1. **GRANTEE:** Zapata Incorporated
   Charlotte, NC

2. **PURPOSE AND LIMITATION:**
   a. This emergency special permit authorizes the bulk transportation in commerce of certain desensitized explosives classed as Class 3, by motor vehicle. This special permit provides no relief from the Hazardous Materials Regulations (HMR) other than as specifically stated herein. The most recent revision supersedes all previous revisions.

   b. The safety analyses performed in development of this special permit only considered the hazards and risks associated with transportation in commerce. The safety analyses did not consider the hazards and risks associated with consumer use, use as a component of a transport vehicle or other device, or other uses not associated with transportation in commerce.

   c. No party status will be granted to this special permit.

3. **REGULATORY SYSTEM AFFECTED:** 49 CFR Parts 106, 107 and 171-180.

4. **REGULATIONS FROM WHICH EXEMPTED:** 49 CFR § 172.101 Hazardous Materials Table, Column (8C) in that bulk packaging is not authorized and § 173.241(d)(1)(i) in that IBC’s are not authorized, except as provided herein.

5. **BASIS:** This emergency special permit is based on the application of Zapata Incorporated dated August 24, 2011, submitted in accordance with § 107.117 and a determination that it is necessary to prevent significant injury to persons or property.
6. **HAZARDOUS MATERIALS (49 CFR § 172.101):**

<table>
<thead>
<tr>
<th>Hazardous Materials Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proper shipping name</td>
</tr>
<tr>
<td>Desensitized explosive, liquid, n.o.s. (sodium perchlorate, aluminum and water mixtures)</td>
</tr>
</tbody>
</table>

7. **SAFETY CONTROL MEASURES:**

   a. **PACKAGING** - Prescribed packagings are UN31HA1 Composite Intermediate Bulk Containers (IBC’s).

   b. **OPERATIONAL CONTROLS** - This Special Permit is restricted to:

      1. Material specified under EX2011080792: Desensitized DBA 105P Slurry containing sodium perchlorate, aluminum, ethylene glycol, and gum, in not less than 51% water;

      2. One-way shipments via contract carrier from Birds Point-New Madrid Floodway, MS, to waste disposal facilities in Caseyville, IL, Sauget, IL, or Grafton, OH.

8. **SPECIAL PROVISIONS:**

   a. A current copy of this special permit must be maintained at each facility where the package is offered or reoffered for transportation.

   b. **MARKING** - The IBC’s must be marked with the DOT-SP 15441 signage as specified in 49 CFR 172.302(c).

9. **MODES OF TRANSPORTATION AUTHORIZED:** Motor Vehicle.

10. **MODAL REQUIREMENTS:** A current copy of this special permit must be carried aboard each motor vehicle used to transport packages covered by this special permit.
11. COMPLIANCE: Failure by a person to comply with any of the following may result in suspension or revocation of this special permit and penalties prescribed by the Federal hazardous materials transportation law, 49 U.S.C. 5101 et seq:

- All terms and conditions prescribed in this special permit and the Hazardous Materials Regulations, 49 CFR Parts 171-180.
- Persons operating under the terms of this special permit must comply with the security plan requirement in Subpart I of Part 172 of the HMR, when applicable.
- Registration required by §107.601 et seq., when applicable.

Each "Hazmat employee", as defined in §171.8, who performs a function subject to this special permit must receive training on the requirements and conditions of this special permit in addition to the training required by §§172.700 through 172.704.

No person may use or apply this special permit, including display of its number, when this special permit has expired or is otherwise no longer in effect.

Under Title VII of the Safe, Accountable, Flexible, Efficient Transportation Equity Act: A Legacy for Users (SAFETEA-LU)- "The Hazardous Materials Safety and Security Reauthorization Act of 2005" (Pub. L. 109-59), 119 Stat. 1144 (August 10, 2005), amended the Federal hazardous materials transportation law by changing the term “exemption” to “special permit” and authorizes a special permit to be granted up to two years for new special permits and up to four years for renewals.

12. REPORTING REQUIREMENTS: Shipments or operations conducted under this special permit are subject to the Hazardous Materials Incident Reporting requirements specified in 49 CFR §§171.15 Immediate notice of certain hazardous materials incidents, and 171.16 Detailed hazardous materials
incident reports. In addition, the grantee(s) of this special permit must notify the Associate Administrator for Hazardous Materials Safety, in writing, of any incident, explosion, fire or loss of contents of a package or shipment that occurs during any operation conducted under terms of this special permit.

Issued in Washington, D.C.:

[Signature]

For Dr. Magdy El-Sibaie
Associate Administrator for Hazardous Materials Safety


Copies of this special permit may be obtained by accessing the Hazardous Materials Safety Homepage at http://hazmat.dot.gov/sp_app/special_permits/spec_perm_index.htm

Photo reproductions and legible reductions of this special permit are permitted. Any alteration of this special permit is prohibited.

PO: BV