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Draft Specifications for Application of UNFC-2009 to Injection Projects (ECE/ENERGY/GE.3/2016/7)

Presentation to UNFC Workshop, Geneva, 26 April 2016

FOR EUROPE

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Background and Mandate

• Mandate from 2013

The Task Force has been asked to investigate how, for example, oil and gas companies classify and evaluate the maturity of their gas injection projects today, and propose a draft bridging document for application of UNFC-2009 to injection projects, in particular to the storage of carbon dioxide.

• EGRC recommendation from the 5th session

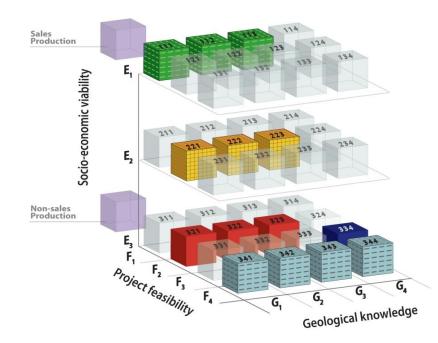
The Expert Group recommended that the Task Force on UNFC and Recipient Reservoirs prepare draft specifications for the use of UNFC-2009 to classify injection projects, in particular for the storage of carbon dioxide, and submit them to the sixth session.

Submission to the EGRC 6th session and Public Commenting

At the EGRC 6th session, the Task Force presented its proposed DRAFT Specifications for Application of the UNFC to Injection Projects for the Purpose of Geological Storage. These specifications have since been subject to a public comment period and updated based on comments received.



Injection Project Activities - the Simple Picture



We need to:

- Understand the geology and dynamic behaviour of the recipient reservoir
- Design a technical concept and evaluate the project feasibility
- Calculate the costs and evaluate the economic and social viability of the project
- Make decisions

These are all activities that we know from oil and gas extraction projects and that are well defined in the UNFC2009



Task Force on Application of UNFC-2009 to Injection Projects **Revised Draft Document Submitted to the 7th Session**

ECE/ENERGY/GE.3/2016/7

Economic and Social Council Distr.: General 8 April 2016

Original: English only

Economic Commission for Europe

United Nations

Committee on Sustainable Energy

Expert Group on Resource Classification

Seventh session Geneva, 26-29 April 2016 Item 14 of the provisional agenda Use of the United Nations Framework Classification for Fossil Energy and Mineral Reserves and Resources 2009 for classifying injection projects

> Draft Specifications for the Application of the United Nations **Classification for Fossil Energy and Mineral Reserves and** Resources 2009 (UNFC-2009) to Injection Projects for the Purpose of Geological Storage

Draft document prepared by the Task Force on Application of UNFC-2009 to Injection Projects and revised after Public Comment period

Summarv

This document provides the revised draft Specifications for the Application of the United Nations Framework Classification for Fossil Energy and Mineral Reserves and Resources 2009 (UNFC-2009) incorporating Specifications for its Application (as set out in ECE Energy Series No. 42, ECE/ENERGY/94), to Injection Projects for the purpose of Geological Storage. The document was prepared by the Task Force on Application of UNFC-2009 to Injection Projects of the ECE Expert Group on Resource Classification and revised following the public comment period held from 8 July to 15 September 2015. The main focus of the document is on classifying Injection Projects related to the geological storage of carbon dioxide. The same principles of project maturity should however also be applicable to other injection projects where a fluid is injected into a subsurface geological formation for storage. The draft Specifications are submitted to the Expert Group for review at its seventh session. The Expert Group is invited to consider recommending that the Specifications be submitted to the Committee on Sustainable Energy for endorsement

DRAFT Specifications for the application of the United Nations Framework Classification for Fossil Energy and Mineral Reserves and Resources 2009 (UNFC-2009) to Injection *Projects for the Purpose of Geological Storage*

LINK to document on UNFC web page



Task Force on Application of UNFC-2009 to Injection Projects **Public Hearing Summary Report**

EGRC-7/2016/INF.2 6 April 2016

Economic Commission for Europe

Committee on Sustainable Energy

Expert Group on Resource Classification

Seventh session Geneva, 26–29 April 2016 Item 14 of the provisional agenda Use of the United Nations Framework Classification for Fossil Euergy and Mineral Reserves and Resources 2009 for classifying injection projects

> Summary report of changes made to the draft Specifications for the Application of the United Nations Classification for Fossil Energy and Mineral Reserves and Resources 2009 (UNFC-2009) to Injection Projects for the Purpose of Geological Storage based on comments received during the Public Hearing

Report prepared by the Task Force on UNFC-2009 and Injection Projects for the Purpose of Geological Storage

Introduction

 At the sixth session of the Expert Group on Resource Classification (EGRC) in Geneva in 2015, the Task Force on UNFC-2009 and Injection Projects for the Purpose of Geological Storage presented its DRAFT Specifications for the Application of the United Nations Classification for Fossil Energy and Mineral Reserves and Resources 2009 (UNFC-2009) to Injection Projects for the Purpose of Geological Storage.

2. The document has since been subject to a Public Hearing period that was held from 8 July to 15 September 2015. Certain changes have been made to the draft document based on the received comments. This document summarizes the received comments, and how the Task Force has chosen to respond to these.

 Comments that were an appreciation of the work done, and which did not require any further actions or explanations, are not included in this report. Summary Report of changes made based on comments received during the Public Hearing.

THANK YOU to all who contributed with

comments!

LINK to document on UNFC web page



Important Definitions and Clarifications

Injection Projects for the Purpose of Geological Storage:

- Geological Storage refers mainly to permanent containment of CO₂ in deep subsurface geological formations
- Same principles can be applied also to other projects through which a fluid is stored in a geological formation (such as hydrogen storage, natural gas storage)

What are we classifying?

- The resource is the available reservoir in which a certain quantity of a given fluid can be stored
- It is <u>not</u> the injected and stored fluid, although this can be a resource in itself
- In the Revised DRAFT document the resource is now referred to as *Geological Storage*



Task Force on Application of UNFC-2009 to Injection Projects UNFC-2009 Main Classes and Categories

	UNFC as Appl	ied to Extractive Ir	ndustr	ies			
	Extracted	Production s Production					
Total Commodity Initially in Place				Catego	ries		
		Class	Е	F	G		
	Future recovery by commercial development projects or mining operations	Commercial Projects	1	1	1, 2, 3		
	Potential future recovery by contingent	Potentially Commercial Projects	2	2	1, 2, 3		
	development projects or mining operations	Non-Commercial Projects	3	2	1, 2, 3		
tal Con	Additional quantities with known	•	3	4	1, 2, 3		
To	Potential future recovery by successful exploration activites	Explration Projects	3	3	4		
	Addtional quantities in potential		3	4	4		

UNFC as Proposed Applied to Injection Projects												
Injected and Stored Quantities												
Lost Quantities												
	Class	(ies									
	Class	E	F	G								
Future storage by commercial injection projects	Commercial Injection Projects	1	1	1, 2, 3								
Potential future storage in known	Potentially Commercial Injection Projects	2	2	1, 2, 3								
reservoirs by injection projects	Non-Commercial Injection Projects	3	2	1, 2, 3								
Storage No	t Feasible	3	4	1, 2, 3								
Potential future storage in undiscovered reservoirs by injection projects	3	3	4									
Storage No	3	4	4									



UNFC-2009 Main Classes and Categories

UNFC as Proposed Applied to Injection Projects														
	Injected and Stored Quantities													
		Lost Quantities	1											
			Catego											
			E	F	G									
orage	Future storage by commercial injection projects	Commercial Injection Projects	1	1	1, 2, 3									
	Potential future storage in known	Potentially Commercial Injection Projects	2	2	1, 2, 3									
Total Geological Storage	reservoirs by injection projects	Non-Commercial Injection Projects	3	2	1, 2, 3									
otal G	Storage No	3	4	1, 2, 3										
T	Potential future storage in undiscovered reservoirs by injection projects	Screening Projects	3	3	4									
	Storage No	t Feasible	3	4	4									

Extracted	Injected and Stored
Total Commodity Initially in Place	Total Geological Storage
Potential future recovery	Potential future storage
Commercial Projects	Commercial Injection Projects
Additional quantities in place	Storage Not Feasible
Exploration Projects	Screening Projects

Task Force on Application of UNFC-2009 to Injection Projects Comparing UNFC-2009 with other Proposed Classifications

Extraction Projects									Injection Projects															
UNFC-2009 defined by Classes, Sub-classes and Categories PRMS					Techno-economic Resource-reserve Pyramid (2008) Gorecki et al, SPE									CSRCC Frailey & Finley (2009)			CS Institute							
																		Project Status	Project Stage					
Class	Sub-class	E	Categories CSLF CCOP NPD																					
	On Production	1	1.1	1,2,3		On Production							e.				Current Injection			Active Injector		Operate		
Commercial projects	Approved for Development	1	1.2	1,2,3	Reserves	Approved for Development	Matched Capacity	Operational capacity	Development of Injection Site	Operational Storage Capacity			sour	Practical Storage Capacity	Commercial	Storage Capacity	Approved Injection Project	Commercial	Capacity	Under Development	Active	Currents.		
	Justified for Development	1	1.3	1,2,3		Justified for Development	1	capacity	injection site	Injection site Capacity		rce	e e capi	capacity	1		Planned Injection Project	1		Planned for Development	1	Execute		
Potentially	Development Pending	2	2.1	1,2,3		Development Pending					*e	e Resou	Storage	Contingent Storage			Site Characterization/ Project Pending			Development Pending		Define		
commercial projects	Development on Hold	2	2.2	1,2,3	Contingent	Developmet Unclarified or On Hold	r		Suitable for Long Term Storage	Contingent Storage	orage ag	Storag	fective	Resource	-		Site Characterization/ Development on hold		Contingent Resource	Development on Hold	1			
	Development Unclarified	3.2	2.2	1,2,3	resources		Practical Capacity	Contingent				ized	-1 -		Sub-	Contingent Storage		Sub-		Contingent Resource		Contingent Resource		_
Non-commercial projects	Development Not Viable	3.3	2.3	1,2,3		Development Not Viable		Capacity		Term Storage Capacity	Capacity	Capacity Capacity Economics I Capacity Structure Ca	Character	Unusi	Comr Unusable Storage Resource			Site Characterization/ Development Not Viable		Commercial		Development Not Viable Planned	Planned	Evaluate
Additional C	Quantities in Place	3.3	4	1,2,3		Unrecoverable	1				₽ ⁴	The			Un-Injectable CO2		Unattainable		1					
	(No sub-classes defined)				eq	Prospect	Effective Capacity	Prospective	Exploration		1						Site Characterization (Initial)		B	Propsect	1	Identify		
Exploration Projects		3.2	3	4	Prospective	Lead	Effective capacity	Capacity	exploration	Prospective Storage	1	Uncha	aractori	ized Storage Resource	Geologic	Prospective Storage	Site Selection	Undiscovered	Prospective Resource	Lead]			
							osp .c.sources	Play	Theoretical Capacity	Total Pore Volume	Theoretical Volume	Capacity	1	Uncha	aracteri	izeu siorage Resource	Storage		Site Screening (Sub-Regional)	Unuiscovered	red Kesource	Play	Ide	identity
Additional Quantities in Place		3.3	4	4	5	Unrecoverable	meorenear capacity	Total Fore Volume	Theoretical volume						Un-Injectable CO2			Unattainable						

- Techno-Economic Resource-Reserve Pyramid
 - CSLF
 - ССОР
 - NPD
- The CO2CRC classification
- Classification proposed by Gorecki et al (2009)

- The Geologic Storage Framework (US DOE/NETL)
- CSRCC (Frailey & Finley, ISGS)
- The Global CCS Institute's project overview

LINK to document on UNFC web page



The DRAFT Specifications for the application of UNFC-2009 to Injection Projects for the Purpose of Geological Storage will be presented to the EGRC on Thursday 28 April at 11:50.

Thank you for your attention!

