

Methane to Markets Oil & Gas Subcommittee Meeting

Marcliffe Hotel, Aberdeen, Scotland.

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UK Statement

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UK Commitments

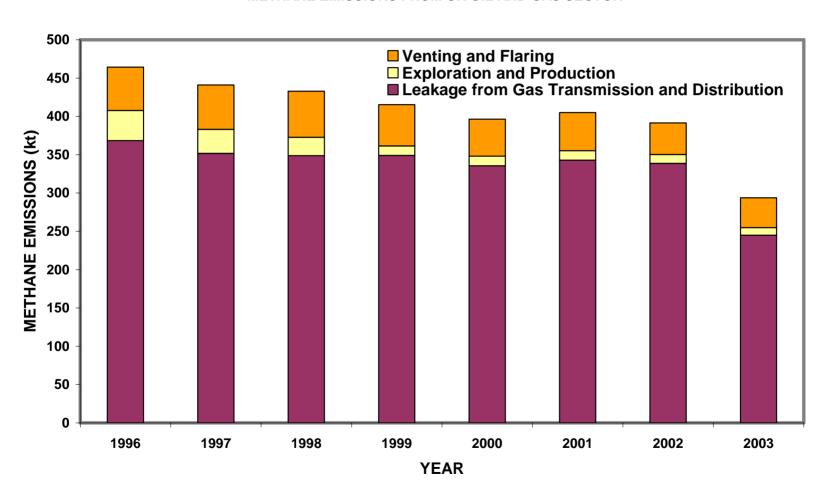


- Complete Sectoral Breakdown of UK oil & gas sector methane emissions
 - Completed prior to Villahermosa meeting 2006
- Initiate awareness programme of M2M
- Consider improvement of National Gas Distribution System (NDS) leakage date
- Survey use of vapour-recovery systems at loading terminals

CH₄ Emissions from UK Oil & gas Sector



METHANE EMISSIONS FROM UK OIL AND GAS SECTOR



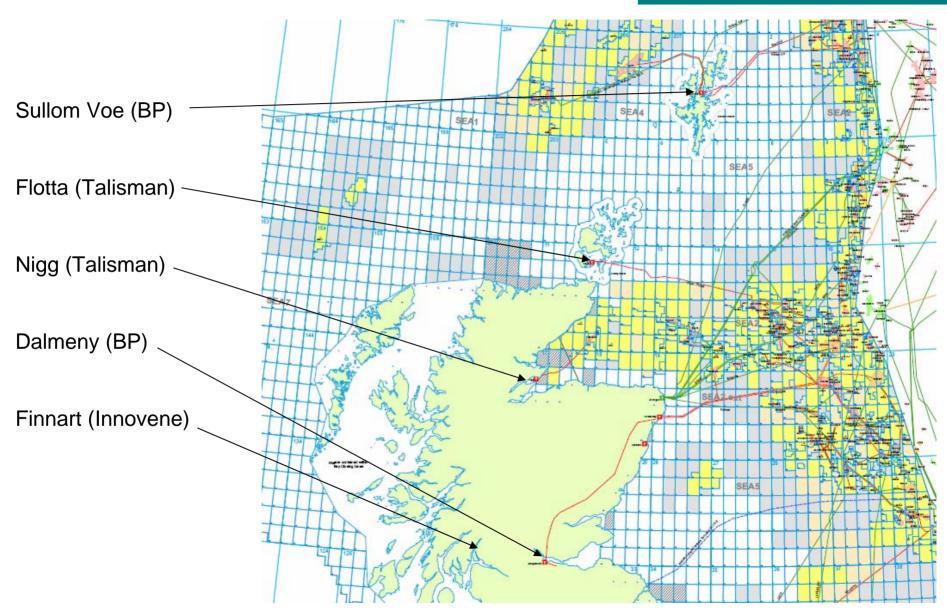
National Distribution System



- National Distribution System responsible for 13% of total UK emissions of CH₄, from all sectors.
- Regulated by OFGEM (http://www.ofgem.gov.uk)
 - OFGEM has a series of financial incentives in place whereby 'shippers' of gas are penalised for 'shrinkage' (difference between inputs and outputs)
 - Quality of data is being addressed
 - ongoing programme to replace iron gas mains with polyurethane pipes
- The issue has been raised in Parliament!
 - http://www.publications.parliament.uk/pa/ld200607/ld hansrd/text/61130w0001.htm

UK Oil Export Terminals





Vapour Recovery



Systems are in place at the following terminals:

- Sullom Voe (BP)
- Flotta (Talisman)
- Nigg (Talisman)
- Finnart (Innovene)
- Dalmeny (BP)

Awareness of M2M in UK



- Highlighted at quarterly Oil & Gas Focus Groups in Aberdeen & Norwich
 - Oil companies & contractors invited to joint Project Network
 - June 2007 meeting will contain presentation on novel infra-red technique for analysis of vented gas at BP Dimlington terminal
- Discussions with OFGEM (regulator of NDS) held in London (August 2006)
- DTI stand at Offshore Europe (September 2007, Aberdeen) will contain information about M2M project

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