Modeling the response of industry to environmental constraint

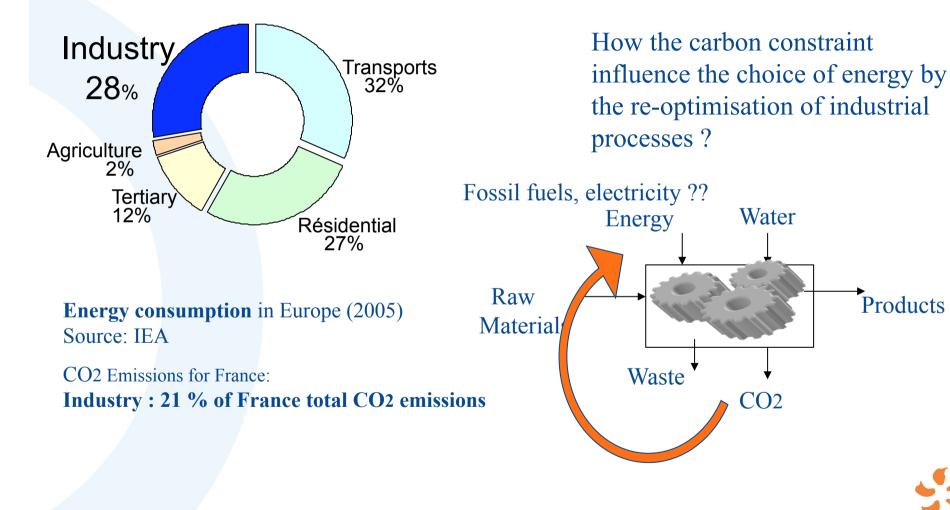


Alain HITA – Ahcène DJEMAA (Ph D student)

EDF R&D/ Eco-efficiency and industrial processes Dept.



### Industry energy consuming

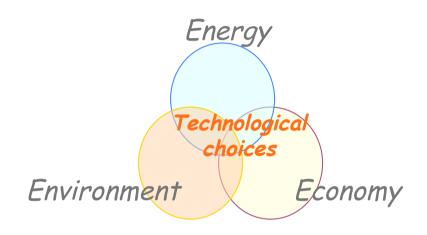




## TIMES modeling interest

 ✓ analysis of a set of criteria covering energy, environment and economy

 ✓ Optimization, under constraints, of a technological representation of a reference energy system on a time horizon

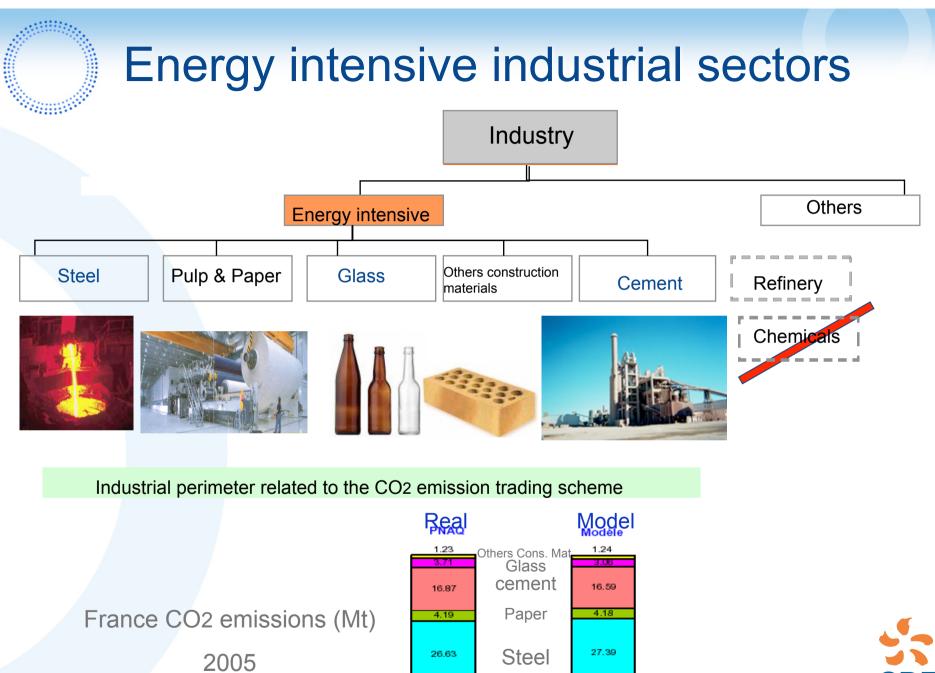


#### ✓ bottom-up model advantages(TIMES)

The model chooses the best economical production technologies (energy efficiency, investment cost,..)

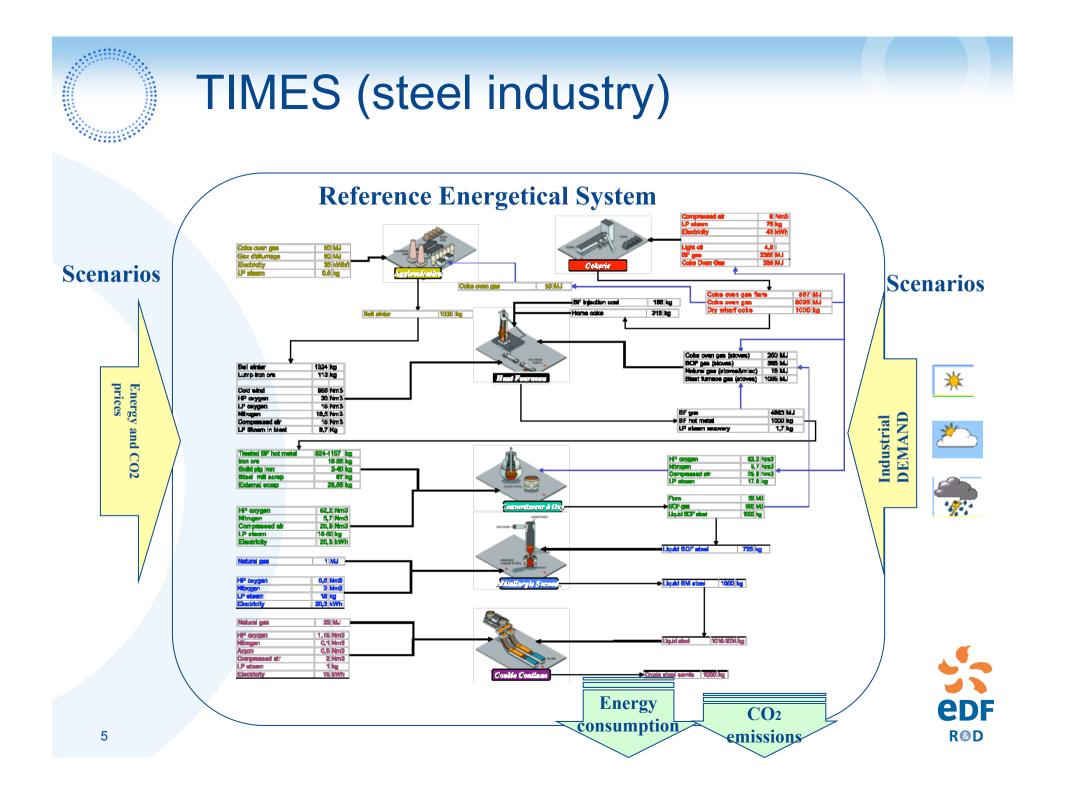
- Energy mix ?
- Associated CO2 emissions ?
- technological changes ?
- •Investments chronology ? ...





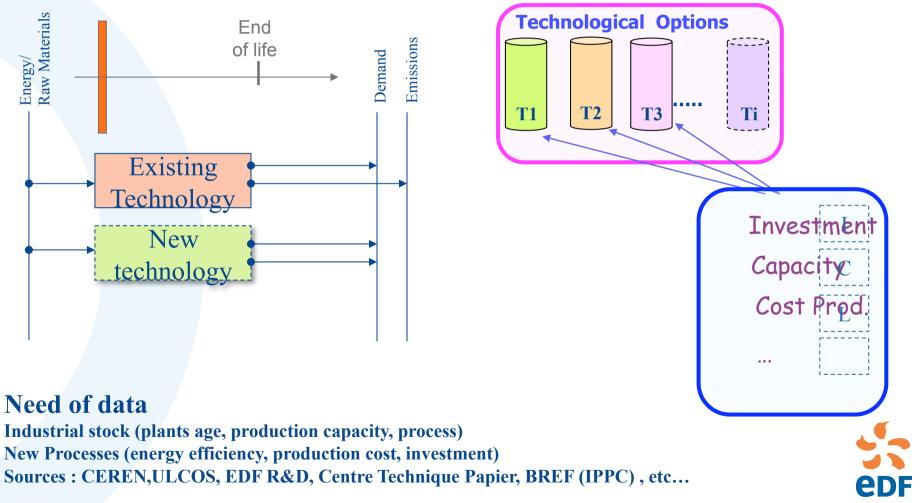
2005 2005 Acier 🖬 Papier 🖬 Ciment 🖪 Verre 🖬 Tuiles & Brique





### Times : The Reference Energy System (RES)

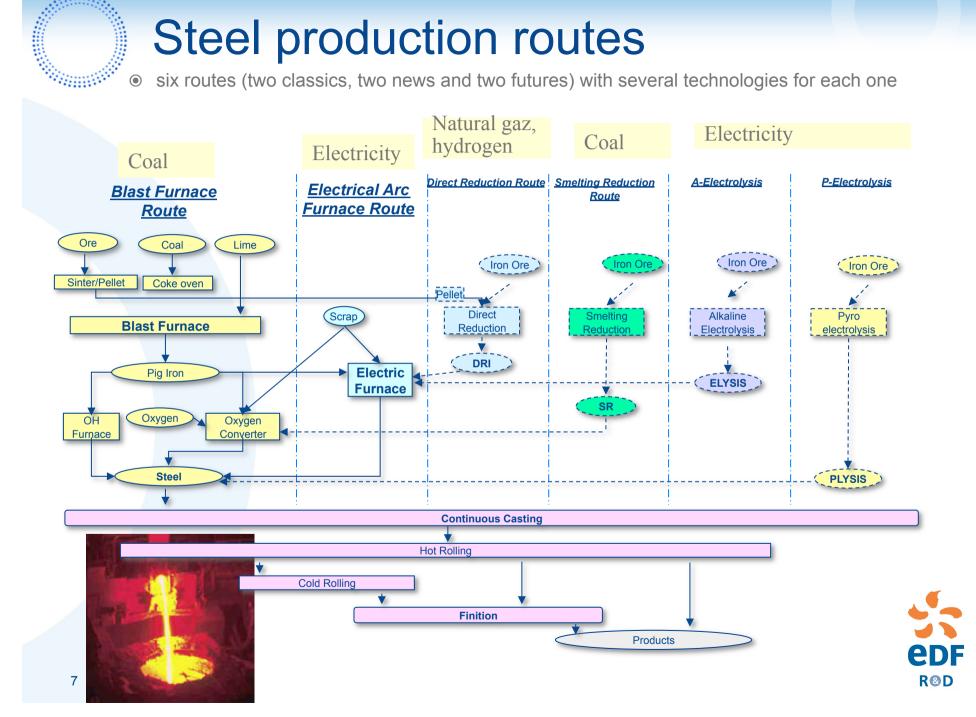
The model manages the decommissioning of production units



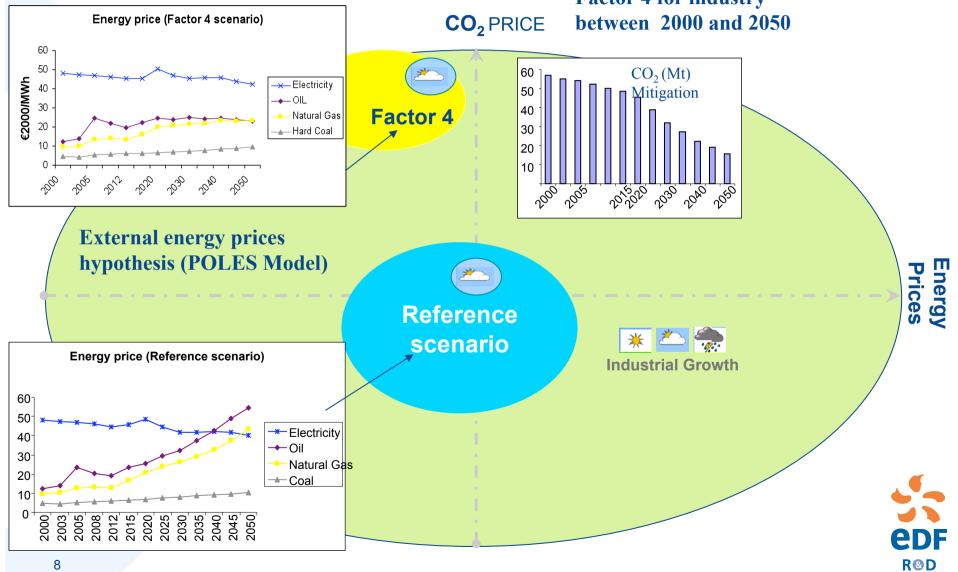
R@D

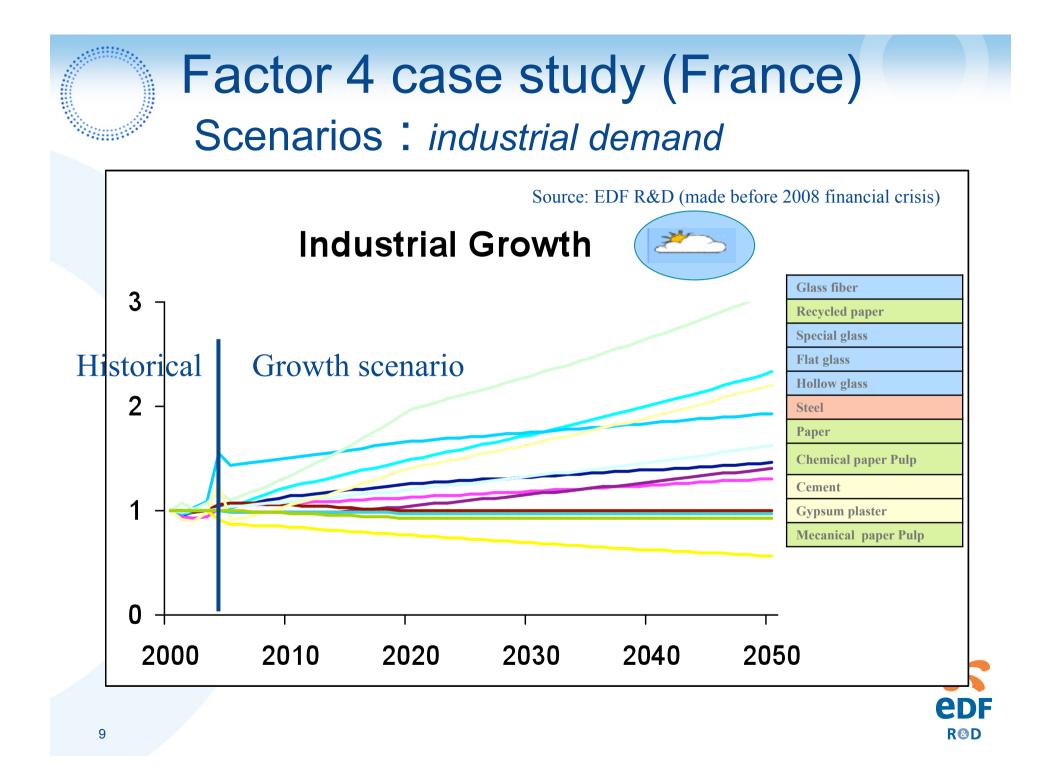
### **Steel production routes**

six routes (two classics, two news and two futures) with several technologies for each one  $\odot$ 

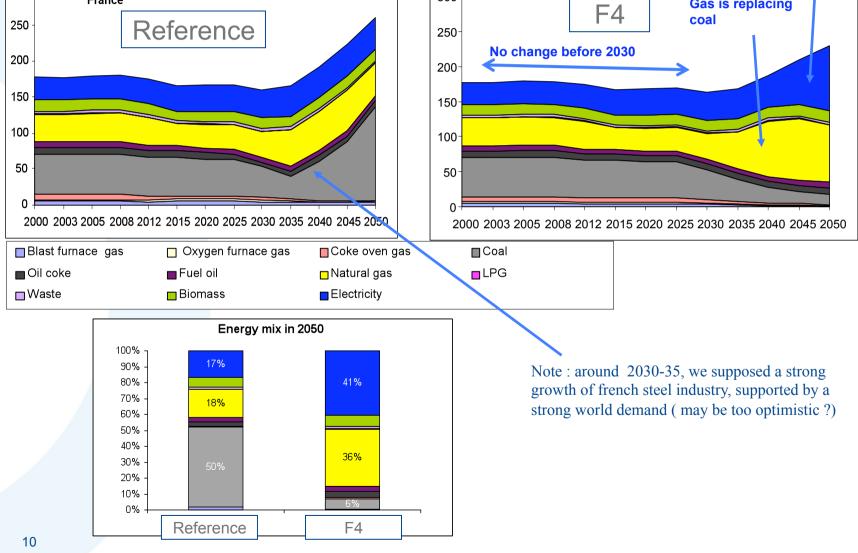


#### Factor 4 case study (France) Scenarios : Energy and CO<sub>2</sub> Factor 4 for industry



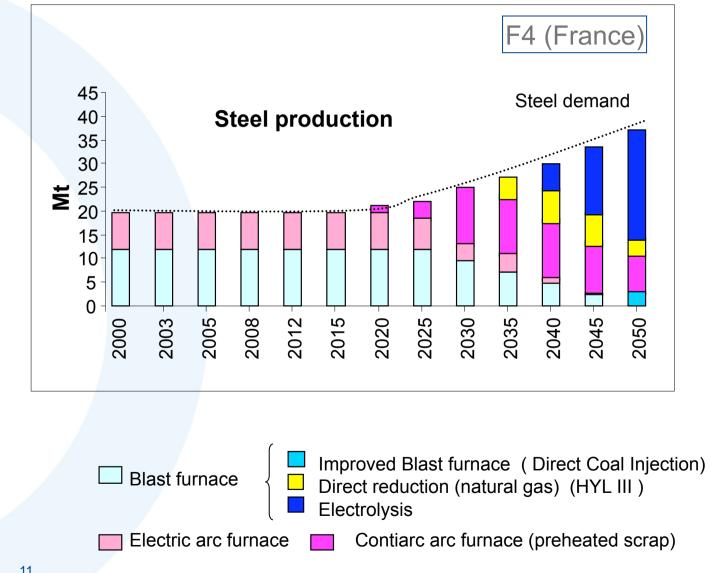


#### F4 results : Influence on energies (total energy consumption and energy mix) Electrcity is replacing gas 300 Twh Energy consumption (energy intensive Industry) 300 Twh F4 Gas is replacing coal Gas is replacing coal



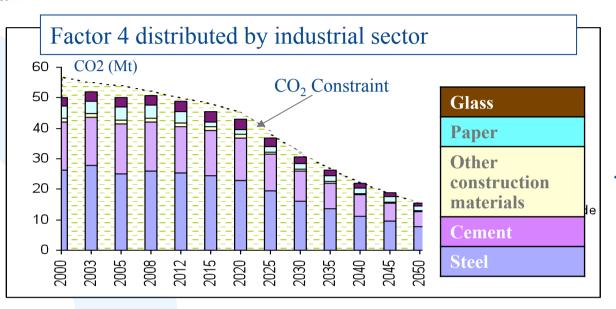
**R@D** 

#### F4 results : re-optimisation of industrial processes (steel industry example)





## F4 results : Factor 4 imposed to the whole industry ou distributed by sector



New technologies can reach the objective of factor 4 (mainly with CCS and electricity uses)

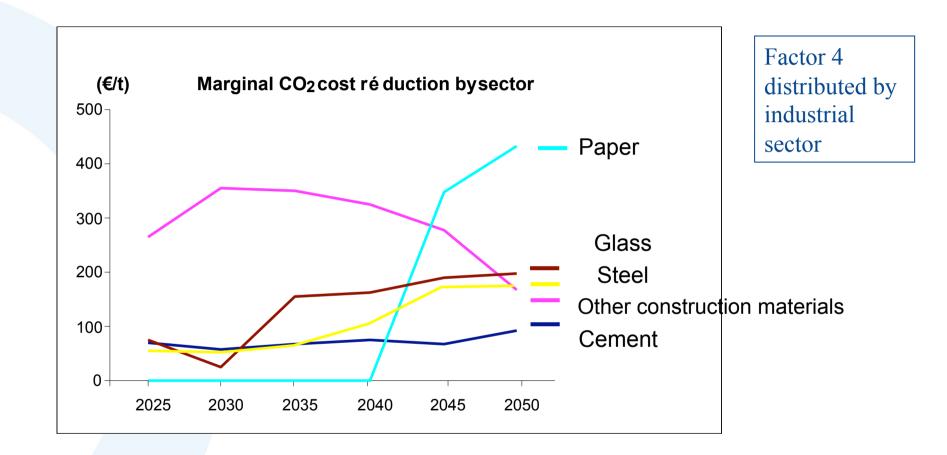


*CO*<sub>2</sub> *effort is more easy for some sectors* 



State of the second sec

## F4 results : Marginal cost of CO<sub>2</sub> emissions mitigation

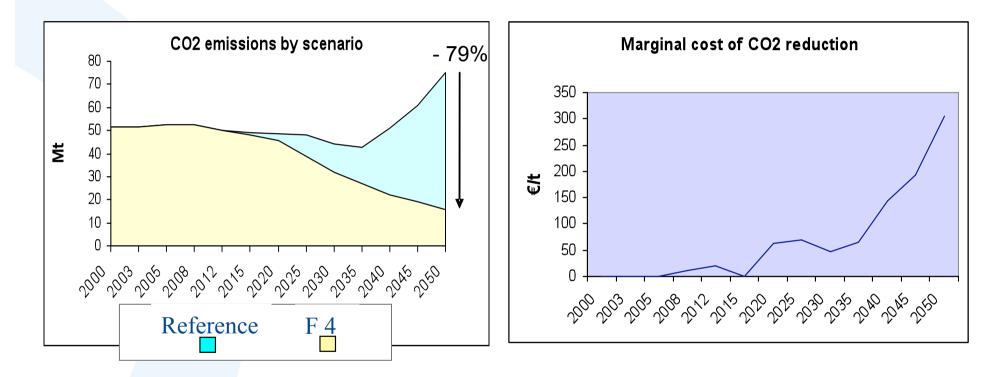


Marginal cost of CO2 lower for cement industry



## F4 results : Marginal cost of CO<sub>2</sub> emissions mitigation for the whole industry

Factor 4 for the whole industry





## Conclusions

#### Interest of TIMES model for industry :

- Full description of the technological choices of the reference energy system of industry. It allows the calculation of the resulting energy mix and the carbon cost for each industrial subsector.
- Limitations :
- Importance of database
- Energy Price scenarios and demand scenarios are exogenous. Consistency has to be ensured. No return effects on price nor demand

*F4 case study* : 1st exercise with TIMES-industry. Primarily intented to validate the consistency of the tool.

Some restrictions (only industry, no electricity production sector, France is insulated, CCS is accepted). However it shows that there are still technological solutions (electrical processes are revisited) to reduce CO2 emissions in industry.

ROD



### Thank you for your attention



# Datas on plants (age, production capacity)

• Steel industry (France)

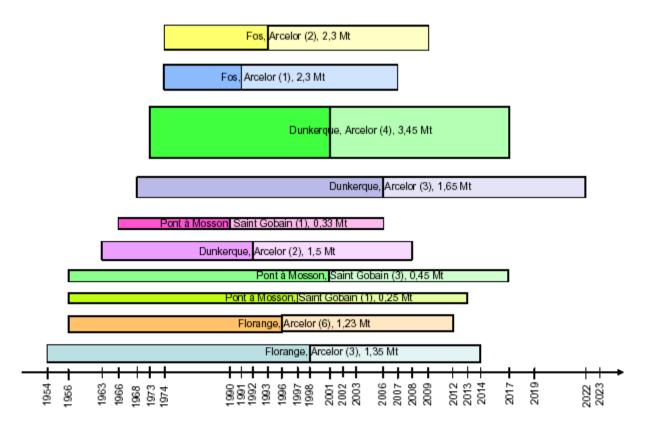


Figure 23 : Structure de la capacité résiduelle pour la sidérurgie en France



State of the second sec

## Data on technical options (energy efficiency performances)

Secteur	Code	Description	Conventionnelle	MDE	Innovante
	ISHRNCPR C01	IIS. Hot Rolling New Conv. Process .01.	х		
	ISHRGNCPRO01	IIS. Hot Rolling Gas New Conv. Process .01.	х		
	ISSTLCCPR001	IIS. New Continuous Casting Process.01.	х		
	ISSCMETPRO01	IIS. New Secondary Metallurgy Process.01.	х		
	ISBOXFURPRO01	IIS. New Blast Oxygen Furnace BOF.Process.01.	х		
	ISEARCFURPRO01	IIS.New Electric Arc Furnace EAF.Process.01.	х		
	ISBLAFURPRO01	IIS.Iron Blast Furnace Process.01.	х		
	ISSNTRPR/001	IIS.Sinter Production Process.01.	х		
	ISCOKOVPRO01	IIS.Coke Oven Process.01.	х		
	ISHRANCPRO01	IIS. Hot Rolling Improved New Conv. Process .01.		X	
	ISHRANCPRO02	IIS. Hot Rolling Impro New Conv. Process .02.		x	
	ISHRAGNCPR/001	IIS. Hot Rolling Impro Gas New Conv. Process .01.		X	
	ISHRAGNCPRO02	IIS. Hot Rolling Impro Gas New Conv. Process .02.		X	
e	ISSTLACCPRO01	IIS. New Impro Continuous Casting Process.01.		X	
	ISSTLACCPRO02	IIS. New Impro Continuous Casting Process.02.		x	
	ISSCMETAPRO01	IIS. New Secondary Metallurgy Impro Process.01.		X	
	ISSCMETAPRO02	IIS. New Secondary Metallurgy Impro Process.02.		x	
	ISB0XFURAPRO01	IIS. New Blast Oxygen Furnace BOF Impro Process.01.		X	
50	ISBOXFURAPRO02	IIS. New Blast Oxygen Furnace BOF.Impro Process.02.		x	
Sidérurgie	ISB0XFURSCRP01	IIS. New Blast Oxygen Furnace Scrap.Process.01.		x	
	ISCCSBFPR001	IIS.Iron Blast Furnace Process with CCS.01.		X	
	ISDCIBFPRO01	IIS.Iron Blast Furnace Direct Coal Injection Process.01.		X	
	ISSNTRAPRO01	IIS.Sinter Production Impro Process.01.		x	
	ISSNTRAPRO02	IIS.Sinter Production Impro Process.02.		x	
	ISCOKOVAPRO01	IIS.Coke Oven Amel Process.01.		X	
	ISCOKOVAPRO02	IIS.Coke Oven Impro Process.02.		X	
	ISTSCSTLPRO01	IIS. Thin Slab Casting Process .01.			x
	ISSCSTLPR001	IIS. Strip Casting Process .01.			X
	ISHSMLTPRO01	IIS.Iron HIsmelt Process.01.			X
	ISCOREXPRO01	IIS.Iron COREX Process.01.			x
	ISCCFURPRO01	IIS.Iron Cyclone Convertor Furnace Process .01.			x
	ISCUPOLAPRO01	IIS.Cast Iron Cupola Process.01.			X
	ISELTHYDPRO01	IIS.DRI Electrolytic Hydrogen Process.01.			x
	ISDRIEHPRO01	IIS. Electrolytic Hydrogen for DRI Process. 01			x
	ISSTRFHYDPR/001	IIS.DRI Steam Reforming Hydrogen Process.01.			x
	ISDRISRHPR/001	IIS. Steam Reforming Hydrogen for DRI Process. 01			X
			-	1	
	ISMDRXPR001	IIS. MIDREX DRI Process .02.	1	1	
	ISALKELYSPRO01	IIS. Alkaline Electrolysis Process .01.		<u> </u>	
		-			
	ISPYRELYSPRO01	IIS. Pyroelectrolysis Process.01.	_	_	X
	ISHYLPRO01	IIS. HYL III DRI Process .02.			X
	ISEOSSNTRPRO02	IIS. EOS Sinter Production Process.01.			X
	ISCOKDQPR 001	IIS.Coke Dry Quenching Production Process.01.			X

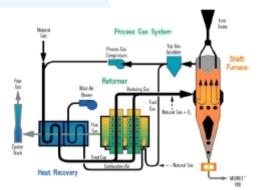
For steel production: 9 standard processes 17 Energy efficient processes 19 breakthrough processes



Tableau 5 : Technologies modélisées pour la sidérurgie

### Datas on production cost

• Example : Midrex (direct reduction by natural gaz via H2,CO)



: Schéma descriptif d'un procédé de réduction directe Midrex

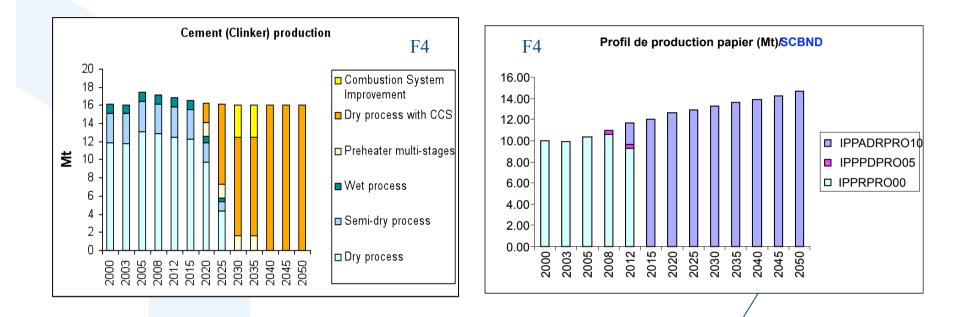
Nom de la Technologie		Midrex	Sources	Commentaires
Code TIMES		ISMDRXPRO		
Opérationnel		2005		
Matière	<u>Entrées</u> Minerai de fer	1450 kg/t	ITM Sa	
Energie	Gaz Naturel Electricité	3030 kWh/t 105 kWh/t	EIFER BOC GASES	ITM Sa estime 2907 kWh/t ITM Sa estime 120 kWh/t
	Sorties			
DRI		1000 kg		
Coûts d'investissement		140 €/t	EIFER	
Coûts Opératoires et maintenance				
Coûts Fixes		7 €/t		
Coûts variables		3 €/t		
Durée de vie		25		

Tableau 17 : Description d'un procédé Midrex (données techniques et économiques)





## F4 results : re-optimisation of industrial processes (Cement and paper examples)



Efficient drying system (drying with vapor compression system) (Electricity (+15 à +20%), steam (-70 à -90%)) Source : ICARUS-4,





## Résultats : Réoptimisation du parc de production par secteurs (sidérurgie,ciment)

