

The Role of CCUS Clusters and Hubs in Reaching Carbon Neutrality: Case Study from the Baltic Sea Region

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The cross-border case study for the Baltic Sea Region includes the large emission sources from energy production, the cement industry, refineries, waste-to-energy plants and other large bio-emissions, identified in the Baltic States. The need to combine CO₂ emission sources from three countries into large CCUS cluster projects is explained by geological and regulatory limitations. Estonia, Latvia and Lithuania are situated within the common Baltic sedimentary basin. The best geological conditions for CO₂ geological storage are available in Latvia. In 2021 three countries produced about 15.9 Mt of large CO₂ emissions, including more than 2.2 Mt of bio-CO₂ emissions, located not far from the existing gas pipelines, which could connect emitters with storage sites and ports. The average optimistic storage capacity of the Cambrian Deimena Regional stage sandstones in the E6 structure, located 80 km from the Port of Klaipeda, is about 365 Mt CO₂. The largest onshore storage sites Dobeles, North-Blidene and Blidene have a total average optimistic storage capacity of about 402.6 Mt. CO₂ emissions from three countries, including bio-emissions, could be captured, transported, used and stored in geological structures during more than 50 years. The regulatory process to permit CO₂ storage in Latvia has been started, initiated by Latvian largest CO₂ producers. Considering that 14% of the reported emissions are of biological origin, carbon neutrality could be reached in the Baltic States. Hydrogen production and storage and geothermal energy recovery using CO₂ could be combined in the proposed CCUS clusters, using for H₂ storage small E6-B compartment of the E6 structure offshore and Blidene structure onshore.

1. Introduction

Today, CCUS projects around the world store about 45 million tons of CO₂/per year. To reach climate neutrality we need to increase CO₂ storage from millions into billion tons/year. CCUS clusters and hubs are one of the options to accelerate this needed scale-up. We revealed at least 10 advantages of using CCUS clusters and hubs: 1) faster scale-up, 2) decrease the unit cost, 3) reduce the risk of investment, 4) reduce cross-chain risk, 5) governmental support, 6) new jobs, 7) CO₂ use revenues, 8) synergy with renewables, 9) synergy with CO₂ negative technologies and 10) increased public awareness and improved perception.

The objective of this study is to propose cross-border CCUS clusters and hubs which could help Baltic States to become carbon-neutral, or even negative in situations of geological and regulatory limitations and uneven distribution of the produced large CO₂ emissions in three countries.

The largest total CO₂ emissions (8.2 Mt, Table 1) and 11.5 t per capita are produced in Estonia, and the lowest in Latvia (1.8 Mt, Table 2 and 3.85 t per capita) (EU ETS, 2022, Cripa et al, 2022). Estonia, Latvia and Lithuania are located in the common Baltic Sedimentary Basin, while the best CO₂ storage capacity and geological conditions for gas storage are available in Latvia. In Estonia sedimentary basin is too shallow and there are no suitable structures found. In Lithuania, the depth of the prospective Cambrian Deimena Formation sandstone is increasing for more than 2 km and reservoir properties became less favourable for CO₂ gas storage (less porosity and higher temperature).

At the present time, CO₂ geological storage is forbidden in all three countries. In Estonia, such regulations were implemented based on the lack of suitable CO₂ geological storage sites, while in Lithuania CO₂ storage was permitted before 2019 when the new government banned it. CO₂ injection for research purposes is permitted in

Latvia and Estonia. The process of changing climate strategy, policy and CCS regulations is ongoing in Latvia initiated by the largest CO₂ producers (Latvenergo and Schwenk Latvia). Among the Baltic States, only Estonia is a member of the London Protocol and implemented an amendment to Article 6 permitting the export of CO₂ for offshore storage under the seabed in deep geological structures. In this situation, Estonia, Latvia, and Estonia can share their efforts and available resources to create common CCUS clusters.

2. Data and methods

CO₂ emissions produced in 2021 and reported in EU ETS (2022) were used for the CCUS scenario. Additionally, bio-CO₂ emissions were assessed from national reports for Estonia and data on bio-CO₂ for Lithuania were added from data from CaptureMap provided by Endrava used in the mapping of CO₂ emissions sources in the CCUS ZEN project. Minimum, maximum, and average capacities were estimated using minimum, maximum, and average porosities for optimistic and conservative cases for all structures in our previous research (Shogenov 2013a, 2013b; Simmer, 2018). Data on CO₂ storage sites and CO₂ emission sources collected by the CCUS ZEN project in the Q-GIS system was used and updated to propose Baltic onshore and offshore CCUS clusters. We applied 95% as an average CO₂ capture rate, considering 90, 95 and 99% capture rates for various advanced capture technologies (IEAGHG, 2019).

3. CO₂ emission sources

The largest fossil CO₂ emission sources in Estonia are represented by four power plants (PP) and three shale oil plants (SOP) (Table 1). All these plants, located in the North-East of Estonia, use Estonian oil shales for energy and oil production. Among them, Eesti Energia (Enefit) PPs also produce bio-emissions during the co-combustion of wood waste together with oil shale. Additionally, several Estonian plants produce bio-emissions, including paper and pulp production (Horizon Paper Factory), energy co-generation plants (Fortum plant in Pärnu and Anne plant in Tartu) and one waste-to-energy plant (WtE) located in Iru near Tallinn. In total about 8.2 Mt CO₂ was produced in 2021, including 6.4 Mt from fossil fuels and 1.76 Mt of bio- CO₂.

Table 1: Large CO₂ emissions produced in Estonia in 2021

| N | Plant Name | Region | Sector | CO ₂ produced in 2021, kt | | Total CO ₂ , kt |
|--------------------------------|---------------------------|---------|--------|--------------------------------------|----------------------|----------------------------|
| | | | | Fossil CO ₂ | Bio- CO ₂ | |
| 1 | Eesti PP | Auvere | Power | 2,607,958 | 16,000 | 2,623,958 |
| 2 | Auvere PP | Auvere | Power | 885,666 | 409,944 | 1,295,610 |
| 3 | Auvere SOP | Auvere | SOP | 788,760 | - | 788,760 |
| 4 | Balti PP | Narva | Power | 645,847 | 187,767 | 833,614 |
| 5 | VKG SOP | NEE | SOP | 697,209 | - | 697,209 |
| 6 | VKG Energia North TP | NEE | Power | 593,857 | - | 593,857 |
| 7 | Kiviõli Chemical Plant | NEE | SOP | 159,357 | - | 159,357 |
| 8 | Horizon Paper Factory | Kehra | Paper | 12,888 | 239,481 | 252,369 |
| 9 | Utilitas Tallinn PP | Tallinn | Power | 9,796 | 259,000 | 268,796 |
| 10 | Fortum Cogeneration Plant | Pärnu | Power | - | 268,000 | 268,000 |
| 11 | Anne Cogeneration Plant | Tartu | Power | - | 244,450 | 244,450 |
| 12 | Iru Waste to Energy Plant | Iru | WtE | - | 138,483 | 138,483 |
| Total CO ₂ produced | | | | 6,401,338 | 1,763,125 | 8,164,463 |

The largest CO₂ emissions in Latvia are produced by four plants including Schwenk Latvia cement plant in Broceni and three PPs located near Riga (two Latvenergo PPs and one Rigas Siltums thermal plant). Together they produced 1.75 Mt CO₂ in 2021 (Table 2). Bio-emissions were not reported by emitters to national authorities in Latvia.

Table 2: Large CO₂ emissions produced in Latvia in 2021

| N | Plant Name | Region | Sector | CO ₂ produced, kt |
|-----------------------|------------------|---------|--------|------------------------------|
| 1 | Schwenk Latvia | Broceni | Cement | 752,118 |
| 2 | Latvenergo Tec-2 | Riga | Power | 675,287 |
| 3 | Latvenergo Tec-1 | Riga | Power | 227,341 |
| 4 | Rigas Siltums TP | Riga | Power | 99,743 |
| Total CO ₂ | | | | 1,754,489 |

The largest CO₂ emissions in Lithuania are produced by five plants including Achema, Orlen refineries, Akmenes Cement and two power plants in Vilnius. Together with two WtE cogeneration plants 5.54 Mt CO₂ were produced in Lithuania and reported in EU ETS in 2021. Another three waste-to-energy plants produced together 0.45 Mt bio-CO₂. About 6 Mt of CO₂ emissions were produced in Lithuania by large emitters in 2021 (Table 3).

Table 3: Large CO₂ emissions produced in Lithuania in 2021

| N | Plant Name | Region | Sector | CO ₂ produced in 2021, kt | | Total CO ₂ , kt |
|-----------------------|--------------------------------|----------|------------|--------------------------------------|---------------------|----------------------------|
| | | | | Fossil CO ₂ | Bio-CO ₂ | |
| 1 | Achema | Kaunas | Chemicals | 2,208,916 | | |
| 2 | Orlen Lietuva | Telšiai | Refineries | 1,501,524 | | |
| 3 | Akmenės Cement | Šiauliai | Cement | 997,056 | | |
| 4 | Lietuvos Energijos Gamyba, PP | Vilnius | Power | 304,646 | | |
| 5 | Vilniaus Šilumos Tinklai PP N2 | Vilnius | Power | 293,090 | | |
| 6 | Kaunas WtEP | Kaunas | WtE | | 198,000 | |
| 7 | Vilnius WtEP | Vilnius | WtE | | 169,000 | |
| 8 | Fortum Klaipeda WtEP | Klaipeda | WtE | 126,007 | | |
| 9 | UAB "Toksika" hazardous WtEP | Šiauliai | WtE | | 79,000 | |
| 10 | UAB Kauno WtEP | Vilnius | WtE | 112,704 | | |
| Total CO ₂ | | | | 5,543,943 | 446,000 | 5,989,943 |

4. CO₂ storage sites

The most prospective CO₂ storage reservoir in the Baltic States is related to Deimena Regional stage sandstones of the Cambrian Wuliuian Stage. Estimated earlier storage capacity is about 400 Mt onshore and 300 Mt CO₂ offshore (Šliaupa, 2013). Since 2013 CO₂ storage capacity of the largest structures has been re-estimated and static structural geological models were constructed for four west Latvian onshore structures (Dobeles, South-Kandava, Blidene, and North Blidene) and offshore structure E6 (Shogenov et al. 2013a, 2013b; Simmer 2018). The largest storage capacity onshore is available in the North-Blidene and Dobeles structures and the largest storage site offshore is E6 structure (Table 4).

The North Blidene and Blidene structures located in western Latvia were recently applied in the Estonian-Latvian onshore CCUS scenario (Shogenova et al, 2021). Their optimistic and conservative CO₂ storage capacity was estimated by Simmer (2018), (Table 4). The North Blidene is an anticlinal uplift cut by west-east striking fault. The Blidene uplift is located in the down-dip block confined by the paralleling fault to the south and verging SW-NE of, the amplitude of down-thrust fault is about 400 m. These two structures are studied by five wells (Figure 1). The estimated area of the Dobeles structure considering closing contour of 1075 m is 70 km² and amplitude is up to 110 m. The tectonic structure is located on the hanging-wall of the west-east oriented fault. These three structures are confined to the common Saldus-Inčukalna elevated fault zone. The Dobeles uplift was drilled by 17 deep wells penetrating the Cambrian Deimena Formation and 5 wells were drilled in the hanging wall of the controlling fault (Figure 2). The Cambrian reservoir is represented by quartz sandstones interbedded by thin layers of sandy siltstone and mudstones. Deimena Formation sandstones were defined at 965–1013 m depth in the Db91 well, and 1346–1390 m depth in the Db92 well (Shogenov 2013a, Janson and Zeltins, 2015).

The E6 offshore structure (Figure 3, right) was discovered by seismic exploration and drilled in 1984 by well E6-1 (1068 m depth) located 37 km from the coast of Latvia. The structure coincides with the zone of Liepaja-Saldus uplifts and was estimated as prospective for oil exploration in the 10.5 m thick Upper Ordovician Saldus Formation reservoir. The structure is an anticline bounded on three sides by faults. The E6 structure consists of two different compartments (E6-A and E6-B) divided by the inner fault. The total area of the structure is 600 km² considering the closing contour of the reservoir top located at a depth of 1350 m (BSL). The area of the larger E6-A part is 553 km². Prospective for CO₂ storage Cambrian Deimena Formation reservoir in the E6 structure was assessed as the largest storage site in the region. The Deimena Formation consists of quartz oil-stained sandstones with subordinate shale layers deposited in a shallow marine basin. The major Deimena reservoir overlies the shales of the Kybartai Regional stage (40 m thick). The Cambrian reservoir is sealed by large thick Silurian-Ordovician shale cap rock of 268 m thick in well E6-1. Offshore E6 structure has a smaller depth compared to onshore structures. Both onshore and offshore structures have good reservoir properties, while the temperature is higher offshore (36°C) compared to 18–23°C onshore. Because the lower temperature is more suitable for CO₂ storage, the density of CO₂ stored will be higher onshore than in offshore structure (Table

4). All structures discussed in the paper were drilled by one (E6) to 23 (Dobele) wells that can be rated as an Optimistic scenario, rather than Conservative scenario, considering of seismic exploration, drill cores, logging, hydrogeological, geothermal and other data available.

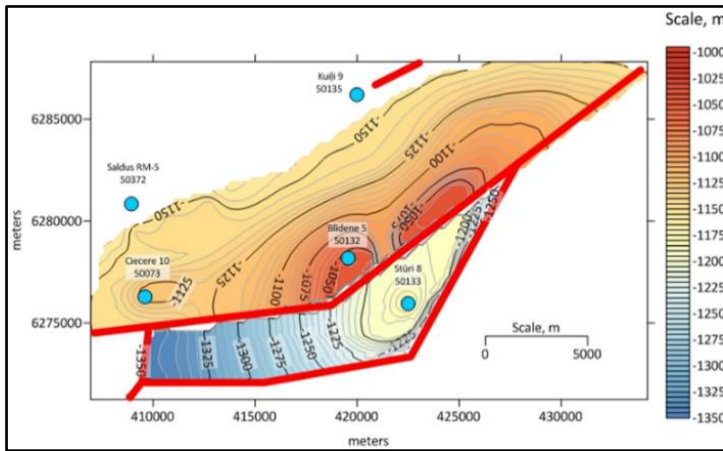


Figure 1: Contour maps of the Deimena Formation in the North Blidene (above) and the Blidene (below) structures. A fault line is indicated with a red polyline (Shogenova et al, 2021).

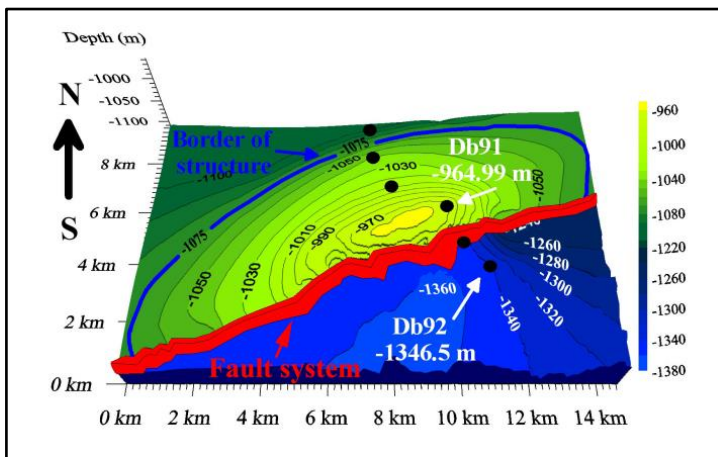


Figure 2: Structural model of the Dobele onshore storage site in Latvia (Shogenov et al., 2013a, b).

Table 4: Parameters of CO₂ storage sites selected for the Baltic scenario

| Parameters | North Blidene | Blidene | Dobele | E6-A |
|---|----------------|---------------|-------------|-------------|
| Depth of reservoir top, m | 1035-1150 | 1168-1357 | 965-1013 | 848-901 |
| Reservoir thickness, m | 48 | 66 | 52 | 53 |
| Trap area, km ² | 141 | 62 | 70 | 553 |
| CO ₂ density, kg/m ³ | 881 | 866 | 900 | 658 |
| Net to gross ratio, % | 75 | 80 | 85 | 90 |
| Salinity, g/l | 100-114 | 100-114 | 108-119 | 99 |
| Permeability, mD (10 ⁻¹⁶ m ²) | 370-850 | 370-850 | 0.1-670/360 | 10-440(170) |
| T, °C | 18 | 22.9 | 10.2-18.2 | 36 |
| Storage efficiency factor | | | | |
| Optimistic/Conservative (%) | 30/4 | 5/3 | 20/4 | 10/4 |
| Porosity (min-max/avg), % | 12.5-25.6/20 | 13.5-26.6/21 | 10-26/19 | 14-33/21 |
| Optimistic CO ₂ storage capacity (min-max/avg), Mt | 167-342/267 | 19-37.5/29.6 | 56-145/106 | 243-582/365 |
| Conservative CO ₂ storage capacity (min-max/avg), Mt | 22.2-45.5/35.6 | 11.4-2.5/17.8 | 11-29/21 | 97-233/146 |

5. Technical modelling of the Baltic CCUS clusters

Two large CCUS clusters could be composed of Estonian, Latvian, and Lithuanian large emission sources and the most prospective storage sites in Latvia (Figure 3).

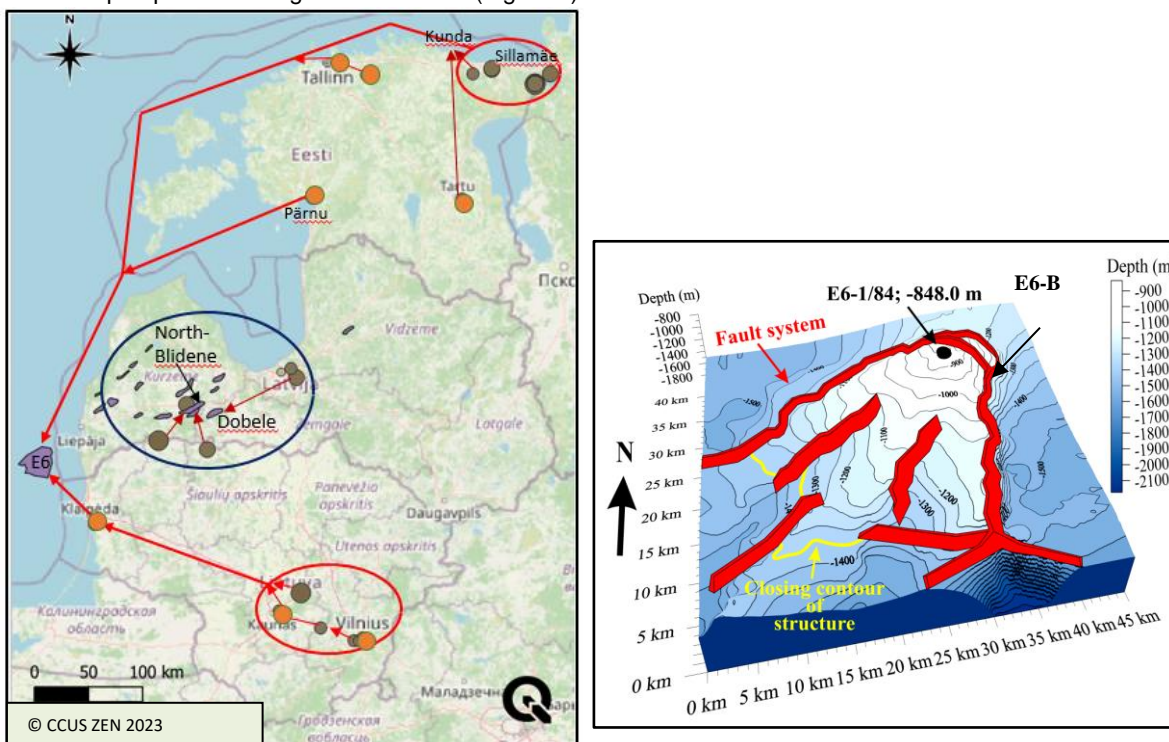


Figure 3: Right: Structural model of E6 storage site offshore Latvia (Shogenov, 2013a, b).

Left: Estonian-Latvian-Lithuanian CCUS clusters. Large fossil CO₂ emissions reported in EU ETS are shown by brown circles. Bio-CO₂ emissions and waste to energy plants (not reported in EU ETS) are shown in orange points. The onshore cluster is shown by the large blue oval, while the offshore CCUS cluster is shown by red circles and arrows (updated after the CCUS ZEN project Q-GIS database).

The Baltic offshore cluster includes all large Estonian and Lithuanian fossil and bio-emission sources – one of which Klaipeda WtE Plant and other sources located in central and south-eastern Lithuania. The CO₂ is supposed to be transported from proximal emitters by pipelines, while the E6 structure is to be linked by pipelines and ships, located as far as 80 km from Klaipeda Port. Estonian north-east cluster, composed of seven emission sources (four plants produced only fossil emissions and three power co-generation plants using both oil shales and biomass for energy production) will use CO₂ pipeline or truck/train transport to Sillamäe and Kunda ports and then ship CO₂ to the E6 storage site in Latvia (615 km by ship from Sillamäe). This cluster will be able to capture and store annually 11.1 t CO₂, including 9 Mt of fossil and 2.1 Mt of bio-CO₂.

The Baltic onshore cluster includes four of the largest Latvian CO₂ emitters and two Lithuanian plants located close to the Latvian-Lithuanian border (Orlen refinery and Akmenes cement plant, owned by Schwenk).

Table 5: CCUS full value chain clusters

| N | Cluster Name | Number of emitters | Fossil CO ₂ Mt | Bio- CO ₂ Mt | Total CO ₂ Mt | Storage site | Capacity Opt/Cons. Mt | Trans- port | Distance km |
|---|---------------------|--------------------|---------------------------|-------------------------|--------------------------|-------------------------|-----------------------|-------------------|------------------|
| 1 | Latvian Onshore | 3 | 1.0 | | 1.0 | Dobele | 106/21 | Pipelines | 150 |
| 2 | Lat-Lit Onshore | 3 | 3.25 | | 3.25 | North-Blidene & Blidene | 267/35.6 29.6/17.8 | Pipelines | 15-185 |
| 3 | Est-Lit Offshore E6 | 20 | 9.45 | 2.21 | 11.66 | E6A | 365/146 | Pipelines Ship | 30-140 80-645 |
| | Total produced | 26 | 13.7 | 2.21 | 15.91 | | 767.6/220.4 | | |
| | Total stored | 26 | 13.02 | 2.1 | 15.23 | | | | |

This cluster will store annually 3.1 Mt CO₂ from three plants (Latvian and Lithuanian Schwenk-owned cement plants and Orlen Refinery) in the onshore North Blidene and Blidene structures. Latvian two Latvenergo PP and one Rigas Siltums TP located in the Riga region will transport about 0.95 Mt CO₂ in the Dobeles storage site in western Latvia using up to 150 km CO₂ pipelines.

The alternative CO₂ use option for Estonia is the application of CO₂ for mineral carbonation of Estonian burned oil shale (BOS) (Shogenova et al, 2021). Another option is the use of CO₂ for geothermal energy recovery in the E6 structure for the local energy needs of the drilling rig. The Baltic countries are looking forward to produce hydrogen. It can be stored in the smaller E6-B compartment of the E6 structure offshore and/or in the Blidene structure onshore (Figures 1-3).

Total amount of 15.23 Mt of fossil and bio- CO₂ emissions could be captured, transported, used and stored, while only 13.7 Mt of fossil CO₂ gas was produced in 2021. The negative balance is calculated about 1.53 Mt CO₂.

6. Conclusions

- The two largest onshore and one offshore storage sites in Latvia have the capacity to store all large Estonian, Latvian, and Lithuanian fossil and bio-CO₂ emissions.
- A total 15.1 Mt of fossil and bio- CO₂ could be captured, transported, used and stored, while only 13.7 Mt of fossil CO₂ produced annually. The negative balance is about 1.4 Mt CO₂.
- Additional revenues will come from geothermal energy recovery in Latvia for local heating and cooling needs, CO₂ mineral carbonation of BOS in Estonia and hydrogen production and storage in the Baltic CCUS clusters.
- The average optimistic storage capacity of the studied structures will be enough for more than 50 years, while conservative for 14.5 years. The CCUS cluster scenario represents the substantial volume to store the emitted CO₂ for the long transitional period. Additional structures in the western Latvia located near the largest ones could be also developed for CO₂ and H₂ storage.

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