Many Slides Are From Prof. Tom Murphy (with Permission) Thank You Prof. Murphy Wirphy (with Permission) Thank You Prof. Thank You Prof. Thank State Prof. Thank



	10 ¹⁸ Joules/vr	Dercent of	
Source	(~QBtu/yr)	Total	
Petroleum*	158	40.0	Global
Coal*	92	23.2	Fnerov
Natural Gas*	89	22.5	
Hydroelectric*	28.7	7.2	wnere
Nuclear Energy	26	6.6	Does it
Biomass			Come
(burning)*	1.6	0.4	
Geothermal	0.5	0.13	From?
Wind*	0.13	0.03	* ∐ltimately derived
Solar Direct*	0.03	0.008	from our sun
Sun Abs. by		then radiated	Courtesy David
Earth*	2.000.000	awav	Boualisky (UW)

















Saudi Arabia	262 Gbbl (Billion barrels)	
Iran	132 Gbbl	
Iraq	115	
Kuwait	101	
United Arab Emrites	70	
Venezuela	53	
Former Soviet Union	48	
Nigeria	37	
Libya	34	
USA	21.7	
China	16	
Mexico	12.3	
Canada	12	
Brazil	11.9	
Algeria	11.3	
Angola	9	
Norway	8	
Sudan	6.1	
Sudan Indonesia	6.1 5.0	

Let's get our barrels straight

- An oil barrel (bbl) is 42 gallons, or 159 liters
- In the U.S., we use about 24 bbl per year per person
 - average person goes through a barrel in 15 days
 - recall: 60 bbl/yr oil equivalent in all forms of energy: oil is 40% of our total energy portfolio
- That's 7.2 billion bbl/yr for the U.S.
 - 20 million bbl/day
- For the world, it's 25 billion bbl/year
 - 69 million bbl/day
- 100 QBtu/yr = 17 Gboe/yr: world 400 QBtu/yr = 69 Gboe/yr (Gboe = billion barrel oil equivalent ~ 5.8 QBtu)

Country	Prod (Gbbl/ year)	Reserves (Gbbl)	No. Prod. Wells	years left (R/P)
Saudi Arabia	3.3	262.7	1,560	80
Russia	2.9	69.1	41,192	24
U.S.	2.1	29.4	521,070	14
Iran	1.4	130.7	1,120	96
China	1.2	23.7	72,255	19
Mexico	1.2	16.0		13
Norway	1.0	10.1	833	10
U.A.E.	0.86	97.8		114
Canada	0.81	16.9	54,061	21
Kuwait	0.80	96.5	790	121





Notes on Table

- No single country matching U.S. demand of 7.2 Gbbl/year
- Reserves:
 - Non-OPEC proved reserves: 173 Gbbl
 - OPEC reserves: 882 Gbbl
 - Total: 1055 Gbbl
 - To maintain current production of 25 Gbbl/year...
 - this will last 42.5 years
 - means entries in previous table with longer timescales than this would have to step up production, *if they can*
 - may not be possible to extract oil fast enough for demand
 - Saudi Arabia used to produce at less than 100% capacity, now running full-out



King Hubbert and Peak Oil

- Geophysicist at the Shell lab in Houston
- In 1956, he presented a paper "Nuclear Energy and Fossil Fuels" at a meeting of the American Petroleum Institute in San Antonio
- He made predictions of the peak year of US oil production based on two estimates of the ultimate production
- Peak happened when "Texas railroad commission" (U.S. oil cartel after which OPEC was modeled) could no longer control price of oil; they were pumping flat out. (~1971, just when predicted).

(Dave Rutledge: Caltech 2007)





















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Various Estimates of Oil Remaining

- To date, we've used about 1000 billion barrels of oil worldwide
- We seem to have about this much left
 - halfway through resource
- There will be some future discovery still, but likely small beans
 - ANWR (Arctic National Wildlife Reserve): 5–10 Gbbl
 1 years' worth at U.S. consumption rate
- In any case, production unlikely to increase appreciably from this point forward
 - will soon fail to pump as fast as today's demand

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Saudi Arabia	262 Gbbl (Billion barrels) (Rutledge says only 90!)
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Indonesia	5.0
T 1'	

Country	Prod (Gbbl/ year)	Reserves (Gbbl)	No. Prod. Wells	years left (R/P)
Saudi Arabia	3.3	262.7 (90?)	1,560	80 (27!?)
Russia	2.9	69.1	41,192	24
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Shouldn't we therefore discourage oil usage?

- In this country, so far no such thing!
- U.S. taxes on gasoline are 6.5 times lower than in most industrialized countries (about 32 cents per gallon in the U.S.)
- Little meaningful increase in CAFE or efficiency standards
- Efforts on the part of the U.S. to keep oil prices low have lead to numerous questionable actions on the international scene

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Natural Gas • Extracted as oil-drilling byproduct - was once burned off at well head as means of disposal • Mostly methane, some ethane, and a little propane, butane: less CO_2 per Btu than oil or coal. • Measured in tcf (Trillion cubic feet) or bcf (billion cf) -1 tcf = 1.035 QBtu! • 2 times cheaper than electricity per energy content, comparable to gasoline per joule - But getting more expensive; in 2004, nat gas was 3.5 times cheaper than electricity, now only 2.1 times cheaper than electricity (for same energy) (and 2.5 times cheaper than current gasoline) • Well-suited to on-the-spot heat generation: water heaters, furnaces, stoves/ovens, clothes dryers - more efficient than using fossil-fuel-generated electricity

Russia	1689 (Tcf)	290 Gboe
Iran	965	160
Quatar	906	150
Saudi Arabia	243	41
UAE	205	35
USA	204	35
Nigeria	182	31
Algeria	160	27
Venezuela	151	26
Australia	120	20
Indonesia	92	16
Iraq	84	14
Norway	83	14
Eygpt	67	11
Kazakhstan	65	11
Malaysia	58	10
Kuwait	57	10
China	56	10
Canada	54	9
Libya	52	9
Netherlands	51	9

World Natural gas

- Total proven reserves about 6200 Tcf ~ 1060Gboe ~ 6000 Qbtu, about same energy content as world's oil proven reserves
- U.S. only 3% of total
- Undiscovered amount quite uncertain
- Could also get methane from coal seams, deep sea hydrates; potentially very large amounts
- LNG: Transport at T=-260F makes 600 times smaller volume

Coal

- Coal made differently from other fossil fuels and found differently
- Starting 300 million years ago, swamps
- Lies in strata called seams 2-8ft thick usually about 300 ft down
- In U.S. Rocky Mountain coal is cleanest, but not highest energy content.

tonne coal = 5.06 boe) Estimated Worldwide Coal Reserves					
Country	Amount	Percentage			
	(G tonne/Gboe)	of Total			
United States	250 Gtonne / 1260 Gboe	25			
Russia	230 / 1160	23			
Europe	138 / 700	14			
China	115 / 580	12			
Australia	82 / 420	8.3			
Africa	55 / 280	5.6			
South America	22 / 110	2.2			
Mex/Canada	7.7 / 40	0.8			
Total	984 Gtonne / 5000 Gboe	100			

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 - average person goes through a barrel in 15 days
 - recall: 60 bbl/yr oil equivalent in all forms of energy: oil is 40% of our total energy portfolio
- That's 7.2 billion bbl/yr for the U.S.
 - 20 million bbl/day
- For the world, it's 25 billion bbl/year
 - 69 million bbl/day
- 100 Qbtu/yr = 17 Gboe/yr: world 400 Qbtu/yr = 69 Gboe/yr (Gboe = billion barrel oil equivalent ~ 5.8 QBtu)

• Environmental concerns over extraction also relevant (i.e. pollution)

Tar Sands

- Sand impregnated with viscous tar-like sludge
- Huge deposit in Alberta, Canada
 - 300 billion bbl possibly economically recoverable
 - Perhaps 1/3 of world total
- It takes two tons of sands to create one barrel of oil
 - energy density similar to that of shale oil, much less than coal
 - Needs to be heated => Canada nuclear plant just for that!
 - Takes lots of water
- In 2003, 1 million bbl/day produced
- 2002 production cost was \$20 per barrel, so economically competitive;

Energy is cheap! So what's the problem?

- We spend about \$20/day, or \$7,300/yr per person on energy in the U.S. (about 20% of GDP)
 - about 20% of GDP
 - saves us much more than 20% of our time (labor-saving devices, transportation, etc.)
- But we're running through our resources at a phenomenal rate
- Our world will see a profound change in the next century as we adjust to a world without gasoline

Country	Production ^a (10 ³ bbl/day)	Proved Reserves ^c (10 ⁹ bbl)	No. of Producing Wells
Non-OPEC			
Canada	2,243	16.9	54,061
China	3,406	23.7	72,255
Egypt	623	3.6	
Mexico	3,339	16.0	
Norway	2,861	10.1	833
Russia	7,979	69.1	41,192
United Kingdom	2,123	4.5	
United States	5,731	29.4	521,070
Total Non-OPEC ^b	40,907		
OPEC			
Algeria	1,587	11.3	
Indonesia	1,190	4.4	
Iran	3,744	130.7	1,120
Iraq	1,101	115.0	1,685
Kuwait	2,176	96.5	790
Libya	1,415	36.0	
Nigeria	2,148	34.4	
Qatar	767	15.2	
Saudi Arabia	9,031	262.7	1,560
United Arab Emirates	2,351	97.8	
Venezuela	2,144	78.0	15,395
Total OPEC	27,654		

Country	Amount (10 ⁹ tonnes)	Percentage of World Total	R/P ratio (years)
United States	250	25	260
Former Soviet Union	230	23	≥500
Europe	138	14	300
China	115	12	70
Australia	82	8.3	240
Africa	55	5.6	230
South and Central America	22	2.2	350
North America (not incl. U.S.)	7.7	0.8	110
World total	984	100	192

Proved reserves are the amount recoverable from known deposits under existing economic and operating conditions.

The reserves-to-production (R/P) ratio is the number of years that the remaining proved reserves would last if production continues at the present level.

Source: BP Global Reports, December 2004. Reserves data from World Energy Council.

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OLD i	nfo: out of date		
Table 2.9 Conv	entional Fossil Fuels in Remaining ^a	the United States Energy Content (QBtu)	Percent
Petroleum	134×10^9 bbl	780	9
Natural Gas	871 tcf	900	10
Coal	275×10^9 ton	7300	81

^aThe remaining petroleum and natural gas includes both the proved reserves and the undiscovered recoverable resource shown in Figures 2.2 and 2.6. For coal, the remaining amount is the proved reserves recoverable from known deposits under existing economic and operating conditions shown in Table 2.7. (Note: 1 tonne = 1.10 ton.)

