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ライフサイクルアセスメント

生命週期評估 전 과정 평가 வாழ்க்கை வட்டப் பகுப்பாய்வு ارزیابی چرخه عمر Evaluarea Ciclului de Viață Posuzování Životního Cyklu Bizi zikloaren analisi Olelusringi hindamine Lífsferilsgreining Levenscyclusanalyse Livscyklusvurdering

LCI of methane emissions linked to oil and gas production

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-services

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Dr Niels Jungbluth

Who are we?



Karen Muir





Maresa Bussa

Over 25 years of experience in life cycle assessment

Founded 1998 as an ETHZ spin-off



Clients from industry, NGOs, administration, universities

Company LCA database with more than 8'000 datasets



Update 2018-21 on behalf of the Swiss Federal Offices for the Environment & of Energy and the Swiss Gas & Oil Associations

All reports and data are available on <u>http://esu-services.ch/data/public-lci-</u>

<u>reports/</u>, SimaPro library provided on demand

LIFE CYCLE INVENTORY OF OIL AND GAS PRODUCTS



Project outline

- Partial update of data for crude oil and natural gas extraction and transportation
- Reference year 2019
- Documentation of harmonized Life Cycle Inventories in SimaPro and EcoSpold v1 format
- Global data sources used where possible

 \rightarrow consistency, simplification of data collection

• Validation by IFEU

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 Basis for update of LCI databases used by Swiss authorities (UVEK/KBOB)



Extraction: Updates 2021

- Focus on most relevant specific data sources
- Country specific data for flaring and methane emissions
- Updated resource, water and energy uses and direct emissions (mainly reported by IOGP)
- Adjusted energy content for allocation



Sources of natural gas emissions

- Release of unburned natural gas to the atmosphere, due to production and processing of crude oil & natural gas.
- In industry: Unwanted release of natural gas in technical process chain, e.g. due to insufficient flaring, accidents or leakage.
- However, it may also occur due to forced changes in geological structures (e.g. due to fracking).
- Satellite measurements show that emissions are more diffuse and less connected to the flaring rate than expected by industry



Flaring, venting and fugitive emissions

- Country-specific satellite data are available for all emission sources
- Flaring for oil and gas combined (Worldbank & Skytruth 2020)
- Venting and fugitive emissions (IEA 2020) distinguished for
 - oil & gas
 - on- & offshore
 - up- & downstream
 - conventional & unconventional



Methane emission: consulted and used sources of information (Examples for biggest extracting countries)

Source	Crippa et al. 2019, data from EDGAR, up- & downstream (2012)	IOGP 2020, upstream only (2019)	UNFCCC 2020, up- & downstream (2018)	UNFCCC 2020, up- & downstream (2018); Production: BP (2018)	IEA 2020, up- & downstream (2019); Production: BP (2019)	IEA 2020, upstream (2019); Production: BP (2019)	IEA 2020, downstream (2019); Production: BP (2019)
Unit	kg/kgOE	kg/kgOE	kg/kgOE	kg/kgOE	kg/kgOE	kg/kgOE	kg/kgOE
Russian Federation	8.76E-03	1.12E-03	6.37E-03	6.16E-03	1.09E-02	9.13E-03	1.80E-03
Saudi Arabia	4.45E-03	1.00E-04	n.a.	n.a.	5.26E-03	4.85E-03	4.08E-04
United States	8.26E-03	1.25E-03	1.37E-02	5.58E-03	7.53E-03	6.04E-03	1.50E-03
Global	1.01E-02	6.01E-04	7.58E-03	4.14E-03	1.05E-02	8.47E-03	1.99E-03

Methane emissions reported by IOGP is order of magnitude lower than calculated from national and global emissions in relation to national and global production data



Crude oil from important extracting countries 2019: GWP 100a in ecoinvent v3 compared to our study



New data for methane emissions are significantly higher than bottom-up estimates in former LCI Fair consulting in sustainability

Natural gas from important extracting countries 2019: GWP 100a in econvent v3 compared to our study



> Same findings as for crude oil



Extraction: GWP Results

- Wide variety of emissions depending on origin
- Main differences due to methane emissions and flaring
- GWP due to direct methane emissions about 10times higher than reported in ecoinvent v3.6
- Global average about 2.5-times higher than reported in ecoinvent v3.6



Crude oil transport: Updates

- Supply mixes for European & Swiss refinery
- Same port of origin and destination independent of journey
- Extrapolation from shares of analysed countries to model 100% of the mix
- No updates for infrastructure and direct emissions



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Crude oil transported to refinery: Results GWP 100a



Updated LCI about factor 3 higher GWP than bottom-up in ecoinvent v3



Crude oil transported to refinery: Results

- New datasets have higher GWP due to...
 - Higher shares from high-emitters like Libya, Algeria and Iraq
- Transport itself has small relevance (~2% of GWP)
- Compared to the global average in ecoinvent v3.6, GWP of the updated import mix to Europe and Switzerland is about 3 to 4.8-times higher, respectively

Natural gas transport: Updates in LCI

- Supply mixes for RER, CH, DE, FR, IT, NL
- Energy demand and leakage rates of pipeline transport
- Offshore pipeline from RU (North Stream 1)
- Energy demand and emissions of liquefaction and evaporation
- Fuel consumption and emissions of LNG carriers
- Energy demand and leakage rates of regional and local distribution



Natural gas transport to low pressure: Results GWP 100a



> New LCI about 30% higher than ecoinvent v3

> Downstream emissions more relevant and less different



Methane release downstream

Origin	Methane emission factor downstream (Crude oil)	Methane emission factor downstream (Natural gas)	
Unit	kg/MJ crude oil	kg/MJ natural gas	
Literature	IEA 2020, upstream (2019)	IEA 2020b	
Global	1.14E-06	1.07E-04	
LCI data available for this study	UVEK 2021	UVEK 2021	
Natural gas, burned in gas turbine/CH		7.30E-05	
Natural gas, burned in gas turbine/MJ/RER		6.90E-05	
Light fuel oil, burned in industrial furnace 1MW, non-modulating/MJ/CH	6.00E-06		
Light fuel oil, burned in industrial furnace 1MW, non-modulating/MJ/RER	7.00E-06		

- > IEA has only downstream data for countries of origin (no consumer perspective)
- Confirmation for the order of magnitude
- Downstream emissions for European natural gas use are below and emissions for oil over global average according to IEA 2020



Natural gas transport: Results

- New datasets have higher environmental impacts
 - Country-specific venting data
 - Higher imports from Russia and lower imports from the Netherlands
- European datasets have higher environmental impacts
 - Higher share of LNG imports
 - Greater importance of Libya and Algeria



Key messages natural gas transport

- 1. Consumption mix plays important role
- 2. Differentiation between Pipeline and LNGimports matters
- Effect of methane from extraction less pronounced than for crude oil due to higher downstream emissions



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INFLUENCE ON PLASTICS EUROPE DATA

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What is the contribution for plastics?

- Bias for system processes needs to be avoided
- Estimation of surplus methane release based on LCI for crude oil and natural gas resource use
- methane, fossil/kg = oil, crude in ground/kg * 0.0135 kg/kg + gas, natural/m³ * 0.0089 kg/m³
- Integrated in system processes provided by Plastics Europe and imported to ESU-database 2021



Results for plastics, example PET



ESU 2021 - Unit processes with CH4 PE - system processes KBOB 2016 - Unit processes without CH4 PE+Methane - including methane

- Increase due to methane 15-30%
- > Effect of methane less pronounced due to further CO2 emission from fossil fuels
- > Data for several plastics integrated in ESU database 2021



Results all plastics



ESU 2021 - Unit processes with CH4 PE - system processes KBOB 2016 - Unit processes without CH4 PE+Methane - including methane



Outlook/Suggestion

- Regular updates of oil/gas mixes, e.g. every 2-3 years
- Harmonize and update data for coal (effect seems to be of low relevance)
- Link PlasticsEurope and other industry data to upto-date LCI
- Include future emissions due to abandoned oil and gas fields



Thank you very much for your attention!

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Funding by several

institutions

Here we present our own personal conclusions



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