

An aerial photograph of a speedboat moving across dark, choppy water. The boat is positioned in the upper right quadrant, leaving a wide, white, frothy wake that curves and spreads out behind it. The overall scene is high-contrast, with the bright white foam of the wake standing out against the deep blue and black tones of the water.

SCOR

The Art & Science of Risk



Steel Industry: new technologies and associated risks

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SCOR P&C




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Content

Steel Industry: new technologies and associated risks



-  **1** The steel industry today
-  **2** The current challenges
-  **3** The strategies
-  **4** Introduction of New Hazards

1. The steel industry today

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Iron ore = Iron oxide $FeO + Fe_2O_3$

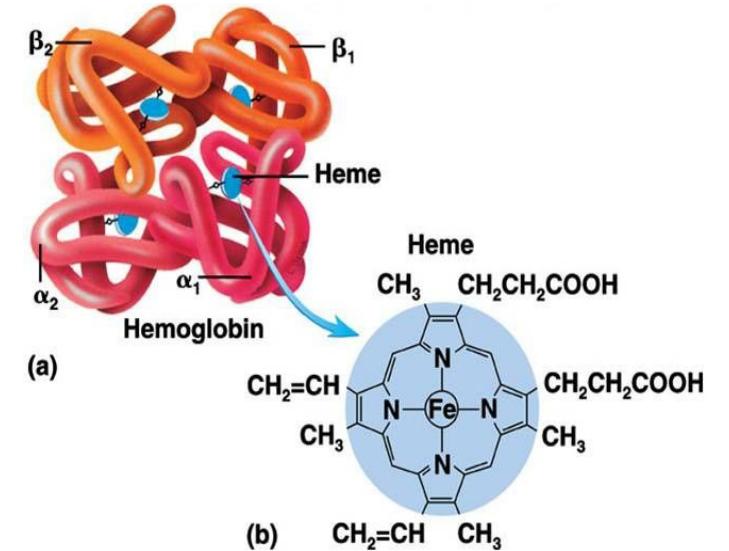


2) Mineral (iron oxide)



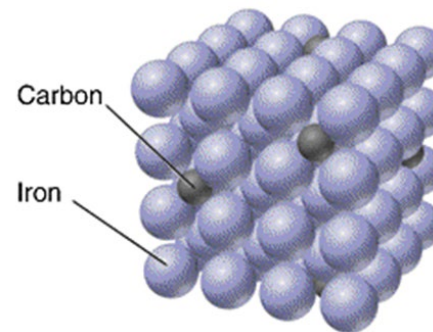
1) Metal (element)

Basic Chemistry



3) Essential mineral for human

5) "Iron" or iron alloy:
(2 to 5% Carbon)



Steel or iron alloy:
(up to 2% Carbon)

4) Alloy (Iron + Carbon)

1. The steel industry today

Basic Chemistry

Iron ore = Iron oxide $\text{FeO} + \text{Fe}_2\text{O}_3$



= Mineral

1) Iron Making



2) Steel Making

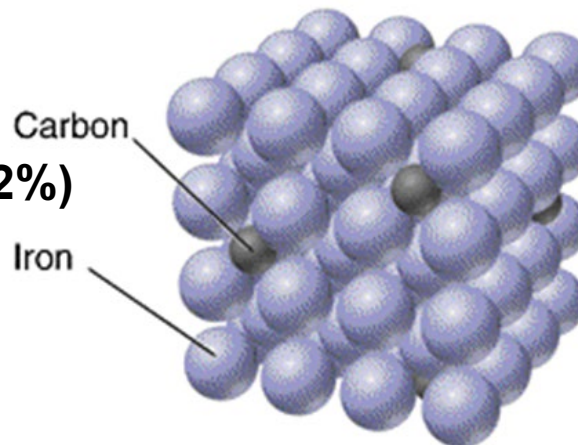
"Iron"

90-95% Iron
(#4-5% Carbon)

= Alloy

Steel (Iron + Carbon) (up to 2%)

= Alloy



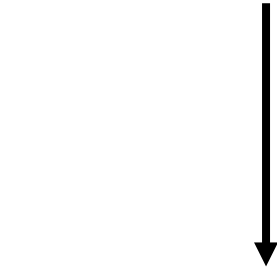
1. The steel industry today

■ Blast Furnace (BF)

Mineral



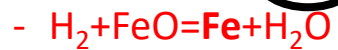
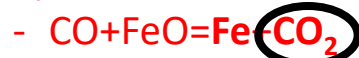
Alloy
(#4-5% Carbon)



6) Boudourd reaction:



5) Gas-solid reactions:



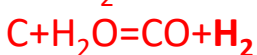
4) Cohesive zone liquid phases:

- Iron and slag phase: unreduced iron oxide **FeO**

- Direct reduction:



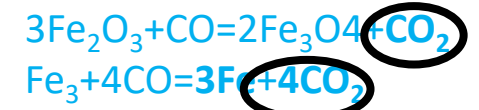
3) Oxygen in the blast reacts with coke and carbon:



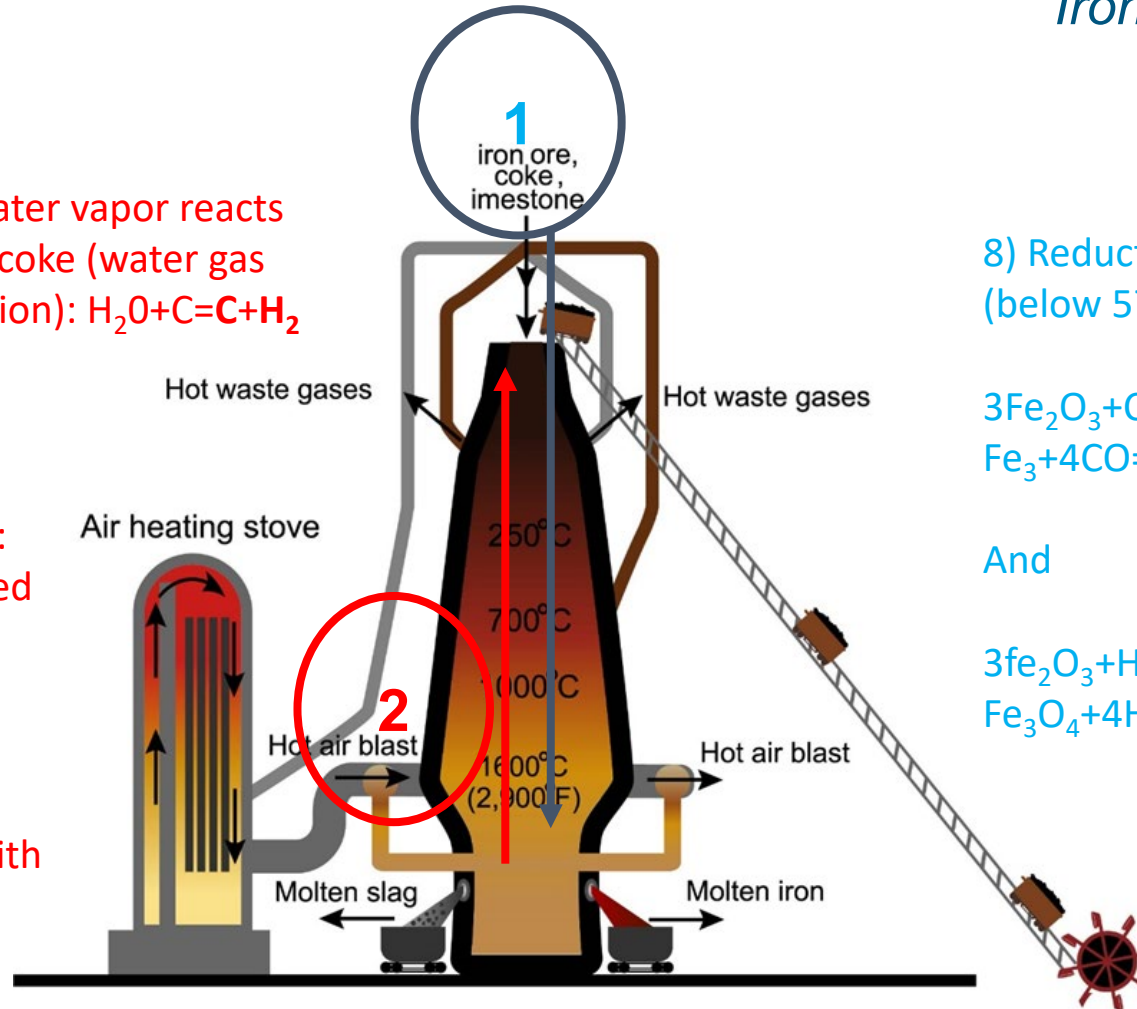
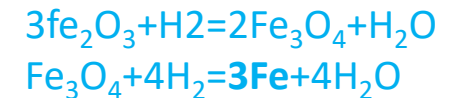
7) Water vapor reacts with coke (water gas reaction): $\text{H}_2\text{O} + \text{C} = \text{C} + \text{H}_2$

Iron Making

8) Reduction of iron oxides (below 570°C)



And

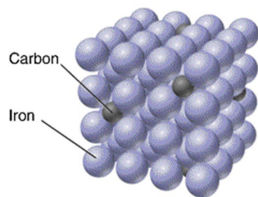


1. The steel industry today

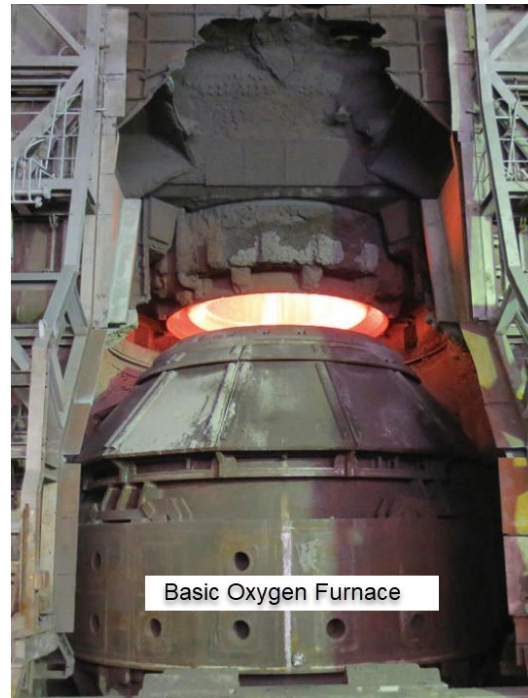
Steel Making

- Molten iron is refined into steel by reducing the carbon content and adding oxygen, lime, scrap metal and alloys.

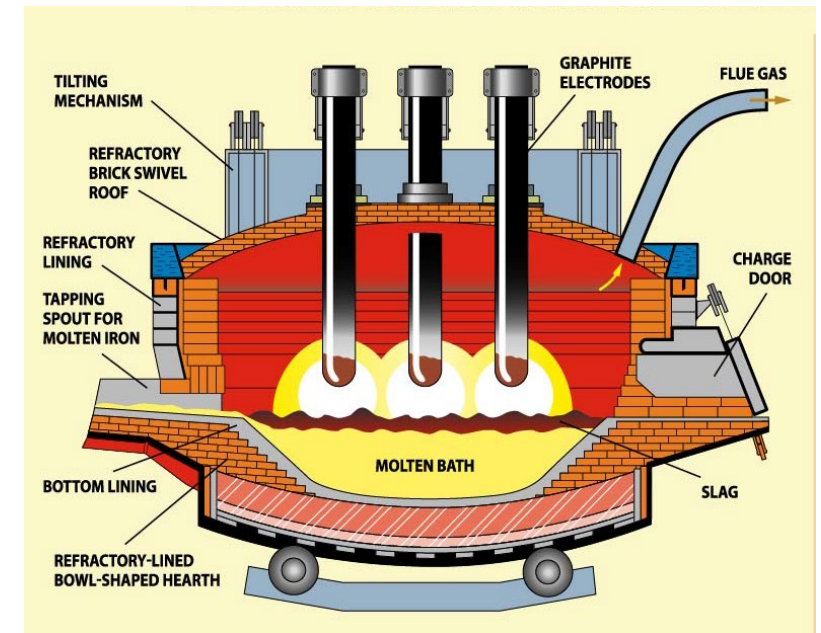
Iron
90-95% Iron
(#4-5% Carbon)
= Alloy



Basic Oxygen Furnace / Steelmaking (BOF/BOS)



Electric Arc Furnaces (EAF)



2. The current challenges

2. The current challenges

Moving to « Green Steel »

- Steel industry: reportedly accounting for an 7-8% of global CO₂ emissions (BF).
 1. Need to achieve 55% reduction of CO₂ emissions by 2030 (vs. 1990 levels).
 2. Need to adopt a new business strategy that aligns profit goals with a company's environmental policies.
 3. This alignment should be efficient enough to sustain and grow a business while preserving the environment.



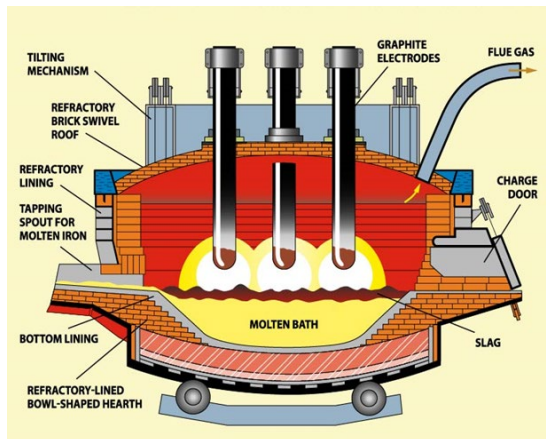
3. The strategies

3. The strategies

Recycled Steel

- Around 30% of the world's steel is reportedly made from recycled steel.

1. Steel recycling is mainly done in arc furnaces, driven by electricity.

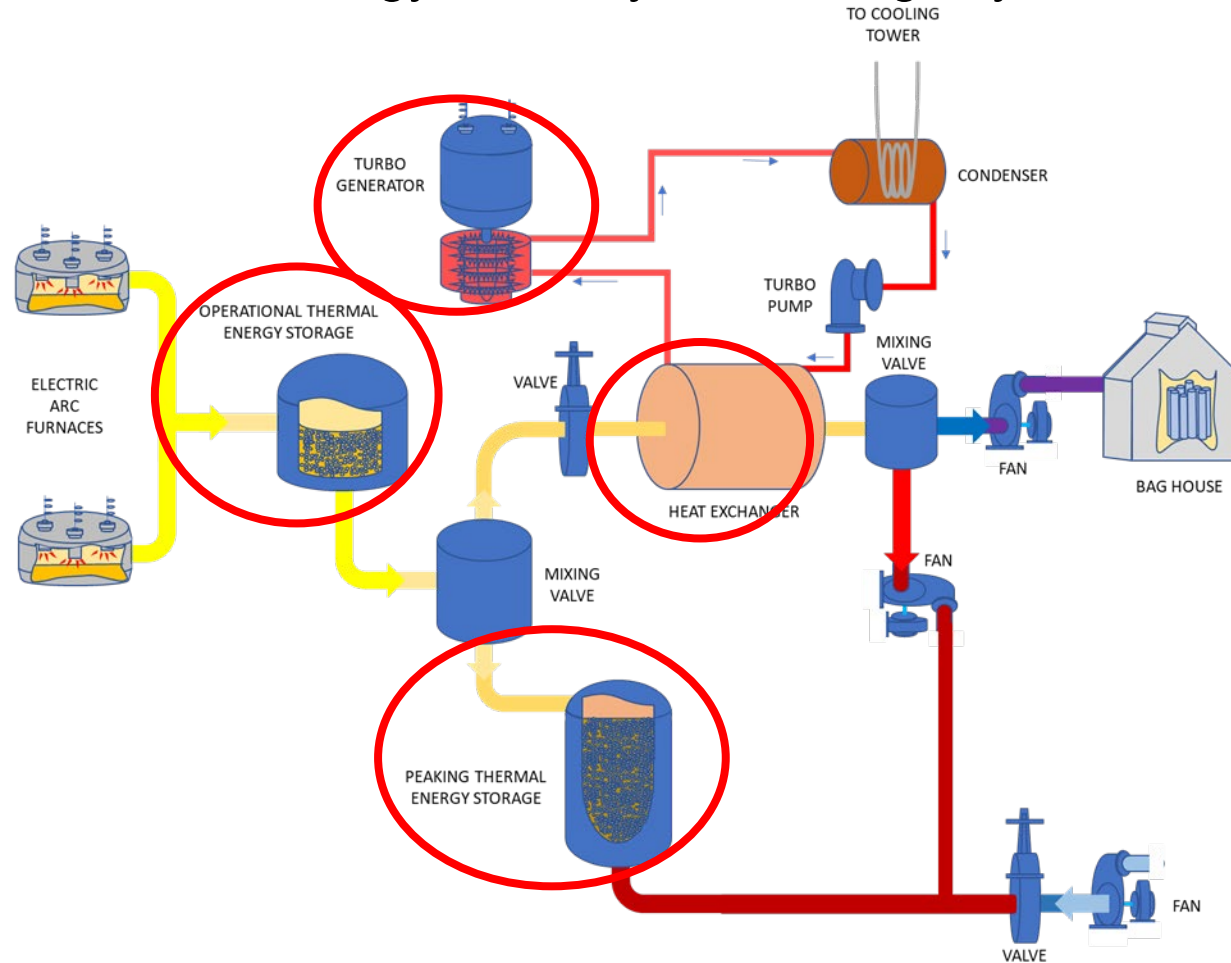


2. Each ton of steel produced using this method produces about 0.4 tons of CO₂ – mostly due to emissions produced by burning fossil fuels for electricity generation.

3.The strategies

Energy recovery

- Example of steel arc furnace energy recovery and storage system:



3. The strategies

Breakthrough Technologies

- Goal: 55% reduction of CO2 emissions by 2030 (vs. 1990 levels).
- 1. New emerging path: making “green steel”, made using hydrogen rather than coal.
- 2. Using hydrogen for the Blast Furnace (BF):
 - a) The BF needs more externally added heat to keep the temperature high.
 - b) Solid coal in the main body of the furnace cannot be replaced with hydrogen.
 - c) Biomass alternative blended with coal being developed:
 - i. Sustainable sourcing issue
 - ii. Fossil-fuel derived emissions to be captured and stored



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3. The strategies

Breakthrough Technologies

- Direct reduced iron (DRI) or (Natural Gas-NG)-based direct reduction (DR):
 1. Less than 5% of production
 2. Two dominant gas-based process: MIDREX and HyL III
 3. Use of massive amount of natural gas enriched with hydrogen
 4. The reaction takes place in a reactor
 5. The result is almost pure iron to be used in EAF for making steel
 6. Overall emissions are lower than BF (more electricity. No coal!)

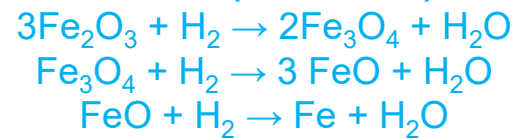
3. The strategies

Breakthrough Technologies

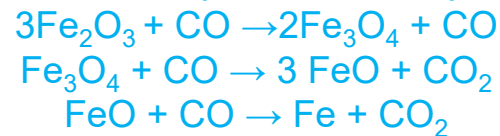
- Direct reduced iron (DRI) or (Natural Gas-NG)-based direct reduction (DR): MIDREX process

3) Reactions in the reactor:

With H₂ (Reduction):



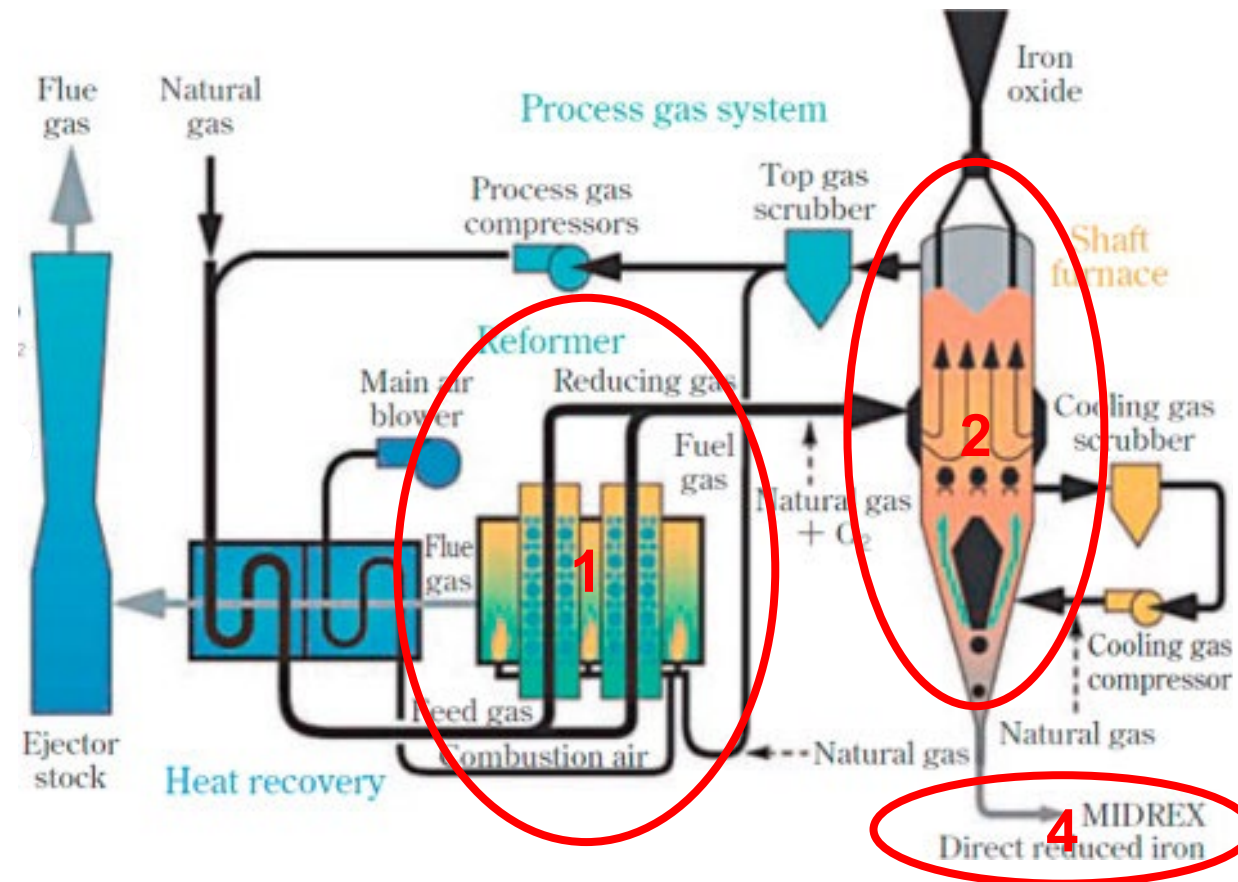
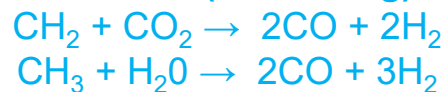
With CO (Carburization):



With Solid Carbon:



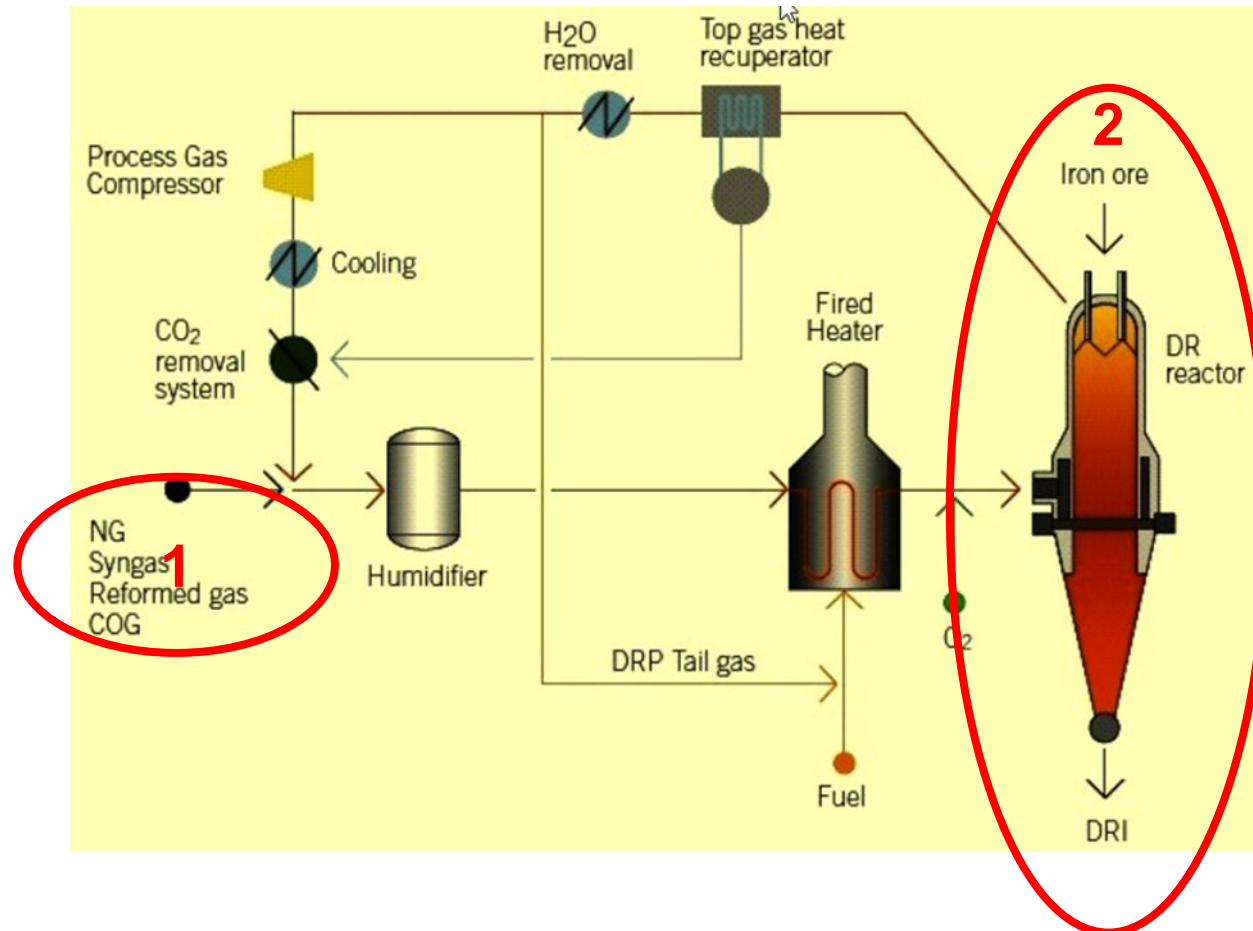
With CH₄ (Reforming):



3.The strategies

Breakthrough Technologies

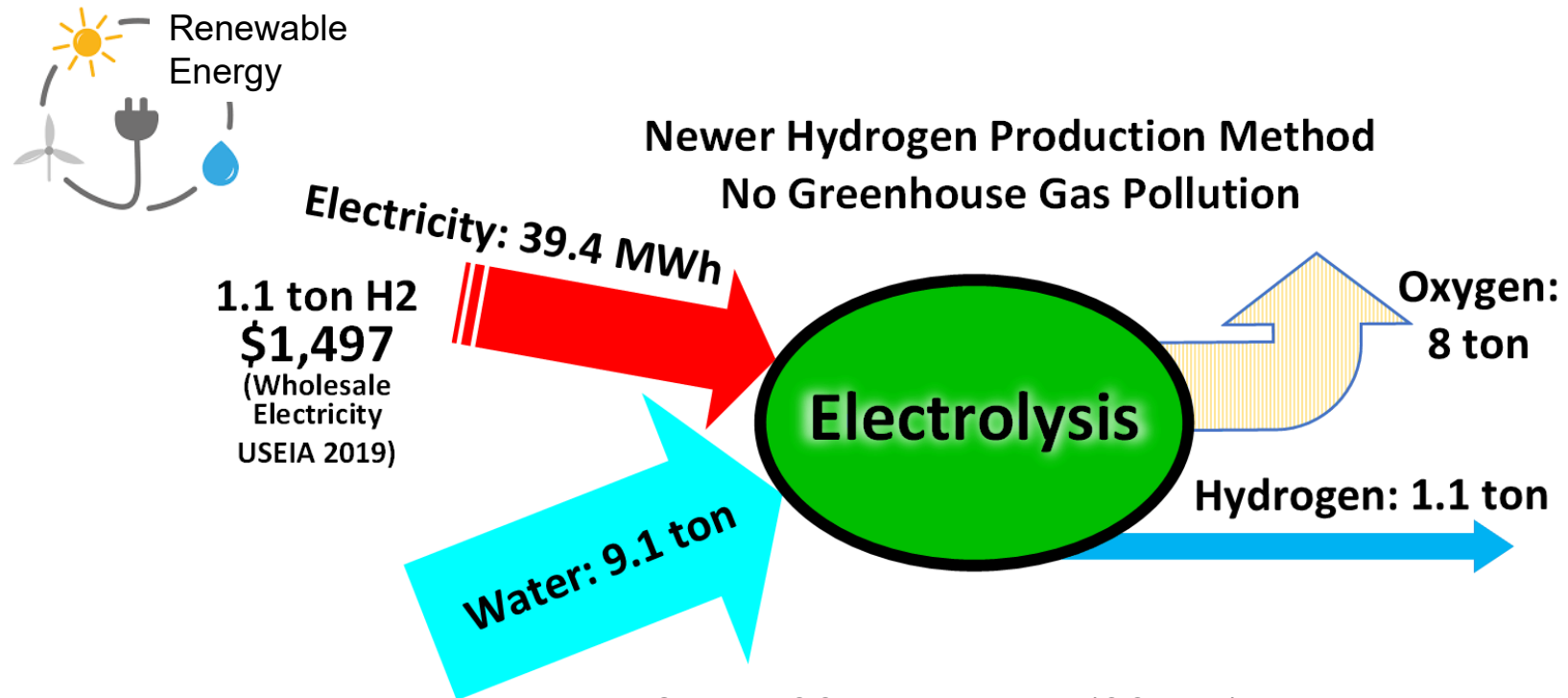
- Direct reduced iron (DRI) or (Natural Gas-NG)-based direct reduction (DR): HYL process



3.The strategies

Breakthrough Technologies

- Hydrogen-based direct reduction (H-DRI):



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Public Domain Dedication

3. The strategies

Breakthrough Technologies

- High-temperature iron electrolysis:



1. Electrometallurgy = electrochemical process
2. Iron electrolysis is estimated to use 15-30% less electricity per ton of steel produced, relative to the hydrogen-based DRI route
3. Use of an inert anode is critical
4. Difficulties in finding a suitable non-consumable anode material capable of weathering the challenging conditions of the process.
5. Could come to the market by 2035



4. Introduction of New Hazards

4. Introduction of New Hazards

- Main issues:

1. Supply chain
2. Hazmat
3. Moisture content
4. Steel quality



Use of Recycled Steel



4. Introduction of New Hazards

Electric Power Co-Generation

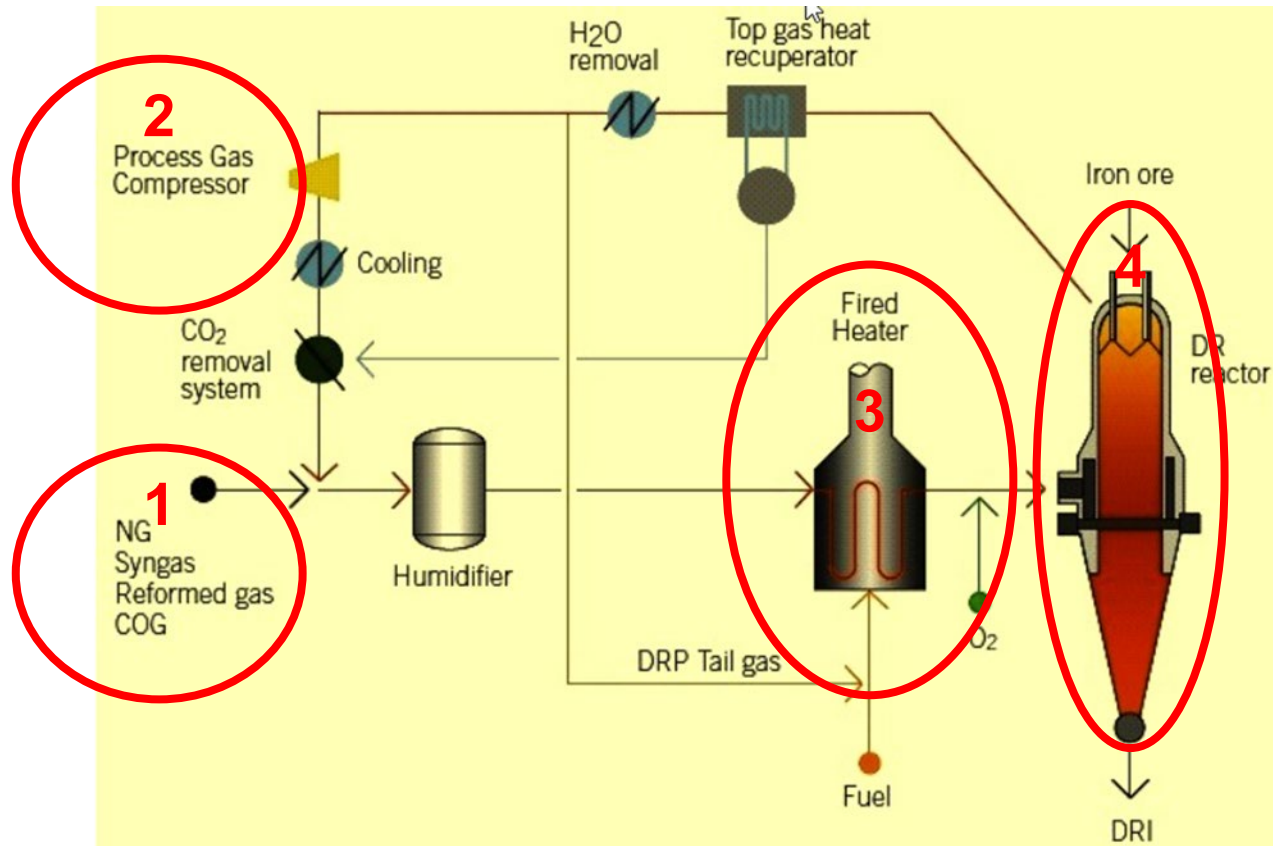
- Becoming a Power Plant Operator in addition to steel maker:



4. Introduction of New Hazards

Direct reduced iron (DRI) or (Natural Gas-NG)-based direct reduction (DR)

■ HYL process:



Reforming of natural gas

High Temperature & Pressurized Reduction Process

Further methane reforming in-situ

4. Introduction of New Hazards

Direct reduced iron (DRI) or (Natural Gas-NG)-based direct reduction (DR)

■ Reformer:

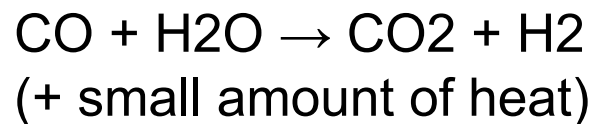
➤ Steam-methane reforming (mature production process)

- high-temperature steam - 700°C–1,000°C
- methane reacts with steam under 3–25 bar pressure
- endothermic reaction

■ Steam-methane reforming reaction



■ Water-gas shift reaction



**Explosion
potential**

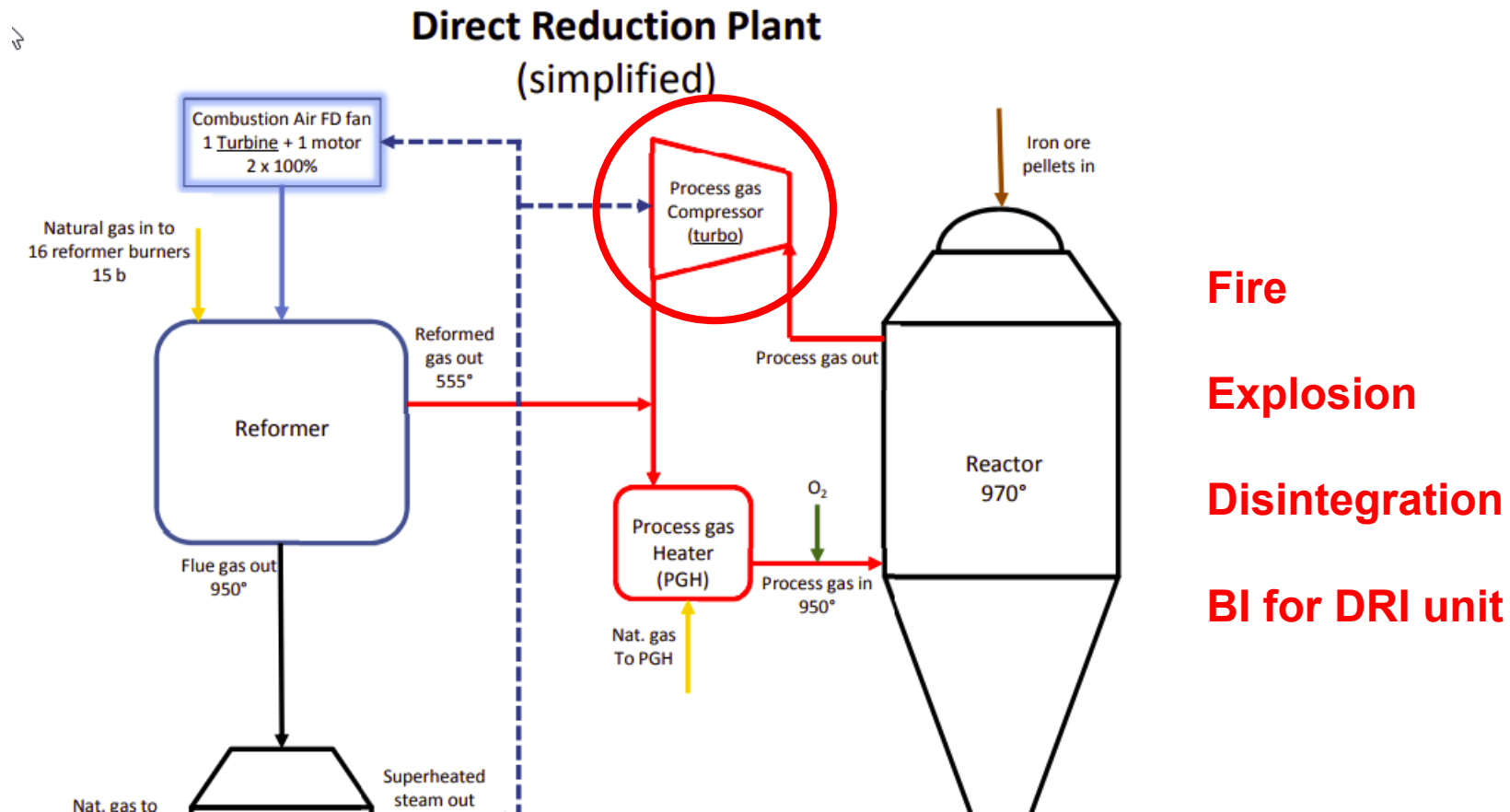


Courtesy of Emirates Steel (ES) Abu Dhabi UAE

4. Introduction of New Hazards

Direct reduced iron (DRI) or (Natural Gas-NG)-based direct reduction (DR)

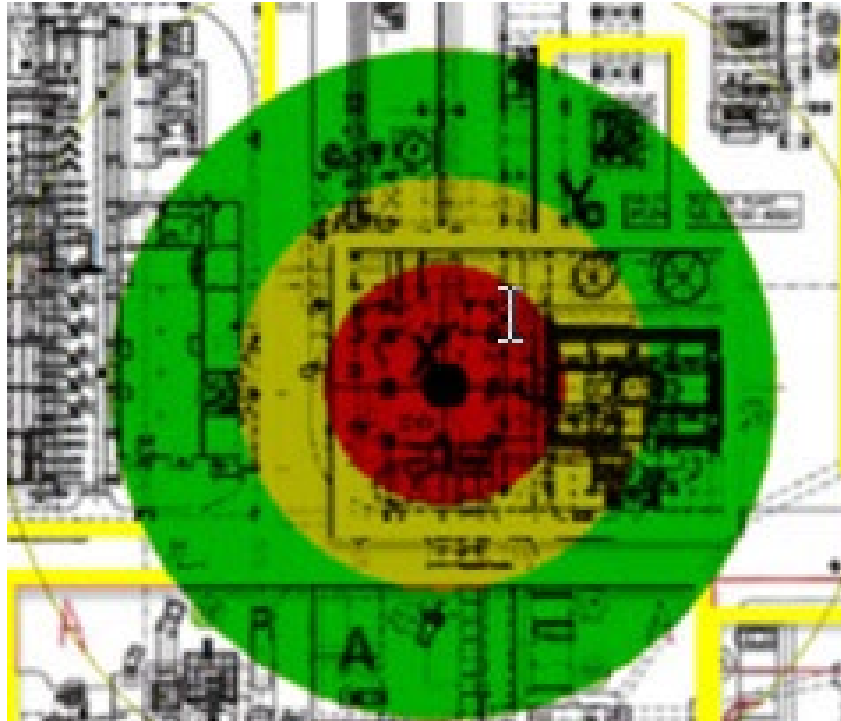
- Reducing compressor and Process Gas Compressor:



4. Introduction of New Hazards

Direct reduced iron (DRI) or (Natural Gas-NG)-based direct reduction (DR)

- DRI-Reactor:



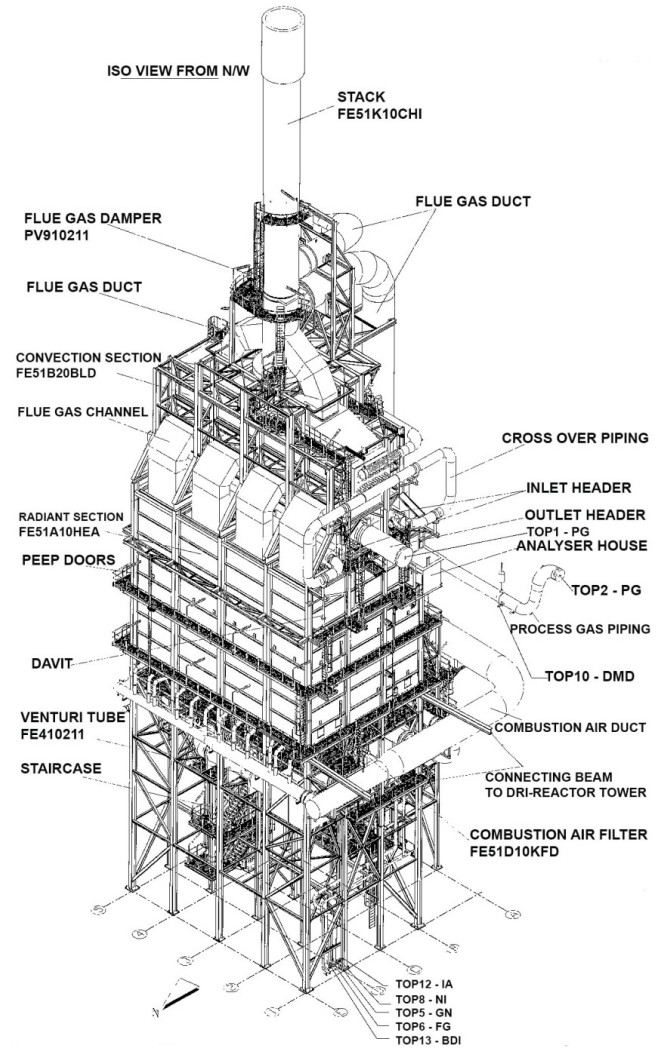
Process Gas Heater (left) DR Reactor (right)
Courtesy of Emirates Steel (ES) Abu Dhabi UAE

**High Pressure Rupture
potential**

4. Introduction of New Hazards

Direct reduced iron (DRI) or (Natural Gas-NG)-based direct reduction (DR)

■ Process Gas Heater (PGH):



Process Gas Heater (left) DR Reactor (right)
Courtesy of Emirates Steel (ES) Abu Dhabi UAE

Integral to the production of Direct Reduction Iron (DRI)

DRP cannot work without a PGH

4. Introduction of New Hazards

Direct reduced iron (DRI) or (Natural Gas-NG)-based direct reduction (DR)

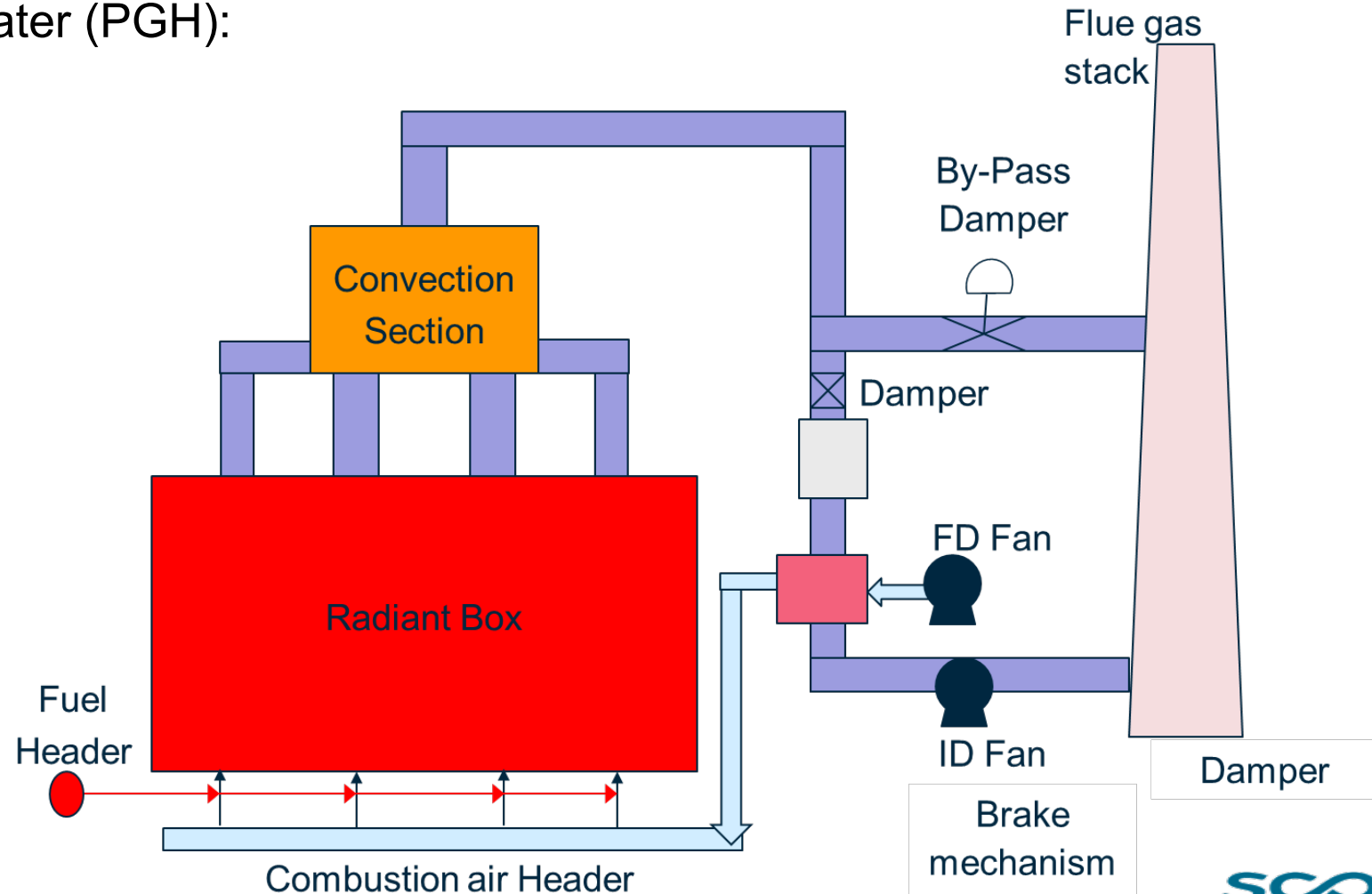
■ Process Gas Heater (PGH):

Initially known as
“inherently unsafe
pieces of equipment”

heating combustible
gases

in a gas-fired furnace

at temperatures very
close to the admissible
metallurgical limits of
the heater tubes



4. Introduction of New Hazards

Direct reduced iron (DRI) or (Natural Gas-NG)-based direct reduction (DR)

- Process Gas Heater (PGH):



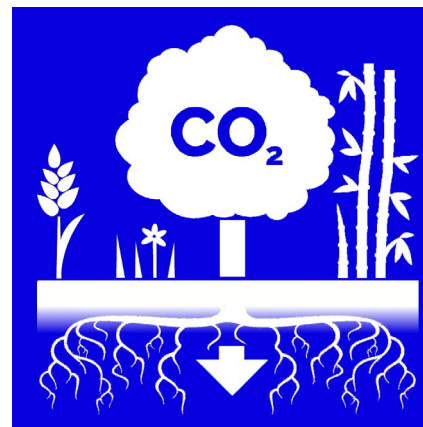
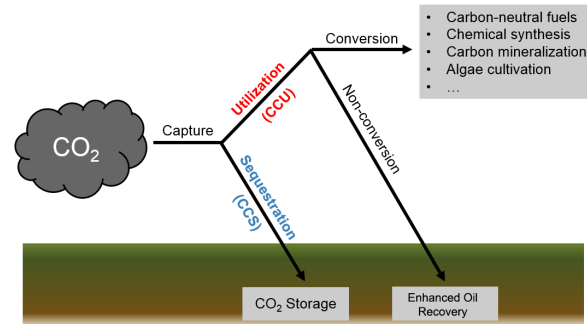
Process Gas Heater (left) DR Reactor (right)
Courtesy of Emirates Steel (ES) Abu Dhabi UAE

Monitoring systems adequate process controls and alarms installed.

4. Introduction of New Hazards

■ Carbon Capture:

1. Usually, third party owned and operated facility
2. On site / off site
3. Fed from the Direct Reduction Plant
4. Usually for free
5. CO₂ is recovered and compressed
6. For further injection in oil field



Carbon Recovery



4. Introduction of New Hazards

Renewable Energy

- Roof mounted Photovoltaic Solar Panels



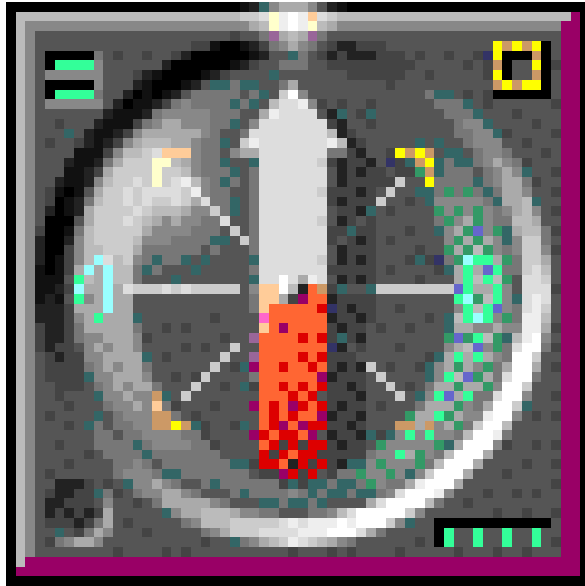
Risk Aggravating factor

Electric fire

Structural and weather hazards



Open discussion – Q&A



Open discussion – Q&A

Basic Chemistry

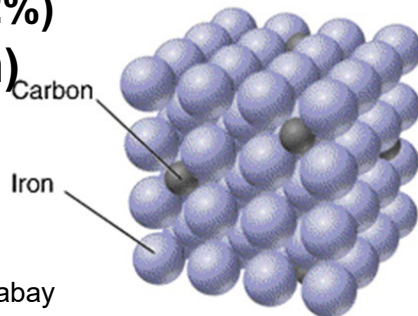


= Mineral
(Iron oxide)



"Iron" (Iron + Carbon)
(2 to 5%)
= Alloy

(up to 2%)
Steel (Iron + Carbon)
= Alloy



= Metal (element)

Risk Control Practice & Services



Act local, think global



Merci (French)

Thank You (English)

Aw Kohn (Cambodia)

謝謝 (China)

감사합니다 (Korea)

Na Som (Douala)

Dziękuję (Poland)

Bedankt (NL)

ΕΥΧΑΡΙΣΤΩ (Greece)

Dankie (Afrikaner)

Gracias (Spanish)

شكرا جزيلاً لك (Arabe)

Danke (German)

Tak (Scandinavia)

СПАСИБО (Russia)

Grazie (Italy)

Ke a Leboga (Botswana)

Cảm ơn (Vietnam)