

THE HYDROGEN ECONOMY AND THE CHEMICAL INDUSTRY

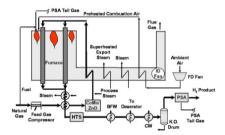
DR. JENS SCHMIDT / DOW

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PRODUCTION OF HYDROGEN

Steam Methane Reforming (SMR)

 90% of H2 produced in Steam Methane Reforming (using nat. gas)



Steam-methane reforming reaction

 $CH_4 + H_2O$ (+ heat) $\rightarrow CO + 3H_2$

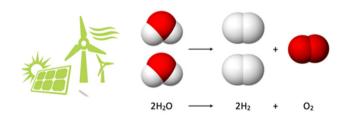
Water-gas shift reaction

 $CO + H_2O \rightarrow CO_2 + H_2$ (+ small amount of heat)

- Emissions of roughly 10t CO2 / 1 t of H2 (25 t / 1MM scfd)
- Costs are mostly depending on Nat.Gas price
 - ~ \$2-3/kg H2

Water Electrolysis

- Water Electrolysis
- Developed 1888
- Theoretical Energy 142 MJ/kg H2 -> 39.4kWh
- 1 MWh -> 25.4kg Hydrogen
- Modern electrolyzer ~19kg = 75% Efficiency
- 53MWh electricity per 1 ton of H2
- Main cost is power (76 to 171 Eur/MWh) -> 4-12 Eur/kg
- Capital costs ~ 1-1.5MM Eur/MW installed
- Low to zero CO2 emissions (depends on power source)



INDUSTRIAL USE OF HYDROGEN

What do we use Hydrogen for

- Industrial
 - Ammonia, Fertilizers
 - Hydrochloric Acid
 - Methanol
 - Aniline
 - > Fat hardening, etc.
- Fuel
 - > Fuel Cells
 - Combustion Engines
- Basis for use in Carbon Conversion
 - ➤ Long chain hydrocarbons via Fischer Tropsch (jet fuel, etc.)
 - Methanol synthesis from CO2 or Syngas
 - Green methane/natural gas from CO2







CO2 neutral H2!



TRANSPORT & LOGISTICS

Hydrogen Logistics

- Hydrogen is difficult to transport
 - ➤ Gaseous at 200 700 bar
 - ➤ Liquid at -253 °C

(1 kg H2 per 100kg container weight)(10 kg H2 per 100kg container but 20 % energy loss)

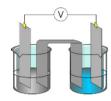
- Storage in Caverns
 - > ca. 60 80 bar pressure
 - Density ~ 0.09 kg/Nm3 at normal pressure
 - > @70 bar ~ 300t in 50.000m3 cavern



WATER-ELECTROLYSIS AT DOW IN STADE

Production and Storage capacity at World Scale

- Dow produces ~ 50.000 t/a Hydrogen with salt water electrolysis
 - ➤ Total Power Consumption City of Stade 46.000 people (excl. industry) ~ 2600 t/a



- Equivalent to electrolysis-capacity of ~ 230MW
 - > ~ 3-400 MM Euro Capital Invest equivalent
 - > ~ 100 MM Eur/a power costs at 8000 h/a and 60 Eur/MWh
- Direct access on site to northern German wind power



- Generating 1MM m3/a cavern capacity
- > Experience in storing propylene and ethylene in salt domes already
- Can generate hydrogen storage cavern faster than anyone else



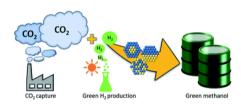




OUTLOOK

Current & Future Projects

- Utilization of Hydrogen and CO2 from DOW owned Nat.Gas. Power plant
 - > 42 kta "Green Methanol"
 - > 10 kta "Power 2 Jet Green Jet Fuel"
- Storage of Excess Power
 - We operate 5 TWh of electrolysis today
 - > Cavern storage available
 - Access to renewable power in GW scale
 - Modification of gas turbines to use H2 up to 50% vol. under investigation







TAKEAWAYS

- Dow Stade has huge quantities of electrolysis H2 available (50.000 mt/a)
- Dow Stade can offer storage of H2 in salt caverns
- Dow Stade has access to huge quantities of renewable power
- Traditional transportation of H2 is difficult/inefficient
- Invest costs for Water electrolysis are high
- Production costs of "green" H2 are significantly higher than fossil based



DOW Stade
Enabler for Hydrogen Economy
on World Scale in Lower Saxony



Together



Seek