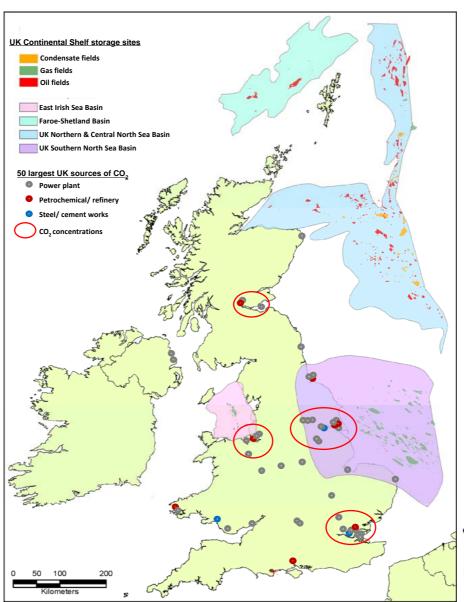
# Developing CCS in the United Kingdom

Dr Ward Goldthorpe

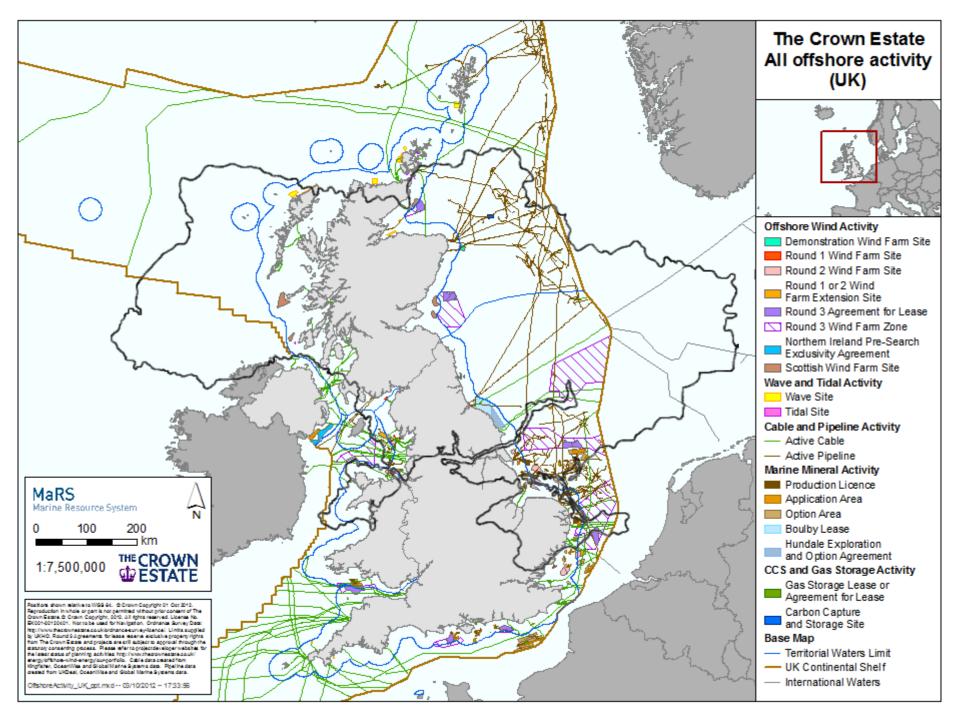
Roundtable: Regional Roadmap for Implementation of Technologies for Carbon Dioxide Capture and Storage in the East of Ukraine 23 October 2012, Donetsk



### UK CO<sub>2</sub> Emissions Sources and Storage Sites







### Challenges to Deploying Integrated CCS

#### **Technical**

Storage Sites and Infrastructure Availability

CCS CO<sub>2</sub> stream composition

Supply Chain and Skills Development

### Financial & Commercial

Commercial Return on Investment

Project Financing and Insurance

Guarantees and Financial Securities

#### Legal

Emerging Legal and Regulatory Frameworks

Intra- and Inter-Industry Interactions

Project-on-Project Risk



### Removing Uncertainty: An Integrated Framework

Reform

- Incentives and penalties
- Market restructuring
- · Health, Safety & Environment
- Interactions with petroleum industry
- Long term skills development

Delivery

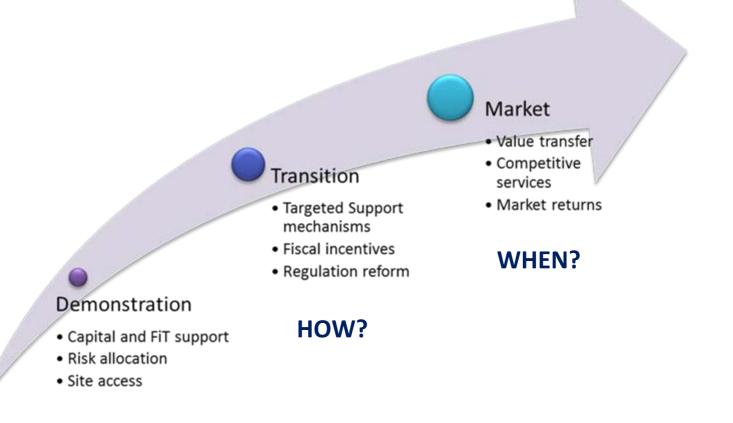
- Public opposition (onshore)
- First mover DISADVANTAGE
- Long term liability
- Underwriting of demonstration projects
- Supply chain constraints



### A Model for Managing Implementation Risk



## Developing the Market for CO<sub>2</sub> Transport and Storage (CTS) Services



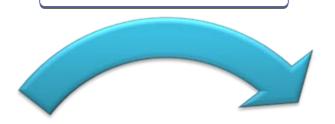
DESIGN A "REAL" ROADMAP



### Creating a Positive Feedback

**VALUE FLOW FROM CfD FiTs** 

- Electricity Market Reform
- Carbon Price Floor



- Point-to-point solutions
- Sequential deployment
- Potential step-outs

Power
Generation
+ Capture

CO<sub>2</sub>
Transport
& Storage

- Development of source clusters with industry
- Economies of scale
- Cost Reduction



VALUE FLOW FROM AVOIDED CARBON

- Exploration, appraisal and certification
- Resource optimisation
- CTS by design



### Strategic RD&D Objectives

Robust evaluation and selection of storage proposals

Geostatistics and probability density functions for reservoir and aquifer site characterisation

Measurement, monitoring and verification techniques

Corrective measures and remedial action Facilitate optimised CO<sub>2</sub> transport and storage infrastructure development

Aquifer injectivity, pressure management, and containment

Pipeline standards and network/cluster design

Offshore CO<sub>2</sub> enhanced oil recovery with storage

