Waste Heat Recovery from Gas Compressor Reciprocating Engines

Presented to:

Attendees of the PTAC / CETAC-West "ENERGY MANAGEMENT WORKSHOP"

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- 1. Background on GNP and ORC
- 2. Applications of ORC to oil and gas industry
- Demonstration project description and stage of development
- 4. Proposed business model and estimated economics
- 5. Summary of benefits to producers

Who is Great Northern Power?

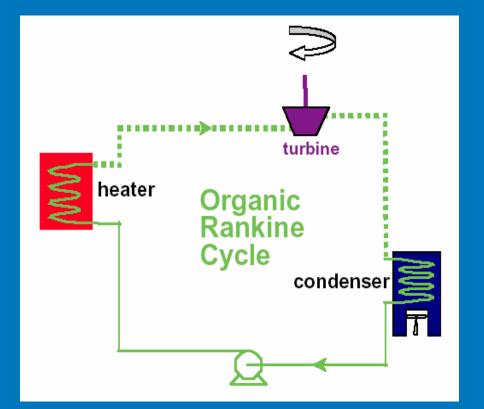
Great Northern Power (GNP) is a power developer and a promoter of Organic Rankine Cycle (ORC) technology for small scale (< 5 MWe) power projects, that are fueled by:

1. Recovering industrial waste heat,

2. Combusting waste from oil & gas operations.

What is ORC?

- Organic Rankine Cycle is a refrigeration cycle running backwards. In place of the J-T valve, an expander is utilized to produce shaft HP.
- 2. The system utilizes similar propellants to refrigeration cycles (e.g. propane).
- 3. It can produce mechanical power from any heat source over 95 F.



Why ORC?

- 1. Utilize <u>ANY</u> heat source over 95°C to propel the system
- 2. Low OpEx
 - Few moving parts
 - If heat recovery: low maintenance costs
 - NO ADDITIONAL OPERATORS REQUIRED, and
 - NO UEL OST
- 3. No water in system, therefore no risk of freezing

What can GNP recover energy from?

| Waste Heat Recovery | Recip engines (exhaust and cooling jacket water) Turbine engines (exhaust) Process water over 95 °C |
|---------------------------------|---|
| Combustion of Oilfield Waste | Invert drilling mud Tank bottom sludge Flare as g |

What has been developed for recip's?

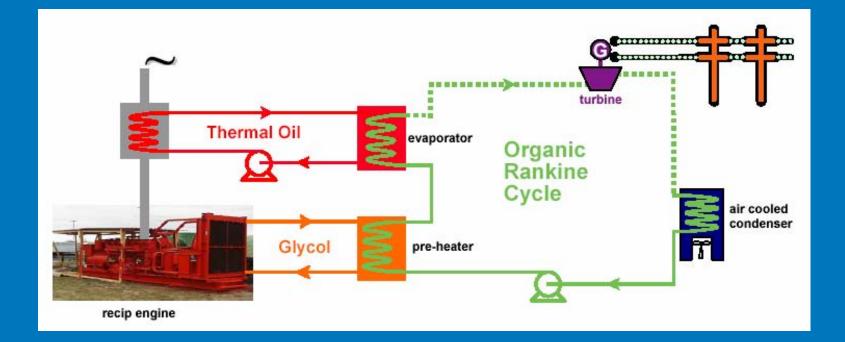
- GNP has developed a "Plug and Play" system to recover waste heat from recip engines (gas compressors) that are 1,000 HP or larger.
- 2. They are designed to produce shaft HP suitable for driving a:
 - compressor,
 - generator or
 - pump.

How much energy can be recovered?

GNP115

| Heat source | Jacket water and engine exhaust |
|-----------------------|------------------------------------|
| Average shaft HP | 165 HP |
| Average net power | 115 kW net |
| Efficiency gain | 12 % |
| Suitable recip engine | 1,200 HP and up (900 kW and up) |

GNP115 Configuration

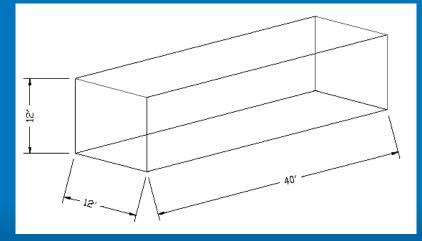


How large is a GNP system?

1. Inside the compressor building, exhaust HX



 Balance of system is skid mounted (12' x 40')



Will GNP-ORC put production at risk?

 GNP <u>DOES NOT interfere with the producer's production</u>, meaning the compressors recip engine can run with or without the GNP-ORC system operating, with no effect to the recip engine.

Demonstration project description

- 1. Industry partner: BP
- 2. Demonstration site selected
- 3. Project launch anticipated Q1, 2007
- 4. Demonstration plant expected to be operational in Q3/07



Demonstration project objectives

- Determine the GNP systems efficiency by measuring the power produced
- 2. Determine the systems "up-time"

Summary: Benefits to producers

- 1. Reduce operating costs by creating shaft power to:
 - Generate electricity at grid connected or remote sites:
 - elimination of electric delivery charges due to "inside-the-fence" power generation and consumption
 - eliminate "freeze-ups" of the aerial cooler in winter
 - Compress gas
 - Pump liquids
- 2. No additional operators required
- 3. No sales gas consumed (no fuel purchases)
- 4. Generate emission credits

Thank you.



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