

How to comply with the specificities of LNG market

Floating LNG Global Conference



Amsterdam, 14th May 2019

Agenda

- LNG Shipping Market : increase the thermal efficiency of the containment system
- LNG Offshore Market : adapting the tank design to the FLNG and FSRU operations
- Innovative solutions from small sizes to large capacities : the case of GBS with membrane tanks



LNG Shipping Market



GTT Presentation at Floating LNG Global – May 2019 CONFIDENTIAL

Standard LNGC specification is evolving

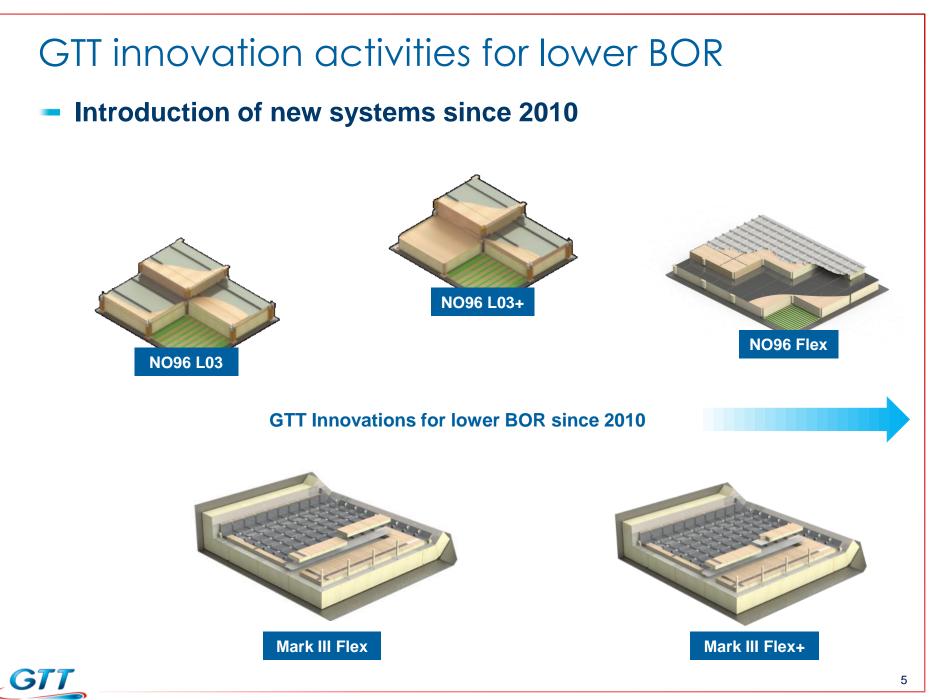
 The new size of "conventional" LNGCs is increasing, today around 170,000 m³ to 180,000 m³

- Technological advances :
 - ME-GI and XDF propulsion efficiency
- Demand for lower BOR (≤0.1%V/day)



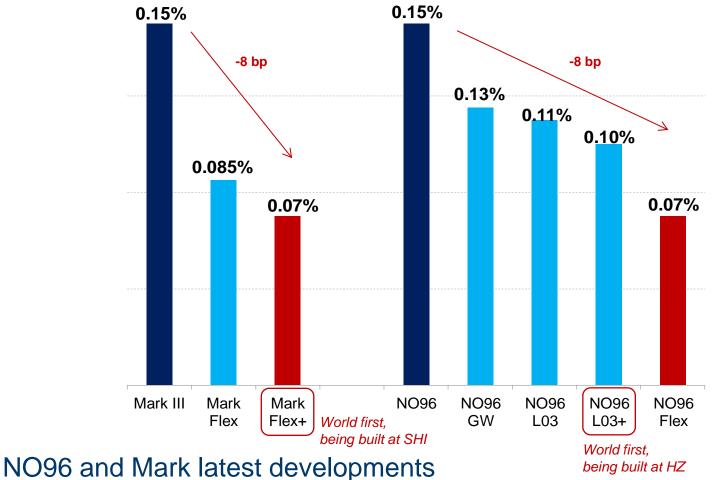
 Demand for higher strength of containment systems for increased flexibility in filling levels





GTT innovation activities for lower BOR

Thermal performance of GTT technologies developed since 2010



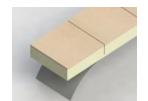


Design BOR for a 174,000m³ vessel Optimised HFC 245-fa foams exhibiting improved thermal conductivity, with repeatable production process

Mark III Flex+

Design & Characteristics

- Primary membrane: 1.2mm corrugated stainless steel
- Secondary membrane: Reinforced Triplex
 - Additional RSB under Top Bridge Pads (glued at prefabrication stage)
- Thickness: 480mm = 100 (P) + 380 (S)
- Strength: 130kg/m³ R-PUF



Performances⁽¹⁾

BOR: 0.07%V/d



(1) - Design BOR for a 174,000m³ vessel
 - Optimized HFC 245-fa foams exhibiting improved thermal conductivity, with repeatable production process

Mark III Flex+

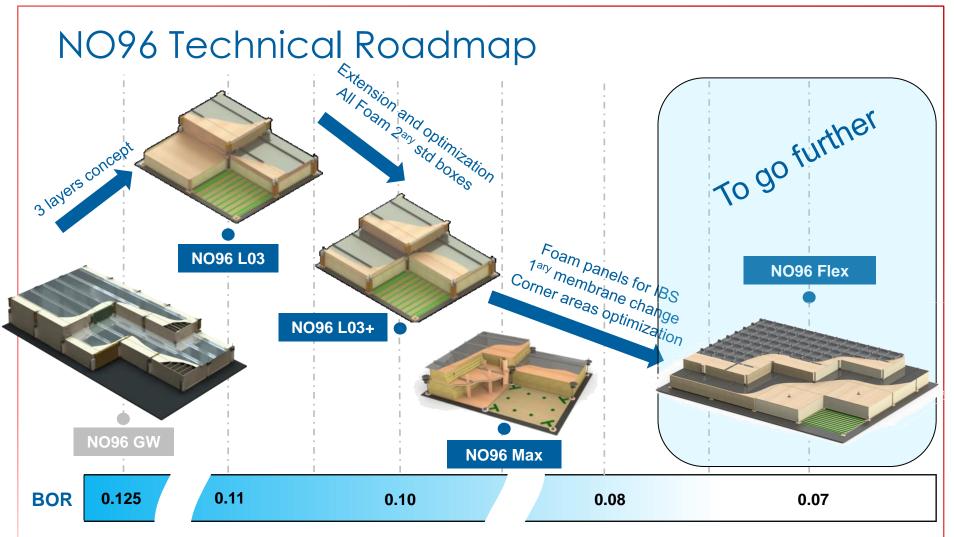
Conclusions

- Guaranteed BOR: 0.07%V / day
 - 480 mm thick insulation panels
 - Primary space: 100 mm, and secondary space: 380 mm
- Benefits from latest secondary barrier improvement
 - Reinforcement of 2^{ary} barrier by means of additional triplex under the TBP
 - Already fitted on 6 vessels ordered
 - Fatigue behavior of the bonded joints is significantly enhanced
 - Safety coefficients are increased in flexible secondary barrier
- Mark III Flex+ is relying on shipyard best practices and standards for erection with full GTT support
- 1st ship with SHI shipyard delivery third quarter 2019
 - Positive feedback regarding this first application in terms of construction





8



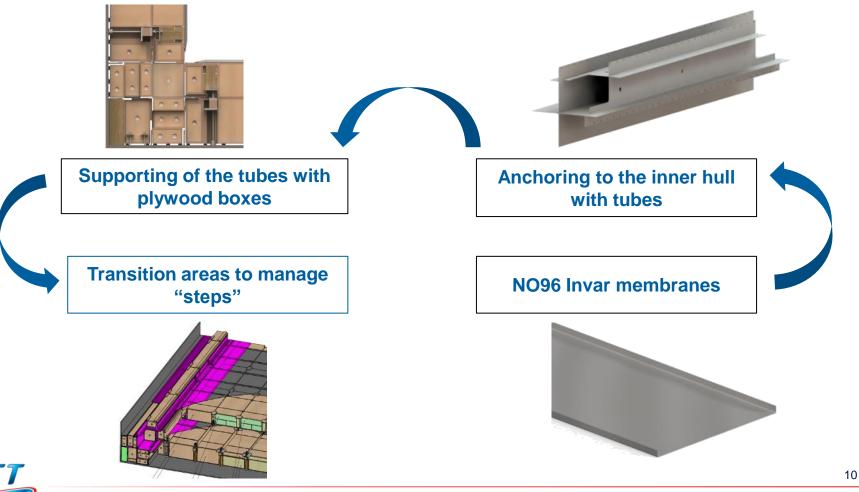
- NO96 Max: a new philosophy based on pillar geometry associated to densified plywood
 - Industrialization of this system requires investments and change of erection procedures
 - Extra-cost considered as not acceptable
- NO96 L03 and NO96 L03+: a progressive introduction of foam panels, only for 2^{ary} insulation space, without changing erection procedures

9

NO96 Flex System

Design challenges based on experience regarding last projects

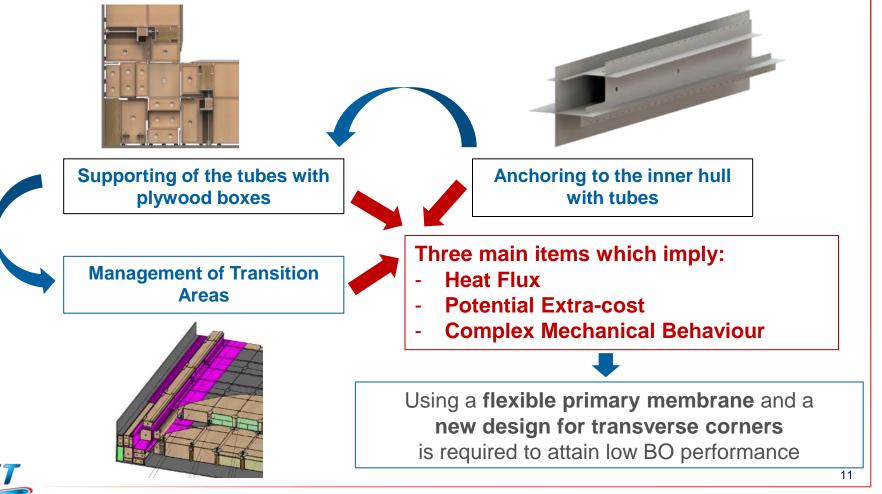
 Identification of the design levers in order to optimize the performance and the mechanical behavior



NO96 Flex System

Design challenges based on experience regarding last projects

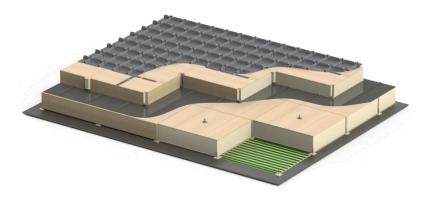
 Identification of the design levers in order to optimize the performance and the mechanical behavior



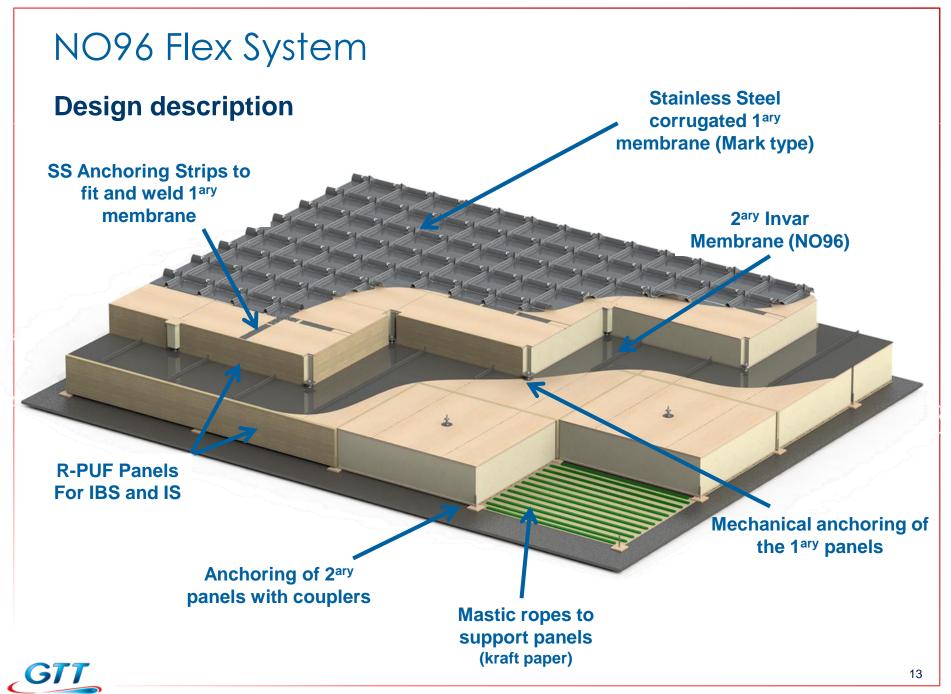
NO96 Flex System

Objectives of the project

- Improved thermal performances ...
 - BOR = 0.07%V/d
- ... by using the following design levers:
 - 1^{ary} membrane sufficiently flexible to avoid any strong anchoring to the inner hull
 - Optimized design for the corner areas (Longitudinal and Transverse corners)
 - Prefabricated R-PUF panels for IS and IBS
 - Unchanged 2^{ary} Invar membrane
 - Mechanical anchoring of the panels to the inner hull (couplers type)







LNG Offshore Market



GTT Presentation at Floating LNG Global – May 2019 CONFIDENTIAL

Newbuilding FSRUs in service

- 10 in service GTT NO96 membrane LNG-RV/FSRU
 - Excelerate, Exmar, MOL
 - Classed by BV
 - Offshore partial filling operations initially intended in the Gulf of Mexico and Massachusetts Bay
 - First unit delivered in 2005

15 in service GTT Mark III membrane SRV/FSRU

- Höegh, Golar, BW
- Classed by DNV GL
- Offshore partial filling operations initially intended in Massachusetts Bay
- First unit delivered in 2009
- More than 1,500 STS performed
- About 10 more FSRUs under discussion





NO96 LNG-RV (top), Mark III SRV (bottom)





FLNG orders: Four first large offshore units with membrane

Shell Prelude FLNG

- EPCIC awarded to Technip-SHI
- Storage tanks:
 - Two-row MkIII (220,000 m3 LNG)
 - Two-row MkIII (90,000 m3 LPG)



Petronas FLNG 1 (Kanowit)

- EPCIC awarded to Technip-DSME
- Production capacity: 1.2 mtpa of LNG
- Storage tanks:
 - Two-row NO 96 (177,000 m³ LNG)



- Petronas FLNG 2 (Rotan Sabah)
 - EPCIC awarded to JGC-SHI
 - Production capacity: 1.5 mtpa of LNG
 - Storage tanks:
 - Two-row Mark III (~180,000 m³LNG)

ENI CORAL South FLNG

- EPCIC awarded to TechnipFMC-JGC-SHI
- Production capacity: 3.4 mtpa of LNG
- Storage tanks:
 - Two-row Mark III (~239, 000 m³LNG)



Requirement to operate without filling limits

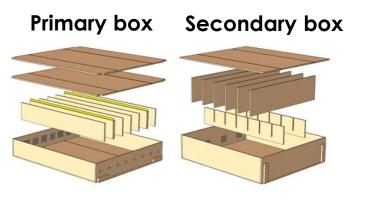
Sheltered site or exposed to open seas?

How to make sure the sloshing loads are acceptable?

With dedicated sloshing assessment leading to new tank design or appropriate CCS design reinforcement









Specific operations for FSRUs

Regas operations

Seasonal gas demand

Ship-to-Ship Operations

How to manage BOG ?

 \Rightarrow Increase the maximum tank pressure

 \Rightarrow Perform simulations to modelize the new CHS operations







FLNG versus LNGC

	LNGCs	FLNGs
	-Fillings <10%H or >70%H	-Fillings mostly between 15%H and 75%H
DESIGN	-"Mobile" Unit, designed for worldwide navigation	-"Fixed" Unit, site-specific design
	-Loading/Unloading operations at Onshore Terminal (calm environmental conditions)	-Offloading in offshore environment
MAINTENANCE	-Dry dock every 5 years	-No dry dock during FLNG life (up to 40 years)
	-All Tanks entry every 5 years -~10-20 subcontractors overall	 Minimize tank entry (impact on production) > RBI approach
	- 4-5 subcontractors for cargo	 ++ 100 subcontractors involved; → "Package" approach to minimize interfaces
	tanks	-1 single subcontractor for cargo tanks
« ENVIRONMENT »	-Cargo functionality; atmospheric pressure, -163°C	-Process units environment (pressures up to 500/700 barg, temperatures from – 160°C to 500°C)
HSSE	-As per LNG shipping industry	- « Oil & Gas » E&P standard; much more stringent compared LNG shipping industry
		GTT Presentation at Floating LNG Global – May 2019 CONFIDEN

Requirement to keep the FSRU on site

- FSRU = very flexible energy provider
- Dedicated on site contract :
- duration can exceed 5 years
- Specific environment

- Current Renewal Certificate
 - Standard LNGC regime
 - Tank inspection <u>every 5 years</u> <u>in dry-dock</u>

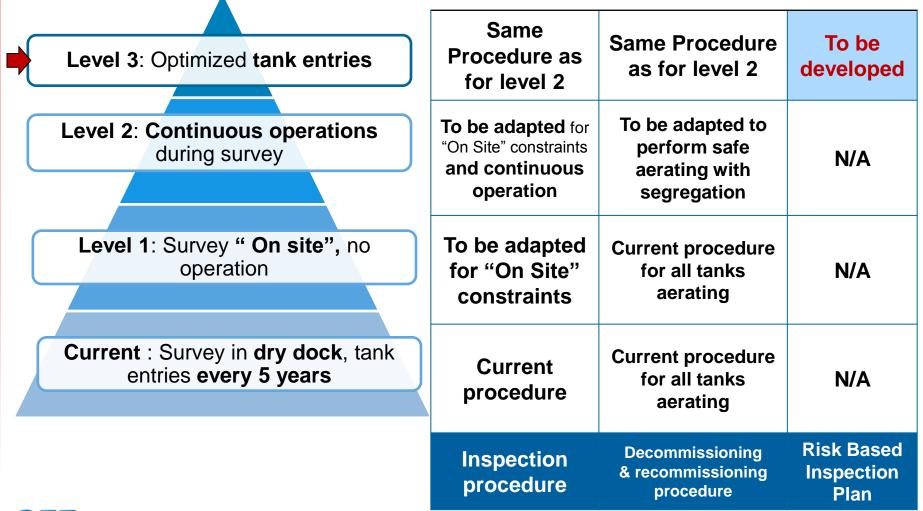
How to accommodate the existing standards to FSRU requirements ?



Develop a dedicated FSRU maintenance plan to minimize the downtime of FSRU operations



A dedicated solution for each FSRU



GBS : an innovative solution from small to large storage capacities



Gravity Based Structure

Gravity Based Terminals opportunities:

- LNG projects require flexibility on construction site & schedule
- Solutions adapted to nearshore conditions

GTT Membrane contributes to all caisson solutions

 GTT Membrane benefits from the combined experience of LNG Carriers and Onshore Tanks.



@ GTT - Acciona





Well adapted for large capacities...

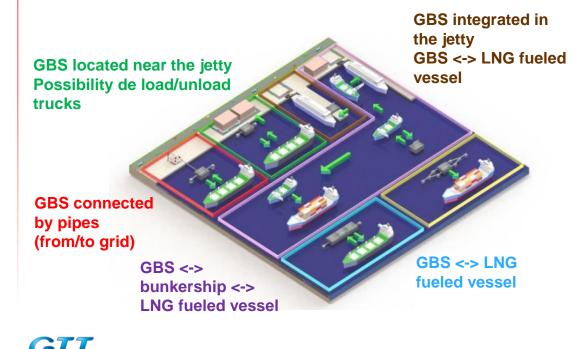
- GTT Membrane is an industrial system whose installation has a reduced impact on the overall schedule;
- GTT Membrane is a light system that optimizes the weight to size ratio;
- Many studies demonstrating the interest of the solution;
- Several FEED carried out with GTT technologies.





... and also for small sizes

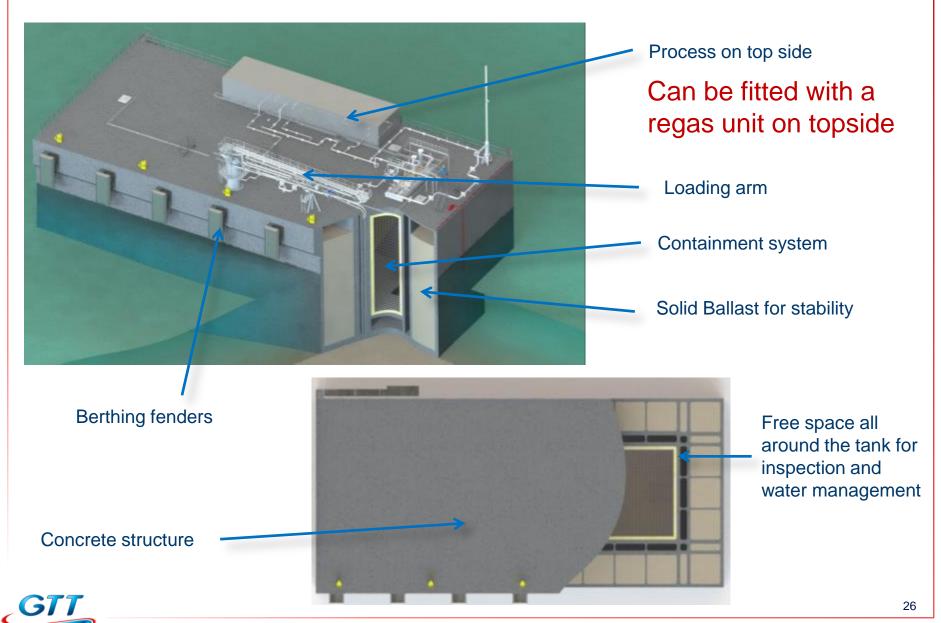
- Modular concept, can be adapted to projects in several phases;
- Caisson implantation can adapt to many of coastal profiles, at quay location or nearshore;
- The caisson can be equipped with bunkering facilities, equipment for electricity production etc...
- A Plug and Play concept.







All functions in a box



Concrete construction external to ports in floating docks



Construction in floating dock



Towing

Installation by ballasting and completion

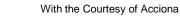








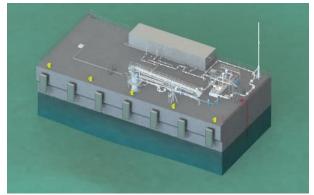
Commissioning



GTT Presentation at Floating LNG Global - May 2019 CONFIDENTIAL

Main advantages of GBS

- No land requirement / Reduced visual impact;
- Construction in controlled environment securing cost and schedule;
- Strong resistance to extreme environmental conditions;
- Remote industrial risk, far from inhabited areas (safety area);
- Easy access for vessels;
- Modular concept;
- Cost competitive.

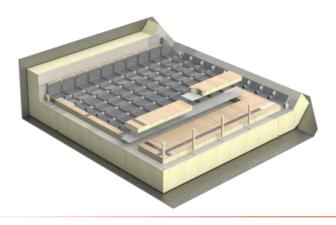


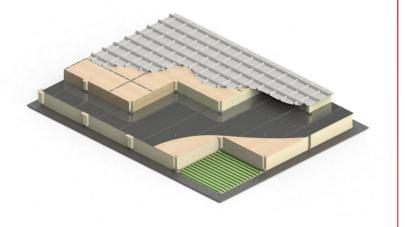




Conclusions

- Innovations on GTT containment systems are bringing significant savings and flexibility to the LNG industry
- Specificities of offshore LNG market may lead to some tank and cargo handling system design adaptations to make the life easier for the FLNG & FSRU operators
- GBS : an innovative solution taking benefit of a proven technology together with cost competitiveness







Thank you for your attention Thierry Clément – <u>tclement@gtt.fr</u>





This document contains information resulting from testing, experience and know-how of GTT, which are protected under the legal regime of undisclosed information and trade secret (notably TRIPS Art. 39) and under Copyright law. This document is strictly confidential and the exclusive property of GTT. It cannot be copied, used, modified, adapted, disseminated, published or communicated, in whole or in part, by any means, for any purpose, without express prior written authorization of GTT. Any violation of this clause may give rise to civil or criminal liability - © GTT 2010 – 2019

