



# OPPORTUNITY IN CRISIS: TEN SURPRISING WAYS TO USE $CO_2$ TO PRODUCE VALUABLE PRODUCTS AT THE GIGATONNE SCALE

### **CAMERON HEPBURN**

Director, Smith School of Enterprise and the Environment

30 April 2019, 5pm, Gottman Room, Oxford



### Thanks to:

- Participants at the 2017 Sackler Forum of the UK Royal Society and the US National Academy of Sciences for critique of an earlier related discussion paper.
- Thomas Chen, Anran Cheng, Yangsiyu Lu, Ryan Rafaty, and Andrea Stephens for valuable research assistance.
- Justin Adams, David Beerling, Issam Dairanieh, Richard Darton, Bernard David, Joe Fargione, Julio Friedmann, Adrian Gault, Gideon Henderson, Graham Hutchings, David Keith, Julia King, Tim Kruger, Mike Mason, Henriette Naims, Peter Styring, Jennifer Wilcox and Ellen Williams for their generous ideas and critique.
- Guy Lomax for his expertise on wood products, to Paula Carey on building materials,
  Peter Edwards on fuels, and to Roger Aines on industrial pathways,

### This does not imply their approval or agreement with anything in this lecture.

![](_page_2_Picture_0.jpeg)

### **1. MOTIVATION AND CONTEXT**

- 2. A BRIEF HISTORY OF THE UNDERLYING PAPER
- 3. DEFINITION OF CO<sub>2</sub> UTILISATION
- 4. THE TEN SELECTED PATHWAYS
- 5. POSSIBLE SCALE AND COST
- 6. OTHER CONSIDERATIONS
- 7. POLICY RECOMMENDATIONS
- 8. CONCLUSIONS

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# THE PARIS AGREEMENT AGREES TO TRY TO ACHIEVE NET ZERO EMISSIONS BY 2050-2100

![](_page_3_Picture_2.jpeg)

 "...holding the increase in the global average temperature to well below 2°C above pre- industrial levels and pursuing efforts to limit the temperature increase to 1.5°C,..."

![](_page_3_Picture_4.jpeg)

"...to achieve a balance between anthropogenic emissions by sources and removals by sinks of greenhouse gases in the second half of this century..."

NEED FOR  $CO_2$  REMOVAL EVEN IF DEEP EMISSION CUTS ACHIEVED

Cameron Hepburn

![](_page_4_Picture_0.jpeg)

## AND...TARGETS ARE INADEQUATE AND ACTION IS EVEN WEAKER

# CLIMATE SHORTFALL

Emissions trajectories for three advanced industrialized regions show that enacted and pledged policies will be unable to deliver the ambitious cuts to emissions agreed under the 2015 Paris framework.

- Historical emissions Business as usual\*
- Enacted policies\*
- Pledged policies (reported)
- ••• Target emissions (nationally determined contributions)

![](_page_4_Figure_10.jpeg)

![](_page_5_Picture_0.jpeg)

## AND...INERTIA IS STRONG: THE 1.5-2°C CAPITAL STOCK HAS ALREADY BEEN BUILT

- Remaining budget for Paris is  $\sim$ 240GtCO<sub>2</sub> for the power sector
- Existing assets imply future 'committed' emissions of ~300GtCO<sub>2</sub>
- Pipeline implies an additional committed emissions of ~270GtCO<sub>2</sub>

![](_page_5_Figure_5.jpeg)

### 'Committed emissions' (GtCO<sub>2</sub>) to 2050

Source: Pfeiffer et al (2018, ERL) Committed emissions from existing and planned power plants

![](_page_6_Picture_1.jpeg)

![](_page_6_Figure_2.jpeg)

![](_page_7_Picture_1.jpeg)

![](_page_7_Figure_2.jpeg)

![](_page_8_Picture_1.jpeg)

![](_page_8_Figure_2.jpeg)

![](_page_9_Picture_1.jpeg)

![](_page_9_Figure_2.jpeg)

![](_page_10_Picture_0.jpeg)

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# AN OMS DISCUSSION PAPER WAS COMMISSIONED IN 2017 BY THE ROYAL SOCIETY AND THE US NATIONAL ACADEMY OF SCIENCES

OXFORD MARTIN SCHOOL BRIEFING OCTOBER 2017

![](_page_11_Picture_3.jpeg)

Use it or lose it? Varieties and economics of CO<sub>2</sub> utilisation

![](_page_11_Picture_5.jpeg)

A Discussion Paper for the 2017 Sackler Forum Dealing with Carbon Dioxide at Scale Rethink  $CO_2$  not as a waste but as a valuable feedstock to reduce emissions or remove  $CO_2$ 

![](_page_12_Picture_0.jpeg)

### THE PAPER WAS PRESENTED AND DISCUSSED AT THE SACKLER FORUM

### Sackler Forum

![](_page_12_Picture_3.jpeg)

111

### Use it or lose it? Varieties and economics of CO<sub>2</sub> utilization

![](_page_12_Picture_5.jpeg)

### **Cameron Hepburn**

Professor of Environmental Economics INET at Oxford Martin School University of Oxford Professorial Research Fellow,

### With Ella Adlen and Ryan Rafaty

![](_page_12_Picture_9.jpeg)

Chicheley Hall, UK. Wednesday 18 October 2017

![](_page_13_Picture_0.jpeg)

![](_page_13_Picture_1.jpeg)

# THE CORE OUTPUT WAS A FORMAL JOINT REPORT OF THE UK ROYAL SOCIETY AND US NATIONAL ACADEMY

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![](_page_13_Picture_4.jpeg)

### Overview from the Co-Chairs

#### Nature of the problem

Earth's climate is changing more rapidly than ever experienced in human history. The main cuse of this is the accumulation of carbon dioxide in the atmosphere from burning fossil fuels. Scientists have predicted that a doubling of carbon dioxide in Earth's atmosphere from preindustrial levels would warm the Earth's surface by an average of between 1.5°C and 4.5°C.

The risks that arise from this include rising sea level, more severe and longer lasting droughts and heat waves, more destructive storms, increasing precipitation intensity, and associated disruption of terrestrial and aquatic ecosystems. Natural processes currently remove about half of the carbon dioxide emitted by human activities from the atmosphere each year. It will take thousands of years once emissions cease before those processes eventually return Earth to carbon dioxide concentrations close to preindustrial levels1 with corresponding reversals of temperature increases. This is because of the long lifetime of carbon dioxide in the atmosphere, the release back into the atmosphere of carbon dioxide previously absorbed into the oceans (which act as a vast storehouse), and heat radiation from the surface of the ocean which may create a lag in the temperature response to reductions in carbon dioxide.

#### Options available

There are three main choices if society is not to suffer the consequences of climate change. The first of those is mitigation; reducing and eventually eliminating humancaused emissions of carbon dioxide and other greenhouse gases. The second is to adapt by reducing the vulnerability and increasing the resilience of human and natural systems. The third is to intervene by taking actions designed to produce a targeted change in some aspect of the climate system. The most benign such change can be brought about by capturing carbon dioxide at emission sources or by taking it out of the atmosphere and, where possible, using it for beneficial purposes.

The approaches of climate mitigation, adaptation and intervention are closely interrelated. All three require strategic and determined human action. Intervention that captures and repurposes carbon dioxide from the atmosphere for practical use can also be part of mitigation or adaptation approaches.

The potential costs and effectiveness of adaptation remain actively debated, especially with many different types of impact that may arise from climate change. Equally, the extent to which adaptation measures can succeed varies considerably in different regions of the globe.

Consequently, mitigation on a global scale through the decarbonisation of the world economy remains, rightly, the top priority. Yet most projections indicate that it may not be sufficient in itself to stop global mean temperature rising by more than 2°C. To achieve this, by mid-century we need to have intervened through taking steps to capture emissions at their source. In addition, many assessments indicate that we also need to remove carbon dioxide from the atmosphere at a scale of around 5 gigatonnes of carbon dioxide (GT CO.) annually<sup>2</sup>. Accomplishing these goals requires expanding the existing portfolio of mitigation approaches with additional ideas capable of rapid and sustained implementation

![](_page_13_Picture_15.jpeg)

![](_page_13_Picture_16.jpeg)

Image (top) Professor Sir John Beddington.

Image (bottom) Professor Ellen Williams.

![](_page_14_Picture_0.jpeg)

OXFORD

OXFORE

# THE WORK THEN ADVANCED SIGNIFICANTLY IN ITALY, WHERE DR ELLA ADLEN PRESENTED UPDATED FINDINGS...

CCS Forum 2018

# CO<sub>2</sub> utilisation and removal: promises and challenges

### A Review by

Cameron Hepburn<sup>1</sup>, Ella Adlen<sup>1</sup>, John Beddington<sup>1</sup>, Emily A Carter<sup>2</sup>, Sabine Fuss<sup>3</sup>, Niall Mac Dowell<sup>4</sup>, Jan Minx<sup>3</sup>, Pete Smith<sup>5</sup> and Charlotte Williams<sup>1</sup> <sup>1</sup> University of Oxford; <sup>2</sup> Princeton University; <sup>3</sup> Mercator Research Institute, Berlin; <sup>4</sup> Imperial College London; <sup>5</sup> University of Aberdeen

Italy, June 2018

Cameron Hepburn

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![](_page_16_Picture_0.jpeg)

# CO<sub>2</sub> UTILISATION IS WIDELY DEFINED AS AN INDUSTRIAL PROCESS THAT USES CO<sub>2</sub> AS AN INPUT

Uses of carbon dioxide.

![](_page_16_Figure_3.jpeg)

![](_page_17_Picture_0.jpeg)

# SO THIS IS CO<sub>2</sub> UTILISATION...

![](_page_17_Figure_2.jpeg)

![](_page_18_Picture_0.jpeg)

# SO THIS IS CO<sub>2</sub> UTILISATION...BUT THIS IS NOT...!?

![](_page_18_Figure_2.jpeg)

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# THREE 'OPEN' PATHWAYS: LARGE REMOVAL POTENTIALS AND STORAGE IN 'LEAKY' NATURAL SYSTEMS

### I. Forestry techniques

- Capture and use CO<sub>2</sub> for wood products (and standing forests)
- Forests are an established and low cost utilisation pathway
- Sustainable harvesting conditions are highly specific
- Wood products have the potential to be long-term stores of carbon (>100 years)

## 2. Soil carbon sequestration (SCS)

- Capture and use  $CO_2$  in soils to increase agricultural productivity
- Grow cover crops, leaving crop residues, applying manure, low or no-till
- Soil management techniques are established and profitable uptake is an issue
- Possible co-benefits of soil health and water retention
- Questions over saturation and permanence

### 3. Biochar

- Capture  $CO_2$  in pyrolysed (thermochemical decomposition without  $O_2$ ) biomass
- Wide range of feedstocks, different products as function of process conditions
- Could improve soil health and agricultural yield; results are not yet consistent

![](_page_21_Picture_0.jpeg)

## FOUR 'CLOSED' PATHWAYS: NEAR-PERMANENT STORAGE OF CO<sub>2</sub> AFTER UTILISATION

### 4. Bioenergy with carbon capture and sequestration (BECCS)

- Capture CO<sub>2</sub> with trees and then produce electricity (with sequestration)
- Reference technology in IPCC scenarios; land availability (and other) concerns
- No revenue typically assigned to bioenergy services in literature

# 5. Enhanced weathering (EW)

- Capture CO<sub>2</sub> in rocks on agricultural lands to possibly increase productivity
- As-yet unproven co-benefits or risks
- Significant logistical and energy requirements in terms of ground rock feedstock

## 6. Building materials

- CO<sub>2</sub> used in cement and aggregates produced from carbonated industrial wastes
- Storage of  $CO_2$  lasts well beyond the lifespan of the infrastructure
- Calcination of limestone produces emissions (but could capture as Origen power)

# 7. Enhanced oil recovery (EOR)

- Capture and inject  $CO_2$  into wells to get more oil out; can be net negative

![](_page_22_Picture_0.jpeg)

# THREE 'CYCLING' PATHWAYS: MOVING CARBON THROUGH INDUSTIRAL SYSTEMS OVER SHORT TIMESCALES

## 8. Chemical products (including polymers)

- CO<sub>2</sub> used heavily in urea (for fertilizer), in theory 100s of products
- Polycarbonates and polyurethanes can come from CO<sub>2</sub> with minimal retrofitting
- Can generate very high economic margins; key is further advances in catalysis

## 9. CO<sub>2</sub> conversion to fuels

- Use  $H_2$  and  $CO_2$  to produce hydrocarbon fuels to address a huge technical market
- Energy-intensive and key to competitiveness is cheap H<sub>2</sub>, which may be coming
- Direct air capture (DAC) of  $CO_2$  eventually required at reasonable cost

### **I0. Microalgae production**

- Can capture  $CO_2$  to generate fuels, electricity, food additives, fertilisers, etc.
- No need for agricultural land, can use wastewater, flue gas
- But costs currently high & engineering economics are highly complex

![](_page_23_Picture_0.jpeg)

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![](_page_27_Picture_0.jpeg)

# **THANK YOU**

Cameron Hepburn