

Methane Cracking

CMAT Energy Solutions

Andrew Lipe, Matt Paintner, Tyler Webber, Caleb Weddle

Purpose

- ▶ Producing high purity Hydrogen from Methane (Natural Gas) with low CO₂ emissions
- ▶ Current process: Steam Reforming of Methane
 - ▶ Proven Technology
 - ▶ Industry Standard
 - ▶ Relatively Inexpensive
 - ▶ Produces significant amounts of CO₂ (~ 8 ton/ton H₂)
 - ▶ Requires large quantities of water

Preferred Process

- ▶ Hydrogen Production via Direct Contact Pyrolysis of Natural Gas
 - ▶ Temperatures of 1500°F to 1700°F
 - ▶ Pressure ranging from 40 psia to 70 psia
- ▶ Methane conversions of 95% and higher
- ▶ $\text{CH}_{4(g)} \rightarrow \text{C}_{(s)} + 2\text{H}_{2(g)}$ $\Delta H = 75 \text{ kJ/mol}$
- ▶ Requires no water for reaction to occur
- ▶ Produces CO_2 emissions from firing furnace, not from actual process
- ▶ Feedstock readily available

Business Opportunity

▶ Uses for Hydrogen

- ▶ Ammonia Synthesis
- ▶ Synthesis of Methanol and Cyclohexane
- ▶ Removal of Sulfur from fuels during oil-refining

▶ Uses for Graphite

- ▶ Used in steel manufacturing to coat foundry molds
- ▶ Manufacturing of brakes, brake linings, clutch facings, friction components and mechanical seals
- ▶ Industrial lubricants and metal powders

▶ Feedstock Cost

- ▶ Industrial Natural Gas: \$3.28/Mcuft

▶ Product Price

- ▶ Hydrogen: \$0.31/lb

▶ Byproduct Price

- ▶ Graphite: \$0.45/lb

Sizing and Location

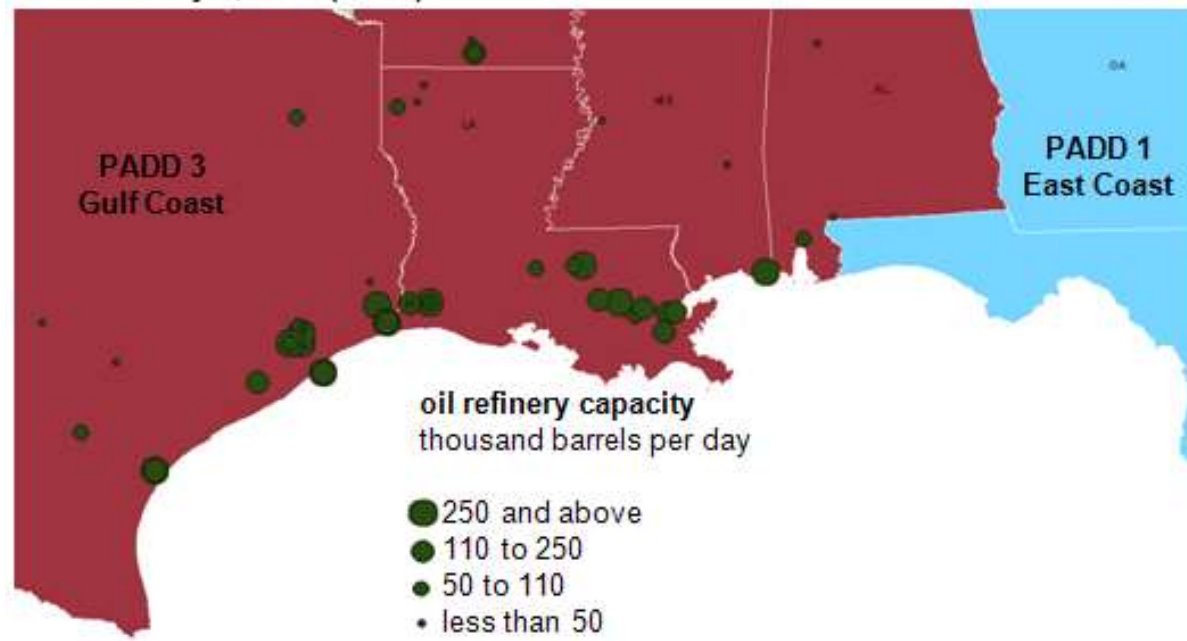
- ▶ Plant Size

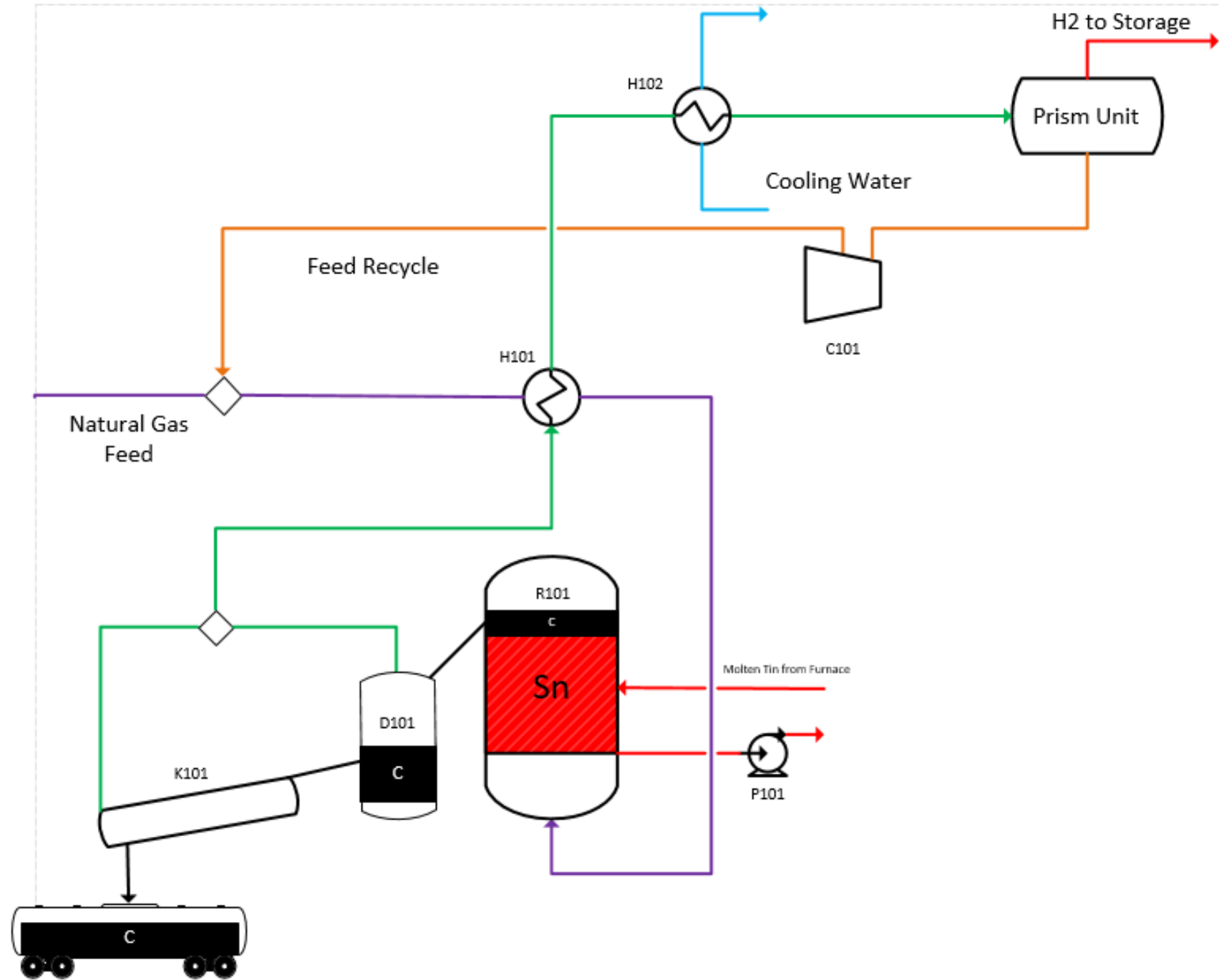
- ▶ 100 million lb/yr H₂ produced

- ▶ Location

- ▶ Gulf Coast
- ▶ Many refineries in a central location
- ▶ Port Arthur, Texas offers a central location near a major refinery and is located close to the coast

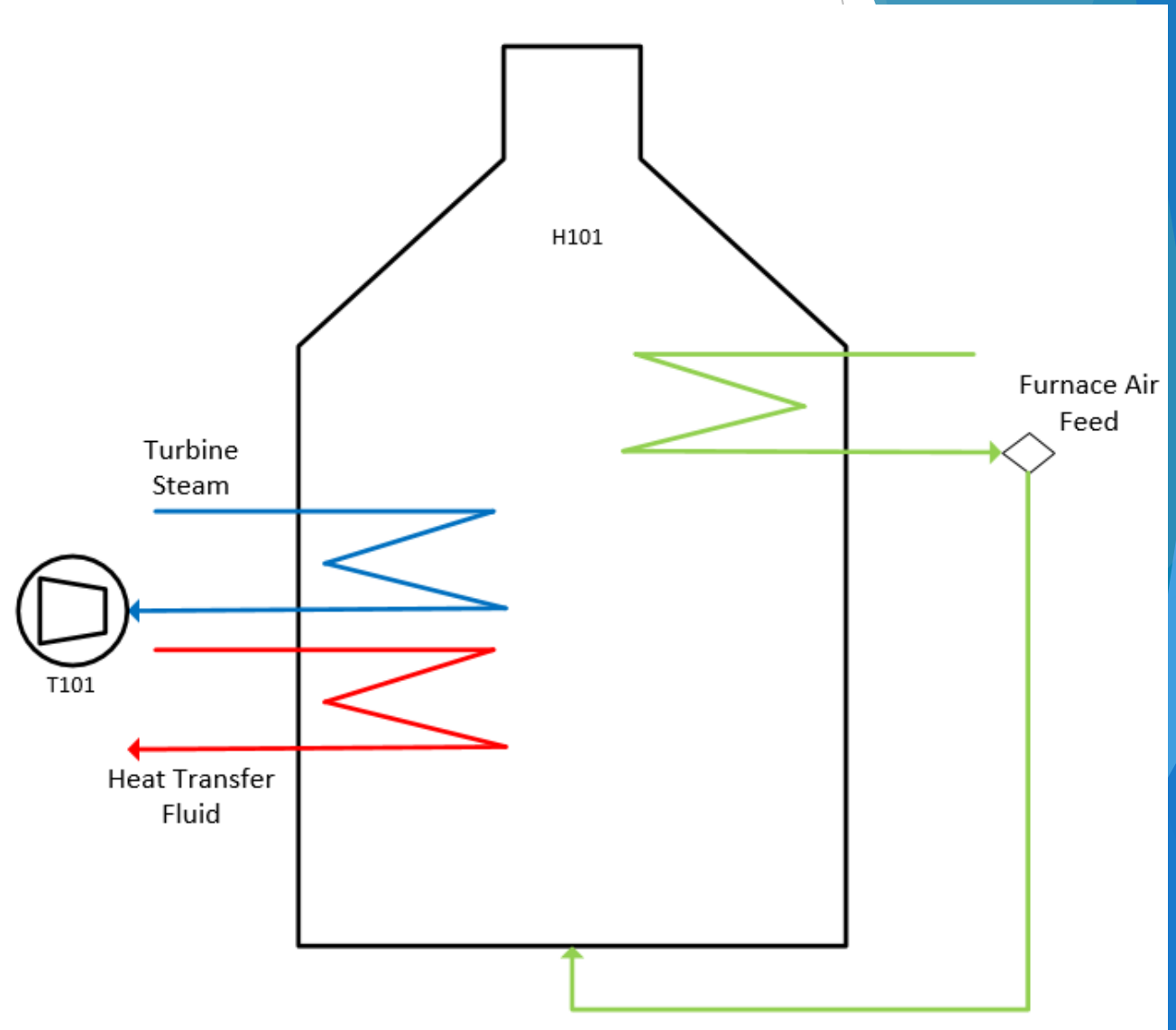
Operable refinery locations and capacity volumes as of January 1, 2012 (detail)





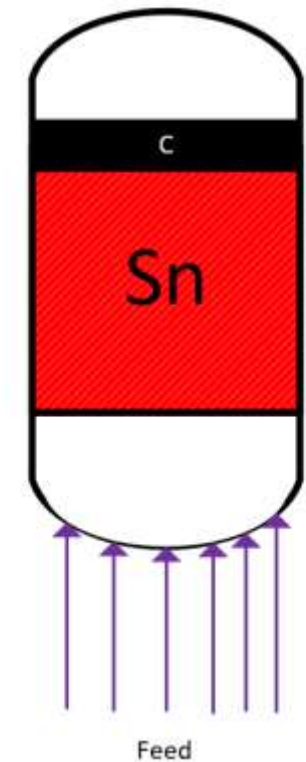
Furnace

- ▶ Utilize Heat from furnace as much as possible
 - ▶ Heat molten tin to be used as heat transfer fluid in closed loop system
 - ▶ Create steam to supply electricity to necessary components of the process
 - ▶ Generate steam to trace the lines that transfer the tin heat transfer fluid to prevent build up
 - ▶ Preheat air being fed to the furnace burners



Reactors

- ▶ 1 reactor necessary for continuous process
 - ▶ Overflow system used
 - ▶ Carbon will continuously overflow and be taken out of the reactor
- ▶ Reactor Size
 - ▶ Diameter: 12 ft
 - ▶ Height: 52 ft
- ▶ Reactor building material
 - ▶ 316 Stainless Steel
 - ▶ Silica firebrick to help withstand extreme conditions
- ▶ Mott Corporation porous metal filters to increase heat transfer area
- ▶ Insulation
 - ▶ Reactors will be insulated to prevent as much heat loss as possible

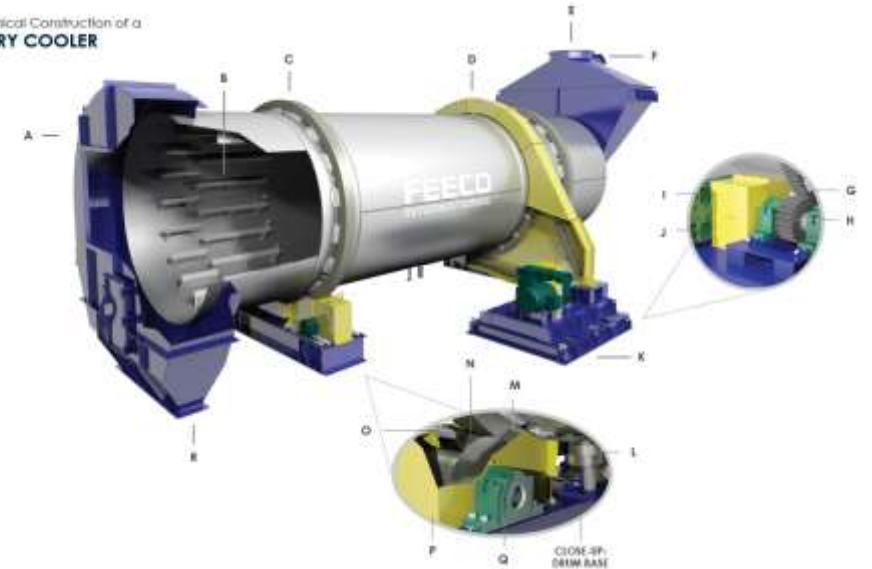


Carbon Separation

- ▶ Carbon will build up in reactor until it reaches an overflow port.
- ▶ This port will funnel the carbon to a cyclone separator.
- ▶ Vapor flow from the reactor will serve as driving force to ensure carbon reaches the cyclone.
- ▶ Once in the separator, carbon will settle and vapor will exit out of the top of the cyclone.
- ▶ The carbon will fall from the cyclone into a water deluge rotary cooler to be cooled and then transported off site or to storage.

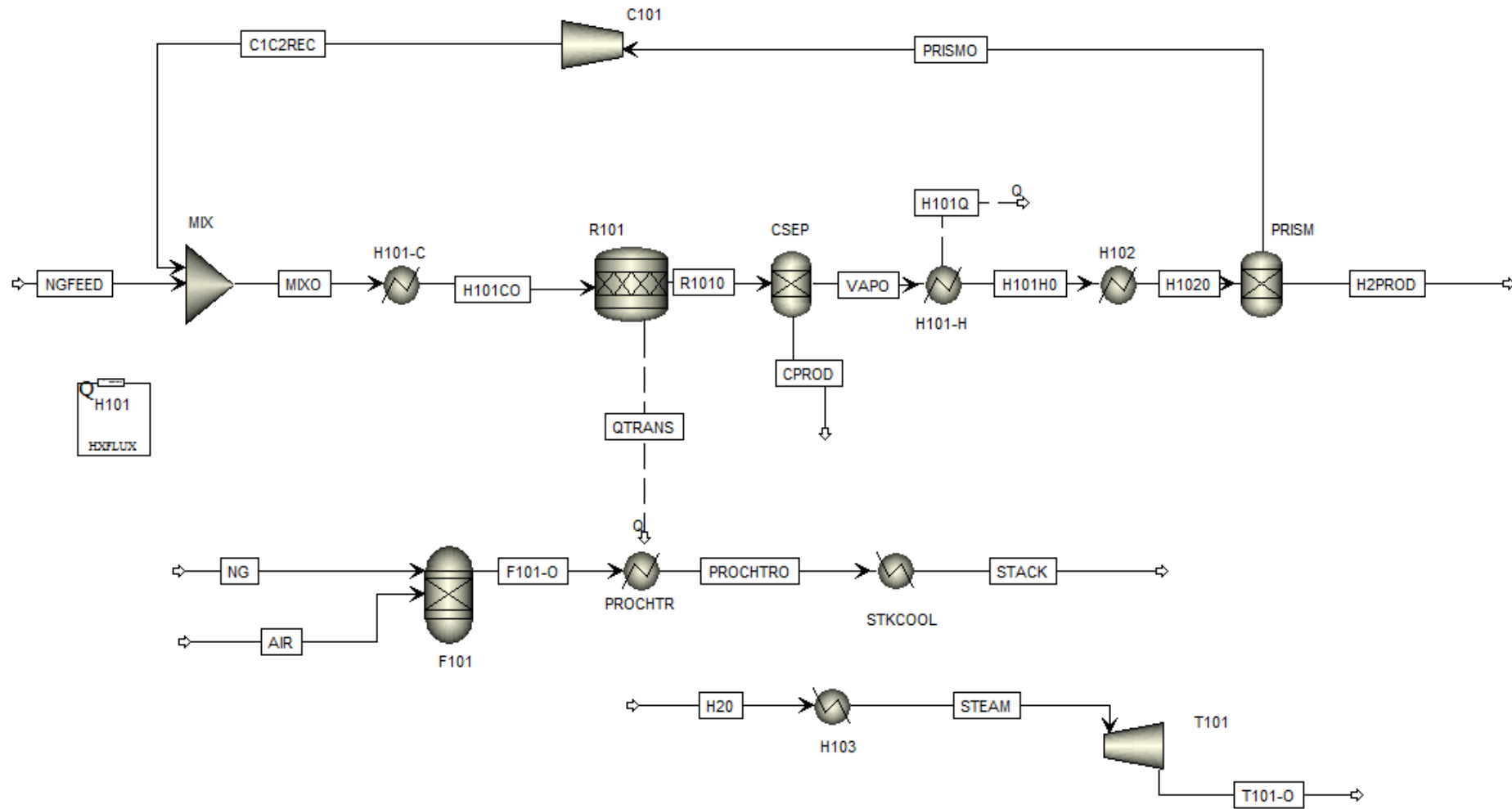


Mechanical Construction of a
ROTARY COOLER



Simulation

Methane Cracking via Direct Contact Pyrolysis



Safety

- ▶ High explosion hazard
 - ▶ Due to temperatures being above auto ignition for carbon flakes and hydrogen
 - ▶ Must be an oxygen free environment

- ▶ High temperature of reactor
 - ▶ Personal Protective Equipment (PPE) needed for personnel
 - ▶ Proper control systems needed to maintain stability

- ▶ Corrosion and embrittlement
 - ▶ High temperatures of tin and hydrogen can cause possible risks of corrosion and embrittlement

Environmental

- ▶ Carbon Dioxide
 - ▶ 197,432.47 tons/yr --- .03% of Texas overall CO₂ production.
 - ▶ No EPA regulations exist for industries yet
 - ▶ 1.97 tons/ton Hydrogen
- ▶ Carbon Monoxide
 - ▶ 21.86 tons per year. --- 4.99 pounds per hour
 - ▶ EPA regulation 9 ppm per 8 hours
- ▶ NOx
 - ▶ 1003.22 tons per year --- 228.89 pounds per hour
 - ▶ EPA regulation .08 pounds of NOx /MMBtu (furnace)
 - ▶ Control methods- SNCR and SCR

Economic Analysis

- ▶ FCI: \$111 million
- ▶ Revenue: \$165 million/yr
- ▶ TCI: \$130 million

- ▶ NPV0: \$1.82 billion
- ▶ NPV10: \$686 million
- ▶ IRR: 50%

	\$ (36,899,401.34)	\$ (73,798,802.68)	\$ (130,246,101.16)	\$ (45,695,341.00)	\$ 61,769,947.40
	1.21	1.10	1.00	0.91	0.83
	\$ (44,648,275.62)	\$ (40,589,341.47)	\$ (56,447,298.48)	\$ 76,864,327.42	\$ 88,814,287.93
	\$ (44,648,275.62)	\$ (85,237,617.10)	\$ (141,684,915.57)	\$ (64,820,588.15)	\$ 23,993,699.78
	NPV0	1,823,828,888 \$		IRR	50%
	NPV10	685,823,923 \$			
	NPV10	685.82 MM\$			

Final Recommendations

- ▶ Perform process on lab scale followed by intermediate scale to verify conversions, design integrity, safety and overall performance.
- ▶ Further verify that overflow system and carbon removal steps will perform adequately.
- ▶ Attain specific quotes on equipment using operating conditions and dimensions.
- ▶ Further analysis on global impact of producing such a high amount of graphite.

Questions?

