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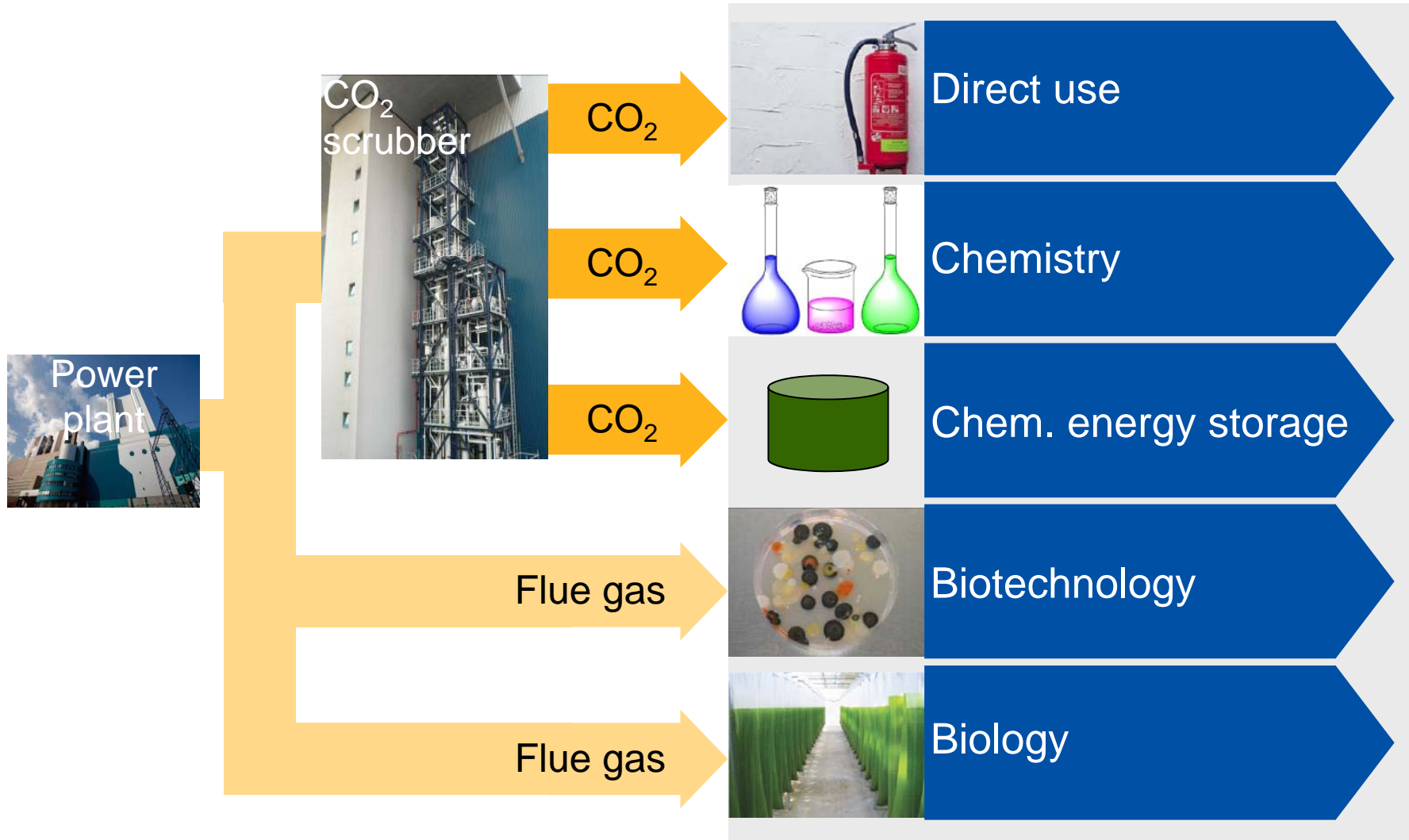
CO₂ Capture and Use (CCU)

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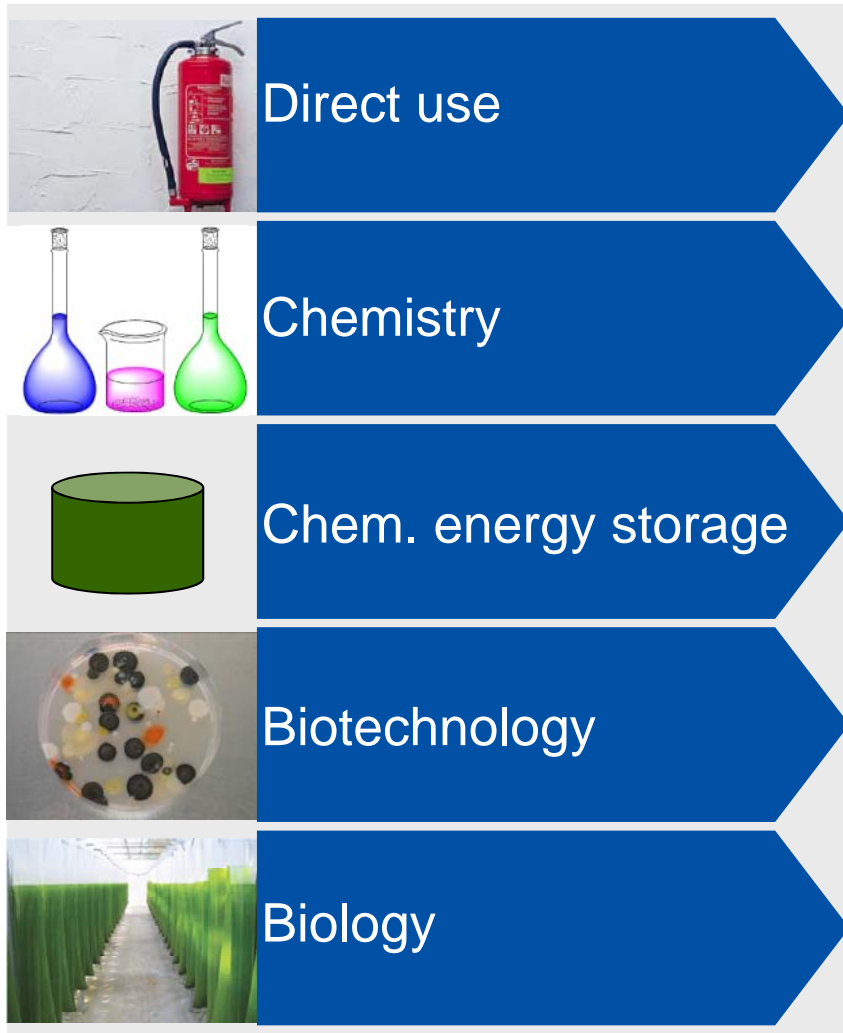
Contents

- > What are the possible routes for CCU
- > How much CO₂ can be mitigated by CCU
- > What are the technological challenges
- > What is the role of a power plant operator
- > What boundary conditions must be fulfilled

Basic routes of CO₂ utilization



These basic technologies can open up numerous product lines



Product lines

- technical gas
- synthetic gas
- basic chemicals
- plastics
- specialty chemistry
- fuels
- synthetic natural gas
- biogas

Energy

A scenario of a possible future CO₂ utilization reveals a potential up to 10 Mio. t/a in Germany

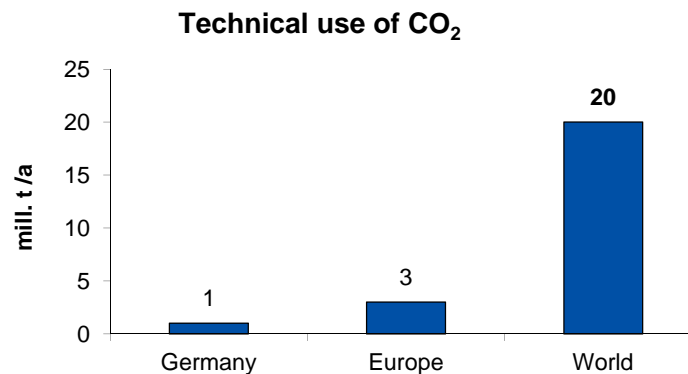


Basic potential limitations:

- Natural gas und chemical products: product market
- Particularly fuels and gas: enough regenerative energy (CO₂-Footprint)

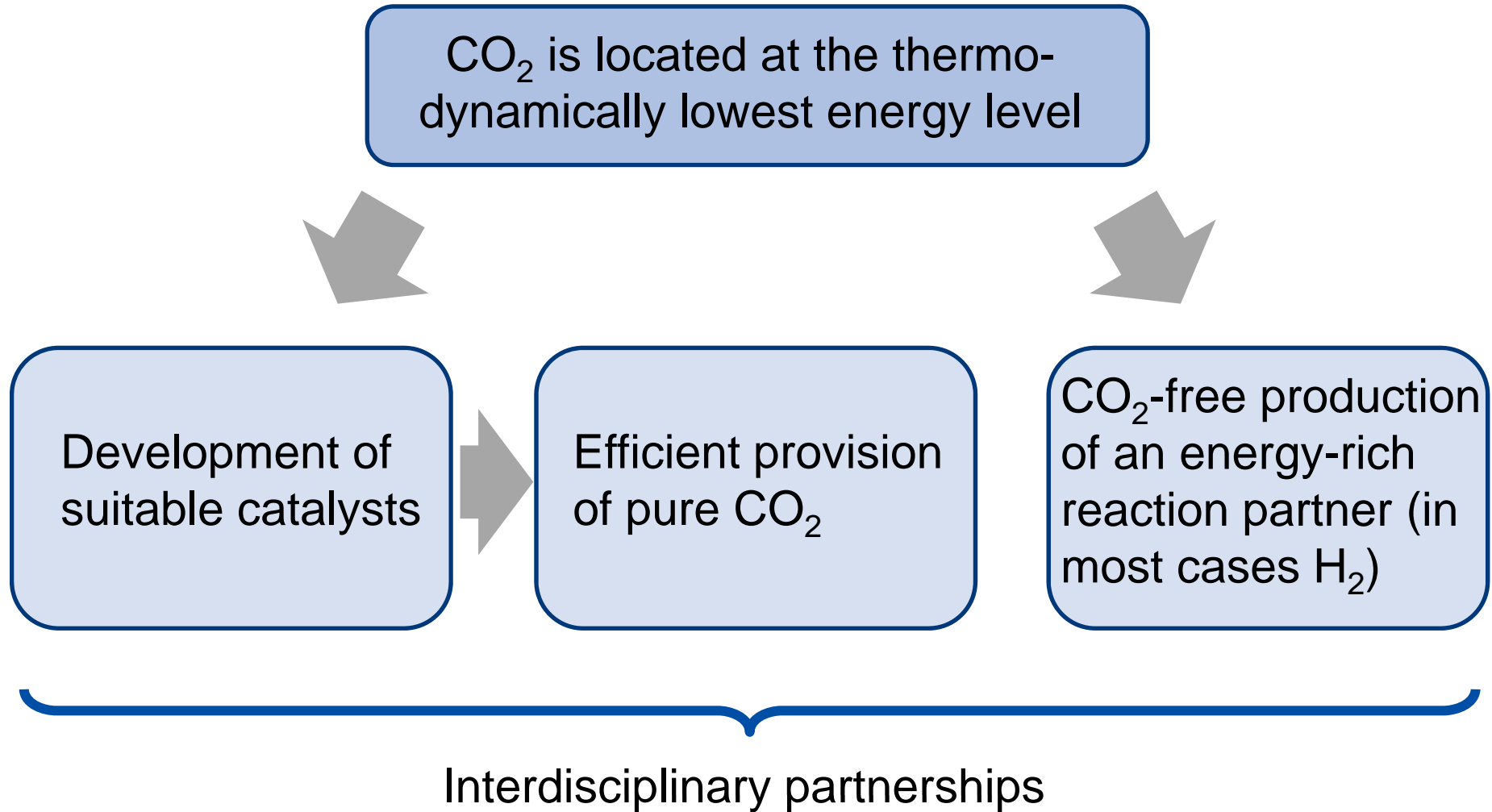
Market for industrial CO₂

- CO₂ used as:
Dry ice for cooling or cleaning, fertilizer in greenhouses, carbonation of drinks, refrigerant, solvent, EOR, fire extinguisher, ...
- Usually high purity CO₂ exhaust streams are sources for supplying the market
- Technical gas market limited in comparison to power plant emissions



Power plant operators have the capability to supply the market with CO₂

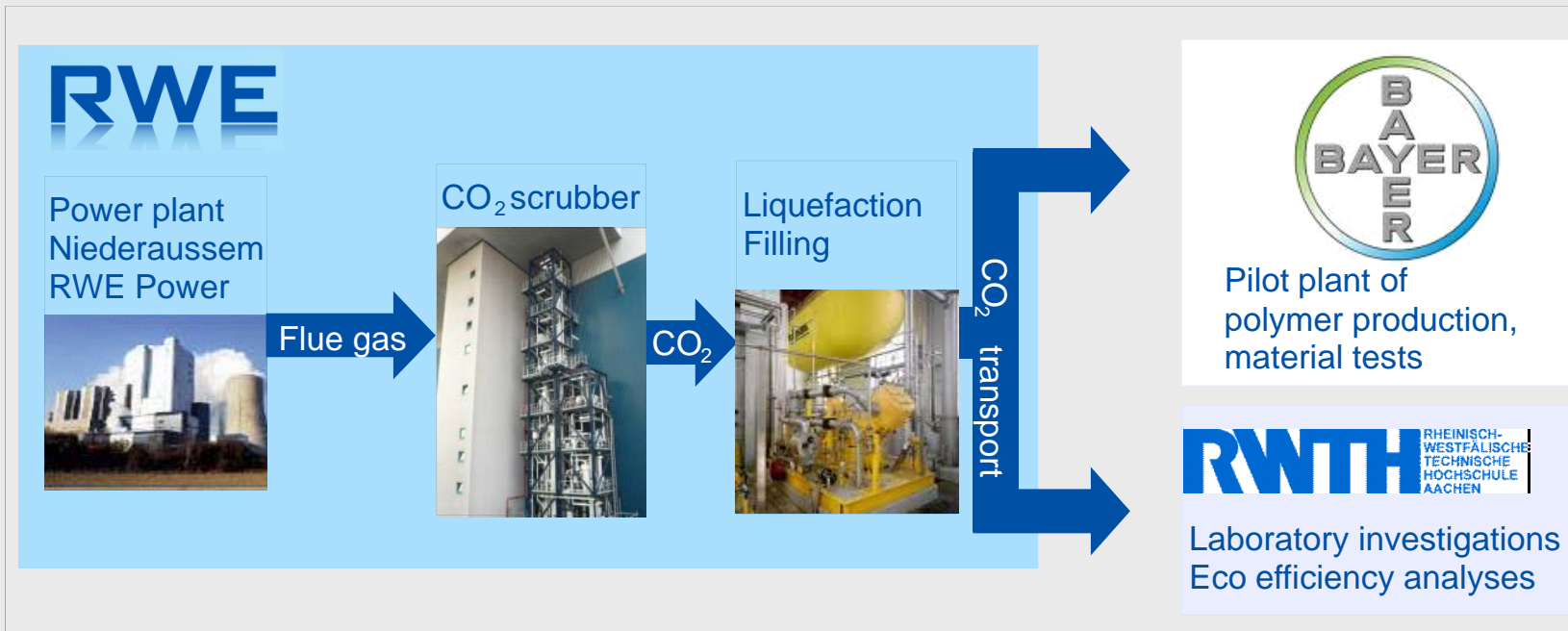
What are the technological challenges for use of CO₂ in chemical processes



Role of power plant operator

Example: R&D project "DreamProduction"

Lignite-CO₂ as a resource for the production of polyurethane



- ▶ Efficient capture of CO₂ out of flue gas
- ▶ Conditioning of CO₂ in order to provide high CO₂ purity for catalytic reactions

Applications for polyurethane

Hard foams

- construction foam
- thermal insulation of buildings
- ...



Soft foams

- mattresses
- car seats
- ...



Specials

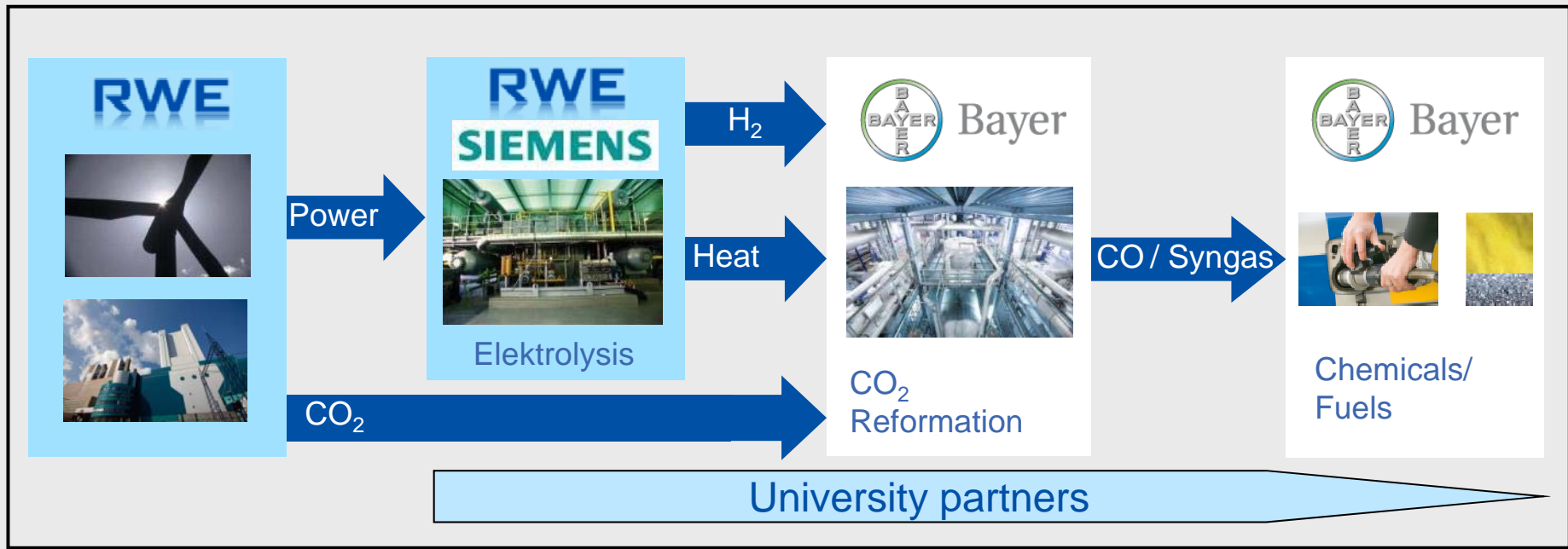
- household goods
- footballs
- ...



Role of power plant operator

Example: R&D project "CO₂RRECT"

Lignite-CO₂ and renewable power for the chemical production



Consortium led by Bayer (BTS)

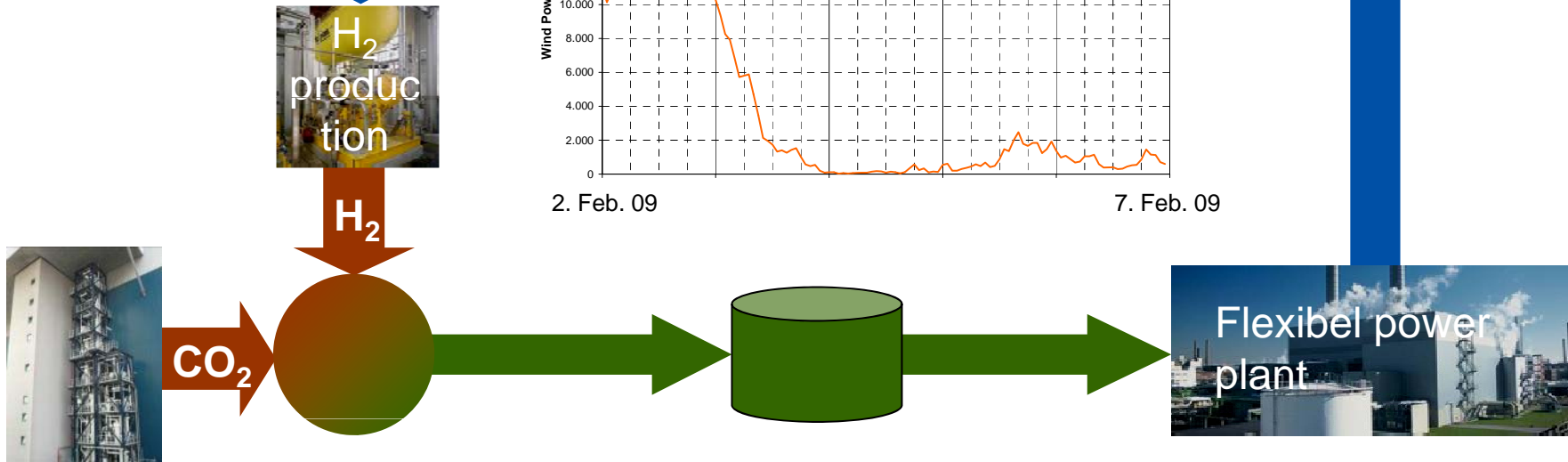
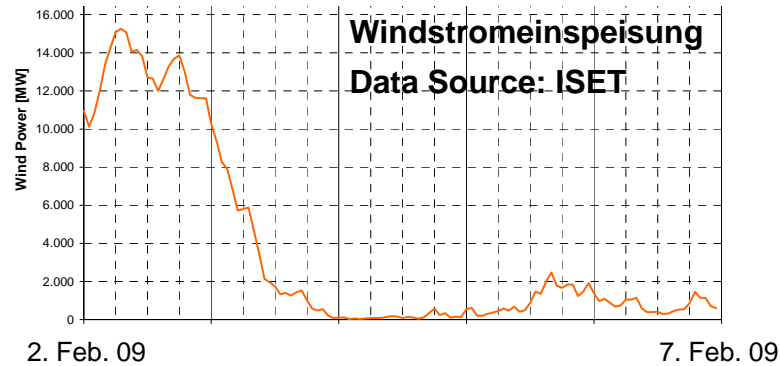
► Provision of electricity/hydrogen based on fluctuating renewable electricity feed-in

Electricity industry:

CO₂ is a component to enable long-term storage of renewable excess energy

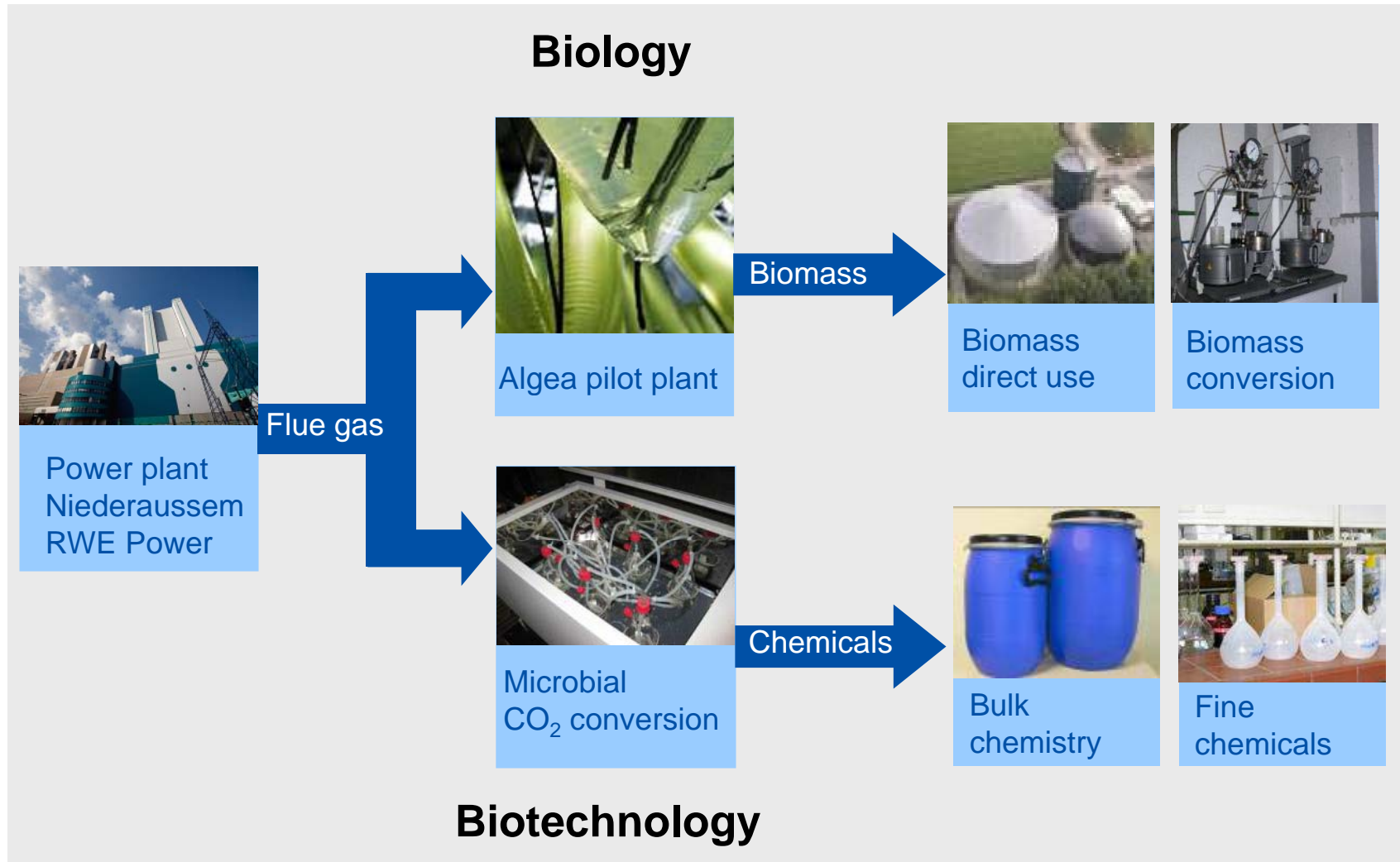
In the future temporarily over-supply of wind and solar power

Use of stored energy in windless times



Simple, in large quantities and permanently storable energy source: methanol, methane (synthetic natural gas), ...

Biology und Biotechnology for CO₂ utilization



Microbial CO₂ conversion

(R&D cooperation with B•R•A•I•N)

R&D cooperation to study CO₂ conversion from power plant flue gas using micro-organisms

> Project goal: Development of "carbon capture bacteria" to produce biomass and chemicals on the basis of coal-derived CO₂

> Product examples: Bio-polymers / bio-plastics for

- food packages
- consumer products
- automotive industry (car interior)



Selection of bacteria



Cultivation in culture medium



Products

Also for CO₂ utilization, the CO₂ must be transported

Pipeline



- standard for large quantities of CO₂ (e. g. > 2 mill. t/a)
- in case of short distances also for smaller quantities of CO₂

Rail



- standard for medium quantities of CO₂ (e. g. < 1 mill. t/a)

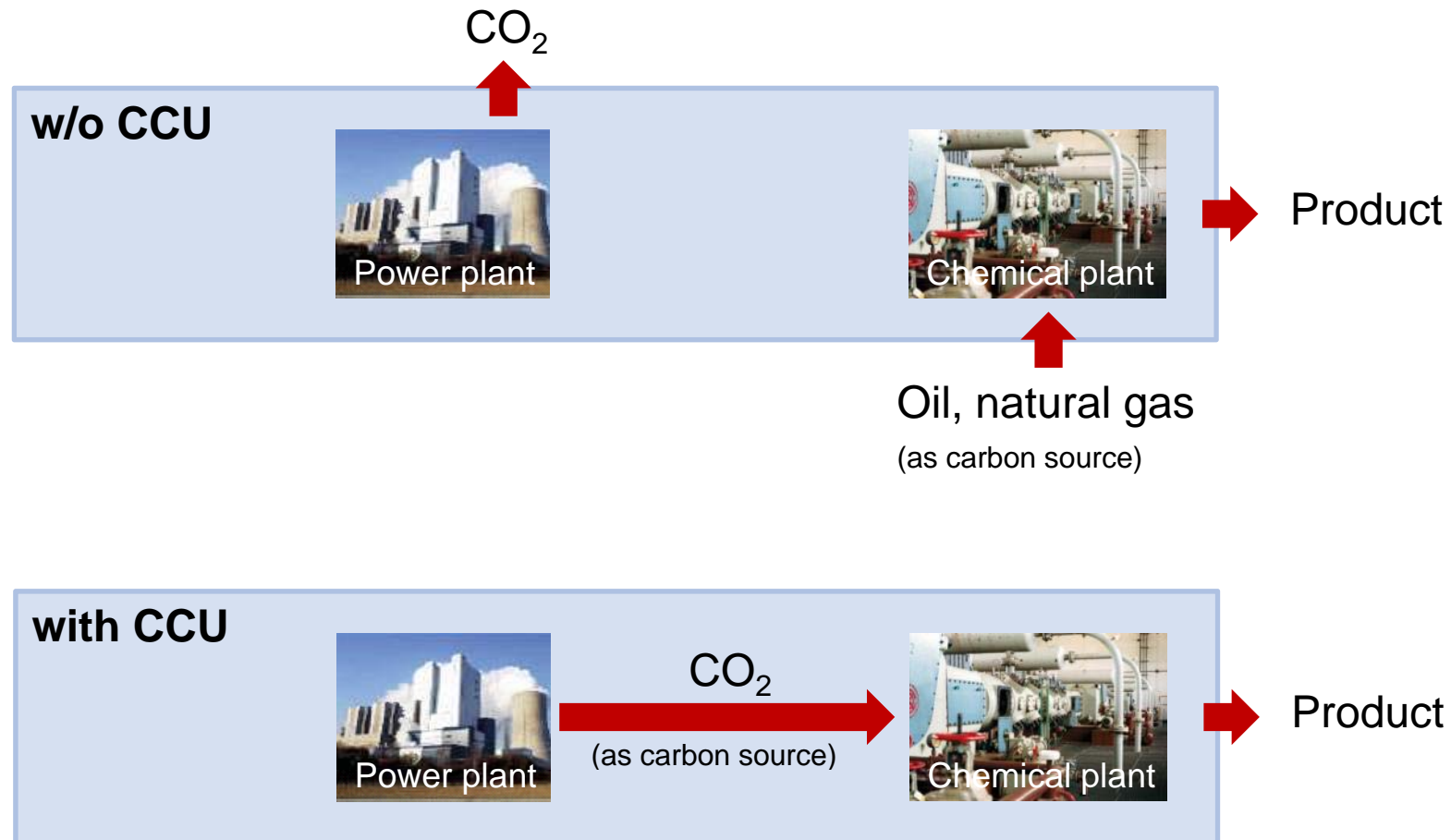
Truck



- small quantities of CO₂
- short distances
- short period

The economical choice of transport option depends on the amount of CO₂ and the transport distance

CCU is a technology to reduce CO₂ emissions



EU ETS must recognize CCU as CO₂ reduction

The utilization of CO₂ as a carbon source is a very promising approach because it combines a new source of raw material with CO₂ reduction and substitutes oil- and natural gas-based production.

But, the current EU ETS legislation (EU ETS monitoring regulation¹⁾) does not recognize CCU as CO₂ reduction technology:

Only CO₂ captured for the purpose of long-term geological storage can be subtracted from the overall CO₂ emissions for which CO₂ certificates need to be purchased.

(whereas the EU monitoring guidelines²⁾ still define CCU as CO₂ reduction like CCS)

- 1) 4th draft of the Commission Regulation on the monitoring and reporting of greenhouse gas emissions pursuant to Directive 2003/87/EC of the European Parliament and of the Council
- 2) Commission Decision of 8 June 2010 amending Decision 2007/589/EC as regards the inclusion of monitoring and reporting guidelines for greenhouse gas emissions from the capture, transport and geological storage of carbon dioxide

The development and implementation of CCU is impeded by the current EU ETS legislation

Conclusions

- > The utilization of CO₂ as a carbon source is a very promising approach because it combines a new source of raw material with CO₂ reduction
- > Research and development focus on
 - new CO₂-based production routes
 - new products based on CO₂
- > Support programs for research and development
- > Interdisciplinary collaborations are indispensable
- > In view of the realistic potential is to be noted:
In terms of CO₂ emissions, CCS is the main approach for CO₂ reduction
- > Establishment of acceptance in the implementation (CO₂ transport)
=> Ensure positive public communication for CO₂
- > Recognition of CCU as an emissions reduction
(CO₂ emissions trading, consideration in TEHG)
- > Successful examples:
 - gypsum from flue gas desulfurization
 - ash as building material for road construction