How to calculate energy efficiency potentials and other benefits in SME subsectors. The case of foundry and steel rolling SMEs in India

Energy efficiency in SMEs 2 5 February 2014



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### **Presentation Contents**

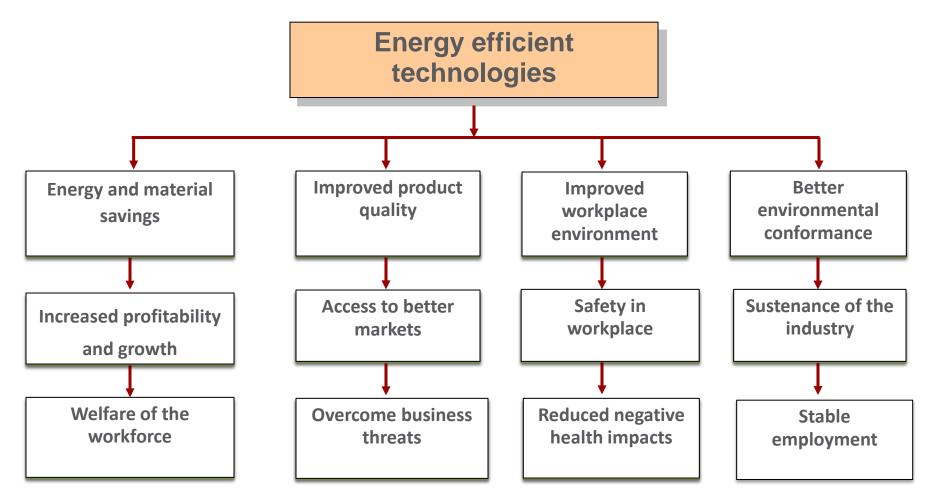
- 1. Drivers and Barriers in Promoting Energy Efficiency
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# **Barriers and Motivation in Promoting Energy Efficiency**

Lack of awareness/knowledge and perceived risks	Lowering of Operating Cost
Conflict of investment priorities	Improved product quality/
Weak delivery systems	Access to better markets
Lack of benchmarking	
and potential assessment	Reducing the cost of clean up
Absence of off-the-shelf	
technologies	
Regulatory pressures/ Judicial intervention	Regulatory pressures/ Judicial intervention
Proliferation of Profit hunters	Improved workplace environment
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## **Energy Efficiency - Direct & Co-benefits**





### **Sector overview**

### **Steel Re-Rolling Sector**

### Approximately 2600 units of which 1167 are registered

- Main fuel source: Pulverised coal
- Outmoded design of reheating furnaces
- Mostly located in clusters
- Significant scope for energy efficiency improvement
- Significant scope for reduction in scale/oxidation losses

#### **Foundry Sector**

- Around 4500 units
- Main Fuel source: Coke
- Located in clusters
- Existing furnace design Conventional Cupola
- High energy and material savings potential
- Environmental Compliance is marginal



# **CO2** Mitigation Potential Calculation in Steel re-rolling Mills

- Capacity of the unit: 4 tpd
- Average daily production : 40t
- Specific coal consumption (old): 110kg/t of product
- Specific coal consumption (new): 80kg/t of product
- Reduction of oxidation losses: 3%
- CO2 saving/t of product (on coal savings): 0.060t
- CO2 saving/t of product (on material saving): 0.081t
- Total CO2 savings per tonne of product: 0.141t

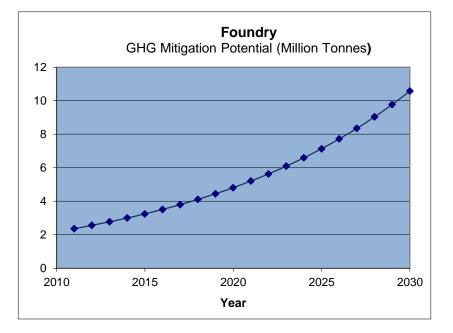


80% rolling mills are small (2 to 10 tph) 20% are medium to large (11 to 30 tph) Present production capacity: 24.5 MMT Growth rate 8.5% per annum



# **CO2** Mitigation Potential Calculation in Cast Iron Foundry

- Annual production: 4000t
- Specific coke consumption (old): 136kg/t
- Specific coke consumption (new): 80kg/t
- Reduction of melting losses : 5%
- Coal savings per t of product: 56 kg
- CO2 savings/t of product (coal savings): 0.101t
- CO2 savings/t of product (material Savings): 0.135t
- Total CO2 savings on account of improved furnace: 0.236t/t



Present production capacity: 9.5 MMT Assumed to be 100% from cupola furnace Changeover from Conventional to Divided Blast



# Thank You

