

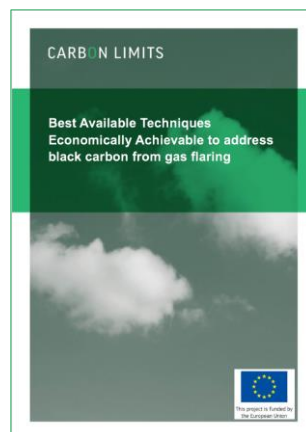


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## BATEA to address BC From Gas Flaring

### REPORT OVERVIEW

- Provides technical guidance on possible black carbon abatement measures where associated gas is flared during oil extraction activities
- Updated and complete overview of existing options, addressed both to national administrations and businesses
- Intended users could include oil & gas field operators (and owners), investors or other decision-makers
- Can also assist national administrators contemplating enhanced environmental legislation regarding BC emission reductions from flaring
- Other stakeholders involved in or affected by oil and gas operations in the Arctic.



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## BATEA to address BC From Gas Flaring

### REPORT OVERVIEW

- Hydrocarbon operations involve the separation and processing of reservoir fluid combinations of gas, oil and water (along with various other constituents)
- Systems used for this purpose incorporate flaring capability to release gases to the atmosphere (flaring specifically describes the situation in which gas is combusted upon its release via a flare header)
- Flaring recognized as a significant source of GHG emission and air pollution in the Arctic, for which risks must be managed accordingly!

- Emissions from Flaring include:
- Carbon dioxide (CO<sub>2</sub>)
  - Carbon monoxide (CO)
  - Methane (CH<sub>4</sub>) & VOCs
  - Sulphur oxides (SO<sub>x</sub>)
  - Nitrogen oxides (NO<sub>x</sub>)
  - Particles (black carbon, soot)



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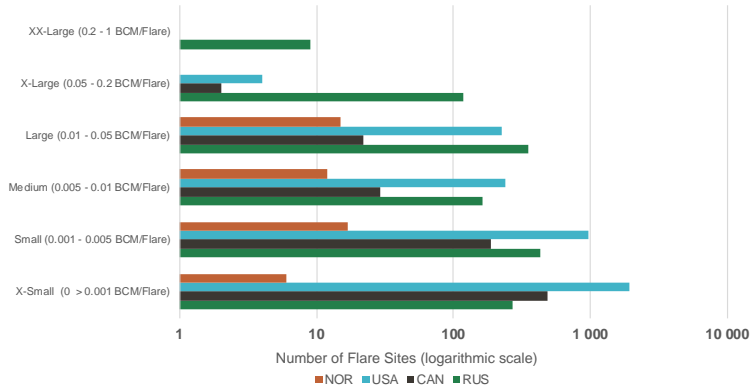
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## BATEA to address BC From Gas Flaring

### REPORT OVERVIEW

Number of nation-wide APG flares (Arctic Countries)

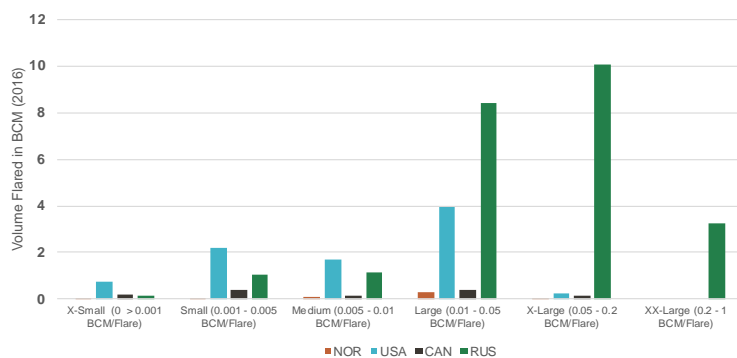


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## BATEA to address BC From Gas Flaring

### REPORT OVERVIEW

#### Volume of nation-wide APG flares (Arctic Countries)



\*NOAA Flaring estimates produced by Satellite observations (VIIRS technology), 2016 data

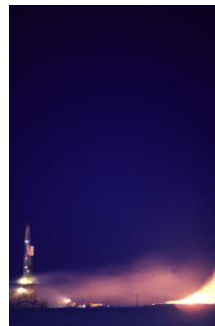
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## BATEA to address BC From Gas Flaring

### REPORT OVERVIEW

The report consists of 3 main sections in addition to the introduction:

1. Flare characteristics are highlighted including a presentation of categorization, relevance of gas composition, available volumes over time and the importance of geographical diversity of fields;
2. Each BATEA is described with a summary page presenting the key information, followed by a more detailed description provides additional insights;
3. A summary table of a review performed on existing technical guidance documents and related national legislation, highlighting some of the limitations of existing guidance documents with respect to emissions of black carbon from gas flaring.



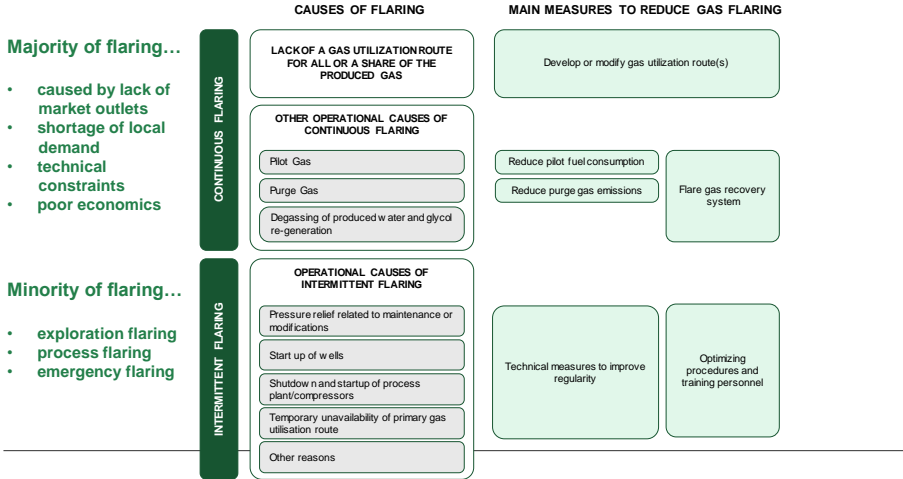
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## BATEA to address BC From Gas Flaring

### REPORT OVERVIEW

#### 1<sup>st</sup> section: FLARE CHARACTERISTICS

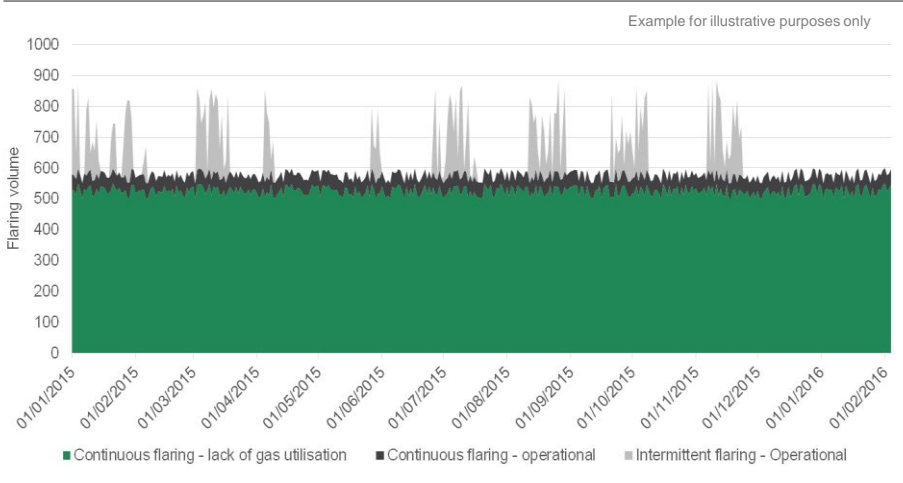


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## BATEA to address BC From Gas Flaring

### REPORT OVERVIEW



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CARBON LIMITS

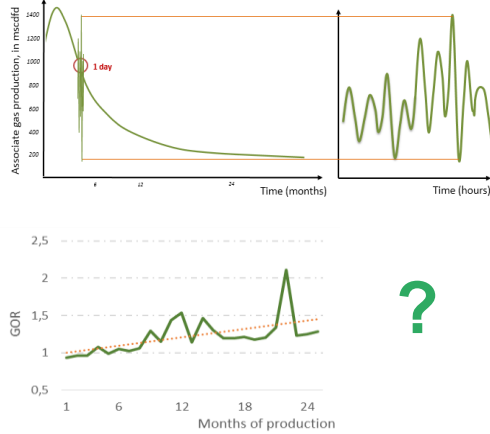
## BATEA to address BC From Gas Flaring

### REPORT OVERVIEW

#### Associated gas utilization: Technical and geographical challenges

**KEY CHALLENGES FOR GAS UTILISATION**

- Production decline rate
- Short term volume variation
- Low pressure of the gas
- Distance from infrastructure
- Gas composition & quality
- Gas-Oil-Ratio (GOR) over time



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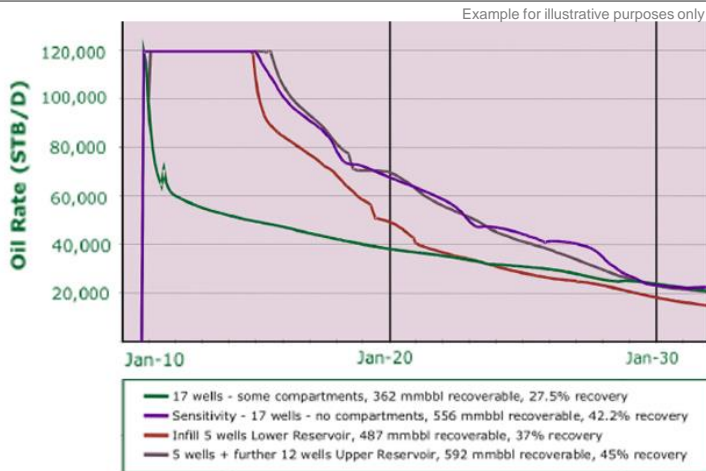
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CARBON LIMITS

## Sizing APG recovery technologies

Decline curve considerations



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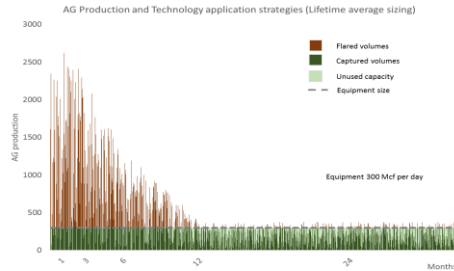
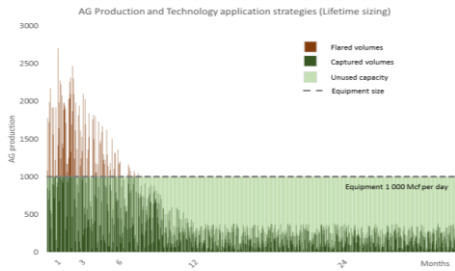
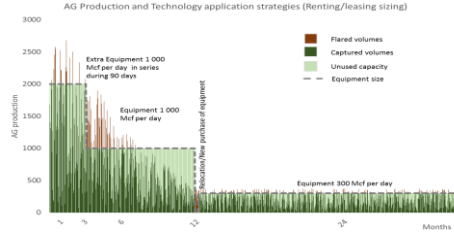


## BATEA to address BC From Gas Flaring REPORT OVERVIEW

### Sizing APG recovery technologies: Gas utilization rates, remaining field life, technology scaling

Considerations:

- Lifetime sizing
- Lifetime average sizing
- Renting/leasing/flexible sizing



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## BATEA to address BC From Gas Flaring REPORT OVERVIEW

### Gas composition challenges:

Example for illustrative purposes only

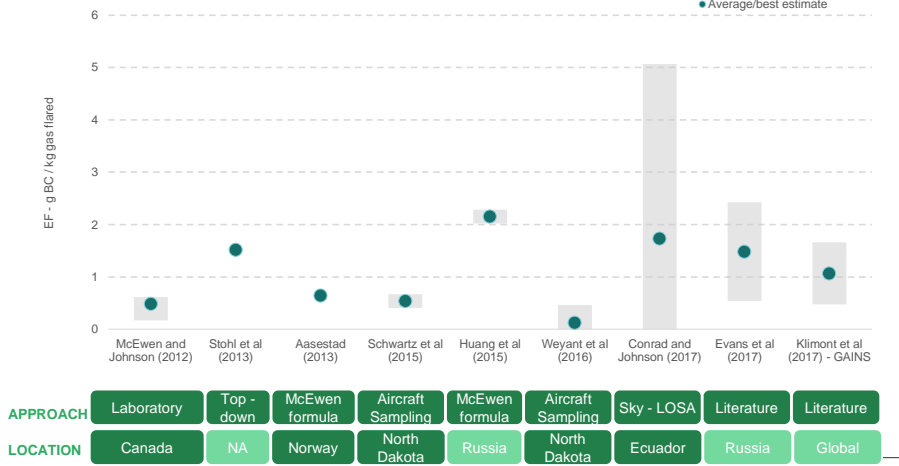
APG Composition (Mole %)	Field A	Field B	Field C	Field D	
Carbon dioxide (CO <sub>2</sub> )	1.15 %	3.76 %	1.32 %	0.49 %	
Methane (CH <sub>4</sub> )	73.57 %	79.65 %	49.90 %	60.37 %	
Ethane (C <sub>2</sub> H <sub>6</sub> )	9.32 %	7.26 %	15.31 %	2.39 %	
Propane (C <sub>3</sub> H <sub>8</sub> )	9.27 %	5.31 %	19.40 %	9.26 %	
Butane (C <sub>4</sub> H <sub>10</sub> )	4.44 %	2.69 %	9.24 %	14.17 %	
Pentanes (C <sub>5</sub> H <sub>12</sub> )	1.34 %	0.56 %	2.05 %	10.11 %	
Hexanes (C <sub>6</sub> H <sub>14</sub> )	0.18 %	0.09 %	0.26 %	0.00 %	
Heptanes (C <sub>7</sub> H <sub>16</sub> )	0.00 %	0.00 %	0.08 %	0.00 %	
Octanes + (C <sub>8</sub> H <sub>18</sub> )	0.00 %	0.00 %	0.01 %	0.00 %	
Nitrogen (N)	0.77 %	0.57 %	2.44 %	2.55 %	
Water (H <sub>2</sub> O)	0.00 %	0.00 %	0.00 %	0.00 %	
Oxygen (O)	0.00 %	0.00 %	0.00 %	0.65 %	
Hydrogen Sulfide (H <sub>2</sub> S)	0.00 %	0.11 %	0.00 %	0.00 %	
Net Calorific Value:	(BTU/SCF)	1224.96	1071.47	1519.50	1612.59
	(MJ/SCM)	45.55	39.85	56.51	59.97

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## BATEA to address BC From Gas Flaring REPORT OVERVIEW

### Emission Factors:



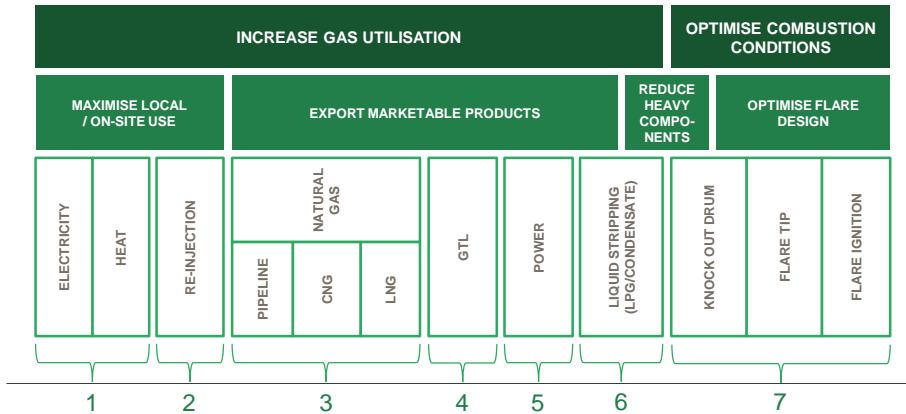
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## BEST PRACTICE FOR BC FROM GAS FLARING OVERVIEW

Abatement measures identified have been described across 7 broader Best Available Techniques Economically Achievable (BATEA) and can be considered particularly relevant towards demonstration and feasibility projects in the Arctic Regions



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## BATEA to address BC From Gas Flaring REPORT OVERVIEW

### BAT Overviews: "1-Page-Boxes"

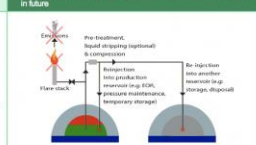
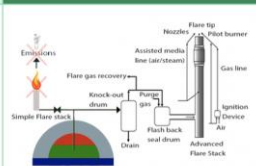
- Technology summary
- Applicability to the Arctic
- Effect on emissions
- Benefits
- Infrastructure requirements
- Technical & economic considerations
- Visual overview
- Links to further information

### BAT: Detailed information section

- Detailed technology descriptions
- Detailed investment considerations

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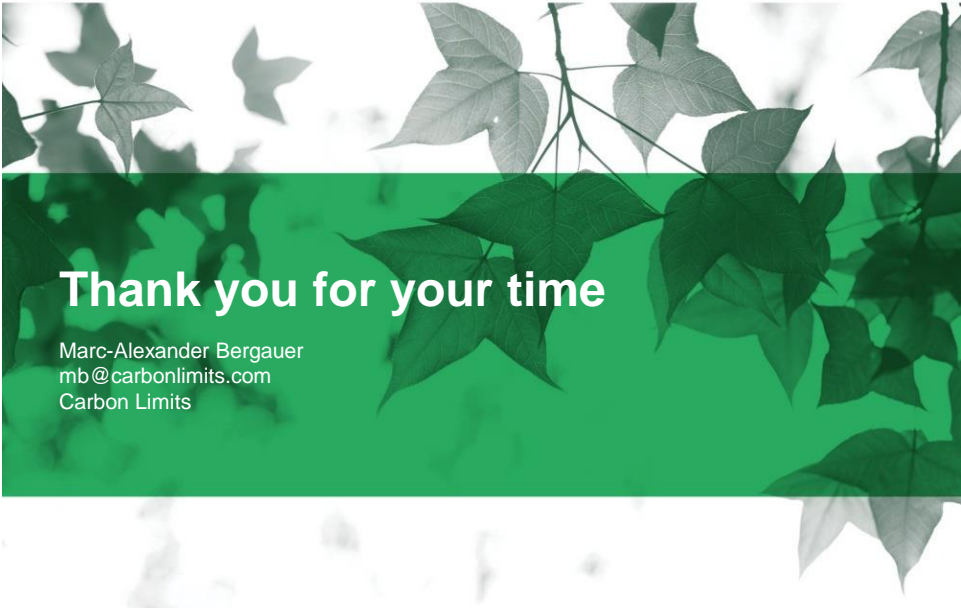
## BATEA to address BC From Gas Flaring REPORT OVERVIEW – SUMMARY BOX STRUCTURE

<p><b>BATEA 2: Maximize On-Site Use – Re-injection</b></p> <p><b>Effect on Emissions</b></p> <ul style="list-style-type: none"> <li>• Significantly reduces emissions of:             <ul style="list-style-type: none"> <li>- CO<sub>2</sub></li> <li>- PM (incl. BC)</li> <li>- SO<sub>x</sub></li> <li>- Heavy metals</li> </ul> </li> <li>• Project emissions, including CO<sub>2</sub>, are created from combusting gas (e.g.: compressors are required to re-inject)</li> </ul> <p><b>Benefits</b></p> <ul style="list-style-type: none"> <li>• Re-injection into the same reservoir can, in some cases, provide enhanced oil recovery (EOR) in mature fields</li> <li>• EOR could significantly increase production (economic benefit)</li> <li>• Storage of gas in other reservoirs could provide long-term storage of a large fraction of injected gas for future production or provide for short-term saving capacity</li> </ul> <p><b>Infrastructure Requirements</b></p> <ul style="list-style-type: none"> <li>• Gas pre-processing &amp; conditioning equipment</li> <li>• Optional NGL separation equipment (BATEA 6)</li> <li>• High-capacity compressors</li> <li>• Injection wells (former production wells may be adapted to save cost)</li> <li>• Piping &amp; related infrastructure (particularly in consideration of gas transportation and injection at another site)</li> <li>• Reservoir management &amp; monitoring systems (especially for EOR schemes)</li> </ul> <p><b>General Technical &amp; Economic Considerations</b></p> <ul style="list-style-type: none"> <li>• Compositional constraints and requirements for gas conditioning (e.g.: H<sub>2</sub>S content) before compression and re-injection activities can commence</li> <li>• Viability of separating NGLs from APG (see BATEA 6) and re-injecting only NG gas (depending on economic value)</li> <li>• Implementing only a partial re-injection scheme and utilizing remainder, e.g.: on-site use (see BATEA 1)</li> <li>• General high capital cost of infrastructure, particularly depth of target reservoir and complexity of wells (cost estimation considerations)</li> <li>• Volume of APG required to be injected considering other more economical solutions to avoid flaring (costs vs. returns from EOR or speculative value of preserving gas for future use need to be considered)</li> <li>• Geographical location of field (costs offshore are significantly higher than onshore)</li> <li>• Gas compression cost for re-injection activities (some gas will conceivably be used as fuel)</li> </ul> <p><b>Particular Considerations for EOR</b></p> <ul style="list-style-type: none"> <li>• Reservoir geology and configuration (e.g.: miscibility - compatibility with reservoir fluids, capacity - available volumes, injectivity - reservoir pressure limitations)</li> <li>• ROI for EOR schemes (high uncertainties regarding efficiency and added oil for recovery)</li> <li>• Gas injection under an EOR scheme has to economically compete with other alternatives for gas utilization (e.g.: availability and distance of gas gathering pipelines should be examined)</li> <li>• Management and monitoring system requirements (regular reservoir behaviour evaluation requirements) to analyze gas performance and movement towards producer wells (potential gas-cycling issues) in oil reservoirs.</li> </ul> <p><b>Particular Considerations for Storage &amp; Disposal</b></p> <ul style="list-style-type: none"> <li>• Economic drivers for disposal (only environmental considering unless savings in flare lines)</li> <li>• Main economic driver for temporary storage schemes (e.g.: better utilization of transportation systems, improved delivery</li> </ul> <p><b>Summary</b></p> <p>Associated gas is recovered from the flare stack and re-injected into a reservoir for:</p> <ul style="list-style-type: none"> <li>• Enhanced Oil Recovery (EOR) / pressure maintenance</li> <li>• Temporary or permanent storage - APG can be re-injected into existing or other suitable - typically depleted - reservoirs within the area / close proximity</li> </ul> <p><b>Applicability (to the Arctic):</b></p> <ul style="list-style-type: none"> <li>• Mature oil fields in remote areas far from utilization infrastructure (e.g.: pipelines, gas processing plants, electricity grids)</li> <li>• Fields that have been identified in close proximity to depleted reservoirs or other suitable formations for re-injection (e.g.: salt caverns)</li> <li>• EOR through re-injection could carry benefits such as increased or prolonged oil production in mature fields</li> <li>• For temporary injection - Arctic fields where future gas utilization or product conversion projects are in development could be (e.g.: GTL, LNG) or where recovery and export could become economically viable in future</li> </ul> 	<p><b>BATEA 7: Optimize Combustion Conditions – Advanced Flare Design</b></p> <p><b>Effect on Emissions</b></p> <ul style="list-style-type: none"> <li>• Depending on design parameters, can reduce emissions of:             <ul style="list-style-type: none"> <li>- PM (incl. BC)</li> <li>- CH<sub>4</sub> and non-methane VOCs</li> <li>- Other Hazardous pollutants</li> </ul> </li> <li>• Depending on design parameters may conceivably increase other emissions such as CO<sub>2</sub> or NO<sub>x</sub>.</li> </ul> <p><b>Benefits</b></p> <ul style="list-style-type: none"> <li>• Provides technical alternatives to more environmentally friendly flaring practices</li> <li>• Reducing (otherwise burned) heavier hydrocarbons can provide for a valuable resource</li> </ul> <p><b>Infrastructure requirements:</b></p> <ul style="list-style-type: none"> <li>• Knock-out drum (to retrieve hydrocarbon liquids)</li> <li>• Flash back seal drum (with consideration for equipment to reduce the need for purge gas)</li> </ul> <p><b>Advanced Flare Designs</b></p> <ul style="list-style-type: none"> <li>• Pressure-assisted</li> <li>• Steam-assisted</li> <li>• SIRC</li> <li>• Multi-Sp</li> <li>• Staged</li> <li>• Enclosed</li> </ul> <p><b>Advanced ignition system (manual/automatic pilot, battery)</b></p> <ul style="list-style-type: none"> <li>• Measurement and control systems (e.g.: for ignition and monitoring pilot burners)</li> </ul> <p><b>Main Technical &amp; Economic Considerations</b></p> <ul style="list-style-type: none"> <li>• The primary objective of a flare is to dispose safely of the associated gas (design will need to also address safety, environmental and social requirements)</li> <li>• Technologies can aid in achieving smokeless operation and high combustion efficiency (&lt;2% unburned hydrocarbons) when properly sized, maintained and operated, however poor design or poor maintenance can lead to smoke formation or high inefficiency (&gt; 30% unburned hydrocarbons)</li> <li>• Appropriate flare selection (and specific emissions released from a gas flare) depend on various parameters, in particular gas flare rate &amp; gas composition &amp; pressure. The design should consider the full range of flare operating conditions.</li> <li>• Ambient conditions (e.g.: wind, temperature) need to be appropriately considered when selecting technology</li> <li>• Design and maintenance of a knockout drum will impact the black carbon emissions from a flare (if not sized or maintained properly, liquids droplets may be entrained by a waste gas stream and be burned incompletely resulting in smoke formation. Micro condensation units for knock-out drums can be considered an effective black carbon emissions reduction option)</li> <li>• Choices will depend on the utility costs and availability (have implications for equipment, installation &amp; maintenance costs)</li> <li>• Consideration also needs to be given to the technology applicability (onshore/offshore) and that no economic benefit can be considered from implementing this BATEA</li> <li>• This BATEA should be considered also for reducing BC emissions from non-routine flaring</li> </ul> <p><b>Links to Further Information</b></p> <ul style="list-style-type: none"> <li>• Flare gas design for efficient control &amp; operation: <a href="https://www.foxconcretechnology.com/flare-gas-system-design-for-efficient-control-and-operation/">https://www.foxconcretechnology.com/flare-gas-system-design-for-efficient-control-and-operation/</a></li> <li>• Flare systems – Design alternatives, components key to optimum flares: <a href="https://www.oil.com/articlesopinion/0601issue-47/in-this-issue/analyzing-flare-systems-1-design-alternatives-components-key-to-optimum-flare.html">https://www.oil.com/articlesopinion/0601issue-47/in-this-issue/analyzing-flare-systems-1-design-alternatives-components-key-to-optimum-flare.html</a></li> </ul> 
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CARBON LIMITS



**Thank you for your time**

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