CCS Technical Workshop 2021

27 January 2021

Building Decarbonization Society in Indonesia through Carbon Capture, Utilization and Storage (CCUS)

Dr. Mohammad Rachmat Sule

*Study Program of Geophysical Engineering & Geothermal Engineering, Institut Teknologi Bandung *Manager of National Center of Excellence for CCS, CCUS and Flared Gas Utilization *Manager of Center for CO₂ and Flared Gas Utilization, Institut Teknologi Bandung













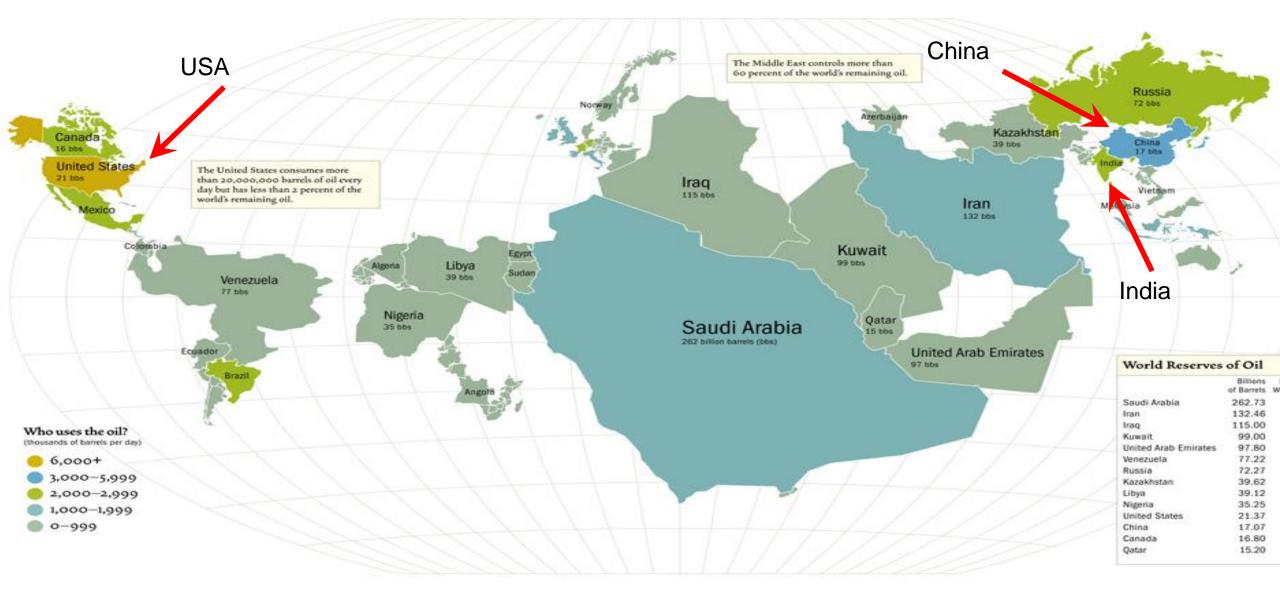
Growing Energy Demand



Growing Energy Demand

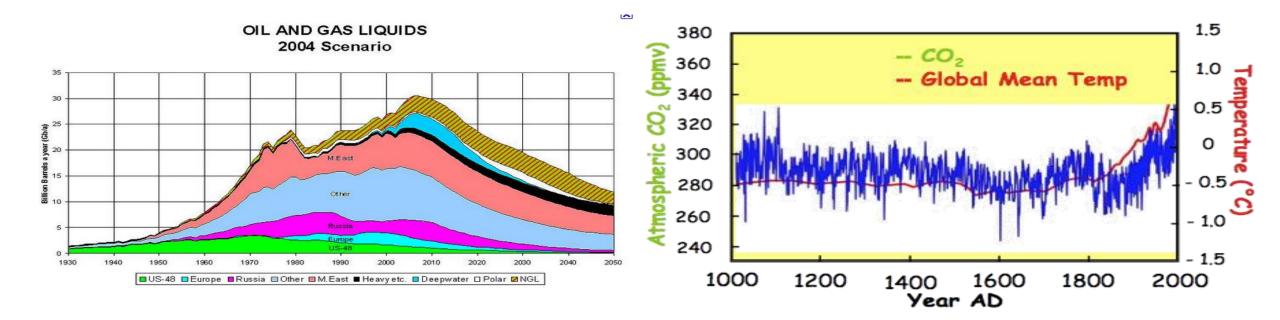


Who has the oil?



(http://www.energybulletin.net/37329.html)

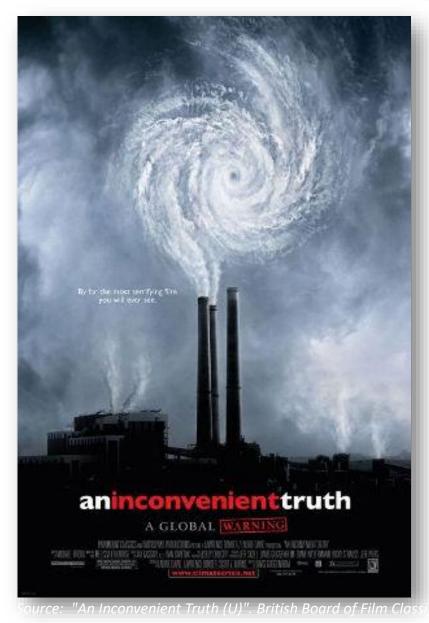
Present World Crisis



Peak Oil

Climate Change

Climate Change Awareness Campaign



- American documentary film (and book) released in 2006 directed by Davis Guggenheim about former United States Vice President Al Gore's campaign to educate citizens about global warming
- Won 2 Academy Awards & Box Office Success:
 - ✓ Best Documentary Feature
 - ✓ Best Original Song
- An Inconvenient Sequel: Truth to Power (released in 28 July 2017)





To stop global warming

- It will take
 - ①<u>increased energy efficiency</u>,
 - ②increased renewable energies,
 - ③ the decarbonisation of power generation from fossil fuels.
- <u>The only technology available to mitigate greenhouse gas (GHG)</u> emissions from large-scale fossil fuel usage is CO2 capture and storage (CCS). (from CO2 Capture and Storage, IEA, 2008)

National CoE for CCS - CCUS and ZRF

--- First activity was stated in 2009 ---

- Established based on DG Oil & Gas Appointed Letter (May 2017) -

The purposes of establishment:

- Realization of National commitment to reduce GHG of 29% in 2030 by national effort and could increase up to 41% if International support is available.
- <u>Promoting the reduction of GHG emission from Energy</u> <u>Sector in Indonesia</u>
 - 1. Developing technology related to CCS/CCUS and it can be used for future EOR and EGR activities (CCUS) in order to maintain and increase oil & gas production.
 - Develop real projects related to CCS and CCUS, such as: Gundih CCS Pilot project, development of CO₂ separation technology, CCS/CCUS SOP, Regulation, etc.
 - Extended to other oil & gas fields with high CO₂ content, such as Natuna D alpha, some fields in South Sumatera and East Java, etc.

Draft of regulation for promoting CCS and CCUS in Indonesia was produced by the CoE CCS-CCUS in 2019 (supported by ADB)



THE PRESIDENT OF THE REPUBLIC OF INDONESIA

REGULATION OF THE PRESIDENT OF THE REPUBLIC OF INDONESIA NUMBER __ YEAR 20__ ON CARBON CAPTURE AND SEQUESTRATION

BY THE GRACE OF THE ALMIGHTY GOD

THE PRESIDENT OF THE REPUBLIC OF INDONESIA,

Considering :

: that in order to encourage the efficient utilization of Indonesia's natural resources as well as to develop carbon capture and sequestration technologies as a possible option to advance Indonesian government policies seeking to reduce greenhouse gas emissions within the context of sustainable development,

that in order to provide a legal basis for carbon capture and sequestration projects, including for addressing long-term liability for sequestered carbon dioxide, and thereby provide greater certainty to support the development of efficient and effective projects,

that in order to assure the integrity of carbon capture and sequestration projects in terms of their health, safety and environmental aspects through existing and new regulations, policies and standards,

that in order to provide a system for permitting carbon capture and sequestration projects that is performance-based according to the underlying degree of risk of such activities, with the objective of mitigating the risks associated therewith,

that in order to coordinate the efforts of government agencies at the national and local levels in developing regulations, policies and standards; evaluating applications for permits for carbon capture and sequestration projects; and overseeing these projects,

that in order to ensure that Indonesia serves as a positive example in the development of carbon capture and sequestration through adherence to best international practices, including though public engagement initiatives,

it is necessary to stipulate Regulation of the President on Carbon Capture and Sequestration;

In View of 1. Article 4 paragraph (1) of the 1945 Constitution of the Republic of Indonesia;

Just Fresh from the oven (Nov - Des 2020)



Minister of EMR Reiterates Commitment to Use of Cleaner Fuels in East Asia Energy Forum

Wednesday, 18 November 2020 - Dibaca 164 kali

Arifin also emphasized that development of Carbon Capture, Utilization, and Storage (CCUS) is vital to reduce CO2 emissions. "CCUS is currently a key issue at the global level relating to reduction of CO2 emissions and reuse of the same to increase oil recovery in depleted oil fields," said Arifin.

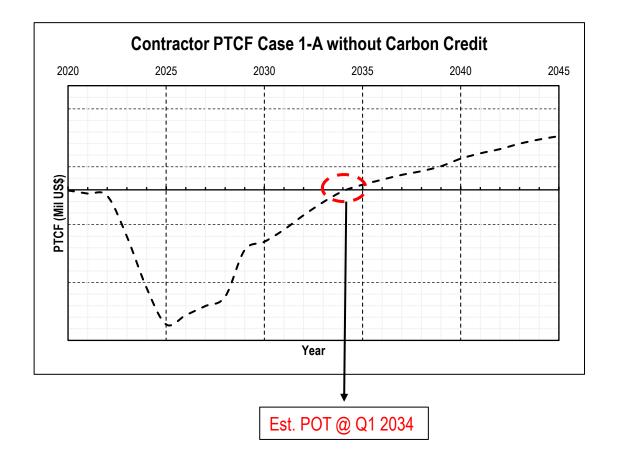
In closing, Arifin invited all stakeholders to collaborate in enhancing CCUS capacity and use. According to him, it is necessary to strengthen the framework for public-private cooperation by creating a sustainable platform for accelerated implementation of CCUS, identification of investment opportunities, and improvement of business environment as well as dissemination of policies, regulations, and best practices. "Indonesia welcomes all parties to join us in developing CCUS in order to achieve the commitment to sustainable energy", Arifin concluded. (IY)

CITI NURBAYA

Besides that, the Government of Indonesia is currently finalizing the Draft of Presidential Decree on DRAFT **Economical Value of Carbon**



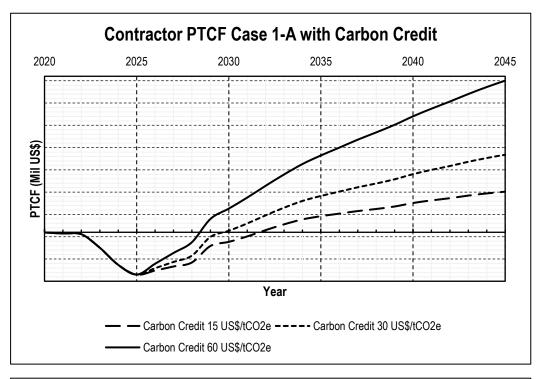
An example from a case study in Indonesia

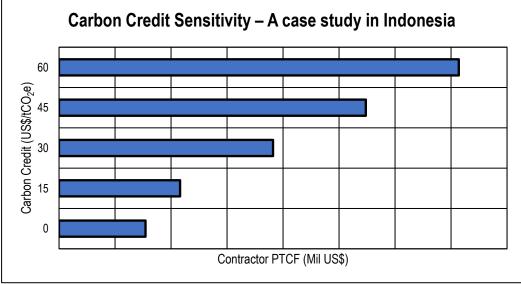


*Carbon credit will be used as Cost Recovery deduction *It is assumed that 100% of CO_2 injected is included into carbon credit calculation.

- Base case for calculation until 2045 is without any carbon credit
- Pay Out Time is around Q1 2034

Analysis on Carbon Credit Sensivity for Project Economics @ 2045





Estimated Project pay out time for

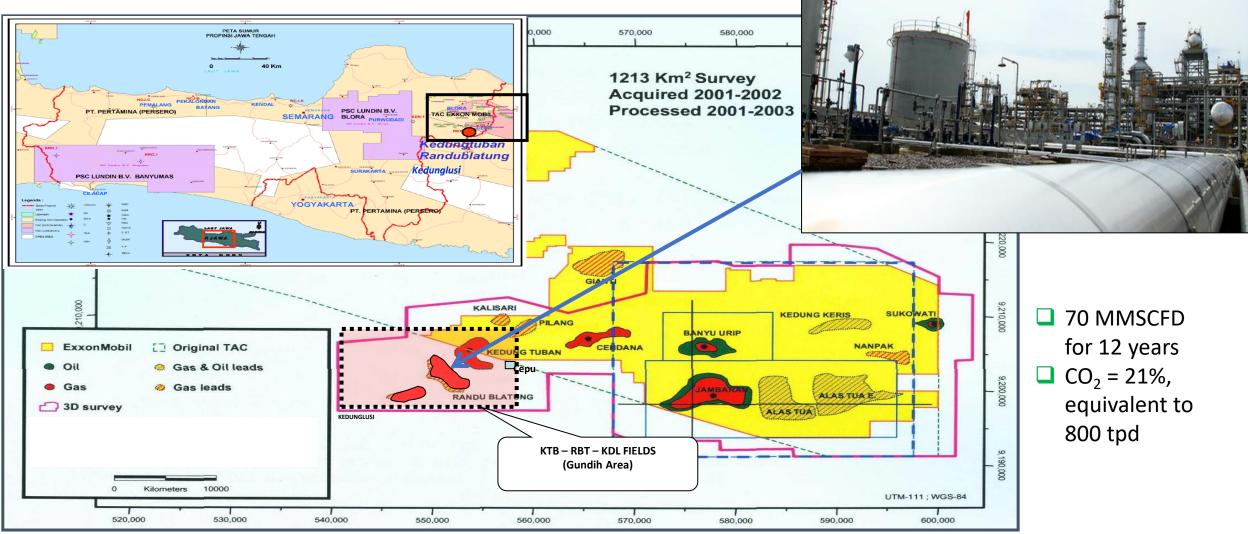
- Carbon Credit 15 US\$/tCO2e : Q1 2032
- Carbon Credit 30 US\$/tCO2e : Q4 2029
- Carbon Credit 60 US\$/tCO2e : Q2 2028
- PTCF Comparison for project USD 60 carbon credit is twice as profitable as the project with USD 30 carbon credit and 3.6 times more profitable compared to the project with USD 15 carbon credit.
- Based on the calculation, carbon credit is able to reduce operating expenditure to zero, therefore increasing profit for both contractor and the Government of Indonesia.

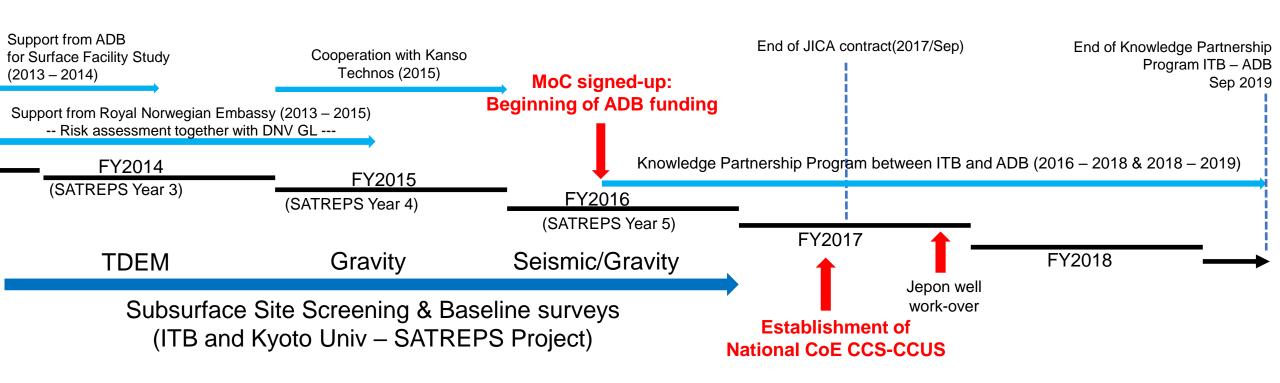
References of Carbon Pricing Around the World:

- EU ETS : 25 US\$/tCO₂e (50-60 US\$/tCO₂e in 2022)
- Hitachi: 46.7 US\$/tCO₂e
- Iceland Carbon Tax: 31.3 US\$/tCO₂e
- Beijing Pilot ETS: 10.4 US\$/tCO₂e

Latest Status of Gundih Project: Shifting from CCS Pilot Project to CCUS (CO₂-EGR) Project

Map of Gundih area and its surrounding areas





ADB GLOBAL

Contributors:

SATREPS project (2012-2017), ADB TA (2013 – 2014), Royal Norwegian Embassy (2013 – 2015), Kanso Technos (2015) and Knowledge Partnership Program ITB and ADB (2016 – 2019)











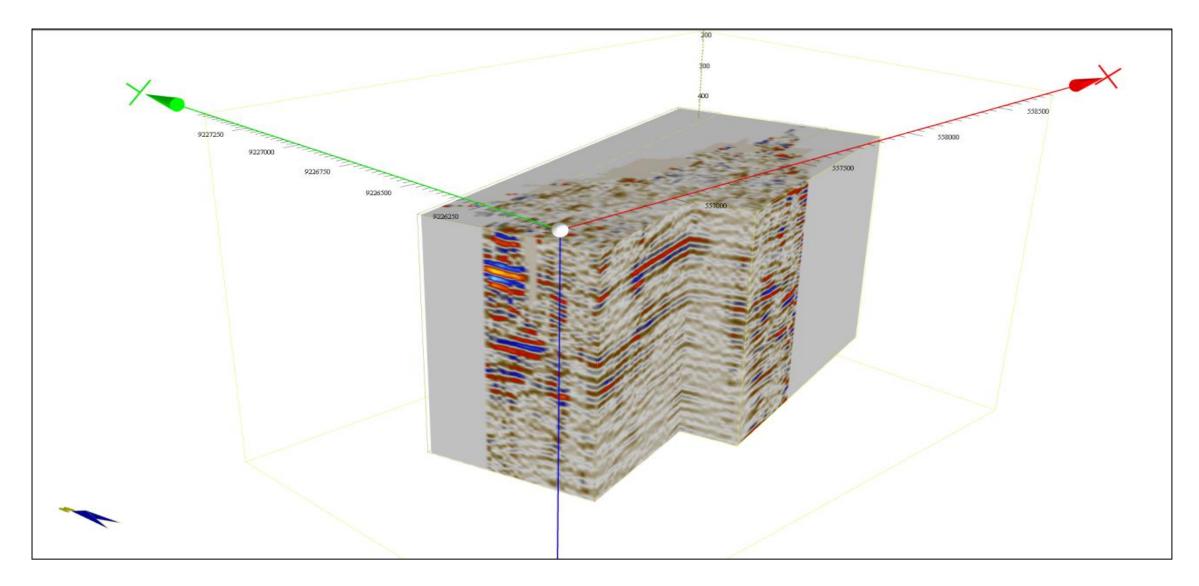




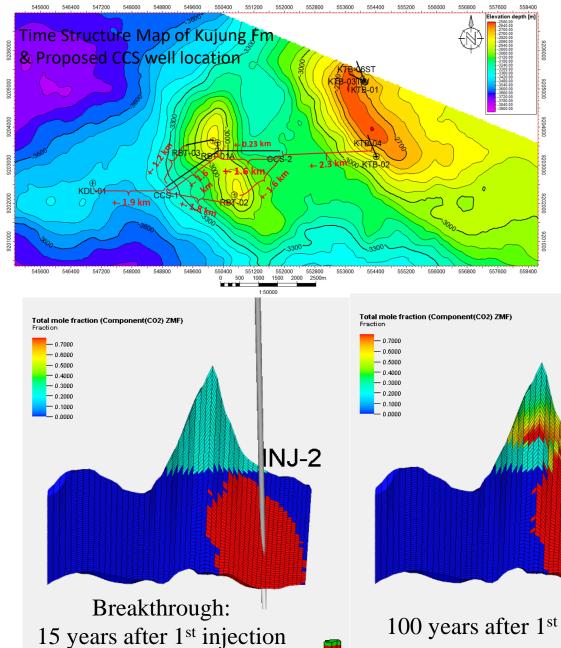


- 1. Provides guidance to the students before going to the field
- 2. Vibro being prepared before the action
- 3. Recording group in action (Labo)
- 4. DSS-12 recording system
- 5. GRS system
- 6. Geophone
- 7. DSS-12 warehouse

Pseudo 3D seismic cube

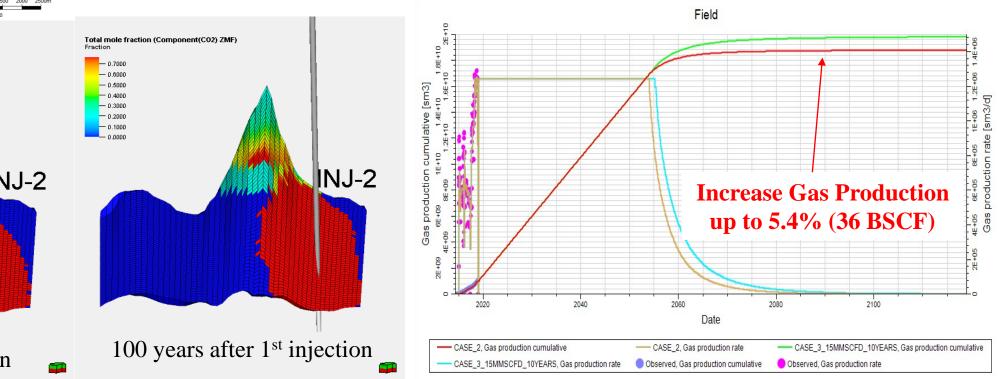


NEW Scenario of CCUS Project in GUNDIH AREA



Currently Gundih CPP releases 800 tpd of CO2. If all of available CO2 is injected to Kedungtuban structure:

- 3 mio of CO2 will be reduced for 10 years injection time.
- Incremental gas production of 36 BSCF for 10 years, equivalent to approx. USD 120 mio.
- The Opex and Capex for 10 years CO_2 injection = USD 35 mio.
- Offering participation of foreign institutions for injecting CO2, e.g. using JCM scheme.



Newest Good News that received May 2020:

Approved FS Joint Crediting Mechanism: Proposing MRV Methodology for Gundih Project (Jun 2020 – Feb 2021, funded by METI)

Tasks and Roles 2020 (Just an idea)	ITB/CoE	JN / JP
Subsurface Study		
- Discussion on the Current Study	\checkmark	\checkmark
- Further Discussion	\checkmark	\checkmark \checkmark \checkmark
- Model Modification	\checkmark	\checkmark \checkmark \checkmark
- New Simulation	\checkmark	\checkmark \checkmark \checkmark
CO ₂ Transport / Injection /Well Systems		
- Discussion on Current Study	\checkmark	\checkmark \checkmark
- Concept Design	ノノノ	\checkmark
- Cost Estimation	ノノノ	\checkmark
- Study for Permit/License/Approval	ノノノノ	
Monitoring Plan		
- Discussion on the Current Study	\checkmark	\checkmark
- CO ₂ Monitoring	\checkmark	\checkmark \checkmark \checkmark
- Monitoring Plan after Closure	\checkmark	\checkmark \checkmark \checkmark
Standards/Regulation		
- Planning compliant to Std./Reg.	\checkmark	\checkmark \checkmark \checkmark
Social Acceptability		
- Outreach Planning	ノ ノ ノ	\checkmark
Technology Applicability		
- CO2 injection		ノノノノ
- Monitoring		ノノノノ
		ノノノノ
Symposium for Dissemination of Outcome	\checkmark \checkmark \checkmark	\checkmark



CO2の地中貯留、海外で展開 Jパワーなど実証へ

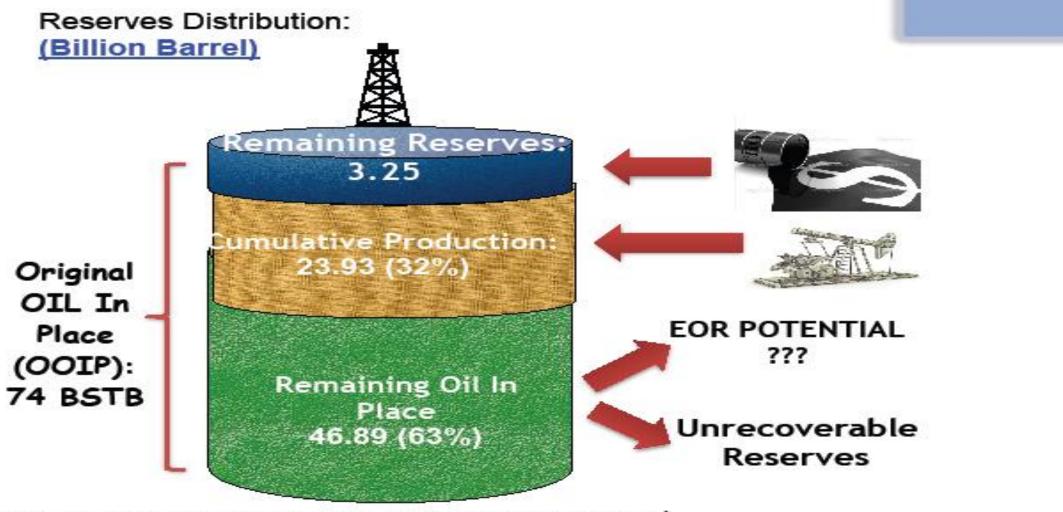
2020/5/17 22:40 日本経済新聞 電子版

🖉 保存 🖂 共有 🍓 🚹 🈏 📢 その他・

二酸化炭素(CO2)を地中に埋めて排出量を減らす技術を日本の官民が海外展開する。 経済産業省とJパワーなどがインドネシアのガス田で実証事業に乗り出す。石炭火力の需 要が当面残るアジアで、日本の温暖化対策技術をアピールする狙いがある。

近く事業化調査を始め、2021年度から4年かけて数十億円規模の実証事業を計画する。 経産省が予算を計上し、Jパワーや日揮のグループ会社、日本エヌ・ユー・エス(東京・ 新宿)…

EOR Potential

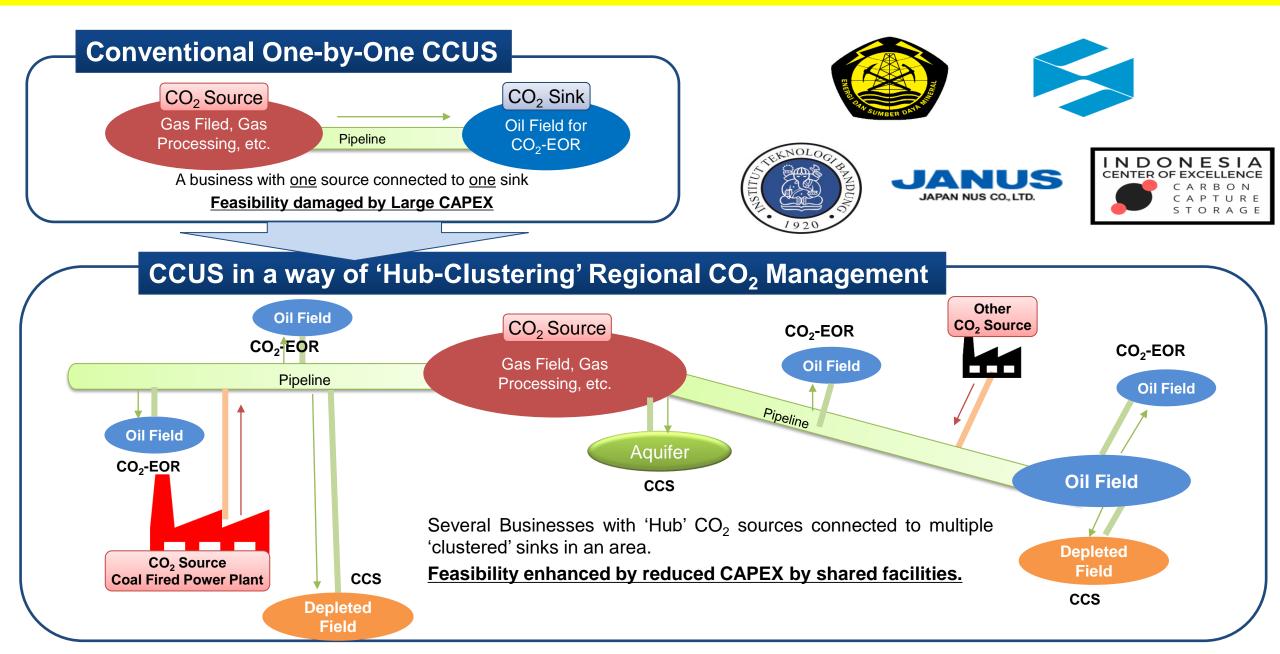


or↓CO2

Source: SKK Migas Indonesia Oil Reserves Data (1/1/2014)

On-going collaboration between CoE CCS-CCUS at ITB & JANUS Co. Ltd.

--- Supported by DG Oil and Gas & METI's Global Env. Partnership Office ---

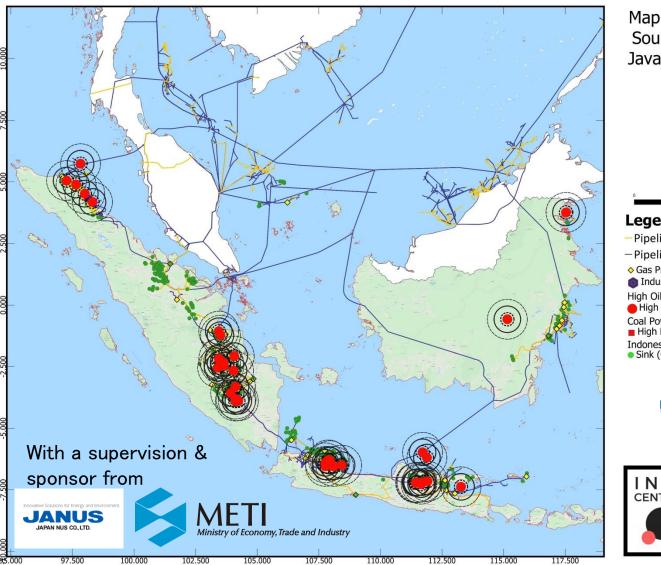


Overview of Potential CO2 Source Map (Sumatera, Java, Kalimantan)

CO₂ Source (subject to be discussed)

- The Oil-Gas CO₂ is calculated by CO2 content (%) x remaining gas reserve (mmscf)
 - Low Co2: < 5,000 mmscf
 - Medium CO2: 5,000 20,000 mmscf
 - High CO2: > 20,000 mmscf
- Industrial CO₂: from Cement Industry, • Petrochemical, Coal Mining, Pulp Industries (>1,500 TCO₂/day)
- Power Plant (coal) CO₂ is classified as:
 - Low: <1,000,000 TCO₂e
 - Medium: 1 2 mio TCO₂e
 - High: > 2 mio TCO₂e

Hub-Clustering have been done in Gas Fields, Industry, and Coal Power Plant



Map of Potential CO2 Source in Sumatera, Java, and Kalimantan Region



Legend

Pipelines Indonesia Liquid Pipelines International Gas ♦ Gas Processing_point Industry and CPP CO2 Source High Oil and Gas Source CO2 High Source Coal Power Plant Source of CO2 High Potential Indonesia Potential Sink for CCS/CCUS Sink (Oil Field)



- Note that the CO2 unit available from oil&gas in database is volume (mmscf gas) not flowrate (mmscfd or mmscfy) - Blue hexagon = CO2-rich industry, Red Squares = high CO2 produced from Power Plant.

Potential CO₂ Source in South Sumatera

CO₂ Source from Oil & Gas

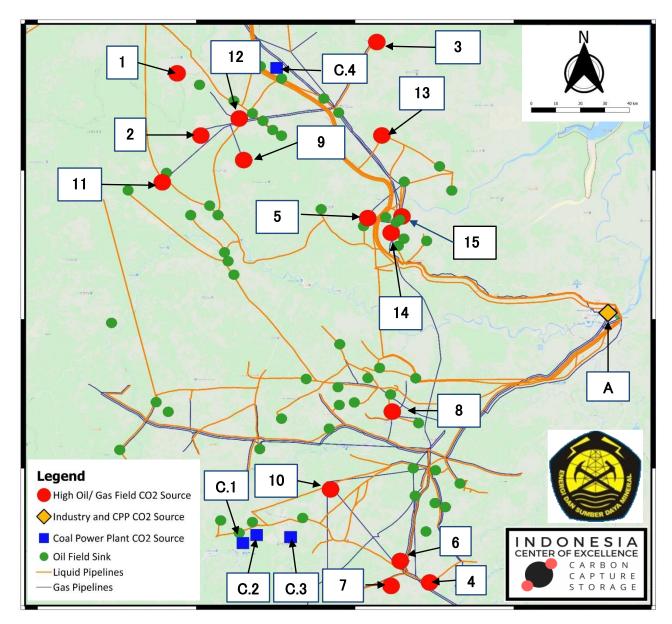
No	Field Name	Operator	
1	Bungin 1	ConocoPhillips (South Jambi) Ltd	
2	Dayung	ConocoPhillips (Grissik) Ltd	
3	Gelam	ConocoPhillips (Grissik) Ltd~PT Pertamina/Talisman (Jambi Merang) Ltd	
4	Kuang	PT Pertamina EP	
5	Letang	ConocoPhillips (Grissik) Ltd	
6	Pagardewa	PT Pertamina EP	
7	Prabumenang	PT Pertamina EP	
8	Raja	PT Pertamina EP	
9	Sambar 1	ConocoPhillips (Grissik) Ltd	
10	Singa (Medco)	PT Medco E&P Lematang	
11	Suban	ConocoPhillips (Grissik) Ltd	
12	Sumpal	ConocoPhillips (Grissik) Ltd	
13	Bentayan	PT Pertamina EP	
14	Tanjung Laban	PT Pertamina EP	
15	Ramba	PT Pertamina EP	

CO_2 Source from Industry

No	Industry Category	Company
Α	Petrochemical	PT Pupuk Sriwidjaja

CO₂ Source from Power Plant

No	Coal Power Plant	Owner
C.1	Keban Agung	PT Priamanaya Energi
C.2	PLTU Banjarsari	PT Bukit Pembangkit Innovative
C.3	Bukit Asam #2	PT PLN (Persero) Pembangkitan Sumatera Bagian Selatan
C.4	Sumsel-5	PT DSSP Power



Map of Potential CO2 Source in South Sumatera Region Category: Oil and Gas Field; Industry; Power Plant

Some perceptions among us





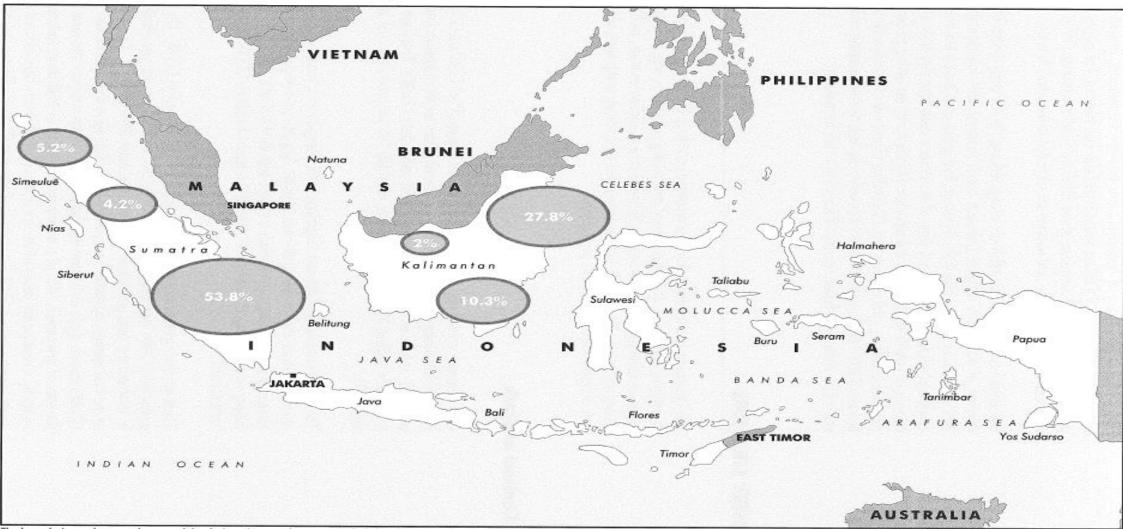
What we have learnt:

Fantastic dream is sometimes difficult to be realized; it depends on the background situation in each country



Indonesia is a Coal Country

Distribution of coal (ca. 18,7 billon tonnes as reserve and 90 billion tonnes as potentioan resource)

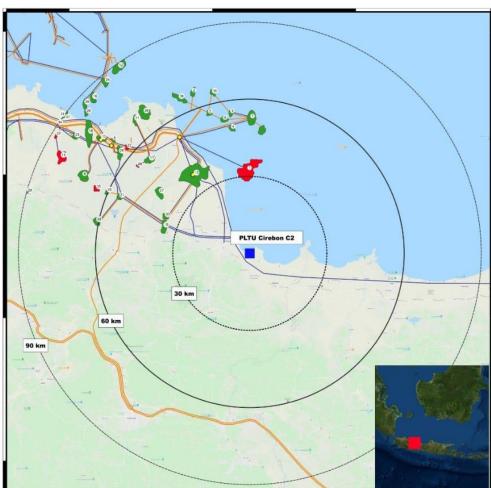


The boundaries and names shown and the designations used on maps included in this publication do not imply official endorsement or acceptance by the IEA.

Note: Some disparity in totals may occur due to rounding. Source: Ministry of Energy and Mineral Resources.

CO2 from Coal Fired Power Plant





Sink from Oil and Gas Fields Around PLTU Cirebon C2 West Java





PLTU Cirebon C2 Gas Processing_point

Legend

Liquid Pipelines

Fields_Structure

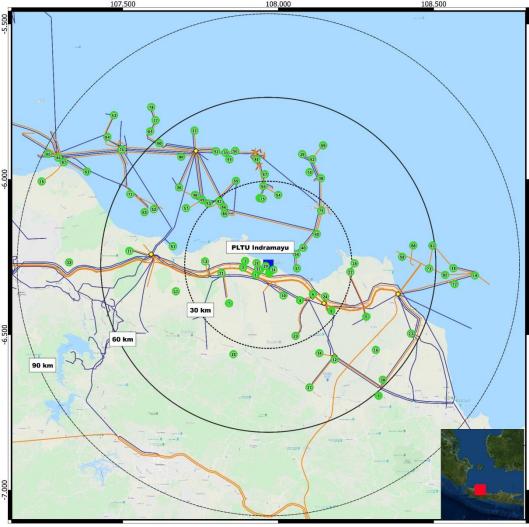
Gas

Oil

Cluster A (30 km)

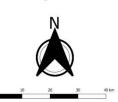
PLTU Indramayu (290 MW) Cluster A

No ID 📃 🔽	FIELD_NAME	Operator 🔽	PROD_STAT	GN_HC_TYPE
1	Karang Enggal	PT Pertamina EP	Producing	Oil & Gas Fields
2	Jati Asri	PT Pertamina EP	Producing	Oil & Gas Fields
3	Jati Sinta	PT Pertamina EP	Producing	Oil & Gas Fields
4	Kandang Haur Timur	PT Pertamina EP	Producing	Oil & Gas Fields
6	Cemara Barat	PT Pertamina EP	Producing	Oil & Gas Fields
7	Pegaden	PT Pertamina EP	Producing	Oil & Gas Fields
8	Cemara Selatan	PT Pertamina EP	Producing	Oil & Gas Fields
10	Kandang Haur Barat	PT Pertamina EP	Temporarily shut-in	Oil & Gas Fields
13	Bojongraong	PT Pertamina EP	Producing	Oil & Gas Fields
20	Gantar	PT Pertamina EP	Producing	Oil & Gas Fields
21	Pamanukan Selatan	PT Pertamina EP	Producing	Oil & Gas Fields
22	Waled Utara	PT Pertamina EP	Producing	Oil & Gas Fields
24	Cemara Timur	PT Pertamina EP	Producing	Oil & Gas Fields
26	Melandong	PT Pertamina EP	Producing	Oil & Gas Fields
28	Karang Baru	PT Pertamina EP	Producing	Oil & Gas Fields
29	Tegal Taman	PT Pertamina EP	Producing	Oil Fields
31	Karang Baru Barat	PT Pertamina EP	Temporarily shut-in	Oil & Gas Fields
32	Karang Tunggal	PT Pertamina EP	Temporarily shut-in	Oil & Gas Fields
34	Jati Keling	PT Pertamina EP	Producing	Oil & Gas Fields
40	Arjuna FS	PT Pertamina Hulu Energi ONWJ Ltd	Temporarily shut-in	Oil & Gas Fields
42	Arjuna U	PT Pertamina Hulu Energi ONWJ Ltd	Producing	Oil & Gas Fields
45	Arjuna FF	PT Pertamina Hulu Energi ONWJ Ltd	Temporarily shut-in	Oil & Gas Fields
47	Arjuna FZ	PT Pertamina Hulu Energi ONWJ Ltd	Producing	Oil & Gas Fields
54	Arjuna ESR	PT Pertamina Hulu Energi ONWJ Ltd	Producing	Oil & Gas Fields
55	Arjuna ESS	PT Pertamina Hulu Energi ONWJ Ltd	Producing	Oil & Gas Fields
56	Arjuna FSW	PT Pertamina Hulu Energi ONWJ Ltd	Producing	Oil & Gas Fields
66	Arjuna ES	PT Pertamina Hulu Energi ONWJ Ltd	Producing	Oil & Gas Fields
75	Arjuna EST	PT Pertamina Hulu Energi ONWJ Ltd	Temporarily shut-in	Oil & Gas Fields
79	Arjuna F	PT Pertamina Hulu Energi ONWJ Ltd	Producing	Oil & Gas Fields
	Arj _N ina UB	PT Pertamina Hulu Energi ONWJ Ltd	Producing	Oil & Gas Fields
	Arjuna UY	PT Pertamina Hulu Energi ONWJ Ltd	Producing	Oil & Gas Fields



Sink from Oil Fields Around PLTU Indramayu West Java



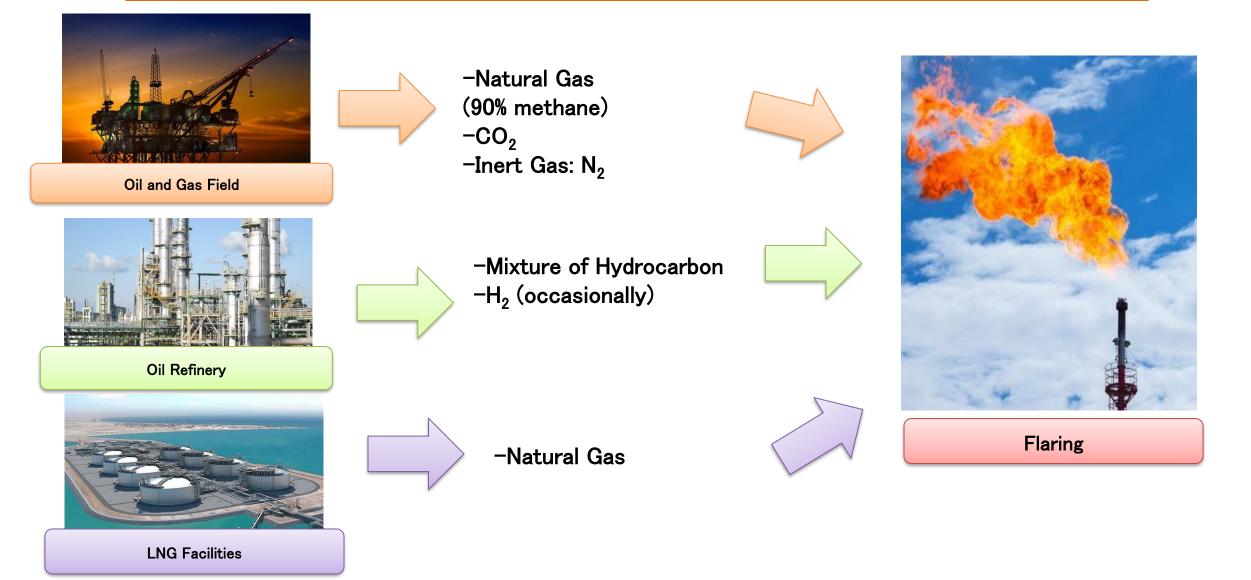


Legend

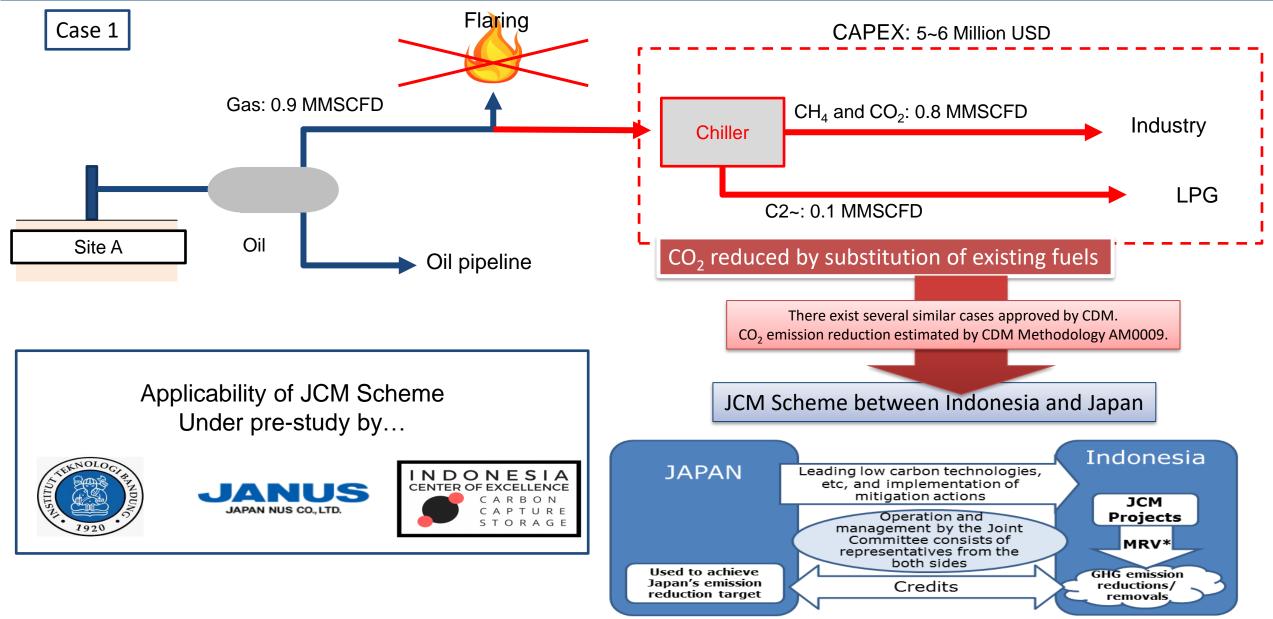
Coal Power Plant Gas Processing_point Liquid Pipelines Gas Pipelines Sink (Oil Field) Cluster A (30 km) Cluster B (60 km) Cluster C (90 km)

ZERO ROUTINE FLARING (ZRF) PROGRAM – 2030

Source of Flaring → It should be minimized by monetisation of Flared Gas



Associated Gas Recovery and Fuel Producing Facility with JCM Scheme toward Zero Flaring (under pre-study)



^{*}measurement, reporting and verification

NEEDS FOR BECCS& DDPP BECCS INDONESIA

-3

-200

Buildings

Industry

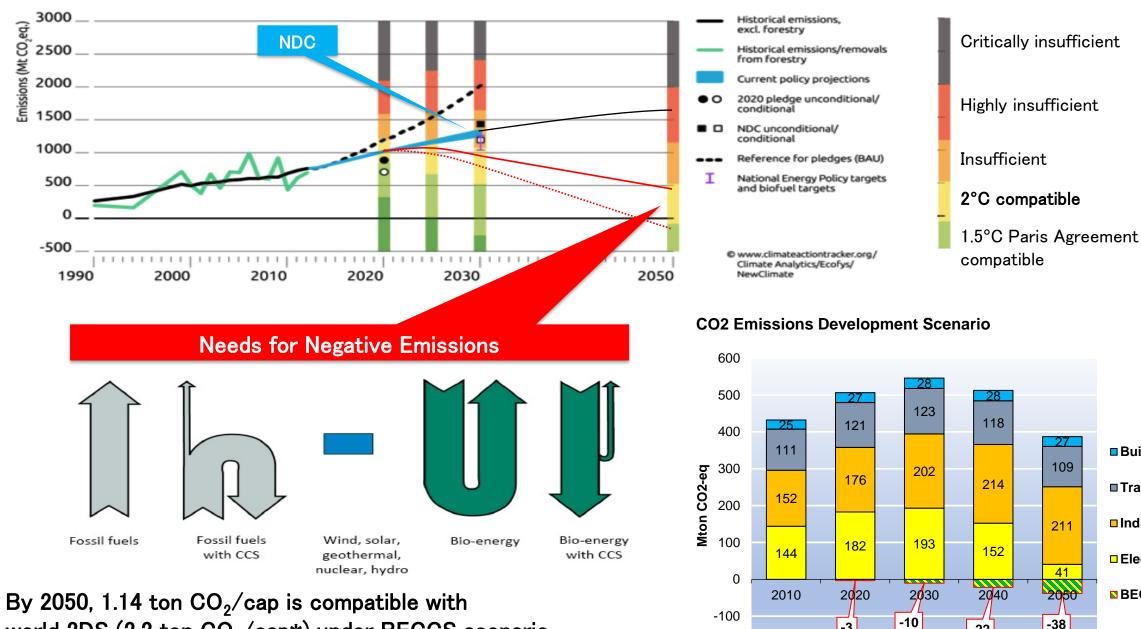
Electricity

-38

-22

■ Transportation

BECCS (Electricity)



world 2DS (2.2 ton CO₂/cap*) under BECCS scenario

*world average DDPP

Some source: Climate Action Tracker (2017), Global CCS Institute (2016)

THANK YOU

Email: coe-ccs@fttm.itb.ac.id & rachmat.sule@itb.ac.id

http://ccs-coe.fttm.itb.ac.id/

http://ccs-gundih.fttm.itb.ac.id/













