

2022 KOREAN-HELLENIC MARITIME COOPERATION FORUM

How to respond to IMO GHG Regulation

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Korean Register



IMO Initial GHG Strategy



vision >>> Decarbonization

Phase GHG emissions of ships out ASAP in this century

TARGET >>>

- 1. Carbon Intensity to decline
- Further Phases of EEDI for New Ships
- 2. Carbon Intensity to decline
- (tCO2/ton·mile) 40% by 2030 and 70% by 2050 compared to 2008
- 3. GHG emissions to peak and decline
- Peak GHG emissions as soon as possible
- (Total annual emissions) 50% by 2050 compared to 2008

2018-2023 Short-term measures

- Improvement of EEDI and SEEMP
- Develop technical and operational energy efficiency measures for both new and existing ships with threestep approach
- Existing Fleet Improvement Programme
- Speed optimization and reduction
- Measures for methane and VOCs
- National Action Plans, Technical cooperation and capacity-building, Port development (AMP etc), R&D activities, Incentives for first movers, Lifecycle guidelines for fuels, GHG study

2023-2030 Mid-term measures

- Programme for alternative fuels
- Operational energy efficiency measures for both new and existing ships
- Emission Reduction Mechanism (MBM)
- Technical cooperation and capacity-building, Feedback mechanism

Beyond 2030 Long-term measures

- Zero-carbon or fossil-free fuels
- Emission Reduction Mechanism

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After Cop26, carbon neutral of shipping

2100 => 2050

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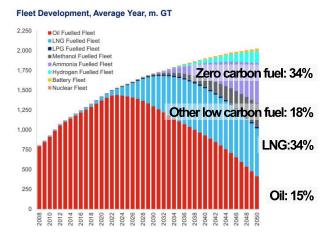
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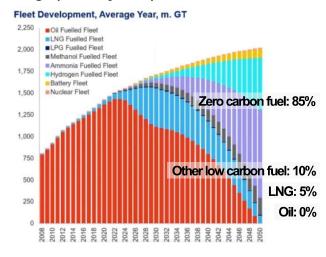
Decarbonization Scenario



* IMO Initial Strategy (50% by 2050)

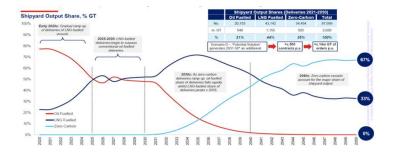


* Net-zero target(100% by 2050)

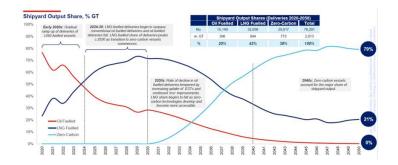


Source: Clarksons Research, Fuelling Transition: Tracking the Economic Impact of Emission Reductions & Fuel Changes, September 2021 webinar Source: Trevor Crowe, The shipping sector to 2030, Clarksons research, 2019 & 2020

Oct. 2019 report (order based)



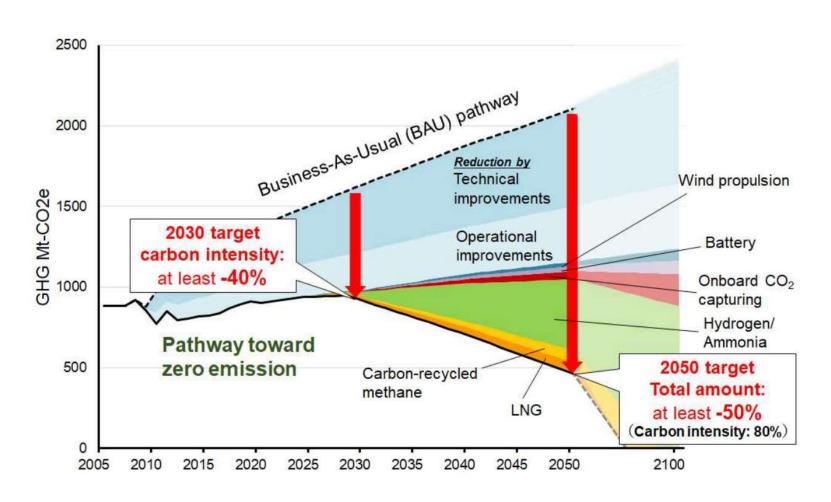
Mar. 2020 report(order based)



? after decarbonation target year changed to 2050

Decarbonization Regulation/Measures





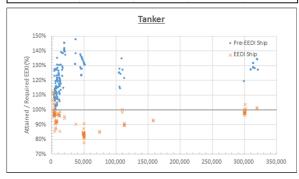
Source from JSTRA

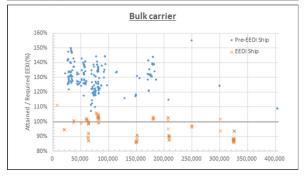
EEXI calculation data



적용선박	총합	만족	불만족	불합격률
PRE-EEDI 선박	333	9	324	97%
EEDI 선박	107	79	7	7%
합계	440	88	331	75%

적용선박	총합	만족	불만족	불합격률
PRE-EEDI 선박	366	0	366	100%
EEDI 선박	45	58	31	34%
합계	456	58	397	87%





Category A

Category B

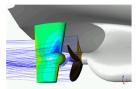
Category C



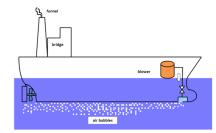


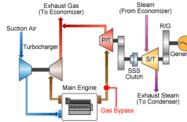














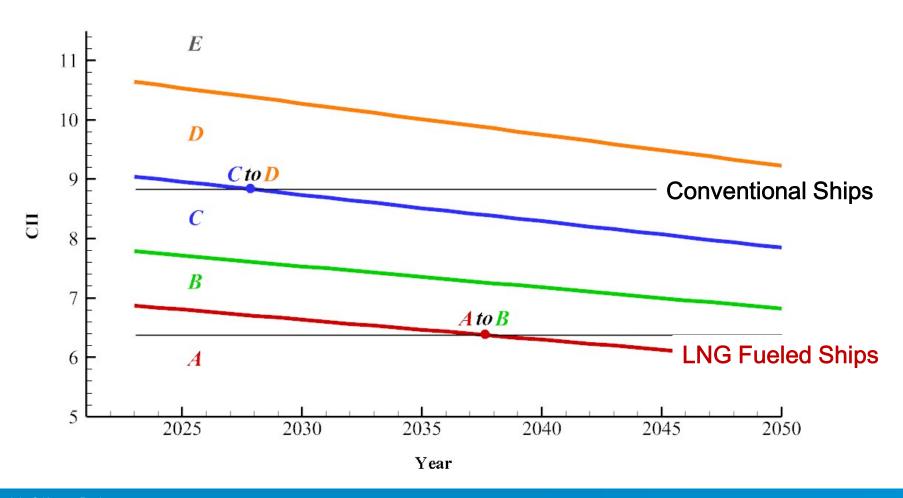


CII(Carbon Intensity Indicator Rating)



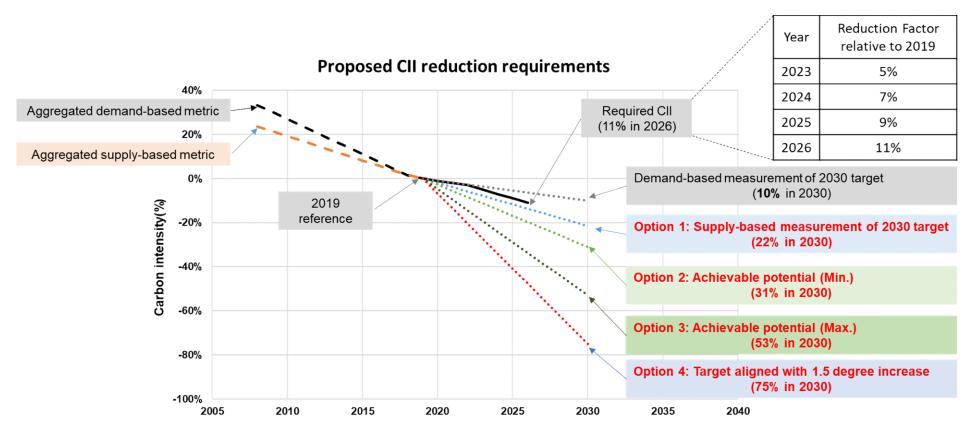
✓ Corrective actions & SEEMP revision

- Rated as D for 3 consecutive years
- Rated as E for one time



CII reduction factor options under IMO discussion



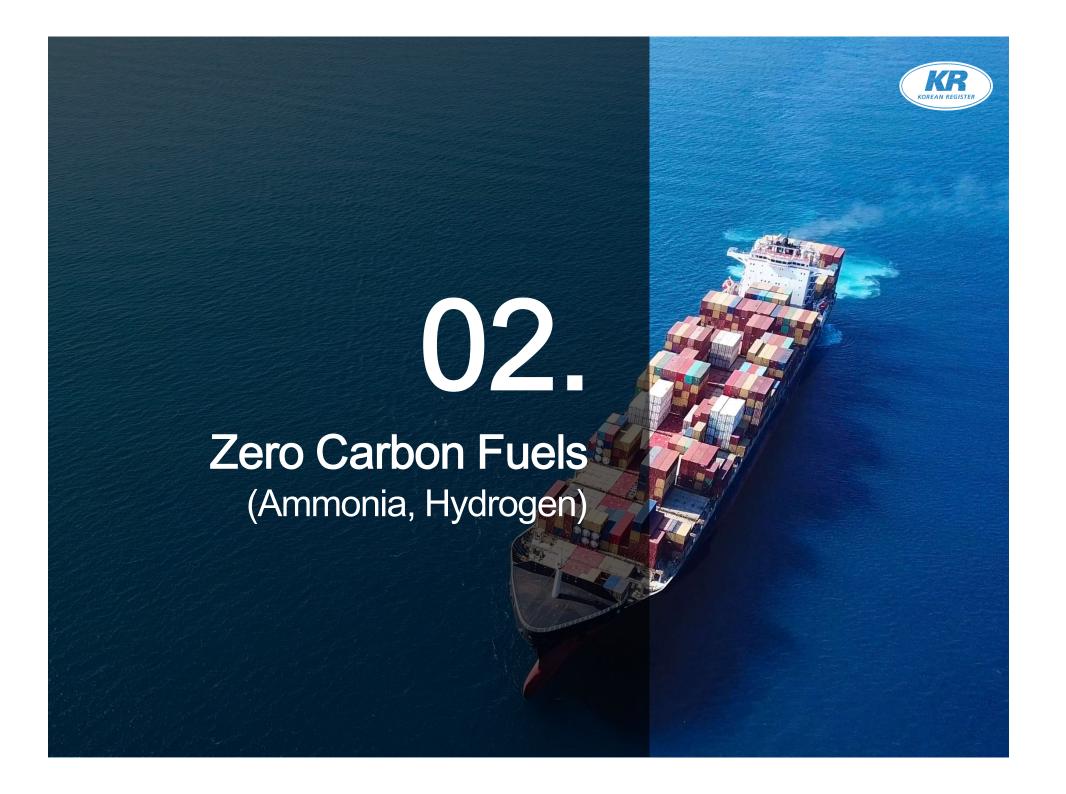


- 2019 ~ 2026: CII Reduction factor was decided. (11% in 2026)
- 2027 ~ 2030: Decided later after reviewing the effectiveness of CII in IMO

CII simulation



SHIP TYPE	SHIP NAME	DWT		TANCE [nm]		MISSION ton]	ATTA	INED CII	REQUIRED CII (2020)					CII	RATI					
			2020 DCS	EPL IMPACT	2020 DCS	EPL IMPACT	2020 DCS	EPL IMPACT		2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030
					40,577	37,177	7.27	6.74	7.53	С	С	С	В	С	С	С	D	Е	Е	Е
					44,650	40,182	7.57	7.09	7.53	С	С	С	С	С	С	С	D	Е	Е	Е
					29,335	29,155	7.36	7.33	7.53	С	С	С	С	С	С	D	D	Е	Е	Е
					21,899	20,715	6.82	6.60	7.53	В	В	В	В	В	С	С	D	Е	Е	Е
					35,078	33,637	7.04	6.80	7.53	В	В	С	В	С	С	С	D	Е	Е	Е
					28,307	27,563	6.48	6.35	7.53	В	В	В	В	В	В	В	D	D	Е	Е
					35,616	29,326	8.12	7.71	7.97	С	С	С	С	С	С	D	D	E	Е	Е
					27,095	22,743	8.46	7.55	7.97	D	D	D	С	С	С	С	D	E	Е	Е
					22,599	22,416	9.09	9.02	11.37	Α	Α	Α	Α	Α	В	В	С	D	Е	Е
					22,569	22,381	8.59	8.53	11.38	Α	Α	Α	Α	Α	Α	Α	В	D	Е	Е
					20,629	18,376	11.43	10.73	11.97	С	С	С	В	С	С	С	D	Е	Е	Е
					5,948	-	5.72	-	7.07	Α	Α	В	В	В	В	В	С	D	Е	Е
					8,050	-	18.83	-	20.65	В	В	С	С	С	С	С	D	E	Е	Е

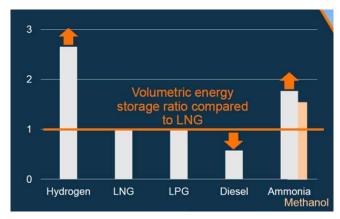


Comparison of alternative marine fuels

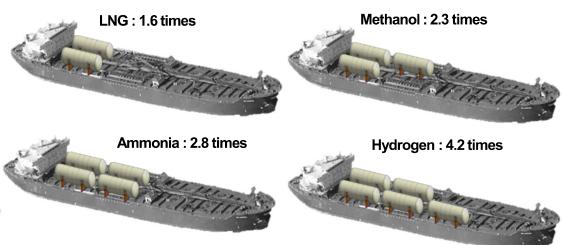


Energy storage type	Supply energy	Energy density	Required tank volume (m³)	Supply pressure	Injection pressure	Emission reduction compared to HFO Tier II (%)						
	(MJ/kg)	(MJ/L)		(bar)	(bar)	SOx	NOx	CO ₂	PM			
HFO	40.5	35	1,000	7-8	950							
5	50	20	4 500	300 methane	300 methane	90-99	20-30	24	90			
Liquefied natural gas (LNG, -162°C)	50	22	1,590	380 ethane	380 ethane	90-97	30-50	15	90			
LPG(including Propane/Butane)	42	26	1,346	50	600-700	90-100	10-15	13-18	90			
Methanol	19.9	15	2,333	10	500	90-95	30-50	5	90			
Ethanol	26	21	1,750	10	500							
Ammonia(liquid -33°C)	18.6	12.7	2,755	70	600-700	90-95	-	95	90			
Hydrogen(liquid -253°C)	120	8.5	4,117									

Source: MAN energy solutions, Engineering the future two-stroke green-ammonia engine, 2019

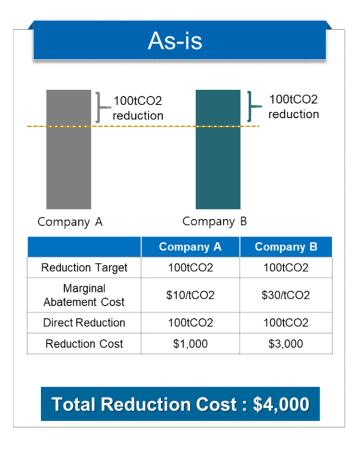


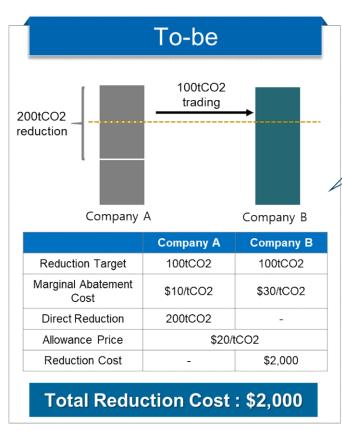
Source: Sebastiaan Bleuanus, Enabling green H2 usage in current and future maritime power generation, Wartsila, Motorship conference 2019



IMO MBM, EU ETS







Provision of EU ETS impact assessment

Carbon Neutral Drive of Industry



RIGHTSHIP





"Shell now needs to go further with our own ambitions, which is why we aim to be a <u>net-zero emissions</u> energy business <u>by 2050</u> or sooner. Society, and our customers, expect nothing less."



BP sets ambition for net zero by 2050, fundamentally changing organisation to deliver

12 February 2020



To accelerate the transition to carbon-neutral shipping, Maersk has set a new and ambitious target in 2018 of having <u>net-zero CO2 emissions</u> from operations <u>by 2050</u>.







The CMA CGM Group heads towards carbon neutrality by 2050



CO₂ emissions (2050 goal)



Towards Carbon Neutral Shipping



CO₂ emissions (2030 goal)
*Compared to 2008 / Based on total emissions

Source: Homepages of Each Corporate







POSEIDON PRINCIPLES



FO LNG

Ammonia, Hydrogen, Carbon neutral



FO LNG

Ammonia, Hydrogen, Carbon neutral

Incentives from IMO, EU



FO LNG

Ammonia, Hydrogen, Carbon neutral

Incentives from IMO, EU

Incentives from Financial circles



FO LNG

Ammonia, Hydrogen, Carbon neutral

Incentives from IMO, EU

Incentives from Financial circles

Incentives from Cargo owners, Chatterers



FO LNG

Bio fuel, Synthetic LNG, CCS

Ammonia, Hydrogen, Carbon neutral

Incentives from IMO, EU

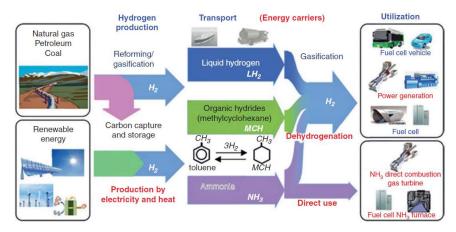
Incentives from Financial circles

Incentives from Cargo owners, Chatterers

Fuel price (Ammonia)



- Developing overseas CO₂ free hydrogen supply chain
 - Feasibility Study of Overseas Hydrogen Supply Chain
 - · Overseas Hydrogen Production
 - Transportation by Ship (LH2, LOHC, NH3)
 - · Domestic Utilization



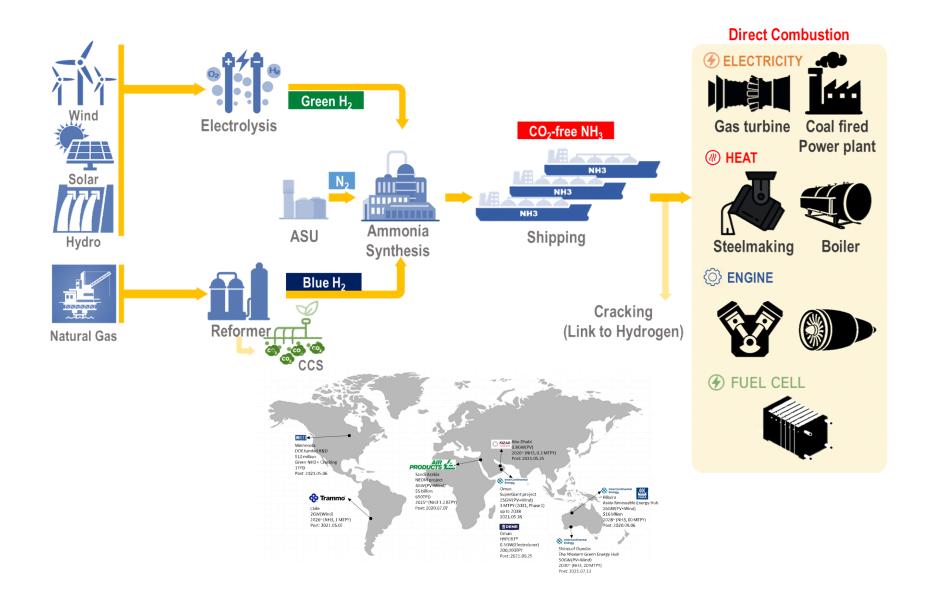
Source: Clean Energy, 2018

- Participating Green Hydrogen Overseas Business Group
 - Goal: Importing clean hydrogen from overseas before 2030
 - MOU between 30 Companies and MOTIE
 - Operated by Production, Storage/Transport*, Utilization parts
 - * KR leads Storage/Transportation part



Green/Blue Ammonia Price

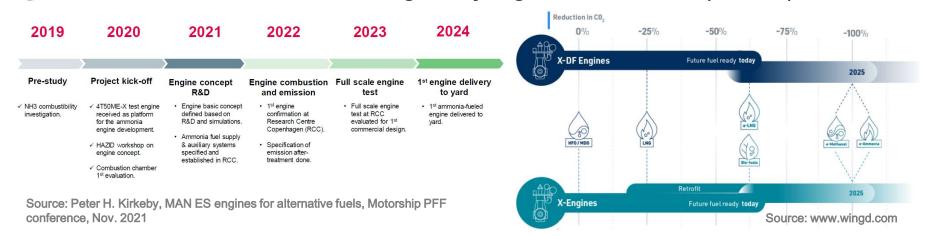




Ammonia engine development



⊘ Trends of R&D of ammonia fueled engines by engine manufacturers (2 stroke)



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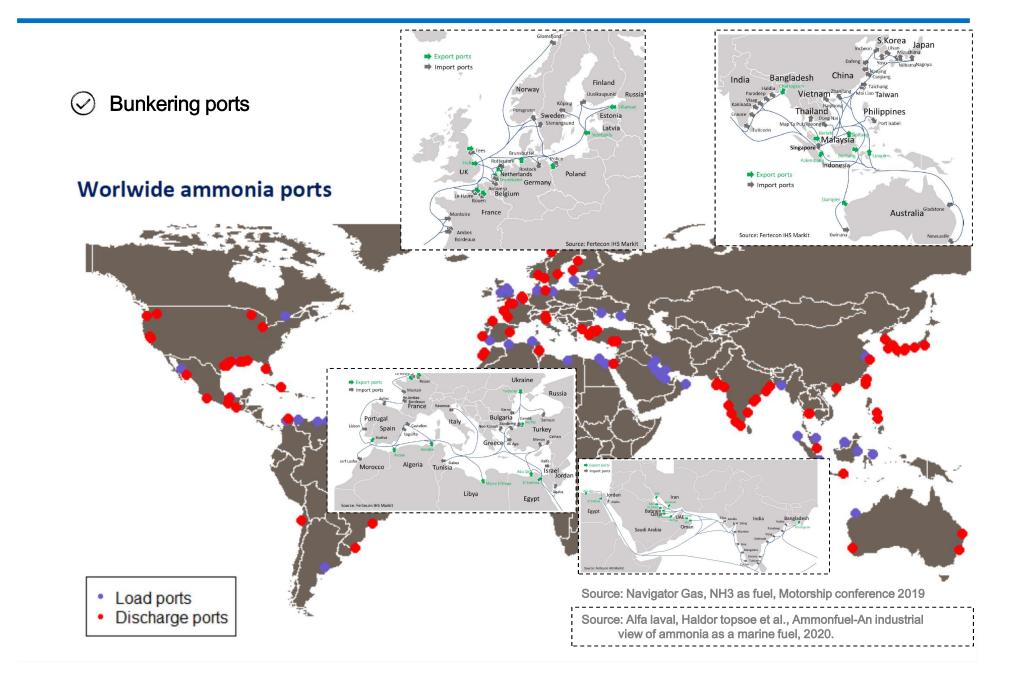






* Indicative: 2020 Verified: 2022





Carbon Neutral Fuel (e/bio Methanol)





HHI LANDS 8+4 METHANOL-FUELLED 16,000 TEU ORDER FROM MAERSK

HOME >> NEWS >> SHIPS & YARDS >> HHI LANDS 8*4 METHANOL-FUELLED 16,000 TEU ORDER FROM MAERSK



Source: www.motroship.com, 24 Aug. 2021

A.P. Moller-Maersk has placed an order with Hyundai Heavy industries for 12 x 16,000 teu container vessel newbuildings. The order for the dual-fuel methanol-fuelled newbuildings, which will be operated on carbon neutral methanol, includes an option for a further 4 vessels.

MAERSK's 2020 sustainability report



Biodiesel

Drop in fuel

But availability and other sectors need it



Methanol

(bio-methanol and e-methanol)

Already in operation and liquid at normal conditions

But, scalability and green production questions



Lignin fuels

A new biofuel based on biomass residue (lignin) and alcohols (methanol or ethanol)

Price-competitive

challenges.

But, In development stage, scalability and infrastructure for supply questions



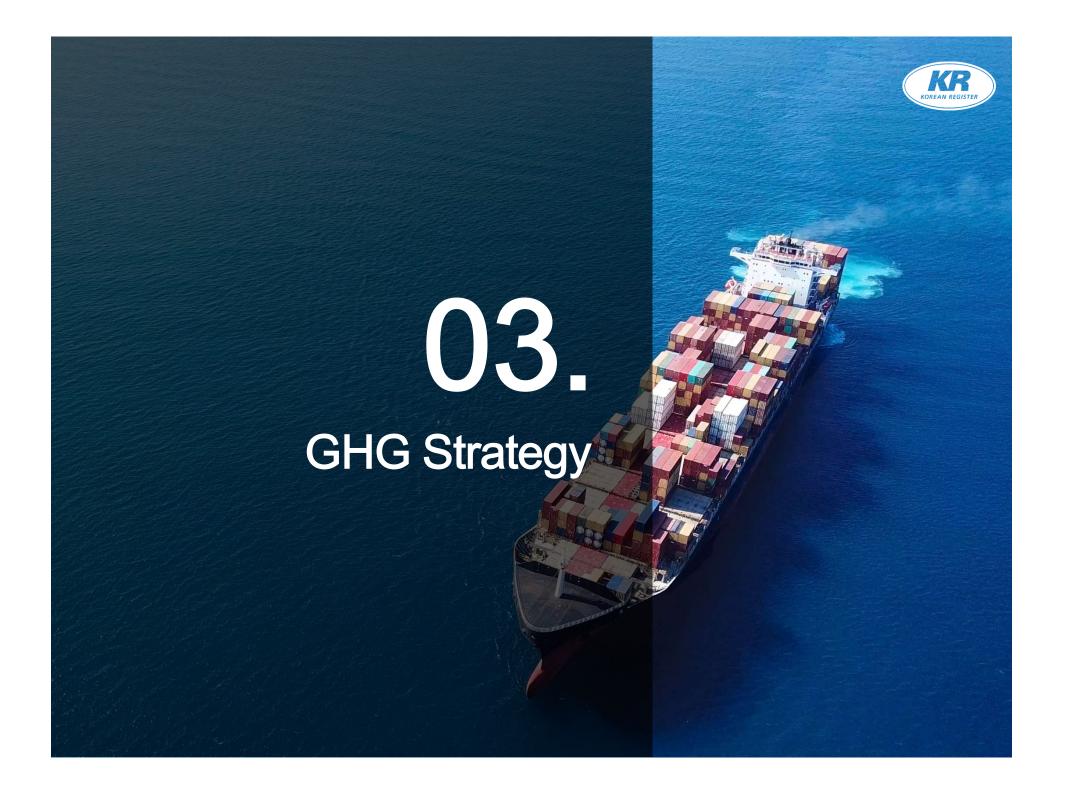
Ammonia

(green ammonia)

Fully zero emissions fuel and can be produced at scale
Bu,t Safety, toxicity and infrastructure

Dependent of cost/maturity of electrolyser technology

Source: Simon C. Bergulf, Decarbonization of shipping: New fuels, new regulatory framework, new reality around the corner. IMO symposium on alternative low-carbon and zero-carbon fuels, 2020.



Uncertainty



✓ IMO regulation

- GHG Strategy
- CII
- IMO ETS, Carbon Tax

✓ Technology development

- LNG(Methane Slip), Ammonia(Engine, Safety, N2O, Ammonia slip),
 Hydrogen(Large capacity FC, Insulation)
- CCS(Energy, Volume, Value chain of Harbor), ESD(Payback)

√ Fuel Infra

Fuel price, Mass production, Bunkering infra

Owner's Option



- IMO(global) & EU(local) GHG regulations (2030, 2050, ETS)
- Alternative fuels(incl. alternative power sources)

 - **⊘** LNG + CCS + Synthetic LNG
 - ✓ LNG + (ammonia, hydrogen, etc.)
 - **⊘** Methanol
 - Ammonia, hydrogen
 - **⊘** Fuel cell, batteries, Hybrid
- Energy Saving Device
- Bunkering Infra, Fuel price

Consideration of various technical measures

Need overall approaches

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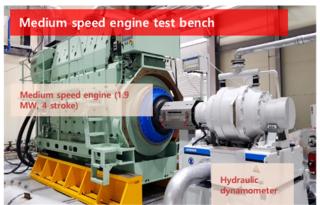
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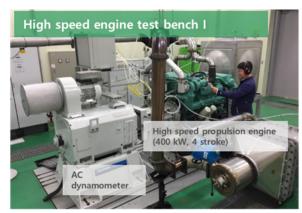


KR Activity (R&D Infra)









Greenship TCC: Internal Combustion Engine



MASTC: Electric propulsion

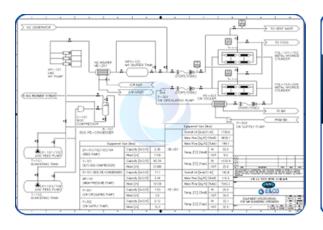


LSC: LNG bunkering simulation

KR Activity (Hydrogen carrier/propulsion)



Conceptual Design of LH2



• Risk analysis for H2 Propulsion



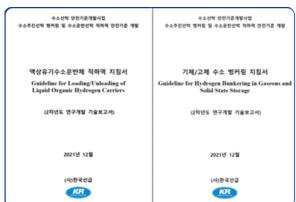
Test Procedure for H2 Handling

IŜO		The of the proposed delineration England Steps and marries technology — Text procedures for liquid hydrogen atmage texts of hydrogen and freesh title.
Form 4: New V	/ork Item Proposal	(In the case of an amendment, revision or a new year of an existing document, show the reference number and current life;
	1	Stope of the proposed deliverable.
Circulation date:	Reference number: ISONP 11326	This standard specifies bed procedures and requirements for the performance bed that shall be conducted in order to confirm the mechanical features of the hydrogen strange land.
2021-09-26	(to be given by Central Secretarial)	These feel procedures you'd be prepared to document the function and safety processes require
Closing date for voting:		casofication sociates, international identants and/or any administration for hydrogen storage to hydrogen stops. Functions that are specific to a manufacturer and any additional facts or specific
2621-12-21	ISOTC BSC 3	required by client votal not be included. This element provides a leaf procedure publishe for etta's hudrogen elonge lent in hudrogen of
Proposer	N 806	
in g. ISO member body or A lateon.		Purpose and justification of the proposes*
organization)		In response to an increased number of stigs using econtensity fuels, the international literature
KATS		Organization (MC), adopted the RESOLUTION MSC 4(0)(87) that provides interior recommendation contributed for contribute of fourteen distance of the second dista
Decretarist		The hydrogen strongs belt is to be designed and manufactured according to the regularization of international recognition described and codes. No wave to videly recognized distributed in factors
ANSI		stig's performance leading of hydrogen storage test has yet been established, thus, stig's hydrostorage tests is betted according to a case-by-case agreement between the owner and manufact
secretariet of that committee with a co- copy to the secretariet of the perent to committee shall be submitted to the a The proposer of a new work them may committee or subcommittee, an organ	In the scope of an existing committee shall be submitted to the tyll the Central Societies and in the case of a subcommittee, a control committee, includes and in the the scope of an existing contains of the SD Technical Management Board. It as member body of SD, the secretarial fixed, enother technical paties in leaves, the Technical Management Board or one of the Central Societies.	For this season, art alignates designed reseals in the designed for a participation set institute of planting and planting and the sale common consequents and enterprise the sign graph consequence in this region. This designed is to set up a participation and proposition for including entering setting the sequence of a sequence from it is set upon a participation and proposition for the property consequence are applied to a sequence from a final entering and the sequence of the sequenc
athliory groups, or the Secretary-Gen	**.	Consider the following is there a verified market need for the proposed? After problem does this absolute above 10 feet absolute to large to enhance of the Annex C of the GO/GC
The proposal will be circulated to the F and to the O-members for information.	members of the technical committee or subcommittee for voting.	dander soor from seaso of me actioner any e enricher, our cheek y of a colore. Condition part 1 for man information. Dan the following publishes on judification statements on I connect on the colorest of the colorest on the colorest on the colorest of the colorest on the colorest on the colorest of the colorest on the colorest on the colorest on the colorest on the colorest of the colorest on t
The proposer has considered the p	pullance given in the Annex C during the preparation of the NP.	Sustainable Development Steals (800kg)
Resource evaluating		Goal 7: Affordable and Clean Energy Goal 9: Industry, Innovation, and Infrastructure
There are resources available to a project appropriate a project leads	for the development of the project to start immediately after ir, related WG or committee void programme)	Papersitry work (An outline should be included with the proposal)
Note: Freeduces are not available, it is	a recommended that the project be first registered as a required for this; and when the development can start, Form 4	A distribution of the proposer's organization is proposed to understood the proposer's organization is proposed to understood the proposed by your regularity.
Description in the commission by the proper	mar's	S Yes □ No

AIP for HHI LH2



 Loading / Unloading / Bunkering Procedure



· Korea ship safety act

수소 이승 및 적이역 삶의 空間적계 제 4 장 수소이송 및 적하여 설비와 타 에너지이송 적하여 설비와의 법률검토	44 ≎≙	및 작아역 설비 법 #제우생 및 수소안전 		e 46
	82 7794	27.58		(SECTE
* 아마시얼 및 제외에 대하여 의 에너이어는 제외에 전에에서 현수는 기계 병원을 하면서 전혀 위원이 가는 에너이는 이 시작이 병원 중 전에요고 이어함을 있을까지고 병원이를 제어되고 되었다.	### #### (세계 ### ### ### ### #### ##########	실하는 소설 전략으로 되었다. ***********************************	어떻게 되었다. 그 아이들 이 아이들 어떻게 되었다. 그 아이들 이 아이들이 아이들이어 아이들이 아이들이	201 등 등 등 등 등 등 등 등 등 등 등 등 등 등 등 등 등 등 등

