SOFREGAZ PRESENTATION for LAGUNA PROJECT Experience in tank building and process

General Meeting - Geneva / March 4th 2011

Jérôme Sialelli



GENERAL OVERVIEW



- A fifty-year experienced Engineering and Contracting Company specialised in natural gas
- Activities: from Consulting to Lump Sum Turn Key projects
- Organisation based on 140 multidisciplinary employees
 90% University and Technical College Graduates
- Worldwide experience
- Operations fully integrated inside Maire-Tecnimont Group
- Main activity: Engineering services and participation in EPC projects
 - LNG: small liquefactions, LNG receiving terminals
 - Gas processing plants
 - > Gas transmission system, compression & pumping stations
- Projects size & Commercial strategy:
 - **E & EP projects within 50 M €: Stand alone**
 - EPC projects in partnership / integration with Maire-Tecnimont group



- QUALITY is the core of our strategic gas and oil business. We developed a global approach of the Quality, from the consulting to the delivery of the project.
- SOFREGAZ considers HEALTH protection of the employees and the SAFETY aspects of the installations designed, as well as the protection of the ENVIRONMENT, an integrated part of the business objective.
- SOFREGAZ is certified ISO 9001, ISO 14001 and OHSAS 18001







ACTIVITIES AND SERVICES



- Feasibility studies
- Basic & Detailed Engineering
- Project Management Consulting
- Procurement / sourcing
- Construction Supervision
- Commissioning & start-up



LNG RECEIVING TERMINAL BILBAO SPAIN

ALL THROUGH THE "GAS CHAIN"





LNG RECEIVING TERMINAL HAZIRA INDIA



Production, treatment



LNG and LPG



Transmission systems - Pumping and compression

GAS TREATMENT WAFA LIBYA





COMPRESSION STATION S3-S6 IRAN





PIPELINE TRANSMISSION & COMPRESSION



- Gas and liquid pipelines
- Pumping and compressor stations
- Telecommunication and SCADA system
- Consultancy services
- Engineering and supervisory services for the design and construction of pipelines
- Turnkey services

References:

- Beattock natural gas compressor station (United Kingdom)
- Brighouse Bay natural gas compressor station (United Kingdom)
- S3 S6 natural gas compressor stations (Iran)
- FEED Turkey Greece natural gas pipeline
- FEED GALSI: Algeria-Sardinia-Italy natural gas pipeline stations

GAS TRANSMISSION SYSTEMS - FEED





GAS PIPELINE ALGERIA-SARDINIA-ITALY - GALSI 2006-2009

- Capacity: 8 BCM/Y
- Length: onshore 281 km; subsea: 561 km
- Pre-FEED and FEED:
 - > Compression stations
 - Pressure reduction & metering stations
 - > SCADA & Telecommunications

COMPRESSION STATION - EPC





S3-S6 COMPRESSION STATIONS NIGC - IRAN - 2001

Capacity:

S3 trains: 4 x 28 MW S6 trains: 3 x 28 MW

 Lump Sum Turn Key project (LSTK)

PROCESS AND KNOW-HOW





PRODUCTION AND TREATMENT (gas and oil fields)

- Oil/gas gathering & separation
- Dew point adjustment
- Sweetening
- Dehydration
- NGL (C2+) extraction & fractionation
- Gas-lift
- Gas re-injection



References:

- Dalan natural gas treatment plant (Iran)
- Mesdar natural gas reinjection facility (Algeria)
- R4-R5 natural gas boosting stations phases II and III (Algeria)
- Wafa gas treatment facilities (Libya)
- FEED for the Kharg Island NGL recovery plant (Iran)

GAS TREATMENT - EPC





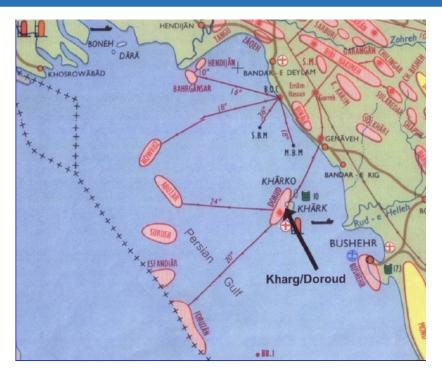
WAFA GAS CONDENSATE TREATMENT PLANT - AGIP GAS BV - LIBYA - 2004

- Capacity: 4.44 BSCM/year sales gas
- EPC and technical assistance, commissioning and start-up contract.

GAS TREATMENT - FEED







FEED update

- Capacity: 550 MMSCFD
- Acid Gas Removal unit
- NGL recovery and fractionation
- Offshore pipeline hydraulic studies

KHARG ISLAND GAS GATHERING AND NGL RECOVERY PLANT - IRASCO-IRITEC - IRAN - 2007-2009

PROCESS AND KNOW-HOW





LIQUEFIED NATURAL GAS (LNG)

- Peak shaving plants
- Small scale liquefaction units
- Import ,storage and vaporization terminals



References:

- Revithoussa LNG receiving facilities (Greece)
- Shanghai PuDong LNG peak shaving facilities (China)
- Bilbao LNG terminal (Spain)
- Guangdong LNG Terminal (China)
- Hazira LNG Terminal (India)
- Expansion of Revithoussa LNG receiving facilities (Greece)
- FEEDs for Dunkerque (France) and Panigaglia (Italy) LNG terminals

SOFREGAZ EXPERIENCE IN LNG



- Overview of EPC experience
 - Completed projects
 - Ongoing projects
- Overview of engineering experience (Feasibility studies, FEEDs, PMC & technical assistance)
 - Completed studies
 - Ongoing studies
- Innovation

LIQUEFIED NATURAL GAS (LNG) TERMINALS EPC PROJECTS COMPLETED





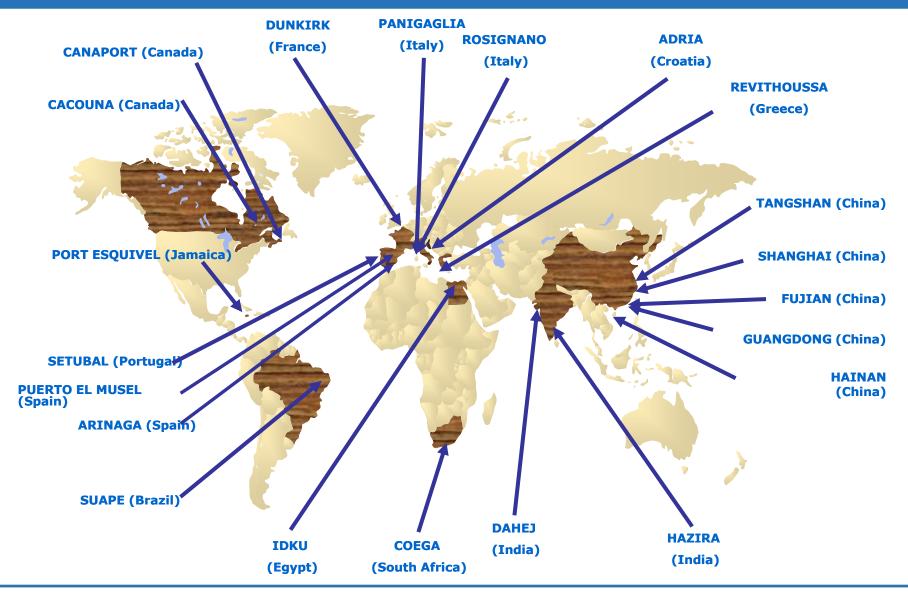
LNG TERMINALS: EPC PROJECTS ONGOING





LNG EXPERIENCE: Feasibility studies, FEEDs and BEPs for LNG facilities





LNG EXPERIENCE: Ongoing engineering studies & projects: FS / FEED / PMC / TA for LNG import terminals







■ RECONDENSER: vertical stainless steel vessel, used for the condensation of boil off gas (BOG).

This recondenser has been performed in Montoir de Bretagne and Fos Cavaou FRANCE, Dahej and Hazira INDIA, Guangdong and Shanghai CHINA, Sabine Pass USA.



AMBIENT AIR VAPORIZATION (AAV): concept designed to avoid problems caused by high solid content of the sea in shallow estuaries or unavailability of sea water for environmental reasons. This technological advance has been implemented in Dahej INDIA.



SHANGHAI PEAK SHAVING







- Client: Shanghai Municipality
- Country: China
- EP+CM contract for a peak shaving
- Liquefaction capacity: 40,000 TPA
- Process: CII (Gaz De France)
- Vaporisation capacity: 0.5 BCMY
- LNG tank capacity: 20,000 m³
- Gas pre-treatment (Carbon dioxide Removal down to 50 ppm using MEA, Gas dehydration on molecular sieves, mercury removal)
- Liquefaction using MCR technology, LNG storage + send out pumps and vaporizers.



BILBAO LNG RECEIVING TERMINAL (SPAIN)

Country: SPAIN

Client: BBG (BP + IBERDROLA + REPSOL + EVE)

Contractor: Integrated Joint Venture SAIPEM SA –

SN TECHNIGAZ Leader (40%) + INITEC (33%)

+ **SOFREGAZ** (27%)

Contract value: 240 M EUR

Capacity: 2.7 Extended to 5 Mt/y

LNG Storage: $2 \times 150,000 \text{ m}^3$

(full containment)

Unloading Capacity: 12,000 m³/h

LNG Carrier Size: 135,000 m³

Jetty: Quay type

Schedule: **38 months**

Start-up: **2003**





HAZIRA LNG RECEIVING TERMINAL (INDIA)

Country: INDIA

Client: SHELL

Contractor: Integrated Joint Venture SAIPEM SA –

SN TECHNIGAZ + TECNIMONT + TICB

+ SOFREGAZ

Contract value: 390 M EUR

Capacity: 2 Mt/y

LNG Storage: $2 \times 160,000 \text{ m}^3$

(full containment)

Unloading Capacity: 12,000 m³/h

LNG Carrier Size: 145,000 m³

Jetty: **1,300 m**

Schedule: 38 months

Start-up: **2005**





GUANGDONG LNG RECEIVING TERMINAL (CHINA)

Country: CHINA

Client: **BP + CNOOC & ALL**

Contractor: Integrated Joint Venture SAIPEM Leader –

SN TECHNIGAZ + TECNIMONT + SOFREGAZ

Contract value: 240 M EUR

Capacity: 3.5 (expendable to 6) Mt/y

LNG Storage: $2 \times 160,000 \text{ m}^3$

(full containment)

Unloading Capacity: 12,000 m³/h

LNG Carrier Size: **145,000 m**³

Jetty: **310 m**

Schedule: **36 months**

Start-up: **2006–2007** (3rd tank)





FOS II LNG RECEIVING TERMINAL (FRANCE)

Country: FRANCE

Client: GAZ DE FRANCE

Contractor: **Integrated Joint Venture**

TECNIMONT - SOFREGAZ (50%)/

SAIPEM (50%)

Contract value: ~500 M EUR

Capacity: 6.5 Mt/year

LNG Storage: $3 \times 110,000 \text{ m}^3$

(full containment)

Unloading Capacity: 12,000 m³/h

LNG Carrier Size: 160,000 m³

Jetty: **200 m existing to be upgraded**

Schedule: **55 months**

Start-up: First LNG unloaded November 2009









FOS II LNG RECEIVING TERMINAL (FRANCE)









EP / EPC EXPERIENCE (Ongoing project)



PORTO EMPEDOCLE LNG RECEIVING TERMINAL (ITALY)

Country: ITALY

Client: ENEL

Contractor: Consortium led by Tecnimont

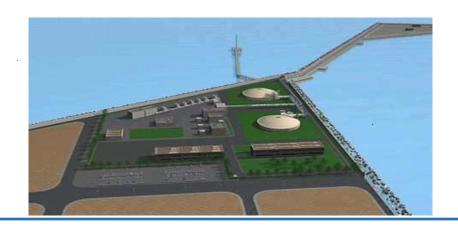
(TECNIMONT-SOFREGAZ-TECHNITAL-GLF-BENTINI)

Capacity: 8 Bcm/y

LNG Storage: 2 x 160 000 m³ (full containment – in pit)

Jetty: Quay

Timing: **2010 Early works - 2011 -2015**





EXPERIENCE IN LARGE LNG STORAGE



•In the last 10 years SOFREGAZ has successfully completed as Joint Venture member 8 EPC contracts including 11 LNG tanks with a cumulated capacity of 1,450,000 m³.

PROJECT	Storage Qty	Unit Vol (m3)	Total Vol (m 3)	Year of completion
SHANGHAI Peak Shaving (China)	1 (Full cont. above ground)	20,000	20,000	2000
BILBAO Rec. Ter. (Spain)	2 (Full cont. above ground)	150,000	300,000	2004
HAZIRA Rec. Ter. (india)	2 (Full cont. above ground)	160,000	320,000	2005
GUANGDONG Rec. Ter.(China)	3 (Full cont. above ground)	160,000	480,000	2006/2007
FOS CAVAOU Rec. Ter. (France)	3 (Full cont. above ground)	110,000	330,000	2009
PORTO EMPEDOCLE Rec. Ter. (Italy)	2 (Full cont. in pit)	165,000	330,000	On going

SOFREGAZ

OVERVIEW ON PROVEN TECHNOLOGIES ON LARGHE CAPACITY CRYOGENIC STORAGE (> 60,000 m3)





LNG large storage: Proven technology up to 240,000 m3 with international codes & regulations

TECHNOLOGY

SELF SUPPORTING WALL

- Single Containment [9% Ni or SS]
- Double Containment
- Full Containment [inner tank 9% Ni –

Outer tank: PS concrete]

■ MEMBRANES

LOCATION

- ☐ ABOVE GROUND
- □ IN-PIT
- □ IN-GROUND

UNDERGROUND

LNG STORAGE: SINGLE CONTAINMENT



- Primary container designed for low temperature requirement
- Outer shell (if any) for insulation retention and purge gas containment but not designed for refrigerated containment
- Requirement of a surrounding bound for retention of the total tank inventory (plain or reinforced dykes)



Cove Point Import Terminal, Maryland Photo courtesy of Dominion © 2003, http://www.dom.com

LNG STORAGE: FULL CONTAINMENT TECHNOLOGY

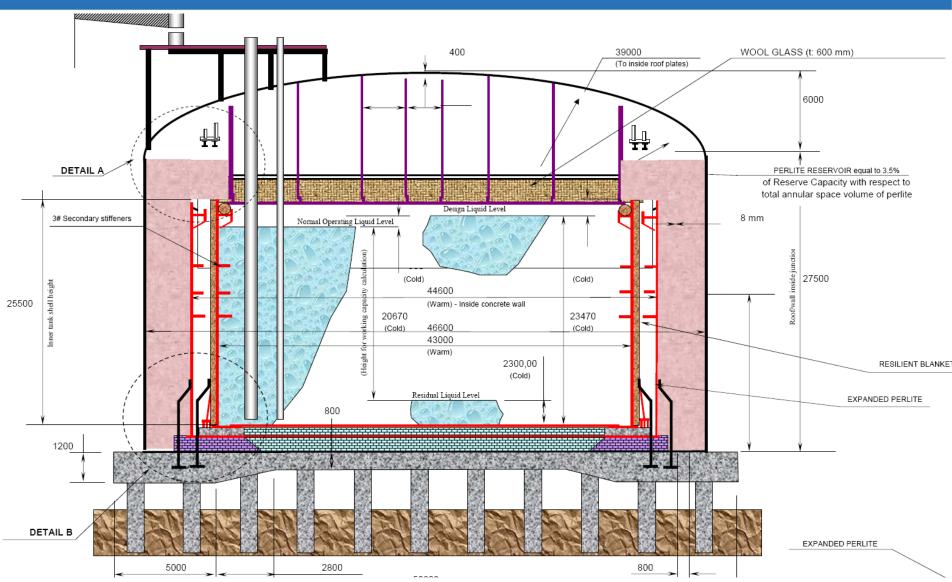


- Both inner self supporting & second container are able of independently containing refrigerated liquid and its vapour
- The secondary container can be 1 to 2 m distance from the primary container
- The secondary container shall be able of both containing liquid and of controlling vapour resulting from product leakage



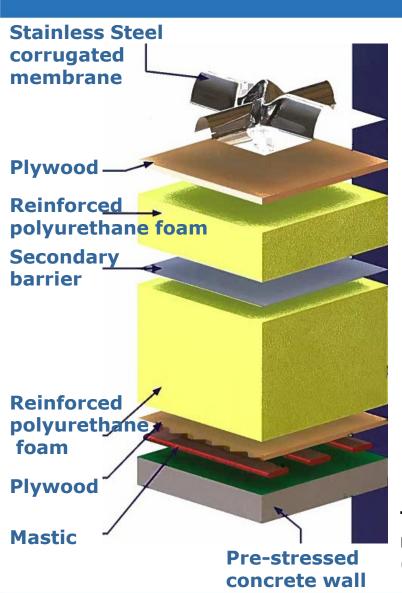
LNG STORAGE: ALTERNATE FULL CONTAINMENT





LNG STORAGE: MEMBRANE TECHNOLOGY



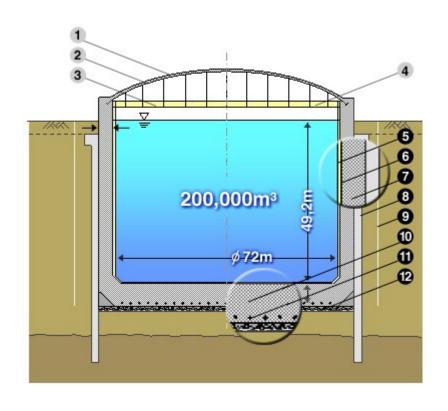




Typical GTS membrane (GTT license)

LNG STORAGE: IN GROUND TECHNOLOGY

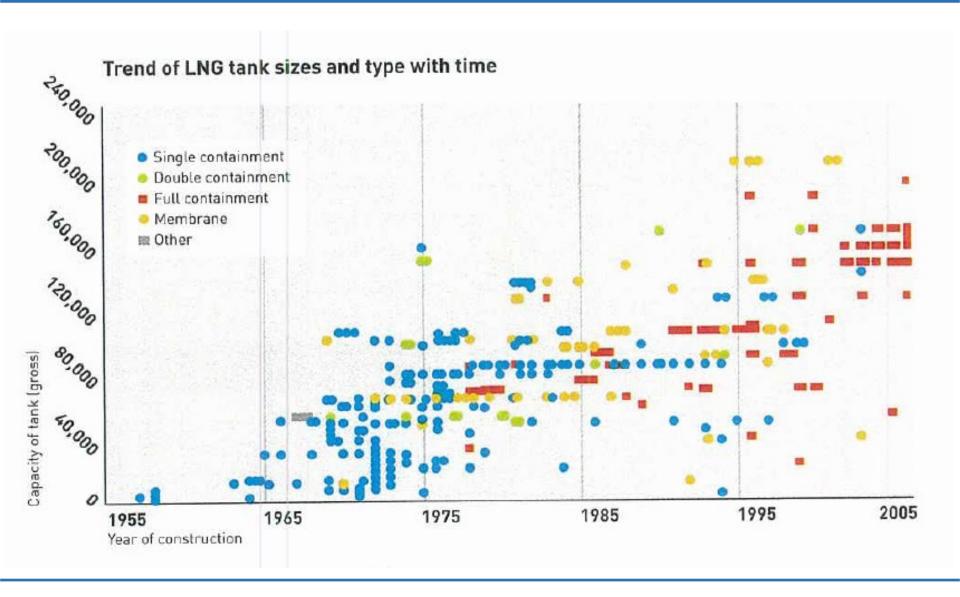




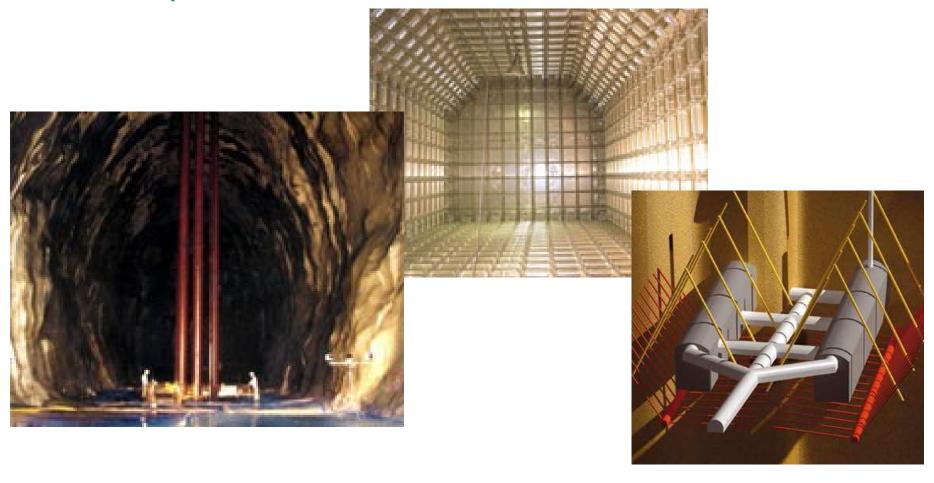


LNG TANK TYPE: REFERENCES & TRENDS





- **Technology developed by GEOSTOCK**
- Pilot Plant in Pyongtaek in South Korea tested with liquid N2
- No industrial plant



CONSTRUCTION SEQUENCE OF A CONVENTIONAL FULL CONTAINMENT LNG TANK



TYPICAL 9% NI FULL CONTAINMENT ABOVE GROUND LNG TANK CONSTRUCTION SEQUENCE

LAGUNA PROJECT



SPECIFIC ASPECTS OF A LARGE LIQUID ARGON STORAGE (100 kt)

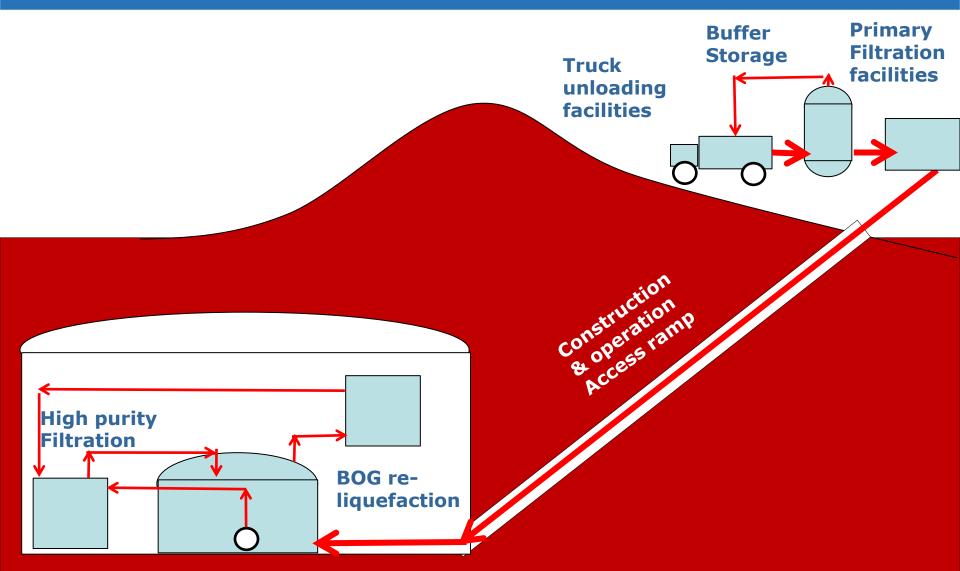
□ STORED PRODUCT: ARGON compared to LNG

	ARGON	LNG
Boiling point at 1 atm (°C)	minus 186	Around minus 160
Liquid density (kg/m3)	1,400	Around 450
Product purity	High purity < 1 ppb	Mixture of N2 (<3% vol), C1 (>90% vol), C2+, CO2 (< 50 ppm)
Operation	One single filling	Cycle of filling and emptying
Safety	Inert gas	Flamable

- □ INTERNAL WALL SURFACE TREATMENT
- □ CONSTRUCTION IN A CONFINED UNDERGROUND CAVITY
- □ DRYING, FIRST COOLING AND FILLING OPERATION
- BOIL OFF GAS HANDLING
- □ PURITY & FILTRATION
- □ FIRST FILLING & EMPTYING IN CASE OF EMERGENCY OR MAINTENANCE

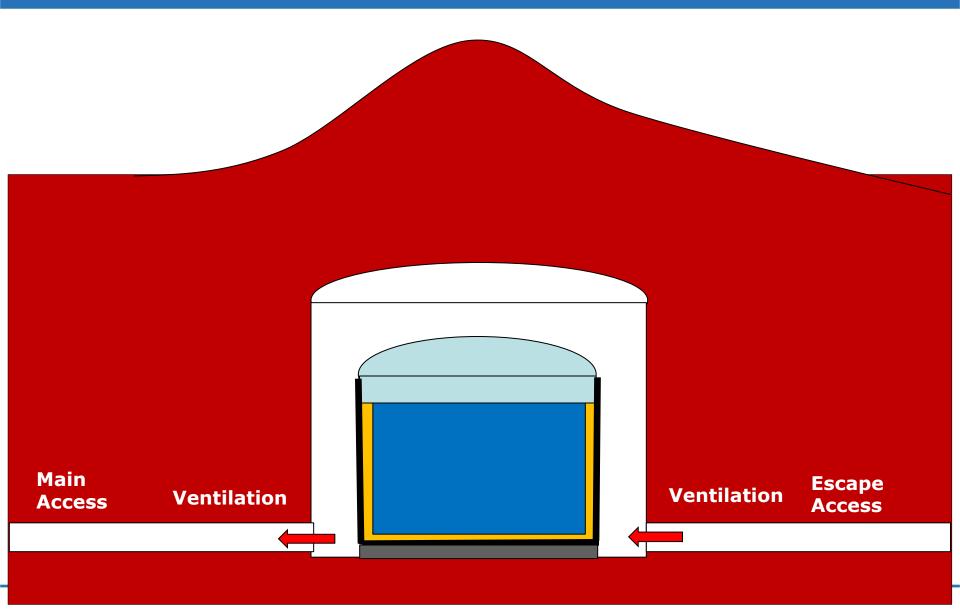
LARGE LIQUID ARGON STORAGE: Auxiliaries





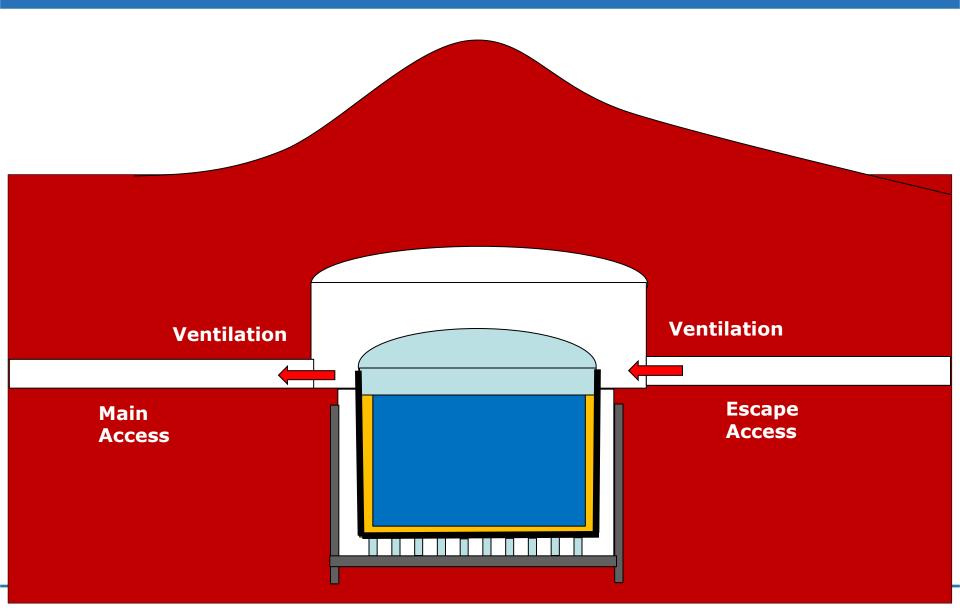
LARGE LIQUID ARGON STORAGE: Conventional





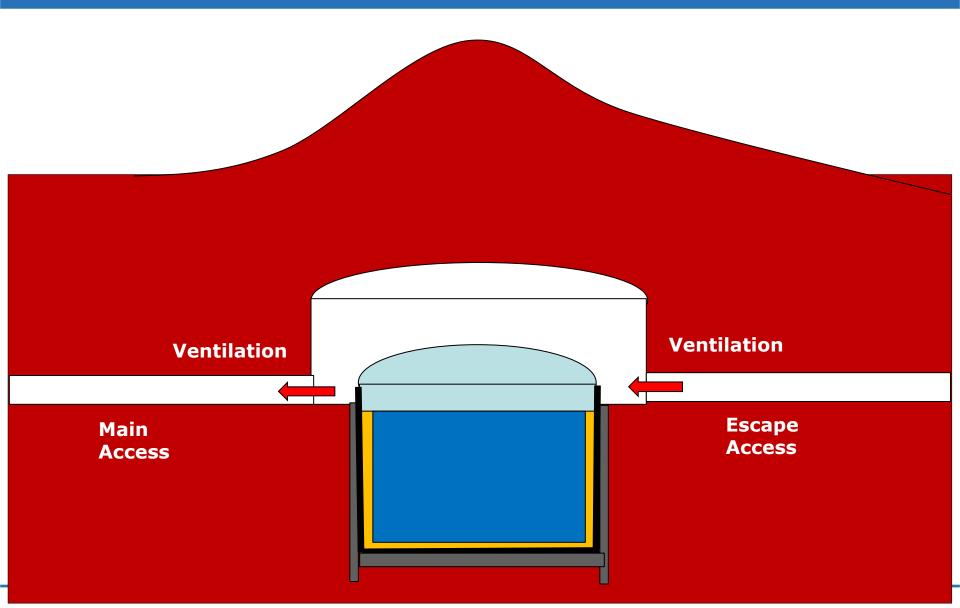
LARGE LIQUID ARGON STORAGE: In pit





LARGE LIQUID ARGON STORAGE: Inground







THANK YOU FOR YOUR ATTENTION