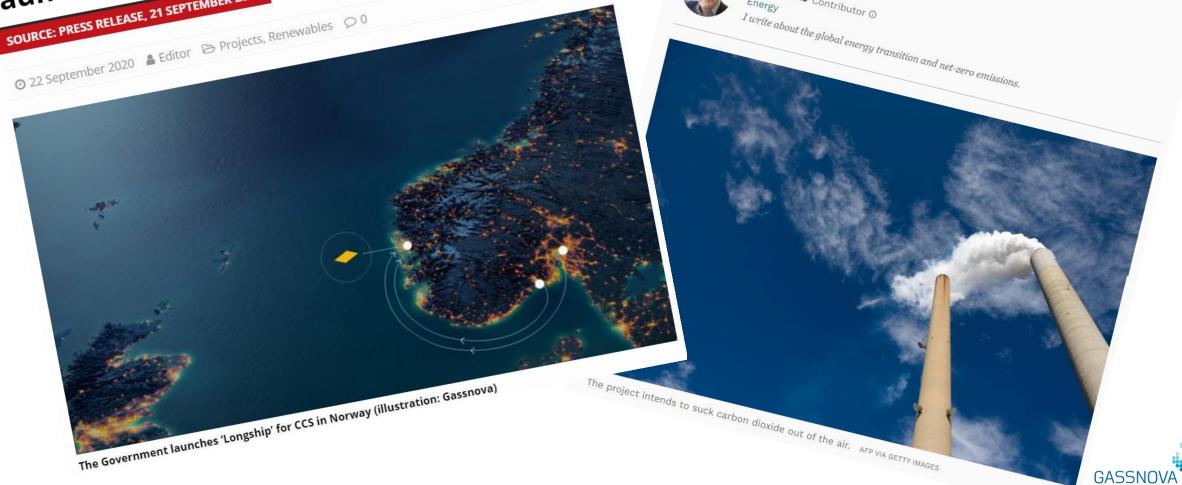


'Longship' for carbon capture and storage launched in Norway SOURCE: PRESS RELEASE, 21 SEPTEMBER 2020

Norway To Build \$3 Billion 'Longship' Carbon Dioxide Capture Project





Longship - First-of-its-kind

Longship is a first-of-its-kind project when it comes to:

- Demonstration of a complete and flexible CCS-chain with capture from cement production and potentially a waste-toenergy plant, ship transport and offshore geological storage
- Application of European and Norwegian CCS regulations on a CCS-chain with different industrial parties
- Scalable transport and storage infrastructure ready to be used by other emission sources
- A commercial framework supporting further development of CCS in Europe



Key Lessons Learned

- Developing a CCS chain with CO₂ capture, transport by ship and geological storage is technically feasible and safe, but commercially challenging
- No regulatory showstoppers have been identified so far
- Limited use of new technology, and only for the amine technologies used to capture of CO₂ there are no fallback solutions
- Although there are few comparable CCS chains world-wide, experienced and competent contractors and suppliers can be mobilized and the technical know-how is readily available



Key Lessons Learned (continued)

- Net cost per tonne for capture, transport and storage is high;
 - For 800,000 tonnes per year the cost is around €120
 - Full utilization of the transport and storage facilities will decrease cost per tonne with
- Estimated time to perform detailed engineering and construction:
 - Transport and storage facilities: ~36 months
 - Capture plant: ~ 42 months
- Reflecting the balance between risks and opportunities in the agreements for state aid, the state will carry most of the costs:
 - Transport and storage by Northern Lights: ~73%
 - Capture at Norcem: ~84%
 - Capture at Fortum Oslo Varme: ~40%

