



# Drastically Reducing Specific Water and Energy In Large Industrial Complexes

Presented by **Osvaldo A. Bascur**  
**Global MMM Industry Principal**



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# USERS 2013 CONFERENCE

The Power of Data

THRIVING

IN A

WORLD OF

CHANGE

# Agenda



Overview of the Large Industrial Complexes



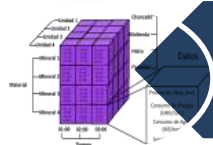
Sustainability Strategies are good Business



Real Time Information Integration and Standardization



Endesa, Southern Peru, CAP Acero, ArcelorMittal (Dofasco, CSN)



Further work and Conclusions




























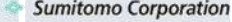






























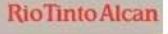











# Overview of the Large Industrial Complexes

# PI System in the Metals Industry

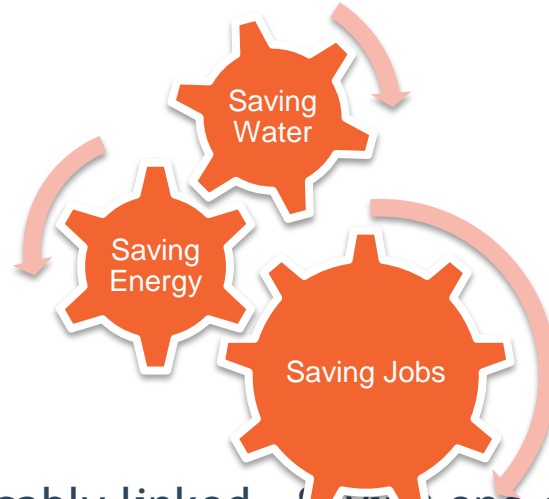




Coal & Energy	Iron Ore	Copper	Nickel, Zinc, Lead, Silver	PGM & Gold	Diversified and other Mining Companies
          	          	           	         	         	             

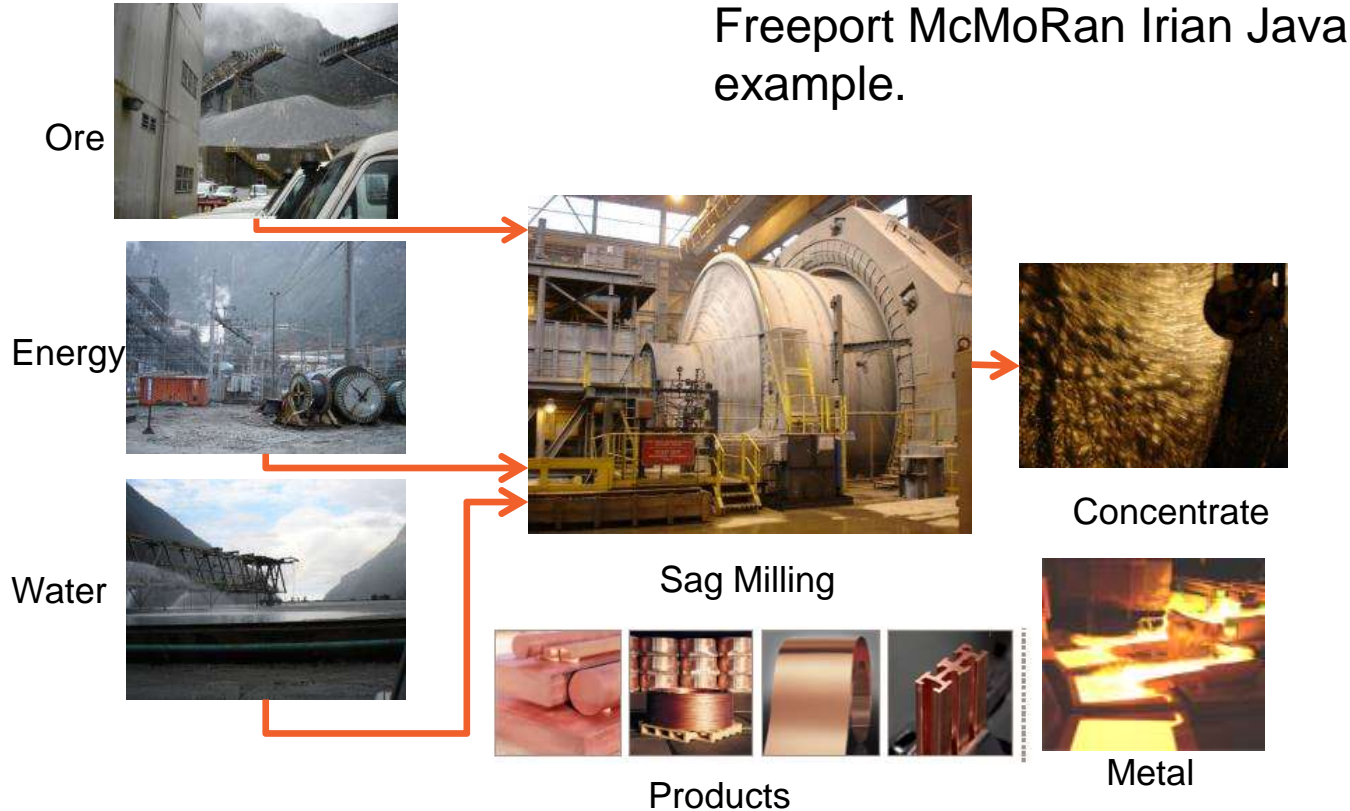
## Summary

- Discuss observations and real examples from industry, utilities and public sector



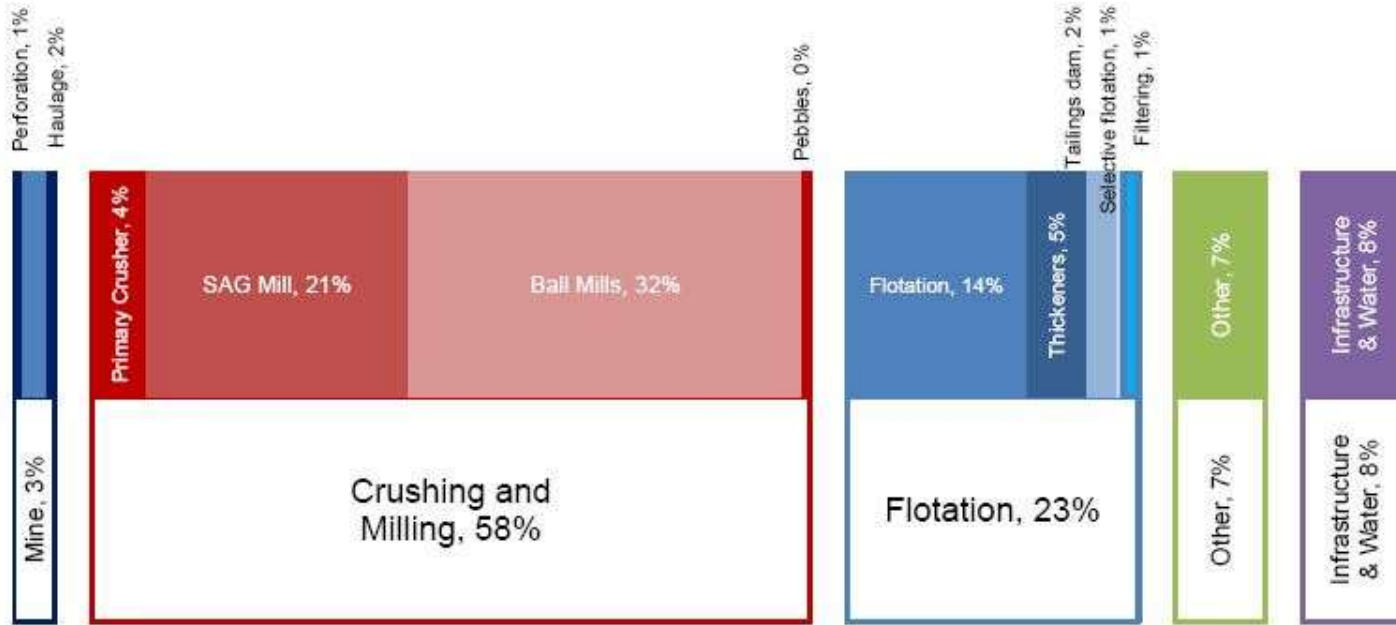
... Energy & Water are inextricably linked. Saving one can save the other. Saving both can save money, capacity, and jobs!

# How are you managing your Ore Types, Energy, Water and Metals Recoveries?

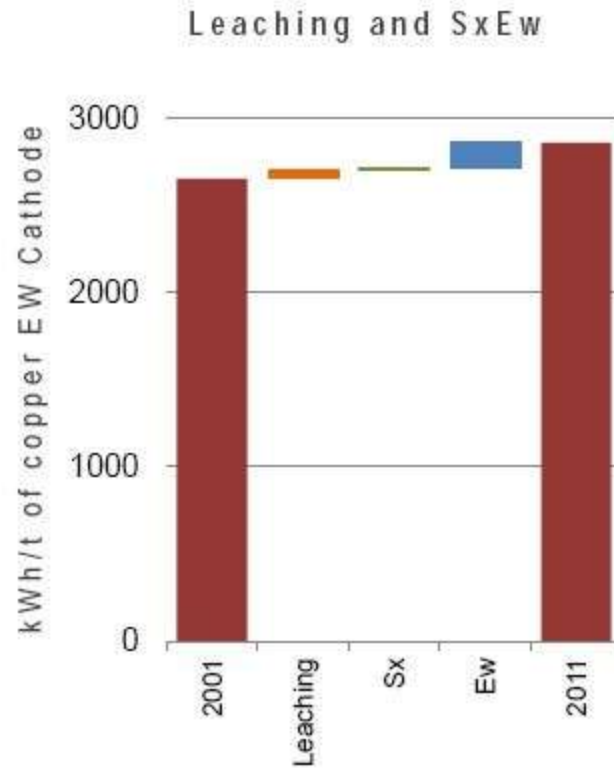
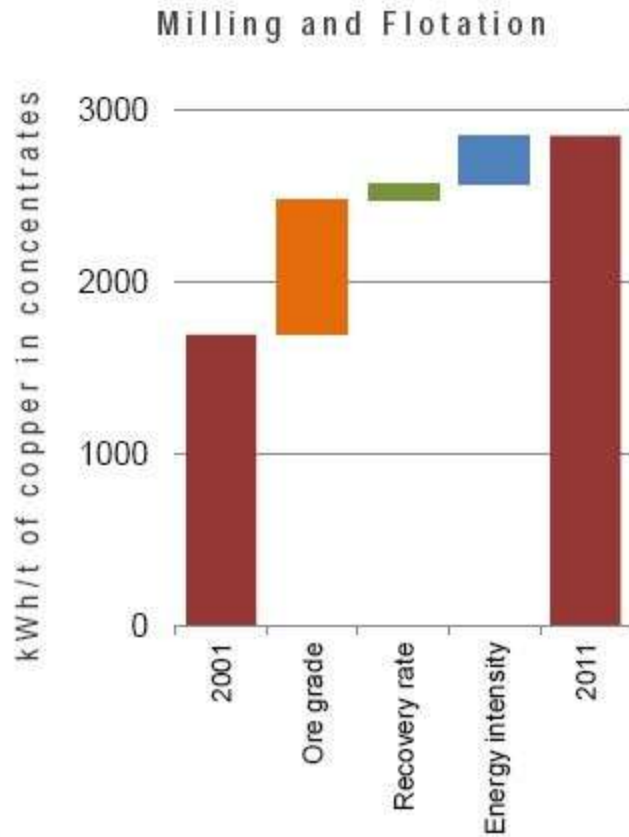




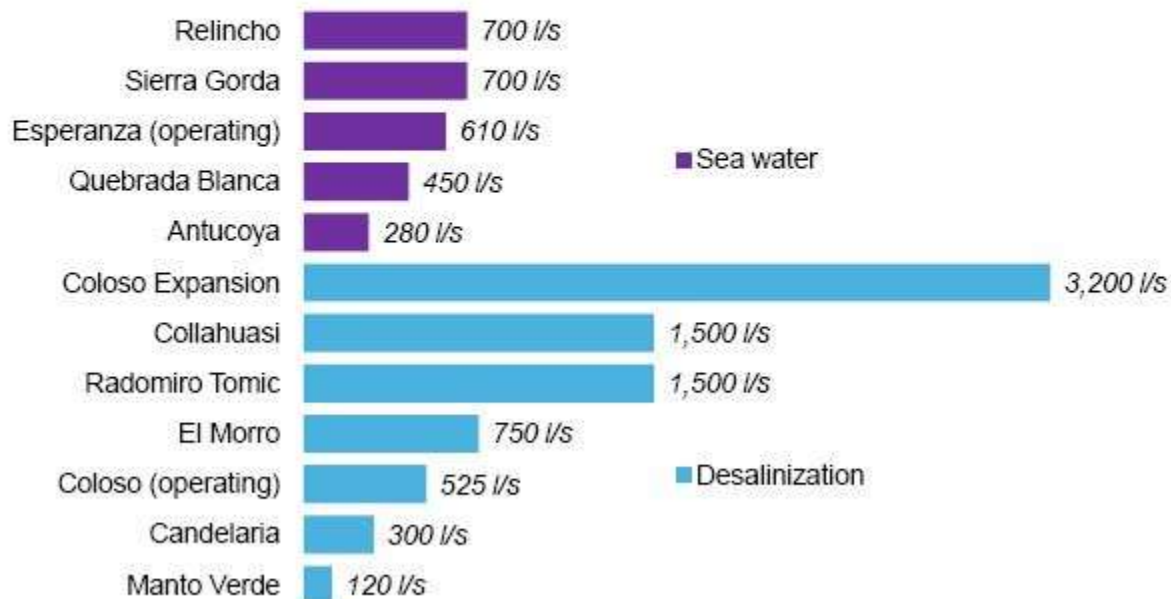
# Electricity consumption in copper concentration (%)



# Intensity of electricity consumption



## Water supply projects to desalinate and pump water could require an additional 5.4 TWh per year



# Mine to Metals Products

**Microsoft**



Corporate

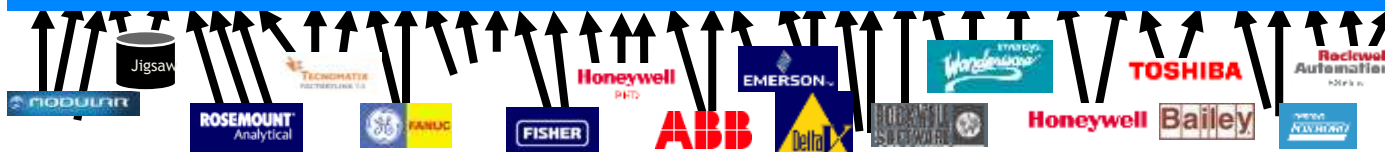
## PI Visualization and Collaboration



## PI Analytics and Notifications



## PI Server and Data Services





Rio Tinto Kennecott Utah Copper  
Integrated Mine Metallurgical Complex





# Integration: Rio Tinto Kennecott Utah Copper



Energy and Water Tracking



Mining



Mineral Processing



Metallurgical



Products

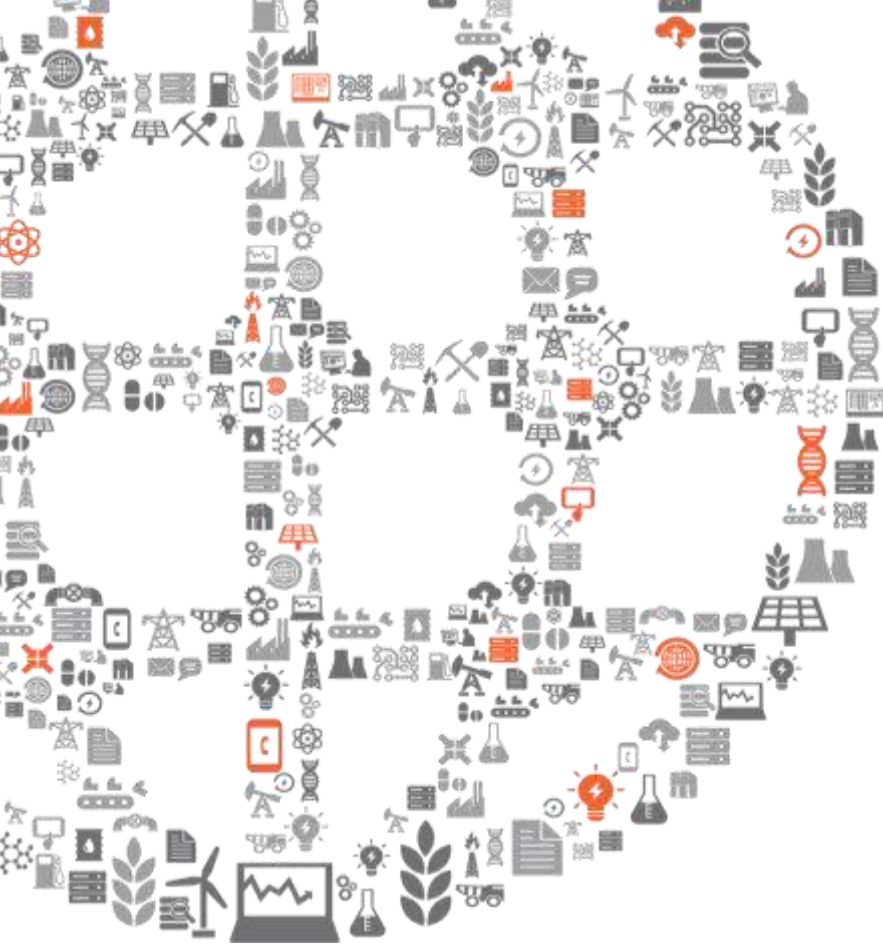
**Energy**

**Assets**

**Reagents**

**Environmental**

INTEGRATE- FIND – ANALYZE- DELIVER-VISUALIZE



# **Sustainability Strategies are good business Basic Guidelines**

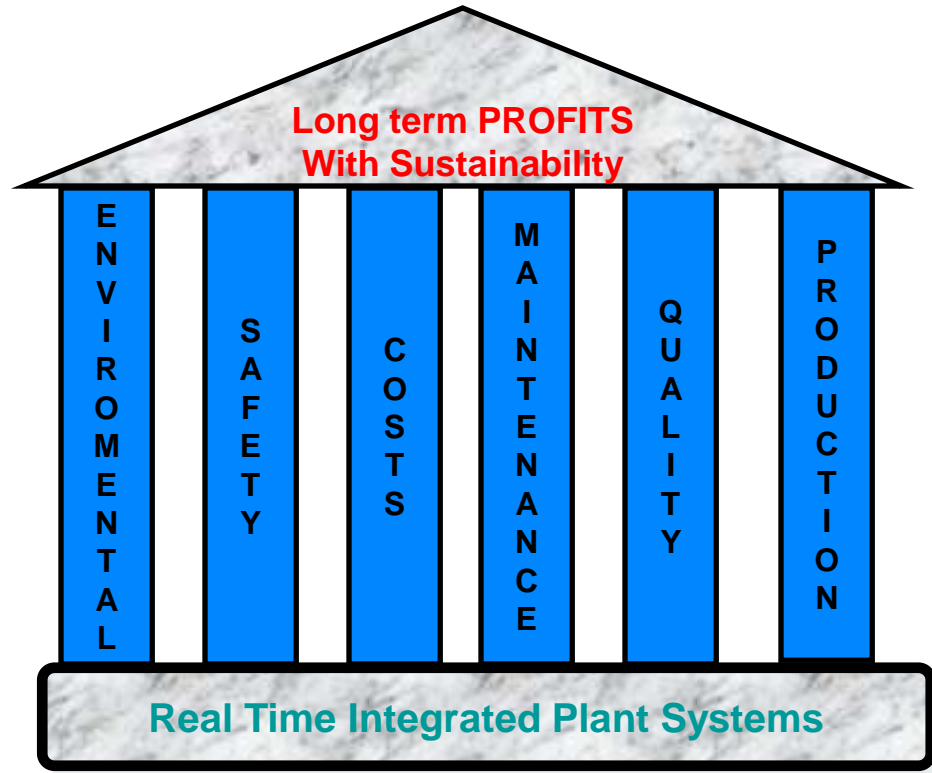
# Overall Integrated Industrial Effectiveness

Results

Opportunities \$

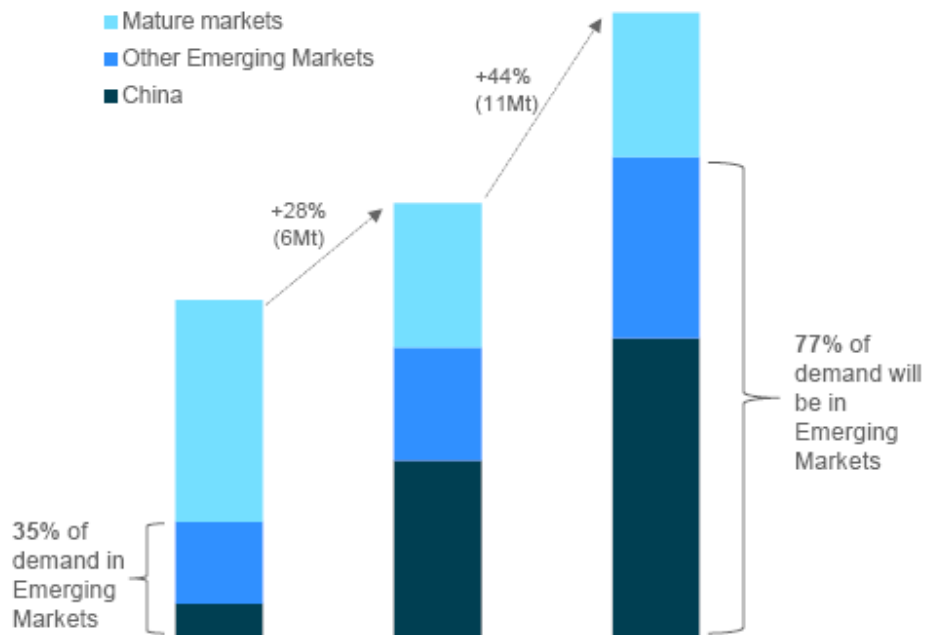
*Mr. Porter  
Shared VALUE  
Strategy for  
SUSTAINABILITY*

Systems



# Emerging market growth will create an additional 11Mtpa of demand by 2024

## Copper semis demand (Mt)



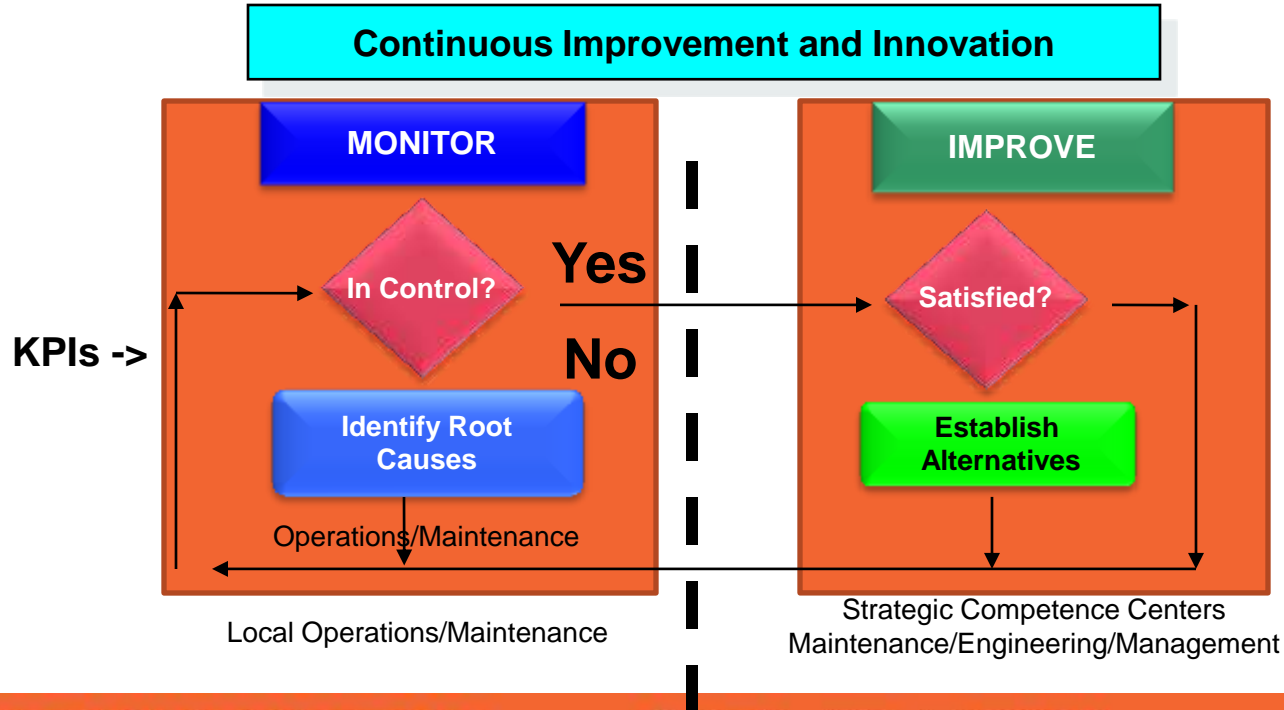
## Drivers of growth

- 1 Continued rise of China
- 2 Development of other large Emerging markets (India, SEA)
- 3 Changing fuel mix towards non-traditional energy sources
- 4 Increased energy efficiency and safety requirements
- 5 Substitution, mainly Aluminium (negative)

# THE PEOPLE EFFECT

## Local vs. Collaborative Decision Making

KPI Examples: Production, Quality, Costs, Equipment Availability, Environmental and Safety alerts with fast resolution and improved decision making.

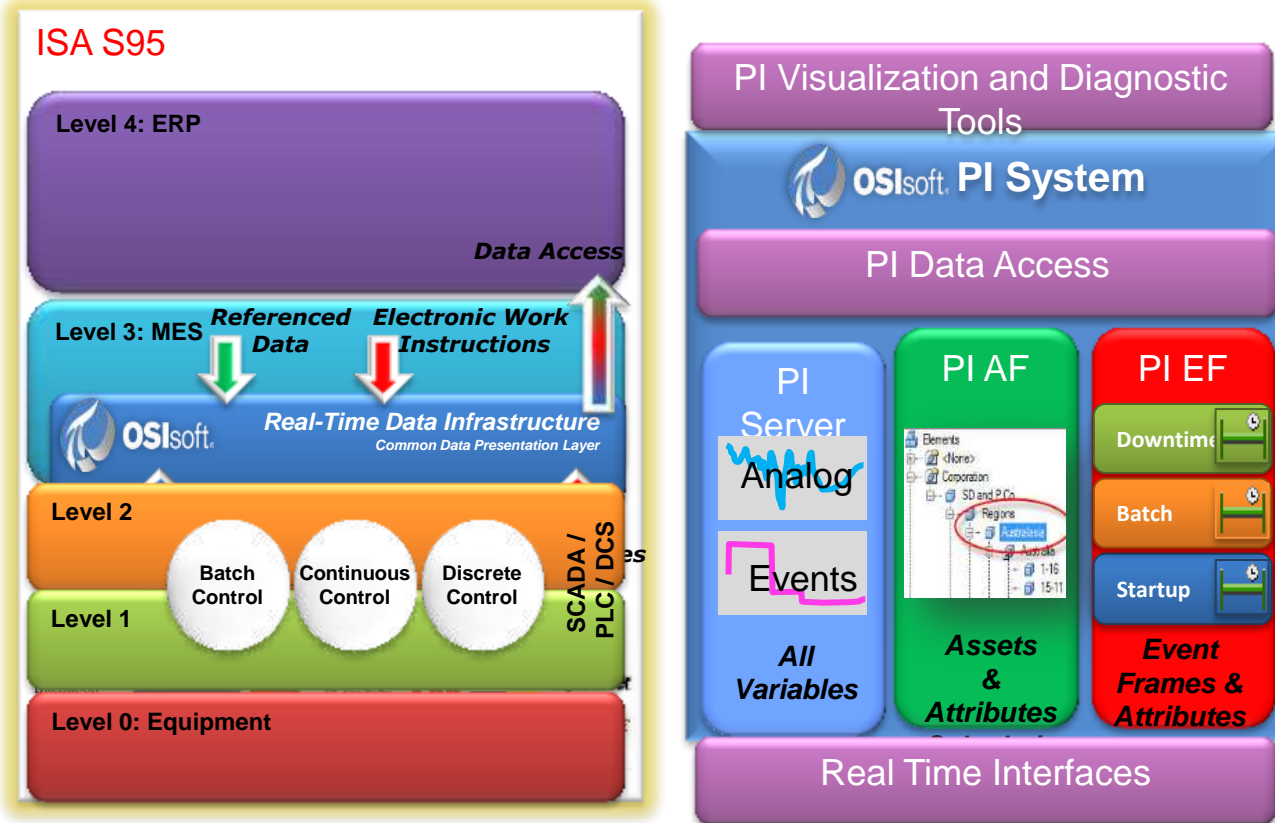




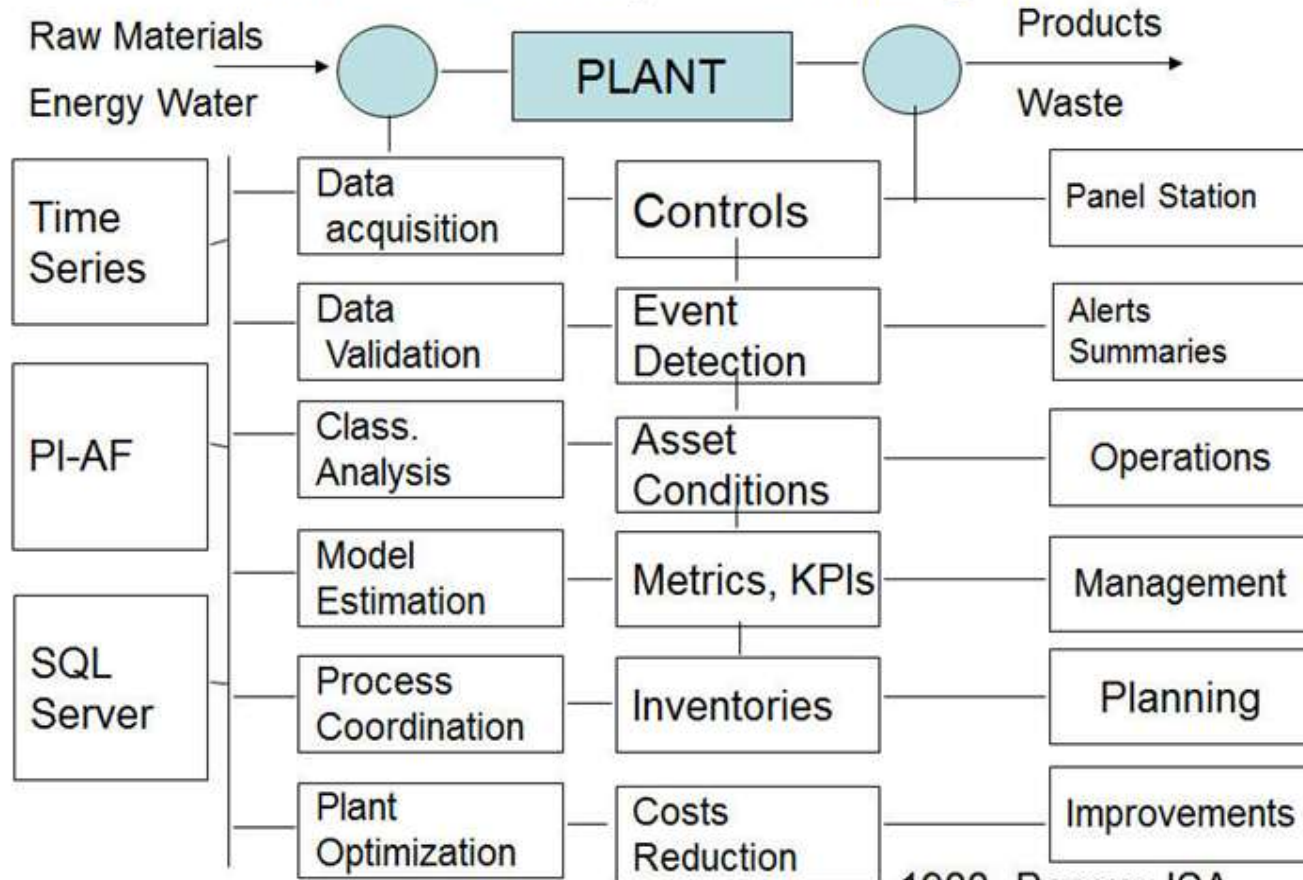


# Real Time Information Integration and Standardization

# PI System Data Infrastructure



## General Structure for Operational Management

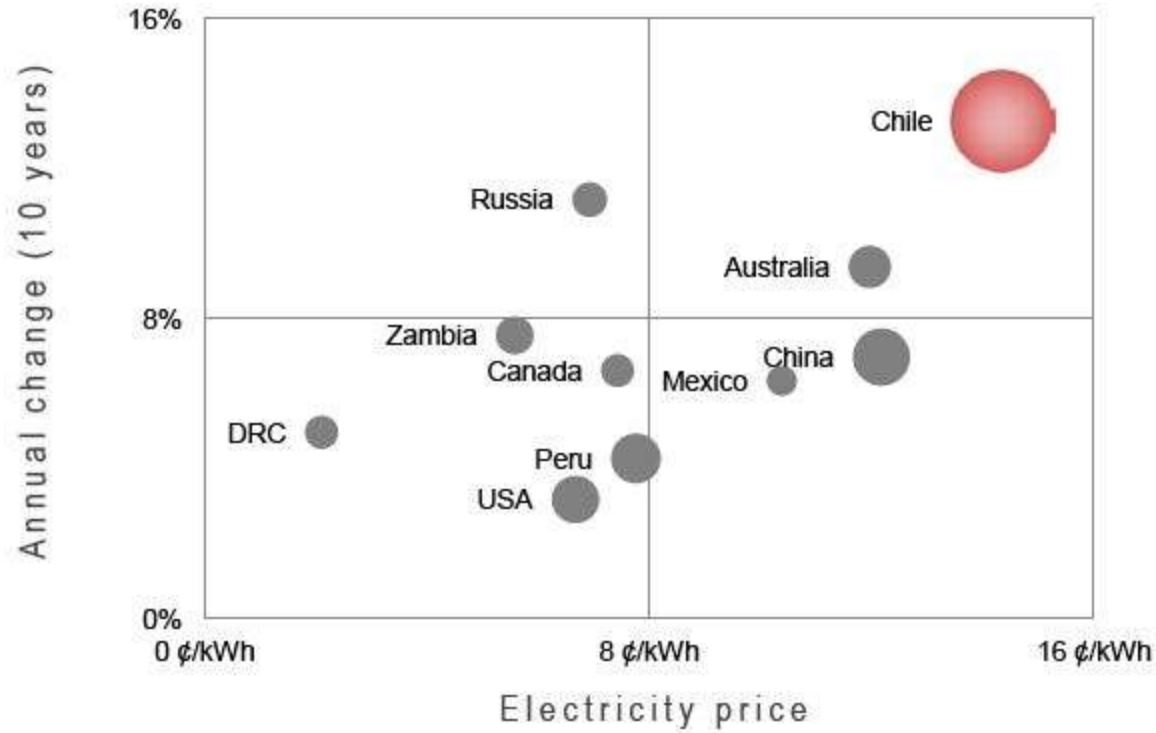


1988, Bascur, ISA



# Improving the Transformation of Energy Resources into Electricity

## The problem...





# Weather and Country Energy Limitations

Most Arid Region in the World

Large Energy Requirements



# Optimizing Latin American Energy Generation Management





# CMD: CAMINO RECORRIDO

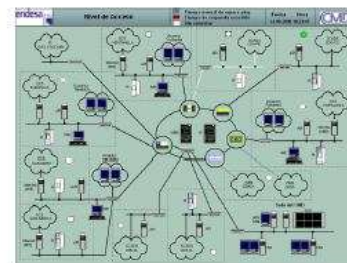


# ENDESA Examples

## ÁMBITO DE DESARROLLO

## SISTEMA INTEGRADO DE INFORMACIÓN DE PROCESO

Es un sistema informático multiusuario que, captura la data de proceso de los sistemas de control de las unidades generadoras y almacena esos datos en servidores de planta, y en un servidor central, permitiendo a los usuarios el acceso a la información en línea y a la base de datos histórica de las plantas generadoras.



## SISTEMAS EXPERTOS Y APLICACIONES

Son desarrollos de software que utilizan la información en línea o histórica, procesándola a través de modelos, contadores, informes automáticos y personalizados, pantallas gráficas o tablas de datos.





# Southern Peru Copper: Cuajone



- Cuajone
- Production 87,000 MT fine Copper per day.
- Conventional open-pit mine
- Concentrator - 10 Grinding Lines.

## Management Indicators: KPI's



Real Time Information — Currency of the New Decade

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# Southern Peru Copper: Cuajone





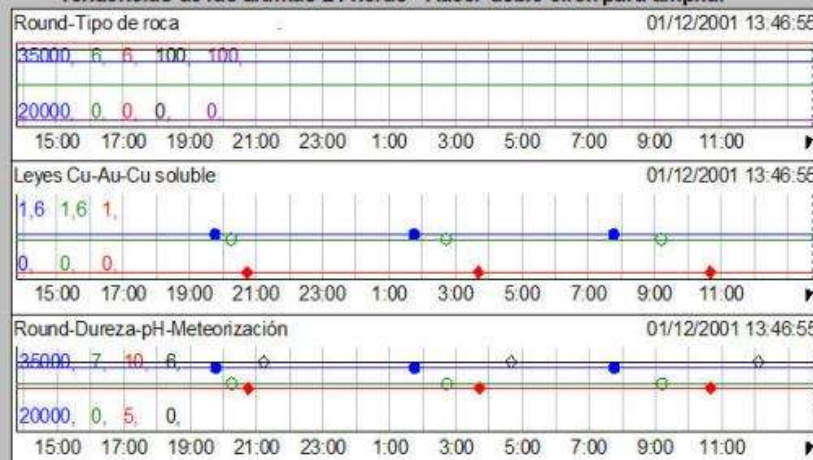
# DISPATCH

(Últimos datos: 29/11/2001 20:06:39)

Round 31316  
Meteorización 5  
Tipo de roca 1° 3  
% Tipo de roca 1° 91,1  
Tipo de roca 2° 6  
% Tipo de roca 2° 8,9  
pH 7,61  
Dureza 4  
Cu % 0,75  
Au g/t 0,84  
Cu soluble % 0,09

## Datos de mineral de mina al chancador, actualizado por hora.

Tendencias de las últimas 24 horas - Hacer doble click para ampliar



### Tipo de roca

- 3 - Pórfiro P3
- 4 - Pórfiro P2
- 5 - Pórfiro Los Amarillos
- 6 - Andesita
- 9 - Andesita Rubble Zone

### Tipo alteración

- 1 - Potásica fuerte
- 2 - Cuarzo-Magnetita
- 3 - Epidoto-Clorita
- 4 - Filica
- 5 - Argilica

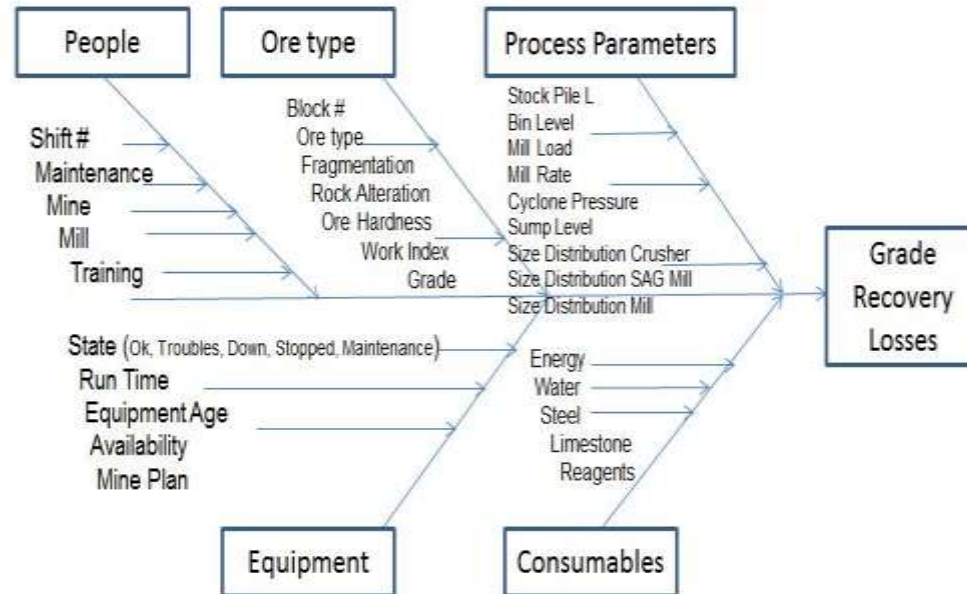
### Meteorización/Enriquecimiento

- 1 - Suelo residual. Fábrica original, destruida
- 2 - Completamente meteorizada/alterada. Roca descompuesta y friable
- 3 - "Zona de Lixiviación" No visible Pirita/Calcosina. Alta meteorización/alteración. Roca decolorada y de reducida resistencia por meteorización
- 4 - "Zona de enriquecimiento" Visible Calcosina/Covelina. Moderada meteorización/alteración. Roca decolorada, pero su resistencia poco afectada solo en discontinuidades con meteorización
- 5 - Suave meteorización/alteración, resistencia inalterada, meteorización solo en diaclasas
- 6 - Fresca e inalterada. Alteración puede resultar en una mayor competencia de la roca (ej. silificación).

### Dureza de roca

- 1 - Roca extremadamente blanda
- 2 - Roca muy blanda
- 3 - Roca blanda
- 4 - Roca de media a dura
- 5 - Roca dura
- 6 - Roca muy dura

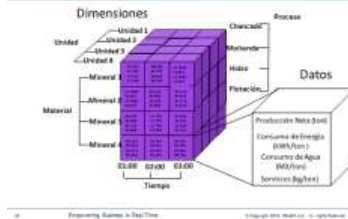
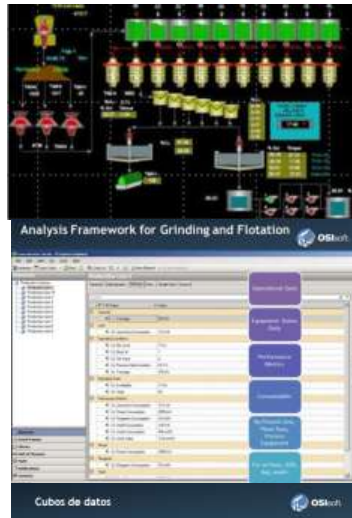
# SIX Sigma PI AF Design Strategy



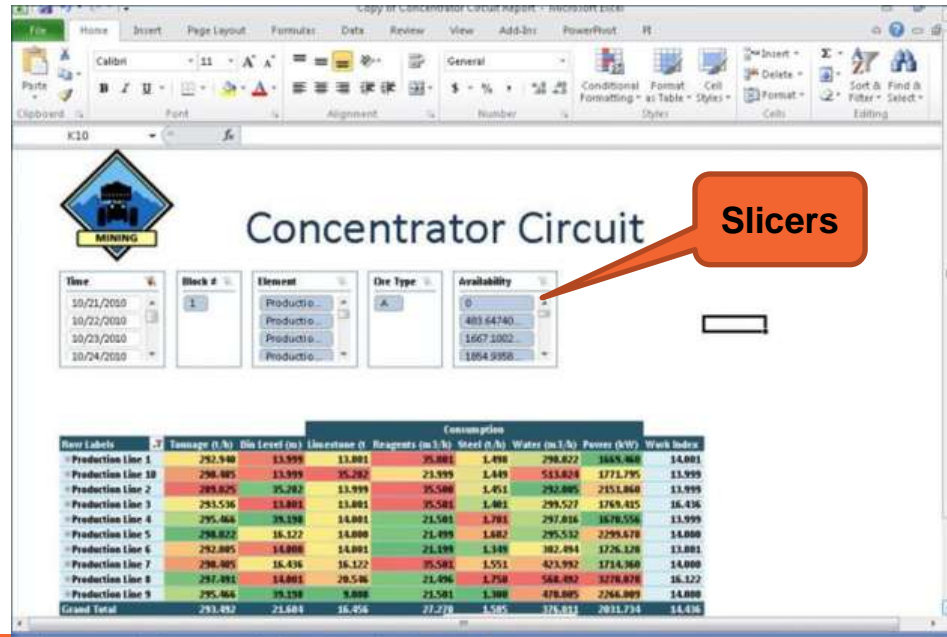
Strategy for Operational Data Mining



# Southern Peru Copper: Cuajone



Sharepoint, PI AF, PI Slicers and PI Cubes  
Using Latest Power Pivot in Memory technologies



# Tangible benefits: Advanced Mine to Mill Integration



## Production Benefits:

- Increase of ore milling: 4.6%
- Decrease of mil power: 3.9%
- Decrease of fresh water consumption: 6.8%

## Economic Benefits:

- Net profit: US\$ 31.8 million (period: 2009/04/04 to 2009/12/31)
- PI System contribution: US\$ 7.95 million (same period)

# CAP Acero Huachipato Steel Mill

PI System Seminar Chile Y2009

Fully Integrated Steel Company

Reduction of Pellets in Blast Furnaces to produce Iron

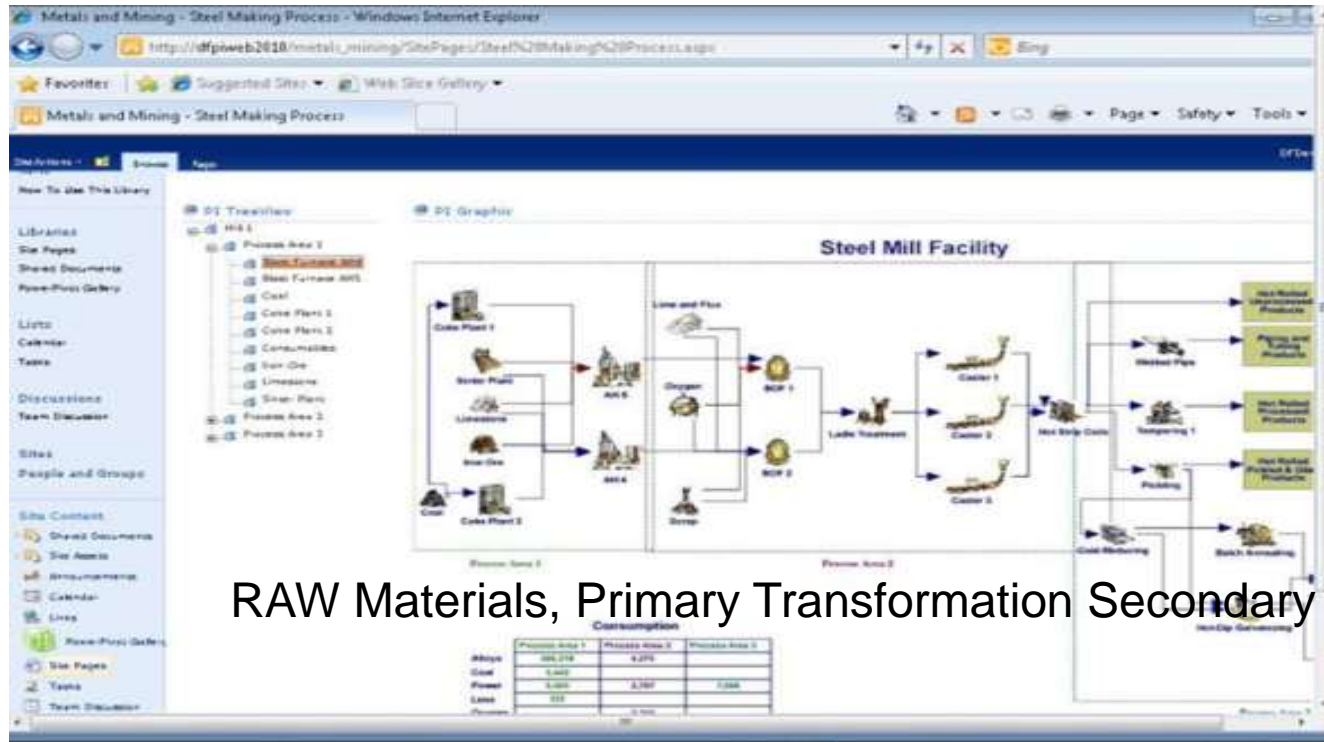
Steel produced in BOF then casted into Slabs

1.2 Tones of Steel per Year.



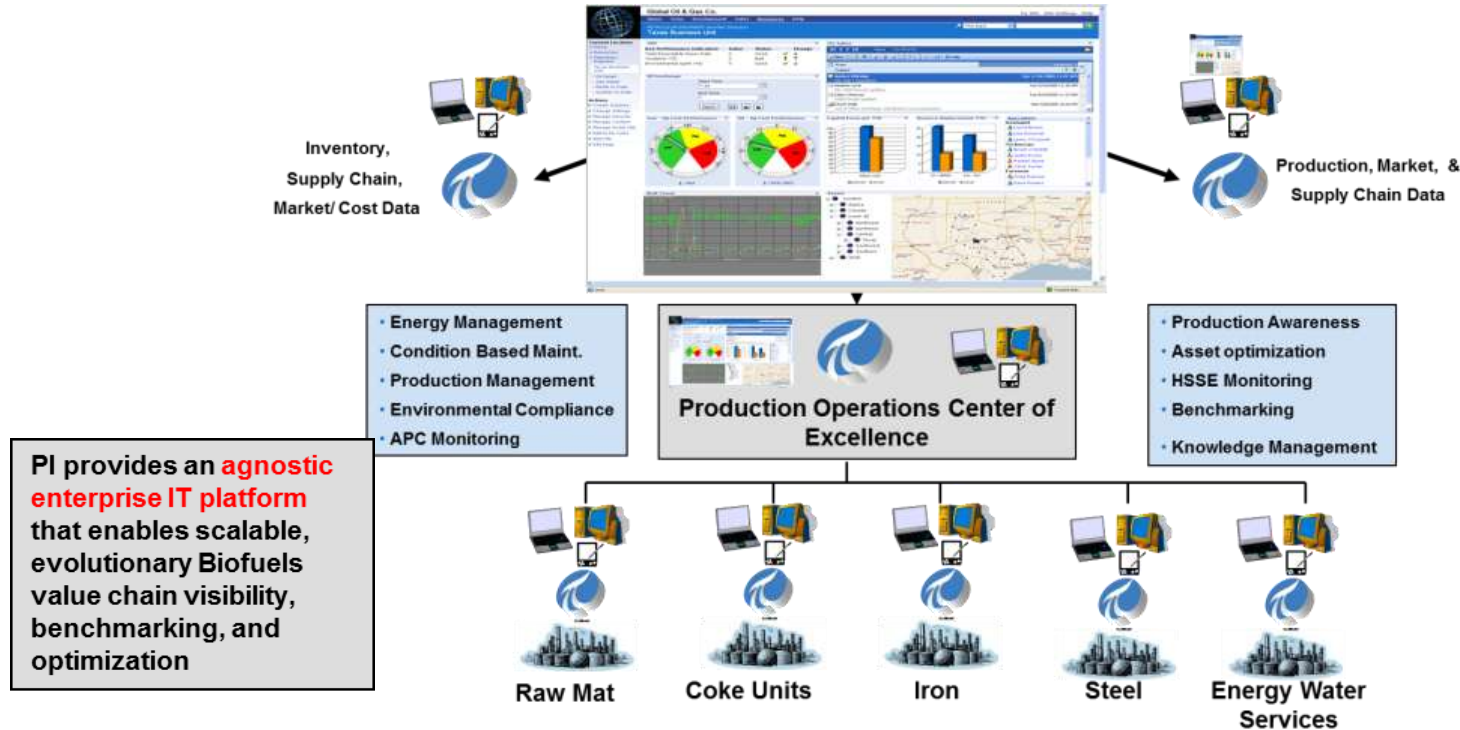
# Iron and Steel Metallurgical Complex

## Real Time Information Integration and Standardization



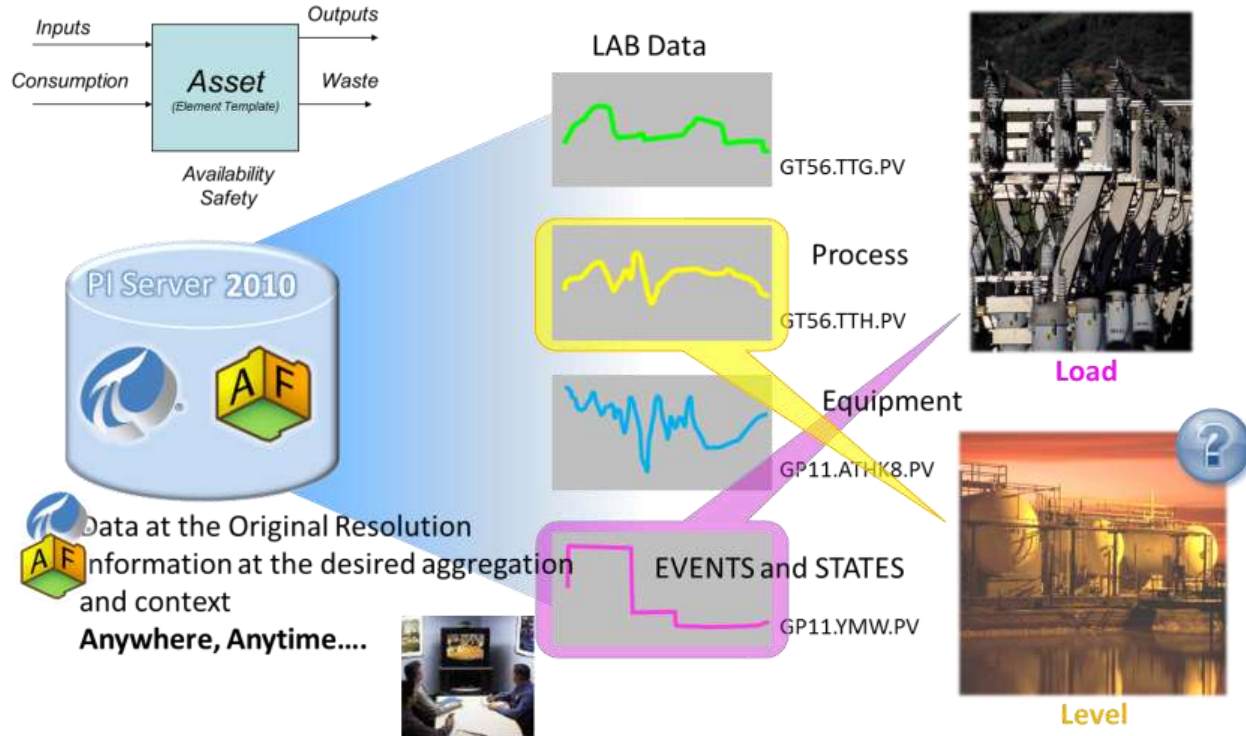
RAW Materials, Primary Transformation Secondary

# Manufacturing Services Center





# Strategy: Standardization of Assets and with Dynamic Contextual Information



# Iron and Steel Metallurgical Complex

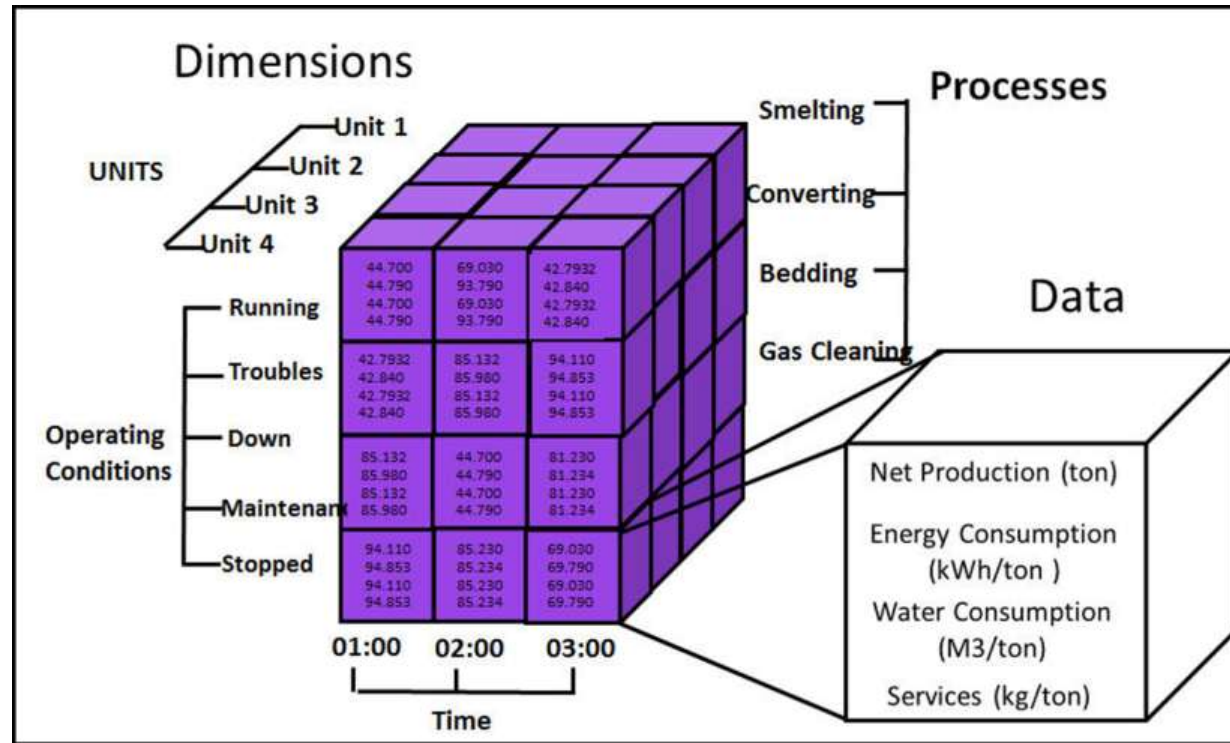
## Real Time Information Integration and Standardization

Iron  
Limestone  
Oxygen  
Coal  
Air  
Fuel  
Energy  
Water  
Alloys (Zinc,  
Moly, Chrome,  
etc)  
Scraps



Steel Production  
Variances  
Operational Time Wasted  
Equipment Availability  
Quality  
Air Quality Emissions  
Water Discharge Emissions  
Environmental  
Safety Incidents

# Operational Multidimensional Analysis



# Integration of Data, Metrics and Events

**Corporate Steel KPIs - PI System Explorer**

File Edit View Go Tools Help

Database Query Date Back Check In New Element New Attribute

**Elements**

- Batch Annealing
- Blast Furnace AH4
- Blast Furnace AH5
- BDF 1
- BDF 2
- Caster 1
- Caster 2
- Caster 3
- Coal
- Coke Plant 1
- Coke Plant 2
- Cold Reducing
- Consumables
- Electro galvanizing Line 1
- Electro galvanizing Line 2
- Hot Strip Coils
- Hot Dip Galvanizing
- Iron Die
- Ladle Treatment
- Lime and Flux
- Limestone
- MILL 1**
- Model 1
- Oxygen
- Picking
- Process Area 1
- Process Area 2
- Process Area 3
- Scrap
- Sinter Plant
- Tempering Hot
- Tin Plating
- Welded Pipe

**MILL 1**

General Child Elements Attributes Ports Version

Search

Name	Value
<None>	
Hydrogen Consumption Summary	0 t/h
Alloys	
Alloy Consumption Summary	369186.863769531 kg/h
Coal	
Coal Consumption Summary	3487.72912597656 t/h
Duration	
Duration	1 Day
Duration1	1 Day
Duration Index	1 Hour
Electrical	
Power Consumption Summary	17508.4967346191 kwh
Line	
Line Consumption Summary	343.977177064663 kg/h
Oxygen	
Oxygen Consumption Summary	5830.74072265625 Mhm3/h
Production	
Production Summary	1504.86139647052 t/h
Water	
Water Consumption Summary	10280.0197963715 m3/h

**Operational Data**

**EVENTS**  
Status ST, ET

**METRICS**

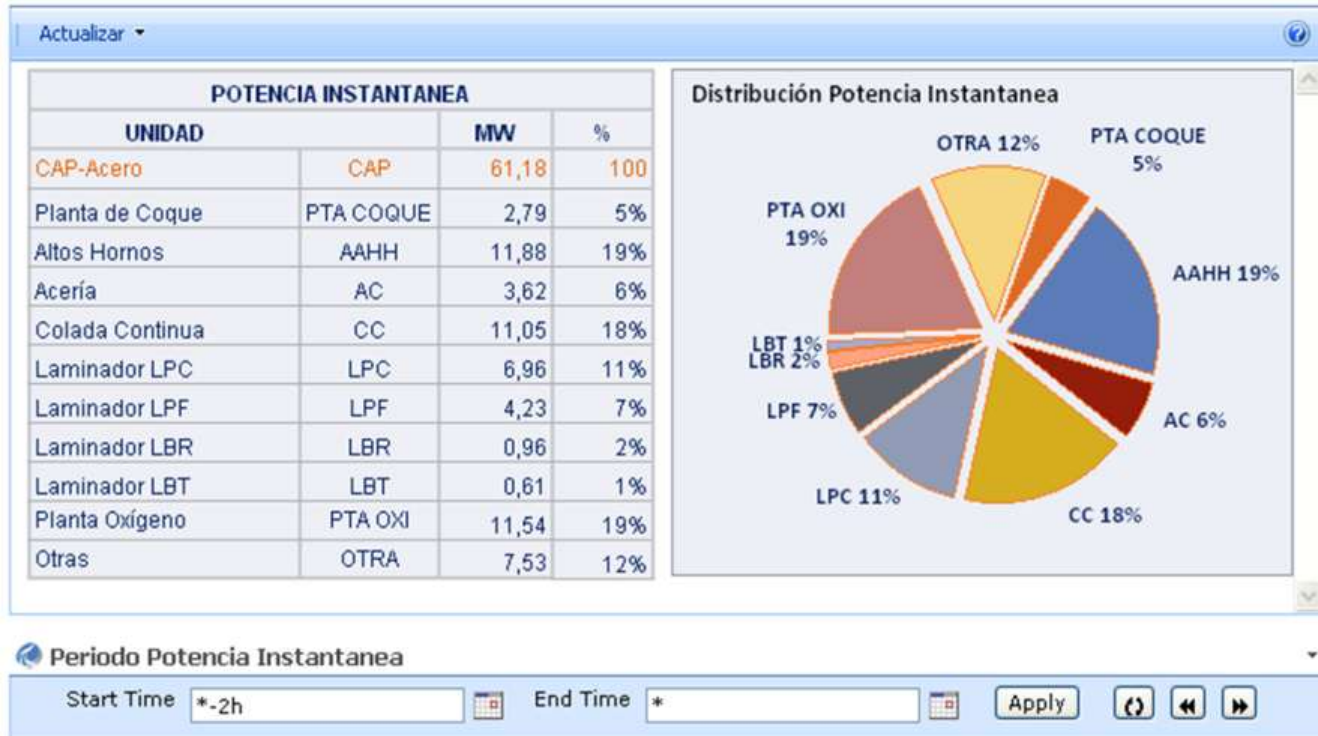
**Aggregated Information**

**By Area**  
By Group  
By Region

**Hour Shift, Week**

**Slicers**

# Tangible benefits: Instant Power CAP ACERO

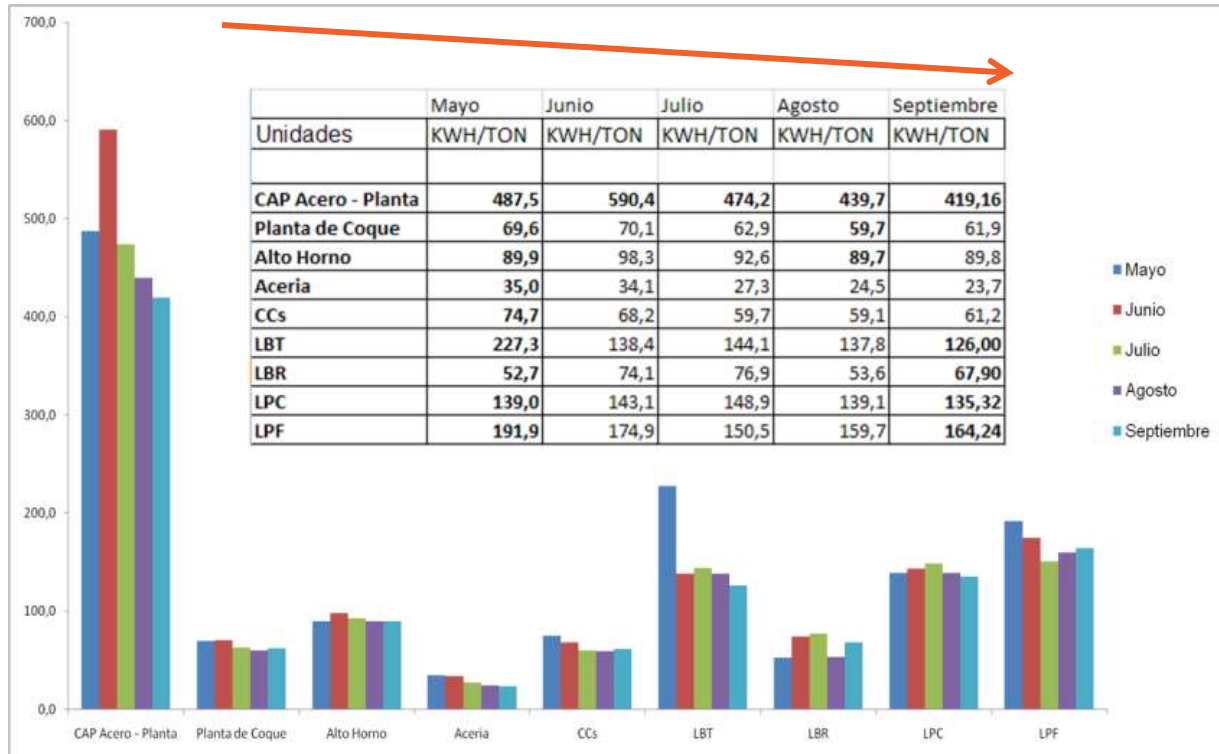




# Classification of Productive and LOST Times in a Large Metallurgical Complex

	Performance (% time during last shift)				
	Running	Stopped	Down	Maintenance	Problems
Process Units	%	%	%	%	%
Batch Annealing	0.0	25.0	32.1	5.6	37.3
Blast Furnace AH4	61.9	28.8	.2	1.3	7.9
Blast Furnace AH5	18.5	18.8	10.2	41.0	11.5
BOF 1	13.3	25.4	20.4	29.8	11.0
BOF 2	0.0	25.0	32.1	5.6	37.3
Caster 1	61.9	28.8	.2	1.3	7.9
Caster 2	18.5	18.8	10.2	41.0	11.5
Caster 3	13.3	25.4	20.4	29.8	11.0
Coke Plant 1	61.9	28.8	.2	1.3	7.9
Coke Plant 2	18.5	18.8	10.2	41.0	11.5
Cold Reducing	13.3	25.4	20.4	29.8	11.0
Electrogalvanizing Line 1	0.0	25.0	32.1	5.6	37.3
Electrogalvanizing Line 2	61.9	28.8	.2	1.3	7.9
Hot Strip Coils	18.5	18.8	10.2	41.0	11.5
Hot-Dip Galvenizing	13.3	25.4	20.4	29.8	11.0
Ladle Treatment	61.9	28.8	.2	1.3	7.9
Pickling	61.9	28.8	.2	1.3	7.9
Sinter Plant	13.3	25.4	20.4	29.8	11.0
Tempering Hot	61.9	28.8	.2	1.3	7.9
Tin Plating	18.5	18.8	10.2	41.0	11.5
Welded Pipe	13.3	25.4	20.4	29.8	11.0

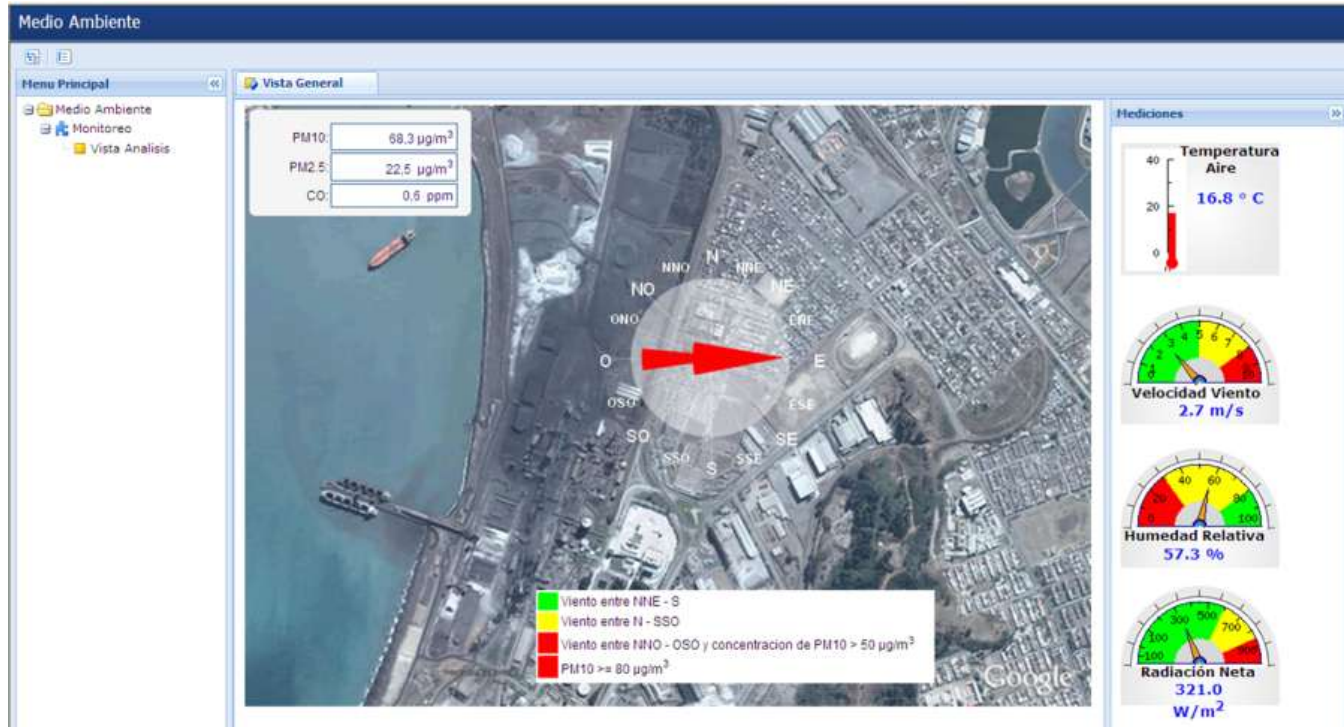
# Tangible benefits: 10 % REDUCTION SPECIFIC POWER or US\$ 10 M



# US \$ 5.0 millions per year



# Tangible benefits: Web Based Air Quality Management for Authorities





# Mine to Metals Product

**Microsoft**

Corporate

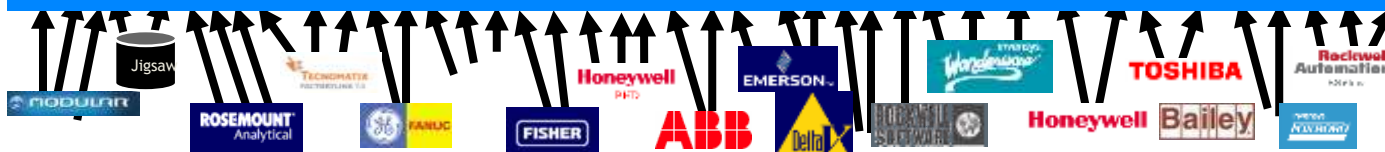
## PI Visualization and Collaboration



## PI Analytics and Notifications



## PI Server and Data Services





Rio Tinto Kennecott Utah Copper  
Integrated Mine Metallurgical Complex



# Integration: Rio Tinto Kennecott Utah Copper



Energy and Water Tracking



Mining



Mineral Processing



Metallurgical



Products

**Energy**

**Assets**

**Reagents**

**Environmental**

INTEGRATE- FIND – ANALYZE- DELIVER-VISUALIZE

# Drastic Energy and Water Savings

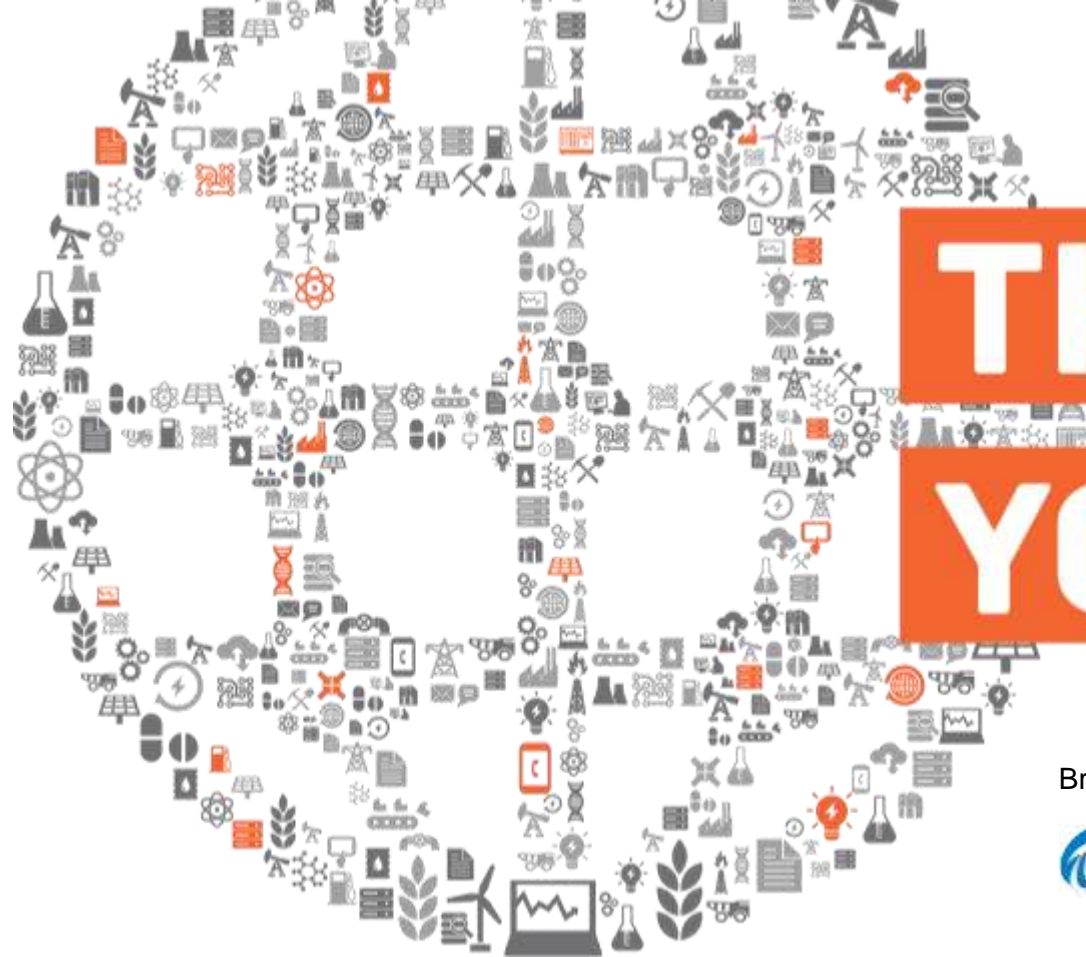
- ✓ **Dynamic Performance Management Infrastructure with Collaborative Services**
- ✓ **PI Asset Framework standardization and cross-pollination at the local plant and at the Enterprise**
- ✓ **PI Asset Notification using Performance Metrics and Statistical Tools**
- ✓ **Visibility Using Internet Web Services with standard BI tools.**
- ✓ **RESULTS: Improvements in sustainability management with large operational cost reductions**

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OSIsoft, LLC





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