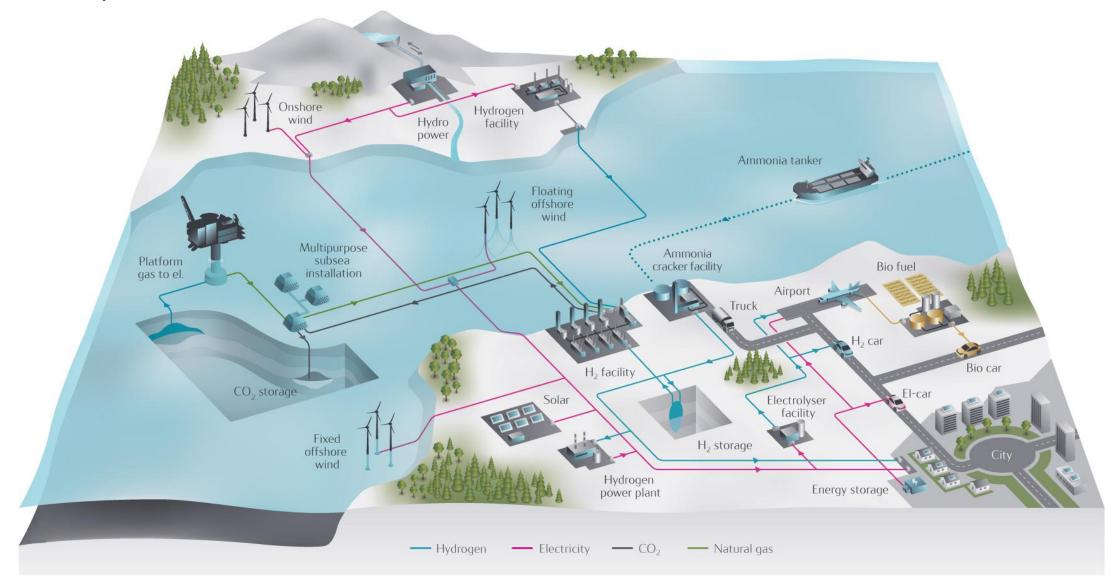
### Low Carbon Solutions



Steinar Eikaas – Equinor



dd.mm.yyyy



# Gas is a cost efficient enabler ... to a carbon neutral energy system

2020 - <sup>-20%</sup> \_ 2030 - <sup>-40%</sup> \_ 2050 <sup>-95</sup> CO 2

Gas displacing more carbon intense fuels in transport, heating and power

Gas combination with renewables (gas and electricity)

Hydrogen and renewable electricity smartly integrated



#### Our approach Clean (Blue) Hydrogen

Infrastructure Dimension

- Build on the massive existing natural gas network
- Produce hydrogen at large scale from natural gas
- Capture the CO2 in the process and send it to permanent offshore storage

#### **Commercial Dimension**

- Identify markets suitable for switching to hydrogen
- Partner with large customers who are pioneers in pursuing low carbon solutions
- Develop real, tangible and sizable projects
- Approach authorities to design suitable financial support solutions





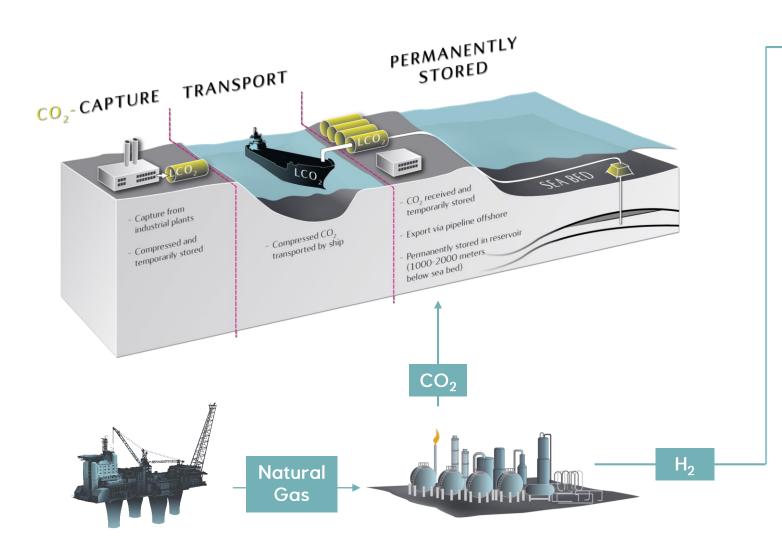


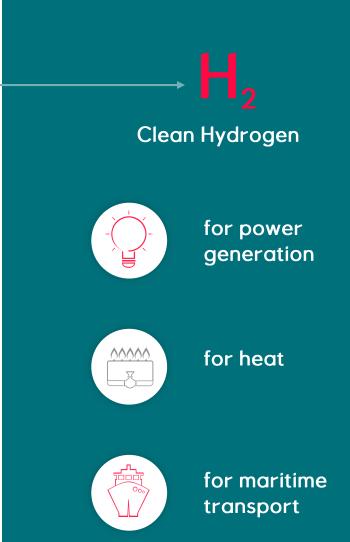




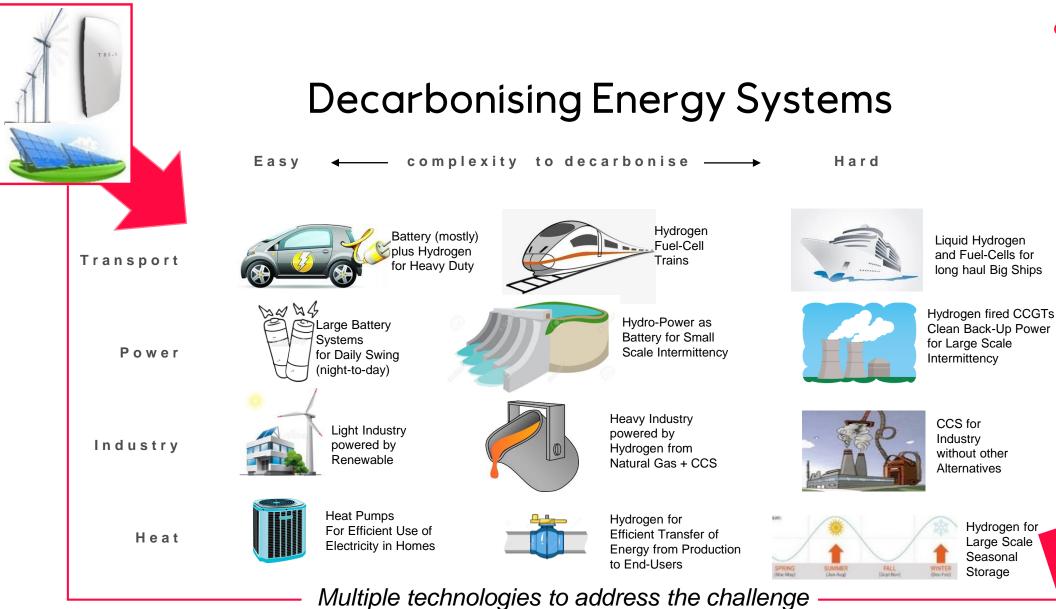


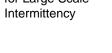
#### CCS as enabler for hydrogen production





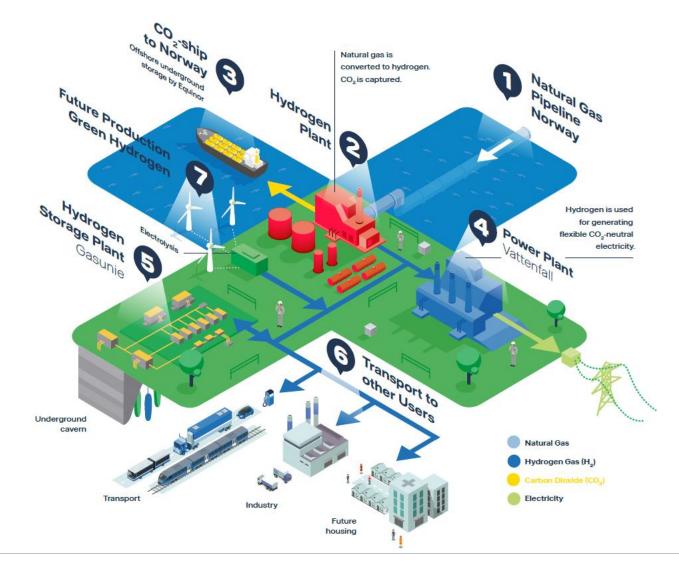








### H2M – Magnum, Netherlands





- Energy: 8-12 TWh
- CO2 emissions reduction of 2 Mton/year
- Utilise existing gas power plants and gas infrastructure
- Switch fuel from natural gas to clean H2
- Clean, flexible electricity as back-up for solar and wind
- Launch large-scale H2 economy

Partners:

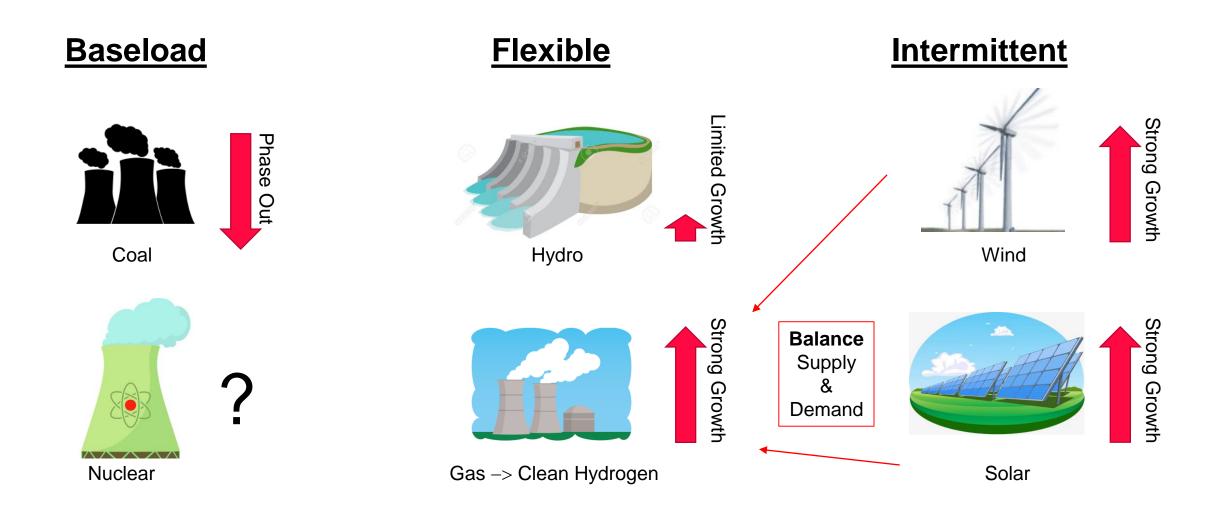






#### Demand for Clean and Flexible Power Expected to go up

7



#### Perfect fit of Offshore Wind and Hydrogen

8





#### 20.000 x 20ft (2,5 days backup)



440 Mw Unlimited, Clean Backup

### H21 North of England





- System approach to decarbonise residential heating and distributed gas use—fuel switch from natural gas to hydrogen
- Large-Scale: 12.5% of UK population , ~85 TWh
- 17-18 Mtons CO2 reduction per year
- Continued use of existing infrastructure
- SoS: copes with seasonal (winter) peak demand
- Offshore CO2 storage in either UK or Norway
- Facilitating unlimited system coupling between
  gas and electricity
- Launch date: November 23<sup>rd</sup> (London)

## Understanding the Challenge

Natural Gas currently provides Europe with more than 1500 TWh of flexible energy.

#### What is 1500 TWh?

### equinor H21 North of England 50 X H, storage H, facility North of England



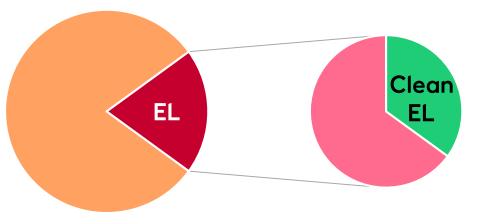
### The Efficiency Challenge of Green Hydrogen

- in the medium term

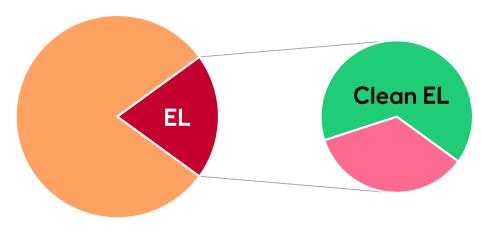
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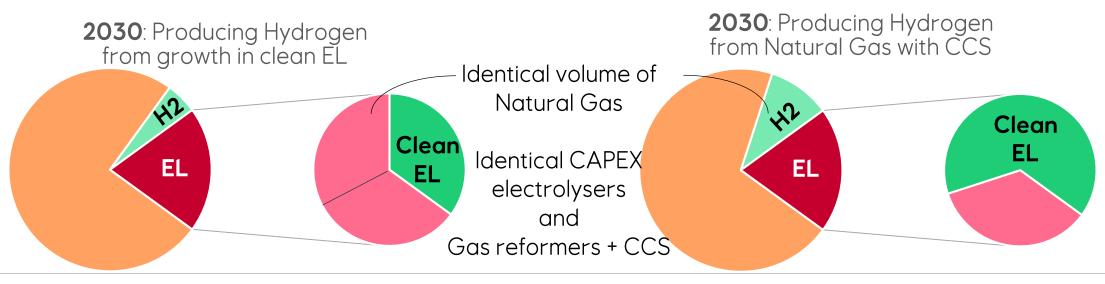


European Energy-Mix 2018



European Energy-Mix 2030





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#### Key messages

12

• Decarbonizing Europe towards 2050 is a major challenge.



- Renewable solutions are perfect for the carbon-light sectors.
- Heavy industry, heat and flexible power generation require large-scale solutions on which we need to start working today
- Hydrogen from natural gas with permanent offshore storage of CO2 offers:
  - Low cost Gas reforming is the most cost effective hydrogen pathway
  - Low technical risk Proven technology in H2 production and CO2 storage
  - A clean value chain The CO2 is returned to permanent offshore storage
  - Large scale The industry has demonstrated a track-record of mega projects
  - Hydrogen from natural gas with CCS will establish a robust hydrogen infrastructure that green hydrogen can utilize later

#### Low Carbon Solutions

**Steinar Eikaas** Head of Low Carbon Solutions - Equinor

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