Energy Management – Maximising Benefits



Panayiotis Mitrou - Hellenic Lloyd's

"Energy and Shipping" Seminar IENE Eugenideion Foundation - March 2013



•

Strategic landscape as it relates to energy

- Increasingly demanding environmental regulations
- Decisions not always supported by strong technical / scientific evidence
- Continued pressure on fuel price and emissions reduction
- Range of innovative environmental solutions





Lloyd's Register: Marine Looking at the Future



LIFE MATTERS

EEDI – What is this?



EEDI – What can we do?



Hull

- Optimised hull form for reduced resistance
 Appendages optimisation
 Advanced hull coatings
 Increased capacity?
 Reduced lightweight?
- Propulsion •Propeller optimisation •Variable speed drives •Electric propulsion •Podded propulsion •Boss cap fins



Commercial impact of the EEDI

Who is affected by the EEDI?





Ship Energy Efficiency Management Plan (SEEMP)

SEEMP Facts

- Mandatory for ships >400 GT
- No requirement to have SEEMP approved
- MARPOL Annex VI will require SEEMP to be onboard
- May form part of SMS



SEEMP Aspects

- Mini-management system (based on the continuous improvement principle)
- Elements missing: mandatory goal setting and performance auditing
- SEEMP requirements industry driven



Monitoring – Operational Energy Efficiency

The Energy Efficiency Operational Indicator (EEOI)

- A tool <u>proposed</u> by the IMO to assist with the "monitoring" aspect of the SEEMP
- Generally expressed as tonnes CO₂ per tonnenm
- Measure of overall efficiency, easy to calculate based on readily available data
- Challenging to isolate areas of bad performance unless EEOI is broken down into components and filtered







Lloyd's Register: Marine Splitting up vessel performance



Overall Efficiency



How do you split performance up?

Energy efficiency may also mean efficient solutions



LIOVOS

Management System Synergies



LIFE MATTERS

Energy Management – How to tackle the problem?





Energy Management – Building the right strategy

- Awareness of drivers and ownership of the effort
- Identify the risks, monitor the threats
- Evaluate your assets
 - Develop a robust energy management system

109-12 2013

Identify and adopt profitable solutions



Operational challenges

- The Speed Factor
 - Selecting the right design speed
 - Optimizing the slow steaming profile
- Route Optimisation Virtual Arrival
- Charterers role in Energy Efficiency
- Port operations
- Efficient networks and operations The importance of research
- Cold Ironing
- Ship to Ship







What comes after monitoring ?

Performance Optimization Integrated solutions to meet target performance





- > Propeller designs
- > Rudder design and bulb
- > Appendages design, location
- > Energy saving devices
- > Hull interactions underwater
- > Hull Lines (Fore, Mid and Aft Bodies)
- > Aerodynamic drag optimization
- > Cavitation / erosion performance



Going a step further...

- Renewable energy sources, Biofuel, Methanol, Nuclear
- LNG as fuel
- Shipowners see LNG-fuelled engines as a viable option in the long term (10+ years), particularly for ships on liner trades
- Low-sulphur distillate fuel is seen as a short-term solution (within the next five years)
- Exhaust gas scrubbing is seen as a medium-term option (five to ten years)
 source: LR LNG study





Lloyd's Register: Marine Concluding Remarks

- Ship performance and efficiency is affected by many different factors, detail requires an extra amount of effort. Focussing on a few key performance parameters usually proves efficient
- EEOI can be considered as an 'overall' energy efficiency indicator but is 'crude' as a detailed measure
- It is difficult to determine the effectiveness of any efficiency measure without first setting a breakdown of the vessel's energy efficiency into individual aspects
- National or international legislative action, technology development, fuel scarcity and prices all create a very unstable environment
- Investment must be technically and financially substantiated. Beware of substitutes. Evaluation techniques can offer valuable assistance.
- Assume ownership , seek advice



What is Lloyd's Register doing?

- Continue to monitor and actively influence developments
- Communicate and provide leadership
- Help our clients to:
 - understand emerging and existing requirements
 - > comply with environmental requirements
 - demonstrate their environmental credentials to stakeholders
 - Add value at all levels, strategic , tactical and operational
- Continue to work with research institutes, regulators and clients, in numerous Joint Industry Projects to develop solutions





Thank-you !

For more information, please contact:

Panos Mitrou

Senior Client Support Manager Piraeus Business Development Tear

T +30 210 45 80 866 E panaviotis.mitrou@lr.org