



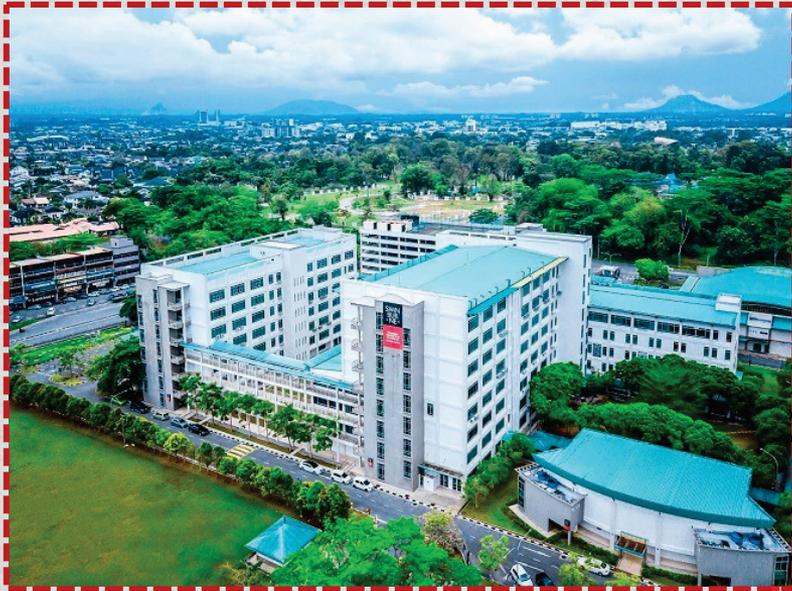
# Circular Palm Oil Value Chain: from Concept to Modelling

How Bing Shen, Ph.D, MChemE, C.Eng

20 Sept 2021

# Content

- **About Speaker & Institution**
- **Introduction**
- **Circular Economy**
- **Conversion Technology**
- **Modelling Technique- P-graph**
- **Case Study**
- **Take Away**



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Kuching

# About Speaker

- Lecturer & Researcher in SUTS
- Chartered Engineer (IChemE)
- Active Reviewer
- Associate Editor of *Frontier in Sustainability*



## Research Topic

### Towards Artificial Intelligence for Chemical Process Synthesis, Design and Optimization



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VIEWS  
124

## About this Research Topic

The Industry 4.0 paradigm requires sustainable improvements to be made within the chemical processing industry that is in tandem with the rapid development in technology and smarter systems. Industry 4.0 has the potential to transform the chemical industry by streamlining operations and promoting sustainable growth. Artificial intelligence (AI), particularly machine learning (ML) has been viewed as an essential tool and driving force to digitally transform operations in the chemical industry. In fact, since the past decades, chemical engineers have shown great interests in the commercial potential of AI in enhancing the sustainability performances of a chemical process. In view of the rapid development of AI, the technology has evolved to be more mature now (e.g. with the developments of deep or convolutional neural nets (CNNs), reinforcement learning, and statistical ML). These developments open up high potential for AI to be incorporated into sustainable process synthesis, design and/or optimization phases.

The aim this collection is to address the following three research questions:

## Topic Editors



### Bing Shen How

Swinburne University of Technology Sarawak  
Campus  
Kuching, Malaysia

55 publications



### Yasuki Kansha

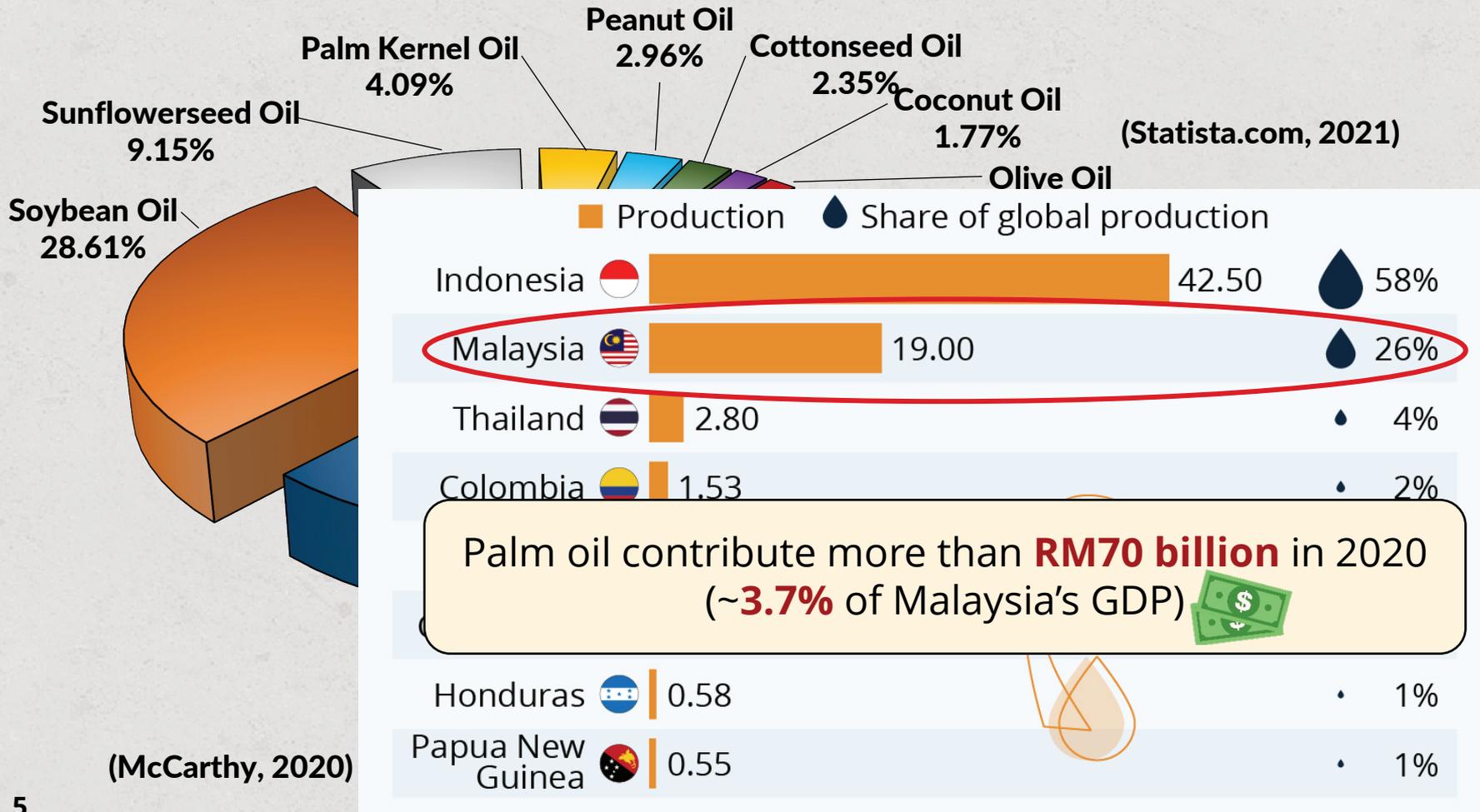
The University of Tokyo  
Bunkyo, Japan

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# Introduction

## • Palm Oil Statistics



# Introduction

- Palm Oil Debates/Misconception

Palm oil-derived biodiesel no longer a “green fuel” in the EU

July 23, 2019



# Introduction

Go to [www.menti.com](http://www.menti.com) and use the code 27 08 40 6

Palm oil creates more environmental damages as compared to other oil crops

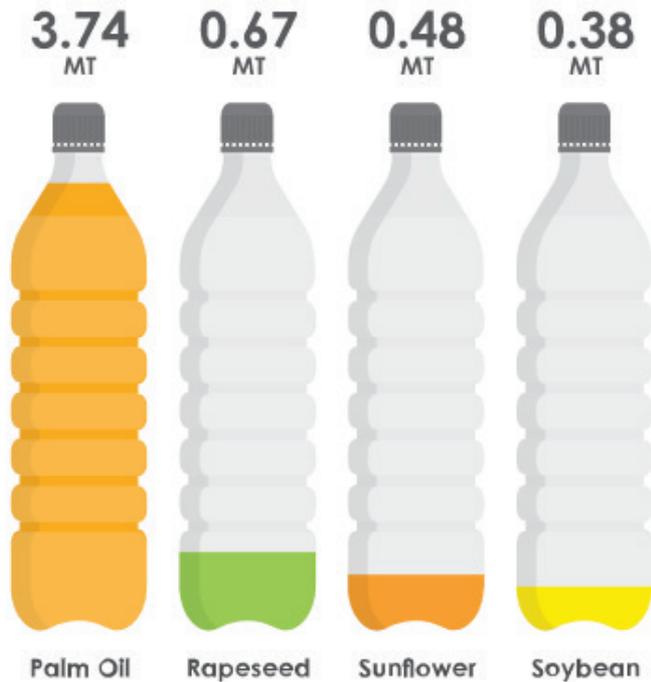
Mentimeter



# Introduction

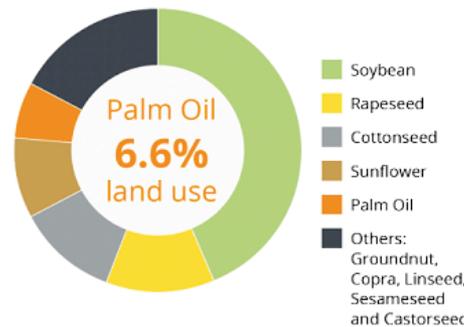
## • Palm Oil Facts-Sustainability

### Vegetable Oil Yields Per Ha Per Year

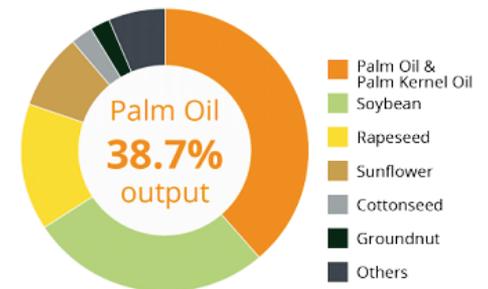


(Source: GreenPalm)

Major Oilseeds: Area in 2015  
(Total is 274.4 million hectares) (Oil World 2016)



Global production of oils and fats in 2015  
(Total is 179.6 million tons) (Oil World 2016)



The argument that ...  
oil palm cultivation contributes to  
deforestation is not only untrue

the palm oil ban may accelerate  
deforestation!

# Introduction

## • Palm Oil Facts- MSPO Implementation

**BORNEO POST** *online*  
THE LARGEST ENGLISH NEWS SITE IN BORNEO

HOME SARAWAK SABAH NATION WORLD

YOU ARE AT: Home » News » Nation » MPOA: Malaysians oil palm firms

### Can the MSPO Enforce and Deforestation?

MPOA: Malaysia since 1985

Malaysia's Federal Minister for Primary Industries, Teresa Koh, has announced a new policy to regulate palm oil in Malaysia.

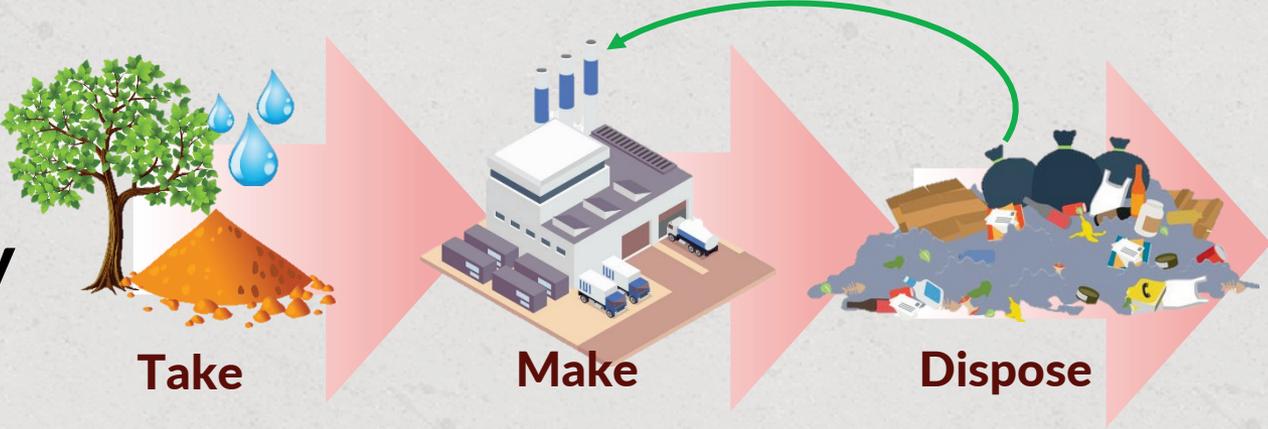
Local media reports including one from [The Rakyat Post](#) include:

1. Capping of the total oil palm cultivated area to 6.5 million hectares
2. Stopping planting of oil palm in peatland areas
3. Strengthening regulations concerning existing oil palm plantations
4. Banning conversion of forest reserve areas for oil palm
5. Pledged to make oil palm plantation maps available for public access



# Concept of Circular Economy

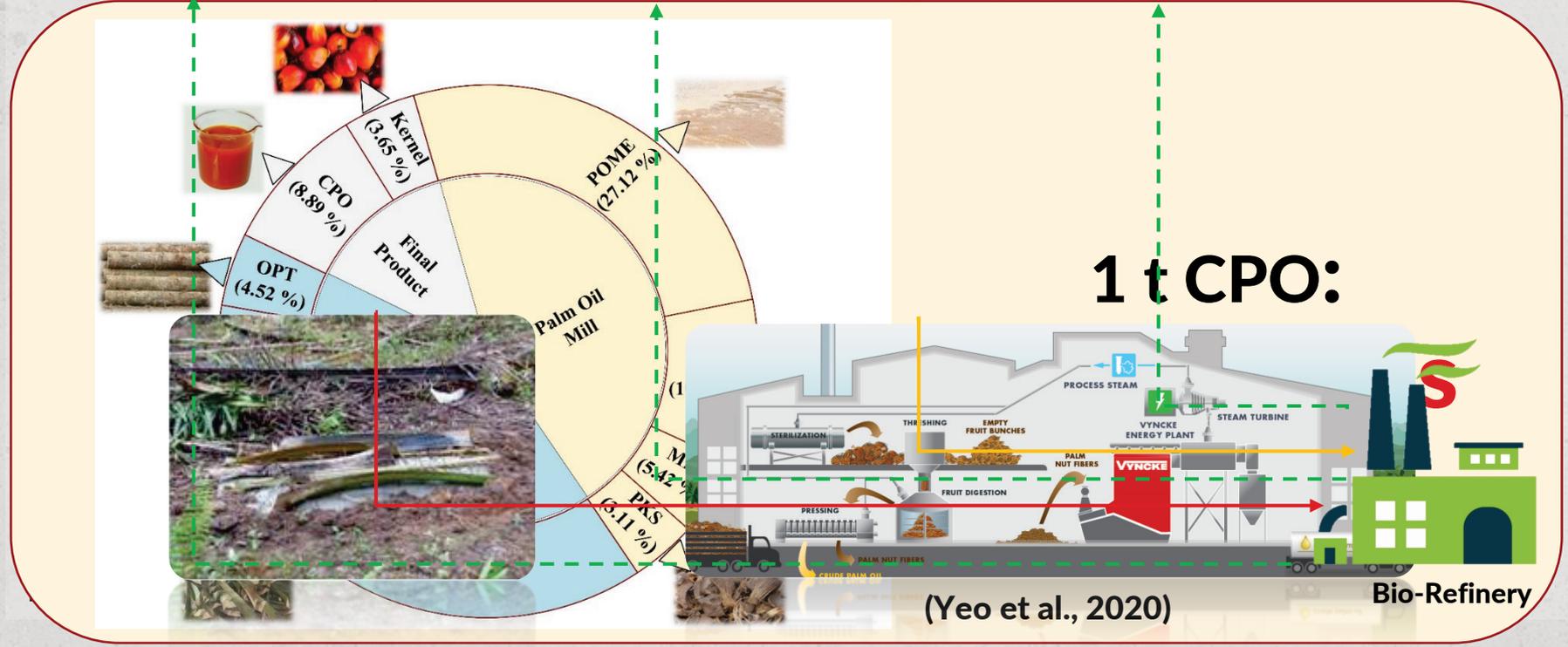
**Linear Economy**



**Circular Economy**



# Palm Oil Value Chain



# Conversion Technology

Thermochemical

Biological

• Combustion

• Pyrolysis

• Gasification

	Combustion	Pyrolysis	Gasification
Equivalent Ratio	>1	0	0.25-0.50
Temperature (°C)	700-1400	380-530	500-1300
Catalysts	Not required	Not essential	Not essential

(Demirbas, 2009)



Thermal



Power



Bio-oil



Bio-char

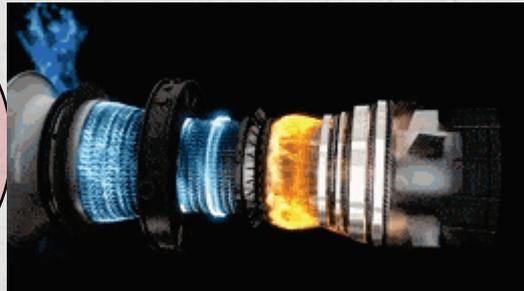
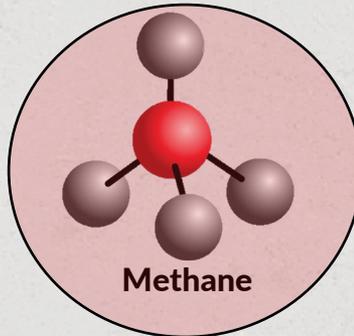
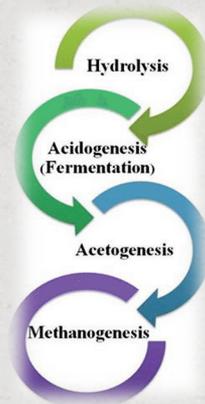


Syngas

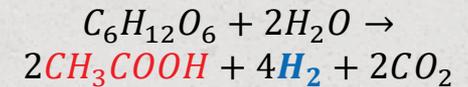
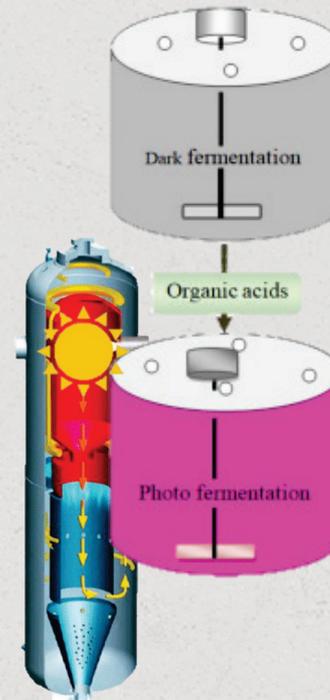
# Conversion Technology

## Biological

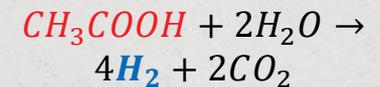
- Anaerobic Digestion



- Sequential Dark-Photo Fermentation



Microbe:  
Clostridium and Enterobacter



Microbe:  
Rhodobacter sphaeroides

# Modelling approach

- **Mathematical Modelling**

## Enhancing the Way, We Make Decisions in Energy Planning with Mathematical Models

A Perspective on Important Tools for the Future



**Viknesh Andiappan, PhD CEng MChemE**  
**Assistant Professor**

Heriot-Watt University, Putrajaya, Malaysia

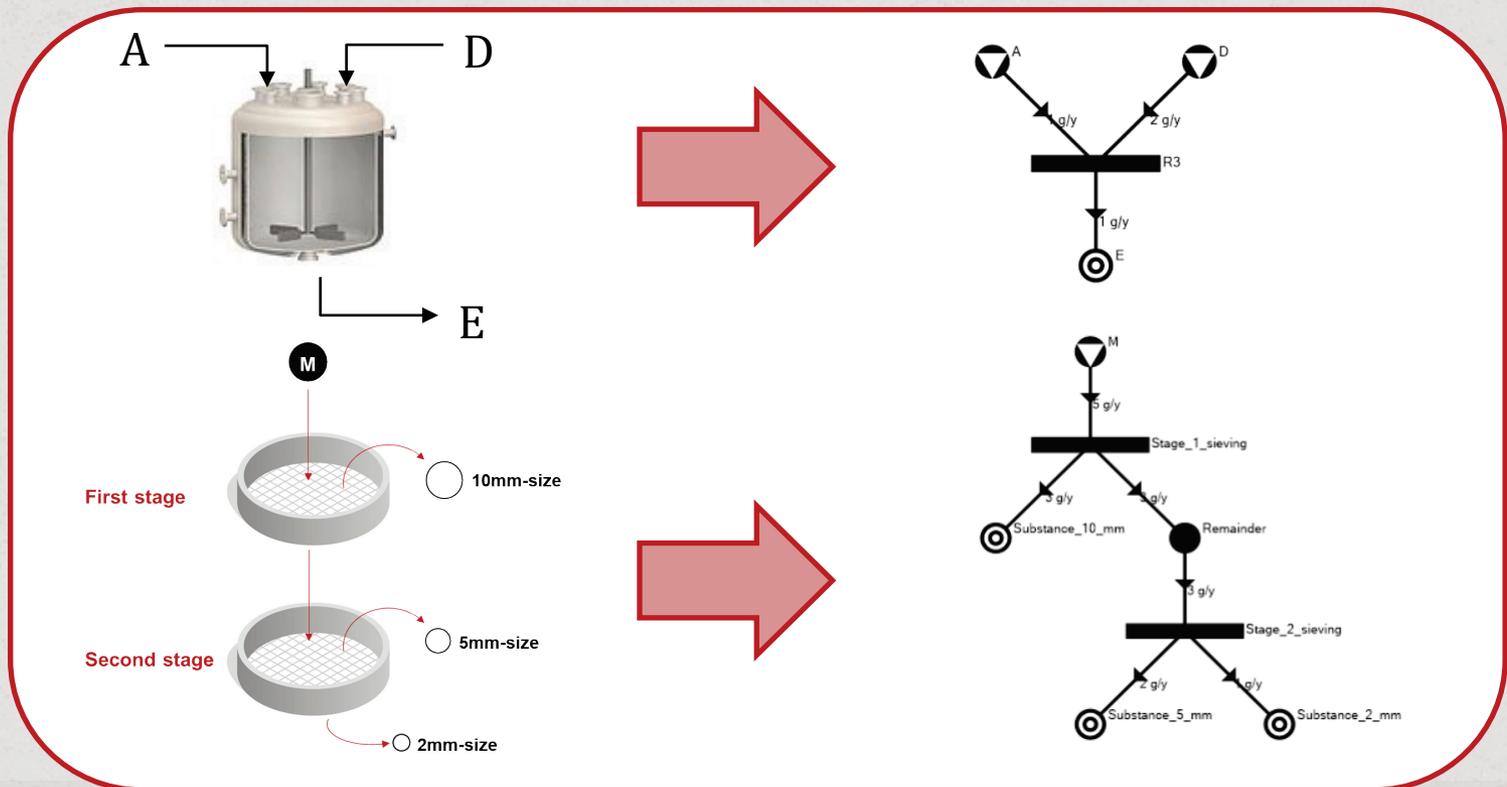
IChemE Webinar,  
May 19, 2021, Heriot-Watt University Malaysia



# Graph-theoretic

- P-graph

Powerful tool that is able to determine all **combinatorially feasible solutions** and rank these solutions based on the objective function.



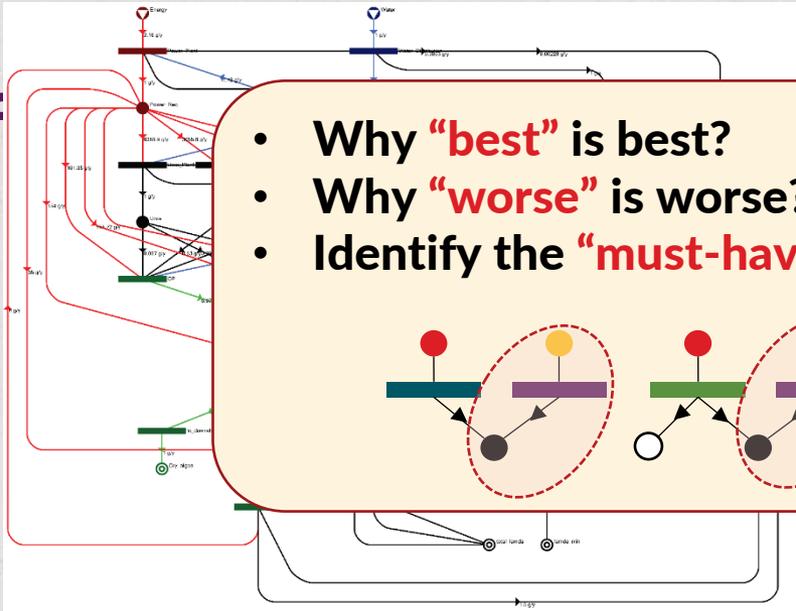
# P-graph

- P-graph Utilization Track

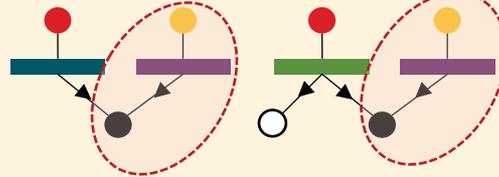


# P-graph

Eff



- Why **“best”** is best?
- Why **“worse”** is worse?
- Identify the **“must-have”** and



# P-graph

## Accelerated Branch-and-Bound

Multi-Solution



State of the Art in Global Optimization pp 609-626 | [Cite as](#)

### Combinatorially Accelerated Branch-and-Bound Method for Solving the MIP Model of Process Network Synthesis

Authors [Authors and affiliations](#)

F. Friedler, J. B. Varga, E. Fehér, L. T. Fan

Chapter 41 441  
Citations Downloads

Part of the [Nonconvex Optimization and Its Applications](#) book series (NOIA, volume 7)

#### Abstract

Process network synthesis (PNS) has enormous practical impact; however, its mixed integer programming (MIP) model is tedious to solve because it usually involves a large number of binary variables. The present work elucidates the recently proposed accelerated branch-and-bound algorithm that exploits the unique feature of the MIP model of PNS. Implementation of the algorithm is based on the so-called decision-mapping that consistently organizes the system of complex decisions. The accelerated branch-and-bound algorithm of PNS reduces both the number and size of the partial problems. The efficacy of the algorithm is demonstrated with a realistic example.

Journal of Cleaner Production 193 (2018) 720–733

Contents lists available at [ScienceDirect](#)

**Journal of Cleaner Production**

journal homepage: [www.elsevier.com/locate/jclepro](http://www.elsevier.com/locate/jclepro)

### Debottlenecking of sustainability performance for integrated biomass supply chain: P-graph approach

Bing Shen How, Tze Tin Yeoh, Tiong Kean Tan, Kok Hui Chong, Devi Ganga, Hon Loong Lam\*

*Department of Chemical and Environmental Engineering, UK*

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**Article history:**  
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P-graph  
Debottlenecking  
Sustainability index  
Safety evaluation  
Biomass supply chain  
MIP

**ABSTRACT**

Biomass supply chain has been extended to cope with the growing concern on sustainability development and cleaner production. Process network optimisation is no longer sufficient to improve the biomass product life cycle. A comprehensive and systematic debottlenecking approach is required to identify and subsequently remove the underlying bottlenecks which hinder the biomass industry from attainment of sustainable paradigm. Therefore, this paper introduced a novel debottlenecking approach that incorporates P-graph framework and sustainability index (SI) to address the aforementioned issue. In addition, analytical hierarchy process (AHP) is applied to determine the appropriate priority scale for each sustainability dimension, including economic sustainability (annual revenue), environmental sustainability (pollutants emission) and social sustainability (safety aspect). Three different scenarios (palm oil mill effluent (POME) valorisation, oil palm frond (OPF) valorisation and biomass selection for gasification) which obtained from a Malaysia case study, are used to demonstrate the effectiveness of the proposed method. The results show that the proposed debottlenecking method is capable to identify the bottlenecks of the research problem easily and efficiently (i.e., all three scenarios show positive outcome since the satisfaction level of the given technology pathways or biomass option have been gradually improved after debottlenecking). On top of that, the strengths and limitations of the proposed method are also discussed in this paper. This research is expected to be beneficial to the nation's biomass industry in the development of biomass industry.

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# P-graph

## • Energy Planning



### Synthesis of optimal and near-optimal biochar-based Carbon Management Networks with P-graph

Kathleen B. Aviso<sup>a</sup>, Beatriz A. Belmonte<sup>b</sup>, Michael Francis D. Benjamin<sup>b</sup>, John Ismael A. Arogo<sup>a</sup>, Antonio Louis O. Coronel<sup>a</sup>, Christian Marco J. Janairo<sup>a</sup>, Dominic C.Y. Foo<sup>c</sup>, Raymond R. Tan<sup>a,\*</sup>

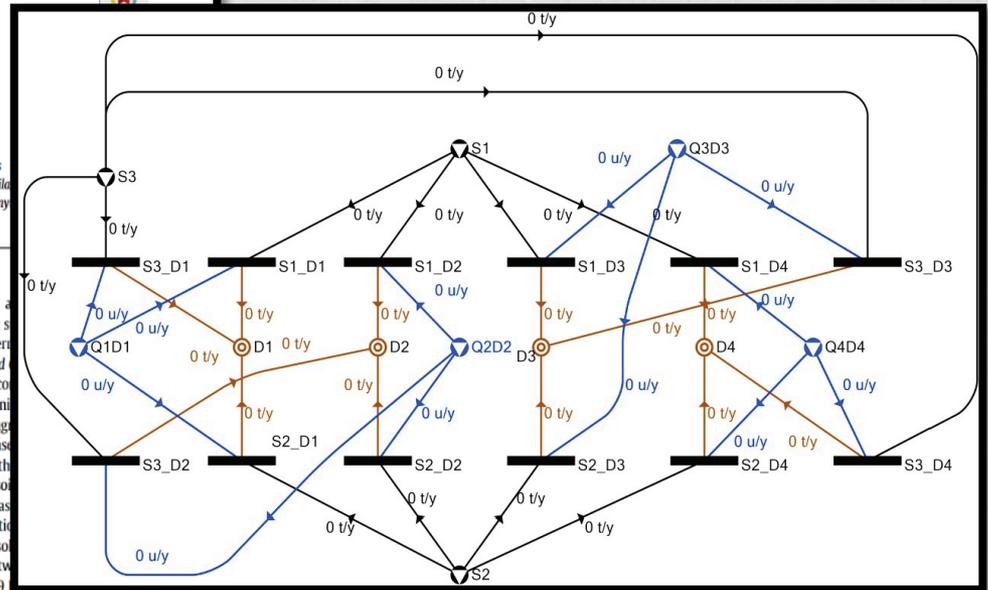
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 Biochar  
 Bioenergy with Carbon Capture and Storage (BECCS)  
 Biochar-based Carbon Management Network (BCMN)  
 Negative Emissions Technology (NET)  
 P-graph

The application of biochar to soil is a potentially significant way to transform the carbon in biomass into recalcitrant form, which results in long-term carbon storage in soil. However, effective planning of such Biochar-based Carbon Management Networks, where pyrolysis plants act as sources, while the agricultural lands act as sinks. Two problem variants are considered. In the first case, the objective of this work is to develop a P-graph methodology for planning Biochar-based Carbon Management Networks, where pyrolysis plants act as sources, while the agricultural lands act as sinks. In the first case, the objective of this work is to develop a P-graph methodology for planning Biochar-based Carbon Management Networks, where pyrolysis plants act as sources, while the agricultural lands act as sinks. In the first case, the objective of this work is to develop a P-graph methodology for planning Biochar-based Carbon Management Networks, where pyrolysis plants act as sources, while the agricultural lands act as sinks.



# P-graph

## Hydrogen Economy



Contents lists available at ScienceDirect

**Applied Energy**

journal homepage: [www.elsevier.com/locate/apenergy](http://www.elsevier.com/locate/apenergy)



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### Transitioning of localized renewable energy system towards sustainable hydrogen development planning: P-graph approach

Juin Yau Lim<sup>a</sup>, Bing Shen How<sup>b</sup>, Gahee Rhee<sup>a</sup>, Soonho Hwangbo<sup>c,1</sup>, Chang Kyoo Yoo<sup>a,\*</sup>

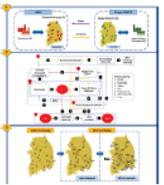
<sup>a</sup> Dept. of Environmental Science and Engineering, College of Engineering, Kyung Hee University, Seochon-dong 1, Gihung-gu, Yongin-Si, Gyeonggi-Do 446-701, Republic of Korea  
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<sup>c</sup> Process and Systems Engineering Centre (PROSTYS), Department of Chemical and Biochemical Engineering, Technical University of Denmark, Søstøfts Plads 229, 2800 Kgs. Lyngby, Denmark

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**HIGHLIGHTS**

- Energy transition of microgrid system into sustainable hydrogen production.
- A mixed-integer linear programming model was applied as debottlenecking framework.
- A mathematically expressed optimization problem was solved with P-graph.
- Feasible configuration of integrated network targeting industrial hydrogen demand.
- Sustainability enhancement by adopting Pareto Frontier Analysis and TOPSIS.

**GRAPHICAL ABSTRACT**



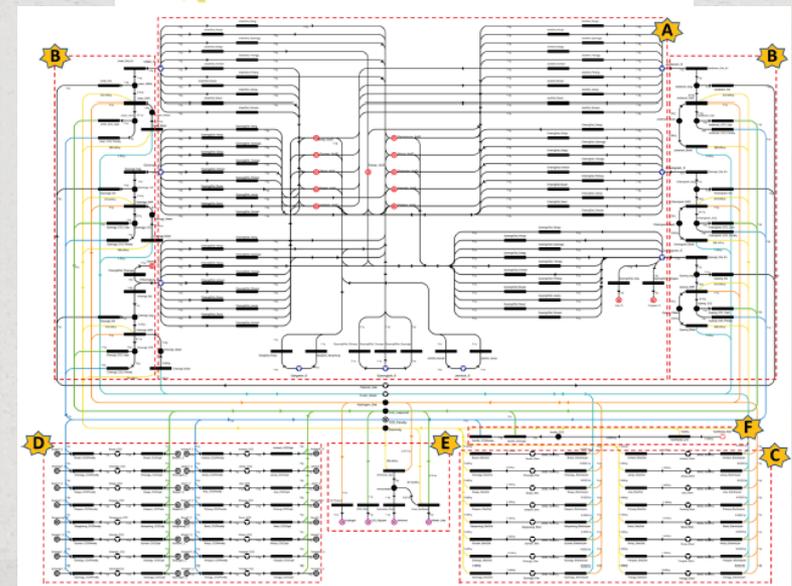
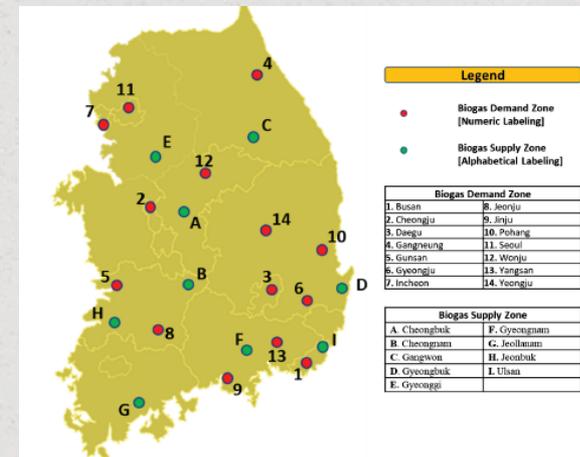
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**ARTICLE INFO**

**Keywords:**  
Sustainability  
Integrated optimization network  
Mixed-integer linear programming  
P-graph  
Pareto Frontier Analysis  
TOPSIS

**ABSTRACT**

This study aimed to transition localized hybrid renewable energy microgrid system in multiple regions by integrating excess renewable electricity and carbon dioxide generated with biogas produced in wastewater treatment plant. The integrated optimization network in this contribution addresses the following aspects: (1) biogas supply-demand distribution network, (2) hydrogen production technology allocation involving steam methane reforming and electrolysis, (3) carbon dioxide allocation, and (4) utilization of external resources. The proposed framework is mathematically expressed as a mixed-integer linear programming problem to minimize total annual cost which will be solved by graphical optimization approach, P-graph. A case study of the existing petrochemical industry complex in South Korea has been applied to the developed model. Feasible configuration for meeting base hydrogen demand (7200 tons H<sub>2</sub>/year) has been proposed with total annual cost of 75,772,460 US \$/year. Apart from base hydrogen demand, the developed model is verified with the increase of hydrogen demand for 10%, 20%, 30%, and 40%. Nonetheless, scenario of tight environmental regulations enforcement has been established among all cases where carbon dioxide emitted within the system will be captured and sequestered. Pareto Frontier Analysis and Technique for Order of Preference by Similarity to Ideal Solution (TOPSIS) have been implemented to enhance the overall sustainability by re-ranking the pool of near-optimal solutions to propose new sustainable configuration with the consideration of both economic and environmental



# P-graph

## Hydrogen Supply Network



Available online at [www.sciencedirect.com](http://www.sciencedirect.com)

**ScienceDirect**

journal homepage: [www.elsevier.com/locate/he](http://www.elsevier.com/locate/he)



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### A P-graph approach for the synthesis of national-wide bio-hydrogen network from palm oil mill effluent

Chee Hoong Lee<sup>a</sup>, Darren Yu Lun Chong<sup>a</sup>, Sadaf Hemmati<sup>a</sup>, M. Mostafa Elnegihi<sup>a</sup>, Dominic C.Y. Foo<sup>a,\*</sup>, Bing Shen How<sup>b</sup>, ChangKyoo Yoo<sup>c</sup>

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<sup>b</sup> Research Centre for Sustainable Technologies, Faculty of Engineering, Computing and Science, Swinburne University of Technology, Jalan Simpang Tiga, 93350, Kuching, Sarawak, Malaysia  
<sup>c</sup> Department of Environmental Science and Engineering, Center for Environmental Studies, Kyung Hee University, Yongin-Si, 446-701, Republic of Korea

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#### HIGHLIGHTS

- A P-graph approach to synthesise the bio-hydrogen network is developed.
- Bio-hydrogen network can be more economic feasible compared to the existing one.
- Two case studies in Malaysia are used to illustrate the proposed method.
- The framework can be used to analyse supply chain uncertainty.
- The framework can be used to benchmark the feasibility of new technology.

#### GRAPHICAL ABSTRACT



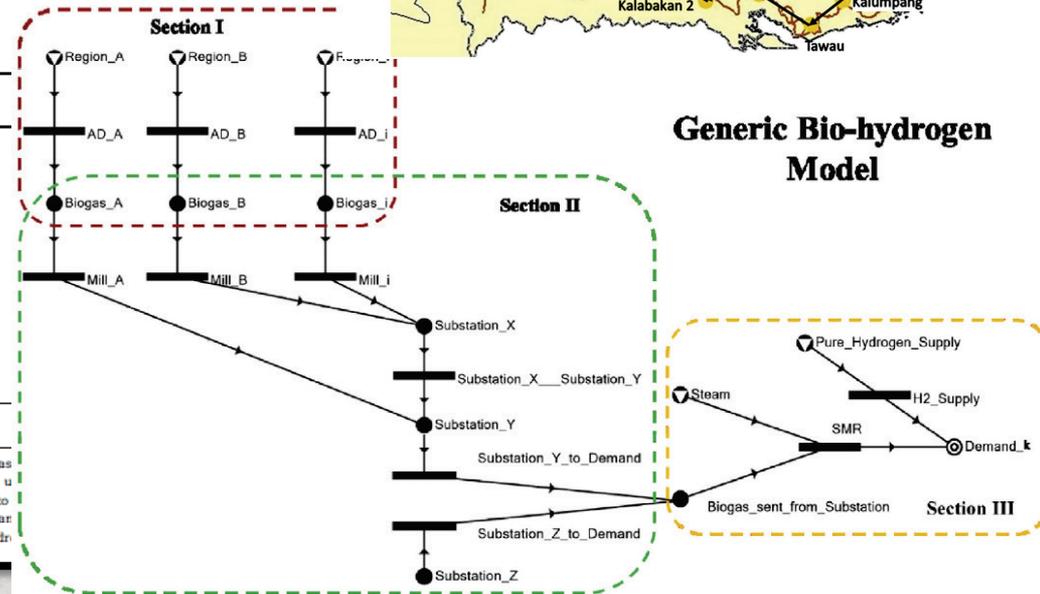
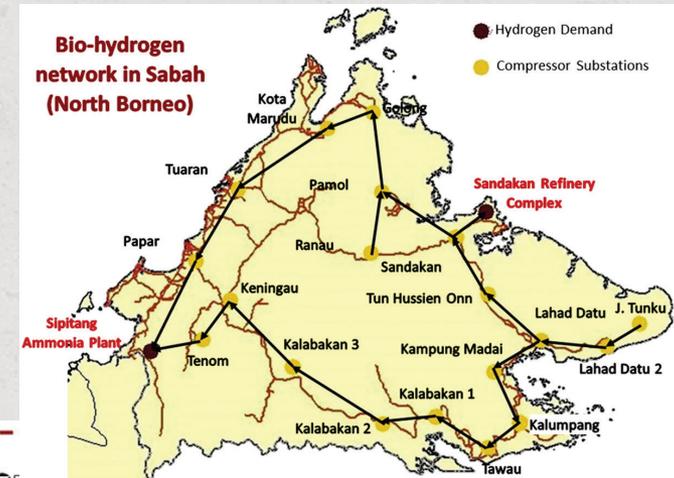
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#### ARTICLE INFO

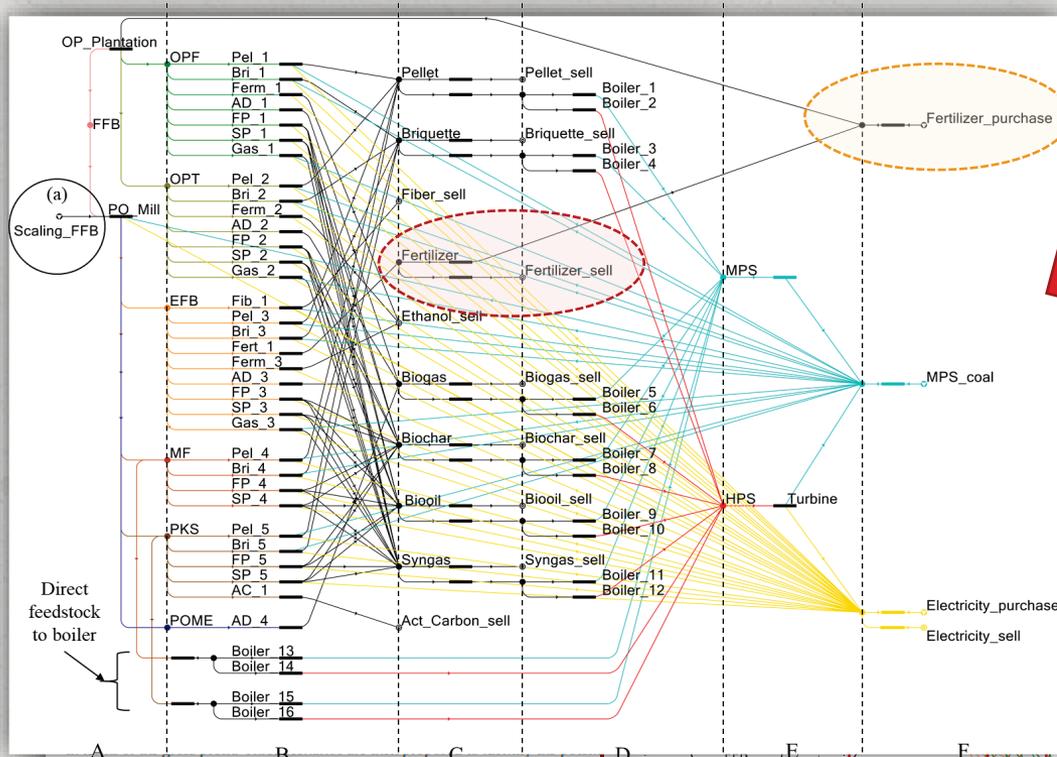
Article history:  
 Received 3 February 2020  
 Received in revised form 8 April 2020

#### ABSTRACT

The shift from conventional hydrogen production that utilised fossil-bas a more sustainable practice is essential. Recently, the interest in u hydrogen sources associated with bio-gas has risen. This work aims to methodology for bio-hydrogen network synthesis, where oil refineries an act as bio-hydrogen sinks, while palm oil mills serve as the bio-hydr

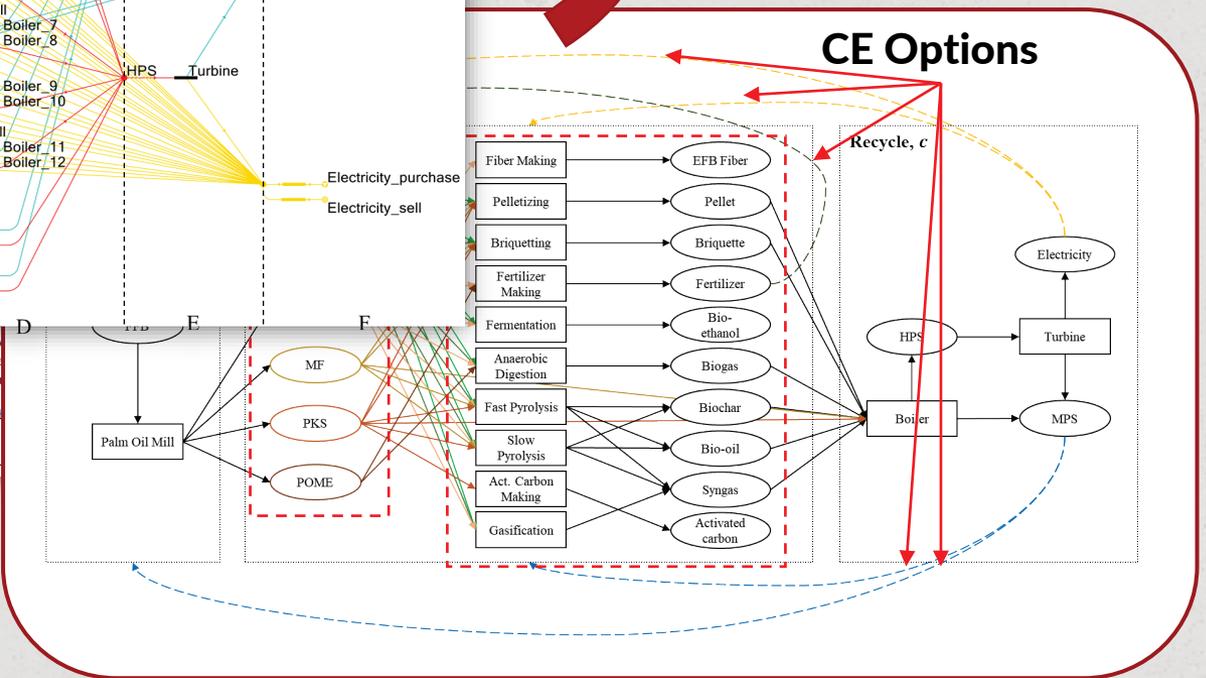


# Case Study-Palm Biomass



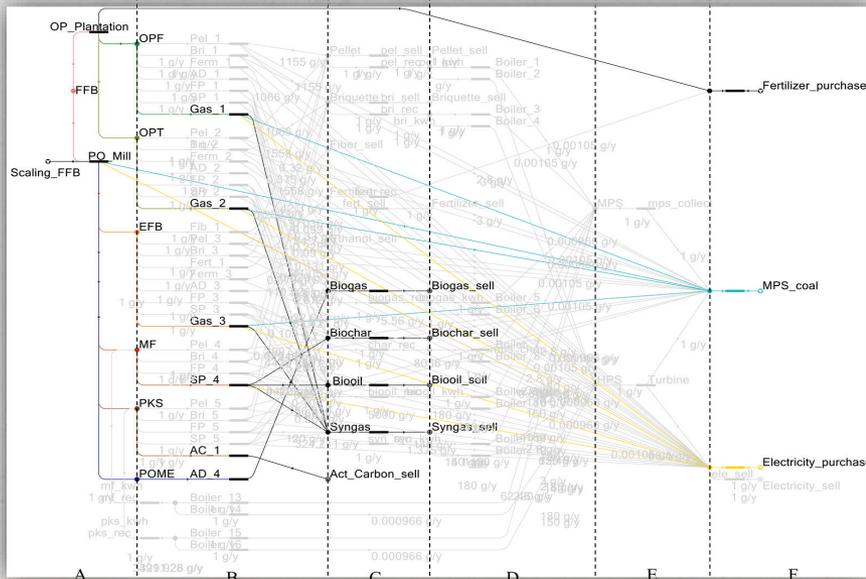
that can hinder the implementation of the sustainable circular economy approach, a sensitivity analysis. This work is expected to benefit the biomass-based industry so policymakers on future development and transition to the sustainable circular economy.

**Keywords:** palm oil biomass; integrated biorefinery; circular economy; sustainable economic analysis; P-graph

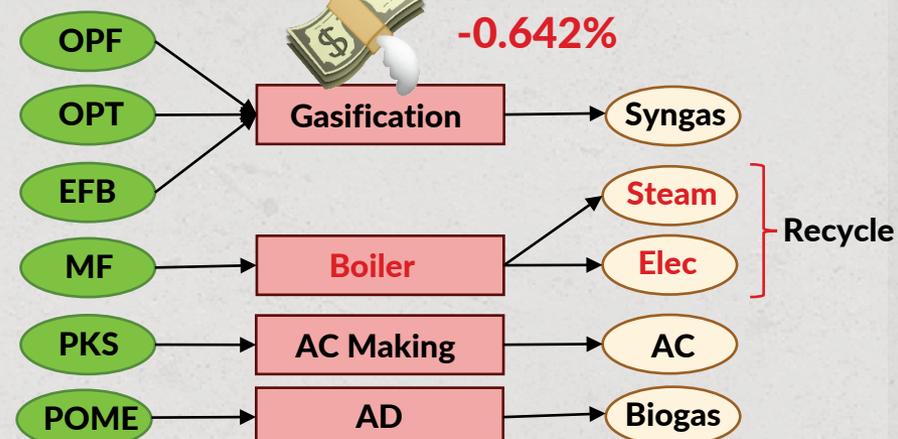
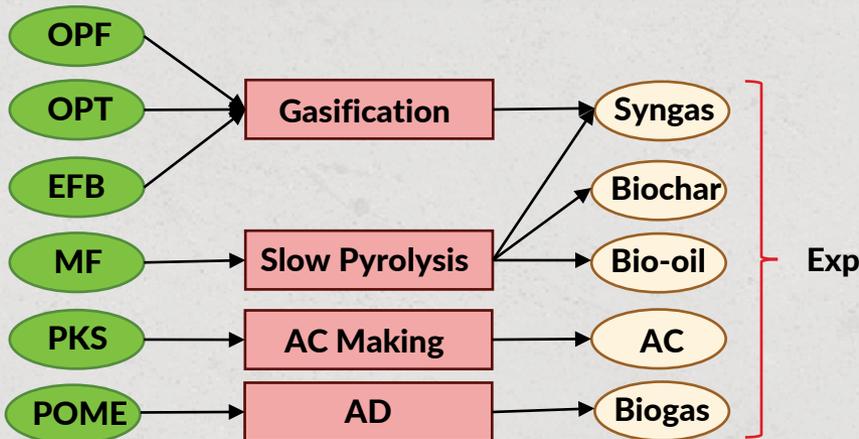
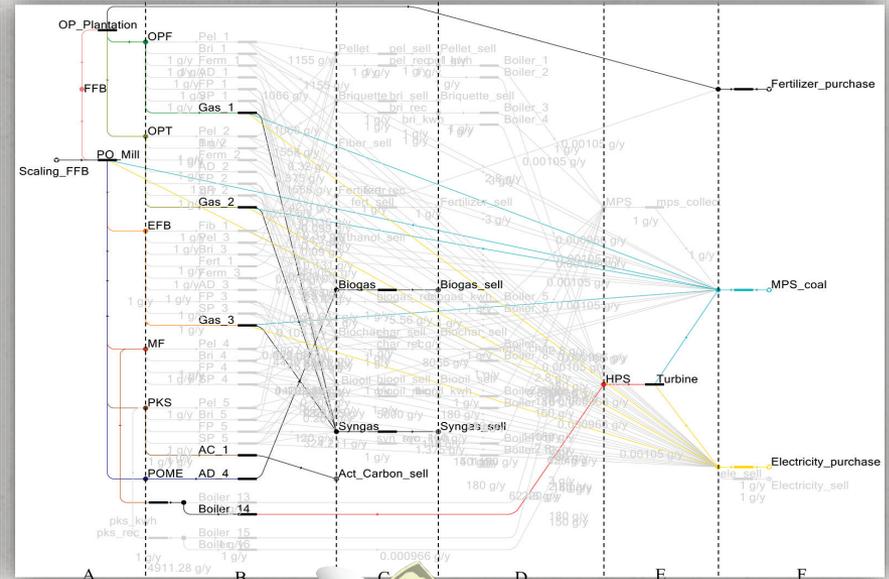


# Optimization Result

## Rank 1



## Rank 5



# Optimization Result

## • Scenario I—Price Inflation in Imported Resources

via Refurbishment  
of Energy Policy

Case	Fertilizer price	Electricity price
Parameter Setting		
Base value	MYR 1630/t	MYR 0.590/kWh
Final adjusted value	MYR 4564/t	MYR 0.708/kWh
Increment, %	+180 Less sensitive	+20
Optimized Result		
Imported fertilizer, %	19.880	100
Imported steam, %	89.495	60.708
Imported electricity, %	80.120	86.531
Updated conversion pathway	EFB → Fertilizer	MF → Boiler (HPS)
Recycling pathway	Fertilizer to plantation	HPS → Turbine → MPS + Electricity
Exported product	Biogas, biochar, bio-oil, syngas, activated carbon	Biogas, syngas, activated carbon
Original rank in base case setting	Outside of top 20	5th

# Optimization Result

## • Scenario I—Price Inflation in Imported Resources

Direct

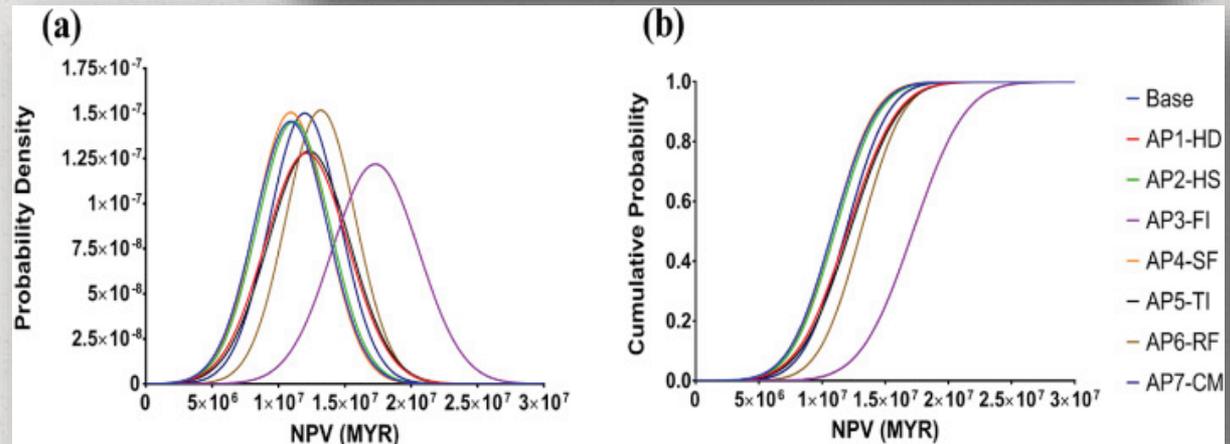
Incentive

Tax Exemption

Funding

Indirect

Revise Subsidiary



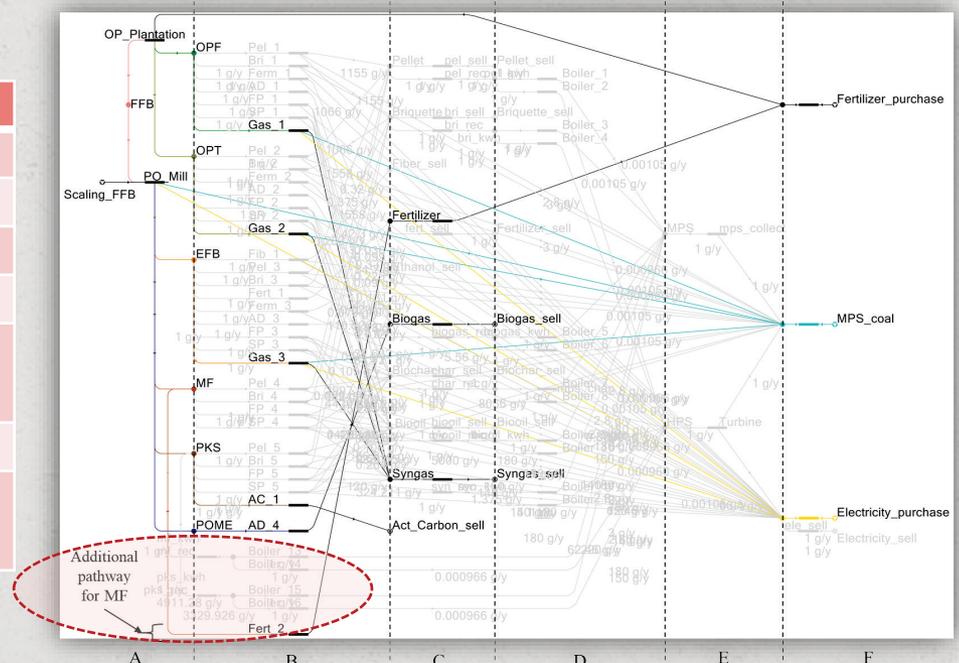
# Optimization Result

## • Scenario II—Debottlenecking the Pathway of Fertilizer Production



Biomass	Conversion ratio, t fertilizer/t MF
EFB	0.330
MF	0.566

Optimized Result	
Gross profit, %	102.899
Imported fertilizer, %	20.323
Imported steam, %	100
Imported electricity, %	94.443
Updated conversion pathway <sup>a</sup>	MF → Fertilizer
Recycling pathway	Fertilizer to plantation
Exported product	Biogas, syngas, activated carbon



# Take Away

- Misconception on palm oil: **Always benchmark** the information received before
- Technologies **are available** to shift palm oil value chain to circular economy
- Additional efforts in revising the policy and/or improving the technology efficiency are still needed to **ensure the economic competitiveness of CE**
- **Debottlenecking** sometime requires researchers/decision-makers to **think-out-of-the box**

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**Thank you!**