

Blue Hydrogen

PEP Review 2022-07 December 2022

Contacts

Dipti Davé

Associate Director, Intermediate Organic Chemicals dipti.dave@ihsmarkit.com

Michael Arné

Vice President, Process Economics Program michael.arne@ihsmarkit.com

PEP Review 2022-07

Blue Hydrogen

Dipti Davé, Associate Director, Intermediate Organic Chemicals

Abstract

Hydrogen (H_2) is considered to be a potentially disruptive technology for energy transition. Because of this, considerable attention has been directed to carbon capture as applied to large-scale hydrogen production via steam methane reforming (SMR) of natural gas. This is known as "blue" hydrogen.

In this report, we examine the economics of SMR-based hydrogen production at capacity of 90 million standard cubic feet per day (MMscf/d) with and without carbon capture. Our carbon capture scenario assumes 90% capture of carbon dioxide (CO₂) emissions from the SMR flue gas. The carbon capture unit uses an amine-based solvent blend of 27 wt% 2-amino-2-methyl-1-propanol (AMP) and 13 wt% piperazine (PZ) in water.

Contents

1 2	Introduction Summary	5
L	Hydrogen production via steam methane reforming of natural gas Hydrogen production with CO_2 capture and compression	6
	Process economics	8
	Production cost results	9
	Industry status	9
3	Economic evaluation of CO ₂ capture and compression	10
	Section 100—Carbon capture	11
	Section 200—CO ₂ compression	11
	Process discussion	13
	Performance parameters for carbon dioxide capture unit	13
	Materials of construction	15
	Waste streams	15
	Production cost for carbon capture with AMP	21
	Utilities	21
4	Blue hydrogen production cost	22
	Blue hydrogen with carbon capture and compression cost	23
Appendix A—Cited references		24
App	pendix B—Design and cost basis	26
App	pendix C—Process flow diagrams	32

Tables

Table 3.1 CO ₂ capture and compression for flue gases from H ₂ production—Design bases	10
Table 3.2 CO ₂ capture and compression for flue gases from H ₂ production	13
Table 3.3 Critical performance parameters	14
Table 3.4 Major equipment	16
Table 3.5 Utilities summary	17
Table 3.6 Total capital investment for carbon capture with AMP	18
Table 3.7 Total capital investment by section for carbon capture with AMP	19
Table 3.8 Production costs for carbon capture with AMP	20

Figures

Figure 2.1 H ₂ production via SMR of natural gas	6
Figure 2.2 Hydrogen production via SMR of natural gas with CO2 capture and compression	8

Appendix C Figures

Figure 3.1 Section 100 Carbon Dioxide Capture Unit (Sheet 1 of 2)	33
Figure 3.2 Section 200 Carbon Dioxide Compression (Sheet 2 of 2)	34

Customer Care CustomerCare@ihsmarkit.com Asia and the Pacific Rim Japan: +81 3 6262 1887 Asia Pacific: +604 291 3600 Europe, Middle East, and Africa: +44 1344 328 300 Americas: +1 800 447 2273

Disclaimer

Disclaimer
The information contained in this report is confidential. Any unauthorized use, disclosure, reproduction, or dissemination, in full or in part, in any media or by
any means, without the prior written permission of IHS Markit or any of its affiliates ('IHS Markit') is strictly prohibited. IHS Markit owns all IHS Markit logos
and trade names contained in this report that are subject to license. Opinions, statement, estimates, and projections in this report (including other media) are
solely those of the individual author(s) at the time of writing and do not necessarily reflect the opinions of IHS Markit. Neither IHS Markit nor the author(s) has
any obligation to update this report in the event that any content, opinion, statement, estimate, or projection (collectively, 'information') changes or
subsequently becomes inaccurate. IHS Markit makes no warranty, expressed or implied, as to the accuracy, completeness, or timeliness of any information in
this report, and shall not in any way be liable to any recipient for any inaccuracies or omissions. Without limiting the foregoing, IHS Markit shall have no
liability whatsoever to any recipient as a result of or in connection with any information provided, the inclusion of a link to an external website by IHS Markit not be wort any information provided. The inclusion of a link to an external website for either the content or output of external
websites. Copyright © 2022, IHS Markit®. All rights reserved and all intellectual property rights are retained by IHS Markit.



