

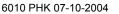
The India Energy and Greenhouse Gas Model: Model Overview and Results

Peter H. Kobos Staff Economist, Sandia National Laboratories

Thomas E. Drennen Senior Economist, Sandia National Laboratories Associate Professor of Economics, Hobart and William Smith Colleges

The 24th Annual North American Conference of the USAEE/IAEE July 8 – 10, 2004, Capital Hilton Hotel, Washington, D.C.







Sandia is a multiprogram laboratory operated by Sandia Corporation, a Lockheed Martin Company, for the United States Department of Energy under Contract DE-AC04-94AL85000

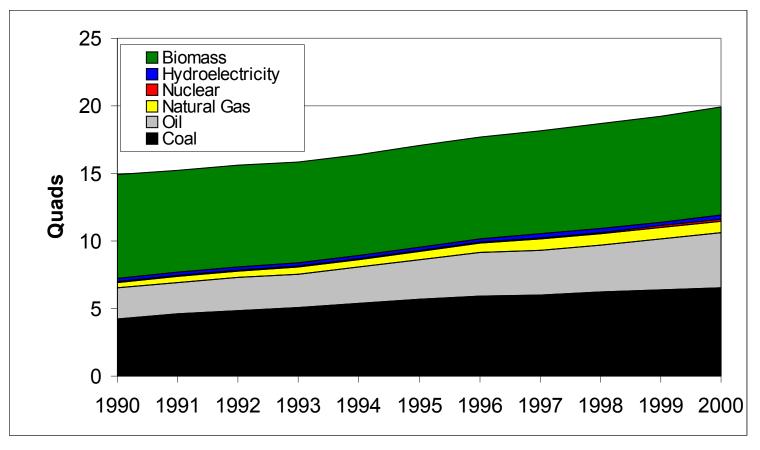


India's Energy Challenges

- Expanding population
- Increasing demand for total primary energy
- The current and projected fuel supply mix may lead to:
 - Deteriorating local air quality
 - Increasing global carbon emissions
- Fuel imports may increase



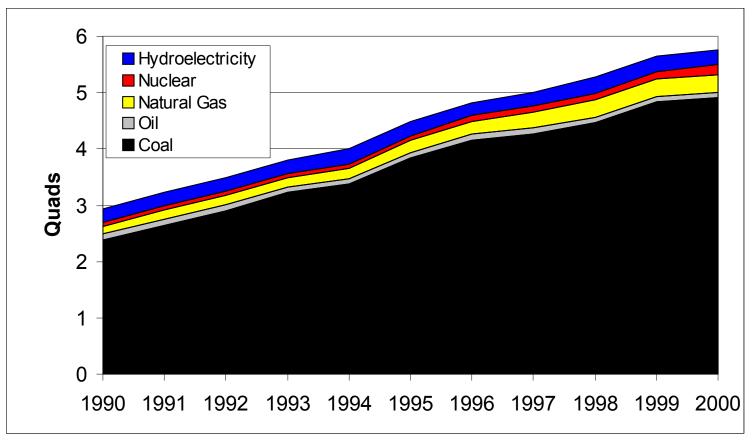
Total Primary Energy Demand in India



Source: International Energy Agency, 2002.



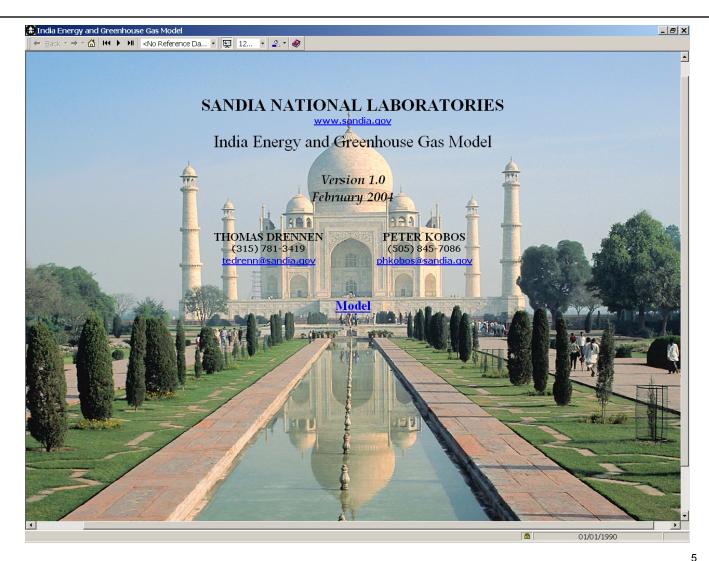
Electricity Generation Mix in India



Source: International Energy Agency, 2002.



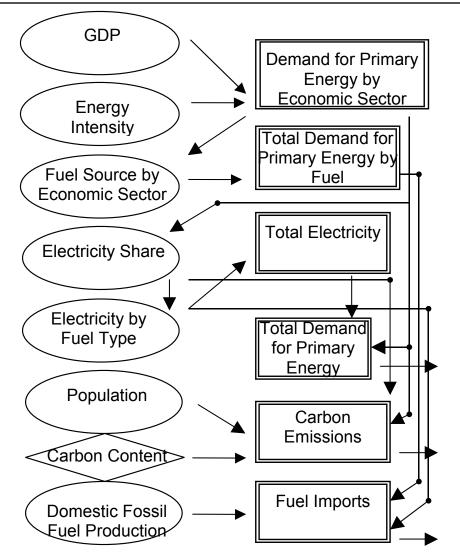
The India Energy and Greenhouse Gas Model







The India Energy and Greenhouse Gas Model







Model Input (1990 – 2020)

- GDP growth scenarios
- Energy consumption by fuel type
 - Coal, oil, natural gas, nuclear, hydroelectric, other renewables, combustible renewables
 - Derived and user defined scenarios
- Electricity consumption share by fuel type
 - Coal, oil, natural gas, nuclear, hydroelectric, other renewables
 - Derived and user defined scenarios

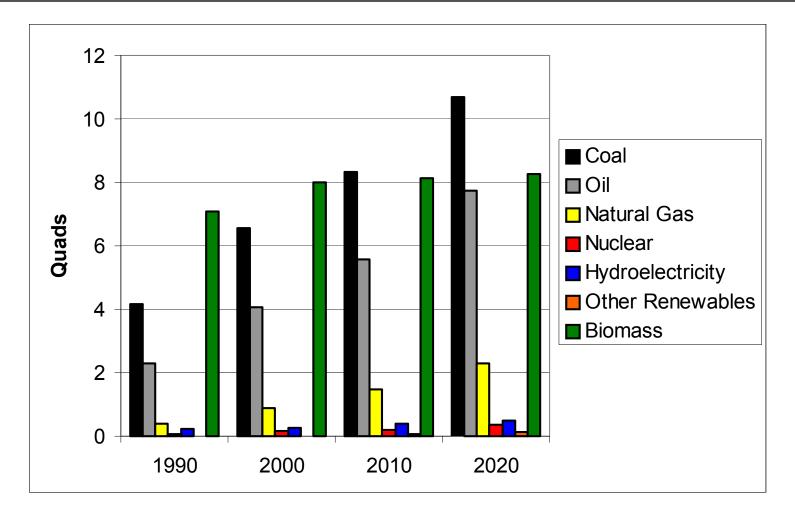




- Gross Domestic Product
- Population
- Energy consumption share by fuel type
 - Coal, oil, natural gas, nuclear, hydroelectric, other renewables, combustible renewables
- Electricity consumption by fuel type
 - Coal, oil, natural gas, nuclear, hydroelectric, other renewables
- Carbon emissions (total and per capita)
- Implied fuel import requirements



Base Case Results: Primary Energy



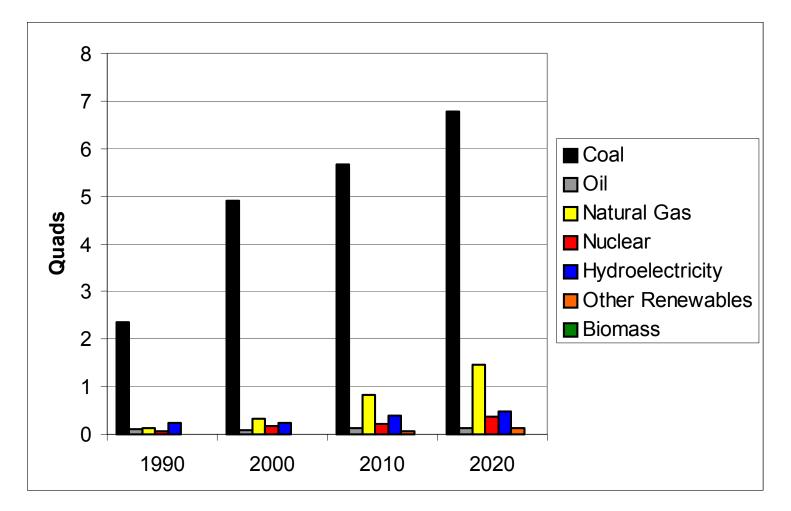


Sandia National

Laboratories

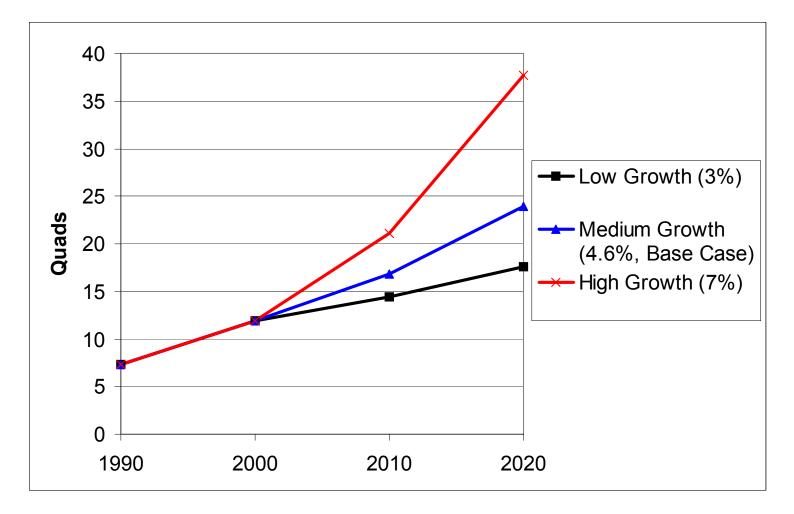


Base Case Results: Electricity by Fuel Type





GDP Growth Scenarios: Primary Energy





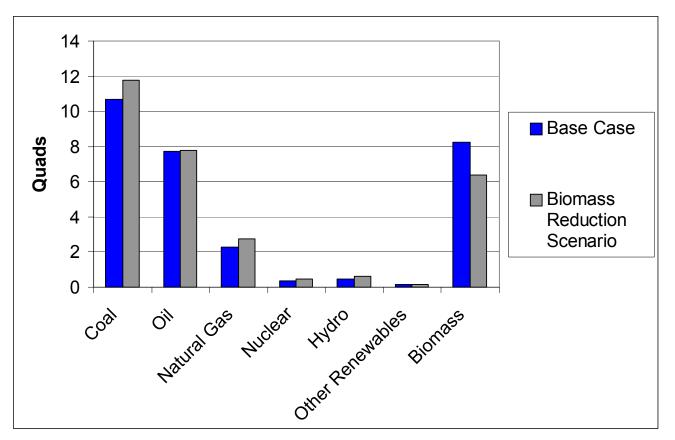


- There is still a strong reliance on biomass in the residential sector (76% of residential energy demand in year 2000 was biomass).
- A biomass reduction scenario considers the gradual shift from this heavy reliance on biomass to electricity.
 - Biomass share decreases in the residential sector from 76% to 50%
 - Electricity share increases from 12% to 38%



Biomass Reduction Scenario, 2020

The substitution increased projected carbon emissions by 34 million metric tons carbon (MtC) (8%) in 2020.





Sandia

National .aboratories

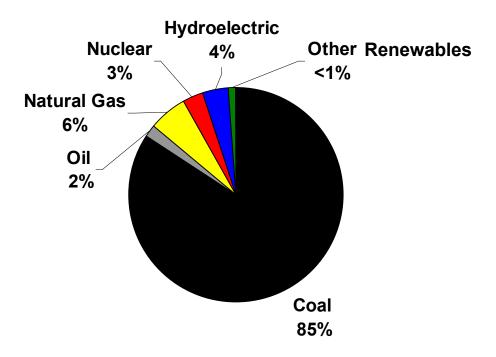
Electricity

Electricity Development

Scenarios

- Aggressive Nuclear Technology (ANT)
 - » Doubles 2020 nuclear capacity, 6 to 12 GW
- Advanced Coal Technology (ACT)
 - » Increases future coal plant efficiency by 5%

Electricity by fuel in 2000

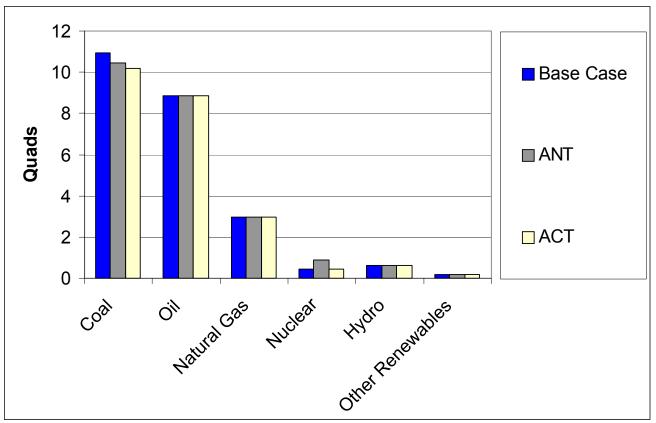


Source: International Energy Agency, 2002.



Nuclear and Coal Electricity Scenarios: Total Primary Energy Demand, 2020

Carbon Emissions in 2020: Base Case (476.2 MtC), ANT (464.9 MtC), ACT (457.7 MtC)



Aggressive Nuclear Technology (ANT), Advanced Coal Technology (ACT)



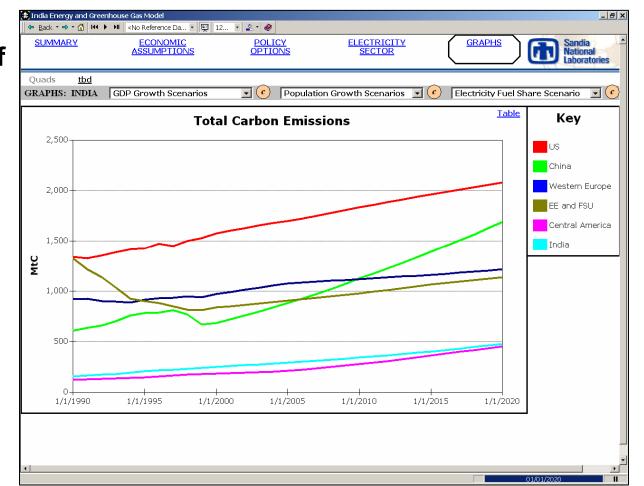
Sandia National

aboratories

Carbon Emissions

- India represents

 5.6% and 6.8% of
 world carbon
 emissions in
 2000 and 2020,
 respectively
- Limited fuel switching opportunities from coal to cleaner sources exist

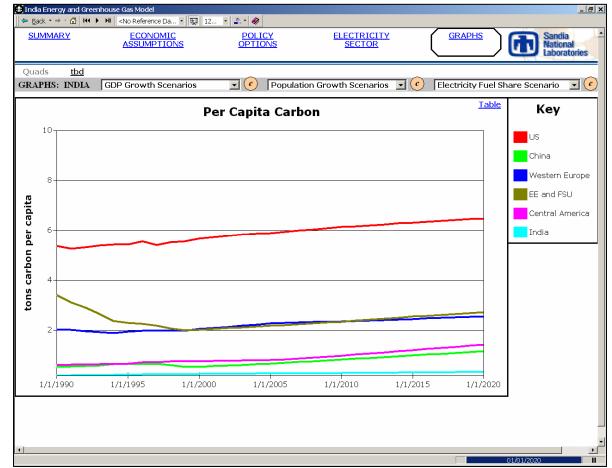






Per Capita Carbon Emissions

- Per Capita carbon emissions in 2000 were 0.25 tC/person in India, 0.54 in China, and 5.67 in the U.S.
- Projected per capita emissions in 2020 are 0.33 tC/person in India, 1.17 in China, and 6.47 in the U.S.





Energy Imports will Likely Increase

- Oil
 - Imports in 2000 were 1.3 million barrels per day, 65% of the total oil demand
 - Imports by 2020 may reach 3.2 million barrels per day, 88% of the total oil demand
- Natural Gas
 - India was self-sufficient in 2000
 - Imports by 2020 may reach 3.1 billion cubic feet per day, 39% of the total natural gas demand.







- India's primary energy demand is projected to increase from 19.9 to 30.0 Quads (50%), and carbon emissions 250.0 to 440.4 MtC (76%) between 2000 and 2020.
- Substitution from biomass to electricity would increase carbon emissions
- Large scale adoption of advanced nuclear or coal technologies will have only minimal impacts on reducing carbon emissions





- Carbon emissions are relatively low compared to industrialized countries and China
- Energy imports will likely increase for oil by 1.9 million barrels per day, and natural gas by 3.1 billion cubic feet per day





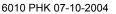
The India Energy and Greenhouse Gas Model: Model Overview and Results

Peter H. Kobos Staff Economist, Sandia National Laboratories

Thomas E. Drennen Senior Economist, Sandia National Laboratories Associate Professor of Economics, Hobart and William Smith Colleges

The 24th Annual North American Conference of the USAEE/IAEE July 8 – 10, 2004, Capital Hilton Hotel, Washington, D.C.







Sandia is a multiprogram laboratory operated by Sandia Corporation, a Lockheed Martin Company, for the United States Department of Energy under Contract DE-AC04-94AL85000