

Pre-Conference Short Course, 9th African Rift Geothermal Conference
Djibouti Palace Kempinski, 1st November – 2nd November 2022



Direct use project set up and Business models

Jack Kiruja/ 1 November 2022



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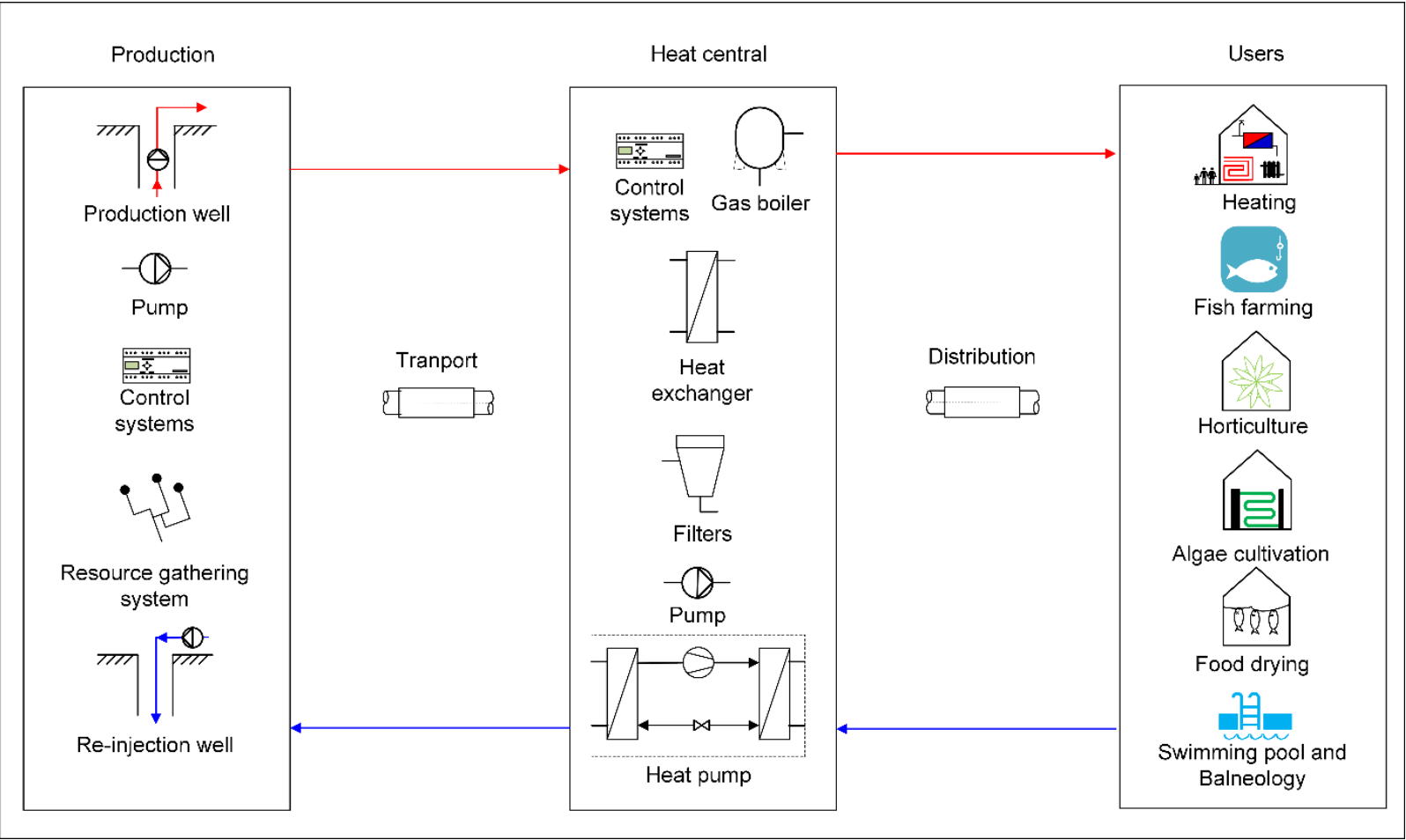


Direct use project set up and Business models

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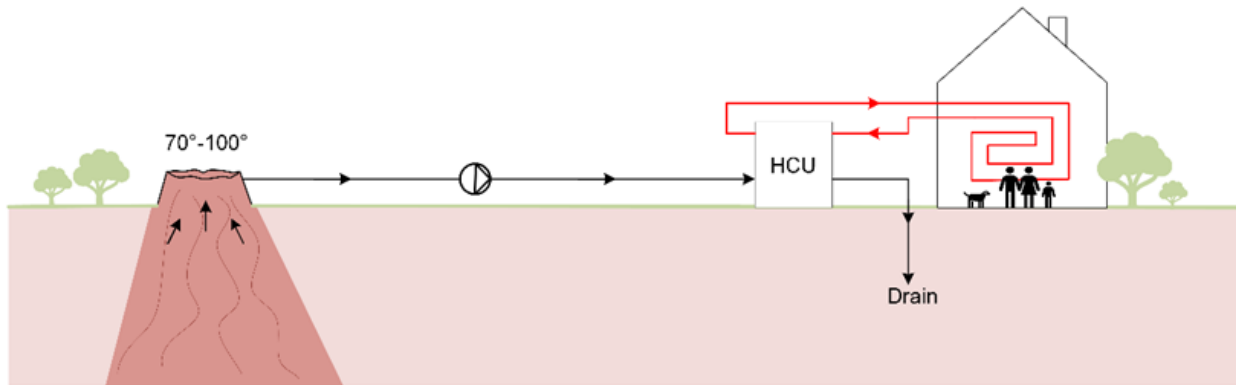
System configuration



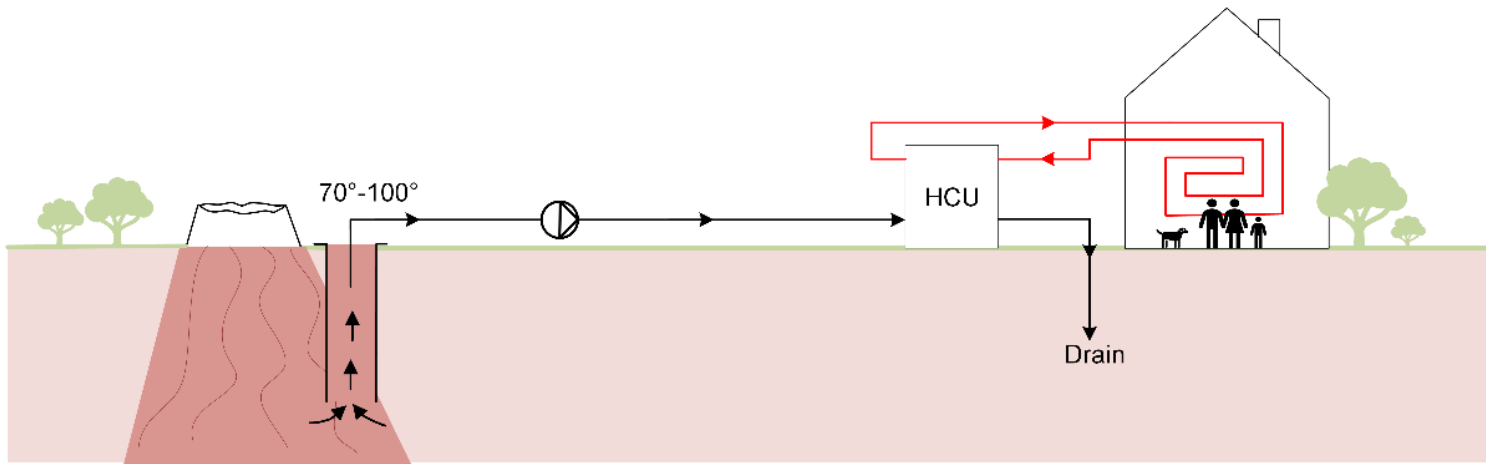
Production of Energy for Direct Use

- Low temperature
 - Natural outflow from geothermal reservoirs
 - Hot springs, fumaroles
 - Boreholes with elevated temperatures
 - Energy from shallow ground/ground water, in combination with heat pumps
 - Hot water co-produced with oil and gas or from repurposed oil and gas wells
- High temperature
 - Excess steam not used for electricity generation
 - Separated geothermal brine from electricity generation
 - Wells located at uneconomical distance from power plant
 - Geothermal fluid from sub-commercial wells (low temperature/pressure wells)

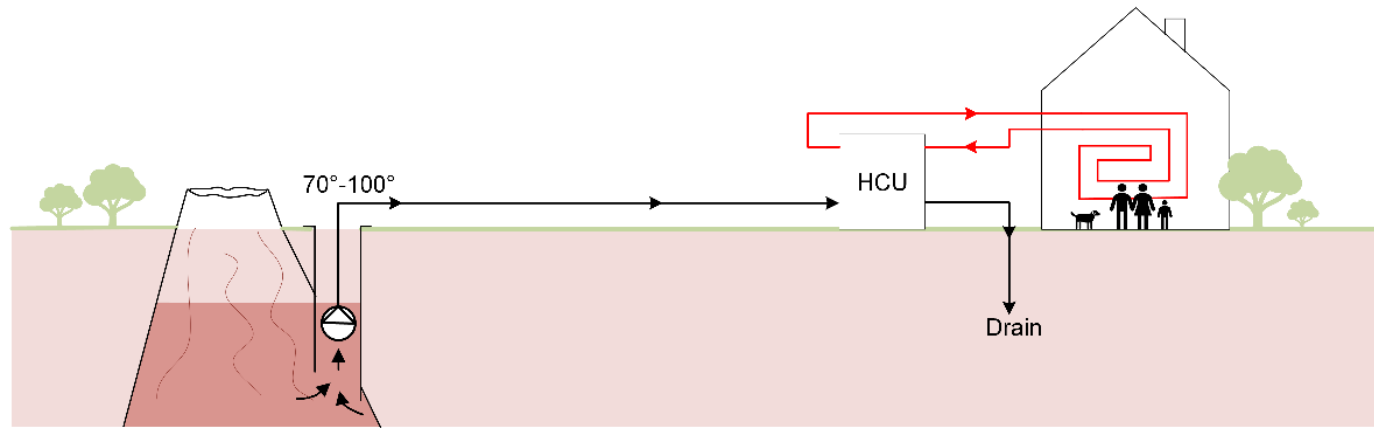




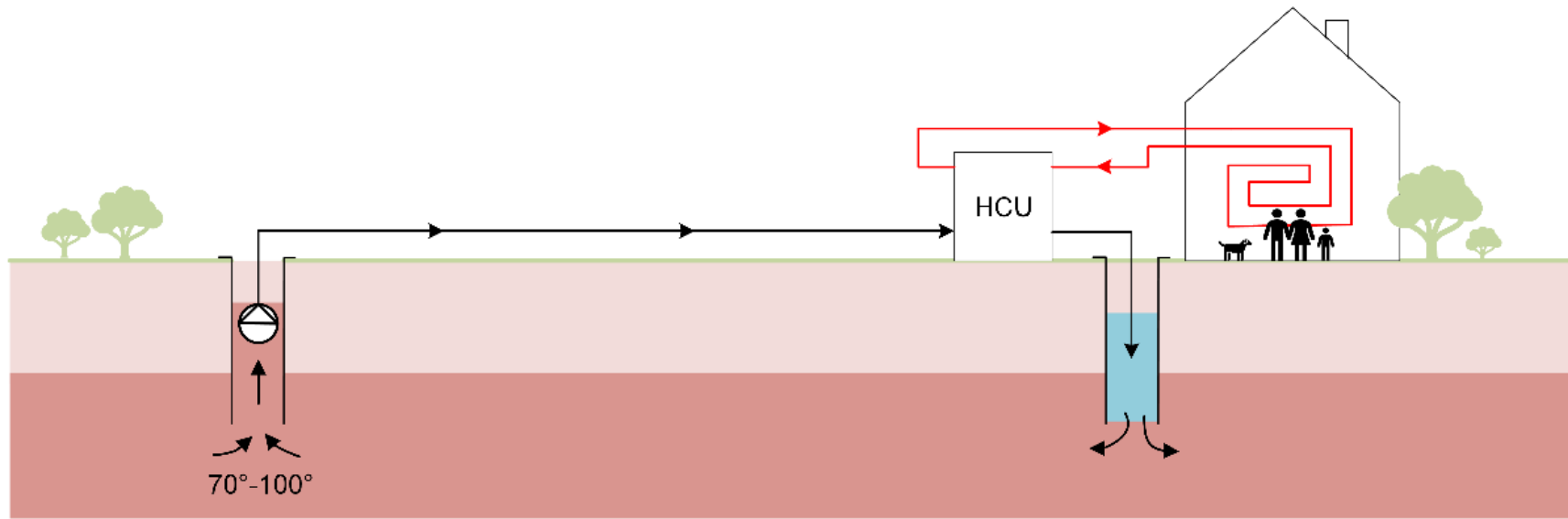
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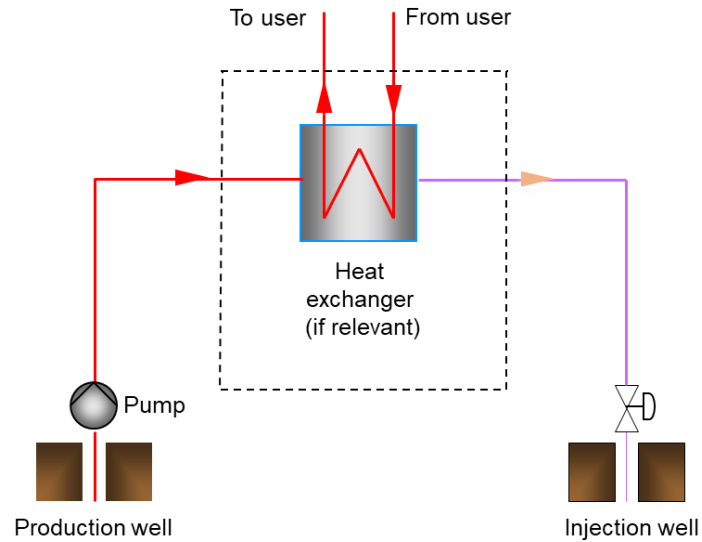


- Boreholes with elevated temperatures
- Energy from shallow ground/ground water, in combination with heat pumps
- Geothermal brine from binary electricity generation
- Wells located at uneconomical distance from power plant
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All sources in combination with re-injection

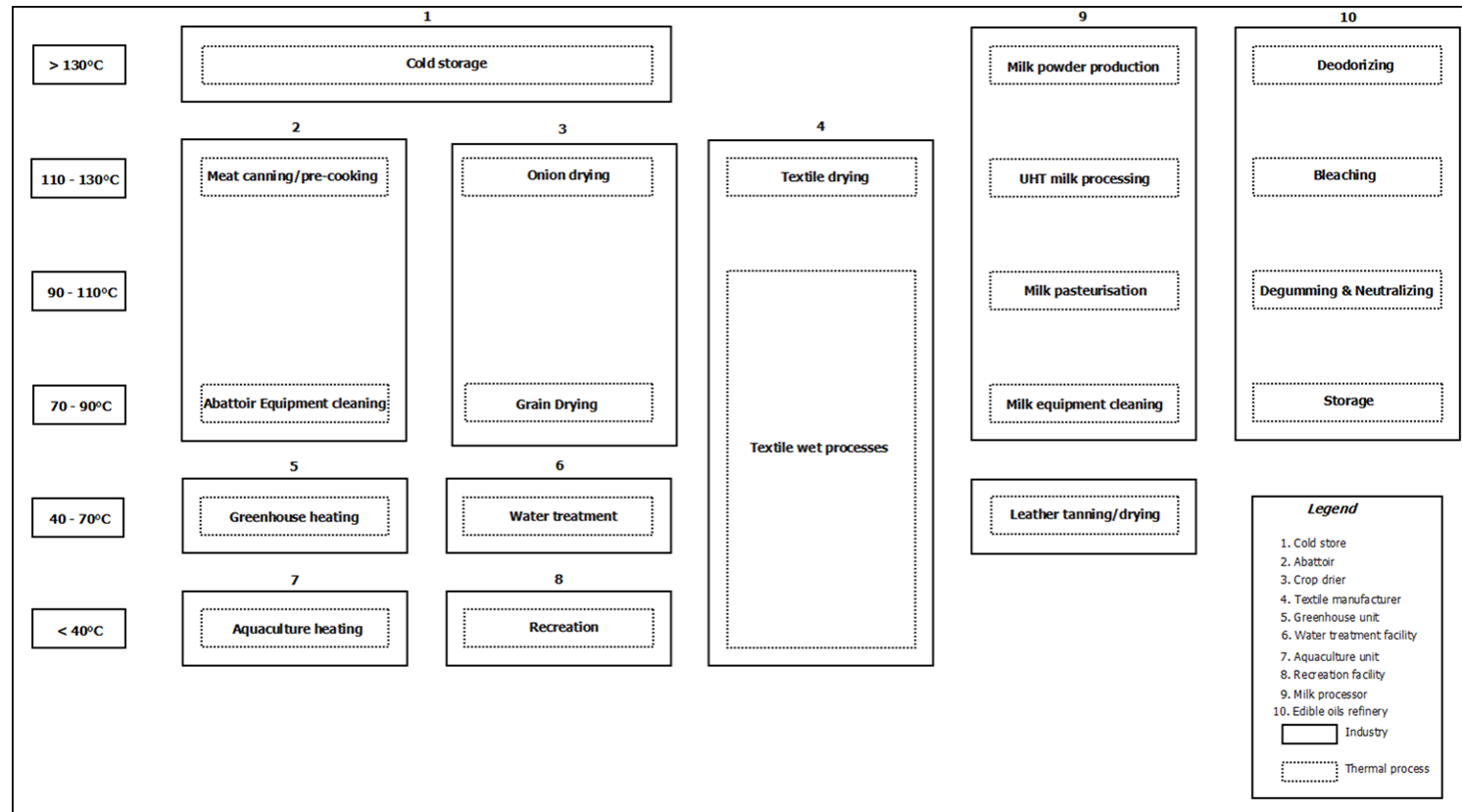
System setup – Standalone



Stand-alone systems

- Individual projects
- Naturally occurring/shallow well/existing well
- Lower cost/risks/time

System setup – Cascade

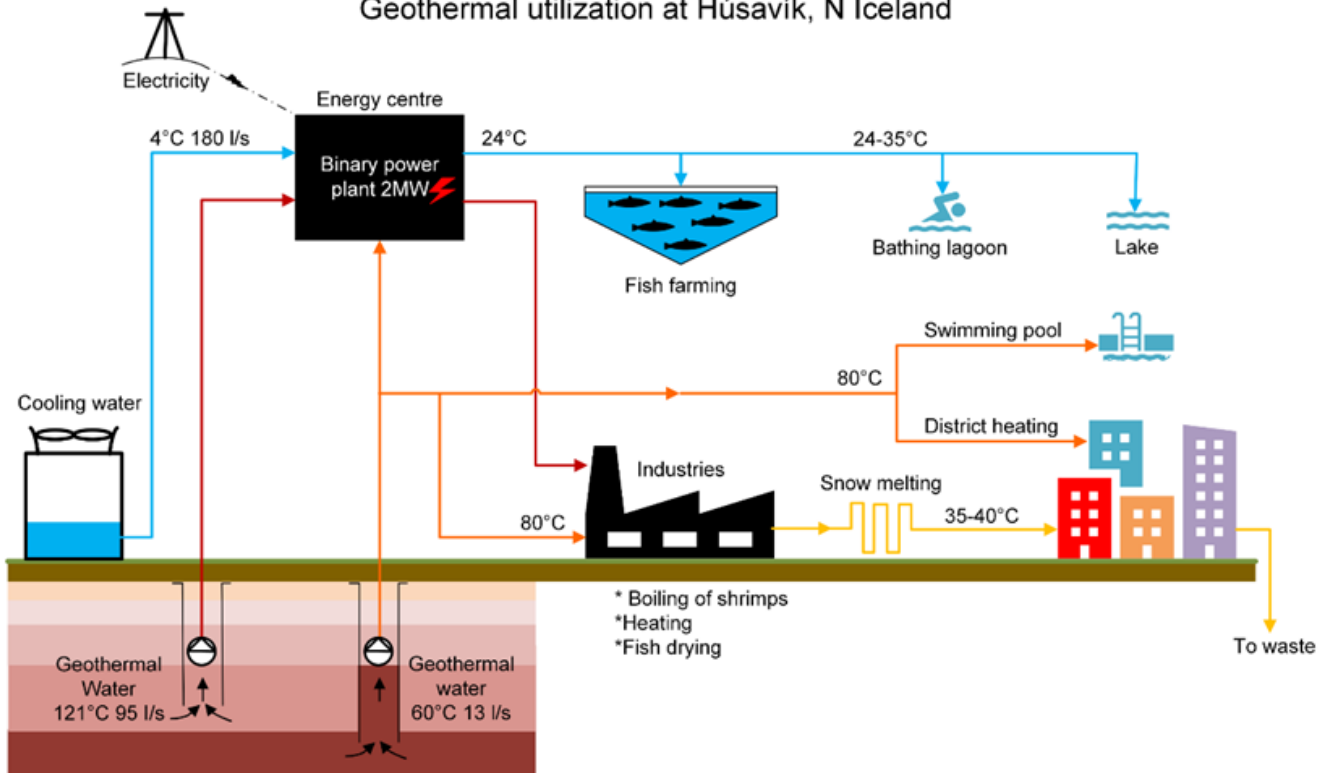


Cascaded systems

- 2 or more projects utilizing same stream
- Medium to high temperature
- Usually drilling required
- Shared costs
- Potential lower tariffs
- Efficiency in utilisation
- Socio-economic impact
- Potentially higher costs
- Complex agreements

System setup – Integrated with electricity generation

Geothermal utilization at Húsavík, N Iceland



Integrated with electricity

- Stand-alone or cascaded alongside power generation
- medium to high temp
- Resource risks and costs avoided
- Captive power with lower tariff
- Circular economy
- More revenue streams
- Complex agreements

Project Selection

Indicator	Weighted scoring (%)
Geothermal resource potential to support direct-use applications	20%
Process energy requirement of the direct-use applications	15%
Market demand of the commodity to be produced	15%
Investment potential	15%
Employment potential	15%
Socio-cultural fit for beneficiary community	10%
Environmental impacts	5%
Replicability potential	5%
Total weighted score	100%



Ownership models

Ownership models

- Full ownership
- Heat purchase agreement
- Partnership

Thank you



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