

A close-up photograph of a metal surface, likely steel, showing a circular embossed logo. The logo consists of a stylized figure or symbol. The metal has a fine, textured grain.

# Heating steel with hydrogen and oxygen

2020-11-11 Göran Nyström, EVP Ovako Group



**OVAKO**

# Nippon Steel - Sanyo Special Steel - Ovako - Global leaders in long products special steel

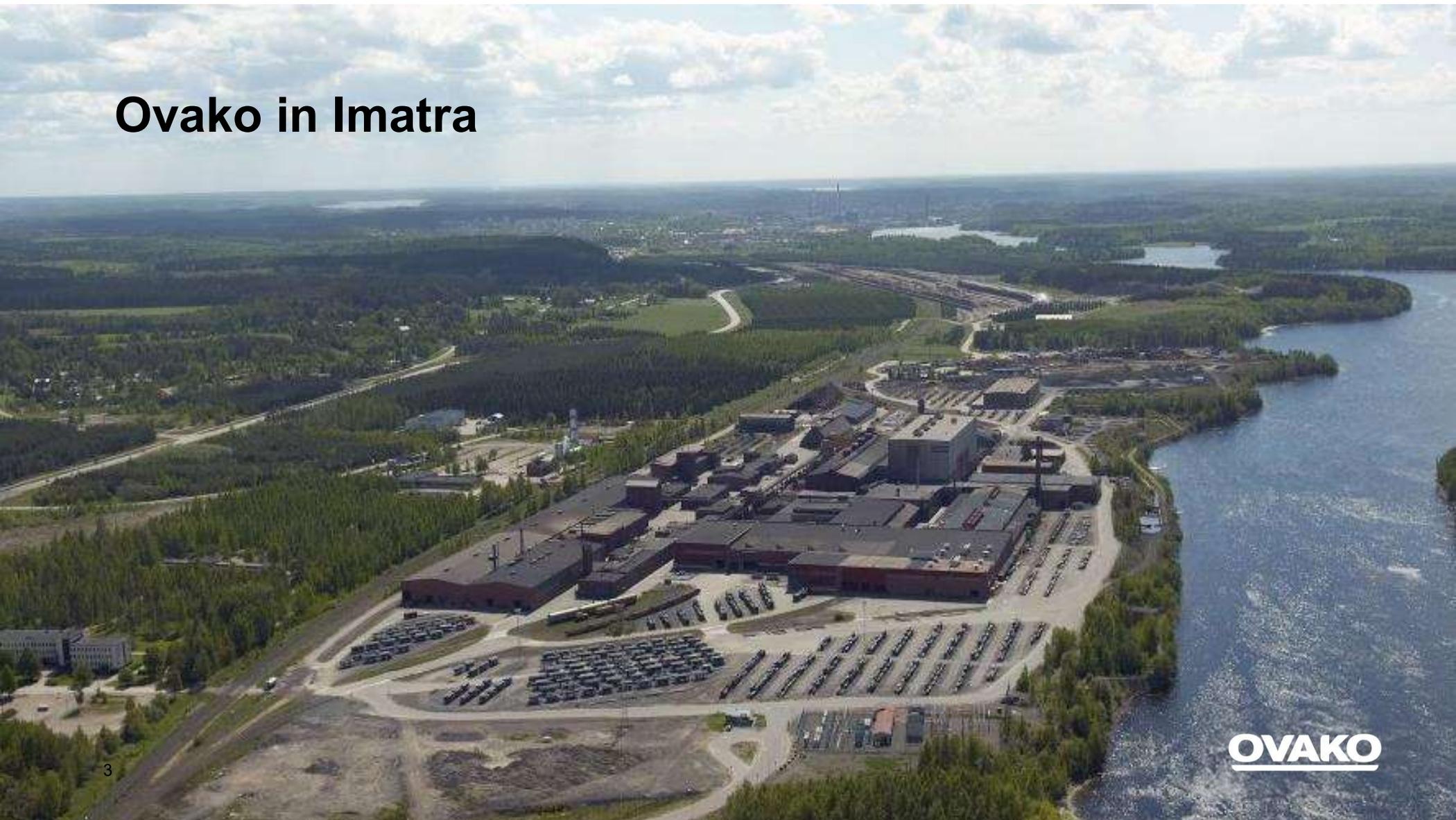
- World-leading position
  - Products and capacity
  - Security of supply
  - R&D
  - Staying power
  - Global reach

- Steelworks:
  - Sweden
  - Finland
  - Japan
  - India

- 10,000 employees
  - Group total ~100,000
- 6 million tonnes (Mt) production capacity
  - Group total ~50 Mt



# Ovako in Imatra

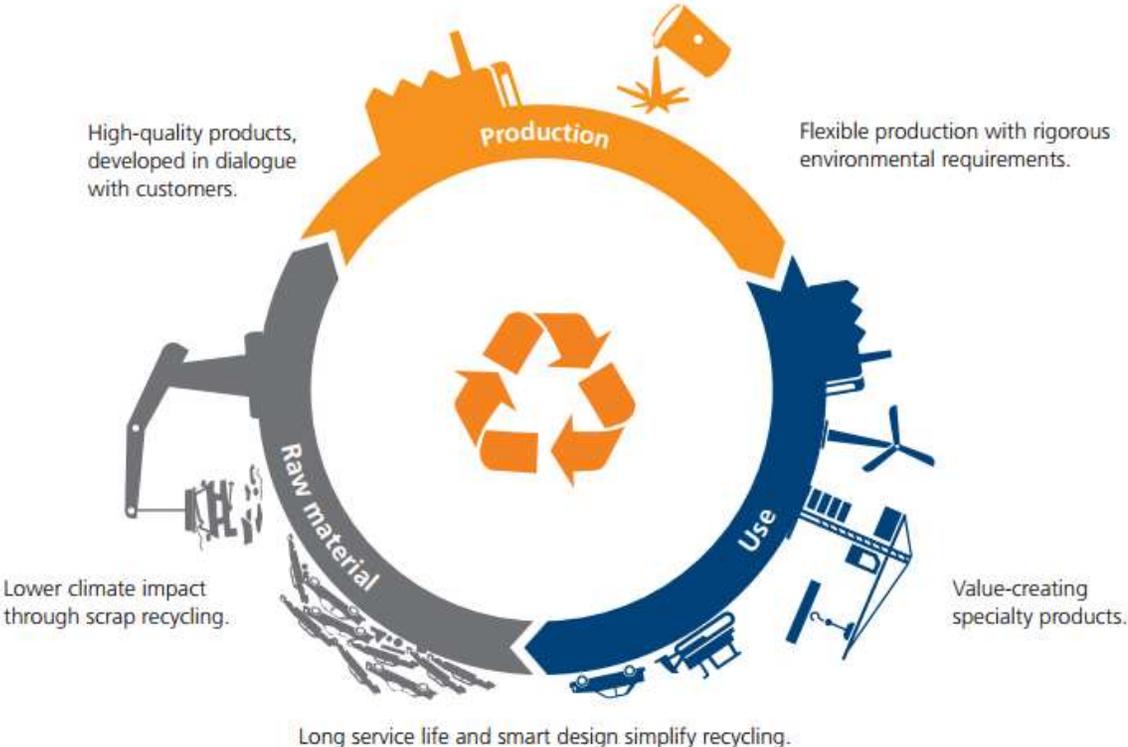


# Steel is a foundation to our societies - but there are **BIG** differences between steel and steel

*Ovako's vision:  
"Innovative steel for a better engineered future"*



# Leadership in sustainable steel: Carbon footprint & product use phase & recyclability



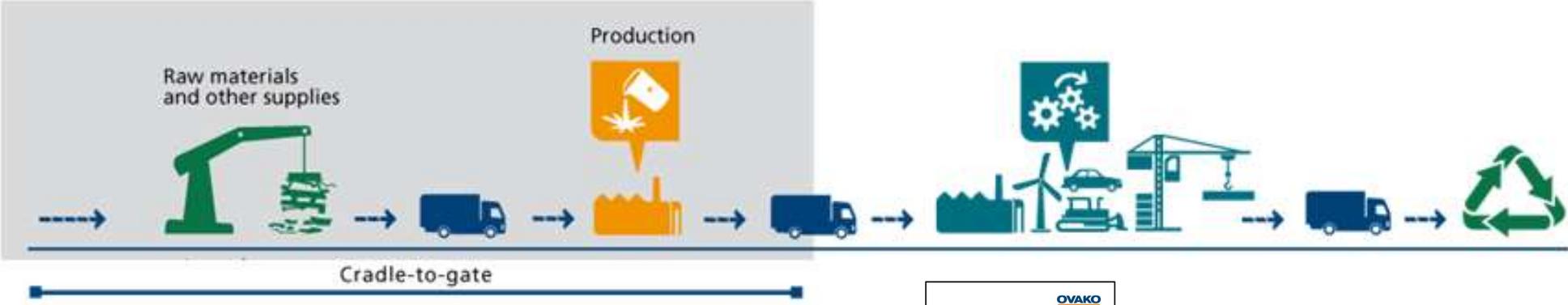
# Wind Power

## Ovako clean steel for bearings for main shafts

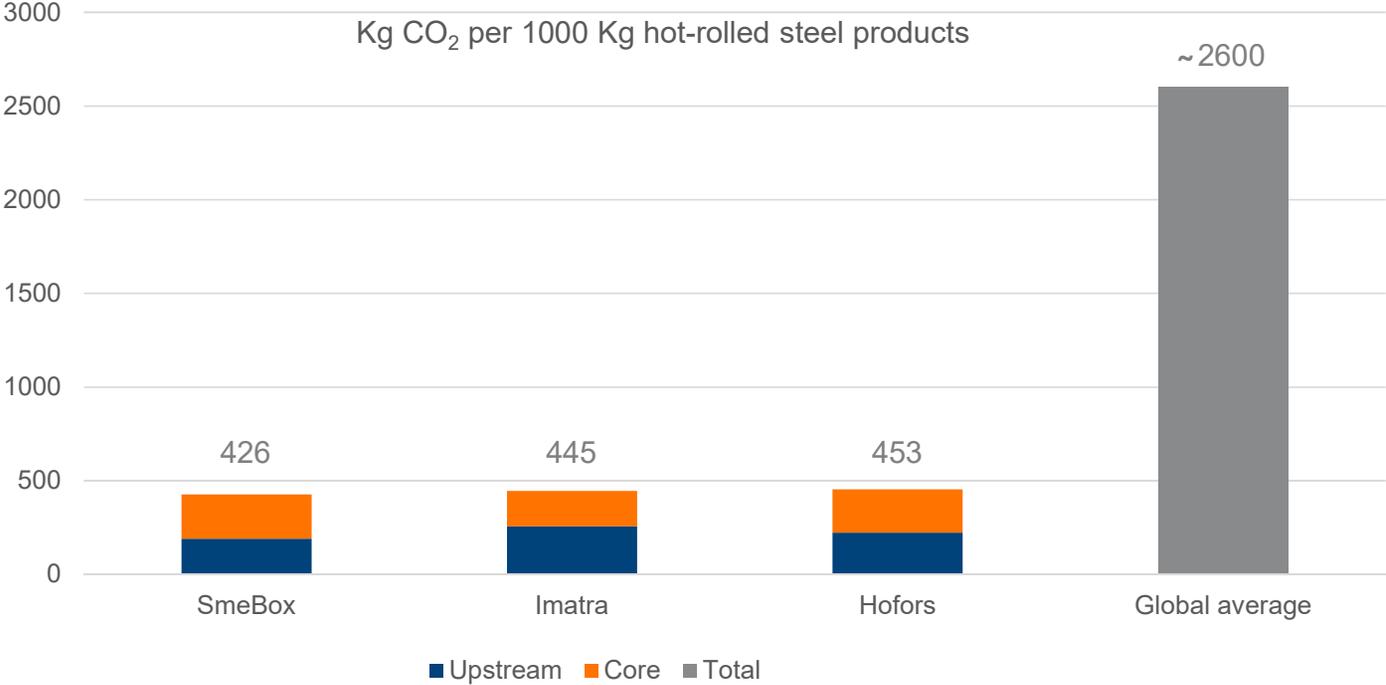
- One third of 20,000 wind turbines (installed 2019) featured large bearing rings in Ovako clean steel
    - Plus other components in steel from Ovako
  - A wind turbine is expected to remain in service for at least 20 years (depending on the quality of the materials used in its construction)
- One year's supply of Ovako clean steel rings enables life time savings of 260 Mt of CO<sub>2</sub>



# Carbon dioxide footprint, “cradle-to-gate”-perspective - a question of responsibility and measurability




# Ovako provides a distinct advantage: Two tons of CO<sub>2</sub> saved for every ton of steel



**OVAKO  
VS.  
GLOBAL  
AVERAGE**

# Heating steel with hydrogen and oxygen from electrolyzers – short summary

- A world first full-scale experiment in Hofors in March 2020
- Already today a viable economical solution on variable costs
- Applicable to all industries heating steel for hot-working
- No storage of hydrogen - propane or natural gas is the buffer
- A very large potential global impact
- Important effects on electricity grid
- Large reductions possible already from 2022 – if we act swiftly
- Could create a grid of hydrogen stations for fuel cell powered vehicles

# Ovako's furnace landscape holds one last remaining large area for electrification

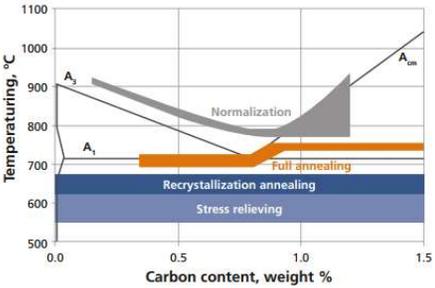
✓ Melting of steel



➔ Heating of steel for hot-working



✓ Heat treatment for product properties

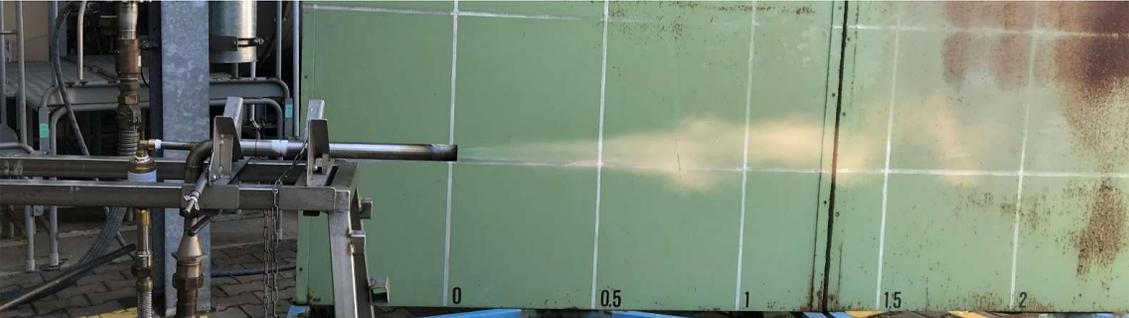


# Pre-trials in Munich, Linde lab Lohof, September 2019

Propane  
+ oxygen



Hydrogen  
+ oxygen



# Trials in Stockholm, Linde lab Älvsjö, October 2019

Steel samples for four different applications were heated with  $H_2-O_2$  and LPG- $O_2$  (as reference).



”Probably the First Fossil free heating in the world”



99%  $H_2O$  in furnace atmosphere

No quality issues for any steel grades

# H<sub>2</sub> tied into LPG flow train (2 barg vs 1 barg for LPG)

147 \*50 l cylinders, 200 bar(g)



Pressure reducer to 2 bar(g) and slam shut



Tie-in to existing LPG flow train



# Oxy-H<sub>2</sub> firing

In pit before charging



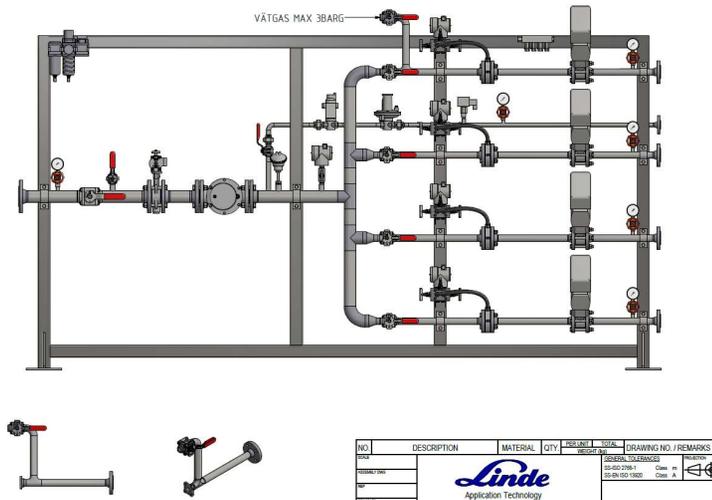
In Lab, flame less mode



# Charging (6 x 4,2 ton ingots/cell) bearing steel 100Cr6



# 2020-03-18: First fossil-free heated steel in the world



- One electrolyser (3500 Nm<sup>3</sup>/h) can reduce CO<sub>2</sub> with 20 Kt/year
  - Ovako total >100,000 t/yr CO<sub>2</sub>
- True electricity flexibility. Natural gas or propane is an instantaneous back-up
- We can also fuel internal transports + allow external "hydrogen gas station"
- A proven concept can be copied to steel industries in EU and worldwide
  - Global total >300,000,000 t/yr CO<sub>2</sub>

# Strong interest from all around the world

## Ovako, 세계 최초 수소 연료로 강재 가열

압연 공정에 LPG 대신 수소 연료 사용  
기존 설비 활용...강철 품질은 이상 無

월간수소경제 편집부 master@h2news.kr | 등록 2020.05.07 17:20:10



17 ▲ 경제성만 갖춘다면 수소 연료는 제철과 제강 분야에도 쓰임이 많다.



Ovako heeft samen met Linde Gas AB een grootschalige proef uitgevoerd om staal te verwarmen met waterstof alvorens te rollen. De proef is met goed resultaat uitgevoerd in één van de ovens in de walselij Hofors in Zweden.

De l'hydrogène utilisé à la place du gaz naturel pour la production commerciale de l'acier, une première !

Mines & Energies 25 jours 0



En Suède, le sidérurgiste Ovako et le producteur d'hydrogène Linde Gas ont utilisé de l'hydrogène au lieu du gaz naturel comme source de chaleur à haute température dans le cadre d'un projet pilote pour produire de l'acier. Une première mondiale.

**OVAKO**

## Examples of industry applications – current cases with Linde involvement



### Using clean hydrogen to reduce carbon footprint



#### Steel production

Clean hydrogen can be used to replace fossil fuel during the steel production process. Successful first-ever full-scale test with Ovako in 2020.



#### Rail transport

World's 1st stationary HRS for fuel cell trains. Up to 1,600 kg H<sub>2</sub> per day. On-site storage of up to 1800 kg GH<sub>2</sub>. Hydrogen supply through Linde GH<sub>2</sub> trailers  
Commissioning in 2021.



#### Marine transports

Green light for the worlds first hydrogen fueled ferry boat. The Norled ferry will traffic Stavanger, Norway in 2021. Capacity of 299 passengers and 80 cars.



#### Heavy vehicle transports

Fuel cell technology key to achieve CO<sub>2</sub>-neutral transport. Linde holds 10% share in Swiss Hydrospider project. Close cooperation with Hyundai Hydrogen Mobility (HHM) to establish H<sub>2</sub> HGV fleet in CH.

# We can move considerably faster than EU roadmap

## The Hydrogen Strategy – a roadmap to 2050

**2024**

- 6 **GW** of renewable hydrogen electrolyzers
- Replace **existing hydrogen production**
- Regulation for liquid hydrogen markets
- Planning of hydrogen infrastructure

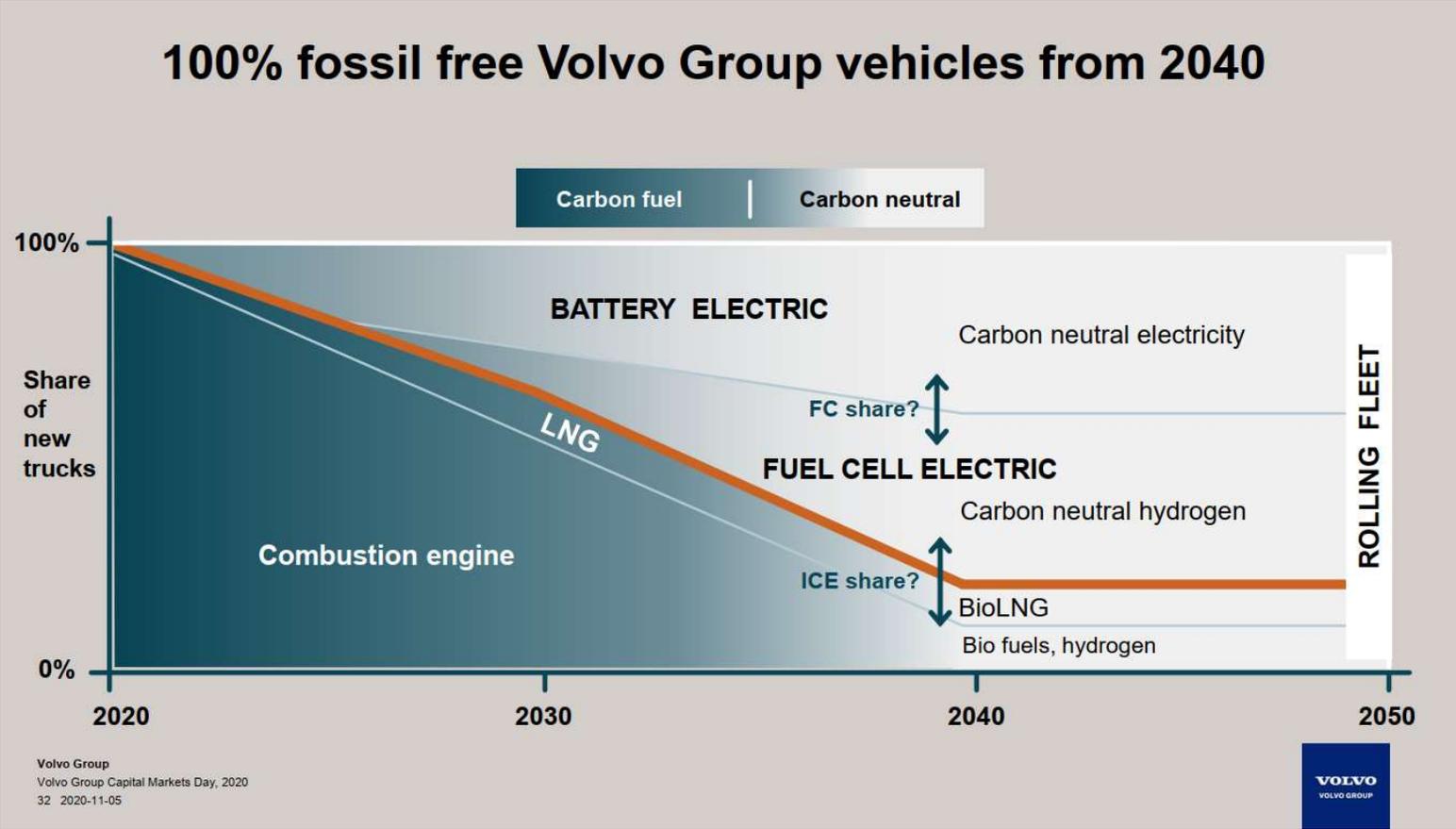
**2030**

- **40 GW** of renewable hydrogen electrolyzers
- New applications in **steel and transport**
- Hydrogen for electricity balancing purposes
- Creation of “Hydrogen Valleys”
- Cross-border logistical infrastructure

**2050**

- Scale-up to **all hard-to-decarbonise sectors**
- Expansion of hydrogen-derived **synthetic fuels**
- EU-wide infrastructure network
- An open international market with € as benchmark

# Early pilots for fuel cells is a central matter for the heavy vehicles industry



## A clear possibility – with the right financing

- Finland/Sweden could be the first in the world with this new technology, which then in all likelihood will be used across the world
    - Ovako is willing to share knowledge and experience
  
  - The project should have the best economy among all hydrogen projects today
    - Infrastructure in place
    - Oxygen usage in place
    - No storage needed for hydrogen
    - Heat can be recovered for municipal heating system
    - Electricity flexibility comes with a distinctive value
    - Hydrogen fuel station subsidized by the oxygen usage and infrastructure
- The payback lies in gains for society at large, not within Ovako

# Thank you!

