

Expanding Integrated Assessment Modelling: Comprehensive and Comprehensible Science for Sustainable, Co-Created Climate Action

IAM COMPACT Modelling Seminars

Model Presentation: WISEE-EDM EU-Industry/Global Steel

Wuppertal Institut



The IAM COMPACT project has received funding from the European Union's Horizon Europe Research and Innovation Programme under grant agreement No 101056306.

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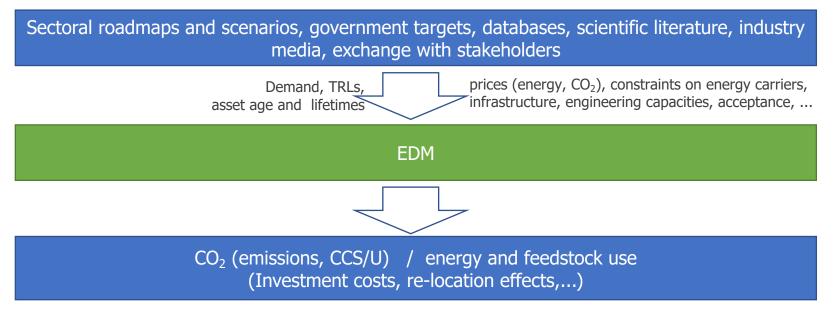
- The EDM is a model family developed at Wuppertal Institut over the last 10-15 years
 - EDM stands for "Energy Demand model"
 - EDM Industry *EU* (partly) new
 - EDM Global Steel very new
- Models are selected and combined according to targeted industrial sub-sectors, research question and coverage

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		EDM-D Dispatch	6	Steel	Chemicals	C Cement
-	-	EDM-I Invest	_		-	_
		EDM-S Material Stock		Foundries	R Refineries	Lime
		EDM-D_EU Simplified Dispatch	G	Glass 🦻	Pulp and paper	
	-	EDM-C Cement Demand	NE	Non-ferrous	s metals OOther	
		EDM-Steam	- -	11011-1011-001	0.000	
-		EDM-GS Global Steel		DE World	1	
	=	EDM-NE Non-energy intensive Industry		EU EU agg. memb	bers	





- The EDM is a tool to analyse possible future industrial production systems and to explore consistent pathways of getting there
- EDM is used for technologically detailed bottom-up modelling
- Main objectives typically not "optimal" pathway but target achievement and plausibility







"Which technologies will enable compliance with set CO₂ emission reduction targets in 2050?"

"When does a phase-in of break-through technologies need to start in order to reach a target state while maintaining usual reinvestment cycles?"

"What energy sources are needed for a target pathway, in what quantities, when and where?"

"What do future production networks look like technologically and geographically?"





EDM – Industry EU



EDM-Industry EU – Some model details (I)



S CH R	CLG	NF (F) (P) (ा EDM Industry
			EDM-D Dispatch
			EDM-I Invest
			EDM-S Material Stock
			EDM-D_EU Simplified Dispatch
	-		EDM-C Cement Demand
			EDM-Steam
—			EDM-GS Global Steel
		-	EDM-NE Non-energy intensive Industry

Tools used for modelling steel / chemicals / refineries on EU level

Steel, (Petro-)Chemicals, Refineries:

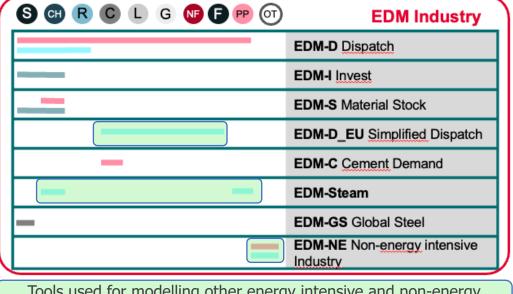
- Modelling of physical production
- Detailed representation of EU27+UK industrial processes and sites (→ analysis on sub-national level possible)
- Bottom-up coverage of about 80 base chemicals
- Scrap / waste availability: stock-model (EDM-S¹; Material-Flow-Analysis, based on ODYM-Framework)
- Investments: optimisation model (EDM-I¹) considering demand, age of assets, specific costs, transport of intermediate products between sites (pipeline network)
- EDM-D: bottom-up calculation of CO₂ and energy demand. Site- / network based balancing of industrial by-production (H₂, steam, steel gases). Rule based energy carrier shift (considering e.g. infrastructure at site)



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¹ Currently available for petro-chemicals. Under development for steel (most likely available during 2nd modelling cycle).

EDM-Industry EU – Some model details (II)



Tools used for modelling other energy intensive and non-energy intensive industry on EU level Other energy-intensive industry:

- Modelling of physical production
- Activity based modelling at country level (no explicit representation of capacities)
- Sector specific mitigation options and strategies

Non-energy intensive industry:

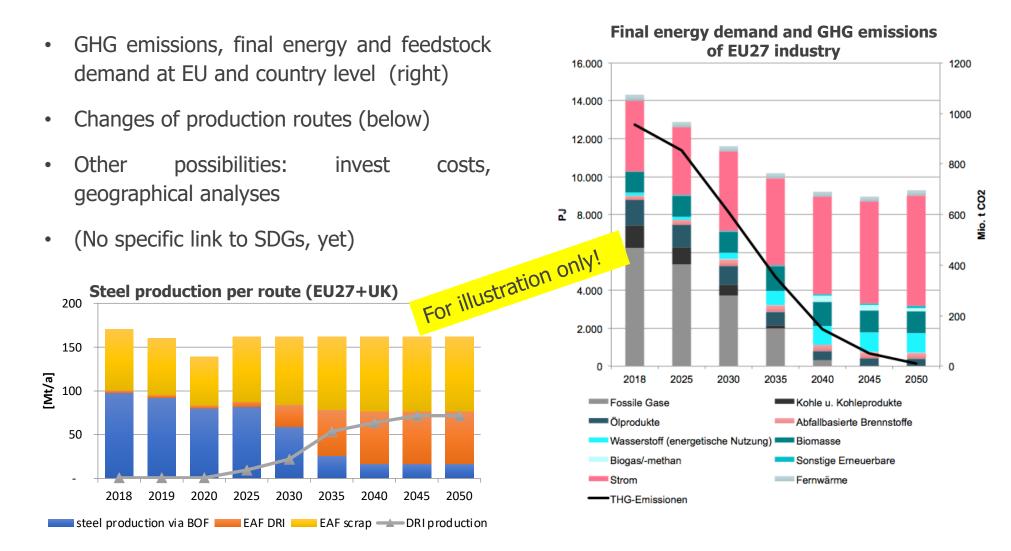
- Extrapolation of energy demands based on economic indicators, efficiency parameters and technology shifts
- Differentiation of heat levels (room temp., < 150°C, 150-500°C, >500 °C)



¹ Currently available for petro-chemicals. Under development for steel (most likely available during 2nd modelling cycle).

Typical / exemplary output EDM-Industry EU







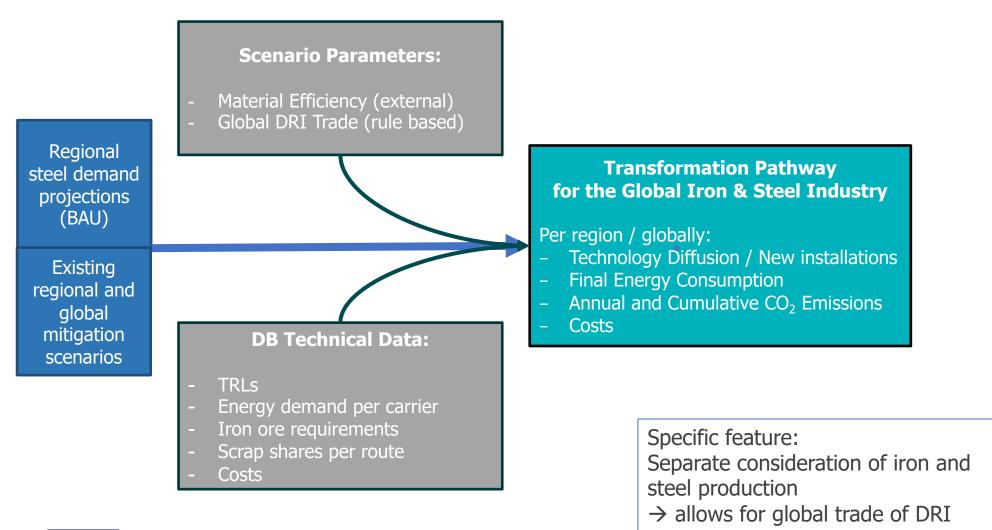


EDM – Global Steel



EDM-Global Steel: basic structure







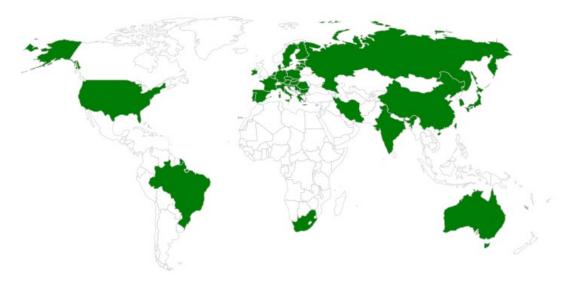


11 regions + RoW (see map)

- EU27 represented as one region
- The chosen 11 regions cover 92% of todays global steel production



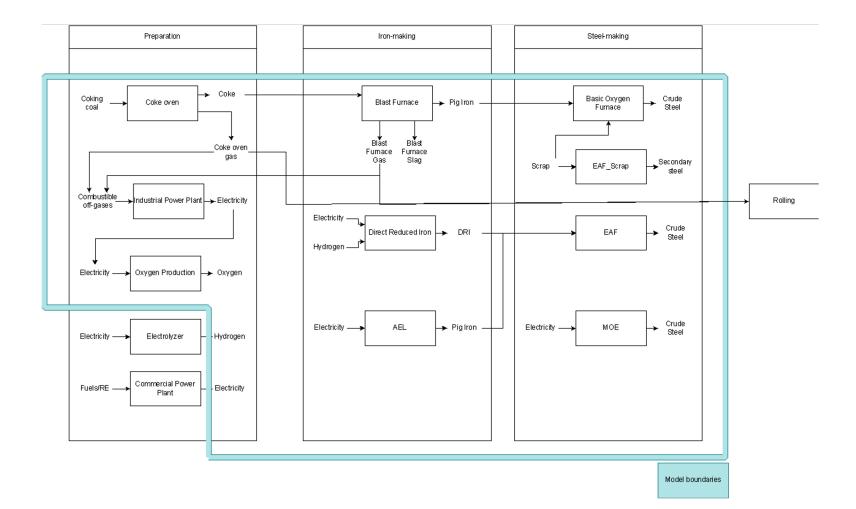
- 14 primary steel
- 3 iron (DRI) production for export
- 2 steel from imported iron (DRI)
- 2 secondary steel



Explicitely considered regions in EDM - Global Steel









Typical / exemplary output EDM-Global Steel

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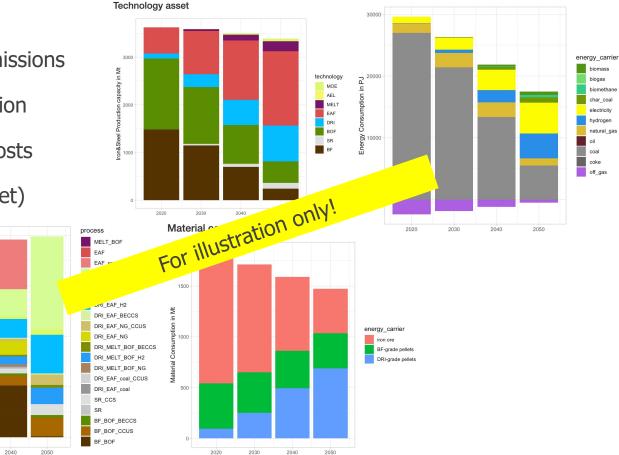
- Final energy consumption
- Technology asset
- Annual/cumulative GHG emissions
- Scrap & material consumption
- Investment & production costs
- (No specific link to SDGs, yet)

2000

1500

Steel Production in Mt

500



Energy Consumption



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2020

2030



Journal & conference papers:

Schneider, C; Saurat, M. (2020): Simulating geographically distributed production networks of a climate neutral European petrochemical industry. ECEEE Industry 2020 conference paper.

Schneider, C; Lechtenböhmer, S.; Samadi, S. (2019): Risks and opportunities associated with decarbonising Rotterdam's industrial cluster. In: Environmental innovation and societal transitions; DOI: 10.1016/j.eist.2019.05.004

Lechtenböhmer, S; Schneider, C.; Yetano Roche, M.; Höller, S. (2015): Re-Industrialisation and Low-Carbon Economy— Can They Go Together? Results from Stakeholder-Based Scenarios for Energy-Intensive Industries in the German State of North Rhine Westphalia. In: Energies 2015, 8, 11404-11429; DOI: 10.3390/en81011404

Selected reports:

Klimaneutrales Deutschland 2050. Studie im Auftrag von Agora Energiewende, Agora Verkehrswende und Stiftung Klimaneutralität. Prognos, Öko-Institut, Wuppertal Institut (2020). https://www.agora-energiewende.de/projekte/klimaneutrales-deutschland-2050/

Klimaneutrale Industrie – Schlüsseltechnologien und Politikoptionen für Stahl, Chemie und Zement. Agora Energiewende und Wuppertal Institut (2019). https://www.agora-energiewende.de/veroeffentlichungen/klimaneutrale-industrie-hauptstudie/

Schneider, C. et al. (2020): Decarbonisation pathways for key economic sectors. Deliverable 4.3 to the REINVENT project. Wuppertal.





Thank you!







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