

Shell International Renewables

A Matter of Permanence: Geological Storage of CO₂ and Emission Trading Frameworks

Wolfgang Heidug

Paris, 26 September 2006

Copyright: Shell International Renewables

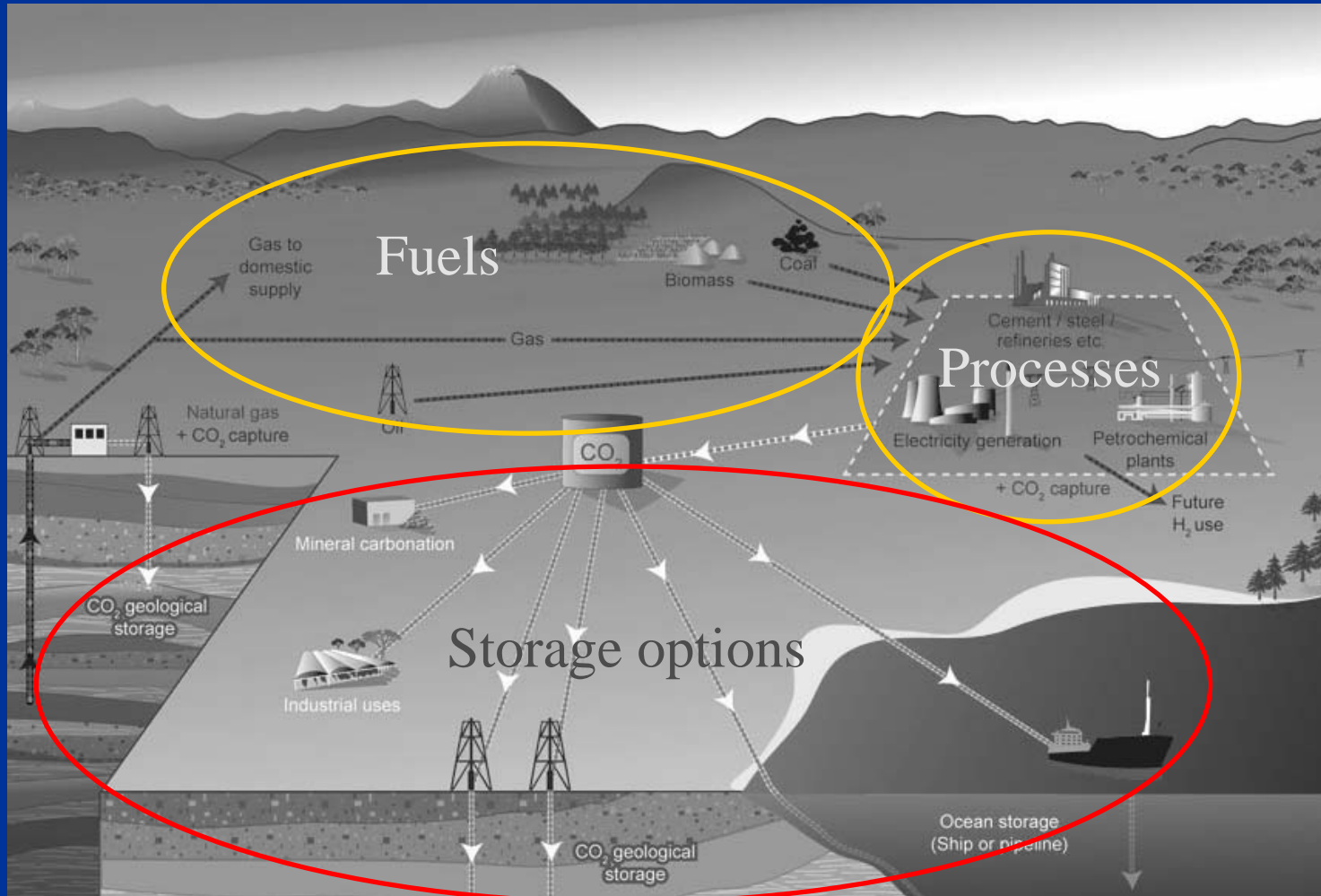
File Title

29-Sep-06

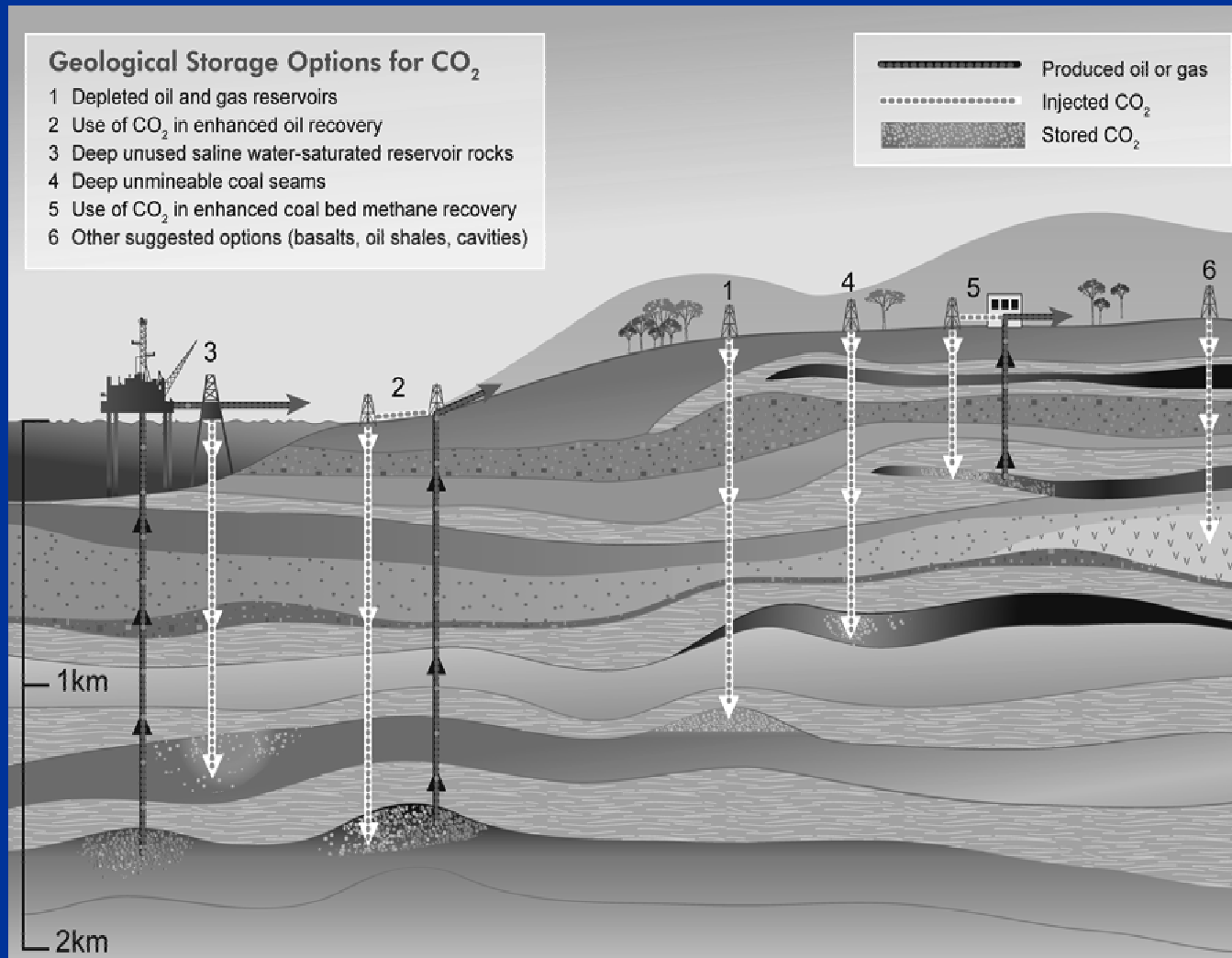


Shell International Renewables

CO₂ capture and storage system



Options for Storing CO₂



Nature of storage risks

Geological storage risks

```
graph TD; A[Geological storage risks] --> B[Local]; A --> C[Global];
```

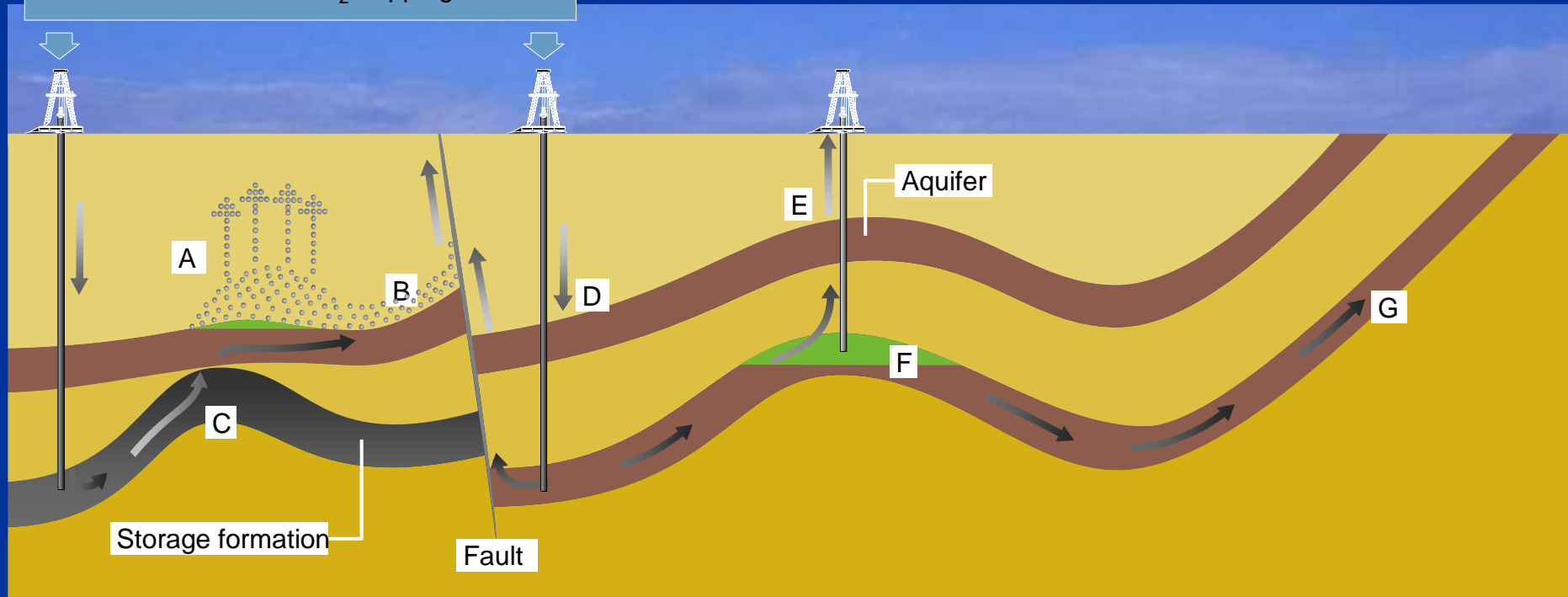
Local

- Elevated gas-phase concentrations in the near-surface environment
- Effects of dissolved CO₂ on groundwater chemistry
- Effects that arise from the displacement of fluids by the injected CO₂

Global

- CO₂ back to the atmosphere

Injected CO₂ migrates up dip maximising dissolution & residual CO₂ trapping



Potential escape mechanisms

A. CO₂ gas pressure exceeds capillary pressure & passes through siltstone

B. Free CO₂ leaks from A into upper aquifer up fault

C. CO₂ escapes through 'gap' in cap rock into higher aquifer

D. Injected CO₂ migrates up dip, increases reservoir pressure & permeability of fault

E. CO₂ escapes via poorly plugged old abandoned well

F. Natural flow dissolves CO₂ at CO₂/water interface & transports it out of closure

G. Dissolved CO₂ escapes to atmosphere or ocean

Shell International Renewables

Risk Management

- **Site Selection**
- **Risk Assessment**
- **Monitoring and Verification**
- **Remediation Planning**

What makes a good storage site?

Stratigraphy

Caprock

- Low permeability
- Large thickness
- Lateral continuity
- Absence of faults

Storage formation

- High permeability
- Large thickness
- Areally extensive

Geomechanics

Tectonically stable
Favorable stress conditions on faults and fractures

Geochemistry

Mineralogies that

- Buffer acidity increase
- Promote trapping as an immobile solid phase

Anthropogenic Factors

Location and conditions of abandoned wells

Long-term risk assessment: how to do it?

- **Feature:** characteristic of system components
boreholes, lithography, nearby communities, . . .
- **Event:** a particular happening
pipe fracture, nearby earthquake, meteorite
impact . . .
- **Process:** natural phenomenon
corrosion of casing, dissolution of packing
material, convection of groundwater . . .

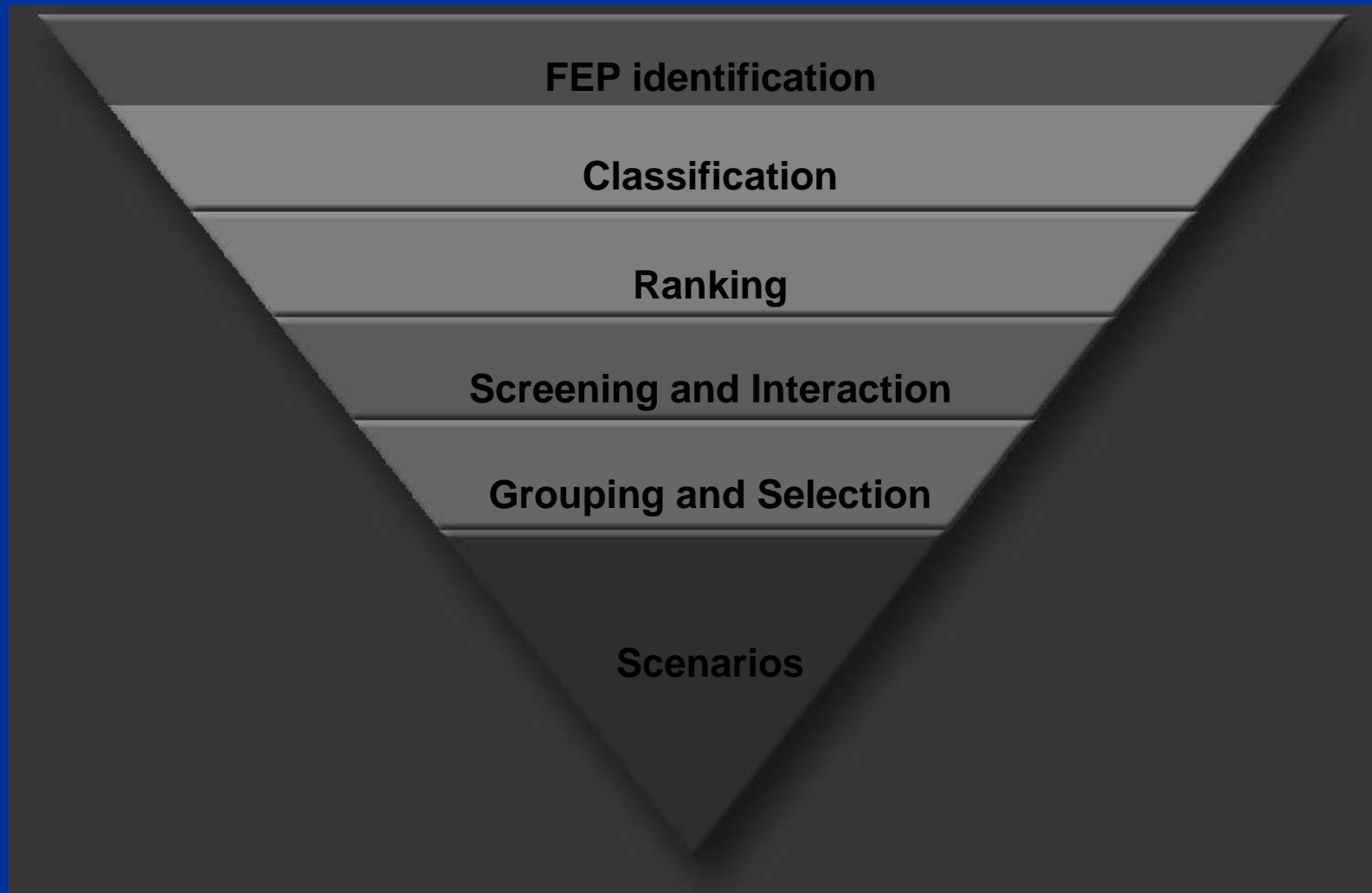


Scenario

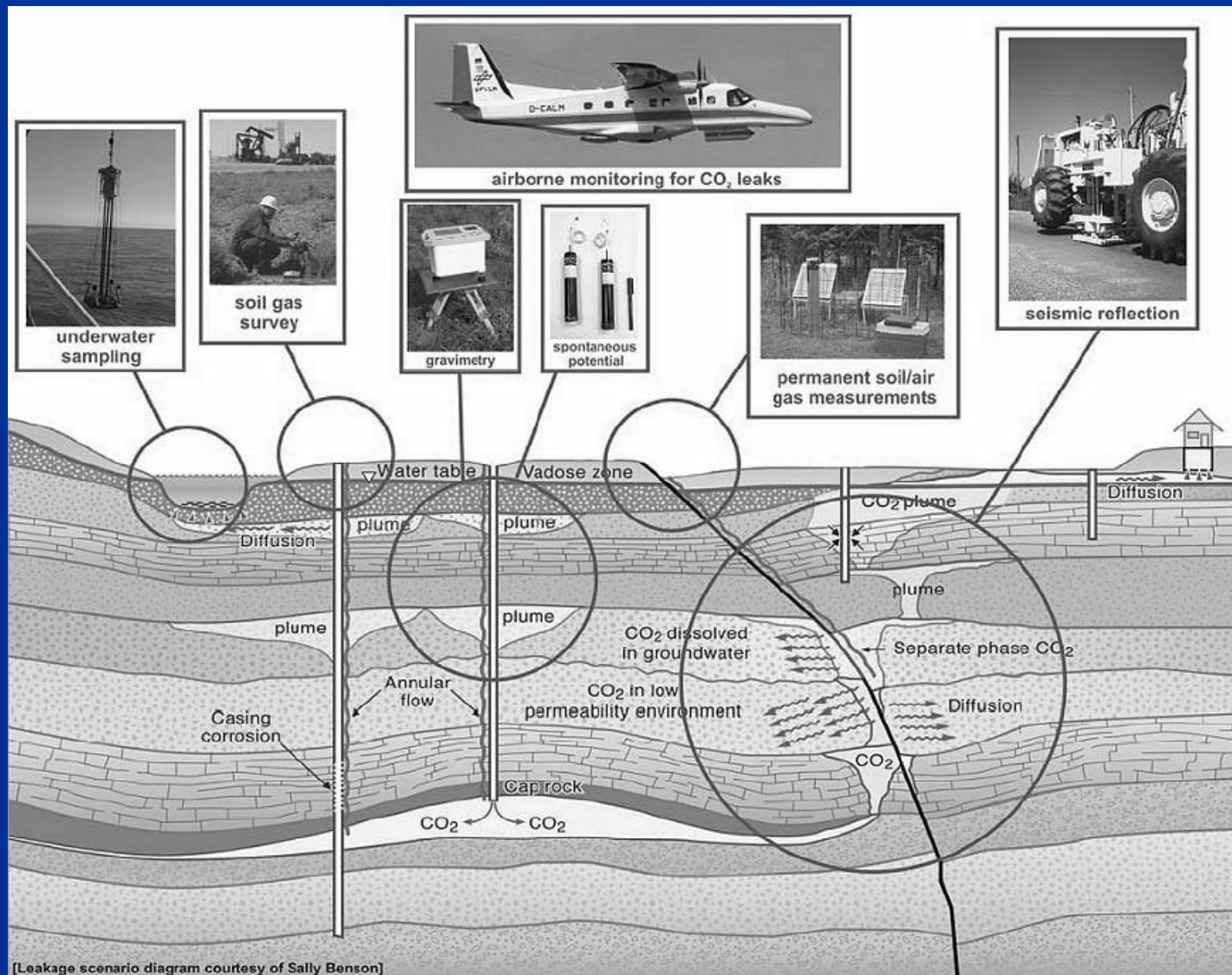


Shell International Renewables

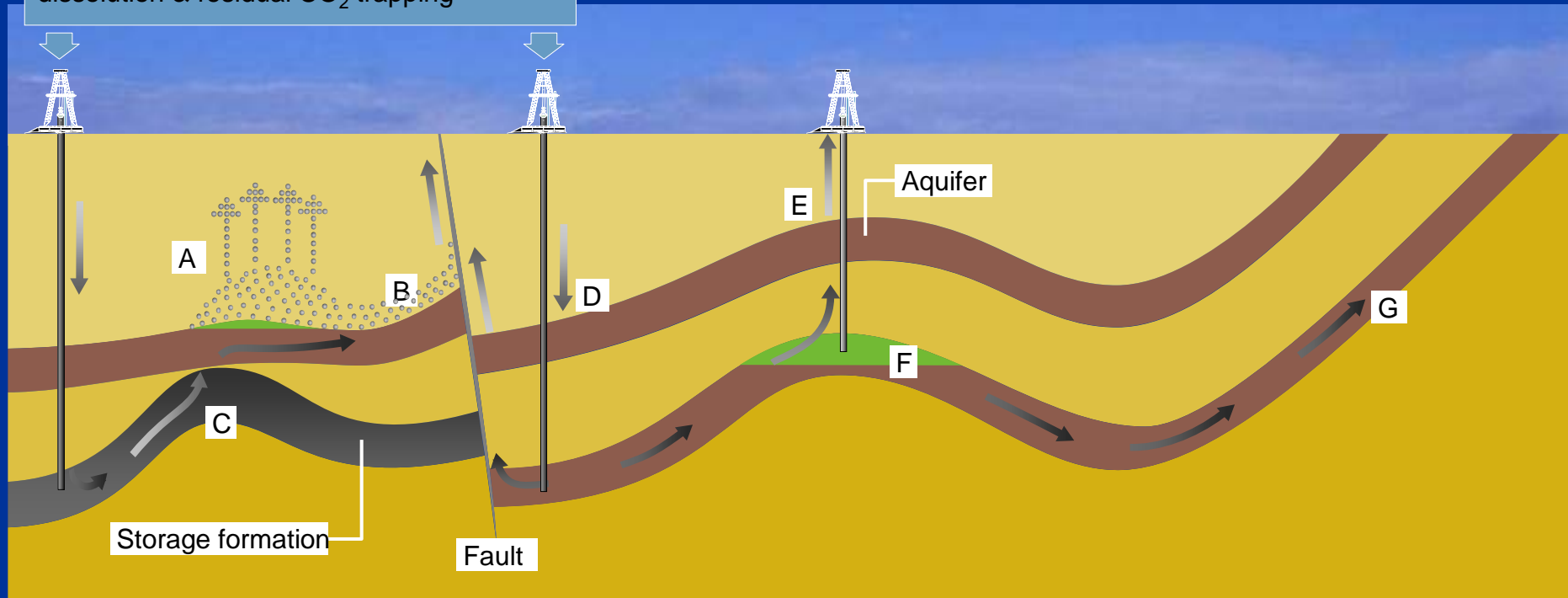
Scenario Development



Monitoring: Tailored to the storage site



Injected CO₂ migrates up dip maximising dissolution & residual CO₂ trapping



Potential escape mechanisms

- | | | | | | | |
|---|--|--|---|--|--|---|
| <p>A. CO₂ gas pressure exceeds capillary pressure & passes through siltstone</p> | <p>B. Free CO₂ leaks from A into upper aquifer up fault</p> | <p>C. CO₂ escapes through 'gap' in cap rock into higher aquifer</p> | <p>D. Injected CO₂ migrates up dip, increases reservoir pressure & permeability of fault</p> | <p>E. CO₂ escapes via poorly plugged old abandoned well</p> | <p>F. Natural flow dissolves CO₂ at CO₂/water interface & transports it out of closure</p> | <p>G. Dissolved CO₂ escapes to atmosphere or ocean</p> |
|---|--|--|---|--|--|---|

Remedial measures

- | | | | | | | |
|---|---|---|--|------------------------------------|--|--|
| <p>A. Extract & purify ground water</p> | <p>B. Extract & purify ground water</p> | <p>C. Remove CO₂ & re-inject elsewhere</p> | <p>D. Lower injection rates or pressures</p> | <p>E. Re-plug well with cement</p> | <p>F. Intercept & re-inject CO₂</p> | <p>G. Intercept re-inject CO₂</p> |
|---|---|---|--|------------------------------------|--|--|

What can be achieved?

According to IPCC SRCSS fraction retained in appropriately selected and managed geological reservoirs is

- very likely to exceed 99% over 100 years, and
- is likely to exceed 99% over 1,000 years.

"Likely" is a probability between 66 and 90%, "very likely" of 90 to 99%

Local risk of geological storage can be comparable to risks of current activities

- Natural gas storage, EOR

Shell International Renewables

What does this mean?

Seepage from storage site is a function of risk management

IPCC 2006 Guidelines for GHG Inventories support this view

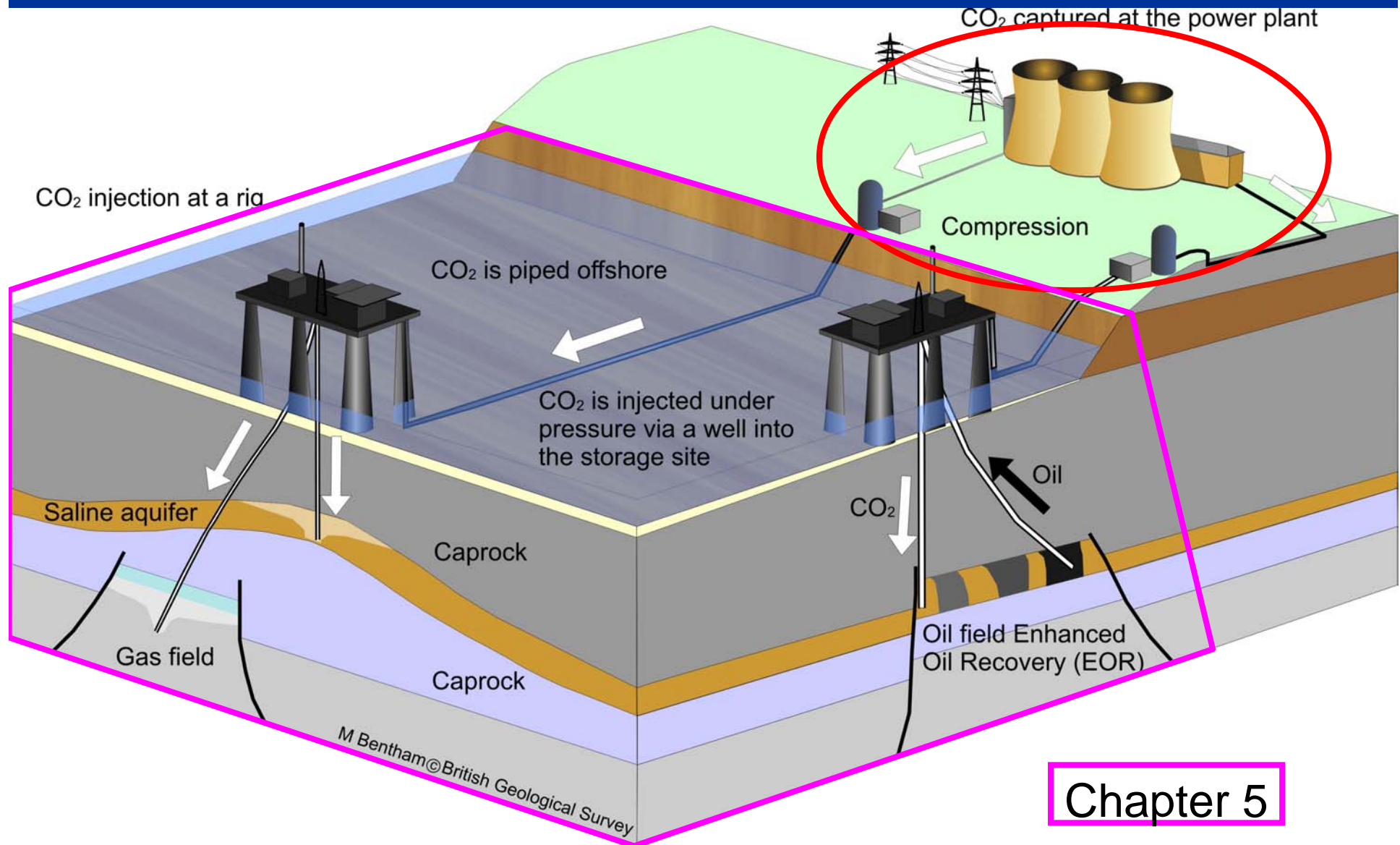
Use of temporary or long-term emission reduction credits for CCS not suitable

IPCC Guidelines on CCS Estimation Methodologies in National GHG Inventories

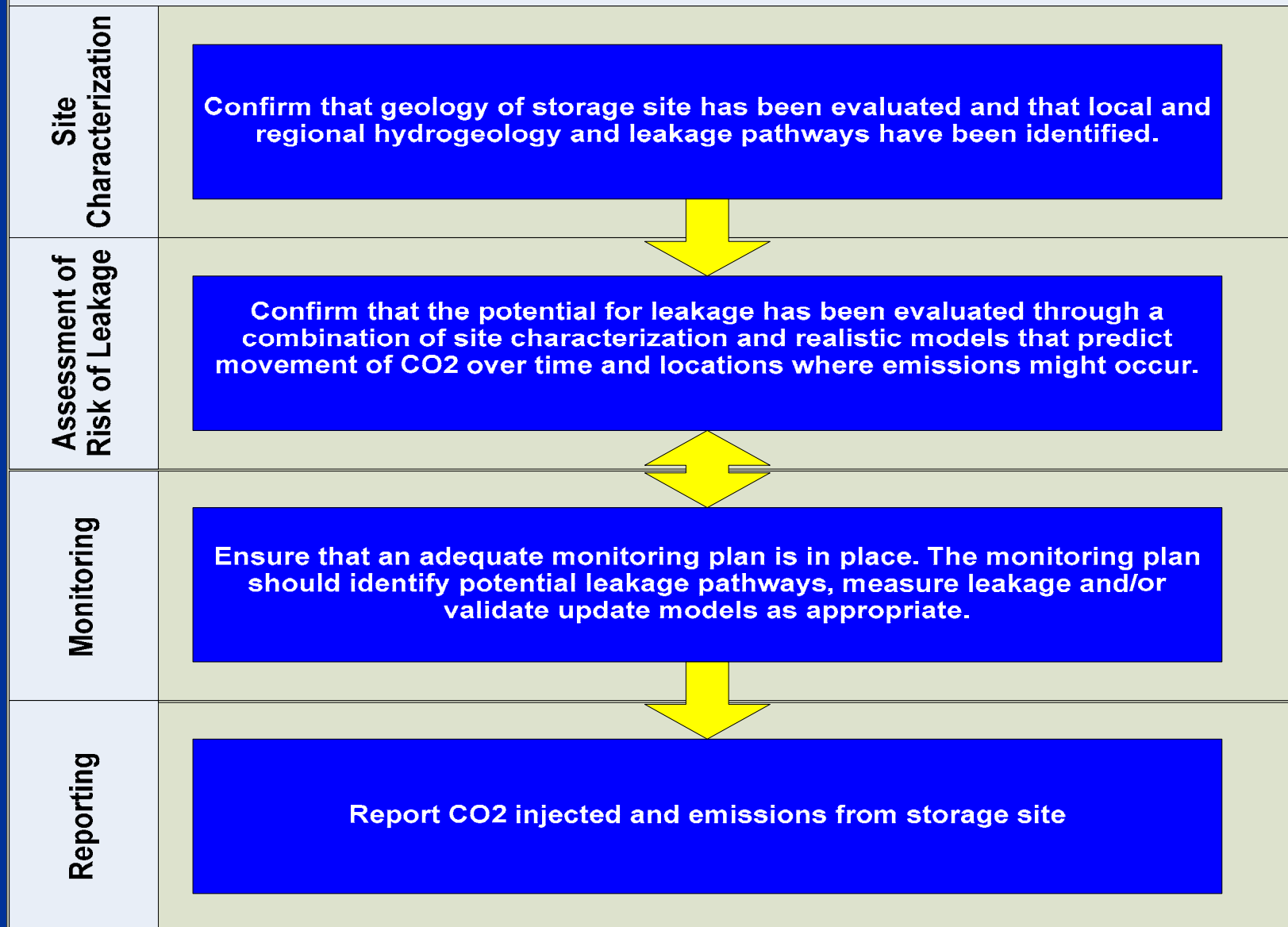
The 2006 Guidelines give a complete methodology for estimating leakage from CCS

CCS divided into three systems:

1. Capture and compression system
 - treated separately in the appropriate sector
 - Volumes two and three (e.g. stationary combustion)
2. Transport system
3. Storage system
 - Treated together in Volume two, Chapter five



Estimating, Verifying & Reporting Emissions from CO₂ Storage Sites



Relevance

- 2006 IPCC Guidelines provide internationally approved basic elements for site selection, risk assessment, and monitoring
- Define good practice for national government CCS approval regimes
- Inherently support the evolution of emission trading frameworks for CCS

Immediate needs:

- Operationalise GL into a CDM methodology
- Liability regimes
- Offsets for reemerging CO₂