










Distributed Generation: The Use of Biomass to Create Electricity

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-  **Company Introduction**
-  **Commercial Strategy/Market Penetration**
 - Operational Partner Roles**
-  **IEI's Validated WTE Solution**
-  **Brief Cost/Benefit Comparison**
-  **Questions**

-  **Founded in 2001**
-  **Headquartered in Fenton, Mo (suburb of St. Louis)**
-  **Privately funded**
-  **27 worldwide patents**
-  **Technology based upon proven pressurized updraft Gasification and Genset technology that includes field-based retrofit of existing diesel & natural gas fleets**
-  **Mission: develop and commercialize megawatt-scale, distributed power generation using carbon-based, renewable fuels**



Waste-to-Energy (WTE) Solution

-  **2 MW building blocks**
-  **Megawatt class, distributed generation**
-  **Scalable, deployable, modular system**
-  **Fully automated**
-  **No dependence upon transmission lines**
-  **Months to installation**
-  **Solves large waste management issues**

Operational Partners

Extended Enterprise Model



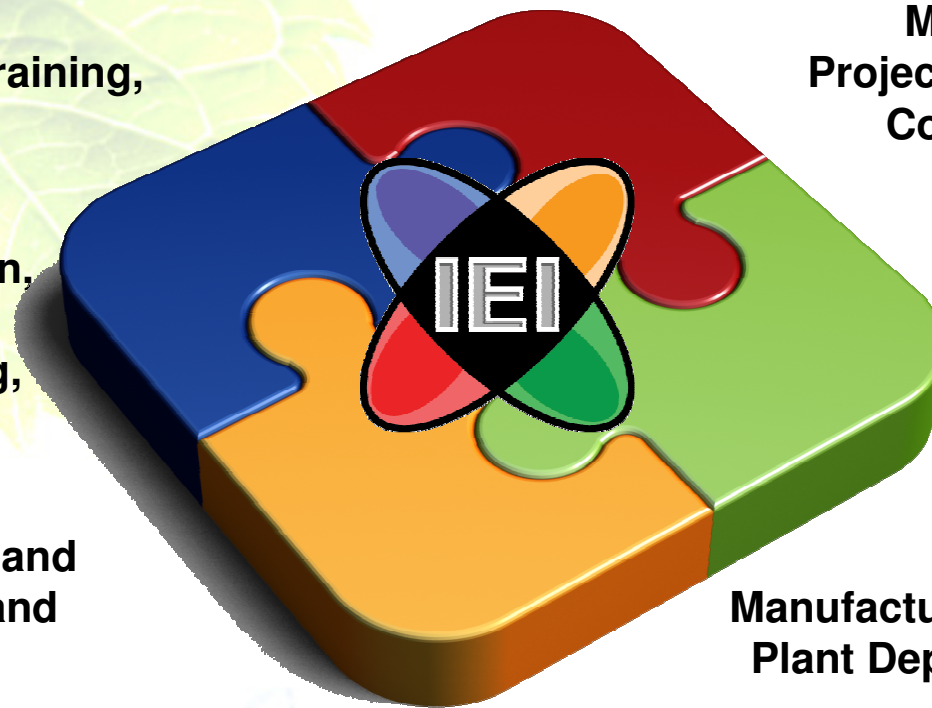


Operational Partner “Drill Down”

Operation and
maintenance, training,
spare parts

EPC site construction,
site management,
ASME manufacturing,
bonding

Genset modification and
Internet monitoring and
control






Modular Design,
Project Management,
Control Systems,
Purchasing

Process, Chemical,
Mechanical, Refinery
Engineering

Modular
Manufacturing and
Plant Deployment

Corporate finance (clean tech companies)
Renewable energy development and project finance
Environmental policy/law

The IEI Difference

-  **Engaged subject matter experts**
-  **Well-funded system upgrades**
-  **Practice trials, validation & commissioning**

Fully Integrated WTE System

Fuel
Sourcing

Gasification
(Syngas)

Electrical
Power
Generation

- Electricity
- Heat for HVAC
- Waste Stream Reduction



**Scalable, Modular, Deployable Power Plant
composed of 2MW building blocks**

System Overview

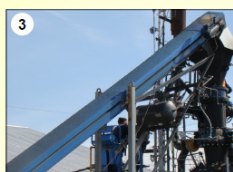


Innovative Energy Incorporated is a privately held, emerging-growth company focused on developing technologies that generate clean renewable energy as an economically viable alternative to fossil fuels.

The demand for renewable, clean energy has been driven around the world by a global effort to limit greenhouse gases. States, municipalities and utilities only have a few options, such as solar and wind, which are much more expensive than their fossil-fuel counterparts and have limited their use.

Innovative Energy® technology is designed to use low-cost sustainable waste materials, such as trash, wood chips, and grasses to generate clean energy within the local community. Co-locating power generation, fuel, and electrical load is the most cost-effective energy model while also ensuring local energy independence.

Today, Innovative Energy's select team of dedicated professionals—from technicians and engineers to top management and investment partners—is focused on commercializing these sustainable energy solutions and transforming the global energy markets.



Fuel conveyor



Raw fuel shredder



Biomass fuel



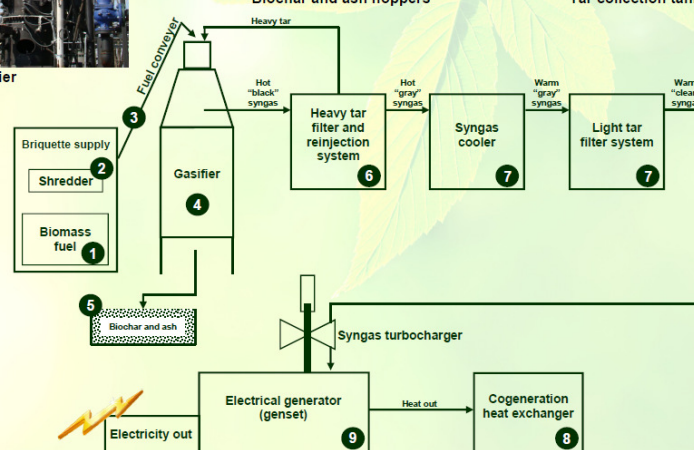
Gasifier



Biochar and ash hoppers



Tar collection tank



Electrical generator (genset)



Cogeneration heat exchanger





Syngas cooler and filter



Modular-Scalable-Deployable System

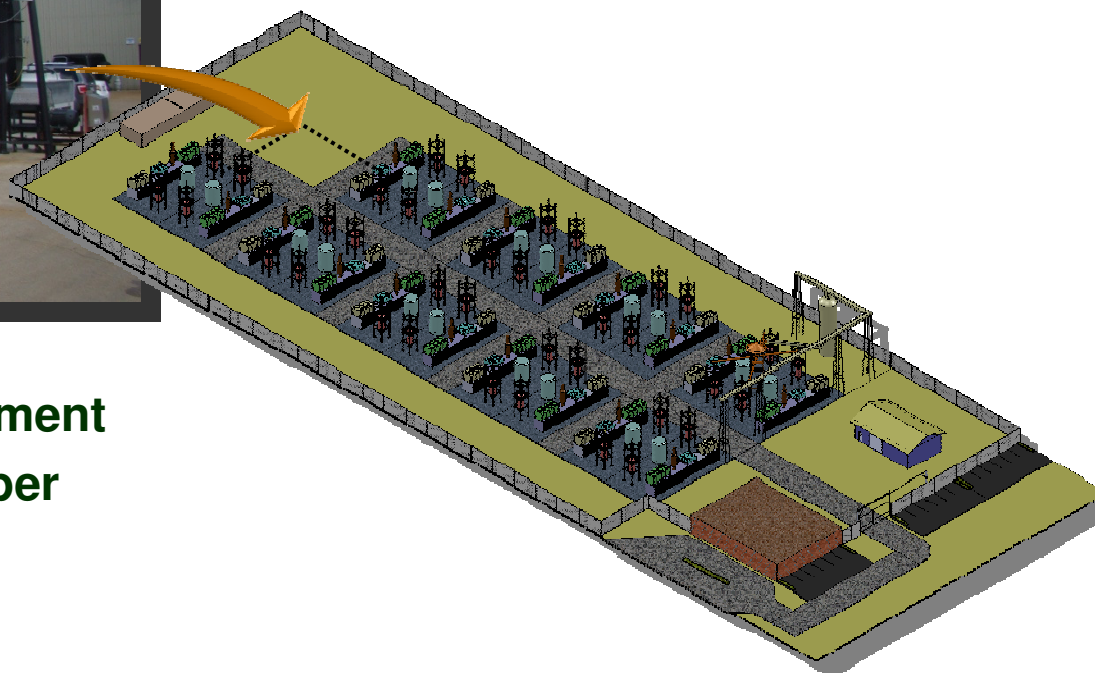
**Modular IEI plants are
rapidly scalable**



2 MW WTE Prototype
Operating since Q1 2009 – Cedar Hill, MO

-  **Standard, pre-engineered site layout facilitates rapid deployment**
-  **Compact footprint ~ 3,000 ft² per MW**

-  **20 MW modular plant composed of 2 MW building blocks**
-  **Scalable to meet any base load requirement**



Gasifier - Controls

✦ Electrical control system



VFD control panel

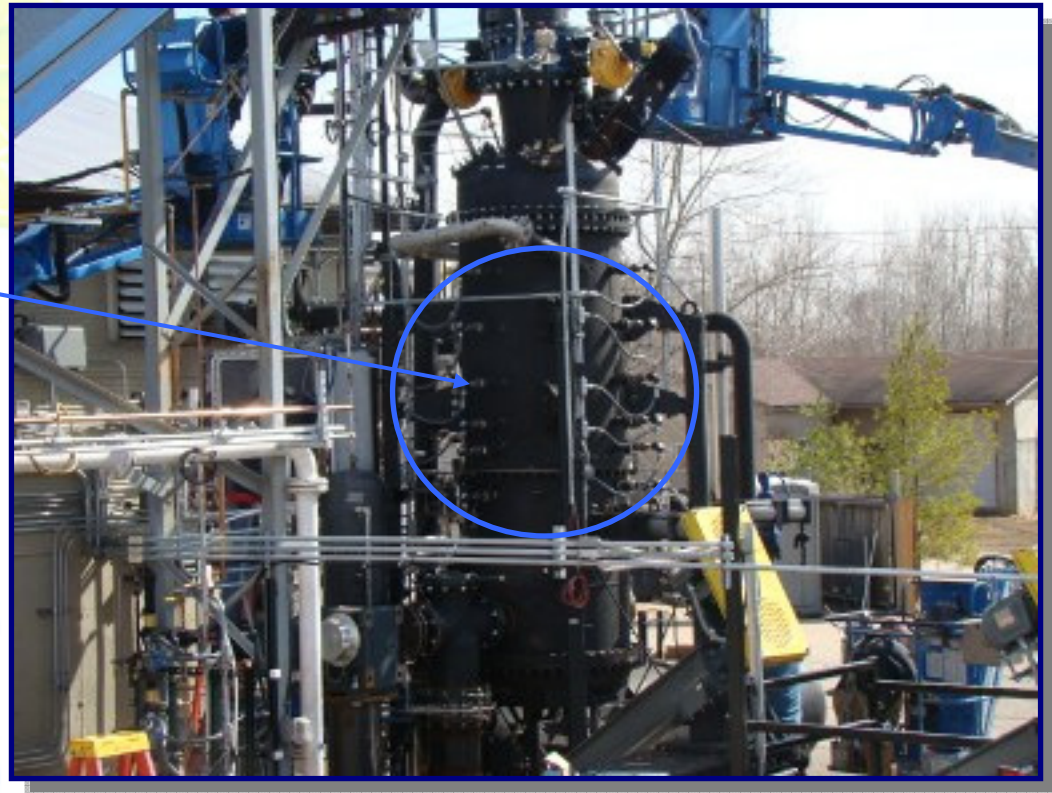


Main PLC control panel

✦ 480 VAC control with VFD motor controllers



Gasifier – Controls

- ✦ Temperature and pressure sensors
- ✦ Proprietary temperature control system



Rear view of gasifier body

Injection/Reinjection

-  **Inline filters in condensate water reinjection system to prevent nozzle plugging**
-  **Water injection nozzle material can handle high chlorides**



Water control circuit

Gasifier - Controls

 **Proprietary
dynamic syngas
filtration
system**

Gasifier - Safety

 **Pressure-relief
valves**



Front view of gasifier

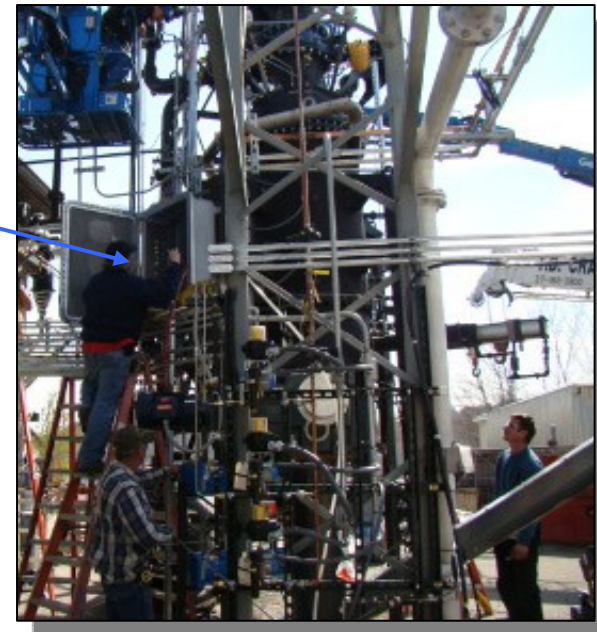
Gasifier - Safety



Class-1/Division-2 electrical system



Close-up of nitrogen rack



Rear view of gasifier



Nitrogen solenoid purge rack system for ash exit system

Gasifier - Ash/Slag Separation System

- ❖ System separates biochar and ash/slag automatically
- ❖ Biochar may be recycled with new fuel



Biochar and ash/slag conveyors with exit hoppers

Gasifier - Controls

- ❖ Heat-traced and insulated primary 80-gallon tar collection tank
- ❖ Proprietary tar reinjection pump with controls



Tar collection and reinjection system

Syngas Cooler & Filtration



**Light tar vapor
removal system**



Syngas Cooler & Filtration

- ❖ Syngas cooler
- ❖ Primary filter and secondary filters
- ❖ Heat-traced and insulated for process temperature control



Syngas Cooler

- ❖ Syngas cooler duct work
- ❖ Heat-traced electrical control panels



Rear view of syngas cooler

Proprietary Generator - Genset

- ❖ Caterpillar 3516TA 1.3/2.0 MW engine genset
- ❖ Control system for syngas/dual fuel operation
- ❖ Specialized ignition, instrument, and fuel control



Genset

Generator - Controls

- ❖ HMI touch screen annunciation
- ❖ Easygen engine system control
- ❖ Live syngas monitor controller
- ❖ CH₄, CO and H₂ with BTU monitor
- ❖ Air fuel mix controller
- ❖ Timing controller
- ❖ Knock controller



Genset main control cabinet

Generator – Turbo Cooler

- ✦ Turbocharger after cooler system
- ✦ Fan noise limited to 55 dba



Turbocharger after cooler

Generator - Radiator

- ✦ **Fan noise limited to 55 dba**
- ✦ **Optional co-generation heat source**



Genset radiator

Flexible Energy Platform Mitigates Biomass Risk

-  **Reduces technical/economic risk with system flexibility**
-  **Reduces economic risk with scalability**
-  **Reduces economic/political risk with small footprint, distributed, design**

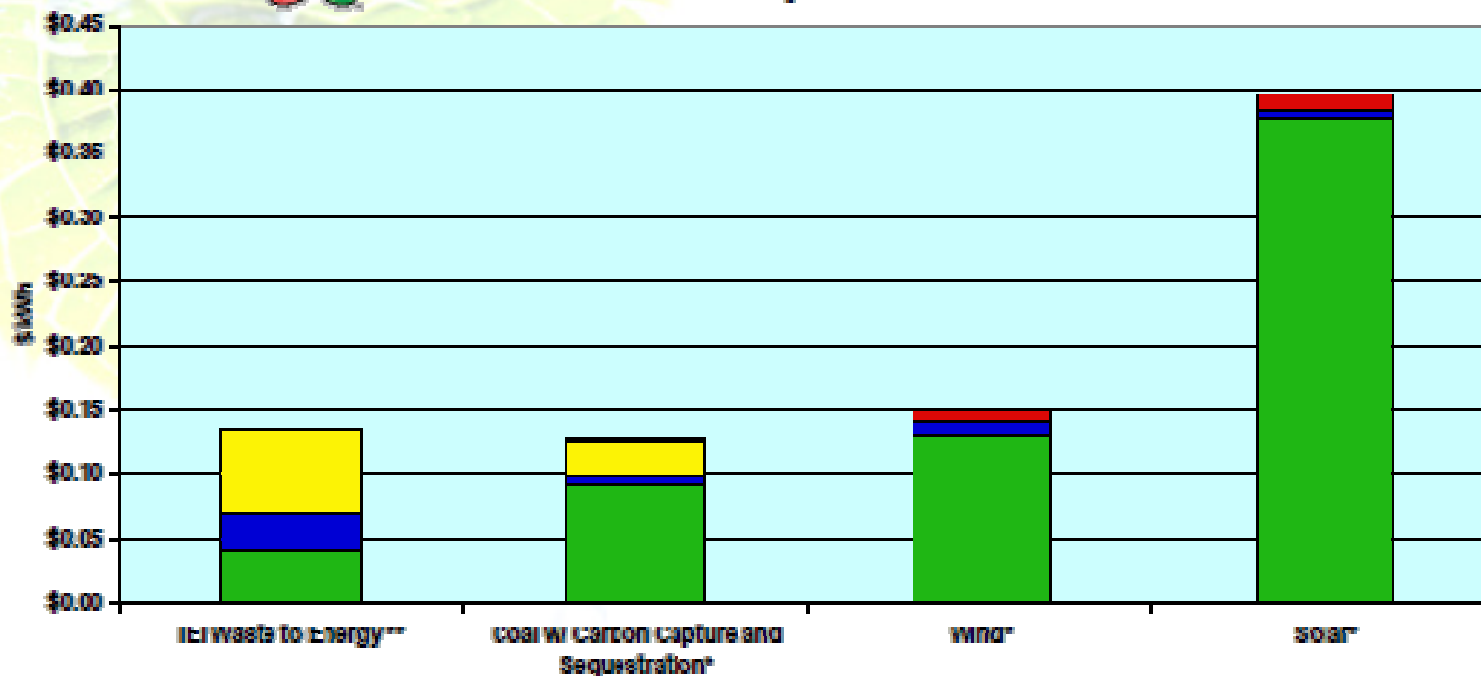
All communities should weigh risk factors

-  **Community support**
-  **Project economics**
-  **Site / infrastructure**
-  **Fuel specifications**
-  **Appropriate technology**

Cost/Benefit Analysis Comparative Renewable Technologies



Power Plant Project Cost Comparison February 2011



■ Capital Cost ■ Fixed O&M
■ Variable O&M (including fuel) ■ Transmission Investment

Note that the following were not factored into this Cost Comparison:

- 1) The cost for land required for each type of plant.
- 2) The impact that waste disposal savings and system heat recovery will have on the ICI plant.
- 3) The 6.5% line loss during transmission for Coal, Wind and Solar.
http://tonto.eia.doe.gov/ask/electricity_faqs.asp#electric_rates2

* Source: EIA, 2010 Levelized Cost of New Generation Resources from the Annual Energy Outlook 2010

** BCF is 10MW power plant capitalized over 20 yrs

IEI WTE Advantages

System Features

- Continuous “Baseload” power
- Waste to Energy
- Modular, Scalable, Deployable

Direct Benefits

- Reduced dependence on the grid
- Fueled by existing waste streams / biomass
- Recycles current waste streams into energy
- Fueled by existing waste streams / biomass
- Advanced technology provides very small footprint/MW
- Provides substantial levels of electrical energy and heat while reducing waste
- Technology commercially validated



Thank You

A large, detailed image of a green leaf with prominent veins, positioned on the left side of the slide, partially overlapping the text.

Questions and Discussion