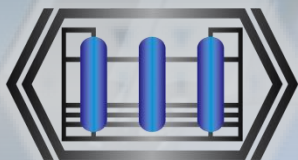


NEW PROJECTS BASED ON TECHNOLOGIES OF PJSC SIE NEFTEHIM FOR PRODUCTION OF HIGH-QUALITY MOTOR GASOLINES



JSC SIE NEFTEHIM

Joint Stock Company
Scientific Industrial Enterprise Neftehim

Alexander Shakun

General Director of PJSC SIE Neftehim



CURRENT TRENDS OF MOTOR GASOLINE PRODUCTION

Share of high-octane gasolines according to EURO-5 standards with content of aromatic hydrocarbons < 35 vol. % and benzene < 1.0 vol. % is increased

New EURO-6 standards with content of aromatic hydrocarbons < 25 vol. % and benzene < 0.8 vol. % are appeared

Demand of high-octane motor gasoline non-aromatic components (isomerates and alkylates) is enlarged

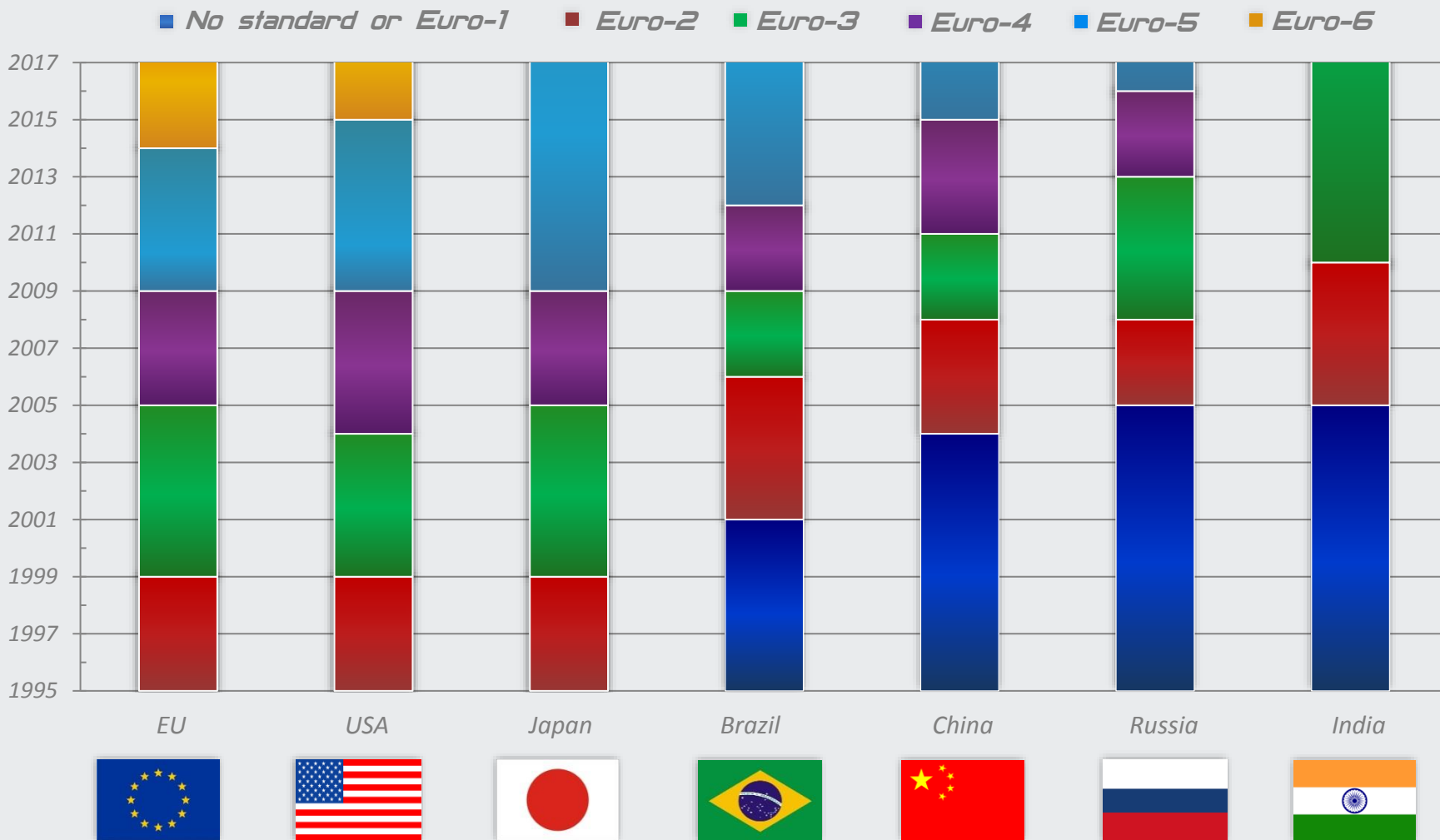
It is required to decrease share of reformates – high-octane aromatic concentrates

NEW HORIZONS OF MOTOR GASOLINE QUALITY

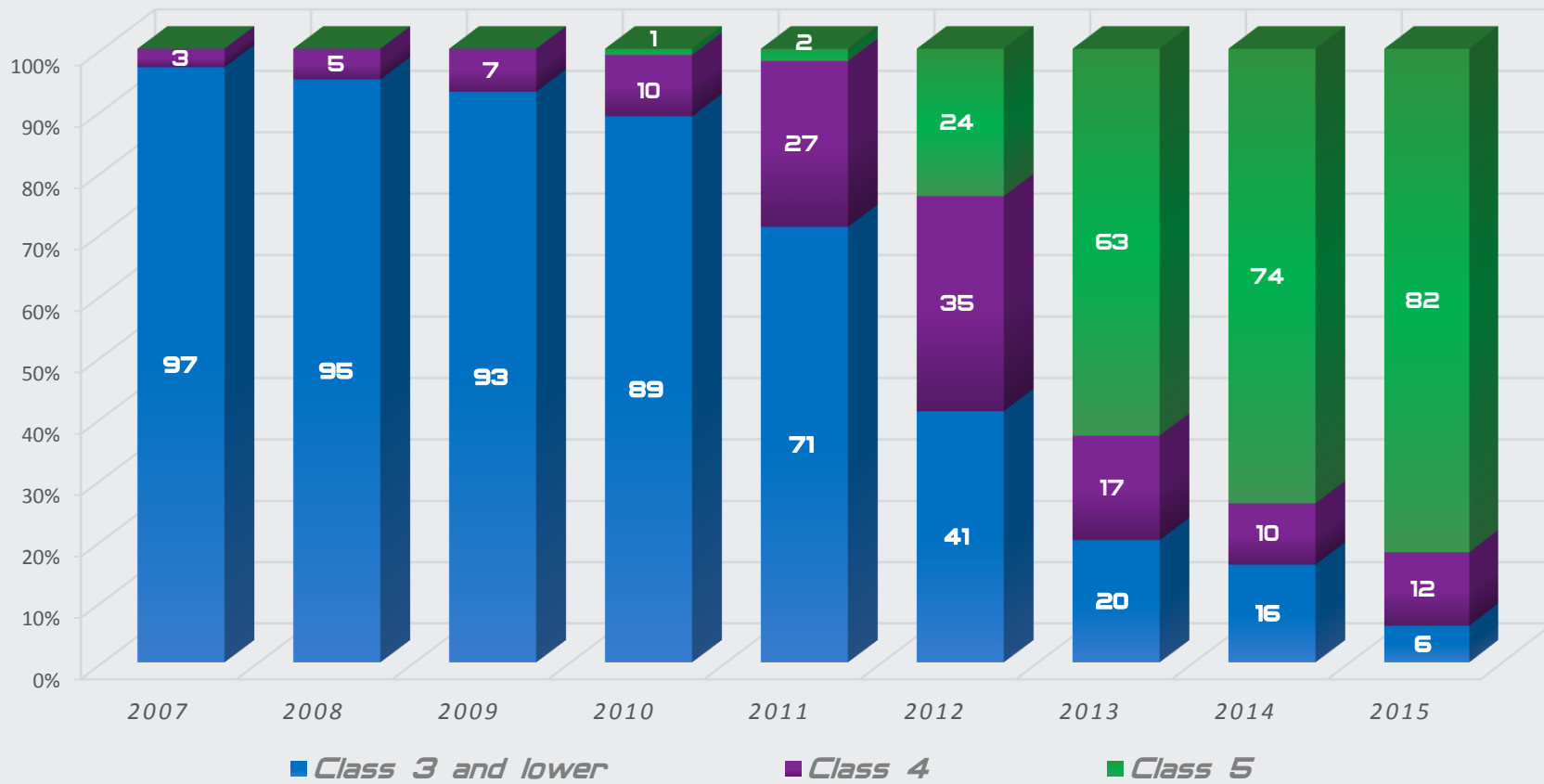
Performances	EURO-2	EURO-3	EURO-4	EURO-5	EURO-6*
<i>Standard's date of validity in European Union</i>	1995	1999	2005	2009	2015
<i>Standard's date of validity in Russian Federation</i>	2005	2008	2013	2016	-
<i>Date of production termination in Russian Federation</i>	till 01.01.2013	till 01.01.2015	till 01.01.2016	-	-
<i>Benzene content, wt. %, no more than</i>	5.0	1.0	1.0	1.0	0,8
<i>Sulfur content, ppm, no more than</i>	500	150	30	10	10
<i>Aromatic hydrocarbons content, % vol., no more than</i>	-	42	35	35	24
<i>Olefinic hydrocarbons content, % vol., no more than</i>	-	18	14	14	11
<i>Oxygen content, % wt., no more than</i>	-	2.7	2.7	2.7	2.7
<i>Availability of detergent additives</i>	-	Obligatory	Obligatory	Obligatory	Obligatory
<i>NOx emissions, g/kW·h</i>	8.0	5.0	3.5	2.0	0.4

* Performances of motor gasoline according to EURO-6 standard are not definitively established

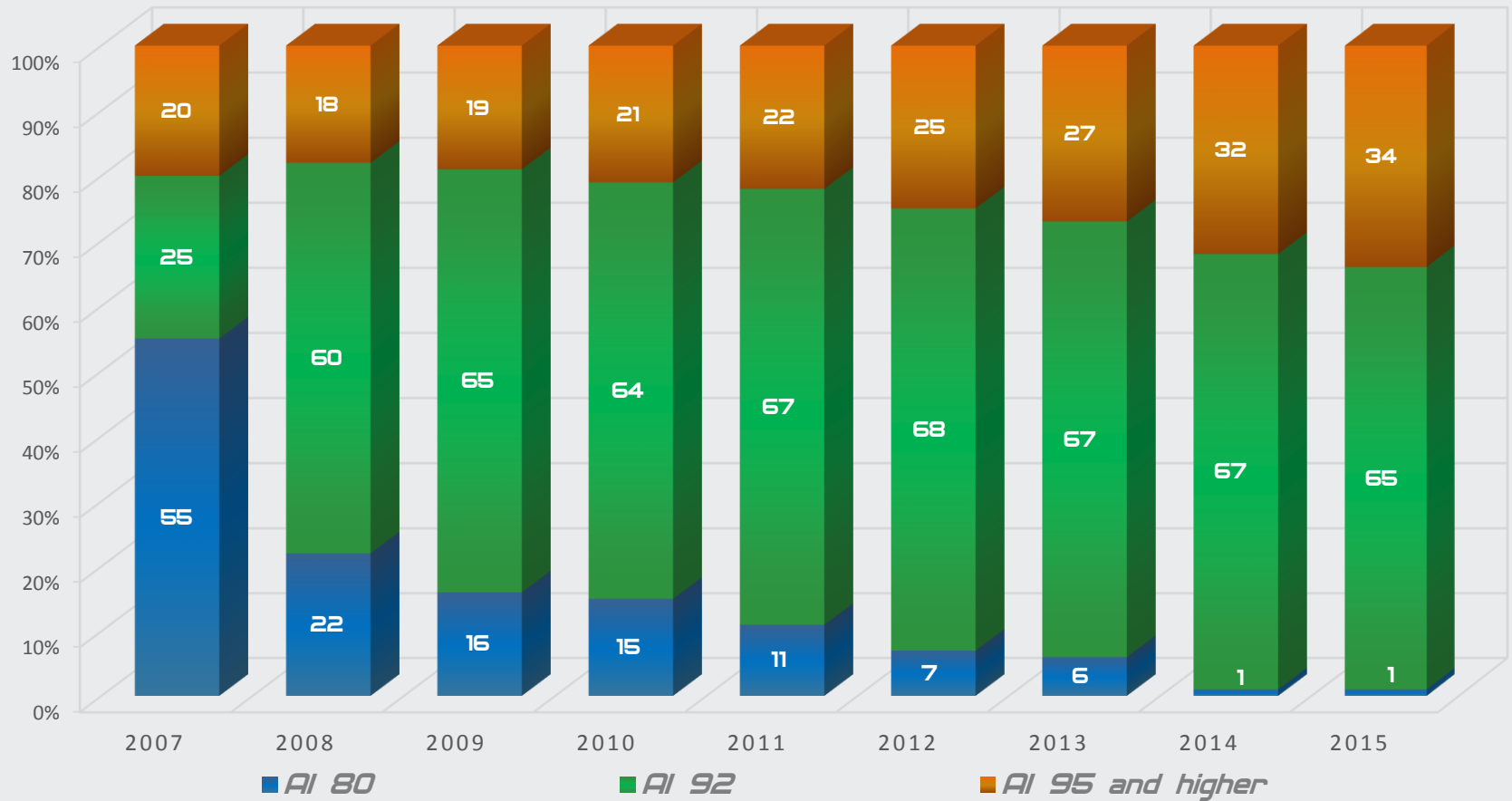
EURO-STANDARDS' IMPLEMENTATION DATE



CHANGE OF MOTOR GASOLINE PRODUCTION STRUCTURE BY CLASSES IN RUSSIA OVER A PERIOD OF 2007-2015

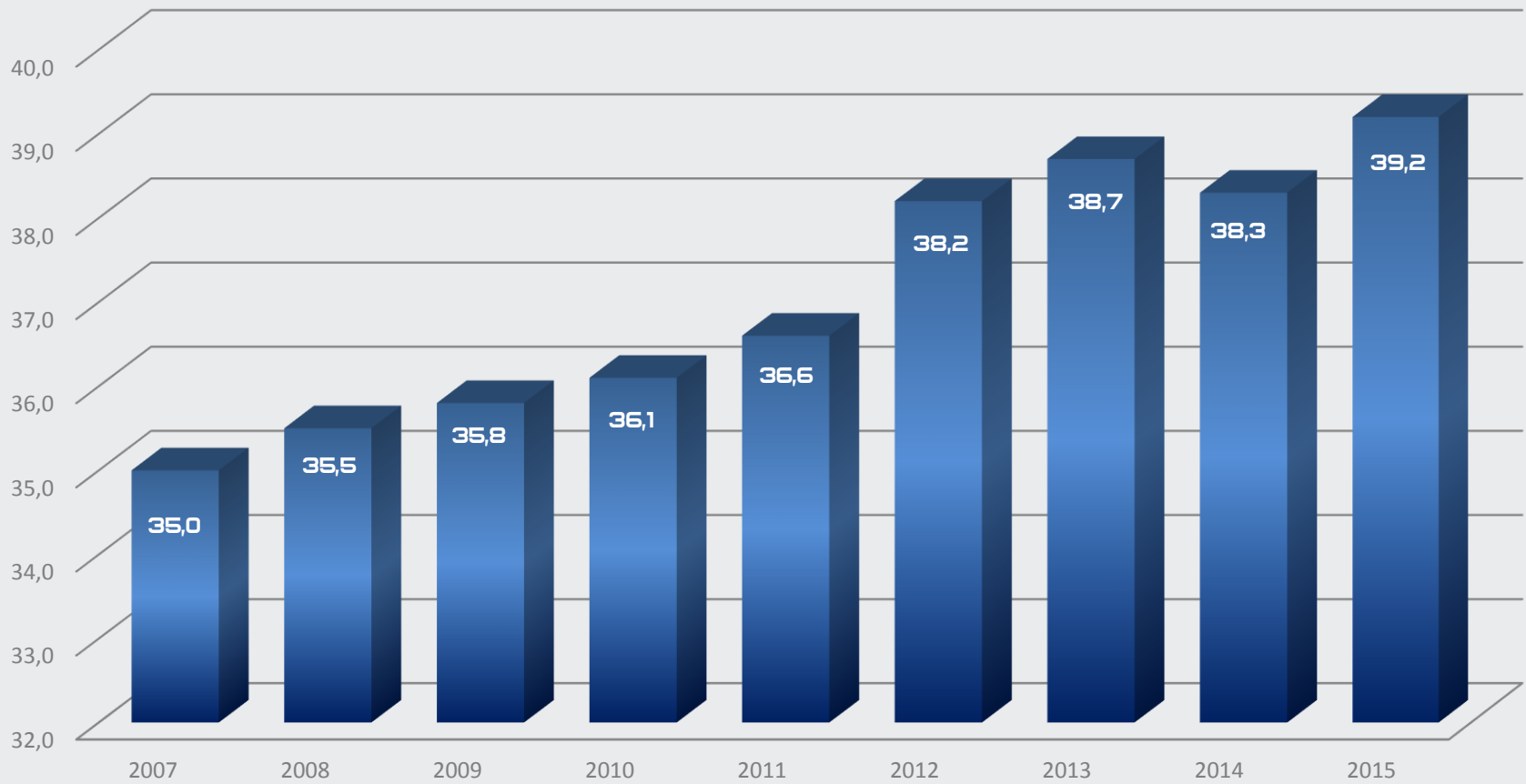


MOTOR GASOLINE PRODUCTION STRUCTURE BY GRADES (RON) IN RUSSIA

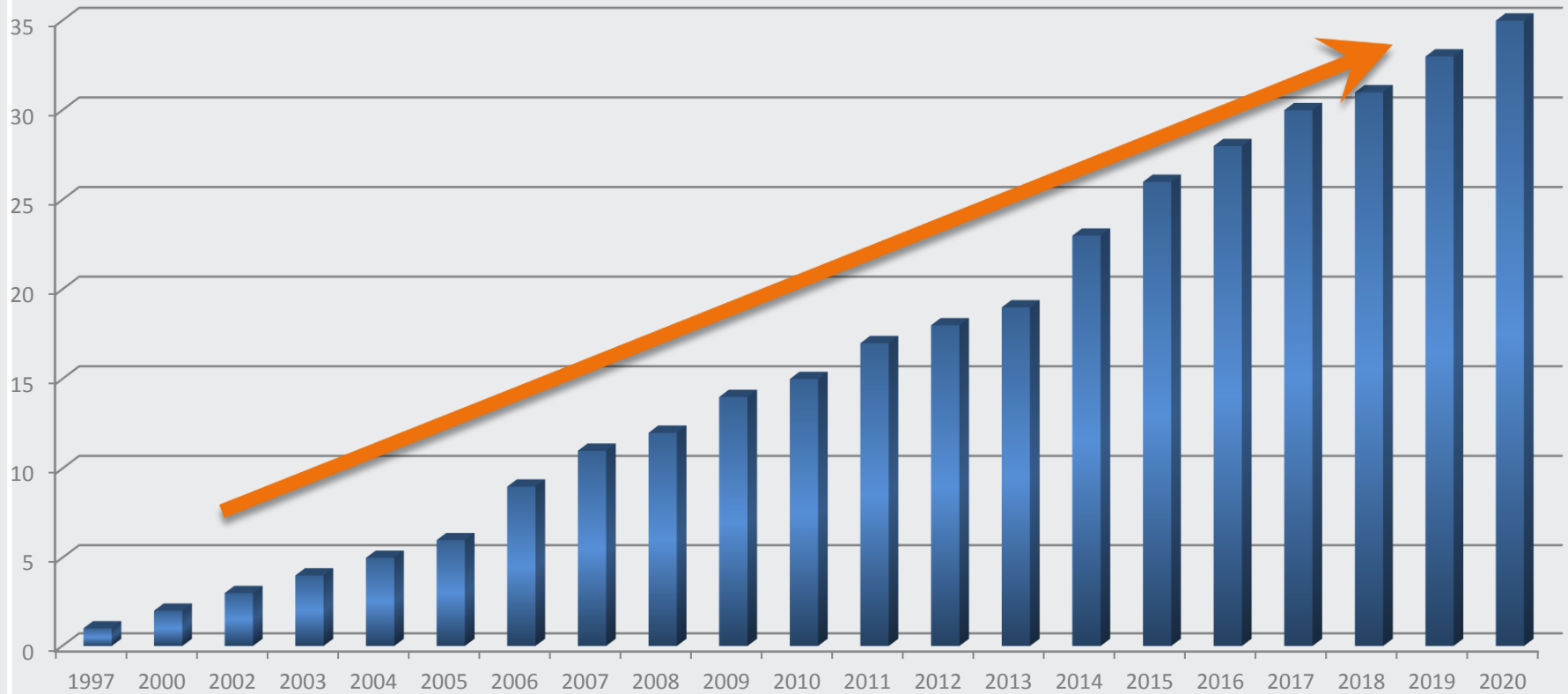


DYNAMICS OF MOTOR GASOLINE PRODUCTION CHANGES IN RUSSIA

MOTOR GASOLINE PRODUCTION IN RUSSIA, MILLION OF TONNES

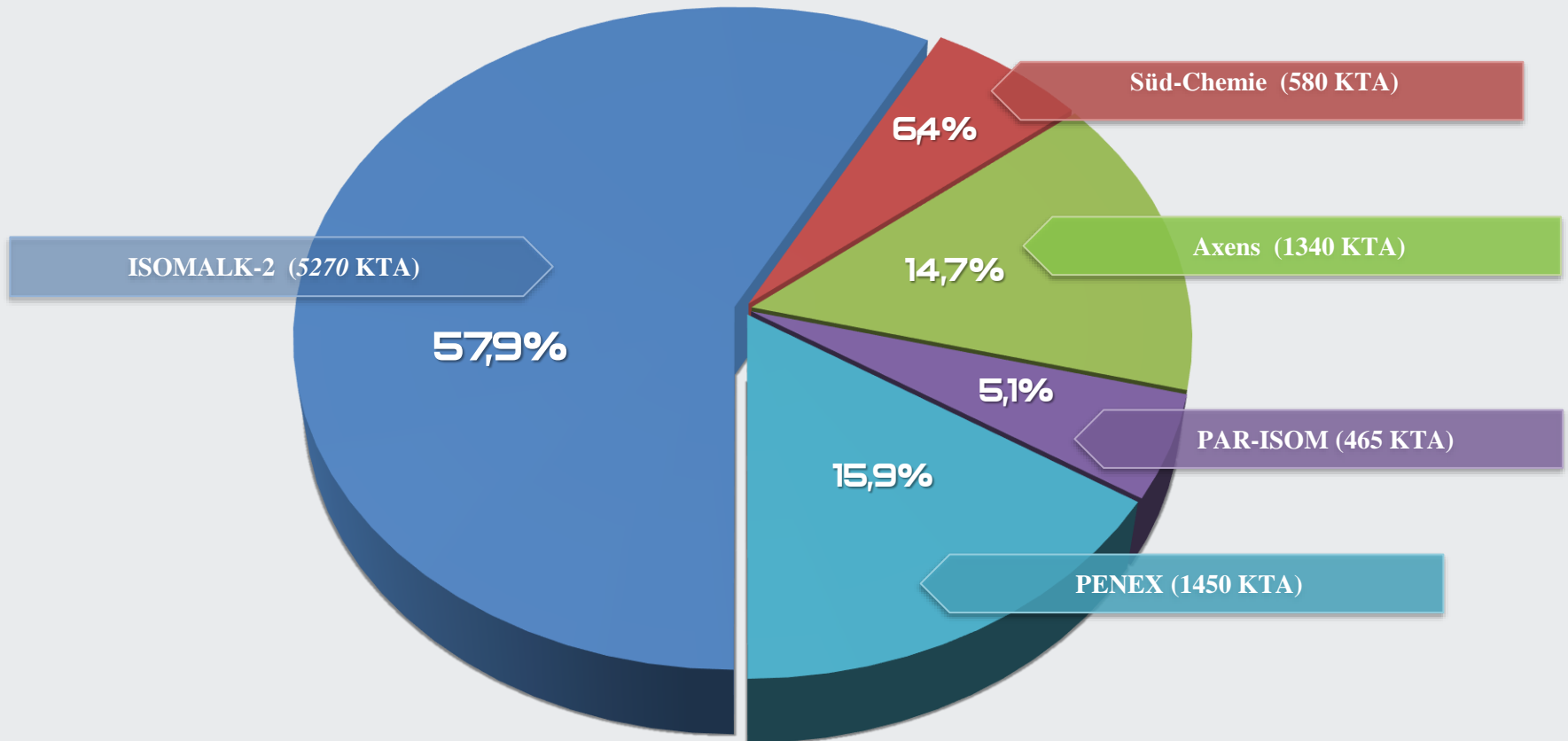


DYNAMICS OF C₅-C₆ ISOMERIZATION UNITS COMMISSIONING IN RUSSIA



SHARE OF DIFFERENT TECHNOLOGIES FOR PRODUCTION OF C₅-C₆ ISOMERATE IN RUSSIA

TOTAL PRODUCTION VOLUME OF ISOMERATE IS ABOUT 9105 KTA





ISOMERIZATION

Isomerization is the main way to increase share of high-octane motor gasolines according to the standards EURO-5 and EURO-6

- Competitive capacity of isomerization over zeolite catalysts has been dropped sharply. There are two competitive low-temperature isomerization technologies in the world market: over highly-chlorinated alumina catalysts and over sulfated zirconia catalysts:
 - Increasingly refiners give preference to zirconia isomerization catalysts as they are more reliable and more efficient in operation;
 - Zirconia catalysts field of application has been widened: from C_5 - C_6 isomerization to C_4 and C_7 isomerization.



MAIN ADVANTAGES OF C₅-C₆ FRACTIONS ISOMERIZATION TECHNOLOGIES ISOMALK-2

- ✓ Isomerate with octane number up to 92-93 RON and yield of 98% is produced
- ✓ Catalyst cycle length of 10 years and service life up to 12 years have been confirmed in practice
- ✓ Catalyst is stable to the microimpurities of catalytic poisons

13 isomerization units Isomalk-2 have been commissioned by 2015, share of these units in Russian Federation is more than 50%

NEW ISOMALK-2 PROJECTS

- ✓ Kogalymneftegaz (Russia), 15 KTA (III Q 2016);
- ✓ BPCL (Mumbai, India), 620 KTA (IV Q 2016)
- ✓ PJSC TATNEFT (Russia), 420 KTA (IV Q 2016)
- ✓ Lifengda (China), 80 KTA (I Q 2017)
- ✓ HaiLinh HaiPhong Petroleum (Vietnam), 500 KTA (2017)
- ✓ KINEF Ltd. (Russia), 500 KTA (2018)
- ✓ Hengli (China), 2400 KTA (2018)



PJSC TATNEFT, NIZHNEKAMSK, RUSSIA

ISOMERIZATION UNIT ISOMALK-2



OPERATING PERFORMANCES OF THE UNIT:

"Once-through" isomerization process scheme with low-branched hexanes recycle

Feed capacity, t/year	420,000
Isomerate yield, %	≥98
RON	≥91.2

KOGALYMNEFTEGAZ REFINERY, KOGALYM, RUSSIA

PACKAGED ISOMERIZATION UNIT ISOMALK-2



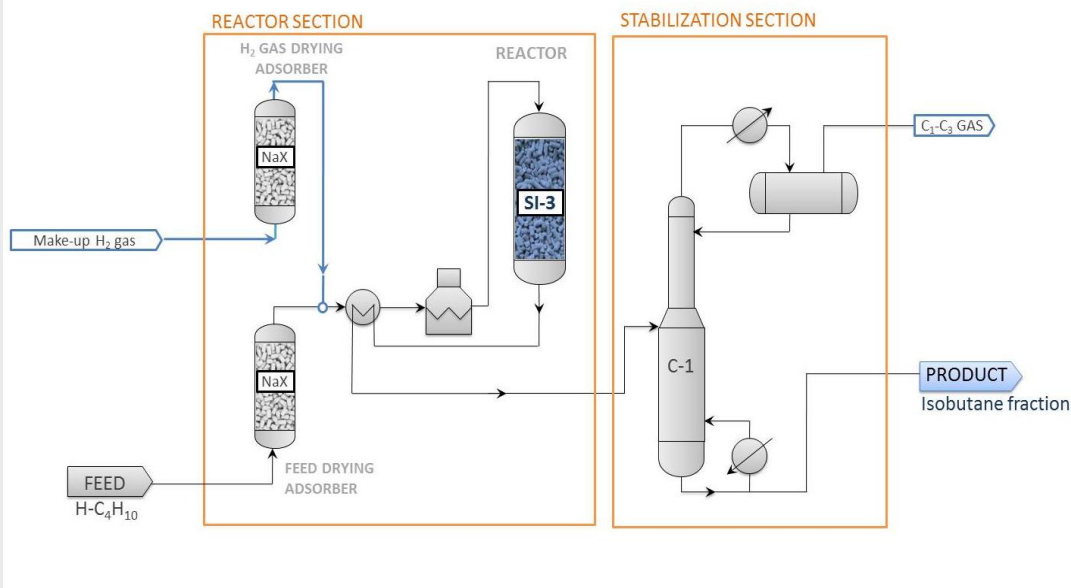
OPERATING PERFORMANCES OF THE UNIT:

"Once-through" isomerization process scheme with low-branched hexanes recycle

Feed capacity, t/year	15,200
Isomerase yield, %	≥95
RON	≥88

N-BUTANE ISOMERIZATION TECHNOLOGY

ISOMALK-3



The first isomerization unit Isomalk-3 was started-up at SSCG (Shenchi, China) in 2015

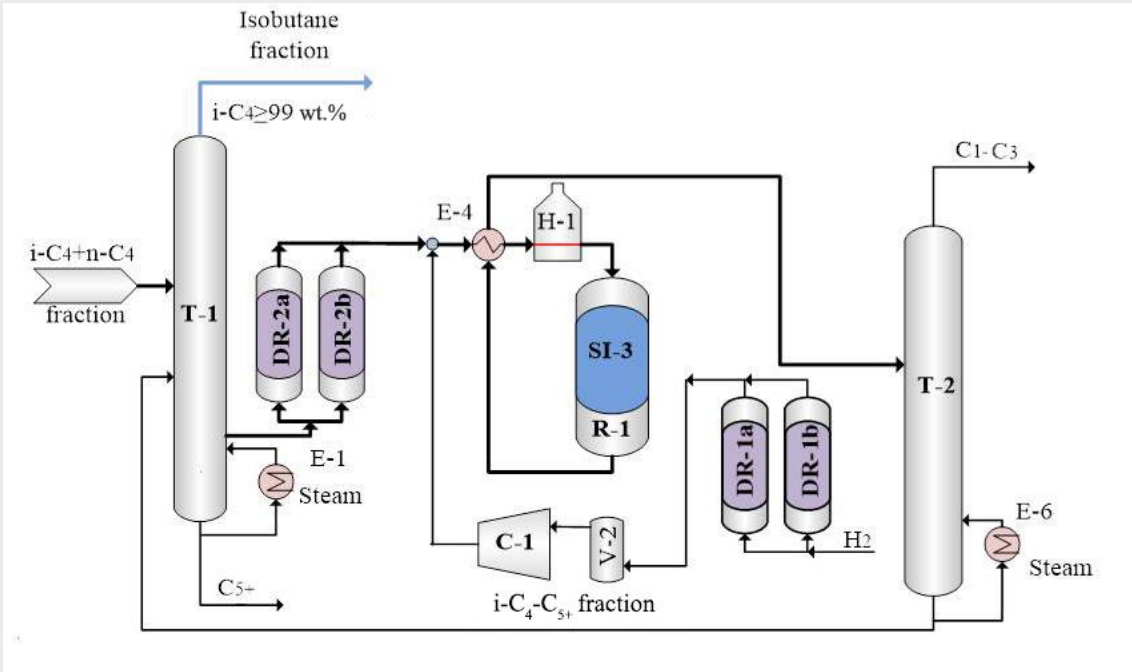
2 new units are under design in China:

- Haike Ruilin Company, 30 KTA - 1 Q 2017
- Hualu Liaoning Company, 32 KTA - 1 Q 2017

Typical n-butane isomerization unit Isomalk-3 consists of the following sections:

- **Isomerization feed treatment and drying section** is designed to remove moisture from isomerization feed; this operation is performed to protect catalyst against water, which suppresses catalyst activity;
- **Isomerization reactor section** is designed to perform isomerization reactions from normal butane to isobutane at the active sites of the catalyst at the most favorable conditions for the main reaction;
- **Hydrogen gas drying adsorbers section** is designed to remove moisture from hydrogen gas and from nitrogen during catalyst regeneration;
- **Stabilizer section** is designed to remove C_1-C_3 hydrocarbons and dissolved hydrogen from obtained product .

SHANGDONG SINCER PETROCHEMICAL CO., LTD, CHINA NEW ISOMERIZATION UNIT ISOMALK-3



OPERATING PERFORMANCES OF THE UNIT:

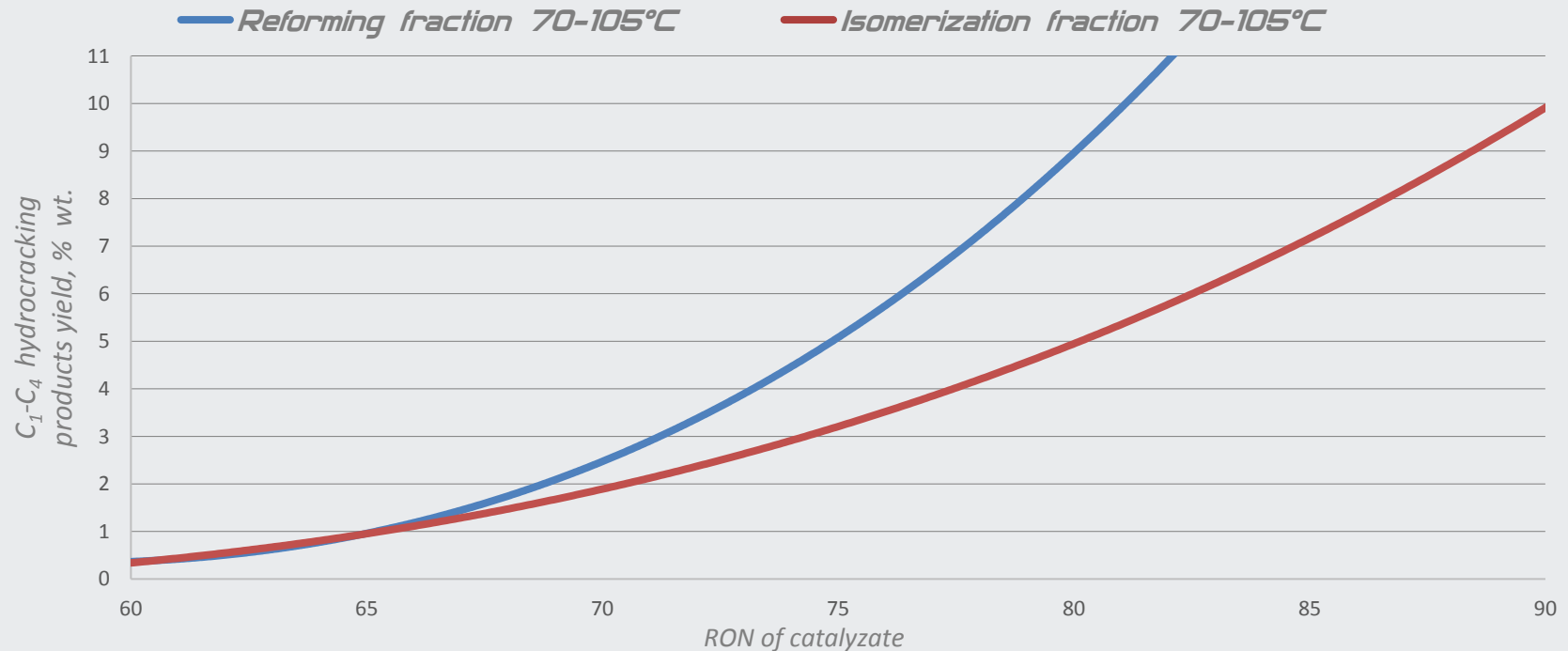
Isomerization process scheme with feed deisobutanization and n-butane recycle

Feed capacity, t/year	200,000
C₃-C₅ yield per n-C₄, %	≥99
H₂/HC molar ratio, mol/mol	0.06-0.1:1
Space velocity in reactor section, h⁻¹	8-9

MAIN TECHNOLOGICAL PARAMETERS OF ISOMALK-3 PROCESS

Parameter	Value
<i>Temperature, °C</i>	<i>160-210</i>
<i>Pressure, MPag</i>	<i>1.5-2.0</i>
<i>Feed supply space velocity, hour⁻¹</i>	<i>6.0-8.0</i>
<i>H₂: butane molar ratio</i>	<i>0.07-0.10</i>
<i>“Once-through” n-butane conversion, % wt.</i>	<i>50-55</i>
<i>“Once-through” yield of C₃+ hydrocarbons, % wt.</i>	<i>99</i>
<i>“Once-through” yield of C₄+ hydrocarbons, % wt.</i>	<i>94-95</i>
<i>Total service life of the catalyst, years</i>	<i>no less than 8</i>
<i>Catalyst service cycle, years</i>	<i>no less than 3</i>

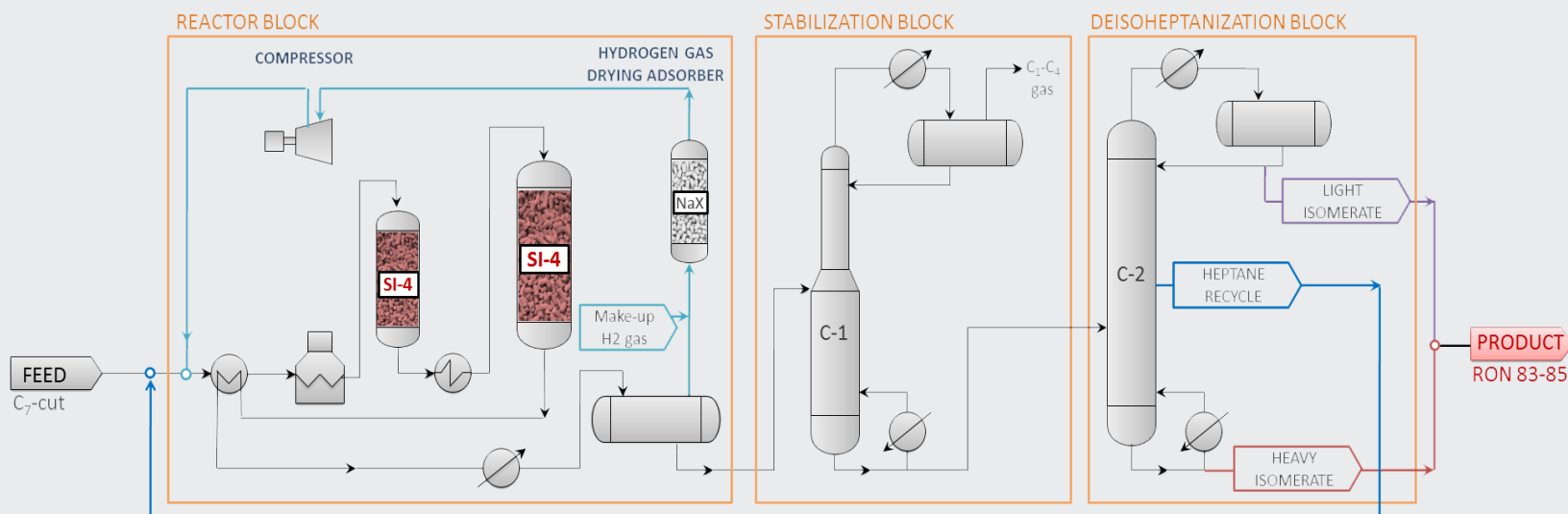
C₇ FRACTION ISOMERIZATION ISOMALK-4 - NEW TECHNOLOGY IN OIL REFINING



ADVANTAGES OF ISOMALK-4 TECHNOLOGY AGAINST REFORMING:

- ✓ Higher yield;
- ✓ No aromatic hydrocarbons in catalyzate;
- ✓ Decrease of expenses for MTBE and alkylate purchasing.

BASIC PROCESS FLOW-DIAGRAM OF ISOMALK-4 UNIT



CONDITIONS TO INCLUDE C₇-FRACTION ISOMERIZATION UNIT TO THE GASOLINES PROCESSING SCHEME:

- Lack of alkylate and other high-octane non-aromatic motor gasoline components at refinery;
- Necessity to increase production of motor gasolines at the expense of higher selectivity of C₇-fraction processing.



CATALYTIC REFORMING OF GASOLINE FRACTIONS

There is no alternative to Platforming for obtaining high-octane motor gasoline component from heavy gasoline fraction 105-180°C yet. However, ever increasing ecological limitations of commercial motor gasolines compositions submit new even more severe requirements to the process:

- 1) For fixed-bed catalytic reforming units the challenge is issued to transfer to the catalysts being able to have service cycle of 3-4 years in severe mode (96-98 RON). In this case the reformate yield has to be equal to 88% and more.
- 2) For continuous catalytic reforming (CCR) unit the general requirements to catalysts are as follows: high selectivity together with high mechanical strength.

REFORMING CATALYSTS OF PJSC SIE NEFTEHIM



Reforming catalyst RC-12
for CCR units

- ✓ High mechanical strength;
- ✓ High activity



New brand of reforming catalyst
for fixed-bed units –
REF-125

- ✓ Notably higher stability and selectivity in comparison with these of previous REF-23 series catalyst

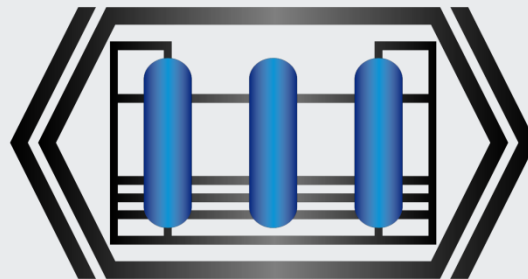


CONCLUSION

- The environmental requirements to motor gasolines are continued to be more severe in all countries;
- It is possible to meet the ecological requirements only in case of expansion of the processes, designed to produce high-octane non-aromatic motor gasoline components;
- General emphases are laid on the high-efficient isomerization technologies of C_5 - C_6 fractions, n-butane, and C_7 -fraction;
- Russian refinery became one of the leaders in the sphere of construction of new isomerization units;
- Catalytic reforming remains one of the requested processes for production of motor gasolines and aromatic hydrocarbons, at this new more severe requirements are imposed;
- Researches for creation of new more efficient catalysts are conducted all over the world.

CONTACT INFORMATION
OF PJSC SIE NEFTEHIM

THANK YOU FOR ATTENTION!



www.nefthim.com

Address: 350007, Russia, Krasnodar region,
Krasnodar, 4 Zakharova St.

Tel.: +7 (861) 267-80-31

Fax: +7 (861) 267-80-40

E-mail: info@nefthim.ru