

GHGT-10

A geological storage option for CO₂ in the Bohaiwan Basin, East China?

Ceri J. Vincent^{*a}, Rongshu Zeng^b, Wenying Chen^c, Guosheng Ding^d, Mingyuan Li^e,
Shifeng Dai^f and Niels E. Poulsen^g

^a*British Geological Survey, Kingsley Dunham Centre, Keyworth, Nottingham, NG12
5GG, UK*

^b*Institute of Geology and Geophysics, Chinese Academy of Sciences, Research Institute
for Geo-environment & Geo-technology, Qijiahuozi, Deshengmenwai, Beijing 100029,
China*

^c*Energy Environment Economy Research Institute, Energy Science Building, Tsinghua
University, Beijing 100084, China*

^d*Research Institute of Petroleum Exploration and Development, PetroChina Company,
Ltd, Langfang, PO Box 44, Langfang, Hebei Province, 065007, China*

^e*Enhanced Oil Recovery Research Centre, China University of Petroleum Beijing, 18
Fuxue Road, Changping, Beijing 102249, China*

^f*State Key Laboratory of Coal Resources and Safe Mining, China University of Mining
and Technology (Beijing), Beijing 100083, China*

^g*Geological Survey of Denmark and Greenland, Department of Geophysics, Oster
Voldgade 10, DK-1350 Copenhagen K, Denmark*

Elsevier use only: Received date here; revised date here; accepted date here

Abstract

Geological assessment of the Bohaiwan Basin in eastern China for the COACH (Cooperation Action within CCS China-EU) project indicated that storing carbon dioxide (CO₂) in this region will be technically challenging and require a flexible storage solution. It is suggested that a pilot scheme within the Dagang oil field complex could prove the concept of Carbon Capture and Storage (CCS) and CO₂-Enhanced Oil Recovery (CO₂-EOR) in the challenging conditions of oil fields in this region of China. This could be followed by simultaneous injection of CO₂ into a nearby larger oil field and adjacent aquifers that would offer a potential storage option by combining the larger

* Corresponding author. Tel.: +44 115 936 3318; fax: +44 115 936 3200
E-mail address: cvi@bgs.ac.uk

storage space anticipated for aquifers with the possible future financial incentives of CO₂-EOR.

© ~~2011~~ Elsevier Ltd. All rights reserved

Keywords: Bohaiwan; Dagang; Jiyang; Huimin; Shengli

1. Current status of CCS in China

The concept of Carbon Capture and Storage (CCS) is gaining momentum in China with: in 2008, the successful addition of demonstration-scale post-combustion capture technology to the Huaneng Group Gaobeidian Power plant in Beijing [1,2]; the building of an IGCC (Integrated Gasification Combined Cycle) plant as part of a three-phase project to build a full scale commercial pre-combustion power plant (GREENGEN [3]); and the announcement of a full-chain CCS project in the Ordos Basin ([4]Chinadaily.com 2010). The Gaobeidian plant captures 3000 tonnes CO₂ per year using amine scrubbing of flue gases (capture began in June 2008). The CO₂ stream is 99% pure, food-grade and is sold to the beverage industry.

Geological storage options for CO₂ have been explored through the GeoCapacity (EU Framework 6), COACH (EU Framework 6) and China-UK NZEC (Near Zero Emission from Coal - phase I funded by UK Department of Energy and Climate Change) projects. These included the PetroChina-operated Dagang, Daqing, Huabei and Jilin oil field complexes, and the China Petroleum and Chemical Corporation (SINOPEC)-operated Shengli and Jiangsu oil field complexes. Aquifers in the Jiyang Depression adjacent to the Shengli oil field complex, the Jizhong Depression around the Huabei oil field complex and aquifers within the Jilin oil field complex were also assessed [5,6,7,8,9].

2. Sources

The main concentration of large point sources of CO₂ lies along the east coast of China. The emissions of the largest sources in the Shandong Province, eastern China, were assessed for the COACH project; annual emissions were estimated to be 201 MtCO₂ (million tonnes of CO₂). The power sector dominated the emissions, and the largest single source emits around 11 MtCO₂/year (million tonnes CO₂ per year) [10]. To store emissions from these industrial sources will require not only a site with a large capacity, but also with good injectivity and effective seals.

Retrofitting of power plants for CCS is expected to be technically challenging and potentially expensive, so where power stations can be built with CCS in the original design they may prove easier targets for capture. An example of this is the IGCC GREENGEN power plant which lies close to the storage sites studied in the COACH project (GREENGEN was a COACH project partner). Construction began in July 2009 on this 250 MW (Mega-Watt) IGCC power plant in Binhai Area, Tianjin, and this phase should be completed by 2011. It is intended that this plant will be followed by construction of another larger plant (400 MW IGCC) with pre-

combustion CO₂ capture, most likely near the current Tianjin gasifier site (this will be GREENGEN phase II, planned for 2011-2015). Anticipated emissions from GREENGEN phase II are a little over 2 MtCO₂/year (million tonnes per year). Discussions are underway with China National Petroleum Corporation (CNPC) and PetroChina on storage sites for GREENGEN phase II. Additional funding and policy support is required for phase II. GREENGEN phase III (400 MW demonstration plant with hydrogen production and CCS ready for commercialization) is planned for 2013-2017. The location of GREENGEN phase III has not yet been confirmed.

3. Storage potential

Geological assessment of the Dagang and Shengli oil field complexes indicates that these fields are complex; being compartmentalized by faulting and highly variable lithology. Each field contains numerous individual reservoirs from which oil and/or gas are produced. The estimated capacity of the selected suitable reservoirs in the Dagang oil field complex was 22 MtCO₂, with the largest capacity found in the Gangdong oil field (8 MtCO₂ storage [5,6,7]). This oil field complex is evidently too small to contain large-scale emissions, but its proximity to CO₂ source, including the proposed GreenGen phase II plant to be built at Tianjin, means that it could potentially be considered for an early pilot-scale scheme of storage and CO₂-EOR. A concern with this oil field is the number of boreholes already drilled; the Gangdong oil field alone contains over 600 wells within an area of 23.7 km². These wells would have to be considered in any evaluation of security of storage for their potential to permit CO₂ migration out of the reservoirs. Another issue is the compartmentalization of the fields; this could enable secure storage within each compartment but since numerous boreholes are required to effectively exploit the hydrocarbons trapped in this region, it is anticipated that if CO₂ were injected here, numerous boreholes with multiple perforations would be required to inject into the many compartments and reservoirs of these oil fields. Additionally, as the reservoirs are often divided into isolated compartments by faulting or lithology, it is almost certain that pressure relief wells would be required to produce oil and water (either utilizing pre-existing wells or new wells).

The Shengli oil field complex has an estimated storage capacity of 472 MtCO₂, contained in numerous porous layers and lenses, surrounded by and sealed by impermeable mudstone and claystone layers [5,6,7]. This initial estimate suggests this field could contain the emissions from the lifetime of the GREENGEN phase II plant (around 2 MtCO₂/year, this phase is planned for 2011-2015). Porosity and permeability of the formations is highly variable and injectivity is expected to be low. As in the Dagang oil field complex, these fields are compartmentalized and so the same concerns over the number of boreholes required apply. CO₂-EOR could be considered in the Shengli oil field complex, offsetting some of the financial cost of CO₂ capture.

The largest capacity of the sites investigated was identified in the aquifers of the Huimin sub-basin within the Jiyang Depression, adjacent to the Shengli oil field complex. The Guantao Formation is hydrocarbon bearing in the Shengli oil field complex but generally non-hydrocarbon bearing in the adjacent Huimin sub-basin due to immaturity of source rocks. If the sealing formations are equally effective in the Huimin sub-basin as in the oil fields, then the Guantao Formation could offer copious potential storage. Areas where the Guantao Formation has thick sandstone layers were selected in the Huimin sub-basin ([Figure 1](#)~~Figure 1~~). These areas had

an estimated storage capacity of 700 MtCO₂ [5,6,7]. As yet, sufficient data are not available to identify antiformal closures and so assessment has focused on regions of thick sandstone with the aspiration that later work will identify closures suitable for storage. This storage estimate needs to be considered with caution as there are less data available than in the oil field areas and so the potential aquifer storage sites are less well understood, and there remains the possibility that they may also be compartmentalized by faulting and lithological variations as in the adjacent oil fields.

4. A potential storage solution

The Dagang oil field complex could be exploited for a pilot scale CO₂-EOR project, continuing from this, CO₂ could be transported further to the Jiyang Depression and injected into the Shengli oil field complex for CO₂-EOR and storage and simultaneously into the adjacent aquifers for large-scale storage (Figure 1). A pilot project in the Dagang oil field complex would build expertise and experience of CCS in China. This knowledge and experience could then be transferred to a larger-scale project in the Shengli oil field complex and Huimin sub-basin aquifers. Simultaneous CO₂ storage in the aquifer and supply for EOR in the Shengli oil field complex would provide CO₂ as needed for the oil field (the amount would vary through the lifetime of a EOR project, for example, CO₂ produced after breakthrough at the wells could be recycled and as a result, lower amounts of new CO₂ would be required from the source). As CCS became more widely deployed, CO₂ from other sources in this industrial region could be brought to this joint EOR and storage project creating a 'CO₂ network'

The next step for this potential storage solution is detailed investigation of the storage capacity of the aquifer and oil fields. This requires modeling of the aquifer based on seismic and borehole data, testing of seal properties and analysis of sandstone for its reservoir properties (for example, see work undertaken for the Sleipner storage site [11,12,13,14,15]). Pilot schemes and storage/CO₂-EOR in the oil field complexes requires collaboration with PetroChina and SINOPEC; their knowledge and experience of these fields gained through decades of hydrocarbon extraction and re-use of exploration data will allow detailed modeling of the potential for CO₂ storage and CO₂-EOR.

5. Future of CCS in China

Two major barriers to CCS in China are the financial cost of CCS and access to detailed scientific data. The former can be overcome through collaboration and developments in CCS technologies driving down the price of implementation. Unfortunately, at present, the cost of CCS makes it unattractive for large scale deployment; changes in policy are required to stimulate investment, not just in China, but worldwide. Access to data remains difficult partly because data are acquired by oil companies and held as confidential in perpetuity. Other data are acquired and held by state-level geological surveys or mineral companies. Both the COACH and China-UK NZEC projects shared publicly available data which

permitted the initial assessment of these storage sites. However, for more detailed work, primary data such as seismic and borehole data and results of geochemical testing are required. An exception to this was the COACH project assessment of the Dagang oil field complex where PetroChina, a project partner, shared oil field data they had acquired including oil reserves, reservoir properties and maps through their subsidiary company the Research Institute of Petroleum Exploration and Development (RIPED).

6. Conclusion

From the geological assessment of the Bohaiwan Basin in eastern China, the Shengli oil field complex and adjacent Jiyang Depression were identified as being of interest for geological storage of CO₂ but require more detailed evaluation. The Dagang oil field complex was identified as having potential for a pilot-scale project but also requires further detailed investigation. It is suggested that simultaneous utilization of these sites could offer a more complete storage solution; the Dagang oil field complex, closest to the planned GREENGEN phase II plant at Tianjin could be used to prove the concept of CCS and CO₂-EOR in the geologically challenging conditions of these Chinese oil fields. This could then be followed by CO₂-EOR in the Shengli oil field complex, with additional injection and storage in the adjacent aquifer formations of the Huimin sub-basin. Such operations would allow largescale storage not only from the GREENGEN phase II plant (and possibly GREENGEN phase III if nearby), but also potentially from other large CO₂ sources in this industrial region. They would also support security of energy supply and offset some of the financial costs of a CCS project.

There is great interest in implementing CCS in China, from both Chinese and external parties, however, there are barriers to this which need to be overcome through future collaboration, global technology development and knowledge sharing.

7. Acknowledgements

The authors wish to thank Nikki Smith, Dave Evans, Maxine Akhurst, Jon Busby, Derek Ritchie, Mike Stephenson and Denis Peach for their invaluable assistance during the preparation of this paper. The authors also wish to thank the COACH project coordinator, Francois Kalaydjian. This paper is published with permission of the Executive Director, British Geological Survey (NERC).

8. References

- [1] Tollefson, J. Stoking the fire. *Nature* 2008: 454 July, 388-92.
- [2] Chemistryworld.org 2010.
<http://www.rsc.org/chemistryworld/News/2008/September/11090801.asp> accessed August 2010.
- [3] Greengen.com.cn 2010. <http://www.greengen.com.cn/en/index.asp> Accessed July 2010.
- [4] Chinadaily.com. 2010. http://www.chinadaily.com.cn/bizchina/2010-07/02/content_10050802.htm accessed July 2010.
- [5] Zeng, R. Ding, G. Dai, S. Li, M. Vincent, C J., Chen, W., Zhang, B., Poulsen, N E., Li, M, Lin, M., Peng, B., Wang, H., And Xu, W. Cooperation Action Within CCS China-EU Deliverable 3.1. Assessment of CO₂ storage potential of the Dagang and Shengli oil field provinces, Jiyang depression and Kailuan mining area. 2009.

- [6] Vincent, C. J., Poulsen, N. E., Zeng, R., Dai, S., Li, M. and Ding, G. Evaluation of carbon dioxide storage potential for the Bohai Basin, north-east China. *Int. J. Greenhouse Gas Control* 2010: xxx–xxx doi:10.1016/j.ijggc.2010.05.004
- [7] Poulsen, N. E., Chen, W., Dai, S., Ding, G., Li, M., Vincent, C. J. and Zeng, R. in press. Geological assessment for CO₂ storage in the Bohai Basin, East China. *Energy Procedia* 2010 (this volume)
- [8] Chen, W., Le Nindre, y-M., Xu, R., Allier, D., Teng, F., Domptail, K., Xiang, X., Guillon, L., Chen, J., Huang, L and Zeng, R. CCS scenarios optimization by spatial multi-criteria analysis: Application to multiple source sink matching in Hebei province. *International Journal of Greenhouse Gas Control* 2010: 4, 341–350
- [9] Pearce, J., Vincent, C J., Kirk, K., Smith, N. Li, M.,Peng, B. Hua, Z., Wang, M., Wang, H., Li, G., Yang, D., Chen, W., Xu, R., Jia, L., Zhang, D., Espie, T. and Fu, X. NZEC WP reports; CO₂ storage potential in selected regions of North-eastern China: regional estimates and site specific studies. Final report of the Near Zero Emissions Coal (NZEC) Project, Work Package 4. 2009. <http://www.nzec.info/en/assets/Reports/NZEC-WP4-Summary-Final-Report.pdf>
- [10] Chen, W., and Smith, N. A. Cooperation Action Within CCS China-EU Deliverable 3.2. GIS Mapping of Geology, Point Emission Sources and Least Cost Paths. 2009.
- [11] Chadwick, A., Arts, R., Bernstone, C., May, F., Thibeau, S. and Zweigel, P., (Editors). Best practice for the storage of CO₂ in saline aquifers. Observations and guidelines from the SACS and CO₂STORE projects. 2008. Available from <http://www.co2store.org/> Accessed February 2010.
- [12] Chadwick, R. A., Zweigel, P., Gregersen, U. Kirby, G A., Holloway, S. and Johannessen, P. N. Geological reservoir characterization of a CO₂ storage site: The Utsira Sand, Sleipner, northern North Sea. *Energy* 2004: 29, 1371-1381
- [13] Portier, S. and Rochelle, C. Modelling CO₂ solubility in pure water and NaCl-type waters from 0 to 300 °C and from 1 to 300 bar: Application to the Utsira Formation at Sleipner. *Chemical Geology* 2005: 217 (3-4), 187-99
- [14] Czernichowski-Lauriol, I., Rochelle, C. A., Brosse, E., Springer, N., Bateman, K., Kervevan, C., Pearce, J. M., Sanjuan, B. and Serra H. Reactivity of Injected CO₂ with the Utsira Sand Reservoir at Sleipner, Northern North Sea. *Greenhouse Gas Control Technologies - 6th International Conference* 2003: 1617-20
- [15] Harrington, J. F., Noy, D. J., Horseman, S. T., Birchall D. J., Chadwick, R. A. in press. Laboratory study of gas and water flow in the Nordland Shale, Sleipner, North Sea. *AAPG bulletin* in press.

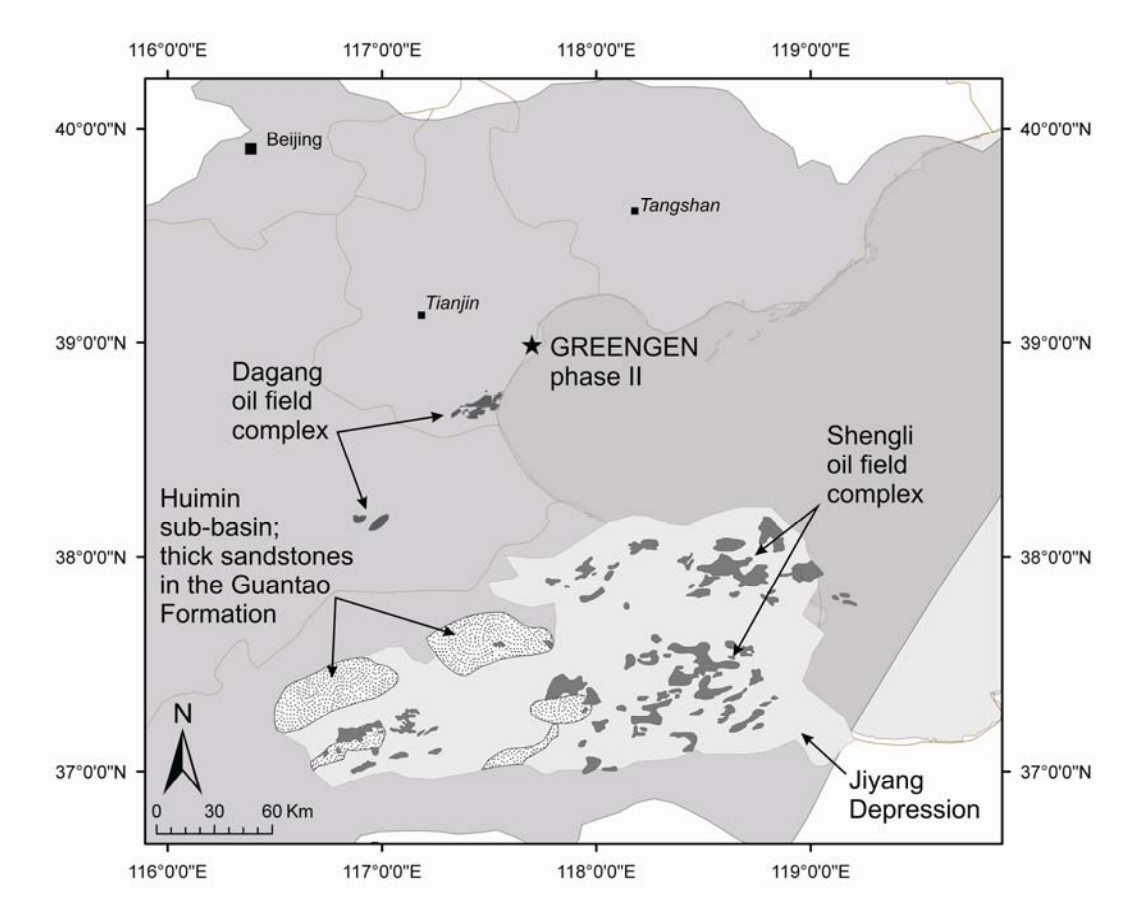


Figure 1: Location of GREENGEN phase II plant and potential storage sites. Basemap data taken from the Digital Chart of the World (1:1 million data), State province and basin outline reproduced with the kind permission of the USGS.