SOLVANG ASA

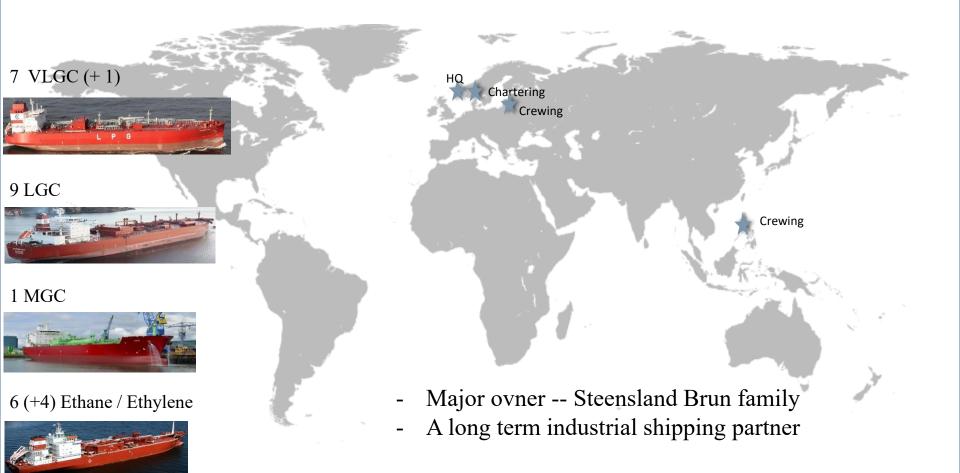




Emission reduction technologies---advantages and disadvantages Fleet director Tor Øyvind Ask

A family controlled company – traditional – innovative – a long term shipping partner





Vessel position (snap shot)





What is green shipping?



Off-shore

Short sea

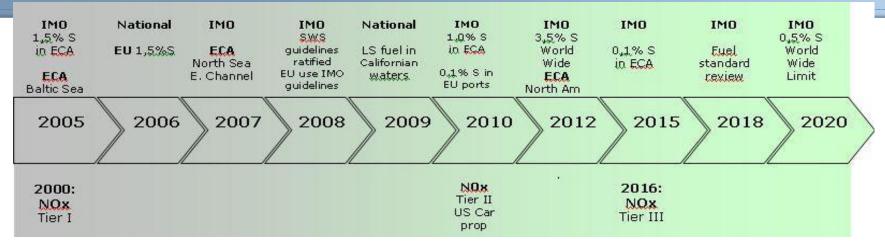
Deep Sea

Totally different operation, requirement and solutions.



Air-emission controls SOx-NOx









Choice of fuel 2015/2020



Difficult choices ahead



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Other alternatives



Batteries

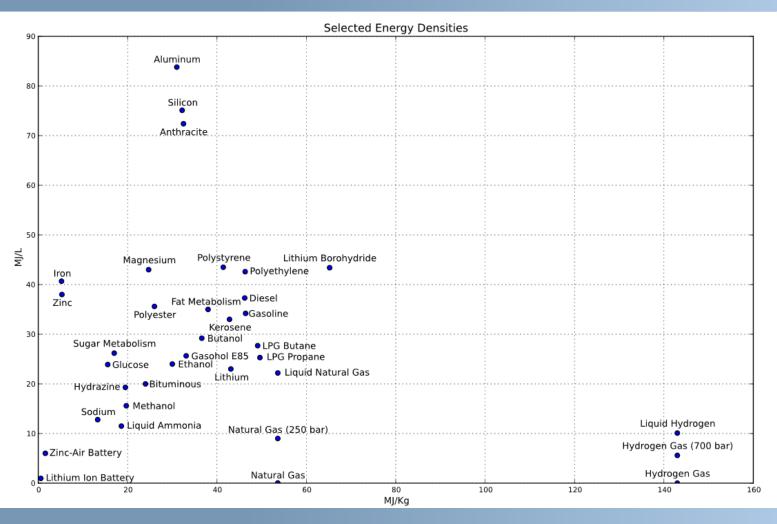
Hybrid solutions.

Methanol/LPG/LNG

Biofuels

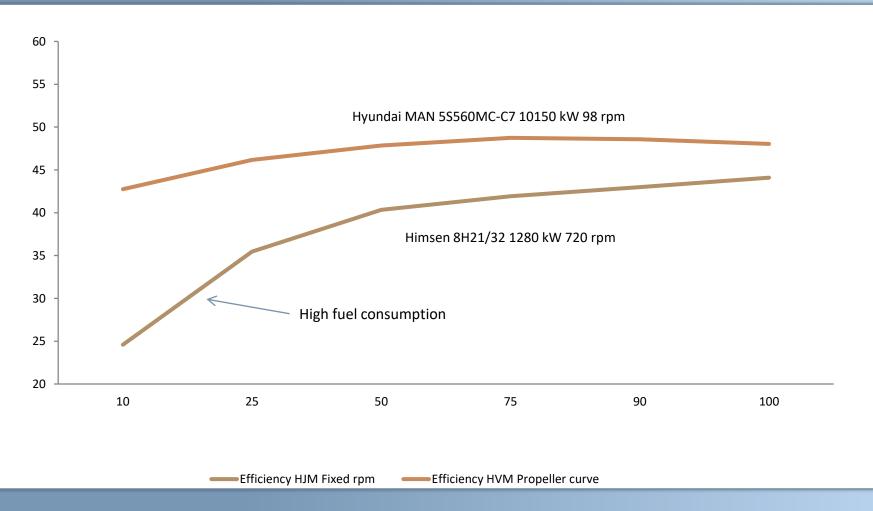
Selected energy densities (Wikipeda)





Efficiency main engine & auxiliary engines







Solvang philosophy

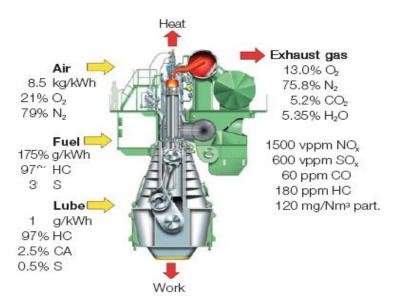


- Design the vessel as fuel efficient and green as possible (Reasonable pay back time on investment)
 - Lower opex and reduced emissions → selling point.
- All technical solution/fuel's need to comply with the emission regulations, meaning that there is only marginally difference in the emissions.
- Finding the most cost effective and smart solutions.
- Energy efficiency from well to propel
- The question is not which fuel you use, but how you use it.

Emissions to AIR HFO/0,1%SMGO



Power production



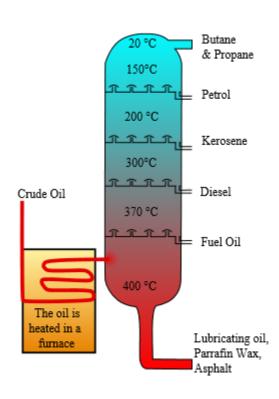


HFO 3%S/0,1 % S MGO gives

- 600/20 ppm Sox
- 120 > xx mg/Nm3

Wat is HFO/MGO





Energy loss through the chain



Oil

- Production (1-5?%)
- Refining Diesel oil (energy loss apr 8 %)
- Refining Gasoline (energy loss apr 12 %)
- Transport (energy loss apr 5 %)
- Rest product HFO (Excellent fuel)
 - If this is going to be upgraded, apr 10-15 % energy loss

Natural Gas

- Production (0,1 3 %?)
- LNG production (apr 10 %)
- Transport (energy loss 5-10 % ?)



HFO as engine fuel



Positive

- Technically an excellent engine fuel
 - Safe and easy to handle
- High energy density
- Available all over the world
- low cost
- Residual fuel with few other alternative users

HFO as engine fuel (cont)



- Negative
 - Negative reputation (dirty fuel-not true anymore)
 - Imo Annex VI, Regulation 18
 - Contain high levels of sulphur
 - Contains traces of metals

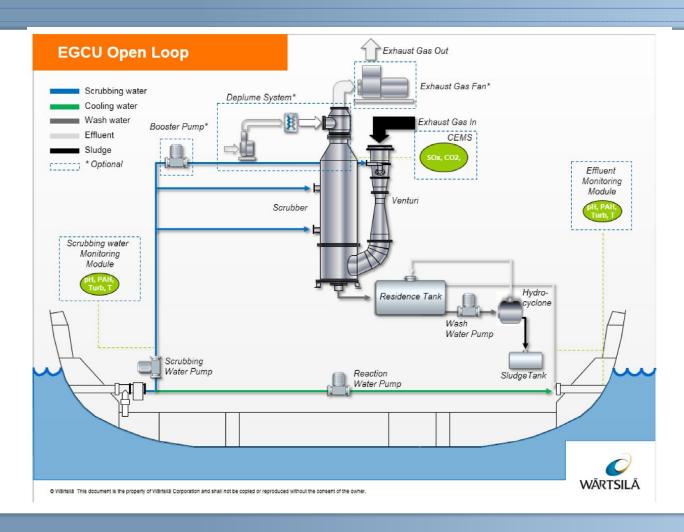
Exhaust gas cleaning an important tool to make shipping greener



- Open loop
- Open loop with water cleaning
- Hybrid
- Closed loop

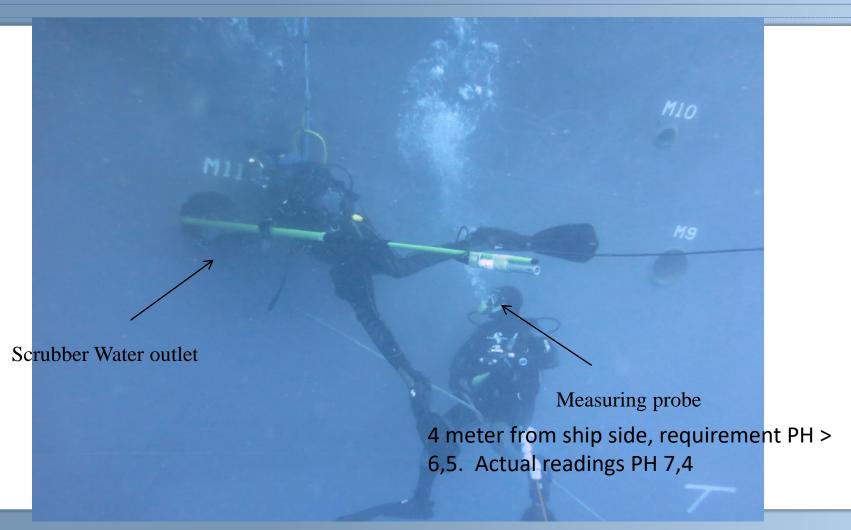
Exhaust gas cleaning-Scrubber





Commissioning of Exhaust gas scrubber first vessel Measurement of PH 4 meter from ship side.







NOx control

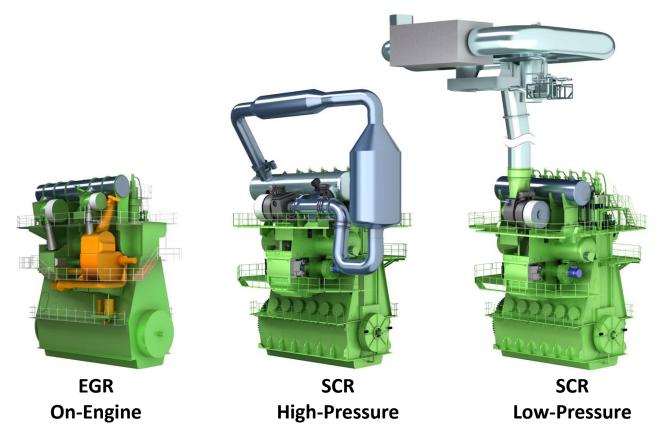


- Two main techniques
 - EGR
 - SCR

Tier III NO_x Control Technologies



Tier III compliance for MAN B&W two-stroke engines



Use of low-sulphur fuels is standard for all three technologies. Optional version for HFO use for EGR and HP SCR.



Solvang Project LPG-EGR NOx Cleaning



 To combine Exhaust gas cleaning system with Exhaust Gas Recirculation one would have a very simple and low cost NOx control system.

- Discussion with MAN and Wartsila 2011/2012
 - MAN has High Pressuren EGR and not resources for developing Low Pressure EGR.
 - But could act as a consult to Solvang

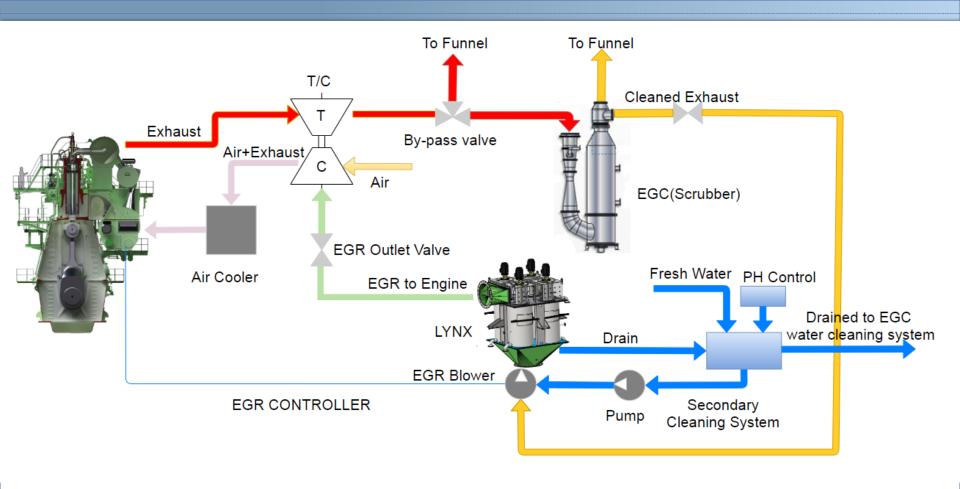
Clipper Harald EGC+EGR project



- Contract with retrofit of EGC on Clipper Harald end of 2013
- Clipper Harald (IAPP 12-12-2014)
 - Installation of EGR system Q2 2015 +
 - Modification Q4 2017

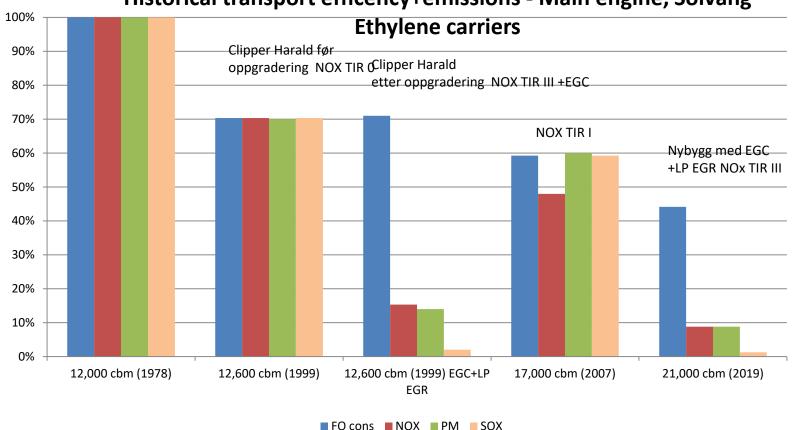
Solvang LP-EGR: Clipper Harald













Conclusion



- Advantages
 - Low opex cost for Nox and Sox reduction
 - The price difference of the fuel pay for the NOx and SOx cleaning,
 - No chemical needed and no Urea slip.
 - SOx cleaning >> 0,1%S fuel
- Disadvantages
 - Capex (but relatively short pay back time)
 - More equipment to maintain and operate
 - But not a big issue (5 year experience).
 - Apr 2 % increase in fuel consumption (removing the sulphure in oil refinery 10-15 %)

New possibilities



- Working with MAN to test TIR II operation with LP-EGR (Special interesting after 2020)
 - TIR II with LP EGR has a potential to 3-4 % fuel savings compared to standard TIR II mode, meaning that a vessel equipped with EGC+LP-EGR will consume less fuel than a vessel running on MGO.
 - Solvang will in the end of 2019 have 6 vessel with EGC+LP-EGR

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Thank you for listening