RE-ENGINEERING COAL-FIRED GENERATING PLANTS

The CLEAN COMBUSTION SYSTEM

By

CastleLight Energy Corp. Keith Moore - President

May 9, 2013

DISCLAMER

Information herein is best estimates of the presenters and subject to change. No guarantees or warrantees implied or given.

Problem Statement

- EPA's interpretation of New Source Review (NSR) severely limits / prohibits modifications to power plants!
- Some 600 older, smaller (<400MW) coal-fired power plants are at risk of being mothballed or abandoned!
- However, an Emissions Reduction program (SO₂, NO_x, CO₂, mercury) can provide waivers of NSPS, PSD, with no NSR.

Objective:

Re-engineer the coal-fired power plants with affordable technology to meet EPA's air quality regulations and reduce operating cost.

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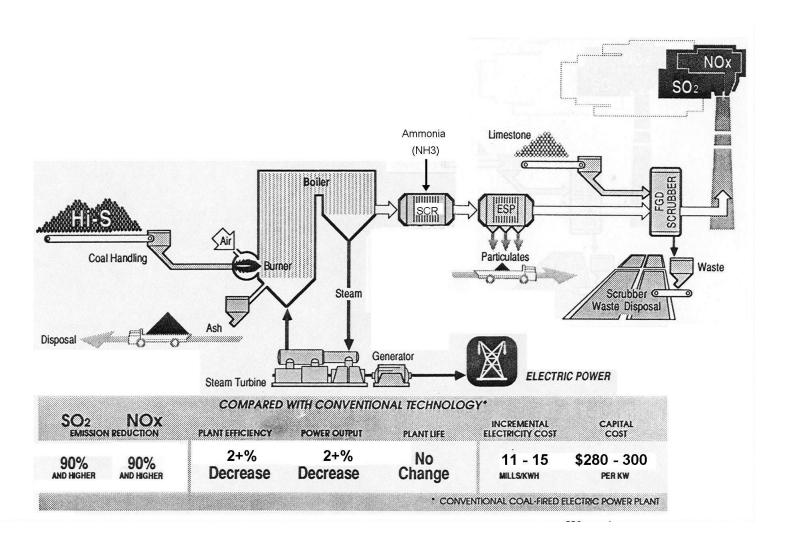


- Technology manager for the Clean Combustion System™ (CCS)
 - A Hybrid of Coal-Gasification and Combustion
 - Evolved from the 1980's rocket engine programs
 - Strong in-combustion control of SO₂ and NO_x emissions.
 - Field Demonstrated
- Developer of Advanced Coal Beneficiation (ABC) process;
 - Improves coal quality: remove water, ash, mercury, and
 - Produce an oil product for sale from the coal!
- When combined: CCS + ABC technology to provide older power plants 20 or more years of <u>very competitive dispatch!</u>

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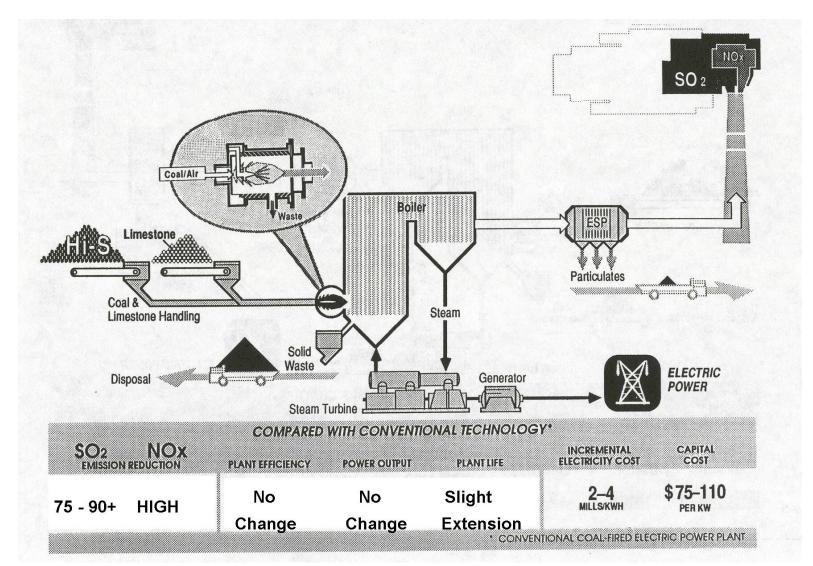
Conventional Emission Controls

 $SO_2 = FGD + Limestone; NO_x = SCR + Ammonia;$ $SO_3 = Trona ?, Hg = Activated Carbon ?$



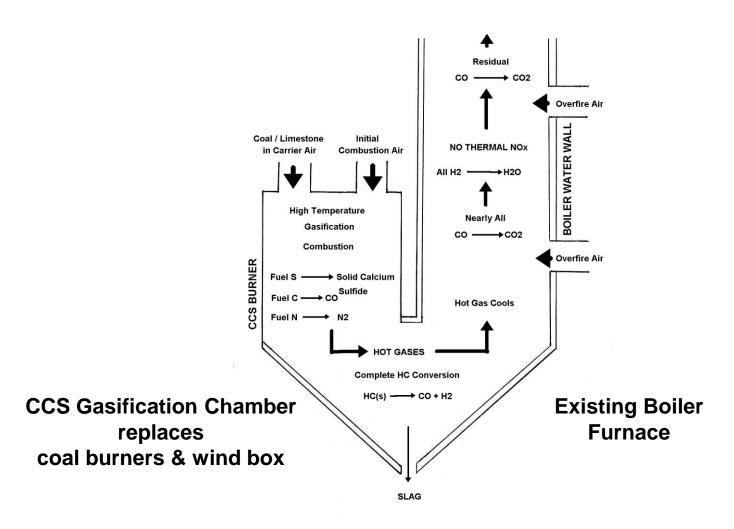
CCS Hybrid Coal-Gasification

SO₂ & NO_x Control Right in the Combustion Step



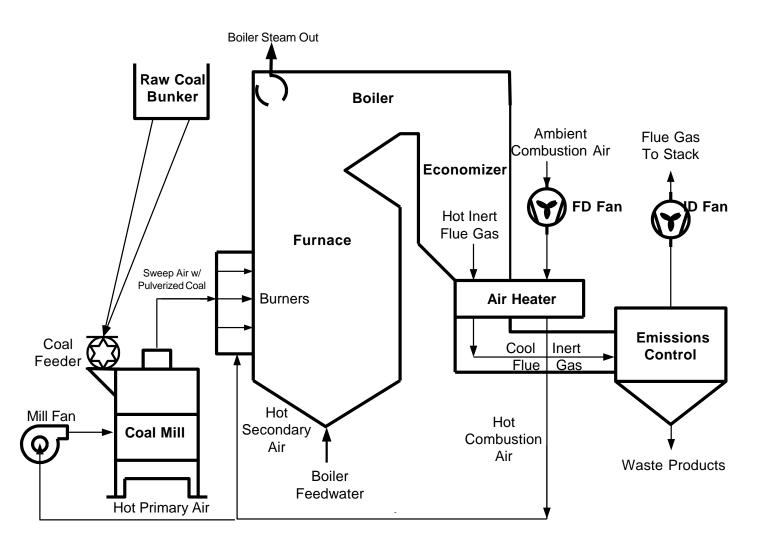
The Clean Combustion System (CCS)

Hybrid of Coal-Gasification / Combustion



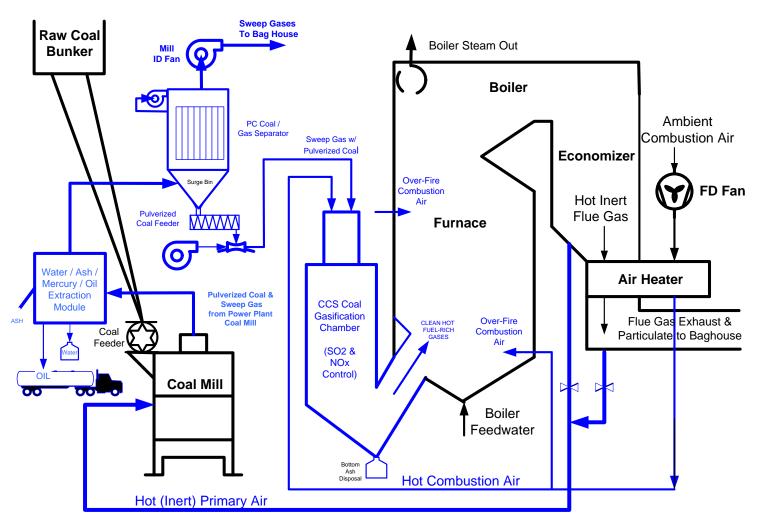
Typical Coal-Fired Power Plant

Pulverized Coal, Direct-fired 500 MW w/5 Mills @ 58 T/hr (~1 ft³/sec)

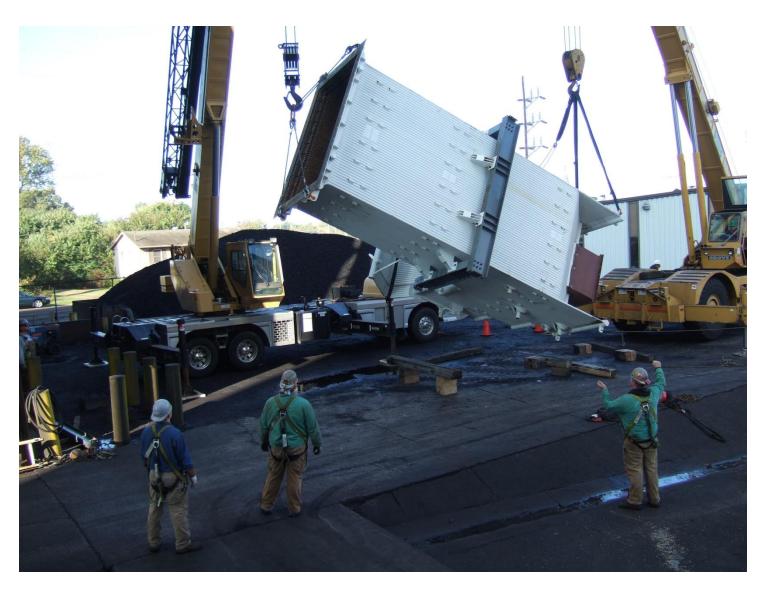


CCS Re-Engineered Power Plant

(Indirect-Fired) Each Mill with Coal-Beneficiation Module (CBM)



CCS-Stoker® Gasification Chamber



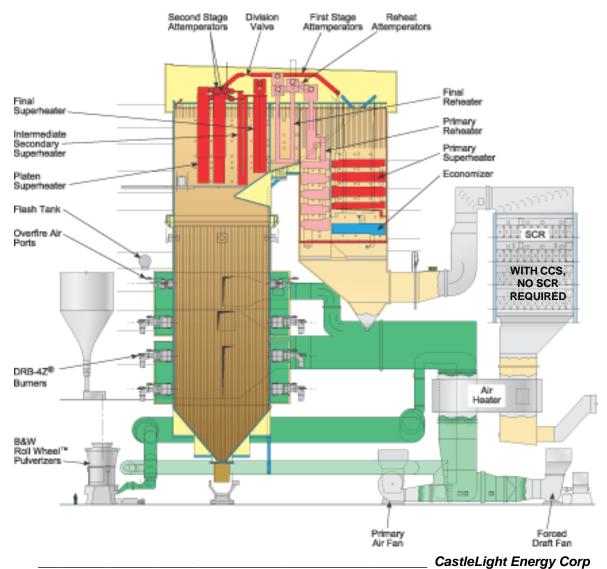
CCS-Stoker® Gasification Chamber Installation

- Shop fabricated membrane wall, studded and refractory lined construction
- Replaces boiler PC Burner and wind-box
- Connected to the boiler drums for natural circulation water cooling



B&W Opposed-Wall Fired Boiler

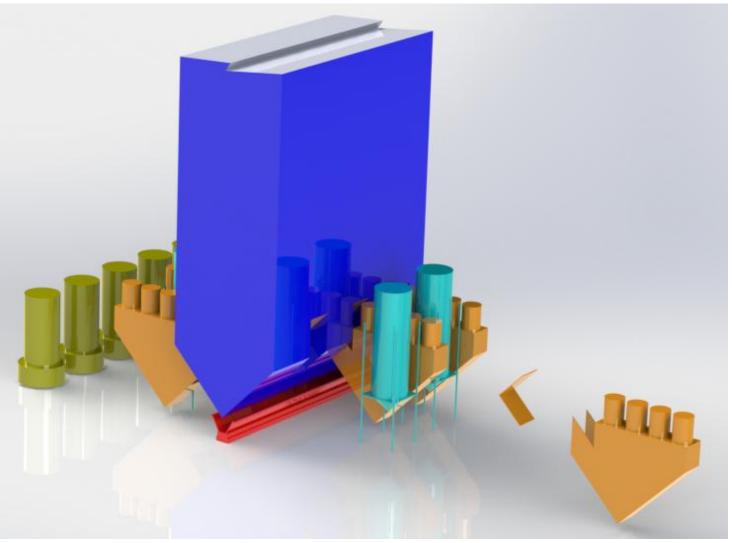
500 MW - 24 Wall-Fired PC Burners



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CCS Re-Engineered B&W Boiler

Replace PC Burners with 24 new CCS Burners & 6 GC's



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Rockwell International

25 x 10⁶ Btu/hr (1 ton/hr) Test Facility (1990)



LNS-CAP Facility

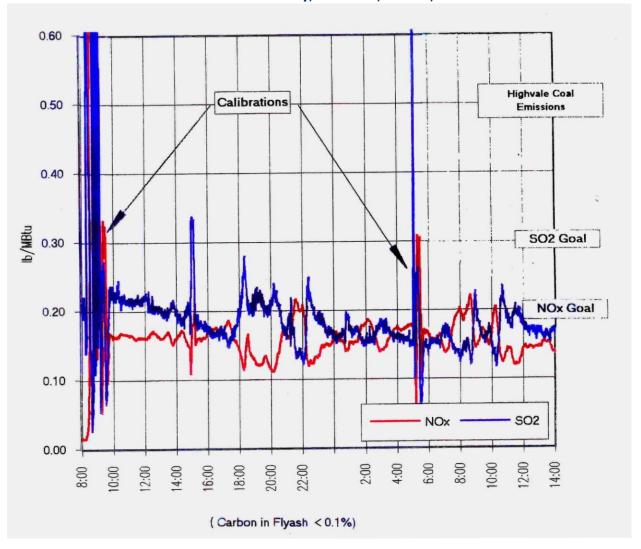
ESSO Site, Cold Lake, Alberta Canada 50 mmBtu/hr - 3T/hr PRB Coal



Demonstrated Emissions

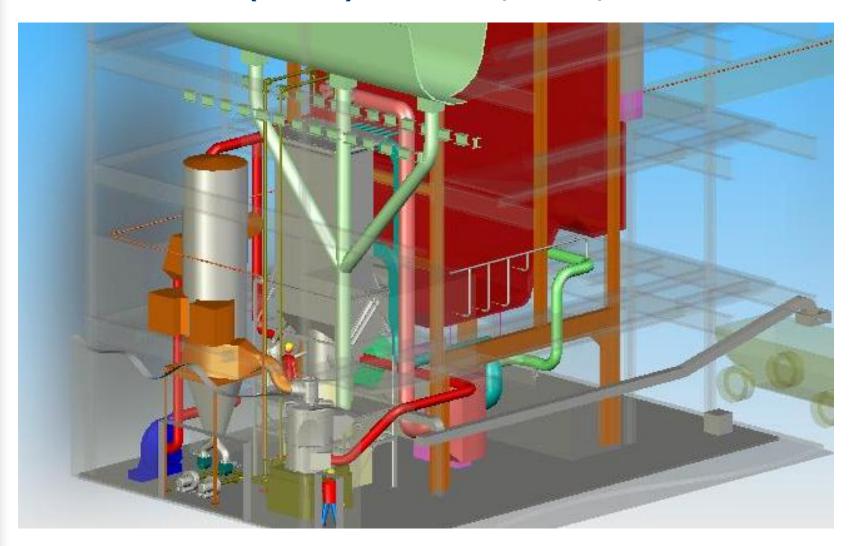
SO₂ - 0.2 lb./mmBtu & NO_x - 0.15 lb./mmBtu

ESSO LNS-CAP Facility, Cold Lake, Alberta, Canada



CCS-Stoker® Retrofit

30 MW (Thermal) - 125 mmBtu/hr - 5 T/hr Coal



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Operation Observations CCS-Stoker® Furnace Ash Deposits



CCS Walls



CCS Ceiling

CCS-Stoker® Operation @ MCR

Steam Overboard



CCS-Stoker® Retrofit Performance

Preliminary Results – Full Load Operation

Item	Stoker Base Line Test	Preliminary CCS Performance	% Change from Base Line
SO ₂ Stack Emissions (lb/MMBtu / ppm)	1.80 / 940	0.72 / 440	- 67.0 %
NOx Stack Emissions (lb/MMBtu / ppm)	0.50 / 370	0.14 / < 88	- 72.0 %
Boiler Efficiency	77.0	86.9	+ 12.8 %
CO ₂ Emissions - Ton/yr GW credits (% Reduction)	94,019	73,720	20,300T/y (- 21.6 %)
Project Cost Recovery (from firing lower cost coal)		~ 3 years	

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Coal-Beneficiation Module

"oil well in the coal pile"

- CastleLight Energy Corp. is in development of a "flash" coalpyrolysis module for coal-fired electric generating plants – one for each coal mill.
- CB Module extracts water, ash, mercury, and OIL from the coal.
 - Processes coal as fast as it is pulverized.
 - Water recovered from coal moisture for plant use.
- Supplies a high quality coal fuel to the power plant
 - improves plant efficiency.
- Carbon neutral process = No CO₂ increase!
- Oil Sales Off set Plant's coal supply cost!
- Example:
 - 500-MW power plant (process 10,000 T/day PRB coal)
 - Produces ~2400-barrels / day oil (pays ~½ of coal cost!)
 - Fires ~5,600 T/day high quality coal for low-cost electricity
 - Meets EPA's SO₂, NO_x, CO₂, & Hg emission regulations.

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Re-Engineered Power Plant with CCS & Coal Beneficiation Processes

Stack Emissions Estimate* firing PRB coals (1.2 lb. SO₂/mm Btu Coal)

- $SO_2 = < 0.2 \text{ lb./mmBtu } (< 105 \text{ ppm})$
 - $NO_x = < 0.10 \text{ lb./mmBtu} (< 75 \text{ ppm})$
- CO = < 300 ppm
- LOI = < 1% (high efficiency combustion)
- $SO_3 = < 0.1 \text{ ppm (condensable particulate)}$
- $CO_2 = \sim 17\%$ reduction (improved combustion efficiency)
- Mercury = < 40 ppb
- Particulate = < 0.03 lb./mmBtu (bag house)
- Boiler Efficiency = 2 10% increase
 - Preliminary estimates of performance, measured after bag house no guarantees
 - MEETS proposed EPA CSAPR & CAMR for Existing Power Plants

Strategic Business Opportunity?

Acquire Abandoned Coal-fired Power Plants

- Re engineer PC Electric Generation Plant with CCS;
 - Provides SO₂ & NO_x emissions control,
 - Waiver of NSPS, PSD, & no NSR
- Integrate a CBM on each coal Mill
- Improved power plant performance
 - improves boiler heat rate/efficiency less fuel fired
- Very competitive dispatch;
 - "paid for" fuel = low cost electricity
- Can show carbon neutral process = No CO₂ increase!

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CCS Summary

(Key Strategic Issues)

- From Fundamental Combustion Theory to Commercial Operation
- Meets EPA's new stringent regulations for SO₂ & NO_x
- Allow power plant upgrade with waiver of NSPS & PSD No NSR
- Low Retrofit Cost; maintains older, smaller plants competitive
- Lower operating cost from oil sales
- Improve plants capacity factor & dispatch
- Fits within plant & boiler site footprint
- Ash products have value (sell bottom ash & fly ash)
- No hazardous or toxic chemicals required

It's ADVANCED COAL GASIFICATION TECHNOLOGY!

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CastleLight Energy Corp Re Engineering Programs

- CastleLight Energy Corp. provides advanced environmental engineering consulting services.
- Convert / upgrade gas, oil and coal-fired plants:
 - To burn coal with reduced operating cost
 - Extend competitive life for 20 or more years
 - And meet stringent new EPA emission regulations.

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