

Noramco Public Hearing Air Permit Presentation

November 7, 2023



Executive Summary



- Noramco is requesting a permit to install a new vacuum pump in it's 500 Swedes Landing location as part of an emissions control strategy under its EPA Title V permit.
- Noramco is not asking for any rezoning/land use modifications or any changes to the limits for total VOCs/HAPs its current permit allows.
- Noramco will not need to expand the footprint of the plant/site as a result of this permit. All modifications will be within the current plant footprint.
- No increase or changes in traffic patterns in and around the plant will occur as a result of this permit.
- If the permit is authorized, Noramco will install the vacuum pump, qualify its use before charging any materials and begin the production of D8/D9 intermediates for use in downstream production at its Athens GA site.
- Noramco's process has been established and used at other sites outside the US so the environmental impact is well characterized.
- Once validated Noramco intends to manufacture D8/D9 periodically in batched campaigns throughout the year, not continuously.

Noramco at a Glance



Global provider of active ingredients for regulated Rx only therapies

We supply no finished drug products (e.g. tablets, capsules, liquids etc)

Company

Started 44 years ago by Johnson & Johnson to make ingredients for Tylenol®

Currently we employ about 190 employees and contractors in the Delaware area and another 40 in Athens GA.

Experience

Our products are used in more than 350 pharmaceuticals sold in 30+ countries

Strategic supplier to top ten brand and generic pharmaceutical companies

Our products are used to treat a variety of indications including ADHD, pain, addiction treatment, opioid overdose and nausea

Quality

FDA, EMEA, UK MHRA, Health Canada, OSHA, and DEA inspected Our products must meet the highest purity standards



Wilmington, Delaware Manufacturing and Headquarters



Athens, Georgia Purisys HQ, Global R&D, and Manufacturing

Manufacturing and Headquarters in Wilmington, DE



World Class Environmental and Security Infrastructure – Continuously Staffed

Products supplied to over 30 countries

Comprehensive controlled substance capabilities

Facility Size:

• 81,000 sq ft.

Location:

- Approximately 30 minutes from Philadelphia Airport
- Located in Wilmington, DE

~190 Skilled Personnel

- 24 hours x 7 day Operation
- · Continuously staffed
- Extensive Security

Capabilities

- GMP chemical processing
- DEA licensed manufacturing
- Secured storage
- R&D capabilities
- Commercial scale reactors
- Multiple dryer technologies
- Milling & custom packaging

Regulatory Profile

- FDA, EDQM, DEA, EPA, OSHA, Health Canada, Homeland Security
- Industry leading technical support and API characterization
- Recent 2022 FDA inspection with no observations
- Routine customer approvals with no FDA comment

Noramco Is On-Shoring Production to Support US Manufacturing



- Biden-Harris Administration directive to revitalize American manufacturing and secure critical supply chains¹
- Key recommendation from the experts: On-shore production²
- Ensures the most reliable supply for US patients
- Post COVID global logistics have become more costly and unreliable
- As a priority project we are on-shoring production of the intermediates (D8/D9) for Marinol® generics

INDICATIONS AND USAGE

MARINOL® (Dronabinol) Capsules is indicated for the treatment of:

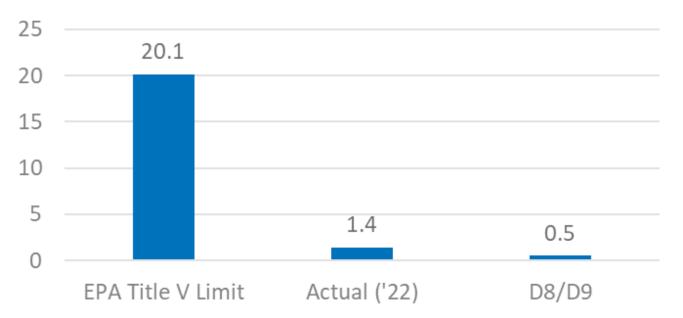
- 1. anorexia associated with weight loss in patients with AIDS; and
- 2. nausea and vomiting associated with cancer chemotherapy in patients who have failed to respond adequately to conventional antiemetic treatments.

Noramco VOC Emissions



Noramco VOC Emissions

Tons Per Year



- Noramco is currently emitting < 7% of it's allowed VOC emissions.
- With the addition of D8/D9 VOCs, Noramco will be at 10% of it's allowed VOC emissions.
- Annual VOC emissions for the new D8/D9 process will be equivalent to 3 cars driving 12,000 miles each per year.

https://www.epa.gov/energy/greenhouse-gas-equivalencies-calculator#results

Overview of Project



<u>Scope</u>:

- 1. New process transfer piping, instrumentation, and associated safety controls automation for a total cost of \$1,400,000.
- 2. New vacuum pump and associated automation safety controls for the various vacuum distillation steps in the D8/D9 process.

Schedule:

- 1. Non-permit required construction: August 2023 to December 2023.
- 2. Permit required construction: On hold until the requested air permit is approved by DNREC; desired completion January 2024.

<image>

New Vacuum Pump

Proposed Vacuum Pump Location



Changes to the existing emission permit result in all values being "Far Below The Health-Based Standard"



2022 Emissions and Requested Emissions			
Pollutant	Noramco 2022 Emissions (tons)	Requested Emissions (ton/yr)	Percentage of DNREC's Health-Based Standard~
Ethanol*	0.09	0.015	0.006%
Ethyl Acetate*	0.003	0.13	0.017%
Methanol*†	0.02	0.08	5.033%
n-Butanol*†	0.001	0.0006	0.015%
Tetrahydrofuran*†	N/A	0.015	0.272%
Toluene* †	0.85	0.13	0.253%
Triethylamine*†	0	0.001	0.007%
Acetone*	0	0.11	0.051%
4Hydrogen Chloride†	0.01	0.0007	0.001%
Total VOC*	0.97	0.5	-
Total HAP †	0.88	0.22	•
Facility Wide Actual Total VOC Emissions	1.48	-	-
Facility Wide Actual Total HAP Emissions	0.88	-	-

* Indicates that pollutant is a VOC

† Indicates that pollutant is a HAP

Date for which Noramco's most recent emissions data is available

+ Not shown is tetrahydrofuran, an organic solvent, which is not currently used at the facility, but is being added as part of this permit application up to a limit of 15 kg or about 33 lbs/year.

~ Based upon ACGIH Threshold Limit Values www.acgih.org/science/tlv-bei-guidelines/tlv-chemical-substances-introduction/.

Anything above 100% would be considered unhealthy. Everything in green above is far below the standard.

Community Involvement and Economic Contribution

Wilmington payroll and related taxes are about \$20 million.

City of Wilmington property taxes of over \$100,000.

Noramco Wilmington purchases over \$5 million in goods and services in Delaware and the surrounding states each year.

The Wilmington site has contributed over \$100,000 annually to local charities and community organizations, through monetary contributions, supplies, services, and volunteerism.

American Cancer Society Blood Bank of Delaware Children's Hospital of Philadelphia Christiana Conservancy Christina River Cleanup Delaware Nature Society Easter Seals Engineers without Borders Habitat for Humanity

Junior Achievement Kalmar Nyckel Foundation Latin America Community Center Movember – Prostate Cancer Fundraiser Southbridge Neighborhood House Toys for Tots United Way City of Wilmington LEPC City of Wilmington Police City of Wilmington Fire Department YWCA Homelife Management Center