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# CLEAN DEVELOPMENT MECHANISM PROJECT DESIGN DOCUMENT FORM (CDM-PDD) Version 03 - in effect as of: 28 July 2006

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#### SECTION A. General description of project activity

#### A.1 Title of the project activity:

Project for the catalytic reduction of  $N_2O$  emissions with a secondary catalyst inside the ammonia reactor of the N4 nitric acid plant at Haifa Chemicals Ltd., Israel.

Version 1.1, date of completion: 10<sup>th</sup> April 2007

### A.2. Description of the project activity:

The sole purpose of the proposed project activity is to significantly reduce current levels of  $N_2O$  emissions from the production of nitric acid at one of Haifa Chemicals' nitric acid plants (the "N4 Plant") at Mishor Rotem Arava, Israel. The N4 nitric acid plant was designed by Weatherly and commissioned in 1998; it is a single burner high pressure plant operated at 11.6 to 12.5 bar gauge with a daily design production capacity of 147 tonnes of nitric acid<sup>1</sup>.

Haifa Chemicals is a principal producer and supplier of commercial fertilizers, mostly potassium nitrate.

To produce nitric acid, ammonia ( $NH_3$ ) is reacted with air over precious metal – normally a platinum-rhodium (Pt-Rh) alloy – catalyst gauze pack in the ammonia oxidation reactor of nitric acid plants. The main product of this reaction is NO, which is metastable at the conditions present in the ammonia oxidation reactor and therefore reacts with the available oxygen to form  $NO_2$ , which is later absorbed in water to form  $HNO_3$  – nitric acid. Simultaneously, undesired side reactions yield nitrous oxide ( $N_2O$ ), nitrogen and water.  $N_2O$  is a potent greenhouse gas with a Global Warming Potential (GWP) of  $310^2$  which is usually emitted into the atmosphere. The project activity involves the installation of a new  $N_2O$  abatement technology; a pelletised catalyst that will be installed inside the ammonia oxidation reactor, underneath the precious metal gauzes. It is expected that this catalyst will reduce between 80% and 90% of current  $N_2O$  emissions.

The project transfers a new, clean technology to Israel that is not even common industrial practice in Annex 1 countries. Also, the project will lead to an enhancement of skills as employees will be trained to operate both the N<sub>2</sub>O abatement catalyst and the Automated Monitoring System ("AMS").

Haifa Chemicals is certified according to ISO 9001 and 14001 standards for quality and environmental management respectively. Also, Haifa Chemicals is certified in accordance with OHSA 18001, the U.S. Occupational Health and Safety Agency standard. The procedures for monitoring, regular calibrations and QA/QC are fully embedded into the procedures required by ISO 9001/14001 and documented in the applicable ISO handbooks.

The financial benefits from the sale of Certified Emission Reductions ("CERs") will be used to offset the capital and operating costs of the project to provide for its continued operation throughout the crediting period.

Through the sale of CERs, Haifa Chemicals will also be able to improve its profitability and ensure employment, contribute to economic prosperity in the region as well as invest in further clean technologies to improve its environmental performance.

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<sup>&</sup>lt;sup>1</sup> All amounts of nitric acid are provided in metric tonnes of 100% concentrated HNO<sub>3</sub> unless otherwise indicated.

<sup>&</sup>lt;sup>2</sup> IPCC Second Assessment Report (1995)





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#### A.3. Project participants:

Name of Party involved (*) ((host) indicates a host Party)	Private and/or public entity(ies) project participants (*) (as applicable)	Kindly indicate if the Party involved wishes to be considered as project par- ticipant (Yes/No)
Israel	Haifa Chemicals Ltd., Israel ("Haifa Chemicals").	No
Germany	N.serve Environmental Services GmbH, Germany ("N.serve").	No

#### A.4. Technical description of the <u>project activity</u>:

A.4.1.	Location	of the	project	activity:

A.4.1.1. Host Party(ies):

Israel

A.4.1.2. Region/State/Province etc.:

Not applicable.

A.4.1.3. City/Town/Community etc:

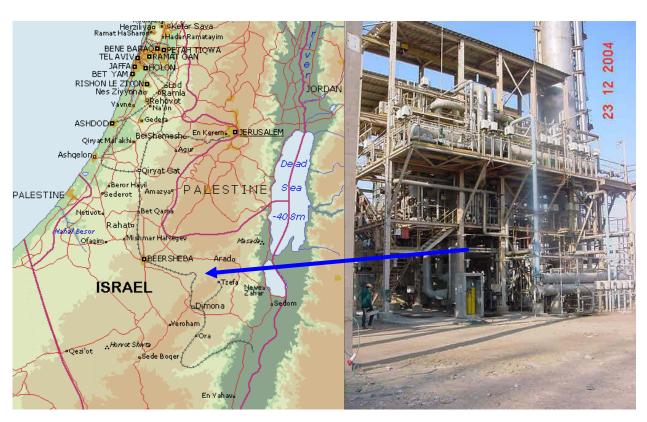
Mishor Rotem Arava 86800

A.4.1.4. Detail of physical location, including information allowing the unique identification of this <u>project activity</u> (maximum one page):

Haifa Chemicals operates two nitric acid plants on this site (N3 and N4). The postal address is Mishor Rotem Arava 86800. This PDD covers only the N4 nitric acid plant operated at this location.

A PDD covering the N3 plant has been submitted for validation and initializing the Global Stakeholder Consultation Process on 17<sup>th</sup> Nov 06. Clear differentiation between N4 and N3 is ensured by the respective plant's photograph displayed in the respective PDD. A photograph of the here covered N4 plant is included below.

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Map indicating the location of Haifa Chemicals South at Mishor Rotem (near Beer Sheba)



Picture of the N4 plant at Mishor Rotem





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#### A.4.2. Category(ies) of project activity:

Sectoral Scope 5: Chemical Industry

#### A.4.3. Technology to be employed by the <u>project activity</u>:

The project activity entails a transfer of

- state-of-the art N<sub>2</sub>O abatement technology which is not even commonly applied in Annex I countries.
- Specialised monitoring equipment
- Training of staff for installation, operation and maintenance of catalyst and monitoring equipment, etc.

A number of  $N_2O$  abatement technologies have become available in the past 2 years after some 10 years of research, development and industrial testing. Only now that  $N_2O$  regulation is likely to be introduced in the EU by  $2008^3$  and with the incentives provided by the Kyoto Protocol nitric acid plant operators are considering adopting these technologies.  $N_2O$  abatement technology is now commercially available from a number of catalyst manufacturers, mainly from Germany and the UK. These technologies are proprietary and will be sold or leased to nitric acid plants. The financing of this technology is facilitated by the CDM. Hence, the CDM will enable nitric acid plants in non-Annex 1 countries to become the pioneers of  $N_2O$  abatement of the global nitric acid industry.

Haifa Chemicals is determined to install a secondary abatement catalyst upon the successful registration of the N4 plant as a CDM project.

#### **Catalyst Technology**

Haifa Chemicals has contracted with Johnson Matthey plc to install its Amoxis Hybrid® RN20/101 catalyst system that consists of a standard precious metal gauze pack with an additional base metal catalyst.

A wide range of metals (e.g. Cu, Fe, Mn, Co and Ni) have shown to be of varied effectiveness in  $N_2O$  abatement catalysts. The Amoxis® 10-1R abatement catalyst pellets are clover leave shaped containing a Lanthanum-Cerium-Cobalt-Perovskite. The catalyst has been tried and tested in a number of nitric acid plants in Europe. The abatement efficiency has been shown to be 80% in the following reaction:

$$2N_2O \rightarrow 2N_2 + O_2$$

No contamination of the nitric acid with Cobalt or any of the other catalyst materials has been observed.

The catalyst does not require additional heat or other energy over and above the temperature that is present inside the Ammonia Oxidation Reactor anyway. There are no additional greenhouse gases or other emissions generated by the reactions on at the  $N_2O$  abatement catalyst.

#### Basket modifications and Heat Shield design

Most nitric acid plants have some sort of basket structure that gives structural support to the precious metal gauzes. The ammonia oxidation reaction at N4 normally operates at between 890 and 925°C, which causes basket assembly to expand compared to when the plant is not operational (i.e. during installation of the catalyst).

<sup>&</sup>lt;sup>3</sup> Responding to Article 30 of the EU ETS Directive 2003/87/EC, the Commission has submitted a report to the European Parliament and the Council considering the functioning of the Scheme. See the EU homepage under <a href="http://ec.europa.eu/environment/climat/emission/pdf/com2006\_676final\_en.pdf">http://ec.europa.eu/environment/climat/emission/pdf/com2006\_676final\_en.pdf</a> for this report which expressly considers extending the EU ETS into N<sub>2</sub>O emissions (see page 6 therein).





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This effect increases the basket diameter by 1 - 1.5%. The N4 ammonia reactor has a diameter of 1118 mm that expands by several millimetres when under operational temperatures resulting in a gap between the pelleted bed and the burner's outside wall. This gap will be of significantly lower  $\triangle P$  than the pelleted bed. Hence an increase in gas flow will emerge equilibrating the  $\triangle P$  throughout the system. The preferential gas flow through this gap can easily increase tenfold due to this effect.

To counter this occurrence, the basket which supports the gauze pack will have to be modified and an additional heat shield will have to be installed inside the existing basket to provide containment of the pelleted bed in a manner which prevents preferential gas flow at the perimeter.

#### N<sub>2</sub>O abatement catalyst installation

The secondary catalyst itself is easily installable during a routine plant shut-down and gauze change. The pellets are poured into the support basket / heat shield arrangement and raked level. The gauze pack is then installed above this bed using the support mechanism provided by the heat shield.

Haifa Chemicals' nitric acid plant operates at high pressure of 11.9 bars on average inside the ammonia oxidation reactor. Through the introduction of the secondary catalyst into the ammonia reactor, a pressure drop ( $\triangle P$ ) of about 10090 mbar is expected to occur. This  $\triangle P$  may lead to a very slight reduction in ammonia conversion efficiency and hence a very small reduction in nitric acid output. In practice, this loss of production will be insignificant.

#### Technology transfer and safety issues

As mentioned before, the secondary abatement technology has been tested in several industrial trials in which it has proven to be reliable in reducing  $N_2O$  and environmentally safe. Especially, its implementation does not lead to increased  $NO_X$  emissions<sup>4</sup>. Neither is the environment directly or indirectly harmed in any other way.

The  $N_2O$  abatement catalyst is supplied to Haifa Chemicals by Johnson Matthey on a lease basis, which requires Johnson Matthey to take back the catalyst at the end of its useful life and refine, recycle or dispose of it according to EU regulations, hence fulfilling sustainability standards.

Once installed, the catalyst itself and the AMS ought to be operated by the local Haifa Chemicals-employees. All project participants will work together on training the Haifa Chemicals workers to reliably supervise the effective operation of the catalyst technology, apply the installed monitoring system to measure the emission levels and collect the data in a manner that allows a successful completion of each verification procedure.

#### A.4.4 Estimated amount of emission reductions over the chosen crediting period:

From the data collected during the baseline campaign an  $N_2O$  emissions factor (EF<sub>BL</sub>) of 9.03 kg/tHNO<sub>3</sub> has been established<sup>5</sup>. The average production of the N4 nitric acid plant is 48,510 tonnes of 100% concentrated nitric acid per year, based on the actual daily capacity of 147 tonnes and 330 days of operation per year.

Multiplied by the  $EF_{BL}$ , the average of annual baseline emissions are 438.045 tN<sub>2</sub>O, equalling 135,794 tCO<sub>2</sub>e. Assuming an 85% abatement efficiency of the N<sub>2</sub>O abatement catalyst, the project emis-

 $<sup>^4</sup>$  The underlying information is commercially sensitive and will be made available to the CDM EB / the validator upon request.

<sup>&</sup>lt;sup>5</sup> Please note that the AMS uncertainty will be established under the upcoming QAL2 and is hence not deducted from this EFBL yet.





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sions for the same production output of nitric acid would be  $20,369 \text{ tCO}_2\text{e}$ . The resulting amount of emission reductions therefore would be  $115,425 \text{ tCO}_2\text{e}$  per year.





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Based on these assumptions, the estimated emission reductions generated by the project activity over a 10 year crediting period – beginning in July 2007 – are projected in the table below:

Years	Estimated Emission Reductions
	[tCO <sub>2</sub> e]
2007	57,712.5
2008	115,425
2009	115,425
2010	115,425
2011	115,425
2012	115,425
2013	115,425
2014	115,425
2015	115,425
2016	115,425
2017	57,712.5
Total number of crediting years	10
Total estimated Emission Reduc-	1,154,250
tions	
Annual average over the crediting period of estimated reductions	115,425

### A.4.5. Public funding of the project activity:

No public funding has been or will be received in the development, implementation or operation of this project. The complete financing of the project will be borne by the project participants.





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#### SECTION B. Application of a baseline and monitoring methodology

# B.1. Title and reference of the <u>approved baseline and monitoring methodology</u> applied to the <u>project activity</u>:

This project is based on Approved Baseline and Monitoring methodologies AM0034 (Version 02): "Catalytic reduction of N<sub>2</sub>O inside the ammonia burner of nitric acid plants".

The project draws on approved baseline methodology AM0028 (Version 4.01) for the baseline scenario selection and uses the "Tool for the demonstration and assessment of additionality" (Version 03).

# B.2 Justification of the choice of the methodology and why it is applicable to the <u>project activity</u>:

The chosen baseline methodology AM0034 is applicable to project activities that install a secondary abatement catalyst inside the ammonia burner of a nitric acid plant, underneath the precious metal gauze pack. This corresponds with the proposed project activity.

The use of the chosen methodology is applicable as

- 1. The proposed project activity will be applied to an existing production facility installed prior to the 31<sup>st</sup> December 2005. The plant has been commissioned and is in operation since 1998. The existing nameplate production capacity is 53,655 tonnes of 100% concentrated nitric acid per year (based on 365<sup>6</sup> operating days per year and a daily nameplate capacity of 147 t/d tonnes of nitric acid)
- 2. Currently, the plant does not have any N<sub>2</sub>O destruction or abatement facilities that could be affected by the project activity.
- 3. The project activity has no influence on the plant's nitric acid production levels.
- 4. The host country has no legal requirements to reduce N<sub>2</sub>O emissions from nitric acid plants.
- 5. Presently, no N<sub>2</sub>O abatement technology is installed in the plant.
- 6. The project activity will not increase in NOx emissions.
- 7. There is no NSCR DeNO<sub>x</sub>-unit installed in the plant.
- 8. The installation of the secondary N<sub>2</sub>O abatement catalyst will not lead to any additional direct or indirect GHG emissions within the project boundary.
- 9. A complete Automated Monitoring System (AMS), comprised of an N<sub>2</sub>O analyser (installed on 14<sup>th</sup> July 2005) and a gas volume flow meter (installed on 23<sup>rd</sup> June 2006), have been installed in the appropriate location as per the methodology. The AMS has been continuously operated since its installation to collect the baseline data and will continue to measure concentration and total gas volume flow in the stack during the plant's operation throughout the crediting period of the project activity.

### B.3. Description of the sources and gases included in the project boundary

The following flow-chart displays the nitric acid plant on which the project activity is to be applied. It also indicates the location, where the secondary N<sub>2</sub>O abatement technology will be installed. The bound-

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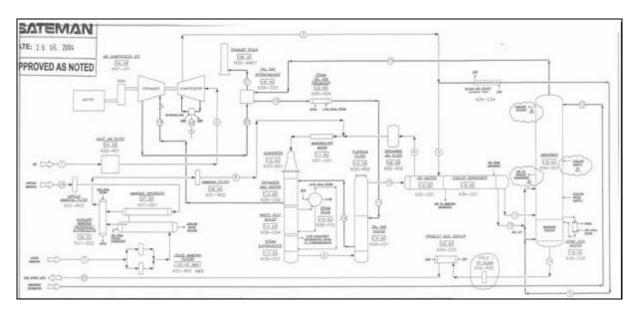
<sup>&</sup>lt;sup>6</sup> As per AM0034 page 11.





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ary of the project activity includes the complete process equipment of the N4 nitric acid plant as shown on the flow chart below<sup>7</sup>.



N4 flow chart

The gases relevant to the proposed project activity (and the nitric acid plant which is subject to it) originate from the ammonia oxidation process that takes place at 915°C on average and between 11.6 and 12.5 bars pressure at the precious metal gauzes inside the plant's ammonia oxidation reactor.

The main product of this reaction is NO created by oxidising ammonia ( $NH_3$ ) with atmospheric oxygen ( $O_2$ ) (reaction 1). NO readily oxidises further to form  $NO_2$  (reaction 2) and thereafter put to react with water to form a mix of nitric and nitrous acid (reaction 3). Finally, nitrous acid is also transformed into nitric acid (reaction 4), entailing an emission of NO, which is partially oxidised to  $NO_2$  (reaction 2). These intended chemical reactions (main reactions) are the following:

- (1)  $4 \text{ NH}_3 + 5 \text{ O}_2 \rightarrow 4 \text{ NO} + 6 \text{ H}_2\text{O}$
- (2)  $2 \text{ NO} + \text{O}_2 \rightarrow 2 \text{ NO}_2$
- (3)  $2 \text{ NO}_2 + \text{H}_2\text{O} \rightarrow \text{HNO}_3 + \text{HNO}_2$
- (4)  $3 \text{ HNO}_2 \rightarrow \text{HNO}_3 + \text{NO} + \text{H}_2\text{O}$

The ammonia oxidation process (see reaction 1 above) yields the desired NO molecules with a 95 to 97% probability, depending on the maintenance of the accurate temperature and pressure parameters inside the ammonia burner.

However, these main reactions entail the formation of several unwanted gaseous by-products that usually are emitted into the atmosphere. The undesired by-products result from the following reactions (side reactions) that also occur in the ammonia oxidation process:

(a) 
$$4 \text{ NH}_3 + 3 \text{ O}_2 \rightarrow 6 \text{ H}_2\text{O} + 2 \text{ N}_2$$

<sup>&</sup>lt;sup>7</sup> The more legible original Process Flow Chart Diagram is available on-site for the DOE at validation and can be sent to the CDM EB upon request.



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(b) 
$$4 \text{ NH}_3 + 4 \text{ O}_2 \rightarrow 6 \text{ H}_2\text{O} + 2 \text{ N}_2\text{O}$$

Side reaction (a) is irrelevant as it only results in the formation of water vapour and nitrogen, both present in the atmosphere in abundance. Reaction (b), however, leads to the emission of N<sub>2</sub>O.

On leaving the ammonia oxidation reactor some of the N<sub>2</sub>O generated may decompose

- In the high temperature homogenous gas phase inside the ammonia oxidation reactor (especially if the heat exchanger coils are inefficient or not placed directly underneath the ammonia oxidation section)
- At platinum deposits downstream of the ammonia oxidation reactor (provided that sufficient temperature levels coincide with substantial traces of platinum and the gas flow velocity allows a sufficient contact time)
- In sections of the plant downstream of the ammonia oxidation reactor, where temperatures above 300°C allow N<sub>2</sub>O to spontaneously decompose.

An overview of all emission sources within the project boundary is provided below:

	Source	Gas	Included?	Justification / Explanation
Ţ	ال Nitric Acid Plant		No	The process does not lead to
Base- line	(Burner Inlet to Stack)	CH <sub>4</sub>	No	any CO <sub>2</sub> or CH <sub>4</sub> emissions
B	(Durner fillet to Stack)	N <sub>2</sub> O	Yes	
	NECT A SIDE		No	The process does not lead to
<b>&gt;</b>	Nitric Acid Plant (Burner Inlet to Stack)	CH <sub>4</sub>	No	any CO <sub>2</sub> or CH <sub>4</sub> emissions
ivit		$N_2O$	Yes	
et Act			No	No leakage emissions are expected.
(Burner Inlet to Stack)  Leakage emissions	CH <sub>4</sub>	No		
			No	

# **B.4**. Description of how the <u>baseline scenario</u> is identified and description of the identified baseline scenario:

The approved baseline methodology AM0034 (Version 02) requires the application of the procedures for baseline scenario identification as per AM0028 (in its most recent version which is no. 4.01). The following steps are taken from this methodology, adapted to the project activity in question and applied in a four-step-procedure: after the identification of all principally viable alternatives to the proposed project alternative (step 1), those that would not comply with applicable legal standards are eliminated (step 2). After conducting a barrier analysis (step 3a) the most likely "business as usual" scenario is assessed. This is the assumed baseline scenario.

As step 1 of the baseline scenario identification process will substitute the first step of the Additionality assessment (see B.5 below), the new features of the "Tool for the demonstration and assessment of additionality" (Version 03) as agreed by the CDM Executive Board and published in February 2007 ("Additionality Tool") will be taken into account.

**Step 1:** Identification of all realistic, credible and technically feasible baseline scenario alternatives to the project alternative.





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The AM0028-procedure suggests assessing  $N_2O$  and  $NO_X$  abatement scenarios separately. This is omitted, because  $NO_X$  abatement options are only relevant if the  $NO_X$ – regulations in Israel would require an amendment of the plant. However, Haifa Chemicals is in compliance with Israel's  $NO_X$  regulations without any such technical amendment<sup>8</sup>.

The baseline scenario alternatives should include all possible options that are technically feasible to handle  $N_2O$  emissions. All scenarios that deliver outputs of comparable quality, properties and application area are to be taken into account.

Because the nitric acid production process as such remains unaffected – there are no changes in the quantity or quality of the nitric acid produced – regardless of what technology is installed in order to decrease the plant's GHG emissions, all direct or indirect N<sub>2</sub>O-abatement options are to be considered.

For the HCL N4 plant, the principally debatable options are:

- 1) Status quo: The continuation of the current situation, without installing any N<sub>2</sub>O abatement technology in the plant
- 2) Switch to alternative production method not involving ammonia oxidation process
- 3) Alternative use of N<sub>2</sub>O such as:
  - a) recycling of N<sub>2</sub>O as feedstock for the plant;
  - b) The use of  $N_2O$  for external purposes.
- 4) Installation of a Non-Selective Catalytic Reduction (NSCR) De NO<sub>x</sub> -unit<sup>9</sup>
- 5) Installation of an N<sub>2</sub>O abatement or reduction technology
  - a) Primary or tertiary measures to prevent the formation or reduce N<sub>2</sub>O
  - b) A secondary facility to reduce N<sub>2</sub>O (proposed project activity without CDM registration)

These options should also include the CDM project activity not implemented as CDM project. This scenario alternative is included in 5 b) above.

The following options are technically not feasible:

Baseline scenario alternative 2) is not an option, because there is no other commercially viable alternative for producing nitric acid. In history, there have been other methods for producing nitric acid:

The *Birkland & Eyde* method applied electrical discharge on air to produce small quantities of NO<sub>2</sub> that could be reacted with water for equally small amounts of nitric acid. It was applied for industrial production in Norway between 1902 and 1930. This method did not prevail as it entails significant production costs, especially from the use of large amounts of electricity.

The same is to be said for nitric acid production according to the *Glauber* process. This was the main procedure used before now predominant Ostwald process was introduced. In entailed reacting saltpetre with sulphuric acid and required large amounts of both to match current production levels.

Even if one considered these outdated processes as viable options, amending an existent nitric acid production facility to operate using another process would not be possible. Thus, HCL could not switch to an alternative production method without building a completely new plant.

<sup>&</sup>lt;sup>8</sup> The regulatory limit applicable to Haifa Chemical's South N4 plant of 500 mg/Nm<sup>3</sup> is specified in the operational permit (dated 11<sup>th</sup> May 1997).

 $<sup>^9</sup>$  NSCR: As a NSCR DeNO<sub>x</sub> -unit would reduce  $N_2O$  emissions as a side reaction to the NO<sub>x</sub> -reduction, a new NSCR installation can be regarded as an alternative  $N_2O$  reduction technology.



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The use of  $N_2O$  as a feedstock for the HCL N4 plant is technically not practicable as it is not possible to produce nitric acid from  $N_2O$ . The recovery of  $N_2O$  for the sake of gaining feedstock for the production process is not practiced in any known nitric acid plant.

The use of  $N_2O$  for external purposes is economically not viable as the quantity of gas to be filtered would be enormous compared to the amount of nitrous oxide that could be recovered. The  $N_2O$  concentration in the tail gas of HCL N4 plant is currently around 1300 ppmv.

Therefore, the baseline alternatives 2) as well as 3) a) and b) can be excluded from further assessment.

**Step 2:** Elimination of all baseline scenario alternatives that are not in compliance with applicable legal or regulatory requirements.

This step may also include laws and regulations that have another objective than GHG reduction, such as national or local NO<sub>X</sub> regulations.

As stated in Step 1 above, current NO<sub>X</sub> regulations in Israel allow for the continued operation of HCL's nitric acid plant in its current state. Also, there is no legal limit for N<sub>2</sub>O emissions in Israel.

Currently, there are no laws or regulations in place that would prohibit any of the other suggested scenario alternatives is in full compliance with the current regulations.

Also, baseline scenario alternative 5 b) would be in compliance with the  $NO_X$  standards. The secondary abatement catalysts on the market have not shown to lead to any change in the levels of  $NO_X$  emissions of the nitric acid plants where they were tested. Therefore, it can safely be assumed that Haifa Chemicals'  $NO_X$  emissions will remain constant and in compliance after the installation of the secondary catalyst. In any case,  $NO_X$  emissions are currently monitored by an NDIR analyser using extractive gas technology as installed for monitoring  $N_2O$  concentration. Therefore, any change in  $NO_X$  emission levels could easily be detected and investigated.

The above scenarios are in compliance with all applicable laws and regulatory requirements. Currently, there are no laws or regulations in place that would prohibit implementing any of the remaining scenario alternatives.

Therefore, this step does not lead to the exclusion of any of the aforementioned baseline scenario alternatives.

**Step 3:** Identification of those baseline scenario alternatives that face prohibitive barriers (step 3a) and naming of the most likely scenario alternative (step 3b).

**Step 3a** of the baseline identification process serves to eliminate all baseline scenario alternatives that face prohibitive barriers (investment related, technical or incompatibility with the prevailing practice).

#### - Investment barriers (economic/financial)

The installation of a Non-Selective Catalytic Reduction (NSCR) De  $NO_X$  unit is not economically viable since Haifa Chemicals is already in compliance with the prevailing  $NO_X$  regulations. Should these  $NO_X$  regulations change in a way that would require Haifa Chemicals to install a  $NO_X$  abatement unit, the installation of an outdated technology (NSCR) cannot be conceived as a viable alternative to installing a state-of-the-art Selective Catalytic Reduction (SCR)  $DeNO_X$  unit. NSCR units normally require additional natural gas or Ammonia to achieve sufficient tail gas temperatures and/or the right reducing environment inside the catalyst leading to comparably high operational costs. By being led through the absorption tower the gas mix has been cooled down to a temperature level below what is required for  $N_2O$  abatement





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catalysts to function <sup>10</sup>. Because of this, a stack-mounted catalyst abatement system would only work if the stack gas mix is re-heated. This is been done by combustion of additionally added natural gas. Therefore, baseline scenario alternative 4) faces significant investment barriers.

None of the  $N_2O$  destruction technology options (including NSCR) are expected to generate any financial or economic benefits other than CDM related income. Their operation does not create any marketable products or by-products. However, any operator willing to install and thereafter operate such technology faces significant investment and additional operating costs. The legislative and regulatory environment in Israel does not require any investment in  $N_2O$  abatement technology. Thus, any investment would be entirely voluntary.

Therefore, any baseline scenario alternatives that include the implementation of N<sub>2</sub>O abatement catalysts will entail considerable investment barriers.

None of the  $N_2O$  destruction facilities (including NSCR) are expected to generate any financial or economic benefits other than CDM related income. Their operation does not create any marketable products or by-products. However, any operator willing to install and thereafter operate such technology faces significant investment costs. The legislative and regulatory environment in Israel does not require any investment in  $N_2O$  abatement technology. Thus, any investment would be an entirely voluntary financial burden.

Therefore, any baseline scenario alternatives implementing catalysts will entail considerable investment barriers. Only the project activity scenario may not be hindered due to investment requirements if one assumes that CER revenues outstrip investment costs.

#### - Technical barriers

Any of the available  $N_2O$  abatement technologies are installed in a way that they will become part of the nitric acid production plant. Primary and secondary abatement technologies are installed inside the ammonia oxidation reactor of the nitric acid plant where they may, if not correctly designed and installed, interfere with the nitric acid production process which may cause a deterioration of product quality or loss of production output. Tertiary measures require the installation of a complete catalyst container between the absorption column and the stack which may cause significant downtime of the plant during construction and commissioning.

It is unlikely that any plant operator would install such technologies on a voluntary basis without the incentive of any regulatory (emissions caps) or financial benefits (CERs).

#### - Barriers due to prevailing practice

The installation of N<sub>2</sub>O abatement technology currently is neither industrial practice in Israel nor in the Middle East region.

The first installation of  $N_2O$  abatement technology in a nitric acid plant in the region is currently taking place at Abu Qir in Egypt. Also, Fertilizers & Chemicals Ltd. in Haifa as well as Haifa Chemicals Ltd. sites in Haifa are all in the process of developing a CDM project comprised of the installation of secondary  $N_2O$  abatement catalysts.

These three projects are "first of their kind" not only in the Middle East Region but even around the world.

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 $<sup>^{10}</sup>$  N<sub>2</sub>O abatement catalysts require a minimum gas mix temperature of at least 550°C in order to operate effectively; see the booklet no. 2 of the European Fertilizer Manufacturers Association (EFMA), published in the internet under <a href="http://www.efma.org/Publications/BAT%202000/Bat02/booklet2.pdf">http://www.efma.org/Publications/BAT%202000/Bat02/booklet2.pdf</a> (page 17 therein) for further information.





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**Step 3b** shows that the identified barriers would not prevent the implementation of at least one of the alternatives (other than the proposed project activity).

Under step 3 a) it was demonstrated that those baseline scenario alternatives entailing the installation of  $N_2O$  or  $NO_X$  abatement catalysts face considerable obstacles.

The only baseline alternative that is not prevented by any one of the barriers and that is in full compliance with the prevailing laws and regulations in Israel is the status quo: The continuation of the current situation, without installing any  $N_2O$  or  $NO_X$  abatement technology in the plant. Therefore, this is identified as the applicable baseline scenario for the proposed project activity.

All other alternatives are eliminated and Step 4 (Identify the economically most attractive baseline alternative) can therefore be omitted.





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The table below summarises the findings of this section B.4.:

	Baseline Sce- nario Alternative	Legal / Technical	Identified barri	ers		Probability
		preclusion	Investment related	Technical	Common practice re- lated	
1	Continued plant operation without change	No	No	No	No	Likely
2	Switch to alternative HNO <sub>3</sub> production methodology	Yes	Irrelevant	Irrelevant	Irrelevant	Excluded
3 a	External use of N <sub>2</sub> O	Yes (Technical)	Irrelevant	Irrelevant	Irrelevant	Excluded
3 b	N <sub>2</sub> O re-cycling as feedstock for pro- duction	Yes (Technical)	Irrelevant	Irrelevant	Irrelevant	Excluded
4	Installation of a NSCR DeNO <sub>X</sub> unit	No	Yes	Yes	Yes	Very Low
5 a/b	N <sub>2</sub> O abatement catalyst not im- plemented as a CDM project	No	Yes	No	Yes	Very Low
6	Proposed project activity	No	No (if CER revenues ≥ investment)	No	Yes	Low

# B.5. Description of how the anthropogenic emissions of GHG by sources are reduced below those that would have occurred in the absence of the registered CDM project activity (assessment and demonstration of additionality):

This section employs the "Tool for the demonstration and assessment of additionality" (Version 03) as agreed by the CDM Executive Board and published in February 2007 ("Additionality Tool").

# Step 1: Identification of alternatives to the project activity consistent with current laws and regulations

As suggested by AM0034 (Version 02), step 1 of procedure proposed by the Additionality Tool has been omitted. The identification of scenarios alternative to the proposed project activity has been conducted within the baseline scenario identification process (see B.4. above).

#### Steps 2: Investment analysis





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To establish additionality, the Additionality Tool requires an investment analysis, focusing on the comparison of the proposed project activity with the identified baseline scenario.

#### Step 2a: Choice of the appropriate investment evaluation methodology

As demonstrated above (B.4.), neither the project activity nor the identified baseline scenario generates any additional financial or economic benefits besides those obtainable from the sale of CERs. This implies the applicability of a simple cost analysis (Option I of the Additionality Tool). This evaluation method is chosen here.

#### Step 2b: Option I – Simple Cost Analysis

The proposed project activity will lead to significant investment and operating costs for the engineering, construction, shipping, installation and commissioning of the secondary  $N_2O$  abatement catalyst and any necessary modifications of the basket currently holding the rashig rings. In addition, Haifa Chemicals will have to pay a regular lease fee for the continued operation and regular replacement of the secondary  $N_2O$  abatement catalyst. The investment and operating costs for the AMS amount to approximately  $80,000 \in (AMS \text{ purchasing price}, \text{ plus costs for maintenance and replacement parts, excluding any labour costs)}$  throughout the crediting period.

The total investment and operating costs of the project activity (excluding the CDM related costs such as purchasing and operation of AMS, Validations etc.) are estimated to be approximately 1.1 million € over the course of the whole crediting period<sup>11</sup>. This estimate includes the lease fee due to Johnson Matthey for the catalyst, as well as the structural changes for the basket and the operating and maintenance costs by Haifa Chemicals' staff throughout the crediting period.

The identified baseline scenario alternative – the continuation of the current situation, operating the nitric acid plant without an  $N_2O$  abatement catalyst – does not incur any additional costs Therefore, the proposed project activity is financially and economically less attractive than the baseline scenario.

#### Outcome of step 2: Continue with common practice analysis

As the proposed project activity is unlikely to be financially more attractive than the identified baseline scenario alternative, the Additionality Tool requires to conduct a common practice analysis (step 4) and thus to neglect step 3.

#### **Step 4: Common practice analysis**

Step 4 has the purpose to assess the common industrial practice in the area, where the project activity is to be implemented and thus verify the results obtained in the previous steps. If the technology that is to be installed already is the common industrial practice in the region, this would be a counter-indication for the assumption that there are financially and economically more attractive alternatives and / or considerable barriers for its implementation.

#### Sub-step 4a: Analyse other activities similar to the proposed project activity

Market studies (e.g. by EFMA, EU IPPC, US EPA, IPCC) show that  $N_2O$  abatement technologies have not yet spread out into the nitric acid industry in Annex 1 countries, apart from occasional industrial testing. The main reason for this is a lack of regulation / incentive to reduce  $N_2O$  emissions.

The research and development work done so far have been driven by a general expectation that industrialised countries – especially the EU, USA, Japan and Canada – may eventually introduce N<sub>2</sub>O emission

<sup>11</sup> More detailed, confidential information on investment and operation costs can be disclosed to the DOE and the CDM EB upon request





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caps. EU legislation initiating such a limit is under way already and will probably enter into force in  $2007^{12}$ .

The installation of  $N_2O$  abatement technology currently is neither industrial practice in Israel nor anywhere else in the Middle East region. The common practice in the area is to operate such facilities without any  $N_2O$  abatement technology. However, currently all nitric acid producers in the region (e.g. in Israel and Egypt) are pursuing the implementation of secondary or tertiary  $N_2O$  abatement technologies in order to participate in the CDM. According to the Additionality Tool, other CDM project activities are not to be taken into account.

#### Sub-step 4b: Discuss any similar options that are occurring

Because there are no similar activities to the proposed project activity that take place in the region apart from other CDM activities (which are to be neglected), this step does not provide any additional content.

Therefore, the analysis of the common industrial practice indicates that the proposed project activity is additional to the baseline scenario.

#### Conclusion

Currently, there are no national regulations or legal obligations in Israel concerning  $N_2O$  emissions. It is unlikely that any such limits on  $N_2O$  emissions will be imposed in the near future.

Haifa Chemicals is in no need to invest in any  $N_2O$  destruction or abatement technology. Neither are there any national incentives to promote similar project activities. Without the sale of the CER's generated by the project activity no revenue would be generated and the technology would not be installed. No income from any kind of potential product or by-product except CERs are able to pay back investment costs as well as running costs for the installation of the proposed project activity as no marketable product or by product exists. The proposed CDM project activity is undoubtedly additional, since it passes all the steps of the "Tool for demonstration and assessment of additionality".

The registration of the project activity as a CDM Project and the resulting expected CER revenues are the single source of project revenues. CDM registration is therefore the decisive factor for the realization of the proposed project activity.

#### **B.6.** Emission reductions:

#### **B.6.1.** Explanation of methodological choices:

# 1. Determination of the permitted operating conditions of the nitric acid plant to avoid overestimation of baseline emissions:

In order to avoid the possibility that the operating conditions of the nitric acid production plant are modified in such a way that increases  $N_2O$  generation during the baseline campaign, the normal ranges for operating conditions shall be determined for the following parameters: (i) oxidation temperature; (ii) oxidation pressure; (iii) ammonia gas flow rate and (iv) air input flow rates. The permitted range shall be established using the procedures described below. Note that data for these parameters is routinely logged in the process control systems of the plant.

#### i. Oxidation temperature and pressure:

Process parameters monitored: OTh Oxidation temperature for each hour (°C)

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<sup>&</sup>lt;sup>12</sup> See footnote 3 for further information.



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OPh Oxidation pressure for each hour (Pa)

OTnormal Normal range for oxidation temperature (°C)

OPnormal Normal range for oxidation pressure (Pa)

# ii. Ammonia gas flow rates and ammonia to air ratio input into the ammonia oxidation reactor (AOR):

Parameters monitored:

AFR Ammonia gas flow rate to the AOR (tNH<sub>3</sub>/h)

AFRmax Maximum ammonia gas flow rate to the AOR (tNH<sub>3</sub>/h)

AIFR Ammonia to air ratio (%)

AIFRmax Maximum ammonia to air ratio (%)

For the determination of the permitted operating conditions, the historic operating data for  $OT_h$ ,  $OP_h$ , AFR and AIFR were recorded by the process control system for the previous 10 campaigns and analysed by using the hourly average values.

# 2. Determination of baseline emission factor: measurement procedure for $N_2O$ concentration and gas volume flow

N<sub>2</sub>O concentration and gas volume flow are to be monitored throughout the baseline campaign by an AMS which is to be installed and operated using European Norm 14181 (2004) as guidance where applicable. The AMS provides separate readings for N<sub>2</sub>O concentration (NCSG) and gas volume flow (VSG) for every two seconds of operation of the plant. Error readings (e.g. downtime or malfunction) and extreme values are to be automatically eliminated from the output data series by the monitoring system.

Measurement results can be distorted before and after periods of downtime or malfunction of the monitoring system and can lead to mavericks. To eliminate such extremes and to ensure a conservative approach, the following statistical evaluation is to be applied to the complete data series of N<sub>2</sub>O concentration as well as to the data series for gas volume flow. The statistical procedure will be applied to data obtained after eliminating data measured for periods where the plant operated outside the permitted ranges:

- a) Calculate the sample mean (x)
- b) Calculate the sample standard deviation (s)
- c) Calculate the 95% confidence interval (equal to 1.96 times the standard deviation)
- d) Eliminate all data that lie outside the 95% confidence interval
- e) Calculate the new sample mean from the remaining values (volume of stack gas (VSG) and N<sub>2</sub>O concentration of stack gas (NCSG))

The average mass of  $N_2O$  emissions per hour is estimated as product of the NCSG and VSG. The  $N_2O$  emissions per campaign are estimates product of  $N_2O$  emission per hour and the total number of complete hours of operation of the campaign using the following equation:

$$BE_{BC} = VSG_{BC} * NCSG_{BC} * 10^{-9} * OH_{BC}$$

The plant specific baseline emissions factor representing the average  $N_2O$  emissions per tonne of nitric acid over one full campaign is derived by dividing the total mass of  $N_2O$  emissions by the total output of 100% concentrated nitric acid for that period. The overall uncertainty of the monitoring system shall also be determined and the measurement error will be expressed as a percentage (UNC). The  $N_2O$  emission factor per tonne of nitric acid produced in the baseline period (EF<sub>BL</sub>) shall then be reduced by the estimated percentage error as follows:

$$EF_{BL} = (BE_{BC} / NAP_{BC}) (1 - UNC/100)$$

In the absence of any national or regional regulations for  $N_2O$  emissions in Israel, the resulting  $EF_{BL}$  will be used as the baseline emission factor.



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The gauze supplier and gauze composition during the baseline campaign is the same as during the historic campaigns used to establish the permitted operating conditions. Therefore, the  $EF_{BL}$  derived is valid.

The plant was operating within the permitted range of normal operating conditions for more than 50% of the time, therefore the baseline campaign is valid and the resulting  $EF_{BL}$  can be applied to calculate the resulting emission reductions of the project.

#### **Campaign Length**

In order to take into account the variations in campaign length and its influence on  $N_2O$  emission levels, the historic campaign lengths and the baseline campaign length are to be determined and compared to the project campaign length. Campaign length is defined as the total number of metric tonnes of nitric acid at 100% concentration produced with one set of gauzes.

The average historic campaign length (CL<sub>normal</sub>) defined as the average campaign length for the historic campaigns used to define operating condition (the previous five campaigns), will be used as a cap on the length of the baseline campaign.

If  $CL_{BL} \le CL_{normal}$ , then all N<sub>2</sub>O values measured during the baseline campaign can be used for the calculation of EF<sub>BL</sub> (subject to the elimination of data that was monitored during times where the plant was operating outside of the "permitted range").

If  $CL_{BL} > CL_{normal}$ , then  $N_2O$  values that were measured beyond the length of  $CL_{normal}$  during the production of the quantity of nitric acid (i.e. the final tonnes produced) are to be eliminated from the calculation of  $EF_{BL}$ .

#### Statistical Tests comparing Baseline Campaign with "normal" operating conditions

In accordance with AM0034, statistical tests should be performed to compare the average values of the permitted operating conditions with the average values obtained during the baseline campaign.

Since no specific statistical tests are prescribed in AM0034, the project proponents used the statistical tests that are already being used in AM0034 to ensure a consistent approach.

If the mean values for OT<sub>h</sub>, OP<sub>h</sub>, AFR and AIFR obtained during the baseline campaign fall within the 95% confidence interval (1.96 times the standard deviation) of the normal operating conditions, then the baseline campaign is considered to be representative of a normal campaign.

The result of these tests was that the baseline campaign is representative of a normal campaign because all four mean values obtained during the baseline campaign fall within the 95% confidence interval of the normal operating conditions.

#### Leakage

As per methodology AM0034, no leakage emission calculation is required since no leakage emissions are expected to occur as a result of the project activity.

#### **Project Emissions**

Over the duration of the project activity,  $N_2O$  concentration and gas volume flow in the stack of the nitric acid plant as well as the temperature and pressure of ammonia gas flow and ammonia-to-air ratio will be measured continuously.

The same statistical evaluation that was applied to the baseline data series is applied to the project data series of NCSG and VSG:

- a) Calculate the sample mean (x)
- b) Calculate the sample standard deviation (s)





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- c) Calculate the 95% confidence interval (equal to 1.96 times the standard deviation)
- d) Eliminate all data that lie outside the 95% confidence interval
- e) Calculate the new sample mean from the remaining values

$$PE_n = VSG * NCSG * 10^{-9} * OH$$

In order to take into account possible long-term emissions trends over the duration of the project activity and to take a conservative approach a moving average emission factor shall be estimated as follows:

Step1: estimate campaign specific emissions factor for each campaign during the project's crediting period by dividing the total mass of N<sub>2</sub>O emissions during that campaign by the total production of 100% concentrated nitric acid during that same campaign. For example, for campaign n the campaign specific emission factor would be:

$$EF_n = PE_n / NAP_n$$

Step 2: estimate a moving average emissions factor be calculated at the end of a campaign n as follows:

$$EF_{ma,n} = (EF_1 + EF_2 + ... + EF_n) / n$$

This process is repeated for each campaign such that a moving average,  $EF_{ma,n}$ , is established over time, becoming more representative and precise with each additional campaign.

To calculate the total emission reductions achieved in a campaign according to the formula below, the higher of the two values  $EF_{ma,n}$  and  $EF_n$  shall be applied as the emission factor relevant for the particular campaign to be used to calculate emissions reduction s  $(EF_p)$ . Thus:

If 
$$EF_{ma,n} > EF_n$$
 then  $EF_p = EF_{ma,n}$ 

If 
$$EF_{ma,n} < EF_n$$
 then  $EF_p = EF_n$ 

#### Minimum Project Emissions Factor

 $N_2O$  emissions that may result from a potential built up of platinum deposits. After the first ten campaigns of the crediting period of the project, the lowest  $EF_n$  observed during those campaigns will be adopted as a minimum ( $EF_{min}$ ).  $EF_{min}$  is equal to the lowest  $EF_n$  observed during the first 10 campaigns of the project crediting period ( $N_2O/tHNO_3$ ). If any of the later project campaigns results in an  $EF_n$  that is lower than  $EF_{min}$ , the calculation of the emission reductions for that particular campaign shall used  $EF_{min}$  and not  $EF_n$ .

#### Project Campaign Length

If the length of each individual project campaign  $CL_n$  is longer than or equal to the average historic campaign length  $CL_{normal}$  then all  $N_2O$  values measured during the baseline campaign can be used for the calculation of EF (subject to the elimination of data from the Ammonia/Air analysis, see above). If  $CL_n < CL_{normal}$ , recalculate  $EF_{BL}$  by eliminating those  $N_2O$  values that were obtained during the production of tonnes of nitric acid beyond the  $CL_n$  (i.e. the last tonnes produced) from the calculation of  $EF_n$ .

#### **Emission Reductions**

The emission reductions for the project activity over a specific campaign are determined by deducting the campaign-specific emission factor from the baseline emission factor and multiplying the result by the production output of 100% concentrated nitric acid over the campaign period and the GWP of  $N_2O$ :

$$ER = (EF_{BL} - EF_P) * NAP *GWP_{N2O}$$

According to AM0034, the value for Nitric acid production (NAP) during the project campaign shall not exceed the design capacity of the nitric acid plant.





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The existing production capacity is 53,655 metric tonnes of 100% concentrated nitric acid per year (based on 365<sup>13</sup> operating days per year and a daily nameplate capacity of 147 t/d tonnes of nitric acid). In principle, the N4 nitric acid plant shall not be eligible to earn CERs for any tonnes of nitric acid produced exceeding 53,655 in any one year. It shall be noted however, that the "design" or "nameplate" capacity is the capacity figure that is guaranteed by the plant constructor, which is therefore conservative in nature, allowing for some safety margin for the guarantee.

To date, the output capacity of the N4 nitric acid plant was kept at 147 t/day. This value was therefore used as a basis for this PDD. However, it is well possible that an increase in demand levels will necessitate increasing the plant's production to a degree. In this case, the project participants will submit detailed information on the change in product demand in order to justify a corresponding increase in nitric acid and – thereby indirectly – CER production.

The plant normally operates for approximately 330 days per year (resulting in a factual annual production of 48,510 tHNO<sub>3</sub>), so it is not to be expected that the plant exceeds the design capacity for the purposes of this project.

#### **B.6.2.** Data and parameters that are available at validation:

Data / Parameter:	B.1 / NCSG <sub>BC</sub>
Data unit:	$mgN_2O/Nm^3$
Description:	$N_2O$ concentration in the stack gas during the baseline campaign.
Source of data used:	NDIR N <sub>2</sub> O gas analyser (ABB AO2000-Uras14)
Value applied:	2,716
Justification of the choice of data or description of measurement methods and procedures actually applied:	AM0034 requires the determination of the concentration of N <sub>2</sub> O in the stack gas. NCSG is continuously monitored with an NDIR gas analyser <sup>14</sup> and monitoring results are taken and recorded for every two seconds of plant operation. Hourly means for NCSG are derived by the data acquisition system. NCSG data taken during times when the plant was operating outside the permitted operating range were eliminated. The remaining hourly average values where subjected to the following statistical analysis:  a) Calculate the sample mean (x) b) Calculate the sample standard deviation (s) c) Calculate the 95% confidence interval (equal to 1.96 times the standard deviation) d) Eliminate all data that lie outside the 95% confidence interval e) Calculate the new sample mean from the remaining NCSG values
Any comment:	None

Data / Parameter:	B.2 VSG <sub>BC</sub>
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<sup>&</sup>lt;sup>13</sup> As per AM0034 page 11.

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<sup>&</sup>lt;sup>14</sup> The ABB AO2000 Uras 14 has been certified by TÜV Süddeutschland in accordance with the German 27<sup>th</sup> BImSchV (waste incineration plants, large furnaces and others). An NDIR analyser very similar to the AO2000 Uras 14 has since been certified as suitable for N<sub>2</sub>O measurements under QAL1 of ISO14956. A QAL1 certified analyser was not available at the time of purchase by Haifa Chemicals.





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Data unit:	Nm <sup>3</sup> /h
Description:	Normal gas volume flow rate of the stack gas during the baseline campaign.
Source of data used:	Gas Volume Flow meter, Emerson Rosemount Annubar® Model 3095 NFA
Value applied:	19,264
Justification of the choice of data or description of measurement methods and procedures actually applied:	AM0034 requires the determination of the gas volume flow (VSG) in the stack. VSG is continuously monitored with a flow meter and monitoring results are taken and recorded for every two seconds of plant operation. Hourly means for VSG are derived by the data acquisition system. VSG data taken during times when the plant was operating outside the permitted operating range were eliminated.
	The resulting hourly average VSG values are now expressed in Nm3/h as required by AM0034 and where subsequently subjected to the following statistical analysis:  a) Calculate the sample mean (x) b) Calculate the sample standard deviation (s) c) Calculate the 95% confidence interval (equal to 1.96 times the standard deviation) d) Eliminate all data that lie outside the 95% confidence interval e) Calculate the new sample mean from the remaining VSG values
Any comment:	None

Data / Parameter:	B.3 BE <sub>BC</sub>
Data unit:	$tN_2O$
Description:	Total N <sub>2</sub> O gas flow for baseline campaign
Source of data used:	Calculation from measured data.
Value applied:	74.2
Justification of the choice of data or description of measurement methods and procedures actually applied:	The total mass $N_2O$ emissions during the baseline campaign are determined as a product of NSCG, VSG and the total hours of operation during that baseline campaign: $BE_{BC} = VSG_{BC} * NCSG_{BC} * QAL2 \text{ correction factors } * 10^{-9} * OH_{BC}$ A special adjustment factor is applied to the mean NCSG and VSG values derived. During the QAL2 reference measurements it was determined that the $N_2O$ analyzer installed at N3 measured lower $N_2O$ concentration than
	those determined by each of the reference measurements conducted by the QAL2 auditor in November 2006.  The calibration curve for the analyzer resulting from these reference measurements has a slope of 1.0192, i.e. the analyzer was measuring on average 1.92% less N <sub>2</sub> O than the reference method. Therefore, the NCSG values, when applied in the BE calculation, are corrected by a factor of 1.0192.  Likewise, the installed flow meter was understating the actual flow measured by the reference method by 3.72% and hence, the VSG values are adjusted by a factor of 1.0372 before going into the BE calculation.
Any comment:	None







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Data / Parameter:	B.4 OH <sub>BC</sub>
Data unit:	Hours
Description:	Operating hours
Source of data used:	Process Control System.
Value applied:	1,953
Justification of the choice of data or de-	Required by AM0034 to determine the total mass emissions of N <sub>2</sub> O during the baseline.
scription of measure- ment methods and pro- cedures actually ap- plied:	As per the operational procedures of N4, the plant is considered to be offline if the AOR temperature is below 650735°C (also referred to as the "trip temperature") as no nitric acid is produced at this temperature. Therefore, only those hours were considered operating hours if the AOR temperature was at least 650735°C.
	Also, the baseline data were reduced by eliminating any data from 07. November 2006 at 00:00 hours onwards as that was the point in time at which the NAP production during the baseline was exceeding $CL_{normal}$ . As a result, 28 hours were excluded from the original time data series (after reduction of $CL_{BL}$ to be the same as $CL_{normal}$ ).
Any comment:	None

Data / Parameter:	B.5 NAP <sub>BC</sub>
Data unit:	tHNO <sub>3</sub>
Description:	Metric tonnes of 100% concentrated nitric acid produced during the baseline campaign.
Source of data used:	Coriolis mass flow meter
Value applied:	7,848
Justification of the choice of data or description of measurement methods and procedures actually applied:	Required by AM0034 to calculate the average baseline emissions factor ( $\rm EF_{BL}$ ) per tonne of 100% concentrated nitric acid produced during that baseline campaign. NAP is measured with a Coriolis mass flow meter.
Any comment:	None

Data / Parameter:	B.6 TSG
Data unit:	°C
Description:	Temperature in the stack gas
Source of data used:	Stack temperature probe situated directly next to the volume flow meter.
Value applied:	Not applicable
Justification of the	AM0034 requires the determination of gas volume flow at normal conditions in
choice of data or de-	the stack. In order to calculate from the measured VSG values to VSG at normal
scription of measure-	conditions, the actual temperature in the stack is measured by temperature
ment methods and pro-	probes inserted directly next to the flow meter inside the stack. The flow meter
cedures actually ap-	then delivers normalised VSG data into the Data reporting system. TSG is not
plied:	separately reported and monitored but is implicitly recorded in the raw data of





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	normal flow VSG.
Any comment:	None

Data / Parameter:	B.7 PSG
Data unit:	bar
Description:	Pressure in the stack
Source of data used:	Stack pressure probe situated directly next to the volume flow meter.
Value applied:	Not applicable
Justification of the	AM0034 requires the determination of gas volume flow at normal conditions in
choice of data or de-	the stack. In order to calculate from the measured VSG values to VSG at normal
scription of measure-	conditions, the actual pressure in the stack is measured by pressure probes in-
ment methods and pro-	serted directly next to the flow meter inside the stack. The flow meter then de-
cedures actually ap-	livers normalised VSG data into the Data reporting system. PSG is not sepa-
plied:	rately reported and monitored but is implicitly recorded in the raw data of nor-
	mal flow VSG.
Any comment:	None

Data / Parameter:	$B.8 EF_{BL}$
Data unit:	tN <sub>2</sub> O / tHNO <sub>3</sub>
Description:	Emissions factor for baseline period
Source of data used:	Calculated from measured data (tons of nitric acid produced / tons of N <sub>2</sub> O emit-
	ted)
Value applied:	0.00903
Justification of the	As required by AM0034 the plant specific baseline emissions factor represent-
choice of data or de-	ing the average N <sub>2</sub> O emissions per tonne of nitric acid during the baseline cam-
scription of measure-	paign is derived by dividing the total mass of N <sub>2</sub> O emissions by the total output
ment methods and pro-	of 100% concentrated nitric acid during the baseline campaign. The overall un-
cedures actually ap-	certainty of the monitoring system shall also be determined and the measure-
plied:	ment error will be expressed as a percentage ( <i>UNC</i> ). The N <sub>2</sub> O emission factor
	per tonne of nitric acid produced in the baseline period (EF <sub>BL</sub> ) is then reduced
	by the percentage uncertainty as follows:
	$EF_{BL} = (BE_{BC} / NAP_{BC}) (1 - UNC/100) (tN_2O/tHNO_3)$
Any comment:	None

Data / Parameter:	B.9 UNC
Data unit:	%
Description:	Calculated uncertainty of the overall Automated Monitoring System (AMS)
Source of data used:	Engineering reports and calculations conducted by the manufacturer of the com-
	ponents of the AMS.
Value applied:	5
Justification of the	In accordance with AM0034 the overall measurement uncertainty of the AMS is
choice of data or de-	applied in the calculation of the baseline emissions factor (EF <sub>BL</sub> ).
scription of measure-	1. The Uras 14 ABB Analyzer accuracy is 1.0% of the range as certified by
ment methods and pro-	ABB on 31.01.2006
cedures actually ap-	1100 On 51.01.2000





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plied:	<ol> <li>The compression deviation of Analyzer PI Tag (PI is the data acquisition system) is 0.1% of span</li> <li>3095MFA MASS PROBAR Flow meter System Accuracy is +-1% of rate (Reference Manuel 00809-0100-4809, Rev AA, August 2002). This is assumed to include DP cell and all probe uncertainties.</li> <li>The compression deviation of Rosemount Flow meter PI Tag is 0.125% of span</li> <li>Analogue input DCS Foxboro card (FBM01 ANALOG INPUT MODULE) accuracy is +-0.05% of span</li> </ol>
	These values were used to calculate the overall uncertainty of the AMS by taking the square root of the sum of the squares of these values. The result of this calculation would be 1.426%.
	However, QAL2-reference measurements according to EN 14181 have been conducted at the plant to check whether the AMS vendor's UNC assessments are accurate. The QAL2 test report had not yet been available at the time when this PDD version was drafted. Therefore, a provisional value of 5% has been used as a basis for this PDD. The overall total uncertainty of the AMS has been determined by SGS Environmental Serivces of the Netherlands (an accredited ISO 17025 testing house) during the on-site QAL2 audit. The QAL2 audit report and the uncertainty calculation are available to the DOE on request.
Any comment:	None.

Data / Parameter:	B.10 AFR
Data unit:	kgNH <sub>3</sub> /h
Description:	Mean Ammonia gas flow rate to the ammonia oxidation reactor
Source of data used:	Coriolis mass flow meter
Value applied:	Not applicable, monitored data of AFR will be used to determine if plant was
	operating outside of AFR <sub>max</sub> .
Justification of the	The monitoring of AFR is required by AM0034 in order to determine AFR <sub>max</sub> .
choice of data or de-	
scription of measure-	
ment methods and pro-	
cedures actually ap-	
plied:	
Any comment:	None

Data / Parameter:	B.11 AFR <sub>max</sub>
Data unit:	kgNH <sub>3</sub> /h
Description:	Maximum Ammonia gas flow rate to the ammonia oxidation reactor
Source of data used:	AFR data from previous campaigns
Value applied:	2,008
Justification of the	AFR <sub>max</sub> is used to determine those periods where the plant may be operating
choice of data or de-	outside of the permitted operating conditions. The AFR data from the historic
scription of measure-	campaigns was used, after the exclusion of the upper and lower 2.5% percen-
ment methods and pro-	tiles.
cedures actually ap-	





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plied:	
Any comment:	None

Data / Parameter:	B.12 AIFR
Data unit:	% v/v
Description:	Mean Ammonia to air ratio into the ammonia oxidation reactor
Source of data used:	Measurements of AFR and primary air flow rates
Value applied:	Not applicable, monitored data of AIFR will be used to determine if plant was
	operating outside of AIFR <sub>max</sub>
Justification of the	The monitoring of AIFR is required by AM0034 in order to determine AIFR <sub>max</sub> .
choice of data or de-	The permitted range for the NH <sub>3</sub> to Air ratio is taken from the data of the his-
scription of measure-	toric campaigns.
ment methods and pro-	Primary Air flow is measured with a venturi dP flow meter.
cedures actually ap-	Filmary Air now is incasured with a venturi of now ineter.
plied:	
Any comment:	None

Data / Parameter:	B.15 AIFR <sub>max</sub>
Data unit:	% v/v
Description:	Maximum Ammonia to air ratio into the ammonia oxidation reactor during the
	baseline campaign.
Source of data used:	AIFR
Value applied:	9.849
Justification of the	In accordance with AM0034 AIFR <sub>max</sub> is used to determine those periods where
choice of data or de-	the plant may be operating outside of the permitted operating conditions.
scription of measure-	AIFR <sub>max</sub> is derived from the maximum value observed from the data series of
ment methods and pro-	AIFR, which in the case of N4 was 9.849.
cedures actually ap-	
plied:	
Any comment:	None

Data / Parameter:	$B.13 CL_{BL}$
Data unit:	tHNO <sub>3</sub>
Description:	Length of the baseline campaign measured in metric tonnes of 100% concen-
	trated nitric acid produced during that baseline campaign.
Source of data used:	NAP <sub>BC</sub>
Value applied:	7,848.39
Justification of the	CL <sub>BL</sub> is comprised of each and every tonne of nitric acid produced during the
choice of data or de-	baseline campaign, regardless of whether the measured NCSG and VSG data
scription of measure-	were excluded from the relevant period, and subsequently capping it according
ment methods and pro-	to the average historic production.
cedures actually ap-	CL v. is therefore derived by comparing NAP with CL and shortening it by
plied:	, , , , , , , , , , , , , , , , , , , ,
	11 1
scription of measure- ment methods and pro- cedures actually ap-	were excluded from the relevant period, and subsequently capping it according





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	ger value than the NAP value.
Any comment:	None

Data / Parameter:	B.14 CL <sub>normal</sub>
Data unit:	tHNO <sub>3</sub>
Description:	Average length of the historic campaigns measured in metric tonnes of 100% concentrated nitric acid produced during that baseline campaign.
Source of data used:	Mass Balance calculations and flow meter measurements as described in NAP.
Value applied:	9606.56
Justification of the choice of data or description of measurement methods and procedures actually applied:	In accordance with AM0034 the average historic campaign length ( $CL_{normal}$ ) is defined as the average campaign length for the historic campaigns that were used to define operating condition. $CL_{normal}$ presents the cap on the length of the baseline campaign from which the baseline emissions factor will be derived.
	The baseline campaign length ( $CL_{BL}$ ) has to be compared to the established average historic campaign length ( $CL_{normal}$ ) and if it is found that
	- $CL_{BL} \le CL_{normal}$ , then all $N_2O$ values measured during the baseline campaign can be used for the calculation of $EF_{BL}$ (subject to the elimination of data that was monitored during times where the plant was operating outside of the "permitted range").
	- $CL_{BL} > CL_{normal}$ , then $N_2O$ values that were measured beyond the length of $CL_{normal}$ during the production of the quantity of nitric acid (i.e. the final tonnes produced) are to be eliminated from the calculation of $EF_{BL}$ .
	During the five historic campaigns, a total of 48,032.79 metric tonnes of 100% concentrated nitric acid have been produced, resulting in an average production output (NAP) of 9,606.56 per campaign. This value represents the average historic campaign length ( $CL_{normal}$ ).
Any comment:	None.

Data / Parameter:	B.16 OT <sub>h</sub>
Data unit:	°C
Description:	Oxidation temperature for each hour during the baseline campaign
Source of data used:	Monitoring results of three thermocouples inside the ammonia oxidation reactor
	and recorded by the data acquisition system.
Value applied:	Not applicable
Justification of the	In accordance with AM0034 the oxidation temperature in the ammonia oxida-
choice of data or de-	tion reactor (OTh) has to be monitored and compared to the Normal range for
scription of measure-	oxidation temperature (OT <sub>normal</sub> ).
ment methods and pro-	VSG and NCSG data obtained during times when OTh was above or below OT-
cedures actually ap-	$n_{\text{normal}}$ has to be eliminated from the calculation of EF <sub>BL</sub> .
plied:	normal has to be eliminated from the earediation of Li BL.
Any comment:	None

Data / Parameter:
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Data unit:	°C (min and max)
Description:	Normal range operating temperature
Source of data used:	Measurements from thermocouples during historical campaigns
Value applied:	895.96°C (min.) and 929.15°C (max.)
Justification of the choice of data or description of measure-	AM0034 requires the establishment of the normal range of operating temperatures in the ammonia oxidation reactor (AOR).
ment methods and procedures actually applied:	Measurements are taken continuously by a thermocouple inside the AOR, all data taken during the 5 historic campaigns have been interpreted as a sample of a stochastic variable. All data falling within the upper and lower 2.5% percentile have been eliminated, the range of the remaining values represents the maximum and minimum normal operating temperatures in the AOR.
Any comment:	None

Data / Parameter:	B.18 OP <sub>h</sub>
Data unit:	Bar
Description:	Oxidation Pressure for each hour during the baseline campaign
Source of data used:	Discharge of the air compressor before the ammonia to air mixer.
Value applied:	Not applicable.
Justification of the choice of data or description of measurement methods and procedures actually applied:	In accordance with AM0034 the oxidation pressure in the ammonia oxidation reactor (OPh) has to be monitored and compared to the Normal range for oxidation temperature ( $OP_{normal}$ ). VSG and NCSG data obtained during times when OPh was above or below $OP_{normal}$ has to be eliminated from the calculation of $EF_{BL}$ .
phou .	AM0034 prescribes the monitoring and recording of the Oxidation Pressure for each hour (OPh) during the baseline campaign. This would imply the measurement of pressure inside the Ammonia Oxidation Reactor. In the case of N4, the pressure probe is located at the discharge of the air compressor before the ammonia to air mixer. Since the location of this probe remains the same during the historic campaigns, the baseline campaigns and the project campaigns, it is appropriate to use this value for comparison of OPh between these campaigns.
Any comment:	None

Data / Parameter:	B.19 OP <sub>normal</sub>
Data unit:	bar (min and max)
Description:	Normal operating pressure of the ammonia oxidation reactor as observed during
	the historic campaigns.
Source of data used:	Discharge of the air compressor before the ammonia to air mixer.
Value applied:	11.56 bar to 12.54 bar
Justification of the	AM0034 requires the establishment of the normal range of operating pressure in
choice of data or de-	the ammonia oxidation reactor.
scription of measure-	All data taken during the 5 historic campaigns have been interpreted as a sample
ment methods and pro-	An data taken during the 5 instoric campaigns have been interpreted as a sample





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cedures actually applied :	of a stochastic variable. All data falling within the upper and lower 2.5% percentile have been eliminated; the range of the remaining values represents the maximum and minimum normal operating pressure.
Any comment:	None

Data / Parameter:	B.20 GS <sub>normal</sub>
Data unit:	Name of Supplier
Description:	Gauze supplier for the operating condition campaigns
Source of data used:	Monitored / Invoices
Value applied:	W.C. Heraeus
Justification of the choice of data or description of measure-	AM0034 requires the monitoring of the supplier of the ammonia oxidation catalyst gauze. The recorded information is not further processed in the methodology but it is used as a plausibility check against the information for GC.
ment methods and procedures actually applied:	Haifa Chemicals has been using ammonia oxidation catalyst gauzes supplied by Heraeus for the past several years in N3 and N4 while gauzes supplied by Johnson Matthey were used in N1 and N2. This strategy is applied by many nitric acid producers in order to avoid being reliant on only one gauze supplier.
	However, by deciding on using the $N_2O$ abatement catalyst supplied by Johnson Matthey in all four nitric acid plants, Haifa Chemicals also made the decision to switch to using Johnson Matthey ammonia oxidation catalyst gauzes in all four plants as part of the Amoxis Hybrid RN20/101 catalyst system. Therefore, the $GS_{project}$ will be Johnson Matthey plc for the foreseeable future.
	The value for $GS_{normal}$ is only a plausibility check, the decisive value in determining if the baseline campaign data is applicable is the comparison of $GC_{normal}$ and $GC_{BL}$ .
Any comment:	None

Data / Parameter:	$B.21 GS_{BL}$
Data unit:	Name of Supplier
Description:	Gauze supplier for the operating condition campaigns
Source of data used:	Monitored / Invoices
Value applied:	W.C. Heraeus
Justification of the	AM0034 requires the monitoring of the supplier of the ammonia oxidation cata-
choice of data or de-	lyst gauze. The recorded information is not further processed in the methodol-
scription of measure-	ogy but it is used as a plausibility check against the information for GC.
ment methods and pro-	
cedures actually ap-	
plied:	
Any comment:	None

Data / Parameter:	B.23 GC <sub>normal</sub>
Data unit:	%
Description:	Gauze composition during the 5 historic operating campaigns expressed as per-





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	centage by weight of the precious metals Platinum, Rhodium and, if applicable,
	Palladium comprising the Ammonia Oxidation Catalyst gauzes.
Source of data used:	Monitored / Gauze supplier invoices
Value applied:	Platinum (Pt) 95.0%
	Rhodium (Rh) 5.0%
	Palladium (Pd) 0.0%
Justification of the	In accordance with AM0034, if the composition of the ammonia oxidation cata-
choice of data or de-	lyst used for the baseline campaign and after the implementation of the project
scription of measure-	are identical to that used in the campaign for setting the operating conditions
ment methods and pro-	(previous five campaigns), then there shall be no limitations on N <sub>2</sub> O baseline
cedures actually ap-	emissions.
plied:	The gauze composition remained unchanged throughout the campaigns.
	The gauze composition remained unchanged throughout the campaigns.
Any comment:	None

Data / Parameter:	B.24 GC <sub>BL</sub>
Data unit:	%
Description:	Gauze composition during the baseline campaign expressed as percentage by
	weight of the precious metals Platinum, Rhodium and, if applicable, Palladium
	comprising the Ammonia Oxidation Catalyst gauzes.
Source of data used:	Monitored / Gauze supplier invoices
Value applied:	Platinum (Pt) 95.0%
	Rhodium (Rh) 5.0%
	Palladium (Pd) 0.0%
Justification of the	A change in the composition of the ammonia oxidation catalyst in the baseline
choice of data or de-	campaign to a composition other than that used in the previous five campaigns,
scription of measure-	is permissible without any limitation on the N <sub>2</sub> O baseline emissions if the fol-
ment methods and pro-	lowing conditions are met
cedures actually ap-	a) The baseline catalyst composition is considered as common practice in
plied:	the industry, or
	b) The change in catalyst composition is justified by its availability, per-
	formance, relevant literature etc.
	Otherwise, the baseline emission factor shall be set to the conservative IPCC
	default emission factor for N <sub>2</sub> O from nitric acid plants which have not installed
	N <sub>2</sub> O destruction measures (4.5 kg-N2O / t HNO3).
	GC <sub>BL</sub> at Haifa Chemicals' N4 nitric acid plant is the same as GC <sub>normal</sub> , therefore,
	the results of the baseline campaign are fully valid and applicable.
Any comment:	None

Data / Parameter:	B.26 EF <sub>reg</sub>
Data unit:	tN <sub>2</sub> O/tHNO <sub>3</sub>
Description:	Emissions cap for N <sub>2</sub> O from nitric acid production set by government regulation
Source of data used:	Ministry of Environment
Value applied:	None
Justification of the	There is currently no regulation in Israel that limits the emissions of N <sub>2</sub> O from





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choice of data or de- scription of measure- ment methods and pro- cedures actually ap-	nitric acid production.
plied:	
Any comment:	None.

#### **B.6.3** Ex-ante calculation of emission reductions:

#### Description of the N.serve Database Management System (N.DBMS)

All data necessary for the monitoring and verification procedures related to the project activity are transferred from the nitric acid plant's data acquisition system into a dedicated relational database management system ("N.DBMS") based on Microsoft Access 2002. Database management systems are designed for a structured storage of large amounts of data providing for minimum redundancy and maximum flexibility to allow best practice data analysis. Relation DBMS organize all data in tables. N.DBMS mainly consists of three such tables, labelled PROJECTS, CAMPAIGNS, and DATA\_CROSS.

The first table, PROJECTS, serves as an anchor for all data stored. Each CDM project must be defined here, before any related data can be stored. Table PROJECTS provides a unique identifier and a short name for each project. In addition, project specific data such as owner and location may be stored.

#### Structure of table PROJECTS

Field Name	Field Type	Comment
ProjId	Integer	Unique identifier for the project
ProjName	Text	Short name of the project
ProjOwner	Text	Operator of the installation
ProjLoc	Text	Location of the installation (City)
ProjCountry	Text	Location of the installation (Country)

#### Sample content of table PROJECTS

		Projects		
Pro- jId	ProjNa- me	i Proluwner i		ProjCountry
2	N1	Haifa Chemicals	Haifa	Israel
3	N2	Haifa Chemicals	Haifa	Israel
4	N3	Haifa Chemicals	Haifa	Israel
5	N4	Haifa Chemicals	Haifa	Israel

Table CAMPAIGNS defines the individual production campaigns and contains data which describe the campaign as a whole, such as date and time of start and stop and the physical units in which the data are stored. Each campaign must be defined here, before time series of related data can be stored.





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#### Structure of table CAMPAIGNS

FieldName	FieldType	Comment			
ProjId	Integer	Identifier of the project, to which the campaign belongs			
CampId	Integer	Identifier of the campaign			
CampName	Text	Campaign name defined by owner			
CampType	Text	Type of campaign: H (historical), B (baseline), I (Intermedi-			
		ate, between BL and CDM registration), P (Project)			
DateStart	DateStart Date Starting day of the campaign				
TimeStart	Date	Starting time of the campaign			
DateStop	Date	Stopping day of the campaign			
TimeStop	Date	Stopping time of the campaign			
Period	Text	Length of measurement period: hours, minutes, seconds			
CampLength	Number	Length of campaign (measured in tons of nitric acid pro-			
		duced)			
AFR_Unit	Text	Physical unit of AFR data			
AIFR_Unit	Text	Physical unit of AIFR data			
NAP_Unit	Text	Physical unit of NAP data			
NCSG_Unit	Text	Physical unit of NCSG data			
Oph_Unit	Text	Physical unit of OPh data			
OTh_Unit	Text	Physical unit of OTh data			
VSG_Unit	Text	Physical unit of VSG data			

Finally, the times series of the parameter values listed above are stored in table DATA\_CROSS. Each set of values for the different parameters is identified by the ProjId, CampId and a date/time-stamp.

#### Structure of table DATA CROSS

FieldName	FieldType	Comment
ProjId	Integer	Identifier of the project, to which the campaign belongs
CampId	Integer	Identifier of the campaign to which the data belong
DateTime	Date	Date and time stamp
AFR	Number	AFR value
AIFR	Number	AIFR value
NAP	Number	NAP value
NCSG	Number	NCSG value
Oph	Number	Oph value
OTh	Number	OTh value
VSG	Number	VSG value

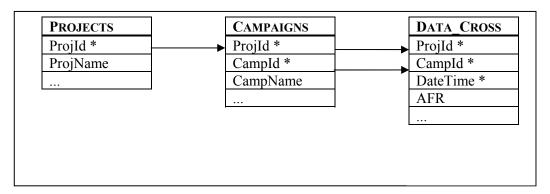
The tables PROJECTS, CAMPAIGNS, and DATA\_CROSS are linked by so-called 1:n relationships. That is, for each project, there may be n campaigns and for each campaign, m sets of data may be stored, where n and m indicated the number of campaign and data sets, respectively. Other than in Excel, there is no practical limit (other than disk space and computer performance) for n and m when using a DBMS such as Access.

#### Data model



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Stars (\*) indicate the primary keys of the three tables, which make sure, that data sets are unique.

Using the database structure outlined above, it is now possible to analyse the data stored in many different ways using the database query mechanisms provided by Access. All statistical analyses and exclusions of parameter sets required by AM0034 will be carried out by appropriately designed database queries, which will be described in detail below.

# Calibration using historical campaigns and calculation of the baseline emissions factor with N.DBMS

In a first step, a number of statistical calculations are carried out for the historical and baseline data using Query 1<sup>15</sup>:

- Number of data sets
- Minimum value
- Maximum value
- Mean value and/or sum (depending on the character of the parameter)
- Standard deviation
- 95% confidence interval

The resulting table, which is in part shown below, is somewhat difficult to read and is, therefore, exported into an Excel spreadsheet for further analysis.

**Query 1: Without parameter limits** 

Projld	CampType	Count(DT)	Count(AFR)	Min(AFR)	Max(AFR)	Avg(AFR)	StdDev(AFR)	Count(AIFR)
5	В	1,953.00	1,953.00	9.13	1,866.03	1,227.37	746.08	1,953.00
5	Н	8,655.00	8,652.00	0.00	2,007.81	1,684.02	348.63	8,652.00

Resulting Access table of Query 1

The table shown above is reorganised into the sheet shown below to enhance clarity and convenience.

<sup>&</sup>lt;sup>15</sup> All queries are available and can be provided to the DOE upon request.





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N.DBMS Baseline Calculation	n l	Project:	Haifa Chemi	cals N4, Hai	fa, Israel				
Historical campaigns	(	Query 1: Wi	ithout param	eter limits					
	Parameter	ОН	AFR	AIFR	Oph	OTh	NCSG	VSG	NAP
	Unit	h	kg NH3 / h	1	bar-g	оС	mg N2O / Nm3	Nm3 / h	kg HNO3
Count		8,655	8,652	8,652	8,652	8,652			
Minimum			0	-0.04	-0.03	22			
Maximum			2,008	0.10	12.65	1,133			
Mean			1,684	0.09	11.69	892			
Standard deviation			349	0.02	2.20	157			
95% confidence level (1.96 *	Std.dev.)		683	0.05	4.32	308			
Sum									48,164,034

Table after Query 1 in excel-format

Next, the 2.5% percentiles for OTh and OPh are excluded to determine the normal operating range for these parameters. The results are applied to the data set and the results are shown in Historic Query 2.

N.DBMS Baseline Calculation	Project:	Haifa Chem	icals N4, Ha	ifa, Israel				
Historical campaigns	Query 2: W	ith limits on	historical d	ata				
Paramete	r <b>OH</b>	AFR	AIFR	Oph	OTh	NCSG	VSG	NAP
Un	t h	kg NH3 / h	1	bar-g	оС	mg N2O / Nm3	Nm3 / h	kg HNO3
Count	8,284	8,284	8,284	8,284	8,284			
Remaining share of data sets	96%	96%	96%	96%	96%			
Minimum		759	0.02	6.12	816			
Maximum		2,008	0.10	12.65	930			
Mean		1,755	0.10	12.14	924			
Standard deviation		79	0.00	0.32	8			
95% confidence level (1.96 * Std.dev.)		154	0.00	0.64	16			
Sum								48,032,792
Limits acc. to consistency check		not blank	not blank	not blank	not blank			
Lower limit			0		800			
Upper limit								

Table: Query 2

This Excel sheet is now used to conduct a manual plausibility check. In case if the data series shows negative or obviously invalid values. Such values would be excluded at this stage.

Next, the analysis of the baseline data can be conducted applying the results of the analysis of the historical data.





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#### Query 1: determination of OH and NAP

N.DBMS Baseline Calculation	on I	Project:	Haifa Chemi	cals N4, Hai	fa, Israel				
Baseline campaign	(	Query 1: Without parameter limits							
	Parameter	ОН	AFR	AIFR	Oph	OTh	NCSG	VSG	NAP
	Unit	h	kg NH3 / h	1	bar-g	оС	mg N2O / Nm3	Nm3 / h	kg HNO3
Count		1,953	1,953	1,953	1,953	1,953	1,953	1,953	
Minimum			9	-0.03	-0.01	7	0	3	
Maximum			1,866	0.10	12.31	919	3,871	20,436	
Mean			1,227	0.06	8.66	678	1,974	14,018	
Standard deviation			746	0.05	5.20	390	1,254	8,427	
Sum		1,953							7,848,39
Baseline emissions		BE	-	= VSG * NCSC	G * Oh			t N2O	54.
Emission factor		EF	_	= BE / NAP				kg N2O / t HNO3	6.89

Table: Query 1

According to this Query 1, the OH value of the baseline campaign is 1,953 hours and the NAP value is 7,848.4 tonnes of nitric acid.

#### Query 2 to 5: Applying the normal operating range from historical data

After conducting Queries 2 to 5 which effect the elimination of

- 1) all invalid (i.e. obviously inconsistent) historic data sets
- 2) all historic data sets outside the 95% confidence intervals as prescribed by AM0034
- 3) all baseline data sets registered while the plant was operating outside the historic operational parameters
- 4) and all baseline data sets that were recorded for  $HNO_3$ -production beyond the established  $CL_{normal}$ -value

65% of all original data sets remain.

The remaining data sets are those recorded when the plant was operating normal. Data sets registered during start-up or shut-down of the plant are not taken into account.







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N.DBMS Baseline Calculation	Project:	Haifa Chem	icals N4, Ha	ifa, Israel				
Baseline campaign	Query 5: Pe	ermitted ran	ge from his	t. campaign	s applied to	BL data, inval	id data sets excluded	, CL cut
Parameter	OH	AFR	AIFR	Oph	OTh	NCSG	VSG	NAP
Uni	t h	kg NH3 / h	1	bar-g	оС	mg N2O / Nm3	Nm3 / h	kg HNO3
Count	1,274	1,274	1,274	1,274	1,274	1,274	1,274	
Remaining share of data sets	65%	65%	65%	65%	65%	65%	65%	
Minimum		1,548	0.09	11.6	900	0	18,491	
Maximum		1,866	0.10	12.3	919	3,564	20,436	
Mean		1,703	0.09	11.9	918	2,661	19,315	
Standard deviation		43	0.00	0.1	2	414	284	
95% confidence level (1.96 * Std.dev.)		85	0	0.2	4	811	556	
Sum	1,419							7,810,740
Limits acc. to consistency check		not blank	not blank	not blank	not blank			
Lower limit			0	11.6	895.960			
Upper limit		2,008	0.10	12.5	929.154			
• •	(see Q2-B)							
Baseline emissions	BE		= VSG * NCS	6G * Oh			t N2O	72.9
Emission factor	EF		= BE / NAP				kg N2O / t HNO3	9.34

Table: Query 5

The line "Remaining share of data sets" in the excel table indicates how many data sets remain after application of the queries 1 to 5. Since this value is well above the 50% required by AM0034, the baseline is valid.

In Query 6, all baseline data sets outside 95% are eliminated, also the determined uncertainty for the AMS is applied to the EF calculation. The UNC-value applied here of 5% is provisional only, because the QAL2 test report has not yet been completed.

N.DBMS Baseline Calculation	Project:	Haifa Chem	icals N4, Ha	lifa, Išrael				
Baseline campaign	Query 6: Q	5 + confiden	ce levels ap	plied to bas	seline data			
Paramete	r <b>OH</b>	AFR	AIFR	Oph	OTh	NCSG	VSG	NAP
Un	it h	kg NH3 / h	1	bar-g	оС	mg N2O / Nm3	Nm3 / h	kg HNO3
Count	1,164	1,164	1,164	1,164	1,164	1,164	1,164	
Remaining share of data sets	60%	60%	60%	60%	60%	60%	60%	
Minimum		1,605	0.09	11.6	903	2,406	18,766	
Maximum		1,819	0.10	12.1	919	3,444	19,869	
Mean		1,697	0.10	11.9	918	2,716	19,264	
Standard deviation 95% confidence level (1.96 * Std.dev.)		36	0.00	0	2	142	196	
Sum	1,419							7,810,74
Limits acc. to consistency check		not blank	not blank	not blank	not blank	not blank	not blank	
Lower limit				11.56	895.960	1,850	18,758	
Upper limit		2,008	0.10	12.54	929.154	3,472	19,871	
• •	(see Q2-B)							
Baseline emissions	BE		= VSG * NCS	6G * Oh			t N2O	74.2
Emission factor	EF		= BE / NAP	* (1 - UNC/10	10)		kg N2O / t HNO3	9.0
Uncertainty	UNC						_	

The resulting baseline emissions factor is 9.03 kgN<sub>2</sub>O/tHNO<sub>3</sub>. It is based on a 60% remaining share of all data sets.

During the EF<sub>P</sub> and ER<sub>n</sub> calculation, the same procedures will be applied by means of the N.DBMS; this statistic analysis will be conducted in accordance with AM0034.

### **Ex-ante calculation of Emission Reductions**

Several of the parameters necessary to calculate the emission reductions expected from the project activity will only be established during the operation of the project.



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Therefore, certain assumptions had to be made for the calculations (see section A.4.4 above for details):

- Production output of nitric acid (NAP) per year being 48,510 tonnes of nitric acid;
- Emissions Factor during each of the project campaigns (EF<sub>P</sub>) is mainly influenced by the abatement efficiency of the N<sub>2</sub>O abatement catalyst, which is assumed to be at least 85% of baseline N<sub>2</sub>O emissions. Taking EF<sub>BL</sub> of 9.03 kgN<sub>2</sub>O/tHNO<sub>3</sub> and applying 85% abatement efficiency, the annual baseline emissions would be 135,794 tCO<sub>2</sub>e and the annual emission reductions 115,425 tCO<sub>2</sub>e;
- Project activity starting on 1<sup>st</sup> July 2007 and ending 31<sup>st</sup> June 2017.

These values are applied in the calculations for table B.6.4 below.

### **B.6.4** Summary of the ex-ante estimation of emission reductions:

Year	Estimation of project activity emissions (tonnes of CO2 e)	Estimation of baseline emissions (tonnes of CO2 e)	Estimation of leakage (tonnes of CO2 e)	Estimation of overall emission reductions (tonnes of CO2 e)
2007	10,148.5	67,897	0	57,712.5
2008	20,369	135,794	0	115,425
2009	20,369	135,794	0	115,425
2010	20,369	135,794	0	115,425
2011	20,369	135,794	0	115,425
2012	20,369	135,794	0	115,425
2013	20,369	135,794	0	115,425
2014	20,369	135,794	0	115,425
2015	20,369	135,794	0	115,425
2016	20,369	135,794	0	115,425
2017	10,148.5	67,897	0	57,712.5
Total	203,690	1,357,940	0	1,154,250

### B.7 Application of the monitoring methodology and description of the monitoring plan:

### **B.7.1** Data and parameters monitored:

All of the monitoring equipment used to derive the data for this PDD has been made part of the ISO 9001/14001 procedures. Also, Annual Surveillance Tests (AST) will be conducted by an ISO 17025 accredited company once per year to ensure continuous accuracy standards of the measurements taken by the AMS installed.

All of the data obtained and used as part of the baseline and during the crediting period of the project will be archived electronically for at least 2 years in at least 2 different locations.

Data / Parameter:	P.1 NCSG
Data unit:	ppmv (convertible to mg N <sub>2</sub> O / m <sup>3</sup> )
Description:	N <sub>2</sub> O concentration in the stack gas during each project campaign.
Source of data to be	NDIR N <sub>2</sub> O gas analyser (ABB AO2000 Uras-14)
used:	
Value of data applied	Not available yet.
for the purpose of cal-	
culating expected emis-	
sion reductions in sec-	
tion B.5	





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Description of measurement methods and procedures to be applied:	AM0034 requires the determination of the concentration of N2O in the stack gas. NCSG is continuously monitored with an NDIR gas analyser 16 and monitoring results are taken and recorded for every two seconds of plant operation. Hourly means for NCSG are derived by the data acquisition system. NCSG data taken during times when the plant was operating outside the permitted operating range were eliminated. The remaining hourly average values where subjected to the following statistical analysis:  a) Calculate the sample mean (x) b) Calculate the sample standard deviation (s) c) Calculate the 95% confidence interval (equal to 1.96 times the standard deviation) d) Eliminate all data that lie outside the 95% confidence interval e) Calculate the new sample mean from the remaining NCSG values
QA/QC procedures to be applied:	Automatic zero and span calibrations are carried out by the analyser automatically at least once per day. See Monitoring Plan for more details.
Any comment:	None

Data / Parameter:	P.2 VSG
Data unit:	Nm3/h
Description:	Normal gas volume flow rate of the stack gas during each project campaign.
Source of data to be used:	Gas Volume Flow meter, Emerson Rosemount Annubar® Model 3095 NFA
Value of data applied for the purpose of cal- culating expected emis- sion reductions in sec- tion B.5	Not available yet.
Description of measurement methods and procedures to be applied:	AM0034 requires the determination of the gas volume flow (VSG) in the stack. VSG is continuously monitored with a flow meter and monitoring results are taken and recorded for every two seconds of plant operation. Hourly means for VSG are derived by the data acquisition system. Temperature and pressure is also continuously measured in the stack and the VSG values subsequently adjusted to derive the VSG at normal conditions (i.e. standard pressure and temperature).
	VSG data taken during times when the plant was operating outside the permitted operating range are to be eliminated.
	The resulting hourly average VSG values are now expressed in Nm3/h as required by AM0034 and where subsequently subjected to the following statistical analysis:
	<ul> <li>a) Calculate the sample mean (x)</li> <li>b) Calculate the sample standard deviation (s)</li> <li>c) Calculate the 95% confidence interval (equal to 1.96 times the standard</li> </ul>

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 $<sup>^{16}</sup>$  The Environnement S.A. MIR 9000 gas analyser has been certified according to ISO 14956, QAL1 procedures as suitable for stack gas concentration monitoring of NO, NO<sub>2</sub>, SO<sub>2</sub> and various other gasses. At the time of installation of the AMS at Haifa Chemicals's N3 plant, no analyser was available on the market that had already passed the certification for N<sub>2</sub>O.





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	deviation) d) Eliminate all data that lie outside the 95% confidence interval e) Calculate the new sample mean from the remaining VSG values
QA/QC procedures to be applied:	The flow meter is calibrated at least annually. See Monitoring Plan for more details.
Any comment:	None.

Data / Parameter:	P.3 PE <sub>n</sub>
Data unit:	$tN_2O$
Description:	Total mass N <sub>2</sub> O emissions in each project campaign.
Source of data to be used:	Calculated from the measurements from measured data.
Value of data applied for the purpose of cal- culating expected emis- sion reductions in sec- tion B.5	Not available yet.
Description of measurement methods and procedures to be applied:	Not applicable, calculated value as per the following formula: $PE_n = VSG * NCSG * 10^{-9} * OH$
QA/QC procedures to be applied:	Not applicable. Calculated value.
Any comment:	None.

Data / Parameter:	P.4 OH <sub>n</sub>
Data unit:	Hours
Description:	Total operating hours during each project campaign
Source of data to be	Process Control System.
used:	
Value of data applied	Not available yet.
for the purpose of cal-	
culating expected emis-	
sion reductions in sec-	
tion B.5	
Description of meas-	Required by AM0034 to determine the total mass emissions of N <sub>2</sub> O during the
urement methods and	baseline.
procedures to be applied:	During the project, the "trip temperature" of 800°C will be applied as the exclusion criterion for determining those hours during which the plant was offline during a campaign.
QA/QC procedures to	Subject to ISO 9001/14001 procedures.
be applied:	
Any comment:	None.

Data / Parameter:	P.5 NAP
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Data unit:	tHNO <sub>3</sub>
Description:	Metric tonnes of 100% concentrated nitric acid during each project campaign.
Source of data to be	Coriolis mass flow meter
used:	
Value of data applied	Not available yet.
for the purpose of cal-	
culating expected emis-	
sion reductions in sec-	
tion B.5	
Description of meas-	Required by AM0034 to calculate the average baseline emissions factor (EF <sub>BL</sub> )
urement methods and	per tonne of 100% concentrated nitric acid produced during that baseline cam-
procedures to be ap-	paign.
plied:	NAP is measured with a Coriolis mass flow meter.
QA/QC procedures to	ISO9001/14001 procedures and documented in the applicable ISO handbooks.
be applied:	
Any comment:	

Data / Parameter:	P.6 TSG
Data unit:	$^{\circ}\mathrm{C}$
Description:	Temperature in the stack gas
Source of data to be used:	Stack temperature probe situated directly next to the volume flow meter.
Value of data applied for the purpose of cal- culating expected emis- sion reductions in sec- tion B.5	Not applicable
Description of measurement methods and procedures to be applied:	AM0034 requires the determination of gas volume flow at normal conditions in the stack. In order to calculate from the measured VSG values to VSG at normal conditions, the actual temperature in the stack is measured by a temperature probe directly next to the flow meter.
QA/QC procedures to be applied:	ISO9001/14001 procedures and documented in the applicable ISO handbooks.
Any comment:	None.

Data / Parameter:	P.7 PSG
Data unit:	Bar
Description:	Pressure in the stack
Source of data to be	Stack pressure probe situated directly next to the volume flow meter.
used:	
Value of data applied	Not applicable.
for the purpose of cal-	
culating expected emis-	
sion reductions in sec-	
tion B.5	
Description of meas-	AM0034 requires the determination of gas volume flow at normal conditions in
urement methods and	the stack. In order to calculate from the measured VSG values to VSG at normal
procedures to be ap-	conditions, the actual pressure in the stack has to be determined and applied to





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plied:	each hourly mean VSG value. The measurements are taken continuously by a pressure probe inside the stack very close to the stack gas volume flow meter.
QA/QC procedures to be applied:	ISO9001/14001 procedures and documented in the applicable ISO handbooks.
Any comment:	None.

Data / Parameter:	P.8 EF <sub>n</sub>
Data unit:	tN <sub>2</sub> O/tHNO <sub>3</sub>
Description:	Emissions factor for campaign n.
Source of data to be	Calculation from total mass N <sub>2</sub> O emissions of campaign n (PE <sub>n</sub> ) and total nitric
used:	acid production (NAP <sub>n</sub> ).
Value of data applied	Not available yet.
for the purpose of cal-	
culating expected emis-	
sion reductions in sec-	
tion B.5	
Description of meas-	The campaign specific emissions factor for each campaign during the project's
urement methods and	crediting period is calculated by dividing the total mass of N <sub>2</sub> O emissions during
procedures to be ap-	that campaign by the total production of 100% concentrated nitric acid during
plied:	that same campaign. For campaign n the campaign specific emission factor
	would be:
	$EF_n = PE_n / NAP_n$
QA/QC procedures to	Not applicable.
be applied:	
Any comment:	None

Data / Parameter:	$P.9 EF_{ma,n}$
Data unit:	tN <sub>2</sub> O/tHNO <sub>3</sub>
Description:	Moving average emissions factor derived over time from campaign specific emis-
	sions factors.
Source of data to be used:	Calculation from campaign specific emissions factors EF <sub>n</sub> .
Value of data applied	Not available yet.
for the purpose of cal-	
culating expected emis-	
sion reductions in sec-	
tion B.5	
Description of meas-	In order to take into account possible long-term emissions trends over the dura-
urement methods and	tion of the project activity and to take a conservative approach a moving average
procedures to be ap-	emission factor shall be estimated as follows:
plied:	$EF_{ma,n} = (EF_1 + EF_2 + \dots + EF_n) / n$
	This process is repeated for each campaign such that a moving average, $\mathrm{EF}_{ma,n}$ is established over time, becoming more representative and precise with each additional campaign.
QA/QC procedures to	Not applicable.





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be applied:	
Any comment:	None

Data / Parameter:	P.12 CL <sub>n</sub>
Data unit:	tHNO <sub>3</sub>
Description:	Length of each project campaign measured in metric tonnes of 100% concentrated nitric acid produced during that campaign.
Source of data to be used:	NAP
Value of data applied for the purpose of cal- culating expected emis- sion reductions in sec- tion B.5	Not available yet.
Description of measurement methods and procedures to be applied:	In accordance with AM0034 the project length ( $CL_n$ ) has to be compared to the established average historic campaign length ( $CL_{normal}$ ); and
	If the length of each individual project campaign $CL_n$ is longer than or equal to the average historic campaign length $CL_{normal}$ , then all $N_2O$ values measured during the baseline campaign can be used for the calculation of EF (subject to the elimination of data from the Ammonia/Air analysis).
	If $CL_n < CL_{normal}$ , recalculate $EF_{BL}$ by eliminating those $N_2O$ values that were obtained during the production of tonnes of nitric acid beyond the $CL_n$ (i.e. the last tonnes produced) from the calculation of $EF_n$ .
QA/QC procedures to be applied:	See comments for NAP.
Any comment:	None.

Data / Parameter:	P.13 EF <sub>p</sub>
Data unit:	tN <sub>2</sub> O/tHNO <sub>3</sub>
Description:	Emissions factor used for the specific campaign n to determine the emission
	reductions of that campaign
Source of data to be	Calculation of EF <sub>n</sub> and EF <sub>ma,n</sub> .
used:	
Value of data applied	Not available yet.
for the purpose of cal-	
culating expected emis-	
sion reductions in sec-	
tion B.5	
Description of meas-	To calculate the total emission reductions achieved in a campaign, the higher of
urement methods and	the two values $EF_{ma,n}$ and $EF_n$ shall be applied as the emission factor relevant for
procedures to be ap-	the particular campaign to be used to calculate emissions reductions (EF <sub>P</sub> ). Thus:
plied:	If $EF_{ma,n} > EF_n$ then $EF_P = EF_{ma,n}$
	If $EF_{ma,n} < EF_n$ then $EF_P = EF_n$
QA/QC procedures to	Not applicable.
be applied:	



Any comment:

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None

Data / Parameter:	P.14 EF <sub>min</sub>
Data unit:	tN <sub>2</sub> O/tHNO <sub>3</sub>
Description:	$\mathrm{EF}_{min}$ is equal to the lowest $\mathrm{EF}_{n}$ observed during the first 10 campaigns of the project crediting period.
Source of data to be used:	Calculations of EF <sub>ma,n</sub> .
Value of data applied for the purpose of cal- culating expected emis- sion reductions in sec- tion B.5	Not available yet.
Description of measurement methods and procedures to be applied:	A campaign-specific emissions factor shall be used to cap any potential long-term trend towards decreasing $N_2O$ emissions that may result from a potential built up of platinum deposits. After the first ten campaigns of the crediting period of the project, the lowest $EF_n$ observed during those campaigns will be adopted as a minimum ( $EF_{min}$ ). If any of the later project campaigns results in a $EF_n$ that is lower than $EF_{min}$ , the calculation of the emission reductions for that particular campaign shall used $EF_{min}$ and not $EF_n$ .
QA/QC procedures to be applied:	Not applicable.
Any comment:	None.

Data / Parameter:	OP <sub>h</sub>
Data unit:	Bar
Description:	Oxidation Pressure for each hour
Source of data to be used:	Discharge of the air compressor before the ammonia to air mixer
Value of data applied for the purpose of cal- culating expected emis- sion reductions in sec- tion B.5	Not applicable. Used to determine when plant is operating outside of permitted range.
Description of measurement methods and procedures to be applied:	In accordance with AM0034 the oxidation pressure in the ammonia oxidation reactor (OPh) has to be monitored and compared to the Normal range for oxidation temperature (OP $_{normal}$ ). VSG and NCSG data obtained during times when OP $_{h}$ was above or below OP $_{normal}$ has to be eliminated from the calculation of EF $_{BL}$ .
	AM0034 prescribes the monitoring and recording of the Oxidation Pressure for each hour (OPh) during the baseline campaign. This would imply the measurement of pressure inside the Ammonia Oxidation Reactor. In the case of N4, the pressure probe is located at the discharge of the air compressor before the ammonia to air mixer. Since the location of this probe remains the same during the historic campaigns, the baseline campaigns and the project campaigns, it is appropriate to use this value for comparison of OPh between these campaigns.





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QA/QC procedures to be applied:	Subject to ISO 9001/14001 procedures.
Any comment:	None.

Data / Parameter:	$OT_h$
Data unit:	°C
Description:	Oxidation temperature in the ammonia oxidation reactor (AOR).
Source of data to be used:	Monitoring results of three thermocouples inside the ammonia oxidation reactor and recorded by the data acquisition system.
Value of data applied for the purpose of cal- culating expected emis- sion reductions in sec- tion B.5	Not applicable. Used to determine when plant is operating outside of permitted range.
Description of measurement methods and procedures to be applied:	In accordance with AM0034 the oxidation temperature in the ammonia oxidation reactor (OTh) has to be monitored and compared to the Normal range for oxidation temperature ( $OT_{normal}$ ).  VSG and NCSG data obtained during times when OTh was above or below OT-normal has to be eliminated from the calculation of $EF_{BL}$ .
QA/QC procedures to be applied:	Subject to ISO 9001/14001 procedures.
Any comment:	None.

Data / Parameter:	AFR
Data unit:	kgNH <sub>3</sub> /h
Description:	Ammonia gas flow rate to the ammonia oxidation reactor.
Source of data to be	Coriolis flow meter
used:	
Value of data applied	Not applicable, monitored data of AFR will be used to determine if plant was
for the purpose of cal-	operating outside of AFR <sub>max</sub> .
culating expected emis-	
sion reductions in sec-	
tion B.5	
Description of meas-	The ammonia flow is continuously measured by coriolis flow meter.
urement methods and	
procedures to be ap-	
plied:	
QA/QC procedures to	Subject to ISO 9001/14001 procedures.
be applied:	
Any comment:	None.

Data / Parameter:	AIFR
Data unit:	% v/v
Description:	Ammonia to air ratio into the ammonia oxidation reactor
Source of data to be	Calculation for each hour of plant operation based on measurements of AFR and
used:	primary air flow rates.
Value of data applied	Not applicable





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for the purpose of cal- culating expected emis- sion reductions in sec- tion B.5	
Description of measurement methods and procedures to be applied:	The monitoring of AIFR is required by AM0034 in order to determine whether the plant was operating within the permitted operating range. In the baseline procedures AIFR <sub>max</sub> was determined to be $11.5\%$ v/v. During the analysis of the measured data, any of the NCSG and VSG data obtained from an hour during which the AIFR was above AIFR <sub>max</sub> will be eliminated from the calculation of EF <sub>P</sub> .
	AIFR is calculated from AFR and the primary air flow to the ammonia oxidation reactor. The airflow rate is measured by orifice plate and expressed in kg/hr and is then converted to Nm³/hr, which is used in the ratio calculation
QA/QC procedures to be applied:	Subject to ISO 9001/14001 procedures.
Any comment:	None.

Data / Parameter:	GC <sub>n</sub>
Data unit:	%
Description:	Gauze composition during each of the project campaigns expressed as percent-
	age by weight of the precious metals Platinum, Rhodium and, if applicable, Pal-
	ladium comprising the Ammonia Oxidation Catalyst gauzes.
Source of data used:	Monitored / Gauze supplier invoices
Value applied:	Not available yet
Justification of the	In accordance with AM0034, if the composition of the ammonia oxidation cata-
choice of data or de-	lyst used for the baseline campaign and after the implementation of the project
scription of measure-	are identical to that used in the campaign for setting the operating conditions
ment methods and pro-	(previous five campaigns), then there shall be no limitations on N <sub>2</sub> O baseline
cedures actually ap-	emissions.
plied:	The gauze composition remained unchanged throughout the campaigns.
Any comment:	None

# **B.7.2** Description of the monitoring plan:

The emission reductions achieved by the project activity will be monitored using the approved monitoring methodology AM0034 as prepared by N.serve Environmental Services GmbH. It is the appropriate monitoring methodology to be used in conjunction with the baseline methodology AM0034, "Catalytic reduction of  $N_2O$  inside the ammonia burner of nitric acid plants". Its applicability depends on the same prerequisites as the mentioned baseline methodology.





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AM0034 requires the use of the European Norm EN 14181 (2004) "Stationary source emissions - Quality assurance of automated measuring systems" as a **guidance** 18 for installing and operating the Automated Monitoring System (AMS) in the nitric acid plants for the monitoring of  $N_2O$  emissions.

A complete Automated Monitoring System (AMS) to monitor the mass emissions of  $N_2O$  at the stack of Haifa Chemicals' N4 nitric acid plant was installed in  $2005/6^{19}$  and has been operated since then. As an operator of the nitric acid plants for many years and of dedicated  $NO_X$  and other emissions monitoring equipment, Haifa Chemicals staff in general and its Instrument Department in particular is accustomed to operating technical equipment to a high level of quality standards.

HCL is responsible for the day-to-day operation of the AMS on site, including calibrations and any maintenance work. The Instrument Department Manager (Mr. Alex Geizer) is responsible to ensure that all the components of the system are in good operational state, all the periodically required maintenance and calibration tasks are performed in time and any malfunction is detected and repaired as soon as possible. He has full authority and management backing to make all the necessary arrangements and to ensure that the staff from the instrumentation department works according to the vendor's specifications and under the guidance of internationally relevant environmental standards, in particular EN 14181 (2004) and EN ISO 14956 (2002). HCL derives hourly averages for all of the monitored parameters and delivers these data to N.serve. Albrecht von Ruffer, Managing Director of N.serve is responsible for the correct analysis of the delivered data in accordance with the methodology.

All monitoring procedures at Haifa Chemicals are also conducted and recorded in accordance with the well established procedures under ISO 9001/14001 which is regularly audited by an independent auditing firm accredited for ISO 9001/14001 certification.

Please see Annex 4 for a detailed description of the Automated Monitoring System (AMS) installed at Haifa Chemicals' N4 nitric acid plant and for background information on EN 14181 and the practical implications for using this standard for guidance in the implementation of this CDM project activity.

In the following, it is described how the procedures given in EN 14181 for QAL1, 2 and 3 have been practically applied at Haifa Chemicals' N4 plant.

### QAL1

In accordance with EN 14181 an AMS shall have been proven suitable for its measuring task (parameter and composition of the flue gas) by use of the QAL1 procedure as specified by EN ISO 14956. Using this standard, it shall be proven that the total uncertainty of the results obtained from the AMS meets the specification for uncertainty stated in the applicable regulations. Such suitability testing has to be carried out under specific conditions by an independent third party on a specific testing site. A test institute shall perform all relevant tests on two identical AMS. These two AMS have to be tested in the laboratory and field.

At the time of commissioning of the AMS by Haifa Chemicals in early 2006, no AMS was available that had been certified according with EN 14181 for N<sub>2</sub>O measurements. Even to date, no analyser has been finally certified to comply with the requirements of EN 14181 QAL1 in accordance with ISO 14956.

<sup>&</sup>lt;sup>17</sup> This standard describes the quality assurance procedures needed to assure that an Automated Measuring System (AMS) installed to measure emissions to air are capable of meeting the uncertainty requirements on measured values given by legislation, e.g. EU Directives, or national legislation, and more generally by competent authorities.

<sup>&</sup>lt;sup>18</sup> See page 8, last paragraph of AM0034 version 2: "The monitoring system is to be installed using the guidance document EN 14181 ..."

<sup>&</sup>lt;sup>19</sup> See section B.2, no. 9 for more specific installation dates of the various parts of the AMS.





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However, ABB has since conducted and successfully completed the QAL1 tests for the Uras 26, which is the follow-up model of the Uras 14. According to ABB the two models are very similar. The QAL1 tests for N<sub>2</sub>O for this analyser series have been undertaken successfully (TÜV in Germany). The final results are yet to be published officially in the *Bundesanzeiger* (German Federal Publication of all laws, companies, patents, certifications, etc.) before taking effect. Nevertheless, because the two models are very similar, it is assumed that the QAL1 results for the Uras 26 can be transposed onto the Uras 14 as installed at Haifa Chemicals.

The Analyser and Flow Meter were calibrated by the vendors (ABB and Emerson Rosemount) prior to shipment and installation in the nitric acid plant<sup>20</sup>.

### Pre-validation of the AMS by a DOE

While this is not explicitly required by either AM0034 or EN 14181, a pre-validation of the AMS installation and operation was conducted on site in May 2006 by SGS to help ensure that the AMS output and the monitoring procedures implemented in the plant are going to be acceptable to the DOE upon validation of the project.

### QAL<sub>2</sub>

### QAL2 and Standard Reference Measurements (SRM)

QAL2 is a procedure for the determination of the calibration function and its variability, and a test of the variability of the measured values of the AMS compared with the uncertainty given by legislation. The QAL2 tests are performed on suitable AMS that have been correctly installed and commissioned on-site (as opposed to QAL1 which is conducted off-site). QAL2 tests are to be performed at least every 5 years according to EN 14181 but also after major changes to the plant or changes or repairs to the AMS, which will influence the results obtained significantly.

A calibration function is established from the results of a number of parallel measurements performed with a Standard Reference Method (SRM). The variability of the measured values obtained with the AMS is then evaluated against the required uncertainty. According to EN 14181, both the QAL2 procedures and the SRM need to be conducted by an independent "testing house" or laboratory which has to be accredited to EN ISO/IEC 17025.

The project participants are currently negotiating with several accredited QAL2 auditors to arrange for these tests to be undertaken according to EN 14181 requirements. They expect that a QAL2 report will be available for the final PDD, on the basis of which the registering request will be based.

Israel currently has no testing house or laboratory that would meet the accreditation requirements of EN 14181.

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<sup>&</sup>lt;sup>20</sup> The calibration report can be reviewed by the DOE during the site visit as part of the validation.



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### AMS calibration and QA/QC procedures

The relevant measurement procedures and routines have all been incorporated into the ISO 9001/14001 procedures and are documented in the relevant ISO handbooks and checked and certified by the ISO accredited technical auditing company.

### Calibration Gas

Calibration gas with a concentration of 1600ppmv (balance being  $N_2$ ) with a precision of  $\pm$  1% is used in the automatic span calibrations. The calibration gas is certified by the manufacturer that the analytical examination of the concentration of  $N_2$ O in the balloon has been preformed in a laboratory that is designated from the national authority according to standard ISO 17025.

### Analyser Zero and Span Calibrations

Zero and span calibrations are conducted automatically on the analyser at least once per day. These automatic calibrations in the Uras 14 are carried out with a "Calibration Cuvette", which is installed as part of the analyser. The automatic calibration unit for zero and span point must be checked yearly.

In case of a warning of deviation from automatic calibration greater than 1%, it is necessary to calibrate the  $N_2O$  analyzer. The calibration results and subsequent actions are all documented with the following information: Name of the person performing the calibration, date, in order/not in order, next date of calibration.

In addition, the analyser room and equipment is visually inspected at least once a week, the results are documented.

### Flow meter calibration procedures

The thermostats, pressure gauges and pressure fall meters in the stack flow meter will be calibrated at least once a year with equipment that has been examined by the suitable standardization institute (with national or international designation).

In addition, the flow meter will be physically and visually inspected at regular intervals.

### **Training**

Operations-staff at the nitric acid plant who are responsible for the operation of the AMS and regular calibrations, visual and physical checks have been trained appropriately by the AMS vendors and Haifa Chemicals' own instrumentation engineers.

### QAL3

QAL3 is a procedure which is used to check drift and precision in order to demonstrate that the AMS is in control during its operation so that it continues to function within the required specifications for uncertainty.

This is achieved by conducting periodic zero and span checks on the AMS and then evaluating the results obtained using control charts. Zero and span adjustments or maintenance of the AMS, may be necessary depending on the results of this evaluation. In addition, Annual Surveillance Tests (AST) should be conducted in accordance with EN 14181; these are a series of measurements that need to be conducted by independent measurement equipment in parallel to the existing AMS.

In essence, Haifa Chemicals staff performs QAL3 procedures through the established calibration procedures described above. However, similarly to QAL2, there is no independent, qualified and certified en-



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tity in Israel that could conduct the QAL3 procedures and particularly the AST in accordance with EN 14181. Therefore, either a sufficiently qualified (but not certified in accordance with EN 14181) technical surveillance company or laboratory could perform the independent QAL3 procedures. Or alternatively a certified auditor from Europe will have to be called in to conduct the QAL3 procedures.

### Data acquisition system

The analogue signal (4 to 20 mA) output from the Analyser and Flow meter are converted into a digital signal which is then fed into the data acquisition system. The data acquisition system performs calculations to derive the hourly averages for each of the parameters. These are then extracted and converted into .csv files which can then be imported into the N.serve Database Management System (N.DBMS) as described in section B.6.3 above.

### Monitoring Procedures for parameters other than NCSG and VSG

Throughout the crediting period of the project the following parameters shall be monitored and recorded as described in section B.7.1 above: OT<sub>h</sub>, OP<sub>h</sub>, AFR, AIFR, NAP, GS, GC, CL, incoming N<sub>2</sub>O regulation and changes in the NO<sub>X</sub> regulations.

All of the data obtained and used as part of the baseline and during the crediting period of the project will be archived electronically for at least 2 years in at least 2 different locations.

# B.8 Date of completion of the application of the baseline study and monitoring methodology and the name of the responsible person(s)/entity(ies)

13<sup>th</sup> February 2007

Haifa Chemicals Ltd., Mrs. Efrat Shamgar and Mr. Benny Fetter

N.serve Environmental Services GmbH;

Mr Albrecht von Ruffer & Mr Christopher Brandt (Database management by Dr. Helmuth Groscurth)

### SECTION C. Duration of the project activity / crediting period

### C.1 Duration of the project activity:

10 years

# C.1.1. Starting date of the project activity:

1<sup>st</sup> July 2007 (unless the registration of the project activity with the CDM EB occurs after that date; in this case the day after the registration will be the starting date of the project activity.)

### C.1.2. Expected operational lifetime of the project activity:

Haifa Chemicals' N4 nitric acid plant has a remaining operational lifetime of at least 15 years and is not expected to be decommissioned before that time.





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# C.2 Choice of the <u>crediting period</u> and related information:

The project participants have chosen a fixed term crediting period of ten years.

### C.2.1. Renewable crediting period

C.2.1.1. Starting date of the first crediting period:

C.2.1.2. Length of the first <u>crediting period</u>:

### C.2.2. Fixed crediting period:

10 years

C.2.2.1. Starting date:

1st July 2007

**C.2.2.2.** Length:

10 years

### **SECTION D.** Environmental impacts

# D.1. Documentation on the analysis of the environmental impacts, including transboundary impacts:

The project will reduce gaseous emissions of nitrous oxide  $(N_2O)$  from the plant tail gas and will therefore contribute to international efforts to reduce greenhouse gas emissions. The project will have no effects on local air quality.

The project will have no impact on water pollution. No additional water is required for the project activity's implementation or operation. Therefore, there is no impact on the sustainable use of water.

Also, the project does not impact on the community's access to other natural resources as it will not require any additional resources. Also, there is no impact on the efficiency of resource utilization.

The N<sub>2</sub>O abatement catalyst will be leased from an overseas supplier. The catalyst will be replaced from time to time and the spent catalyst returned to the supplier for recycling, if possible.

There are no other positive or negative impacts on the environment.

# D.2. If environmental impacts are considered significant by the project participants or the <u>host Party</u>, please provide conclusions and all references to support documentation of an environmental impact assessment undertaken in accordance with the procedures as required by the <u>host Party</u>:

The Israeli Planning and Building Law, 2003 lists the project categories that require an Environmental Impact Assessment (EIA); the proposed project at HCL N3 does not fall into any of the categories and therefore no EIA is required<sup>21</sup>.

<sup>&</sup>lt;sup>21</sup> http://www.sviva.gov.il/Enviroment/Static/Binaries/law/klali37\_1.pdf







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### SECTION E. Stakeholders' comments

### E.1. Brief description<sup>22</sup> how comments by local stakeholders have been invited and compiled:

### **Local Stakeholder Consultation process for Haifa Chemicals**

The stakeholder consultation process was conducted by Netco carbon consultants (Israel), simultaneously for all four nitric acid plants operated by Haifa Chemicals (N1 and N2 near the city of Haifa in northern Israel and N3 and N4 at Mishor Rotem in southern Israel).

The list of contact details of all identified and contacted stakeholders is shown below. Copies of the letters and email sent as well as a log of the phone calls made are available and can be viewed by the DOE on request.

### **Personal Letters**

Personal letters were sent to environmental and social NGOs in the Haifa and Mishor Rotem Regions, relevant municipality authorities and governmental offices.

The letters described the Clean Development Mechanism in general and the project activity in Haifa and Mishor Rotem. Stakeholders were invited to send comments or questions. The letter also referred the stakeholders to a special webpage on the homepage of the local representative of the carbon consultant (<a href="http://www.netco.co.il">http://www.netco.co.il</a>). The webpage included a special form in Hebrew for a fast and simple on-line submission of comments. The webpage has been open since 9 July, 2006 and will remain open for comments on the N4 plant until the beginning of the Global Stakeholder Consultation process conducted by the DOE.

No comments were received.

<sup>&</sup>lt;sup>22</sup> More detailed information on the stakeholder consultation process than contained in the PDD is to be found in the Stakeholder Engagement Report.





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Personal Letters						
Organization	Stakeholder	Address/Fax number	Date letter was sent	Response		
The Public Forum Carmel – Residents' forum for Carmel and Haifa	Mr. Yaron Hanan, coordinator	Fax: 972(0)4 810 1548	9.7.2006	No response to letter.		
The Coalition for Public Health, Haifa and North Region	Ms Keren Malchiel Yitzkar , coordinator	Haganim street 10 Haifa 35024	09-Jul-06	No response to letter. See phone conversation.		
Ministry of the Environment, South District	Mr. Arik Bar-Sade, Director	P.O.Box 230 Beer Sheva 84102	09-Jul-06	No response		
Ministry of the Environment, Haifa District	, Mr. Robert Reuven Director	Building B Government Campus Haifa 33095 th		A letter dated 8 August, 2006 was received requesting the project will be presented to the air quality coordinator. Following the letter, the project was described to the coordinator in a phone conversation. No further comments received since.		
Haifa District Municipal Association for the Environment	, Mr. Tzvi Fogel Director	P.O.Box 25028, Haifa 31250	09-Jul-06	No response to letter. See phone conversation.		
The Society for the Protection of Nature in Israel – Haifa Branch	Ms. Vered Friedman Director	Fax:972(0)4 855-3864	28-Sep-06	No response to letter. See phone conversation.		
The Association for the Environment – Kriat Tivon	Mr. Yossi Costi, coordinator	P.O.Box 1144 Kiryat Tivon	09-Jul-06	No response.		
Life and Environment – The Israeli Union of Environmental NGOs	Ms Alona Sheffer, Director	Nahalat Benyamin street 85 Tel Aviv 66102	09-Jul-06	No response to letter. See phone conversation.		
Our Haifa Organization	Mr. Shmuel Gilbhart	Ayalon street 4 Haifa	09-Jul-06	No response.		
Sustainable Development for the Negev	Ms Givon Belha	P.O.Box 125 Omer 84965	09-Jul-06	No response to letter. See phone conversation.		
Blue and Green Association- Association for the preservation of the environment in the Carmel region.	Ms Tali Mersland, coordinator	P.O.Box 1429 Zichron Yaacov 30900	9.7.2006	No response.		
Dimona Municipality		Fax: 972(0)8 655-0105	09-Jul-06	No response.		
Arad Municipality	Dr. Motti Brill, Mayor	P.O.Box 100 Arad		No response.		
Haifa Municipality	Mr. Yona Yahav, Mayor	P.O.Box 4811 Haifa 31047	09-Jul-06	A letter was received on the 6th of August, 2006 acknowledging the letter was received. No comments were received.		
Kiryat Ata Municipality	Mr. Yaacov Perez, Mayor	Fax: 972(0)4 844 9383	09-Jul-06	No response.		
Local Authority Kyriat Tivon	Mr. Alon Navot, Director	Ben Guryon Sq. 1 Kiryat Tivon	09-Jul-06	No response.		
Local Authority Kiryat Biyalik	Dr. Raffi Verthaim, Director	Jerusalem Ave. 16 Kiryat Bialik	09-Jul-06	No response.		
The Planning and Developing Association in Haifa	Prof. Arza Cherchman, coordinator	Center of Urban Planning and Regional Studies Technion Haifa 32000	09-Jul-06	No response.		



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### Phone Conversations

Follow up phone calls were made to most of the stakeholders who had received personal letters. The objective of the phone call was to remind them of the stakeholder consultation process and encourage them to send their comments. The stakeholders were referred to the special webpage for information about the project. However, they were also given the choice to submit their comments by email, fax, phone or regular mail. The Project Idea Note was sent by email to stakeholders who requested further information about the project activity.

No comments were received to date.

Phone Conversations					
Organization	Stakeholder, Title	email/fax	Date	Conversation remarks	
The Coalition for Public Health	Mr. Shay Cohen, coordinator	shay.ph@gmail.com	01-Nov-06	The project activity was described briefly. Project Idea Note was sent following request.	
Ministry for the Protection of the Environment	Mr.Camel Kazamel, air quality coordinator	kamelq@sviva.gov.il	19-Oct-06	The project activity was described briefly. A date for a presentation is being arranged.	
Citizens for the Environment in the Galilee	Ms. Liora Aharon, coordinator		30-Oct-06	The project activity was described briefly. The stakeholder was referred to special webpage. No comments were received.	
Life and Environment  - The Israeli Union of Environmental NGOs	Mr. Naor Yerushalmi, Vice President	naor@sviva.net	16-Oct-06	The project activity was described briefly. The stakeholder was referred to special webpage. No comments were received.	
Haifa District Municipal Association for the Environment	Bella Ben David, Air Quality Coordinator	bellabd@envihaifa.org.il	09-Nov-06	The project activity was described briefly. Project Idea Note was sent upon request.	
Sustainable Development for the Negev	Ms. Bilha Givon, Director	bilha@negev.org.il	09-Nov-06	The project activity was described briefly. Project Idea Note was sent following request.	
Public Forum Carmel	Ms. Hadara Ben- Yosef, coordinator		29-Oct-06	The project activity was described briefly. The stakeholder was referred to special webpage. No comments were received.	
The Society for the Protection of Nature in Israel – Haifa Branch	Ms. Vered Friedman, Director	Fax: 972(0)4 855-3864	28-Sep-06	The project activity was described briefly. The stakeholder was referred to special webpage. No comments were received.	

# **Newspaper Advertisement and Article**

An advertisement was published in a major Haifa Region newspaper "Zman Maariv" on 7<sup>th</sup> July, 2006. The advertisement informed the public about the CDM activity in Haifa Chemicals and referred to the special webpage for information about Clean Development Mechanism and the project activity. The advertisement invited the public to send their comments or questions regarding the CDM project.

Also, an article about the project was posted in the same newspaper edition. The article described in general the CDM and the project activity in Haifa Chemicals. The article pointed out that a stakeholder's consultation process is currently being carried out.

The article included three comments on the project activity:

Mr. Robert Reuven, Head of the Haifa District of the Ministry of the Environment: "The activity of the production plant is welcomed and will contribute to the environment".

Mr. Jimmy Krikon, a representative of the Coalition for the Public Health: "The polluting plants have no right to operate in Haifa. With all respect to them and to their future plans, they hold very dangerous materials. Because of public pressure they are doing something which is encouraging, but is too late. Thousands of people became ill and died because of these plants. Haifa and the Krayot civilians will be paying



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the price for many years more. The Ministry for the Protection of the Environment is supposed to limit them, but for years the ministry has preformed its duty in a poor way and we no longer have faith in it."

Spokesman of the Ministry for the Protection of the Environment: "The Ministry for the Protection of the Environment views this project as a means for promoting 'clean technologies' and as a first of a kind project that will encourage other plants to join this process".

No comments were received further to the newspaper advertisement or the article.

#### **Environmental Forums**

Three major environmental internet forums were identified in Israel (Nana, Ynet and Tapuz) and emails were sent to the forum directors informing them of the project activity and the stakeholder consultation process. Subsequently messages were posted in these environmental forums. The messages informed the forum participants of the stakeholder consultation process, referred them to the special webpage and encouraged them to send comments.

Environmental Forums					
Forum Name	Date message posted	address			
Nana	06-Oct-06	http://forums.nana.co.il/Forum/?Foru mID=2074			
Ynet		http://www.ynet.co.il/home/0,7340,L- 870-7715,00.html			
Tapuz	06-Oct-06	http://www.tapuz.co.il/tapuzforum/ma in/forumpage.asp?id=174			

Several comments were received. However, these comments were all on Haifa Chemicals in general rather than on the specific project activity.

### **E.2.** Summary of the comments received:

Despite the efforts made by the project participants, no comments were received regarding the specific project activity. Some stakeholders commented in general about Haifa Chemicals with no relation to the CDM project. Several stakeholders asked to receive the Project Idea Note in order to get some more information about the project, PINs were sent to those stakeholders who had requested them.

### E.3. Report on how due account was taken of any comments received:

Overall very few comments were received and none of the comments were specific about the project activity. The project proponents interpret this as an indication of the low or non-existent level of impact that the project will have on local environmental or social conditions.

As a result, no changes had to be considered in the implementation of the project activity.







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# Annex 1

# CONTACT INFORMATION ON PARTICIPANTS IN THE $\underline{PROJECT}$ ACTIVITY

Organization:	Haifa Chemicals Ltd.
Street/P.O.Box:	P. O. Box 10809, Haifa Bay
Building:	
City:	Haifa
State/Region:	Haifa
Postfix/ZIP:	26120
Country:	Israel
Telephone:	+972 4 846 9896
FAX:	+972 4 846 9940
E-Mail:	
URL:	www.haifachem.com
Represented by:	
Title:	Operations Division Manager
Salutation:	Mr.
Last Name:	Fetter
Middle Name:	
First Name:	Benny
Department:	
Mobile:	
Direct FAX:	+972 4 846 9940
Direct tel:	+972 4 846 9896
Personal E-Mail:	fetter@haifachem.co.il

Organization:	N.serve Environmental Services GmbH
Street/P.O.Box:	Grubesallee 12
Building:	
City:	Hamburg
State/Region:	
Postfix/ZIP:	22143
Country:	Germany
Telephone:	+49 40 788 937 08
FAX:	+49 40 788 937 10
E-Mail:	<u>contact@nserve.net</u>
URL:	<u>www.nserve.net</u>
Represented by:	Albrecht v. Ruffer
Title:	Managing Director
Salutation:	Mr.
Last Name:	von Ruffer
Middle Name:	
First Name:	Albrecht
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Direct FAX:	+49 40 788 937 10





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Direct tel:	+49 40 788 937 08
Personal E-Mail:	<u>ruffer@nserve.net</u>





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# Annex 2

# INFORMATION REGARDING PUBLIC FUNDING

No public funding was received by the project participants for the development, implementation and operation of the project.





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**Annex 3 BASELINE INFORMATION** 

Excerpt from the measurement reports during the baseline campaign<sup>23</sup>:

Date	OTh	OPh	AFR	AIFR	NAP	VSG	NCSG
24-08-06 19:00:00	909.7326245	10.17013	2982.152	0.103965	8654.403	30128.5215	2996.625
24-08-06 20:00:00	911.5306334	10.2083	3020.817	0.104024	9640.875	30331.79872	2914.444
24-08-06 21:00:00	911.1659611	10.33592	2991.42	0.103913	9932.95	30317.18826	2878.116
24-08-06 22:00:00	911.6442254	10.22399	2952.751	0.104345	9867.043	30056.25176	2805.096
24-08-06 23:00:00	911.7847965	10.21245	3024.374	0.104381	9902.174	30301.72543	2750.948
25-08-06 00:00:00	917.3822019	10.21245	2982.608	0.10557	9968.063	30151.5729	2560.606
25-08-06 01:00:00	918.8516671	10.25264	3023.921	0.105142	10104.07	30404.75726	2448.835
25-08-06 02:00:00	918.8776668	10.38266	2990.577	0.10572	10249.56	30613.05636	2423.733
25-08-06 03:00:00	918.9170278	10.29255	2976.755	0.105645	7523.826	30302.46216	2380.942
25-08-06 04:00:00	918.9490051	10.21245	2961.79	0.105392	8490.341	30165.42565	2358.922
25-08-06 05:00:00	918.848147	10.21245	2972.047	0.105625	9983.527	30239.30395	2347.168
25-08-06 06:00:00	918.880491	10.21245	2973.823	0.105556	9980.387	30349.18329	2345.53
25-08-06 07:00:00	919.0173944	10.21245	2975.643	0.105257	9991.585	30336.10589	2332.628
25-08-06 08:00:00	919.2308024	10.21245	2974.257	0.10559	9984.131	30373.19231	2322.121
25-08-06 09:00:00	919.1167798	10.21245	2959.136	0.105751	9965.792	30268.38526	2306.21
25-08-06 10:00:00	919.0641516	10.21245	2948.047	0.105515	9886.44	30140.17837	2277.887
25-08-06 11:00:00	919.0307039	10.21245	2933.786	0.105248	9853.267	30135.73871	2258.035
25-08-06 12:00:00	919.0841212	10.21245	2927.105	0.105267	9860.97	30110.04914	2253.086
25-08-06 13:00:00	918.9315522	10.21245	2925.994	0.105696	9850.739	30034.71421	2235.801
25-08-06 14:00:00	918.9895954	10.21245	2916.327	0.105356	9790.785	29634.67016	2215.002
25-08-06 15:00:00	918.9248284	10.21245	2917.566	0.10528	9788.666	29797.07946	2218.551
25-08-06 16:00:00	919.0228127	10.08106	2906.504	0.105616	9840.491	29754.65933	2215.498
25-08-06 17:00:00	918.7782823	10.04225	2908.033	0.105861	9937.032	29678.42326	2213.968
25-08-06 18:00:00	918.8463865	10.04225	2919.745	0.105641	9993.003	29786.64057	2211.869
25-08-06 19:00:00	918.7769189	10.04225	2923.169	0.106054	9878.381	29753.1988	2206.019
25-08-06 20:00:00	918.927003	10.167	2951.044	0.105548	9950.925	30149.47672	2216.693
25-08-06 21:00:00	918.8840699	10.21245	2973.943	0.105719	9972.791	30443.99041	2213.694
25-08-06 22:00:00	918.6199436	10.35931	3001.361	0.105741	9983.925	30707.47101	2216.925
25-08-06 23:00:00	918.7635496	10.38266	3022.592	0.106342	10053.26	30960.31547	2219.548
26-08-06 00:00:00	918.4339796	10.38266	3012.81	0.105936	10196.02	30915.53979	2226.292
26-08-06 01:00:00	918.7062443	10.38266	2983.966	0.105466	10188.43	30839.12597	2213.237
26-08-06 02:00:00	918.7567433	10.38266	3006.516	0.103851	10153.36	30513.94437	2197.95

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<sup>&</sup>lt;sup>23</sup> The complete data series is available for review and inspection by the DOE at any time.



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### Annex 4

#### MONITORING INFORMATION

### A. Background on EN 14181

The objective is to achieve the highest practically possible level of accuracy in conducting those measurements and transparency in the evaluation process.

While EN 14181 provides the most advanced procedures, its practical application is currently limited for the following reasons:

- Specific procedures for N<sub>2</sub>O are not yet defined in EN 14181;
- Only very limited experience exists with monitoring systems for N<sub>2</sub>O emissions;
- No applicable regulatory N<sub>2</sub>O levels exist in the EU (or elsewhere) that are required to conduct some of the calculations and tests of EN 14181; and

As a result, at the time of ordering and installation of the AMS at Haifa Chemicals' nitric acid plants, no AMS vendors had yet achieved the certification for suitability in accordance with EN 14181.

However, N<sub>2</sub>O is expected to be regulated in the EU starting in 2008, the Council Directive 96/61/EC on integrated pollution prevention and control is under preparation under the lead of the European IPPC Bureau (<a href="http://eippcb.jrc.es/">http://eippcb.jrc.es/</a>). Only once the regulatory limits and the framework for N<sub>2</sub>O measurements have been established can and will AMS vendors finally conduct the suitability testing in accordance with EN 14181.

Therefore, it is currently not possible to fully comply with the letter of EN 14181, neither in the EU, nor in a non-Annex 1 country to the Kyoto Protocol.

Despite all this, EN 14181 provides a very useful guidance in conducting a logical, step-by-step approach to selecting, installing, adjusting and operating the N<sub>2</sub>O AMS for CDM projects.

The monitoring procedures developed for this project under AM0034 aim at providing workable and practice orientated solutions that take into account national environmental standards and regulations, available monitoring and testing expertise in the country as well as the specific situation at each nitric acid plant. Wherever possible, EN 14181 is applied as guidance for the development and implementation of the monitoring procedures for this CDM project in order to achieve highest possible measuring accuracy and to implement a quality control system that assures transparency and credibility.

### **Scope of EN 14181**

This European Standard specifies procedures for establishing quality assurance levels (QAL) for automated measuring systems (AMS) installed on industrial plants for the determination of the flue gas components and other flue gas parameters.

This standard is designed to be used after the AMS has been accepted according to the procedures specified in EN ISO 14956 (QAL1).

### EN 14181 specifies:

a procedure (QAL2) to calibrate the AMS and determine the variability of the measured values
obtained by it, so as to demonstrate the suitability of the AMS for its application, following its installation;



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- a procedure (QAL3) to maintain and demonstrate the required quality of the measurement results during the normal operation of an AMS, by checking that the zero and span characteristics are consistent with those determined during QAL1;

- a procedure for the annual surveillance tests (AST) of the AMS in order to evaluate (i) that it functions correctly and its performance remains valid and (ii) that its calibration function and variability remain as previously determined.

This standard is restricted to quality assurance (QA) of the AMS, and does not include the QA of the data collection and recording system of the plant.

### B. Description of the AMS installed at Haifa Chemicals' N4 plant

### 1. Sample Point

The location of the sample point was selected to provide ease of access and a location close to the analyser. The sampling points for both NCSG and VSG are at least 3 times the stack diameter distance after any previous bend in the stack and behind the tail gas expander turbine.

### 2. Analyser

The analyser installed at Haifa Chemical South's N4 nitric acid plant to continuously monitor  $N_2O$  concentration in the stack is an ABB AO2000 Uras 14 NDIR analyser. According to ABB's own certificate, this analyser has an accuracy of better than 1% of range.

This analyser has been certified<sup>24</sup> as meeting the requirements of the German emissions standard 7th BImSchV (waste incineration plants, large furnaces and others) with the following results:

- Availability: > 98 % over a three months period for two independent systems, including sample conditioning.
- Zero point drift: < 2% of span per year
- End point drift <4% of set point per year

The automatic calibrations in the Uras 14 are carried out with a "Calibration Cuvette", which is installed as part of the analyser. The automatic calibration unit for zero and span point must be checked yearly.

### 3. Flow Meter

The stack gas volume flow meter installed at Haifa Chemicals' N4 plant is a Rosemount 3095MFA Mass ProBar® Flowmeter (pictured below) from the Annubar® Flow Meter series.

It measures by creating a differential pressure (DP) that is proportional to the square of the velocity of the fluid in the pipe, in accordance with Bernoulli's theorem. This DP is measured and converted into a flow rate using a secondary device, such as a DP pressure transmitter.

The Annubar generates a DP by partially blocking the flow. The velocity of the fluid is decreased and stalled as it reaches the upstream surface of the Annubar sensor, thus creating the Impact Pressure.

<sup>24</sup> TÜV Süddeutschland Bau und Betrieb GmbH (Report number 170 608), March 2003

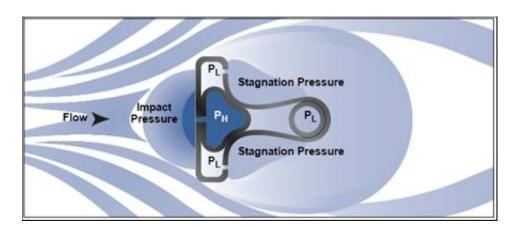






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Rosemount 3095MFA Mass ProBar Flowmeter

As the flow continues around the Annubar sensor, it creates a lower velocity profile on the back of the sensor, creating the low/suction pressure downstream. Individual ports, located on the backside of the Annubar sensor measure this low pressure. Working on the same principle as with high pressure, an average low pressure value is obtained in the low pressure chamber that connects directly into the transmitter for measurement. The resulting differential pressure is the difference between the impact (high) pressure reading and the suction (low) pressure reading as shown on the picture above right.

According to the manufacturer the Rosemount 3095MFA Mass ProBar® Flowmeter has an overall measurement accuracy of  $\pm 1.0\%$  of mass flow rate in gas and a repeatability of  $\pm 0.1\%$ .

Static pressure and process temperature are measured with a single pipe penetration, compensated (Normal) flow is calculated dynamically.

If the flow meter detects a transmitter failure (self-diagnostics), the analog signal will be driven either below 3.75 mA or above 21.7 mA to alert the user (normal output signal is 4 to 20 mA).