

MHI's Carbon Capture Technology

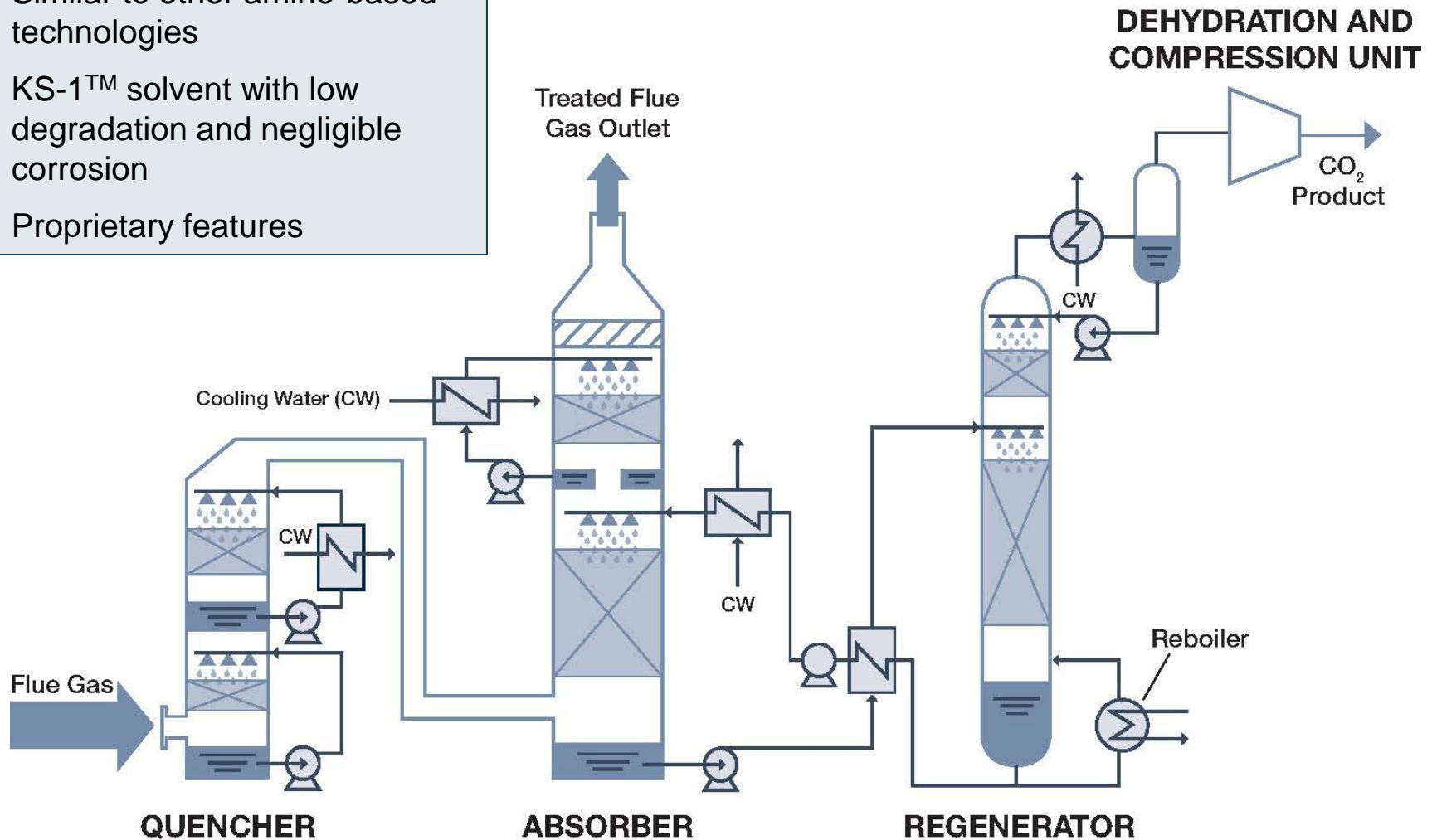
**2017 CO₂ & ROZ Conference
Carbon Management Workshop
Midland, Texas**

December 4

Background



- Similar to other amine-based technologies
- KS-1™ solvent with low degradation and negligible corrosion
- Proprietary features



KM CDR Process is a registered trademark of Mitsubishi Heavy Industries, Ltd., in Japan, the United States of America, European Union (CTM), Norway, Australia, and China.

KM CDR Process® Development History

From 1991 –
2 TPD Nanko Pilot Plant on
Natural Gas Exhaust
(Kansai Electric Power Co.)



From 2002 –
1 TPD Hiroshima Pilot Plant on
Coal Exhaust
(MHI R&D Center)



From 2006 –
10 TPD Matsushima Pilot Plant
on Coal Exhaust
(J-Power)

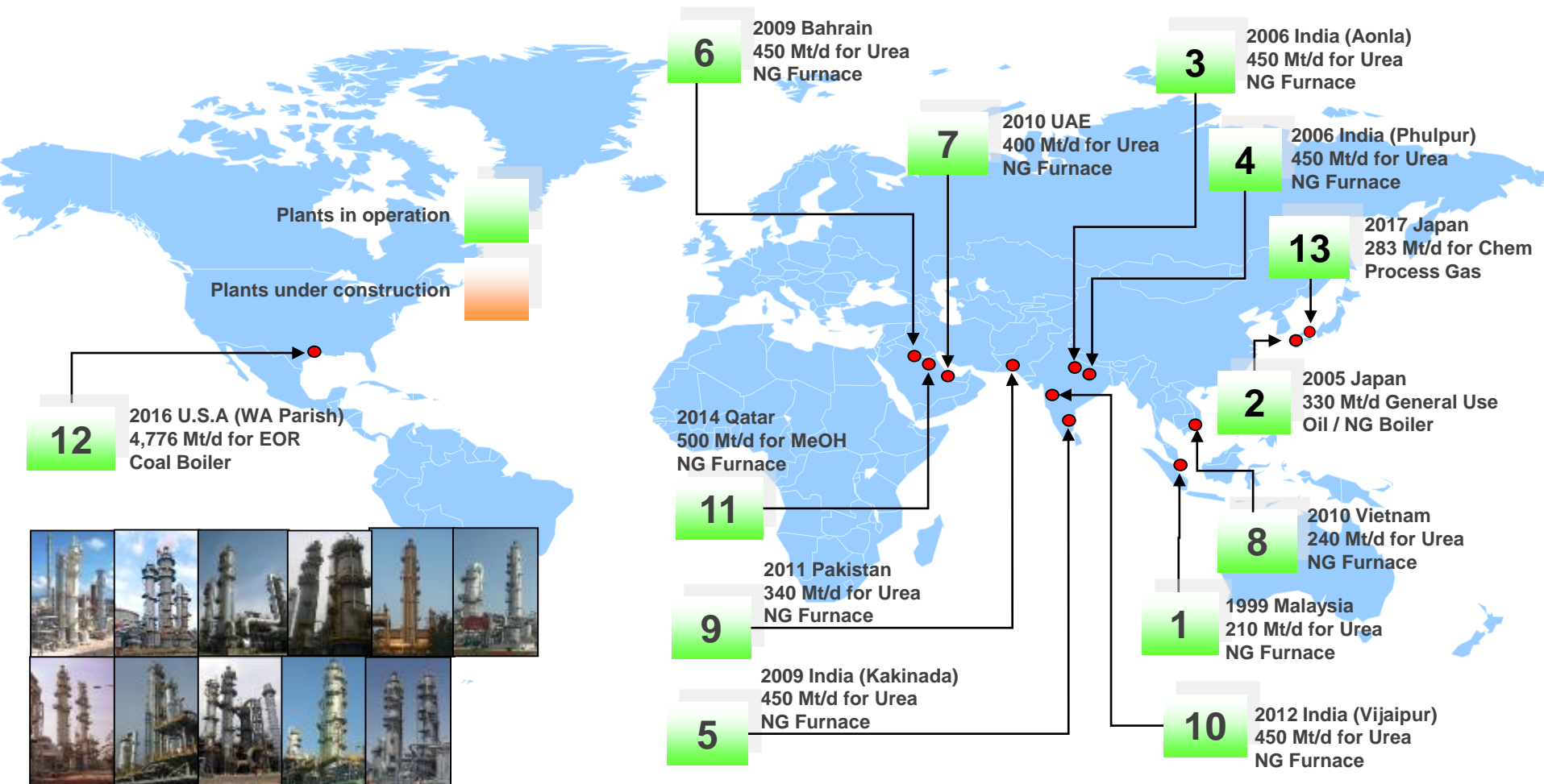


Engineering HQ
(Yokohama)

From 2008 –
400MWeq Absorber Flow Tests
(MHI Mihara)



MHI is the world's leading large scale post-combustion CO₂ capture technology licensor.





2002 – Hiroshima
R&D Facility (1 tpd)

2006 – Matsushima
Pilot Plant (10 tpd)

MHI performed extensive testing to understand the impact of **flue gas impurities** and develop countermeasure technologies.

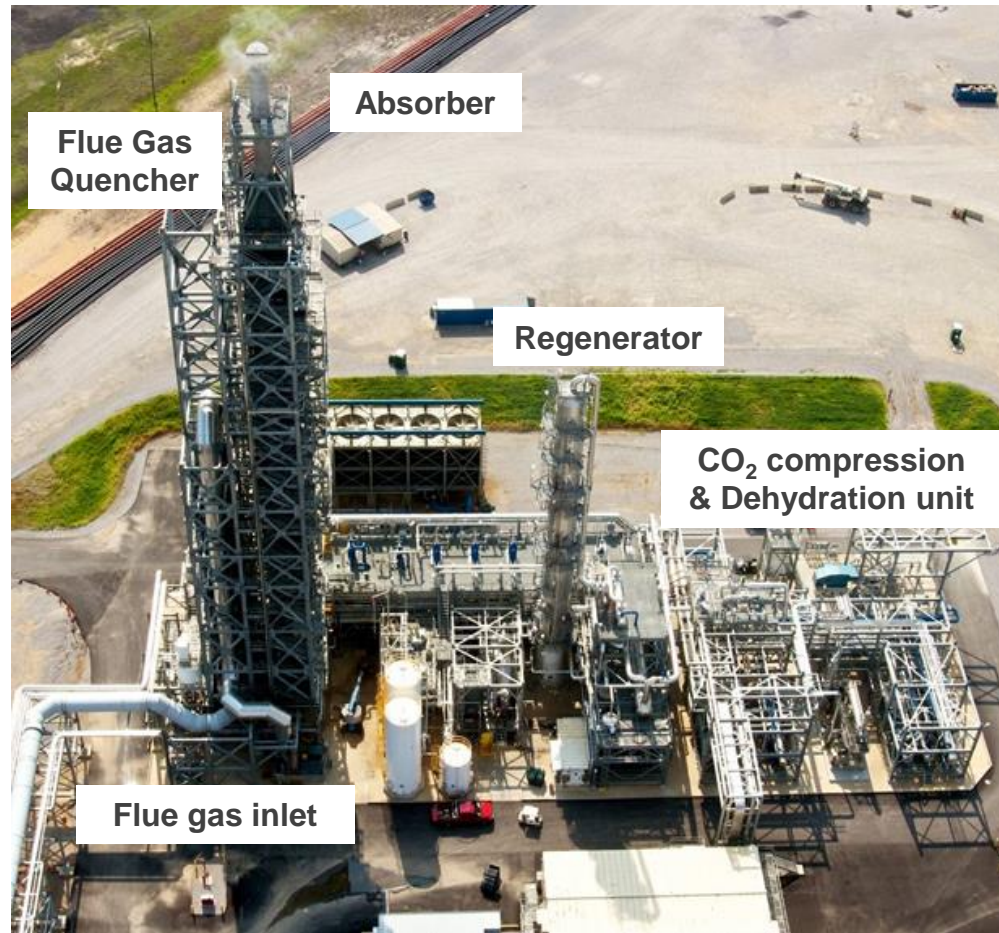
MHI performed liquid distribution tests for rectangular towers which **simplify scale-up and modularization efforts.**

(Scaling technique is similar to that used on more than 200 commercial FGD systems.)



2008 – Mihara Works (~35 ft x ~15 ft)

Plant Barry CO₂ Demo Plant – helped prove commercial viability of carbon capture on coal fired flue gas

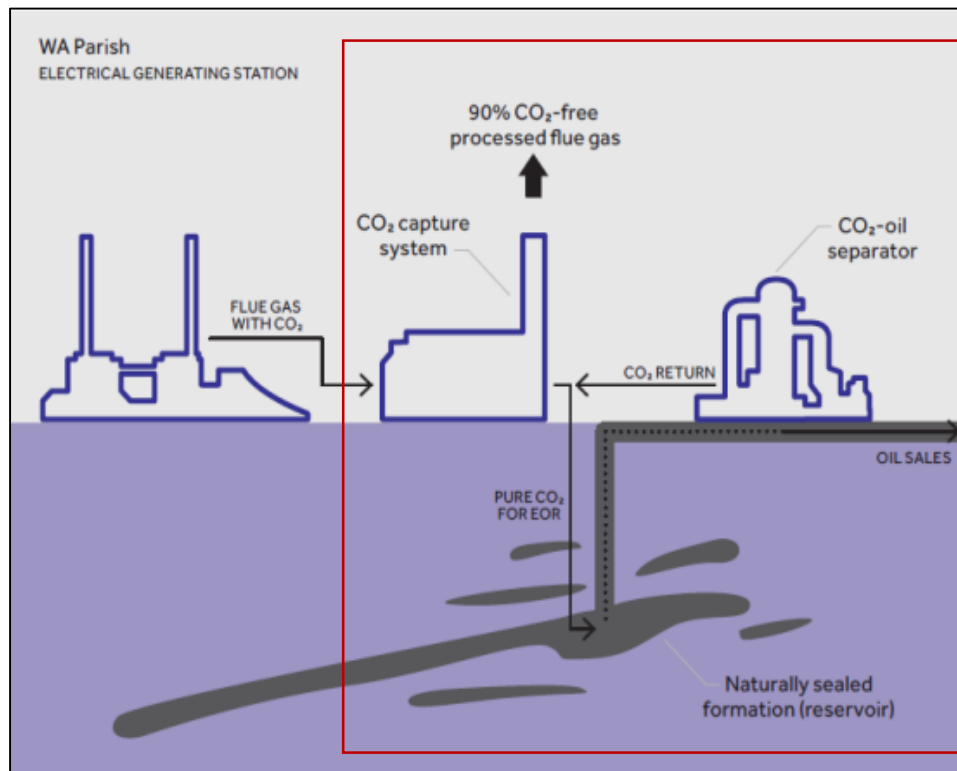


- Funding for capture facility from Southern Company, MHI, and others.
- Designed to capture 500 metric tons per day of CO₂ at 90% capture efficiency.
- From 2011-14: over 12,000 hours, over 250,000 tons captured, over 125,000 tons injected as part of SECARB sequestration demonstration.
- Tested multiple technology improvements.

Petra Nova Project



Oil revenues from CO₂ enhanced oil recovery can recover costs for the entire project without significant impact to the existing power plant.

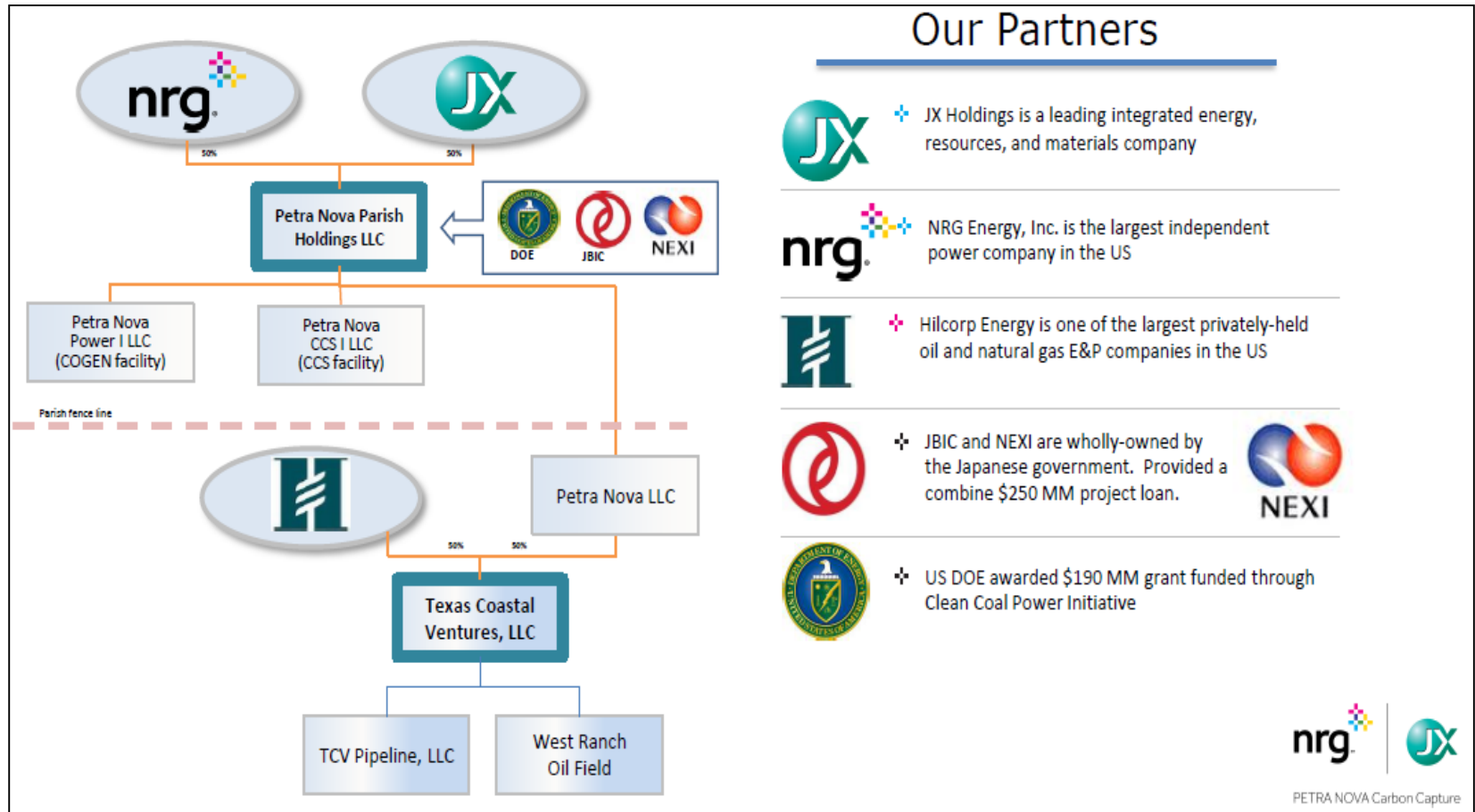


Four Key Components:

- **CO₂ Capture System**
(MHI technology)
- **Cogeneration Plant**
- **CO₂ Transport / Pipeline**
- **Oil Field & Processing Facilities**

NRG Fact Sheet: Carbon capture and enhanced oil recovery: <http://www.nrg.com/documents/business/generation/581409-factsheet-petra-nova-carbon-capture-final.pdf>

NRG Energy and JX Oil and Gas formed the Joint Venture, Petra Nova Parish Holdings. They own the CCS facility and 50% of the CO₂ pipeline and oil field.



Reference: Petra Nova Parish Holdings

“NRG Energy, JX Nippon complete world’s largest post-combustion carbon capture facility on-budget and on-schedule¹”



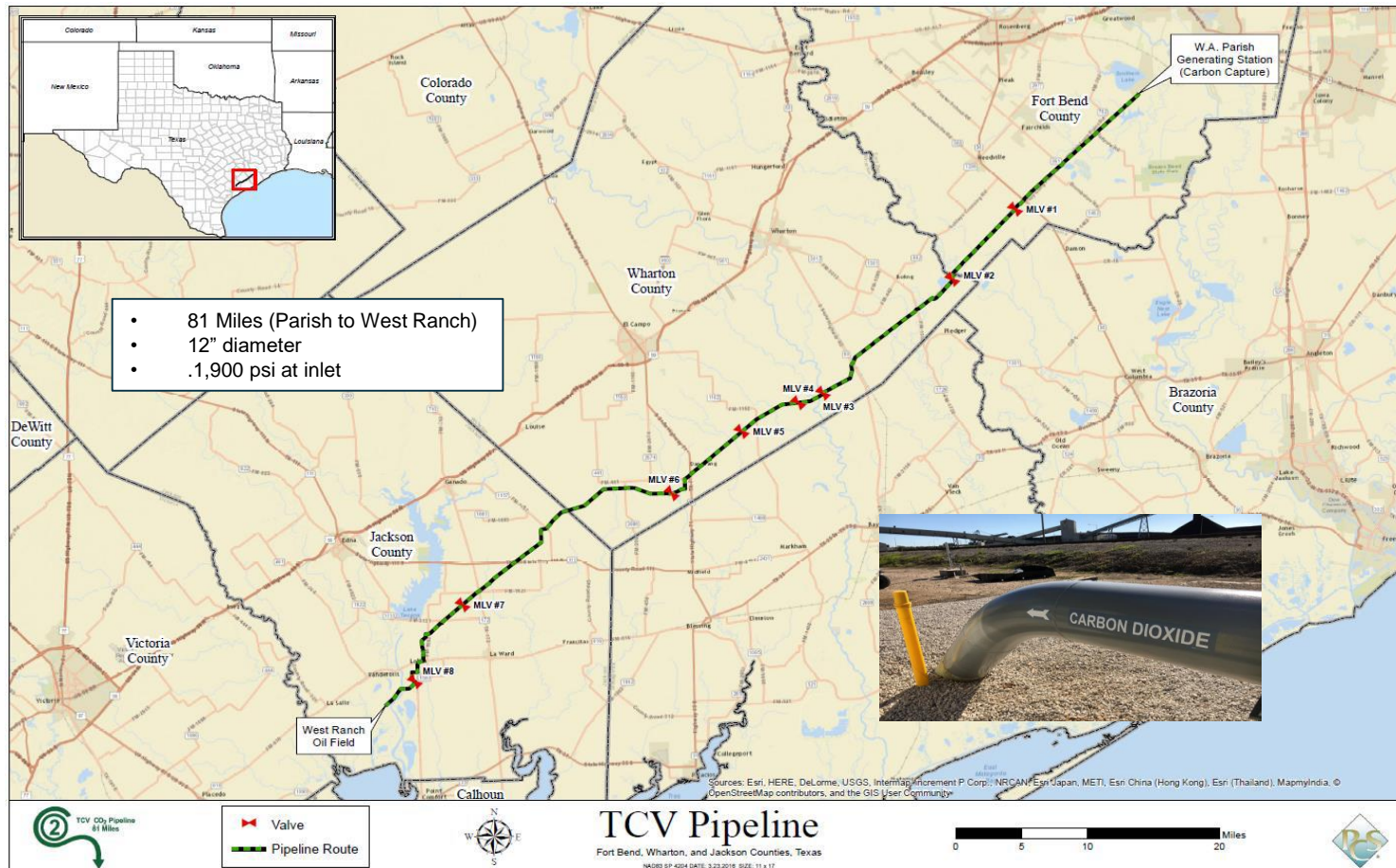
- Takes a partial “slip” stream from host unit - NRG’s Parish Plant Unit 8
- Captures 5,200 tons of CO₂/day
- Achieved COD on Dec 29, 2016
- 2017 – Power Magazine ***“Plant of the Year”***
- October 2017 – 1M tons of CO₂ captured

¹NRG press release: <http://investors.nrg.com/phoenix.zhtml?c=121544&p=irol-newsArticle&ID=2236424>

Petra Nova Project CCS Facility Layout



Captured CO₂ is compressed by Mitsubishi's compressor and transported 81 miles by pipeline to the West Ranch Oil field for EOR.



Reference: Petra Nova Parish Holdings

CO₂ captured from Parish Unit 8 is expected to boost oil production from 300 bbls/day to up to 15,000 bbls/day.

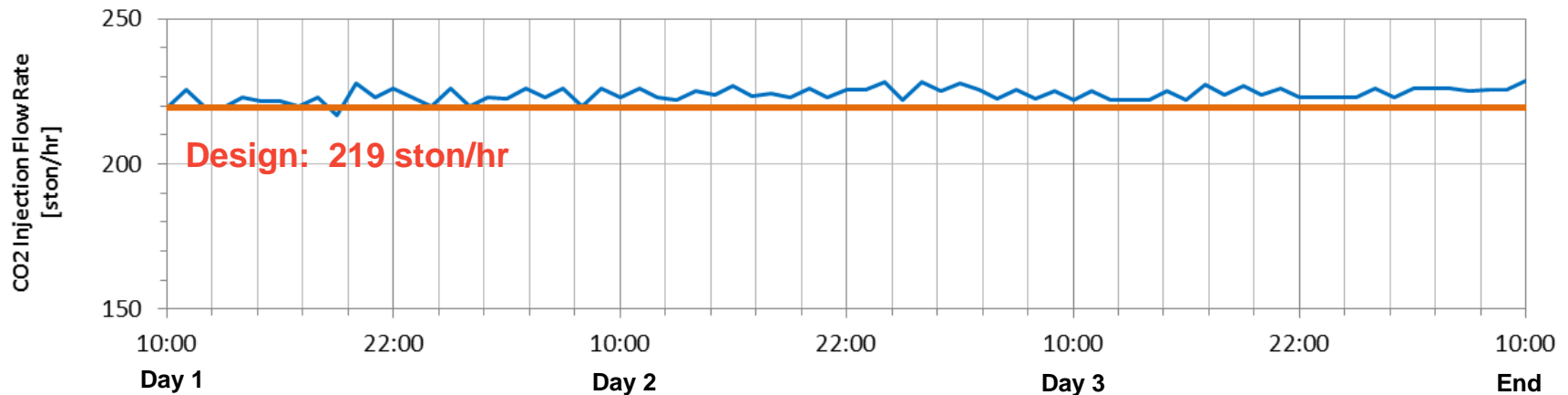


West Ranch Field Central Facilities

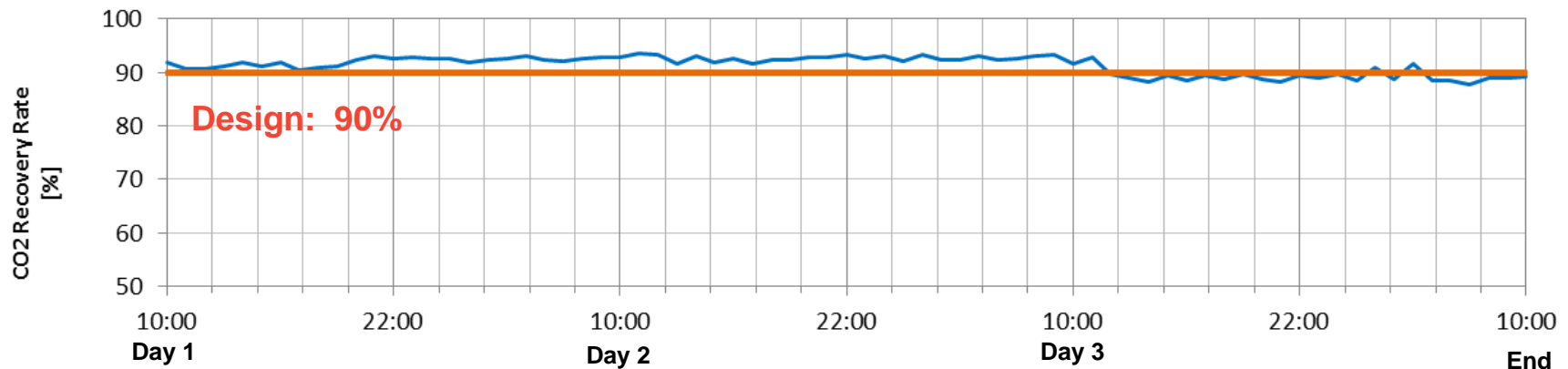
- 200 new wells to be drilled (over 100 now complete)
- 2 central processing facilities to separate oil-CO₂-water
- All produced CO₂ and water is reinjected into the formation

MHI's proprietary control system (ALAC) successfully maintained stable operation.

CO₂ Production Flow Rate Trend (72hrs)

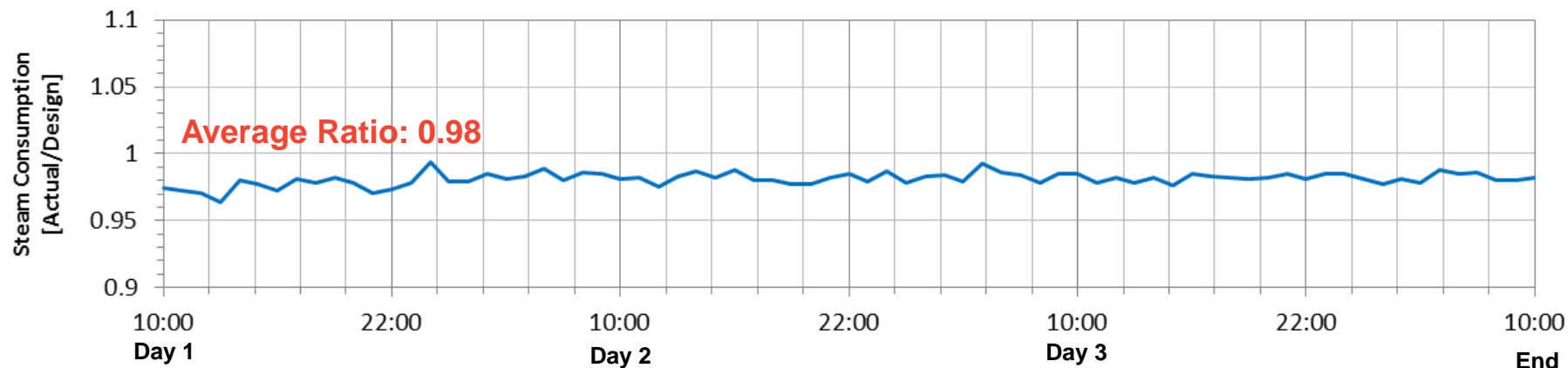


CO₂ Recovery Rate Trend (72hrs)

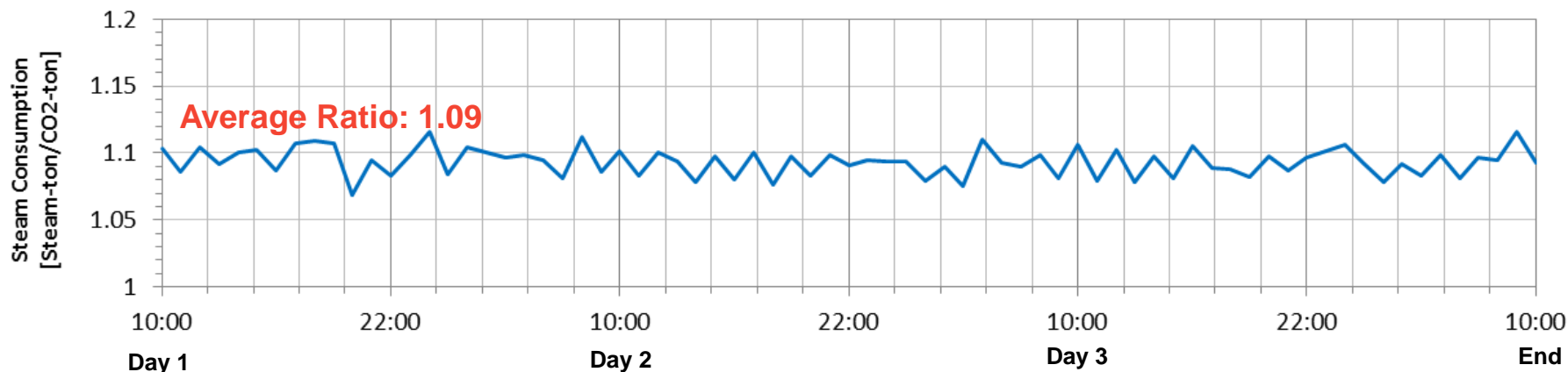


Steam consumption exceeded expectations and has been consistently below design.

Steam Consumption Trend (Actual / Design) (72hrs)



Steam Consumption Trend (steam-ton/CO₂-ton) (72hrs)

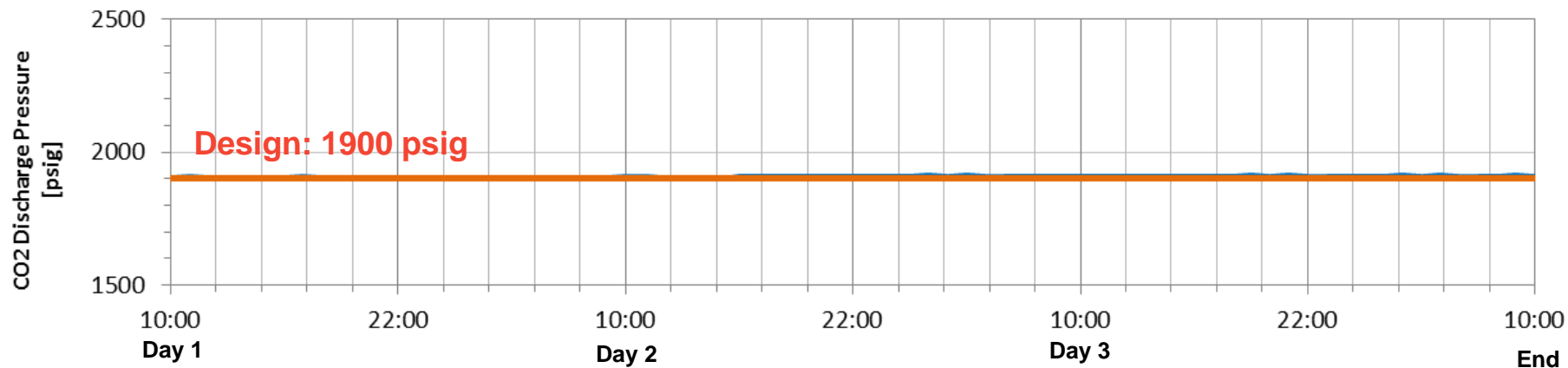


World's largest integrally geared CO₂ compressor delivered by Mitsubishi Compressor.

- 8 stages
- 28,700 hp

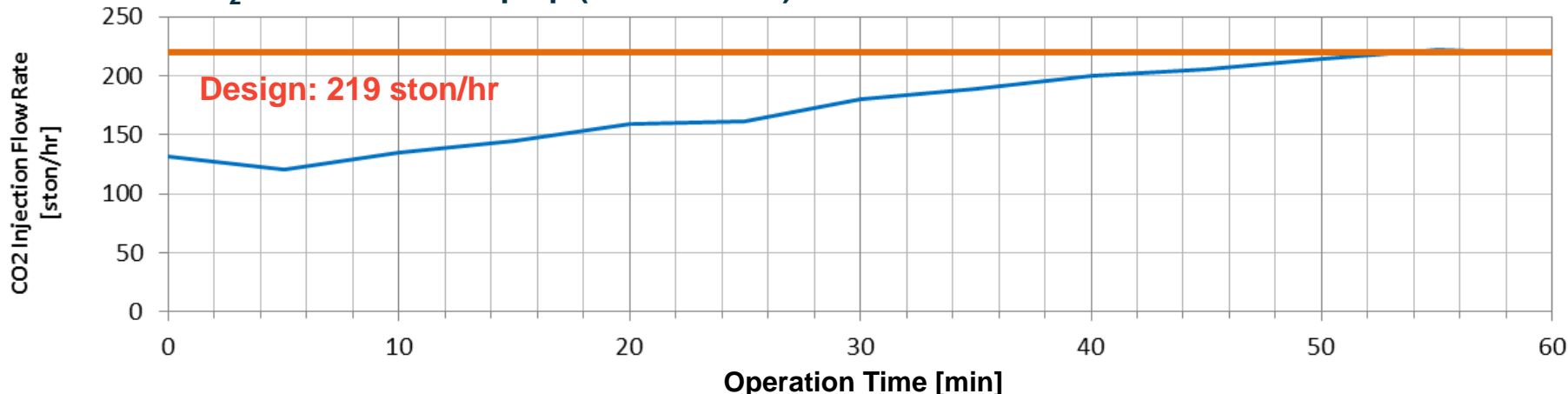


CO₂ Production Pressure Trend (72hrs)

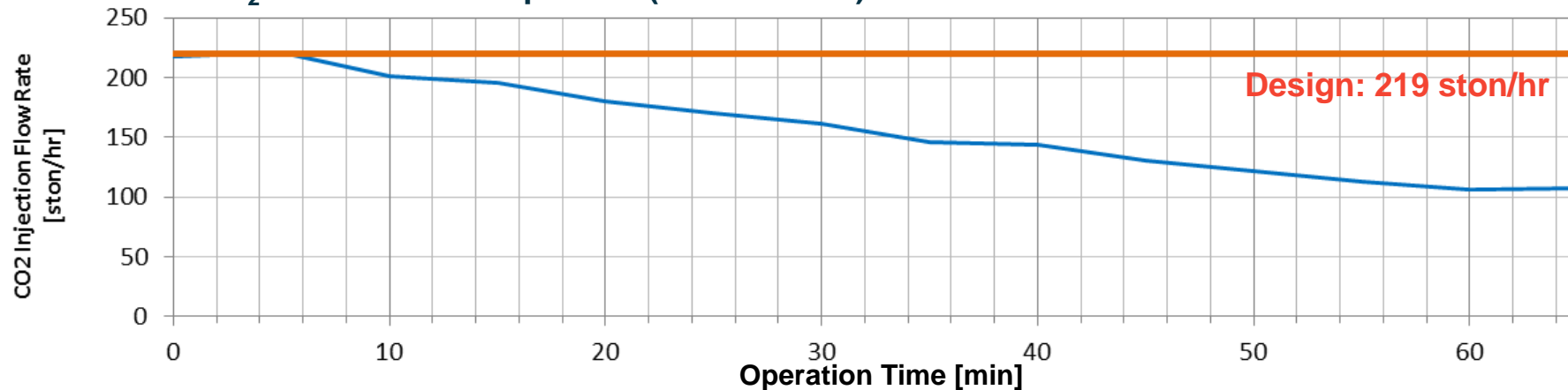


MHI's proprietary control system (ALAC) smoothly ramps CO₂ production from 50% to 100% in less than 1 hour.

Automatic CO₂ Production Ramp up (50% -> 100%)



Automatic CO₂ Production Ramp down (100% -> 50%)



Future

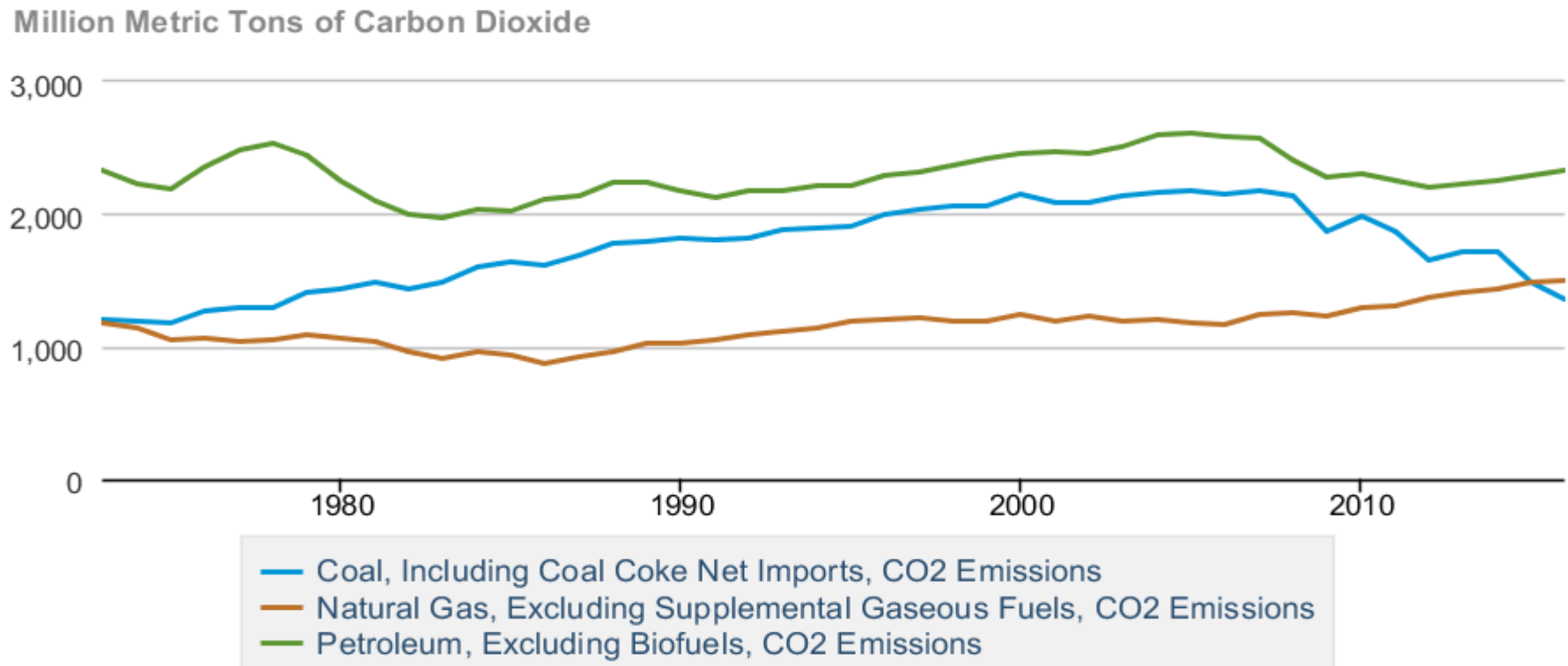


MHI has been investigating new solvents to further reduce the cost of CO₂ capture.

New Solvent Testing – Lab Results		
	KS-1™	New Solvent
Steam Consumption	1	0.92
Solvent Degradation	1	0.53
Solvent Emission	1	0.40

- MHI conducted solvent screening in the laboratory and the Nanko pilot plant.
- New solvent has achieved lower steam consumption, solvent degradation, and solvent emissions than KS-1™.
- New solvent may require a higher solvent circulation flow rate which increases electricity consumption.
- Benefits appear to outweigh the higher flow rate.

Table 12.1 Carbon Dioxide Emissions From Energy Consumption by Source

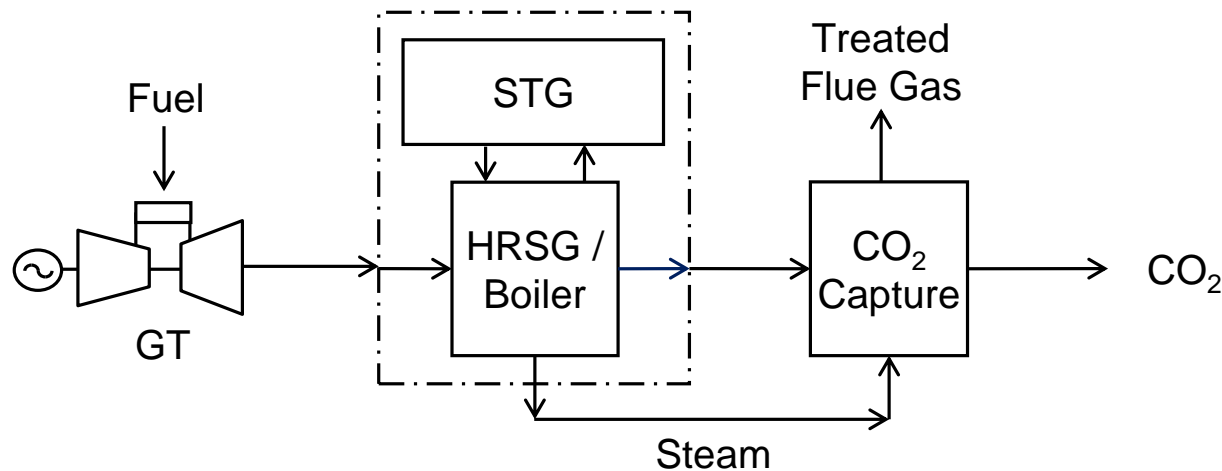


MHI's KM CDR Process[®] can be successfully applied to NGCC power plants.

Typical Flue Gas Conditions			
	Unit	Coal fired Boiler	NG fired GT
CO ₂	Vol.%	10 - 14	3 - 4
O ₂	Vol.%	4 - 6	10 - 15
SOx	ppm(dry)	1 - 50	<0.3
PM (Dust)	mg/Nm ³	3 - 10	NA

- KS-1[™] has proved resistant to O₂ degradation despite higher concentration.
- MHI can provide large absorbers to account for lower CO₂ concentration.
- KM CDR Process[®] requires fewer treatment systems as a result of the minimal SOx and dust in flue gas.

MHI has the capability to investigate advanced NGCC-CO₂ capture configurations to consider existing and new assets.



Fully optimized integration between NGCC and CO₂ capture can:

- Take advantage of high efficiency gas turbines
- Reduce parasitic load of CO₂ capture
- Reduce capital cost of CO₂ capture

Past

- Tested MHI proved viability at multiple R&D facilities.
- Delivered MHI delivered **eleven (11) operating commercial CO₂ capture plants** prior to the Petra Nova Project.
- Scaled-up MHI successfully scaled-up and demonstrated long-term operation at Alabama Power's Plant Barry.

Present

- Petra Nova **December 2016** – the world's largest post-combustion CO₂ capture project on coal-fired flue gas (4,776 mtpd) – completes performance testing.

Future

- New Solvents MHI is developing new solvents to reduce utility consumption and emissions.
- NGCC MHI is ready to optimize CO₂ capture for **NGCC applications.**

MOVE THE WORLD FORWARD

**MITSUBISHI
HEAVY
INDUSTRIES
GROUP**