DNV·GL



OIL & GAS

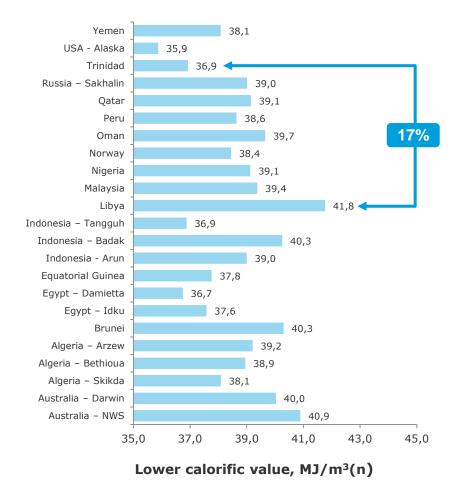
LNG testing facility

Testing facility for LNG vaporizers, LNG composition measurement equipment and engine control systems in small-scale LNG operations.

25 April 2018

1. Challenges in small-scale LNG

LNG is not just LNG: LNG has significant composition variations across the globe



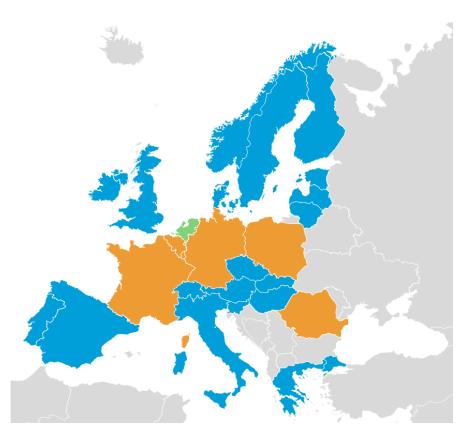
Sourcing

- LNG is produced at different locations around the world.
- Due to differences in natural gas sources, production technologies and the target markets for the LNG, the composition may vary substantially

Weathering

 The boil-off of volatile components in the LNG leads to a change in composition of LNG along the distribution chain

LNG is not just LNG: gas end-use requires specific compositions based on historical local gas market conditions



Different calorific values based on domestic appliances

- There is a variety of LNG-fueled engines used in ships and trucks. To safeguard the performance of LNG-fueled engines the right match ensures the fitness for purpose of the LNG supplied.
- Specifically, the knock resistance of the fuel must be determined unambiguously. The occurrence of knock can severely compromise engine performance, varying from increased pollutant emissions and reduced fuel efficiency to engine failure.
- The knock resistance of LNG is characterized by a methane number.
- The knock characteristics of LNG fuels is crucial for suppliers and traders to provide reliable and efficient products and for the end user to secure optimal engine operations.

Risks for composition variations of LNG

1. Quality control and correct billing

Issue	Effect / Risk	
Weathering of LNG due to boil-off in the LNG distribution chain	Composition change over time, devaluation of the product	
Substantial variations in density (up to 12%) and heating value (up to 17%) due to differences in natural gas sources	Incorrect billing and risk for unaccounted for product value	

2. Engine performance with changing LNG composition

Issue	Effect / Risk
Mismatch between fuel composition and engine fuel requirements	Different combustion performance; loss of power and efficiency, higher emissions
	Different behaviour regarding engine knock can lead to loss of performance, engine shutdown and damage

DNV GL's LNG bunkering Recommended Practice describes the essence of composition determination of LNG

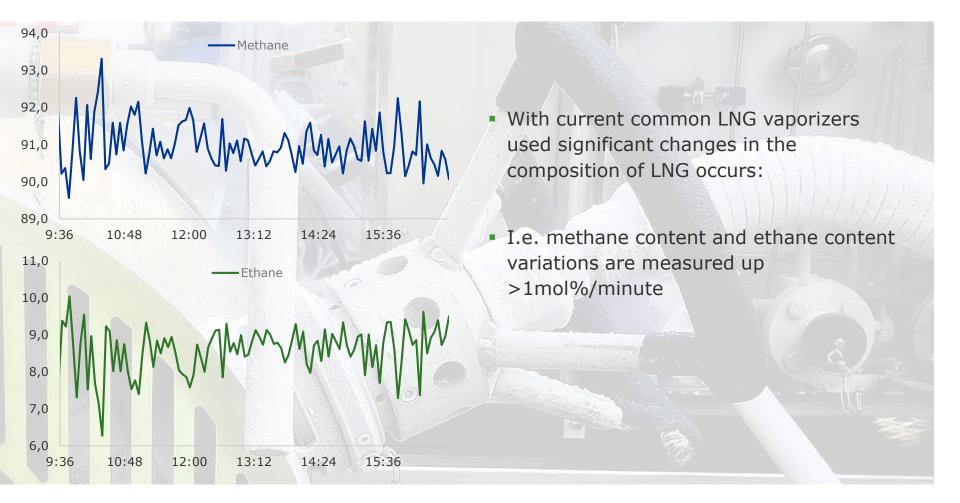


DNV GL provides first guidance on fiscal and quality measurements for LNG bunkering in its Recommended Practice (DNVGL-RP-G105) describing how to perform quality measurements and quantity metering of LNG as a fuel

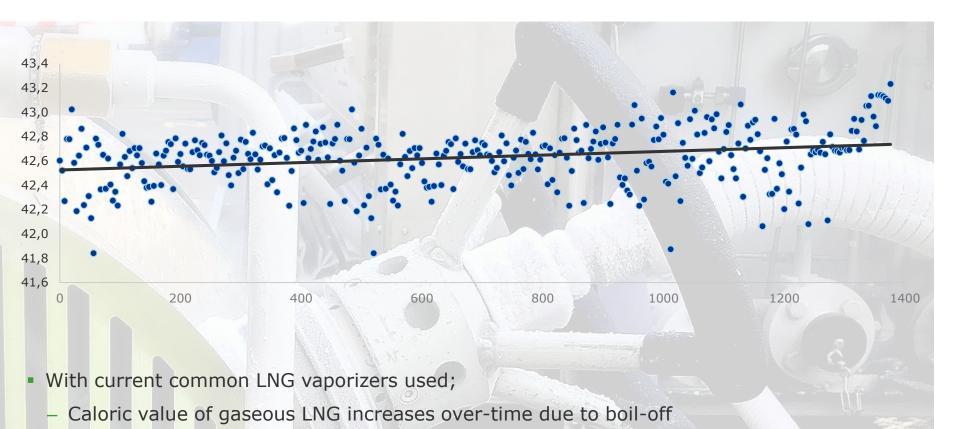
To ensure transparency in billing and that the use of LNG as a fuel is safe and fit for purpose...during bunkering, **the energy content and essential properties of the transferred LNG shall be determined**. More specifically, the LNG energy content shall be the basis for the billing (custody transfer), while the properties determine the LNG's fitness for purpose.¹

2. Operational LNG issues

I. Measured variations in gaseous LNG composition

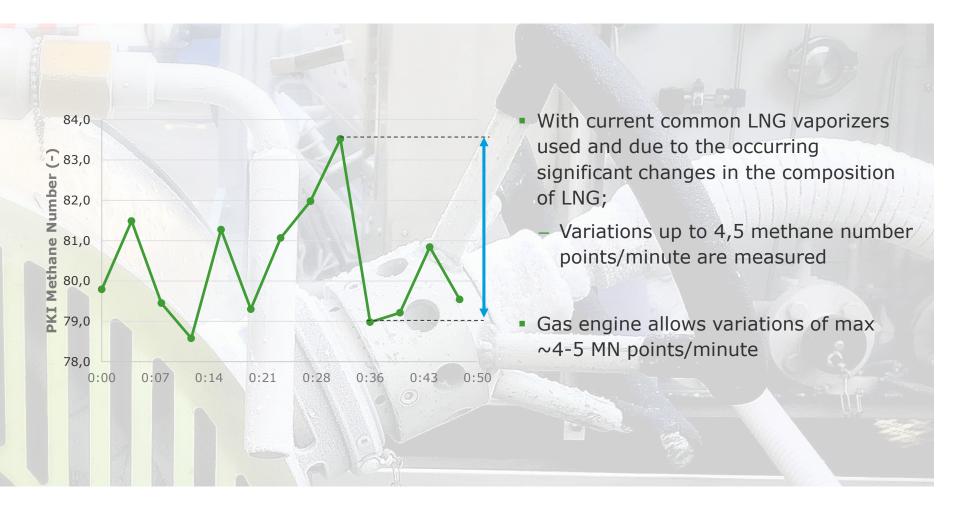


II. Boil-off effect leads to increase of caloric value



– Variations up to 0,3 MJ/minute are measured

III. Fast changing variations of the methane numbers



3. DNV GL LNG test facility

LNG testing facility - Groningen



More than 45 years experience in gas analytics and flow measurement Test of LNG in gaseous phase and ability to connect sampling probes for liquid sampling

Testing of LNG under real-life operations and circumstances

Successfully executed JIP's to provide industry solutions and technology empowerment

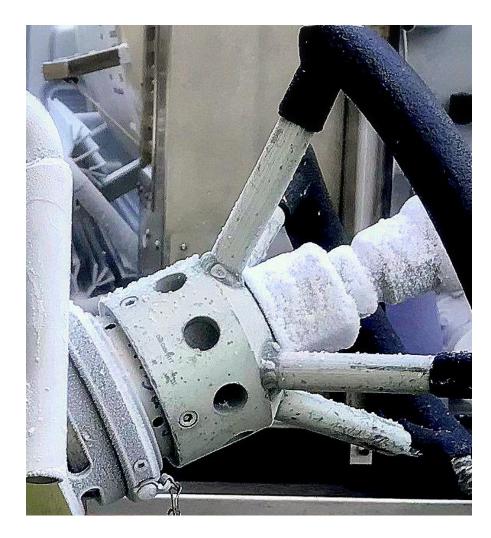
General information LNG test facility

LNG test facility

- Maximum working pressure 16 bar
- Maximum working temperature -195 °C
- Internal volume 567 litre
- Maximum load 242 kg methane

Heat Exchanger:

- Capacity 300 HP (approx. 225 kW)
- Maximum gas flow 70 75 $m^3(n)/h$
- Maximum working pressure 23 bar



Unique testing capabilities

- The LNG test facility provides to the customers access to a state-of-the-art LNG research and test facility. The LNG lab facility can cross the bridge between the different LNG operators and the manufacturers by providing independent research, advisory, qualification and verification services.
- The LNG test facility aims to enable:

1. Performance testing for ssLNG equipment	2. Investigate the effects of additives	3. Investigate the effects of changing LNG composition on end-use appliances	4. Testing of boil-off effects in the small
E.g. heat exchangers, sampling probes, measurement systems and flow meters.	i.e. lubricants, odorants or knock inhibitors on weathering and ageing.	i.e. truck engines, (Marine) Fuel engine, domestic appliances.	scale LNG value chain and test mitigation techniques

• The LNG test facility is unique, with its focus on small-scale LNG, focus on fuel composition and custody transfer and focus on effects of various LNG composition on end-use appliances.

4. About DNV GL

TO SAFEGUARD LIFE, PROPERTY AND THE ENVIRONMENT

OUR VISION

GLOBAL IMPACT FOR A SAFE AND SUSTAINABLE FUTURE

We help businesses manage their most critical risks



The broader view

DNV GL has **in-depth** understanding of the oil, gas and energy value chain and its various modalities, linking the **Oil & Gas** and **Energy** industry with the **Maritime** sector



DNV GL OIL & GAS

- DNV GL Oil & Gas enables safe, reliable and enhanced performance in oil and gas projects and operations
- We provide integrated services in technical and marine assurance and advisory, risk management advisory and offshore classification

THE LEADING TECHNICAL ADVISOR

- DNV GL is impartial
- Our 5,500 oil & gas experts combine industry expertise, multi-disciplinary skills and innovation to solve complex technical issues
- We drive the industry forward by developing best practice and standards across the asset lifecycle.

DNV GL's Fuel Transition Center

In our fuel transition center, DNV GL supports its clients with empowering technology in the down and midstream gas market.. ...with custom made...to accelerate the development andservices like R&D support,commercialization and ensure saferules development,and reliable technology and fit fortechnology assessmentpurpose fuels with fair and welland qualification...founded rules and standards..



...to ensure a safe and sustainable future

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OIL & GAS Thanks for your attention

DNV·GL	DNV·GL
Johan Holstein	Sander Gersen
Head of Section Gas Testing & Analysis	Senior Combustion Engineer
DNV GL	DNV GL - Oil & Gas
Johan.Holstein@dnvgl.com	Sander.Gersen@dnvgl.com
Direct: +31 6 1192 1703	Direct: +31 50 700 97 75
www.dnvgl.com/oilgas	www.dnvgl.com/oilgas