

---

---

**Method to calculate GHG emissions at  
LNG plant**

*Méthode pour calculer les émissions de GES dans les usines GNL*

STANDARDSISO.COM : Click to view the full PDF of ISO 6338:2023



STANDARDSISO.COM : Click to view the full PDF of ISO 6338:2023



**COPYRIGHT PROTECTED DOCUMENT**

© ISO 2023

All rights reserved. Unless otherwise specified, or required in the context of its implementation, no part of this publication may be reproduced or utilized otherwise in any form or by any means, electronic or mechanical, including photocopying, or posting on the internet or an intranet, without prior written permission. Permission can be requested from either ISO at the address below or ISO's member body in the country of the requester.

ISO copyright office  
CP 401 • Ch. de Blandonnet 8  
CH-1214 Vernier, Geneva  
Phone: +41 22 749 01 11  
Email: [copyright@iso.org](mailto:copyright@iso.org)  
Website: [www.iso.org](http://www.iso.org)

Published in Switzerland

# Contents

	Page
<b>Foreword</b> .....	<b>v</b>
<b>Introduction</b> .....	<b>vi</b>
<b>1 Scope</b> .....	<b>1</b>
<b>2 Normative references</b> .....	<b>1</b>
<b>3 Terms and definitions</b> .....	<b>2</b>
<b>4 Principles</b> .....	<b>3</b>
4.1 General.....	3
4.2 Relevance.....	3
4.3 Completeness.....	4
4.4 Consistency.....	4
4.5 Transparency.....	4
4.6 Accuracy.....	4
4.7 Conservativeness.....	4
<b>5 GHG inventory boundaries</b> .....	<b>4</b>
<b>6 Quantification of GHG emissions</b> .....	<b>5</b>
6.1 Identification of GHG sources and quantification approach.....	5
6.1.1 General.....	5
6.1.2 Emissions from fuel combustion.....	6
6.1.3 Emissions from flaring and venting.....	6
6.1.4 Fugitive emissions.....	7
6.1.5 Emissions associated with imported energy, utilities, and consumables.....	7
6.2 Calculation of GHG emissions.....	8
6.2.1 Requirements and guidance.....	8
6.2.2 GHG inventory.....	9
6.2.3 GHG quantification methods for fuel combustion.....	11
6.2.4 GHG quantification methods for flaring and venting.....	11
6.2.5 GHG Quantification methods for fugitive emissions.....	11
6.2.6 Quantification methods for emissions from imported energy, utilities, and consumables.....	12
6.2.7 Relevant period and frequency.....	12
6.3 Preferred units.....	13
6.4 Allocation.....	13
6.4.1 Principles.....	13
6.4.2 Methodology.....	13
6.5 Carbon capture.....	16
6.5.1 Opportunities for carbon capture:.....	16
6.5.2 Quantification of carbon capture benefit.....	16
<b>7 GHG inventory quality management</b> .....	<b>16</b>
7.1 General.....	16
7.2 GHG Emission Calculation approach.....	17
7.3 Estimation of inventory uncertainties.....	17
7.4 Procedures for documentation and archiving.....	17
7.5 Quality Control.....	17
7.6 Quality Assurance.....	18
<b>8 GHG reporting</b> .....	<b>19</b>
8.1 General.....	19
8.2 Additional information.....	19
8.3 GHG emission reduction.....	19
8.4 Carbon offset and emission trading.....	20
<b>9 Independent review</b> .....	<b>20</b>

<b>Annex A (informative) Conversion factors for reference</b> .....	<b>21</b>
<b>Annex B (informative) International initiatives on climate ambitions</b> .....	<b>22</b>
<b>Annex C (informative) Example allocation calculation</b> .....	<b>24</b>
<b>Bibliography</b> .....	<b>30</b>

STANDARDSISO.COM : Click to view the full PDF of ISO 6338:2023

## Foreword

ISO (the International Organization for Standardization) is a worldwide federation of national standards bodies (ISO member bodies). The work of preparing International Standards is normally carried out through ISO technical committees. Each member body interested in a subject for which a technical committee has been established has the right to be represented on that committee. International organizations, governmental and non-governmental, in liaison with ISO, also take part in the work. ISO collaborates closely with the International Electrotechnical Commission (IEC) on all matters of electrotechnical standardization.

The procedures used to develop this document and those intended for its further maintenance are described in the ISO/IEC Directives, Part 1. In particular, the different approval criteria needed for the different types of ISO documents should be noted. This document was drafted in accordance with the editorial rules of the ISO/IEC Directives, Part 2 (see [www.iso.org/directives](http://www.iso.org/directives)).

Attention is drawn to the possibility that some of the elements of this document may be the subject of patent rights. ISO shall not be held responsible for identifying any or all such patent rights. Details of any patent rights identified during the development of the document will be in the Introduction and/or on the ISO list of patent declarations received (see [www.iso.org/patents](http://www.iso.org/patents)).

Any trade name used in this document is information given for the convenience of users and does not constitute an endorsement.

For an explanation of the voluntary nature of standards, the meaning of ISO specific terms and expressions related to conformity assessment, as well as information about ISO's adherence to the World Trade Organization (WTO) principles in the Technical Barriers to Trade (TBT), see [www.iso.org/iso/foreword.html](http://www.iso.org/iso/foreword.html).

This document was prepared by Technical Committee ISO/TC 67, *Oil and gas industries including lower carbon energy*, Subcommittee SC 9, *Production, transport and storage facilities for cryogenic liquefied gases*.

Any feedback or questions on this document should be directed to the user's national standards body. A complete listing of these bodies can be found at [www.iso.org/members.html](http://www.iso.org/members.html).

## Introduction

Natural gas will play a key role in the energy transition (e.g. by replacing coal to produce electricity) and the use of LNG to transport natural gas is expected to increase. The process of liquefying natural gas is energy-intensive. Gas producers are increasingly accountable for their greenhouse gas (GHG) emissions and the ambition to reduce them. Furthermore, there is an emerging marketing demand for GHG data to enable commercial mechanisms such as offsetting to be utilized.

There is no standardized and auditable methodology to calculate the carbon footprint of the whole LNG chain (including but not limited to the well, upstream treatment, transportation, liquefaction, shipping, regasification and end user distribution). Various standards indicate possible approaches but these are not consistent in their results or easily applicable.

STANDARDSISO.COM : Click to view the full PDF of ISO 6338:2023

# Method to calculate GHG emissions at LNG plant

## 1 Scope

This document provides a method to calculate the GHG emissions from an LNG liquefaction plant, onshore or offshore.

The frame of this document ranges from the inlet flange of the LNG plant's inlet facilities up to and including the offloading arms to truck, ship or railcar loading. The upstream supply of gas up to the inlet flange of the inlet facilities and the distribution of LNG downstream of the loading arms are only covered in general terms.

This document covers:

- all facilities associated with producing LNG, including reception facilities, condensate unit (where applicable), pre-treatment units (including but not limited to acid gas removal, dehydration, mercury removal, heavies removal), LPG extraction and fractionation (where applicable), liquefaction, LNG storage and loading, Boil-Off-Gas handling, flare and disposal systems, imported electricity or on-site power generation and other plant utilities and infrastructure (e.g. marine and transportation facilities).
- natural gas liquefaction facilities associated with producing other products (e.g. domestic gas, condensate, LPG, sulphur, power export) to the extent required to allocate GHG emissions to the different products.
- all GHG emissions associated with producing LNG. These emissions spread across scope 1, scope 2 and scope 3 of the responsible organization. Scope 1, 2 and 3 are defined in this document. All emissions sources are covered including flaring, combustion, cold vents, process vents, fugitive leaks and emissions associated with imported energy.

The LNG plant is considered "under operation", including emissions associated with initial start-up, maintenance, turnaround and restarts after maintenance or upset. The construction, commissioning, extension and decommissioning phases are excluded from this document but can be assessed separately.

The emissions resulting from boil-off gas management during loading of the ship or any export vehicle are covered by this document. The emissions from a ship at berth, e.g. mast venting are not covered by this document.

This document describes the allocation of GHG emissions to LNG and other hydrocarbon products where other products are produced (e.g. LPG, domestic gas, condensates, sulphur, etc.).

This document defines preferred units of measurement and necessary conversions.

This document also recommends instrumentation and estimations methods to monitor and report GHG emissions. Some emissions are measured and some are estimated.

This document is applicable to the LNG industry.

Applications include the provision of method to calculate GHG emissions through a standardized and auditable method, a means to determine their carbon footprint.

## 2 Normative references

The following documents are referred to in the text in such a way that some or all of their content constitutes requirements of this document. For dated references, only the edition cited applies. For undated references, the latest edition of the referenced document (including any amendments) applies.

ISO 14044, *Environmental management — Life cycle assessment — Requirements and guidelines*

ISO 14064-1, *Greenhouse gases — Part 1: Specification with guidance at the organization level for quantification and reporting of greenhouse gas emissions and removals*

API *Consistent Methodology for Estimating Greenhouse Gas Emissions from Liquefied Natural Gas (LNG) Operations*

### 3 Terms and definitions

For the purposes of this document, the terms and definitions given in ISO 14064-1 and the following apply.

ISO and IEC maintain terminology databases for use in standardization at the following addresses:

- ISO Online browsing platform: available at <https://www.iso.org/obp>
- IEC Electropedia: available at <https://www.electropedia.org/>

#### 3.1 facility

single installation, set of installations or production processes (stationary or mobile), which can be defined within a single geographical boundary, organizational unit or production process

[SOURCE: ISO 14064-1:2018, 3.4.1]

#### 3.2 global warming potential GWP

ratio of the time-integrated radiative forcing (warming effect) from the instantaneous release of 1 kg of the GHG relative to that from the release of 1 kg of CO<sub>2</sub>

#### 3.3 greenhouse gas GHG

gaseous constituent of the atmosphere, both natural and anthropogenic, that absorbs and emits radiation at specific wavelengths within the spectrum of infrared radiation emitted by the Earth's surface, the atmosphere and clouds

Note 1 to entry: For a list of GHGs, see the 6th Intergovernmental Panel on Climate Change (IPCC) Assessment Report.

Note 2 to entry: Water vapour and ozone are anthropogenic as well as natural GHGs, but are not included as recognized GHGs due to difficulties, in most cases, in isolating the human-induced component of global warming attributable to their presence in the atmosphere.

[SOURCE: ISO 14064-1:2018, 3.1.1]

#### 3.4 organizational boundary

grouping of activities or facilities in which an organization exercises operational or financial control or has an equity share

[SOURCE: ISO 14064-1:2018, 3.4.7]

#### 3.5 reporting boundary

grouping of greenhouse gas (GHG) emission or GHG removals reported from within the organizational boundary, as well as those significant indirect emissions that are a consequence of the organization's operations and activities

[SOURCE: ISO 14064-1:2018, 3.4.8]

**3.6****scope 1**

direct greenhouse gas emissions

direct GHG emissions

emissions coming from sources that are owned or controlled by the facility

Note 1 to entry: This can be the emissions that are directly created by product fabrication or synthesis, for example, combustion fumes from a refinery.

**3.7****scope 2**

indirect greenhouse gas emissions from purchased and consumed energy

indirect GHG emissions from purchased and consumed energy

emissions from the generation of imported electricity, steam, and heating/cooling consumed by the facility

Note 1 to entry: These emissions physically occur at the facility where electricity, steam and cooling or heating are generated but as a user of the energy, the consuming party is still responsible for the greenhouse gas emissions that are being created.

**3.8****scope 3**

**other indirect greenhouse gas emissions**

**other indirect GHG emissions**

emissions from sources that are not owned and not directly controlled by the facility

Note 1 to entry: However, they are related to the company's activities. This is usually considered to be the supply chain of the company, so emissions caused by vendors within the supply chain, outsourced activities, and employee travel and commute. In many industries, other indirect GHG emissions account for the biggest amount of GHG emissions. This is due to the fact that in today's economy, many tasks are outsourced and few companies own the entire value chain of their products.

**3.9**

**quality assurance**

**QA**

planned system of review procedures conducted by personnel not directly involved in the inventory compilation/development process

**3.10**

**quality control**

**QC**

planned system of review procedures conducted by personnel not directly involved in the inventory compilation/development process

**4 Principles****4.1 General**

The application of the following principles is fundamental to guarantee that GHG calculations are a true and fair account.

**4.2 Relevance**

Use data, methods, criteria, and assumptions that are appropriate for the intended use of reported information. The quantification and reporting of GHG emissions shall include only information that users — both internal and external to the plant — need for their decision-making. This information shall thus fit the intended purpose of the GHG project and meet the expectations or requirements of its users. Data, methods, criteria, and assumptions that are misleading or that do not conform to this document are not relevant and shall not be included.

**4.3 Completeness**

Consider all relevant information that can affect the accounting and quantification of GHG reductions, and complete all requirements. All relevant information shall be included in the quantification of GHG emissions. A GHG monitoring plan shall also specify how all data relevant to quantifying GHG reductions will be collected.

**4.4 Consistency**

Use data, methods, criteria, and assumptions that allow meaningful and valid comparisons. The credible quantification of GHG emissions requires that methods and procedures are always in the same manner, that the same criteria and assumptions are used to evaluate significance and relevance, and that any data collected and reported will be compatible enough to allow meaningful comparisons over time.

**4.5 Transparency**

Provide clear and sufficient information for reviewers to assess the credibility and reliability of GHG emissions claims. Transparency is critical for quantifying and reporting GHG reductions, particularly given the flexibility and policy-relevance of many GHG accounting. GHG information shall be compiled, analysed, and documented clearly and coherently so that reviewers can evaluate its credibility. Information relating to the GHG assessment boundary, the estimation of baseline emissions shall be sufficient to enable reviewers to understand how all conclusions were reached.

**4.6 Accuracy**

Uncertainties with respect to GHG measurements, estimates, or calculations shall be reduced as much as is practical, and measurement and estimation methods shall avoid bias. Acceptable levels of uncertainty will depend on the objectives for implementing a GHG project and the intended use of quantified GHG reductions. Where accuracy is sacrificed, data and estimates used to quantify GHG reductions shall be conservative.

**4.7 Conservativeness**

Where data and assumptions are uncertain and where the cost of measures to reduce uncertainty is not worth the increase in accuracy, make best endeavours to use the most probable data, with an analysis of the impact of likely uncertainty margins.

**5 GHG inventory boundaries**

The reporting boundaries of the GHG report for an onshore or offshore LNG liquefaction plant shall cover all facilities which are associated with the production of LNG. [Table 1](#) provides examples of LNG plant facilities.

**Table 1 — List of LNG plant facilities [1]**

LNG Plant Facility	In scope of the report	Out of scope of the report	
Natural Gas Production		X	
Shipping / Pipeline Transport		X	
Inlet gas Receiving Facilities	X		
Condensate Unit (where applicable)	X		
Pre-treatment Units (e.g. acid gas removal, dehydration, mercury removal, heavies removal, others)	X		

Table 1 (continued)

LNG Plant Facility	In scope of the report	Out of scope of the report	
LPG Extraction and Fractionation (where applicable)	X		
Liquefaction Unit	X		
LNG Storage and Loading	X		
Flare and Disposal Systems	X		
Carbon Capturing Unit	X		
Utilities Supply (on-site power generation)	X		
Utilities Supply (imported)	X		
Plant Utilities and Infrastructure (e.g. plant piping and marine facilities)	X		
Regasification		X	

The organization having financial and/or operational control over the LNG liquefaction plant shall report all GHG emissions and removals within the reporting boundaries at least on an annual average basis.

## 6 Quantification of GHG emissions

### 6.1 Identification of GHG sources and quantification approach

#### 6.1.1 General

The main emission sources to consider derive from fuel combustion, flaring, releases to atmosphere (including fugitive emissions) and emissions associated with imported energy or consumables. [Tables 2 to 5](#) give an initial checklist of emission sources to consider, and an overview of typical quantification methods suitable for different emission sources.

The chosen method of quantification per emissions source will differ from one LNG facility to another. Different plants will have access to a varying number of flow meters, composition analysis equipment and level meters available.

Operators shall develop a GHG quantification plan to map out how all emission sources can best be identified in the facility, with a preference to obtain primary data for all major emission sources. The measurement plan shall also include an assessment of data accuracy and impact on the total GHG emissions calculation. This assessment will then allow the operator to assess if there is a need to further improve the amount or accuracy of instruments available for the total assessment. Guidance on this assessment is detailed in ISO 14064-1:2018, Annex C.

A list of activity data shall be defined based on reliability as primary and secondary data:

- Primary data: quantified value of a process or an activity obtained from a direct measurement or a calculation based on direct measurements
- Secondary data: data obtained from sources other than primary data

There is always a preference to use primary data. Only in the absence of primary data, secondary data may be used, that could include estimated quantities and industry average emission factors.

Typically, primary data is recorded to enable GHG quantification contributing >5 % of the site's total GHG emissions. For smaller individual sources a calculated approach is acceptable.

The following subclauses describe sources to consider and typical quantification approach for the main emissions sources.

**6.1.2 Emissions from fuel combustion**

The quantification approaches for emissions from fuel combustion are described in [Table 2](#).

**Table 2 — Emissions from fuel combustion at LNG liquefaction facilities**

Source	Examples	Quantification approach
Gas turbine drivers	Primary liquefaction drivers, power generation drivers, other refrigeration drivers (e.g. fractionation), CO <sub>2</sub> sequestration compressor drivers	Typically, primary data is recorded to enable GHG quantification. As a minimum, fuel gas consumption and composition are required. (Noting that fuel composition at an LNG plant can vary widely depending on operating mode)
Diesel drivers	Firewater pumps, power generation, boiler feed water pumps	Operator may report typical annual diesel consumption and include resulting annual emissions as a nominal allowance in the GHG calculation
Boilers	Steam for turbine drivers, steam for process heating	Typically, primary data is recorded to enable GHG quantification for major fuel consumers (contributing >5 % of the total GHG emissions.) As a minimum, fuel gas consumption and composition shall be measured
Fired heaters	Regeneration gas heater, heating medium heater, direct fired reboilers	If fuel measurements are available, operator should record total fuel gas consumption and composition. If direct fuel measurements are not available, a calculation based on operating duty and efficiency is acceptable
Incinerators	Acid gas vent incinerator, thermal oxidizers, catalytic oxidizers, waste disposal	As above
Unburned hydrocarbons shall be taken into account in all sections. If fuel measurements are available, operator should record total fuel gas consumption combined with combustion efficiency data for the fired equipment used. Ideally, combustion efficiency should be validated with measured emission data.		

**6.1.3 Emissions from flaring and venting**

The quantification approaches for emissions from flaring and venting are described in [Table 3](#).

**Table 3 — Emissions from flaring and venting at LNG liquefaction facilities**

Source	Examples	Quantification approach
Atmospheric waste disposal from treating units	Acid gas vent, sulphur plant tail gas	Typically, primary data is recorded to enable GHG quantification from venting contributing >5 % of the site's total GHG emissions. For smaller individual sources a calculated approach based on heat and material balance data is acceptable. As a minimum, fuel gas consumption and composition are required
Atmospheric venting of unburned hydrocarbon	Feed gas pipeline blowdown, storage tank venting and pressure protection, loading arm blowdown, compressor blowdown, flare operation with failed ignition	Typically, primary data is recorded for significant venting events, such as pipeline blowdown. A calculated approach is acceptable for venting events contributing <5 % of total annual emissions
Flares	Process plant pressure protection, depressuring, storage tank pressure protection, boil-off gas management, refrigerant composition management, purge gas and pilots	Typically, primary data is recorded to enable GHG quantification from flaring contributing >5 % of the site's total GHG emissions. For smaller individual sources a calculated approach is acceptable.
Nitrogen vents from NRU	Nitrogen vents from nitrogen rejection units can contain methane, and are generally routed to atmosphere	If primary data not available, a calculated allowance using licensor composition data may be used.
Unburned hydrocarbons shall be taken into account in all sections. Operator should record total flare gas, combined with combustion efficiency data for the flare tip used. Ideally, combustion efficiency should be validated with measured emission data.		

#### 6.1.4 Fugitive emissions

The quantification approaches for fugitive emissions are described in [Table 4](#).

**Table 4 — Fugitive emissions at LNG liquefaction facilities**

Source	Examples	Quantification approach
Permeation	Emissions through porous materials	Can be calculated with emissions factors for different materials.
Gas leaks	Leaks from pipes and fittings, rotating equipment seals, storage tank seals	Typically done via calculation using equipment count and standard leakage factors. Measured leakage data from atmospheric monitoring may be used to adjust the leakage factors applied.

#### 6.1.5 Emissions associated with imported energy, utilities, and consumables

Emissions associated with imports require data from the exporter. Contractual relationship with the exporter should include a requirement to provide emissions data. In the absence of reliable GHG data for imports, the calculation shall account for the complete supply chain for the imported commodity. The cut-off criteria for reporting shall be defined in accordance with ISO 14044.

The quantification approaches for emissions associated with imported energy, utilities and consumables are described in [Table 5](#).

**Table 5 — Emissions associated with imported energy, utilities, and consumables**

Source	Examples	Quantification approach
Electric power	Power from third party fossil fuel combustion, power from grid	Primary data is recorded for total power consumed. GHG quantification requires intensity data from the supplier. In case of supply from a grid, the average intensity from all suppliers to the grid is required
Heat or steam	Steam or heating medium from third party	Primary data is recorded for total imported heating utility. GHG quantification requires intensity data from the supplier. In case of heat generated from waste heat, emissions from primary fuel use may be excluded, but supplemental emissions such as pumping power, or back up fired heaters or boilers must be included.
Other utilities	Cooling, air, nitrogen, water	Primary data is recorded for total imported utility. GHG quantification requires intensity data from the supplier. Secondary data is acceptable if primary data is not available.
Imported consumables	Refrigerant not produced on site	Primary data is recorded for quantities consumed. GHG quantification from consumables requires intensity data from the supplier. Secondary data is acceptable if primary data is not available.

**6.2 Calculation of GHG emissions**

**6.2.1 Requirements and guidance**

The following paragraphs in this subclause provide requirements and guidance regarding the evaluation of activity data and emission factors required to convert emission source data to GHG emissions. In some cases, emissions are measured directly (e.g. in case of venting), but most commonly a calculation is required to convert measured data to reported emissions (e.g. in case of fuel combustion).

Emission calculations shall be performed in accordance with API (American Petroleum Institute) Consistent Methodology for Estimating Greenhouse Gas Emissions from Liquefied Natural Gas (LNG) Operations.

The key input data required to derive an emission factor are flowrate, composition, and combustion efficiency.

For flowrate, the preferred approach is to use measured data. However, in the absence or failure of measurement instrumentation, calculated approaches may be used, e.g. based on heat and material balances, or other data such as pressure drop which may be used to estimate a flowrate.

For composition, the preferred approach is also to use measured data. However, in the absence of measured data, calculated and estimated approaches may be used, e.g. based on periodic sampling or calculation from the heat and material balance. For sources with predictable composition (e.g. diesel fuel) standard emission factors may be used. See API GHG Compendium for emissions standards and approach.

For combustion efficiency, the preferred approach is also to use measured data. However, in the absence of directly measured data, the equipment vendor can supply efficiency data based on factory testing of their equipment or refer to API GHG Compendium for typical values.

Each time a GHG emission evaluation is reported, the calculation approach shall also be stated, recognising that the quality of data available for this calculation impacts the accuracy of the results.

LNG Plant GHG emissions would be estimated using a combination of methodologies Elements of the method consists of:

- direct measurements including mass balance approaches;
- emission factors including those provided by equipment manufacturers;
- engineering calculations that are based on process knowledge.

## 6.2.2 GHG inventory

### 6.2.2.1 General

A GHG emissions inventory is comprised of measured, calculated and estimated emissions from individual emission sources that are aggregated to produce the inventory, in accordance with the following steps:

- Define the purpose and content of the GHG Inventory, GHG emissions sources and assessment boundary and the reference base year;
- Select activity data and emission factors: provide sector-specific good practice guidance and references for emission factors (see [Clause 6](#));
- Select measuring technologies or Calculation methods: describe different quantification methods depending on the availability of site-specific activity data and emission factors;
- Define the Data recording and reporting criteria, and related documentation.

GHG Inventory methodology and process shall include the following elements:

- Base year;
- GHG emission sources;
- Activity data inputs;
- GHG emission factors;
- Global warming potentials.

Plant owner shall define requirements for the GHG Inventory records, reports and documentation and archive it in a consistent manner.

### 6.2.2.2 Base year definition

A meaningful and consistent comparison of emissions over time requires that companies set a performance datum with which to compare current emissions. This performance datum is referred to as the base year emissions. It describes an activity or a set of activities that result in GHG emissions against which current activity emissions can be compared for the purpose of quantifying GHG reductions.

The selection of base year shall represent and be consistent to the following criteria:

- Same boundary of activities
- Same technologies or practices
- Same plant configuration, deployment, implementation, operation,
- Same type, quality, and similar quantity of product(s) or service(s) as the current year.

For consistent tracking of emissions overtime, the past base year emissions shall be recalculated, according to the new reporting boundary, when significant structural changes occur for any of the above criteria during the year of reporting.

### 6.2.2.3 GHG emission sources

Plant owner shall define a GHG assessment boundary through the following steps:

- identify the Plant activities that comprise the GHG project;
- identifying the primary (major sources) and secondary (minor sources) effects associated with each plant activity listed in [6.1](#);
- thoroughly analysing the secondary effects to determine which are significant for the purpose of estimating and quantifying GHG reductions.

For complete, accurate and transparent quantification of GHG reductions, the GHG assessment boundary shall be clearly defined and reported. The GHG assessment boundary shall include the primary and significant secondary effects of all operational activities. Specific exclusions or inclusions shall be clearly identified and justified/explained and exclusions shall not exceed 5 % of the aggregate GHG emissions in scope 1 and scope 2.

### 6.2.2.4 GHG Emission Factors

Different types of emission factors are used to convert activity data and upstream/downstream data into GHG emissions data:

- a) Material emission factors
  - 1) Life cycle materials emission factors, which include emissions that occur at every stage of a material/product's life, from raw material acquisition or generation of natural resource to end of life
  - 2) Cradle-to-gate ("upstream") emission factors, which include all emissions that occur in the life cycle of a material/product up to the point of sale by the producer.
- b) Energy emission factors
  - 1) Life cycle fuel emission factors, which include not only the emissions that occur from combusting the fuel (Combustion emissions factors) but all other emissions that occur in the life cycle of the fuel such as emissions from extraction, processing, and transportation of fuels (Well-to-tank emission factors).
  - 2) Combustion emission factors, which include only the emissions that occur from combusting the fuel.
- c) Upstream & Downstream transportation factors often included in specific international models such as the GHG Protocol.

Company shall define emission factors used to convert activity data and upstream/downstream data into GHG emissions data, record and archive it in a consistent manner.

### 6.2.2.5 GHG global warming potentials

Each GHG has a unique atmospheric lifetime and heat-trapping potential. To express emissions based on their global warming potential, the mass of emissions of each GHG is multiplied by its corresponding GWP. The result is referred to as the CO<sub>2</sub>-equivalent (CO<sub>2</sub>-eq) emissions. Because the GWP of CO<sub>2</sub> is always 1, the mass emissions of CO<sub>2</sub> and the CO<sub>2</sub>-eq emissions are identical. Global warming potentials are calculated over different time periods, typically ranging from 20 years to 500 years. The most common time period for expressing GWPs is 100 years.

The reporting entity shall define GWP reference used to convert GHG data into GHG equivalent and record and archive it in a consistent manner.

### 6.2.3 GHG quantification methods for fuel combustion

One of the features of LNG operations is that the carbon content of the fuel gas can vary throughout the operations chain and can also vary in different operating modes. During liquefaction, the fuel gas used typically has lower carbon content than the feed stream used for producing the LNG, since it consists mostly of lower molecular weight boil-off gas and most of the inlet gas stream's inert nitrogen.

### 6.2.4 GHG quantification methods for flaring and venting

#### 6.2.4.1 General

GHG quantification shall follow the requirements and should follow the guidance in [6.2.1](#). Additional considerations are given in the following clauses.

#### 6.2.4.2 Flaring

The flare system at LNG facilities operates as an emergency facility. It is a critical part of the safety system and is designed to prevent escalation of accidents and dangerous situations. It is mainly used to eliminate any discharge from the pressure relief system. Any waste gas sent to the flare (i.e. gas from the process which is not recovered, such as dehydrator vents or compressor seal gas) is usually insignificant compared with other industrial processes such as petrochemical or refining.

In principal, operators should avoid operational flaring, however there might be small quantities of planned releases into the flare system, including fuel for pilots and purging, and exceptional operational releases such as for defrosting or refrigerant composition management. In these cases, the source gas entering the flare system should be known, and emissions factors may be derived.

In case of emergency flaring, an incident investigation should identify the source of a release, and this information may be used to derive an emission factor to apply to the event.

Measurement-based methane destruction efficiency, destruction efficiency determined through the application of correlations based on representative sampling, or in some cases process simulation and/or engineering calculations may be used for emissions quantification at the flare. These emissions quantifications must be validated against relevant field data.

Measured combustion efficiency factors may also be used, recognizing they will provide a conservative reported value compared to destruction efficiency. More information can be found in API, Consistent Methodology for Estimating Greenhouse Gas Emissions from Liquefied Natural Gas (LNG) Operations, 2015.

#### 6.2.4.3 Venting

Venting from the acid gas removal unit is often a significant contributor to total LNG plant emissions. The flowrate and composition of the vent gas are required to assess GHG emissions directly and may include co-absorbed methane. In some cases, this vent stream is fed from an incinerator to destroy hazardous molecules such as benzene. In these cases, an emission factor should be applied to account for the oxidation of hydrocarbons to CO<sub>2</sub>, including the fuel used for incineration.

### 6.2.5 GHG Quantification methods for fugitive emissions

Screening or direct measurement provides a more accurate overview of fugitive leaks and the effectiveness of mitigation measures. However, it might not be feasible in all the locations.

In the absence of directly measured data, a conservative allowance for fugitive emissions should be applied.

Alternatively, the operator may estimate fugitive emissions based on a component count with average emission factor, considering mitigation measures or technologies applied. Only equipment containing gases contributing to greenhouse gas potential (notably methane and CO<sub>2</sub>) must be counted, and credit may be taken for systems where the methane or CO<sub>2</sub> is diluted with other components that do not contribute to GHG potential. In the absence of composition data for a hydrocarbon gas stream, assume 100 % methane for this calculation.

Quantification of fugitive emissions can be carried out by applying component-level emission factors: see EPA AP-42 and EPA Method-21.

Infrared cameras can be used for direct measurement: see Reference [7].

Options for estimating fugitive GHG emissions (mainly methane emissions) include:

- a) Component counts and emission factors;
- b) Monitoring to detect leaking components;
- c) Engineering calculations using process model simulations.

Monitoring should in any case be repeated at least annually. In order from the least accurate to the most accurate method the following should be used:

- a) Quantifying by site population – based on the number of sites and the typical emission rate from that type of site. Emission Rate source of information/data shall be appropriate and updated.
- b) Quantifying by equipment population – based on the number of a type of major equipment and the typical emission rate from that type of equipment. Emission Rate for Equipment Type shall be appropriate and update.
- c) Quantifying by component:
  - Quantifying by component count/populations – multiplying the number of components by the average emission rate per component. Average Emission Rate for Component Type shall be appropriate and updated.
  - Quantifying by screening – if screening to detect leaks has been carried out, components may be sorted into 'leak' and 'no leak' categories, and the number in those categories is multiplied by the appropriate emission factor.
  - Quantifying by direct measurement of leaks – all detected leaks on a site are measured for emission rate to produce the most accurate estimate for emissions from all fugitive leaks on the site.

#### 6.2.6 Quantification methods for emissions from imported energy, utilities, and consumables

If imported energy is a significant contributor to the overall emissions footprint (e.g. for electric-driven LNG plant using imported power), it is preferable to quantify the scope 2 GHG emissions based on specific analysis related to the third-party supplier. The supply agreement may include provision for the third party to provide the data required for this analysis.

According to GHG Protocol Scope 2 Guidance<sup>[13]</sup>, in case of indirect emissions from purchased energy, utilities, and consumables, in the absence of required data from third parties, a preferred approach for the estimation of GHG emissions is to use the emission factors derived from the IEA yearly report Emission factors<sup>[14]</sup>.

#### 6.2.7 Relevant period and frequency

Emission factors based on compositional analysis shall be reviewed at least once per year, each other emission factor shall be assessed through an initial dedicated study and reviewed if significant change to relevant assumptions occurs.

ISO 14064-1 should be used.

### 6.3 Preferred units

The primary unit for GHG intensity is gCO<sub>2</sub>e/MJ of exported product, with clarification of whether the data refers to higher or lower heating value - this might depend on the protocol in place for the LNG supply contract.

Alternately, GHG intensity may be reported in tCO<sub>2</sub>e/tLNG provided the data is shared in conjunction with the LNG heating value (including clear statement of whether the higher or lower heating value has been used.)

A list of unit conversion factors is provided in [Annex A](#).

### 6.4 Allocation

#### 6.4.1 Principles

Allocation is used to apportion the total calculated GHG emissions to the intended commercial products. GHG is not allocated to waste streams. ISO 14044 prescribes the following allocation hierarchy:

- a) Allocation should be avoided either by dividing the unit processes into sub-processes and collecting data specifically for each or by expanding the LCA system to include additional functions.
- b) If avoidance is not possible, allocation should use the underlying physical relationship among co-products, such as mass or energy relationships or stoichiometric parameters.
- c) If physical relationship is not possible, allocation should be done in a way that reflects another relationship such as economic value.

Whereas most of the outputs from an LNG facility are energy products such as gas, LPG and condensate, other potential outputs include sulphur and helium. The allocation procedure shall be in accordance with the hierarchy described in ISO 14044, refined to reflect the integrated nature of the LNG value chain and to enable an appropriate outcome for the respective outputs.

#### 6.4.2 Methodology

In a typical LNG production facility, the bulk of the GHG emissions is in LNG liquefaction. For LNG plants that produce co-products, allocating the total GHG emitted in the same proportions as the heating value of each commercial product will understate the allocation of GHG to LNG. It is therefore recommended to divide the overall process into smaller processing blocks, to analyse which products get the benefit of each emission source.

The following steps shall be applied for GHG allocation, and a detailed example following this method is provided in [Annex C](#).

- a) Divide the facility into smaller process blocks based on how product(s) are produced within the overall processing steps (refer to example in [Figure 1](#)). Identify the mass flowrate of each stream in this diagram, including intermediate streams, but excluding any waste streams or consumed streams (e.g. fuel gas). The mass flow rates identified should add up to the total amount of commercial product, to ensure that all emissions are allocated to commercial products only.
- b) From the complete listing of GHG sources identified in the calculation described in 7.2, the quantities of each emission source are assigned to one or more processing blocks. For example, an emission from a source which benefits just one processing block, such as a fired heater reboiler, is fully assigned to that block. However, an emission from a source that benefits multiple blocks shall be divided between the blocks in proportion to the benefit; for example, power generation emissions may be assigned in proportion to the power consumed. The outcome of this step is a total GHG quantity associated with each block. (The detailed example in [Annex C](#) shows how this method works in practice.)

- c) For the first block, assign the total GHG in the block to the product streams from the block, in the same proportion as the mass flows of those product streams. These assigned GHG quantities are referred to as “embedded emissions” associated with the streams.
- d) For each subsequent block, calculate the total GHG emissions in that block by adding the embedded emissions in the feed streams to that block to the GHG emissions generated in that block. Assign the total GHG in the block to the product streams from the block, in the same proportion as the mass flows of those product streams. In most cases, the breakdown of the LNG process will have one or more recycle streams (such as liquids from the fractionation unit recycled to the front-end condensate unit). In these cases, the calculation requires iterations to converge a consistent balance. (This is usually simple, e.g. using goal-seek function on a spreadsheet)
- e) Some sources of emissions such as flares and utilities systems in a plant are likely to be highly integrated. In cases where granular breakdown to allocate emissions to specific processing blocks is not feasible, the GHG emissions should be allocated to products in the same proportions as the result of the calculation described in steps a) to d) above.

There can be significant GHG emissions during plant turnarounds and other significant non-routine activities, with no actual production. These emissions should be identified separately, and applied to subsequent production, allocated to products in the same ratio as the result of calculation steps a.-e. above, and divided across the time to the next such activity. For example, for a 3-year turnaround cycle, 1/3 of the emissions associated with the turnaround activity are allocated to the products per year subsequently.

If the LNG plant is operated for an extended time in an operating mode which is substantially different to normal operation (such as turndown operation with reduced use of the fractionation unit), this operating mode should be investigated to adjust the allocation ratios for this period, if required.

Per GHG protocol product standard, no emission shall be allocated to waste product, including co-products with no or low commercial value, such as produced water.

While this process is preferably followed using measured operating data, it is recognized that in many cases, the required data will not be available with sufficient granularity. In these cases, the same analysis may be completed using heat and material balance data to determine the ratios of GHG intensity for each product, and these ratios used to allocate the total GHG inventory based on actual product rates.

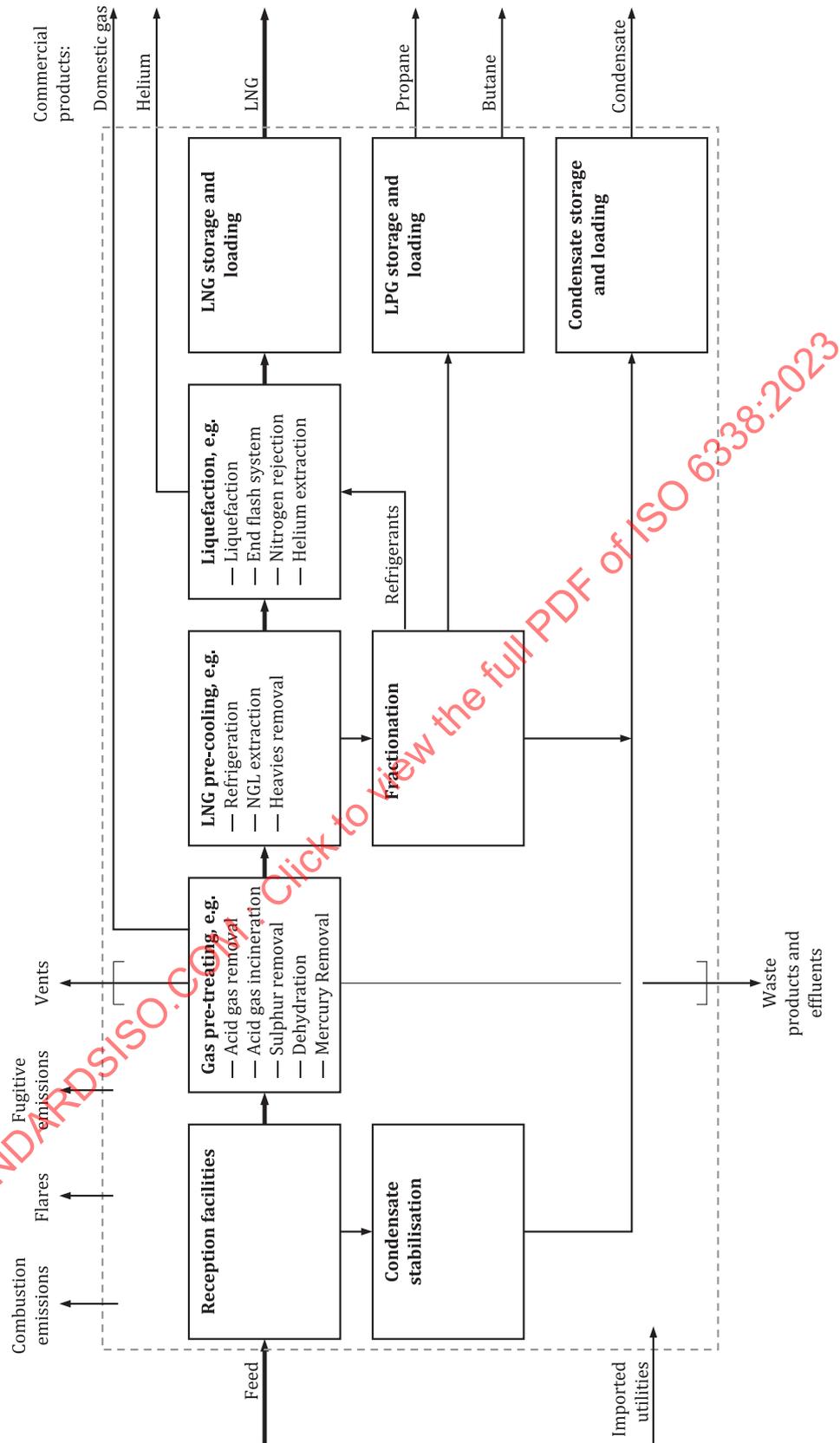


Figure 1 — LNG production Facility - Example sub-unit boundaries for GHG allocation

## 6.5 Carbon capture

### 6.5.1 Opportunities for carbon capture:

Carbon capture, use and/or sequestration (CCUS) may be installed at LNG liquefaction facilities. The CCUS system could capture CO<sub>2</sub> from a variety of sources, including, in order of likelihood:

- Concentrated CO<sub>2</sub> from acid gas removal unit vent;
- Combustion emissions from gas turbine drivers;
- Combustion emissions from fired equipment;
- Pre-combustion carbon capture by conversion of hydrocarbon to hydrogen, with sequestration of the CO<sub>2</sub> that is formed in the process, and using hydrogen as fuel.

The CO<sub>2</sub> that is captured is used or sequestered, most likely in a geological structure such as an aquifer or depleted reservoir. In some circumstances the CO<sub>2</sub> may be put to beneficial use, e.g. for pressure maintenance of a hydrocarbon reservoir. Credit can only be taken for sequestration if there is certainty that the CO<sub>2</sub> cannot re-enter the atmosphere.

### 6.5.2 Quantification of carbon capture benefit

Carbon capture equipment has a high energy consumption:

- Significant heat input is used to extract and isolate CO<sub>2</sub> from either the natural gas feed stream or from the pre/post combustion streams, to regenerate the solvents used;
- Significant power input is required for compression to the disposal destination pressure.

The emissions associated with operating the CCUS system, resulting from fuel use to provide heat and power, shall be accounted in the overall facility emissions balance. The benefit of CCUS systems is a reduction of emissions. If net emissions cannot be measured directly, the calculation of emissions from a source fitted with CCUS systems, is:

$$X = Y \times (1 - e \times a)$$

where

- $X$  is the net CO<sub>2</sub> emitted;
- $Y$  is the total CO<sub>2</sub> at source;
- $e$  is the system efficiency as fraction of total CO<sub>2</sub> captured;
- $a$  CCUS systems availability as fraction of total liquefaction plant operating time that CCUS systems operate (with adjustment for periods operating at partial capacity).

## 7 GHG inventory quality management

### 7.1 General

LNG Plant owner shall track GHG emissions related to its own activity and boundary over time in response to a variety of business goals, including:

- Public reporting;
- Establishing GHG targets;
- Managing risks and opportunities;

- Addressing the needs of investors and other stakeholders.

To track consistently GHG emissions, the following shall be in place:

- GHG Inventory: provide reliable GHG data over time and within the boundary of the Plant;
- Internal reporting and documentation: define the internal documentation to support emissions calculations;
- Quality control: ensure the consistency of the methodological approach.

## 7.2 GHG Emission Calculation approach

The GHG emission calculation is defined in [6.2](#).

GHG Assessment outputs shall be made available as follows:

- The GHG assessment summary and key indicators on an annual basis. GHG Assessment shall be revised in case of new design opportunities arise or changes in the life cycle assessment.
- The GHG quantification (Tonnes of CO<sub>2</sub>eq) as indicator air emission/carbon dioxide (CO<sub>2</sub>), by location, on an annual period basis, to allow the continual tracking of LNG Plant goals and targets monitoring.

Plant owner shall select the appropriate GHG quantification methods based on data availability and the intended use of the data and associated with level uncertainty. Methodology, level of uncertainty, activity data, GHG Assessment calculations, analysis and outputs shall be documented and recorded and made available upon request for Internal Review and for external assurance.

## 7.3 Estimation of inventory uncertainties

Activity data uncertainties are based on the quantitative uncertainty assessments and methods for combining uncertainties as provided as a reference by the IPCC good practice guidance<sup>[15]</sup>. Uncertainty estimation methods are to be provided, and appropriate references should be provided for both data and assumptions.

## 7.4 Procedures for documentation and archiving

A GHG archive database shall be put in place to record, report, manage and maintain the LNG Plant GHG inventory and the documentation of inventory information. The archive shall be sufficiently complete to allow an informed analyst to obtain relevant data sources and spreadsheets, reproduce the inventory and review all decisions about assumptions and methodologies that have been made.

## 7.5 Quality Control

It is performed by personnel compiling the inventory. The QC system is designed to:

- provide routine and consistent checks to ensure data integrity, correctness, and completeness;
- identify and address errors and omissions;
- document and archive inventory material and record all QC activities.

QC activities include general methods such as accuracy checks on data acquisition and calculations, and the use of approved standardized procedures for emission and removal calculations, measurements, estimating uncertainties, archiving information and reporting. QC activities also include technical reviews of categories, activity data, emission factors, other estimation parameters and methods.

For the scope of the GHG inventory, Quality control (QC) activities shall be performed at several different stages during the preparation, implementation, recording and reporting of LNG Plant GHG data as follow:

- regular checks are needed to determine the consistency and completeness of data;
- checks are carried out to ensure that the data are compiled correctly to meet the overall reporting requirements;
- a number of checks are conducted with regard to data archiving and documentation.

Type of data checks to be implemented on an annual basis includes:

- in relation to consistency, primarily identify and document deviations of implied emission factors in the time series;
- checks on correctness of aggregating sub-categories;
- checks on completeness of information;
- checks to determine if gap filling is required in respect of estimates of emissions or removals;
- checks as to whether methodological and data changes resulting in recalculations;
- checks as to whether uncertainty estimates have been included;
- check against documentation of any further findings and procedures applied.

Any corrective action resulting from the initial checks is taken. If there are problems that cannot be resolved immediately, the QA/QC coordinator identifies and documents these issues and makes provisions for any follow-up action that might be needed.

All deviations, incorrect sums, gaps or other issues identified during the above Quality Check, as well as corrective and preventive actions are compiled and documented in the QA/QC annual report, and made available for external review.

### 7.6 Quality Assurance

Reviews, preferably by independent third parties, are performed upon a completed inventory following the implementation of QC procedures.

Reviews verify that:

- measurable objectives were met;
- the inventory represents the best possible estimates of emissions and removals given the current state of scientific knowledge and data availability;
- the inventory supports the effectiveness of the QC programme.

LNG Plant owner shall ensure QA procedures are in place and an objective review is regularly implemented to assess the quality of the inventory, and to identify areas where improvements could be made.

Results QA objective reviews are compiled and documented in the QA/QC annual report, and made available for external review.

## 8 GHG reporting

### 8.1 General

Reporting should conform with ISO 14064-1.

### 8.2 Additional information

A minimum of climate-related risks and opportunities key performance indicators (KPIs) for LNG plant should be reported on an annual basis, in alignment with “Key Performance Indicators for Environmental, Social & Governance Issues” from EFFAS, “United Nations Global indicator framework for the Sustainable Development Goals and targets of the 2030 Agenda for Sustainable Development” and in accordance with plant owner strategy and risk management process.

Information on requirements from international initiatives on climate ambitions can be found in [Annex B](#).

KPIs can include the following:

- a) Absolute GHG emission and energy-related KPIs
  - total GHG (Tonnes CO<sub>2</sub>eq) emissions per year;
  - GHG by scope 1, 2, 3 if applicable per year;
  - GHG by contributors: CO<sub>2</sub>, methane, other GHGs;
  - energy use.
- b) Intensity GHG & Energy - KPIs<sup>[15]</sup>
  - GHG Intensity;
  - GHG per LNG Product;
  - low-carbon energy consumption or production (%).

Low-carbon power is electricity produced with substantially lower greenhouse gas emissions than conventional fossil fuel power generation.

- c) Absolute and intensity GHG targets;
  - scope of targets;
  - type of targets (absolute or intensity);
  - targets already underway or planned;
  - approach used to measure progress towards these targets;
  - baseline period and timescale, along with progress towards meeting targets.

### 8.3 GHG emission reduction

To valorize the development and mitigation contribution of the LNG plant over time and in accordance to the elected boundary, net (or “relative”) GHG emissions against the baseline shall be assessed as follows:

- net GHG emissions contribution that the plant is expected to achieve on an annual basis and at normal operating capacity;
- net emissions for the plant baseline year;

- net GHG accounting should include all scope 1, scope 2, and - if declared - emissions, scope 3 where applicable.

NOTE Leakage in other indirect GHG emissions can be included where this is identified as an issue.

#### 8.4 Carbon offset and emission trading

Carbon offsets can be purchased by an organization to offset emissions from scope 1, scope 2, and other indirect GHG emission sources.

Purchased offsets such as direct emission reductions and/or removals that occur outside the organizational boundary of the reporting organization, shall be quantified using an internationally recognized methodology such as PAS 2060 Carbon neutrality.

### 9 Independent review

An independent review of the quantification of the GHG emissions can bring confidence to the off takers on the accuracy and reliability of the stated data for any of these products.

STANDARDSISO.COM : Click to view the full PDF of ISO 6338:2023

## Annex A (informative)

### Conversion factors for reference

#### A.1 Unit conversion factors

Unit conversion factors are described in [Table A.1](#).

**Table A.1 — Unit conversion factors**

Quantity		Equivalent to		Comments
1 000	MJ	0,947 8	mmBTU	(million BTU)
1	MJ/kg	429,9	BTU/lb	
1	gCO <sub>2</sub> e/MJ	3,6	gCO <sub>2</sub> e/kWh	
1	gCO <sub>2</sub> e/MJ	2,33	lbCO <sub>2</sub> e/mmBTU	
1	tonne CO <sub>2</sub>	537,269	Sm <sup>3</sup> CO <sub>2</sub>	Standard conditions = 15 °C and 1,013 25 bar a (288,15 K and 101,325 kPa)

#### A.2 Approximate conversions

Approximate conversions are described in [Table A.2](#).

**Table A.2 — Approximate conversions (dependant on specific LNG product properties)**

Quantity		Approximately equivalent to		Comments
1	m <sup>3</sup> LNG	0,456	tonnes LNG	Based on LNG density 456 kg/m <sup>3</sup>
1	tonne LNG	2,193	m <sup>3</sup> LNG	Based on LNG density 456 kg/m <sup>3</sup>
1	m <sup>3</sup> LNG	600	Sm <sup>3</sup> natural gas	Based on LNG density 456 kg/m <sup>3</sup> , molecular weight 17,97 kg/kmol, molar volume 23,645 m <sup>3</sup> /kmol
1	Mt/y LNG	141	Million std ft <sup>3</sup> per day (mmSCFD) natural gas	Based on LNG plant operating at 90 % availability (341 stream days per year)
1	gCO <sub>2</sub> e/MJ	0,055	tCO <sub>2</sub> e/tLNG	Based on LNG higher (gross) heating value 55 MJ/kg

## Annex B (informative)

### International initiatives on climate ambitions

The KPIs and related requirements to access to key international initiatives, agreements and reporting/ accounting standards on climate ambitions and zero carbon emission strategies are given in [Table B.1](#).

**Table B.1 — KPIs and related requirements**

International climate initiative, standard /framework	Type	Requirements	Timeframe	External verification	Comments
SBTs science based targets Initiative	Global GHG targets consistent with the level of decarbonization required to keep global temperature increase well below 2 °C compared to pre-industrial temperatures.	The target shall cover company-wide scope 1 and scope 2 and all relevant GHGs as required in the GHG protocol corporate standard.	The target shall cover a minimum of 5 years and a maximum of 15 years from the date of announcement of the target	Included	Companies should complete a scope 3 screening before setting their GHG emission reduction targets covering all relevant scope 3 categories as defined by the GHG protocol corporate value chain (Scope 3) accounting and reporting standard.
CDP carbon disclosure project	Global disclosure system for managing the environmental impacts of the private sector,	<p>CDP's general climate change questionnaire includes the following:</p> <ul style="list-style-type: none"> <li>Governance</li> <li>Risks and opportunities</li> <li>Business strategy</li> <li>Targets and performance</li> <li>Emissions methodology</li> <li>Emissions data</li> <li>Energy</li> <li>Additional metrics</li> <li>Verification</li> <li>Carbon pricing</li> <li>Engagement</li> </ul>	The target shall cover a minimum of 3 years and a maximum of 15 years from the date of announcement of the target	Requested as key indicator	

Table B.1 (continued)

International climate initiative, standard /framework	Type	Requirements	Timeframe	External verification	Comments
CDP commit to action program	Global systemic approach to transition high-impact companies to a net-zero climate impact	As above companies that have joined the science based targets initiative (SBTi),	As above	As Above	Companies can report their commitment to adopt a science-based emissions reduction target and track their progress against already validated targets
GRI global reporting initiative standards	Standards to report sustainability information that describes their significant impacts on the economy, environment, climate and people				
CDSB: climate disclosure standards board	Industry agnostic and designed to facilitate effective disclosure of ESG and capital information				
IRC: international integrated reporting council	Global reporting and accounting standard				
SASB: sustainability accounting standards Board	Global accounting standard				
IPIECA guideline					
IFIs - harmonization of standards for GHG accounting	Integrated and aligned requirements for global GHG accounting initiative				
WEF					
TCFD					
Sustainable development goals					
VPSHR					

## Annex C (informative)

### Example allocation calculation

This example shows how the step-by-step method of 6.4.2 is put into practice. The data used throughout this calculation are hypothetical and not related to any actual LNG site. The results should not be considered as “typical” or representative of LNG facilities generally - the actual calculation of emissions from an LNG site is highly site specific.

Figure C.1 shows the hypothetical LNG plant example that will be used to work through an allocation calculation.

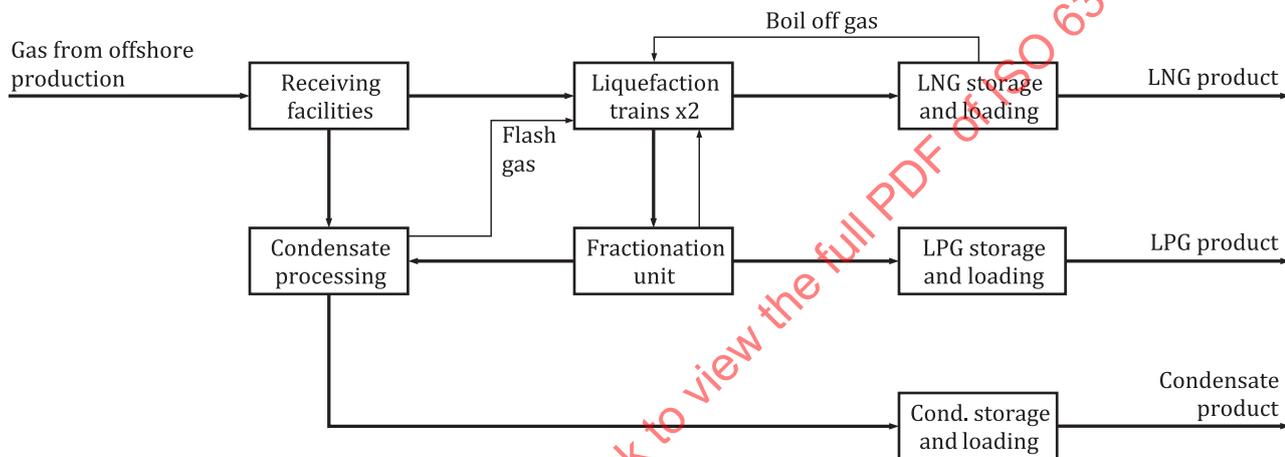


Figure C.1 – LNG plant example

Key features of this hypothetical example are:

- Propane pre-cooled mixed refrigerant liquefaction technology, 2 trains;
- Total product rates: LNG 8,0 Mt/y, LPG 0,7 Mt/y, Condensate 0,5 Mt/y;
- Primary drivers are 4 x frame 7 industrial gas turbines, with heat recovery steam generation used to provide heat and power to the process;
- Top up boilers to maintain heat and power balance;
- Additional emissions from fired heaters: condensate stabilizer reboilers, acid gas incinerators (including CO<sub>2</sub> vented from reservoir), dehydration regeneration gas Heaters.

Following the method of 6.4.2:

#### Step a. Divide the facility into process blocks

Break the process into the minimum number of processing blocks that define the overall facilities, with a block for each point in the process where the different product streams are split or combined. In this example, the LNG process has been broken down to five essential blocks.

Complete the mass balance for this flow diagram, showing the flow paths for the total mass flow of product, and excluding waste streams such as fuel gas take off or acid gas disposal. This mass balance shows the path taken by the commercial products through the process, and the total feed rate should be the sum of those products.