more than 2.3 milliards tones. By calculation of wastes obtained in surface mines (about 30 milliard tones), the total amount of materials handling in open mines may reach to more than 67 milliards ton per year and it is estimated to have this rate up to 138 milliard tones in 2030.
- Total mining costs in surface mines is 138 milliard us \$ per year from which about 85.6 milliard us \$ is related to metallic surface mines, 7 milliard us. \$ for non-metallic surface mines and 45.8 milliard us. \$ for surface coal mines.
- The shares of loading and haulage costs in surface mines are about 100 milliards us. \$ per year from which about 33.5 milliards us \$ is related to metallic surface mines, 1.7 milliard us. \$, for non-metallic surface mines, 24.8 milliards us. \$ for surface coal mines and about 37 milliards us.\$ for construction materials and cement mines.
- One of the major present costs in a mine is related to hauling of materials, while in most cases in open pit mines the share of this part is reached about % 70 of total operating costs and % 90 for equipment capital costs. Therefore, considering these costs could be so much effective in total economy of the mine and consideration of this reality made the mine specialists to have daily increasing efforts for reducing the costs of this part.
- Since the major common method for materials handling in open pit mines is benefiting from non-continuous methods (use of mining trucks), one of the methods for reducing of costs could be replacing of cheap transportation systems such as conveyors with mobile crushers (for layer mines with low number of benches) and semi-mobile crushers (for multi-benches mines) instead of truck. Of course, it is better to use from a combination of both methods in this field.
- Regarding the high flexibility for using of trucks in open pit mines and since due to the diffusion and different distribution of grade in metallic mines makes no possibility only to use selected mining methods, it is impossible to have a complete replacement of truck with continuous haulage systems in such cases and there is no more chances only to use truck or a combined system. Therefore, in order to reduce the costs we should optimize planning of systems and select suitable equipment. For this purpose, it is necessary to benefit from computer software. But on the other hand, there are

different software about selection and calculation of mining equipment with various disadvantages. Following is a list of the mentioned software disadvantages:

A- Since the current software have been submitted by equipments manufacturing companies and they have considered only theoretical aspects of machinery for more marketing and sale with a low consideration of applicable and operational problems, therefore, the presented digits and values in Tables of the said companies have an obvious difference with obtained values and amounts obtained from mining operations.

B- Some of the current software may consider only technical aspects of using the equipment without any ability for any economic analysis.

C- In most of these software's there are separate calculation for loading and haulage equipments, therefore, it is not possible to consider any effects of loading and haulage systems on each other.

D- There is low consideration of relevant conditions of deposits and mine and also regional and environmental conditions.

- Regarding all above-mentioned items, it is necessary to provide software with coverage of all mentioned weak points and also considering all relevant problems of mineral deposit, ores, regional and environmental conditions. In addition, it is necessary to benefit from all practical and experimental results at the time of supplying the said software.

- Considering the estimation of relevant costs of equipments in this report, it is obvious that in al cases any increase of capacity of equipments and also any increase in mines production rates may cause a considerable reduction of costs. Therefore, applying of greater equipments is so much preferable.

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Summary

Equipment selecting is an important and effective item on surface mining production costs. selection of loading and haulage equipment have a great share of cost price of mineral products(in a way that about 90 percent of equipment capital costs and more than 70 percent of operating costs in open pit mines is for loading and haulage of materials).

Since one of the general and current methods for any materials handling in open pit mines is benefiting from shovel and trucks, one of the reducing ways of costs, is optimization of suitable selection and application of the said equipment by the use of computer software. Since most of current software is applied for selection of optimized equipments by manufacturing companies with theoretical aspects of equipments for more marketing and sale and with lack of consideration of applicable and operational items, therefore, all presented numbers and values in Tables of mentioned companies have a great difference with obtained numbers and values in mining operations. Then, providing software for covering all mentioned weak points, consider all said problems, characteristics of deposits and ores, regional and environmental conditions is necessary. In addition, it is necessary to benefit from obtained values and digits out of practical and experimental results at the time of providing the said software.

The other method for reducing of transportation costs is to benefit from other alternatives instead of truck. Therefore, benefiting from continuous transportation systems (such as conveyors and so on...) along with in-pit crushing or a combination of both methods may have a great effect on reducing the costs.

The other considerable item is the useful benefit from experimental Tables and relations for considerations and feasibility at the time of prefeasibility studies and determination and selection of loading and haulage equipments. Then it is necessary and so much important to submit such Tables along with relations for different machinery and equipment.

Regarding all above-mentioned items at first a brief description about mining industry and completion process of this industry, different stages and activities and relevant costs of each process in this report is presented, then an estimation of worldwide production rate of minerals and the share of surface mining is submitted. In next step and after a review of materials handling systems in surface mines and providing a comparison of them, we have analyzed production costs of them separately and provide different Tables and relations for estimation of operation costs of different machinery and equipment. Finally a data base and a program structure for the

computer-based selection and dimensioning of equipment in surface mining operations are submitted.

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