



FOR IMMEDIATE RELEASE

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SRMG AWARDED NEW ASH MARKETING CONTRACT

Expands Fly Ash Supply in Arizona with SRP's Coronado Generating Station

After a nearly year-long bidding process, Salt River Project (SRP) awarded Salt River Materials Group (SRMG) the Ash Marketing Agreement for its Coronado Generating Station (CGS.) This important, long-term agreement provides SRMG with exclusive rights to market 180,000 tons of total ash (fly ash and bottom ash) produced annually at CGS.

SRMG was successful in negotiating against three other bidders for the contract which becomes effective May 2nd, 2016, and represents the fifth (5th) ash agreement in SRMG's portfolio: Cholla, Four Corners, Escalante, San Juan and now, Coronado.

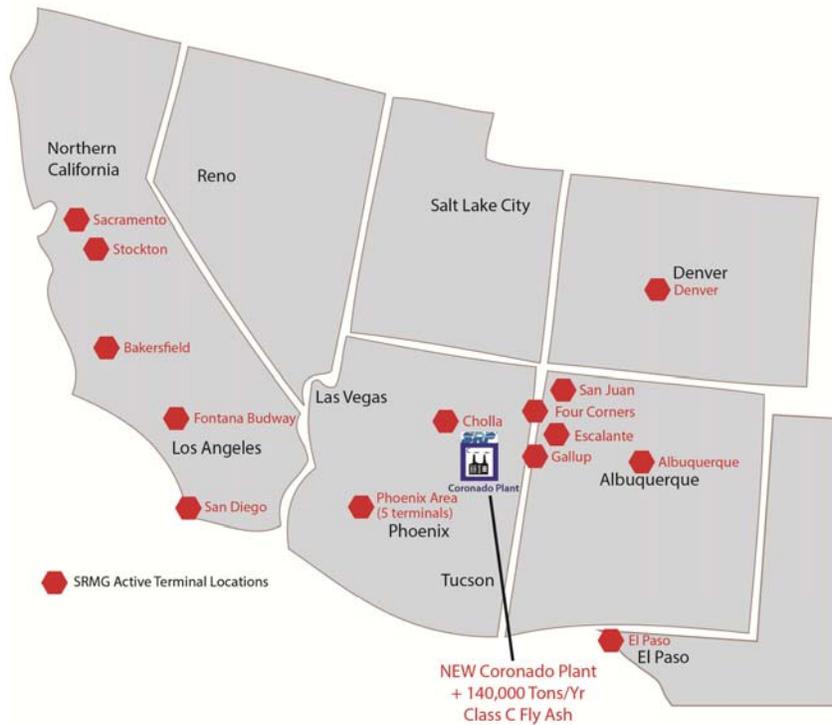


Coronado Generating Station, St. Johns AZ

The coal that is burned at CGS comes from the Powder River Basin in Wyoming and makes a Class C Fly Ash, which contrasts with the Class F Fly Ashes produced at SRMG's other sources. Due to its higher calcium oxide content, the Class C Fly Ash has some cementitious properties which means that it hardens when mixed with water, not unlike the cement that SRMG produces at Clarkdale.

PHOENIX CEMENT

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Coronado is located 7 miles from the northeastern Arizona city of St. Johns, and is only 75 miles from SRMG’s Cholla facilities. Coronado is served by BNSF Railway, which will be a perfect fit for SRMG’s existing and extensive network of distribution terminals.

At a time when coal-burning power plants are shutting down and creating a reduction in fly ash supplies, SRMG is fortunate to have added a stable, quality

source of fly ash that will allow SRMG to continue to be a reliable, major supplier of fly ash in the Southwestern U.S. for years to come.

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About Salt River Materials Group

Salt River Materials Group (SRMG) is the commercial trade name for marketing activities of Phoenix Cement Company and Salt River Sand and Rock. SRMG, headquartered at the Salt River Pima-Maricopa Indian Community’s Chaparral Business Park near Scottsdale, Arizona, is the only Native American-owned producer of portland cement in the U.S., and is also a major manufacturer and marketer of sand and gravel and recycled coal combustion products (fly ash) and pozzolans throughout Arizona and the Southwestern United States. More information about Salt River Materials Group can be found at www.srmaterials.com