NS-138 - Development and Installation of Carbon Dioxide Sequestration Technologies in Pakistan

Pakistan

NAMA Seeking Support for Preparation

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Development and Installation of Carbon Dioxide Sequestration Technologies in Pakistan
The policy makers, planners and Think Tanks of Pakistan are extensively working on way forwards or solutions to come our from ongoing severe energy crisis which has hampered the economic growth in the country. Therefore, the Government of Pakistan (GoP) is very serious, and key emphasis is being placed on the need to cope with prevailing situation of energy crisis alternative or renewable energy sources, reducing GHG concentration. As GoP envisages mainstreaming of alternative and renewable energy (ARE) in the development plans of the country. The political intention is to reduce dependence on dono aid through increased domestic economic base. In view of current prevailing energy crisis, the coal deposits may be used as energy sources. However, the safely handling of un-capture carbon dioxide and carbon contents is a barrier in utilization of coal (total estimated reserves more than 187 billion tonnes) as energy sources.
Project Description
This very ambitious NAMA is designed to address the above discussed issues. The problem of un-capture carbon dioxide will be addressed under this NAMA. The specific focus of the NAMA is to develop CO ₂ emission scavenging technology following the installation of technology, in order to reduce total GHG concentration in project areas. Environmental Impact Assessmen survey will also be carried out in the Thar Coal, Kandra gas field and other power generation stations. The NAMA will act as a too to contribute to transformation towards a prosperous nation.

To Develop and install carbon dioxide sequestration or scavenging technologies near the Thar coal, Kandra gas fields and

other power generation stations with reduced risk of un-capture carbon and carbon dioxide, to make safe use of coal deposits for production of energy, in order to cope the prevailing situation of energy crisis in the country.

It is expected that with the implementation of the NAMA, the following objectives could be achieved:

- Development of technology for carbon dioxide scavenging.
- Assessment of environmental impact of the Thar Coal project.
- Designing and installation pilot plant of CO₂ sequestration near Thar coal, Kandra gas fields and other power generation stations.
- Establishment CO₂ Sequestration Laboratory in Pakistan
- Reduction/ mitigation the GHGs concentration from atmosphere by ensuring implementation of NAMAs with the assistance of Ministry of Climate Change.

The NAMA will spur energy generation projects/programs implemented across Pakistan inenergy sector, it is envisaged that the project boundary would be Thar Coal, Kandra gas field and other power generation stations.

Concept and Methodological Approach

Despite of abundant coal reserves total estimated more than 187 billion tonnes of coal (only Thar estimated 175 billion tonnes), categories amongst the world largest coal reserves countries. Only Thar can generate 100,000 MW per annum by burning 536 million tonnes which will be the cheapest (Rs. 600/tonnes) that furnace oil. It's safe use as energy is still challenge owing to problems in handling of un-capture carbon dioxide and carbon contents. From the last decade focus has been given to safe use of coal as energy. The design of this project targets to address technical, policy and financial barriers in use of coal as energy. Pakistan will be first developing country who will use this technology for reduction of CO₂ in the atmosphere.

In order to undertake this project a Project Management Unit (PMU) will be established and empowered within PCST. The PMU will coordinate all the activities. The PMU will be responsible for successful accomplishment of the NAMA. The PMU will coordinate with National University of Sciences and Technology (Islamabad), Karachi University (Karachi) and other technical organizations on the subjecttechnology. In this regard, PMU will also coordinate and work with Climate Change Division for execution of project. After successful trials plant would be constructed with the help of national engineering firms. Technical Monitoring and Evaluation (M&E) of poposed NAMA will be carried by the Ministry of Science and Technology Pakistan. The scope of the NAMA is to accelerate the energy production utilizing coal deposits with minimum GHGs emission risk.

Impact of the NAMA support Project

By undertaking this NAMA, the GoP will be able to overcome the energy crisis. This will smoothen the ways to utilize coal as energyand cut GHGs emissions by significant amount. It will also add energy in the system and economic competitiveness by lowering energy intensity and improving energy productivity. Upon replication of CO₂ sequestration technologies at other sites will also help in reducing GHGs emissions. The NAMA will act as a tool to contribute to transformation towards a prosperous nation.

The outcomes from this program activity are long term because of the phase out carbon dioxide from all sectors of the country. Successful implementation of proposed NAMA will lead towards attaining goal of sustainable development, self-reliance and self-sufficiency in meeting energy needs of the end consumers and promoting clean sources of energy.

This will result in improving the social status of the general masses, improve production capacity of the industries, enhance commercial and economic activities and contributing towards improving overall economy of the country.

This NAMA Support Project has the replicable potential with respect to its applicability in other regions, countries and internationally where there is a huge potential exist.

Project Output

The main objective of the project is to reduce the un-capture carbon & CO_2 concentration from the atmosphere while allowing the fossil fuel to use as energy for power generation.

The anticipated outputs or results include greenhouse gases effect on the global warming, which ultimately affect the climate and weathering conditions making it more intense and severe, the reduction of such gases from the atmosphere will reduce the global warming and climate severity. Following are the output indicators:

Output 1: Development of CO2 Sequestration technology

Output 2: Establishment of CO2 Sequestration Laboratory

Output 3: Installation of developed technology

Output 4: (Development of) Strategies for CO2 mitigation

Financial Ambition

The estimated cost of this NAMA Support project is around $\in 12.38$ million (inclusive of appraisal costs) will be required for carrying out various activities under this proposed NAMA. The host country will not only facilitate the implementation of NAMA activities but will contribute financially by various policy and strategic initiatives.

Mitigation Ambition

According to 2008 statistics, Pakistan's national GHG inventory was 310 million tons of CO₂ equivalents with the energy sector as the single largest source of GHG emissions (51% of the total emissions). Pakistan contributes 0.8% of total global GHG emissions and is ranked 135th globally on a per-capita basis (GHG emissions for 2007-09). In terms of sectoral distribution, the energy sector is the most significant contributor to GHG emissions in Pakistan totalling 157 million tons of CO₂ equivalents in year 2007-08 which accounts for over 51% of the country's total emissions (0.45% of the world's total).

By successful implementation of NAMA will improve overall environmental conditions in the country. Significant amount of CO₂ will be reduced in result of this NAMA implementation. The following Environmental, Economic and Sustainable development benefits are expected to result from the proposed NAMA implementation:

Environmental Benefits:

The Environmental benefits include clean and safe utilization of coal for generation of power to meet the demands of the country. It would ultimately help Pakistan in meeting its international climate change responsibilities.

Economic Benefits:

The long term economy wide benefit of this proposed NAMA include increased share in export, corresponding to increase of the GDP. The realization of the safe energy production potential in the economy will result in decrease in the energy gap. This will improve the country's economy ultimately which will lead to social and economic benefits and improved economic conditions.

Sustainable Benefits:

Sustainable benefits include creation of new jobs and new economic opportunity (Green Growth). Further benefits will include health benefits through improved air with reduced concentration of carbon dioxide concentration in the atmosphere, lifestyle benefits through the use of environmental services. The Technical and human resource capacity will be strengthened due to this proposed project.

A.4 Sector	Energy supply Residential and Commercial buildings Agriculture Waste management	Transport and its Infrastructure Industry Forestry
A.5 Technology	X Other Minerals and Mines Bioenergy Energy Efficiency Hydropower Wind Energy X Carbon Capture and Storage Land fill gas collection	Cleaner fuels Geothermal Energy Solar Energy Ocean Energy Low till / No till
A.6 Type of action	Other National/ Sectoral goal Strategy	Project: Investment in machinery

			1		
		X National/Sectoral policy or program Project: Invest infrastructure Project : other	ment in		
		Other			
A.7 Gre	enhouse gases covered by the action	XCO2 CH4			
		$\square N20$ $\square HFCs$			
		PFCs SF6			
	B National Implementing Entity				
B.1.0	Name				
B.1.1	Contact Person 1	Prof. Dr.MudassirAsrar, Chairperson PCST			
B.1.2	Address	Shahrah-e-Jamhuriat, Sector G-5/2, Islamaba	d		
B.1.3	Phone	+92-51-9101275	-		
B.1.4	Email	mudassir.asrar@gmail.com			
B.1.5	Contact Person 2	Mr. Khalid Pervez Bhatti			
B.1.6	Address	Shahrah-e-Jamhuriat, Sector G-5/2, Islamaba	d		
B.1.7	Phone	+92-51-9201259			
B.1.8	Email	hafiz_khalidbhatti@yahoo.com			
B.1.9	Contact Person 3				
B.1.10	Address				
B.1.11	Phone				
B.1.12	Email				
B.1.13	Comments				
	C Expected timeframe for	or the preparation of the mitigation action			
C.1	Number	of months for completion 36			
		D Currency			
D.1	Used Currency	AED			
		Conversion to USD: 1			
		E Cost			
E11Es	stimated full cost of preparation	12380000			
	omments on full cost of preparation	Full cost of the project includes the capacity build	ding.		
	······	establishment of R&D Lab, technology developm	0/		
		fabrication costs, appraisal, technical and financial	al assistance/		
F Support required to prepare the mitigation action					
-	F Support require	evaluation costs for execution of the NAMA. ed to prepare the mitigation action			
F.1.1	Amount of Financial support				
F.1.1 F.1.2		ed to prepare the mitigation action 12380000 X Grant			
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F.1.2	Amount of Financial support	ed to prepare the mitigation action 12380000 XGrant Guarantee Loan (sovereign) Equity Concessional loan Carbon finar			
F.1.2 F.1.3	Amount of Financial support Type of required Financial support	ed to prepare the mitigation action 12380000 XGrant Guarantee Loan (sovereign) Equity Concessional loan Carbon finar			
F.1.2 F.1.3 F.2.1	Amount of Financial support Type of required Financial support Comments on Financial support	ed to prepare the mitigation action 12380000 XGrant Guarantee Loan (sovereign) Equity Concessional loan Carbon finar			
F.1.2 F.1.3 F.2.1 F.2.2	Amount of Financial support Type of required Financial support Comments on Financial support Amount of Technical support	ed to prepare the mitigation action 12380000 XGrant Guarantee Loan (sovereign) Equity Concessional loan Carbon finar			

F.3.2	Type of required capacity building support	Individual level XInstitutional level Systemic level
		Other
F.3.3	Comments on Capacity Building support	
F.4	Financial support required	
F.5	Technological support required	
F.6	Capacity support required	

G Relevant National Policies strategies, plans and programmes and/or other mitigation action

G.1 Relevant National Policies

The projected electricity demand of Pakistan's growing economy is expected to within the range of 306,797 GWh by 2020, and 889,583 GWh by 2035[1]. The planned projects in power sector indicate that most of the power is likely to be sourced from the country's vast coal reserves. The GoP is planning to harness local as well as imported coal for generation of 6,600 MW power in next five years. The installed capacity of coal power plants is planned to be enhance to 13,200 MW by 2025.[2] By 2050, energy related emissions are expected to increase to 2,730 MtCO2e, i.e., equal to 64% of total emissions that year[3] evidence that the energy sector in Pakistan will become increasingly carbon-intensive without intervention. Despite of total estimated more than 187 billion tonnes of coal (only Thar estimated 175 billion tonnes), categories amongst the world largest coal reserves countries. Only Thar can generate 100,000 MW per annum by burning 536 million tonnes which will be the cheapest (Rs. 600/tonnes) that furnace oil. But the barrier in use of coal as energy is the increased risk of un-capture CO2 and C contents in the atmosphere[4].

Pakistan is currently categorized as non-Annex-I country that does not have any binding to reduce GHG emissions. However, as a commitment to play a role in the global GHG emission reduction initiatives, GoP in its plans has keen interest to use coal as energy source with minimized CO₂risk.Pakistan is being a signatory of UNFCCC, CDM and Kyoto Protocol Pakistan government is committed to reduce the GHGs through adaptation of climate change policy (2012), development of environment friendly technologies and others measures required to reduce the GHGs emissions.

Development and application of carbon mineralization technologies in Pakistan will support the initiatives of the government towards mitigation of CO2 in the atmosphere as well as utilization coal as

	energy. Under this NAMA the economic growth of the country will be improved.		
	[1]State of Industry Report, 2012, NEPRA. (<u>www.nepra.org.pk</u>)		
	[2]Power Policy 2013 (<u>www.ppib.gov.pk</u>)		
	[3] Ministry of Climate Change, Government of Pakistan		
	[4] Pakistan Coal Power Generation Potential, 2004 Private		
	Power & Infrastructure Board, Pakistan		
G.2 Link to other NAMAs			
H Attachments			
H Attachments	Title Description		
H.1 Attachment description			
H.2 File	Browse		
I Support received			
I.1 Outside the Registry			
I.2 Within the Registry	Support provided SupportType Amount Comment Date		