

1 Floene Overview

Overview



Floene is the largest gas distributor in Portugal with approx. 72% market share⁽¹⁾

- Floene is the leading gas distributor in Portugal:
 - Manages nine Regional Gas Distribution
 Operators ("DSO"), which account for c. 72%⁽¹⁾
 of the gas distribution network under the public service regime.
 - Operates one of the most modern and efficient gas infrastructures in Europe, mostly made up of polyethylene pipelines (94%), with an average age of c. 16 years.

■ 1,131k connection points

Selected Technical Indicators(2)

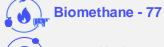
■ 13,673 km network length

106 municipalities

• 16,733 GWh of gas distributed

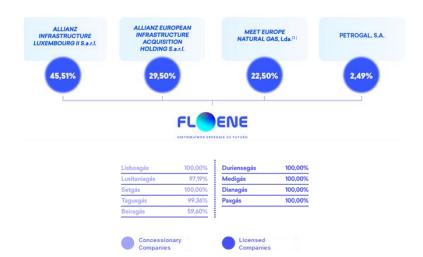
Renewables injection information requests

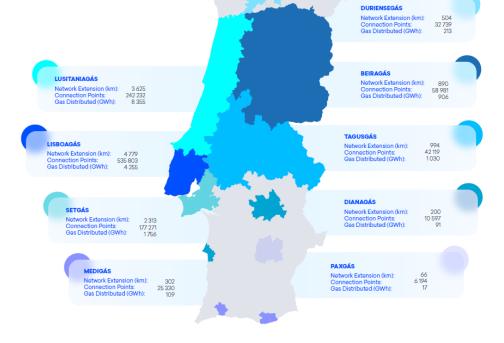
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Green Hydrogen - 153

Shareholder structure

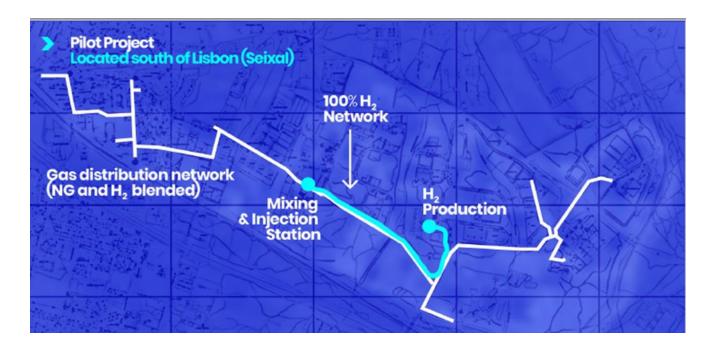




2 GPP - Small scale Green Hydrogen injection into the gas grid

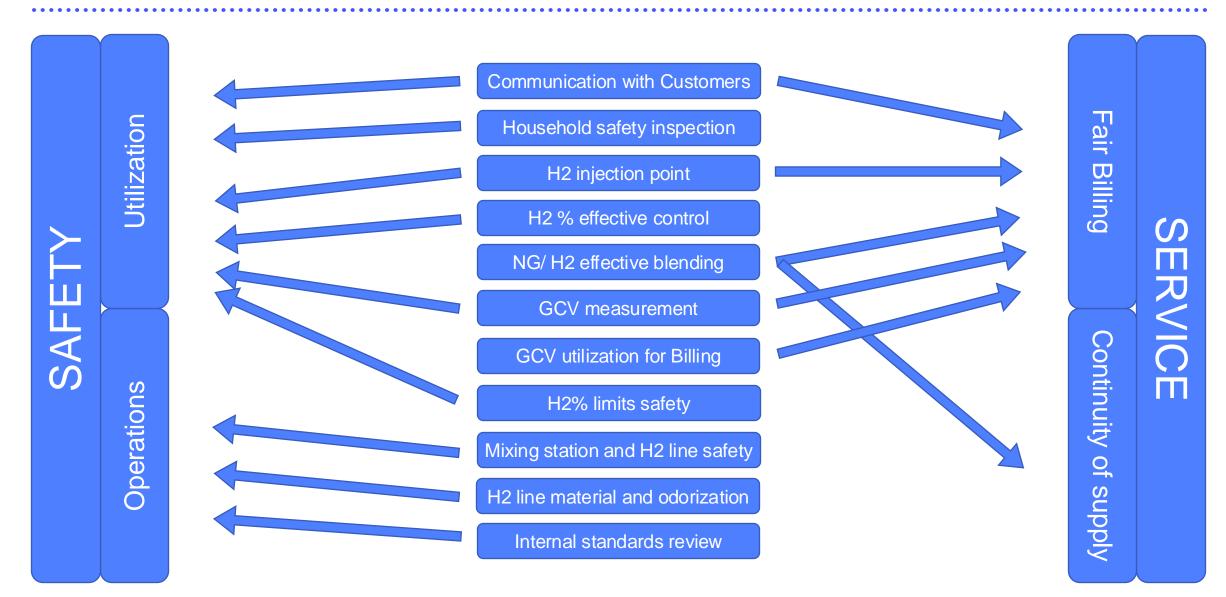


H ₂ Producer	Gestene Becklodede Industriel, Jds
Customers	~ 80 Mainly Residential
Project duration (years)	2
H ₂ to be injected (Nm ³ /2 years)	131,400 (45% from solar cells; 55% from the grid)



- Hydrogen is produced by GESTENE, using a 57 kW
 Mc Phy electrolyser, capable of producing 10 Nm³/h of 99.999% pure H₂ at 10 bar.
- · Power supplied by solar panels and public grid.
- Solar panels capacity: 25 kW
- A suitable H₂ injection point was identified, downstream to a Pressure Reduction Station (PRS 50) where a H₂/NG Mixing Station was installed
- A 4 bar, 100% H₂, PE connection line was built between GESTENE premises and the Mixing Station.
- A small area of the natural gas grid, supplied by the PRS 50, with about 80 customers, was isolated from neighbouring grid, becoming the object of the Project.
- H₂ blending up to 20% in 2% increments (currently 12%)
- Injection started in July 2022
- Project fully funded by the Environmental Fund





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Fair Billing

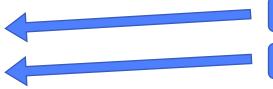
supply

Continuity of

Utilization

SAFET

Operations



Communication with Customers

Household safety inspection



- Dedicated phone line
- Technical verification and repair follow-up by specialized customer service team
- Municipality support
- Inspections previous to H2 injection
- •All safety issues were cleard
- No appliances were substituted









Fair Billing Utilization H2 injection point Pilot Project Located south of Lisbon (Seixal) SAFE. 100% H₂ Linha H₂ - DN63 Network Continuity of supply **PRS 50** Operations Gas distribution network (NG and H₂ blended) Gestene H₂ Production Mixing & Injection Station

SERVICE



Utilization

SAFET

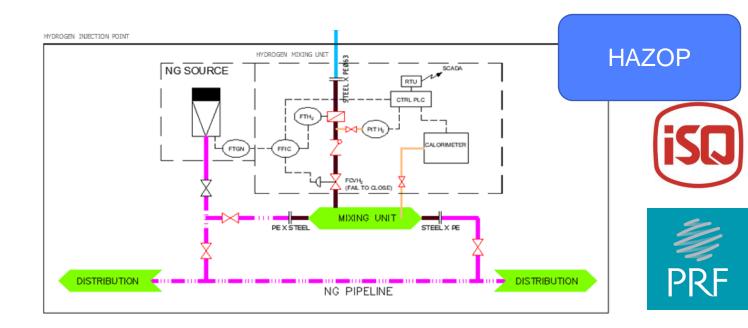
Operations

Mixture Wobbe control

•H2% control

•Ratio control (Vol H2+Vol NG) <= chosen solution

H2 % effective control



Fair Billing

Continuity of supply

S

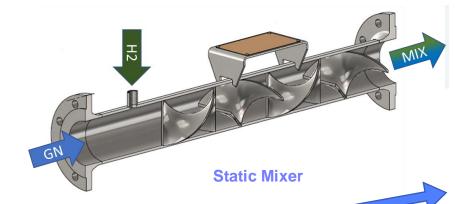


Utilization

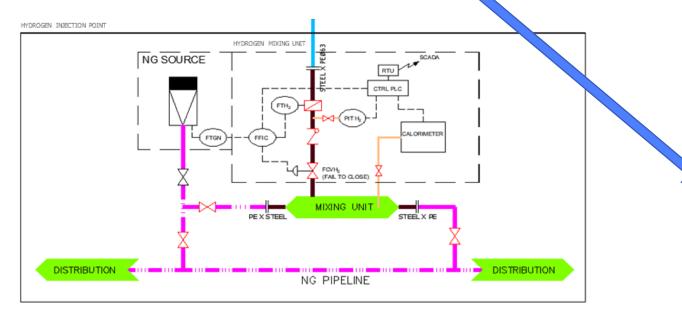
Operations

SAFET

No



NG/ H2 effective blending



Fair Billing

SERVICE

Continuity of supply



Fair Billing

Continuity of supply

SERVICE

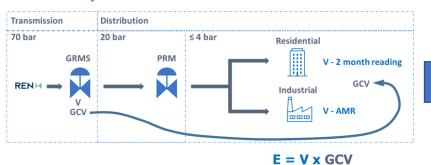
GCV mesurement

GCV utilization for Billing

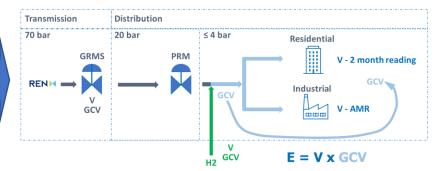
Operations

Utilization

Before H2 injection



After H2 injection





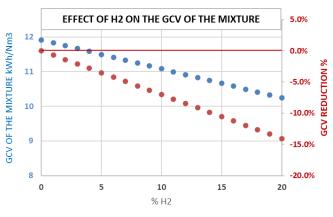
SERVICE

Continuity of supply

Fair Billing

Utilization

Operations



H2 effect in the GCV & Calorimeter

H2% limits safety

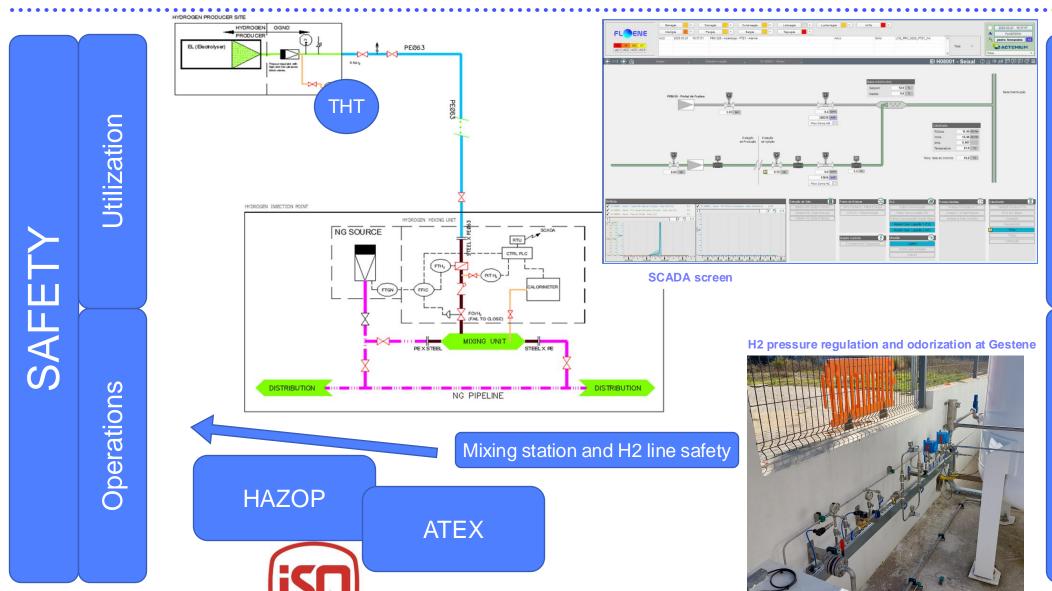
HAZOP





Fair

Billing



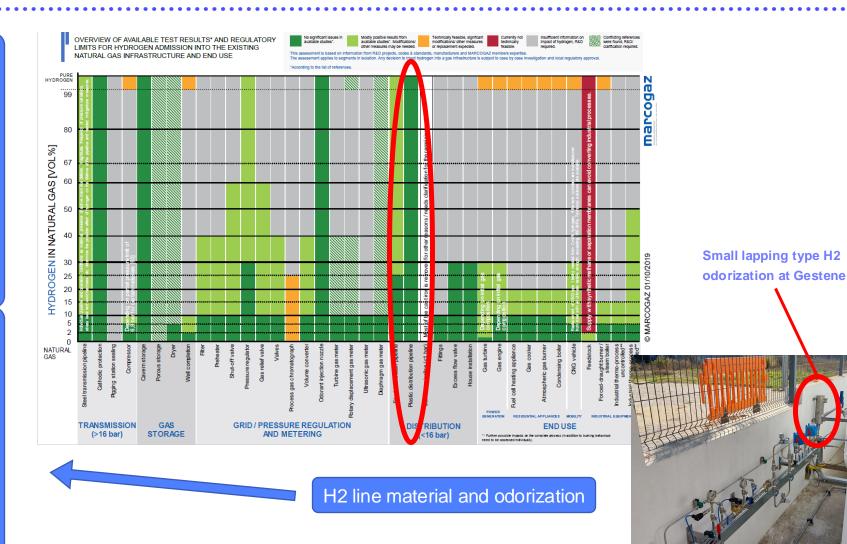
SERVICE

Continuity of supply



Utilization

Operations



Fair Billing

ERVICE

Continuity of supply



Fair Billing

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Continuity of supply

Operations

Network operation procedures

- Leakage survey
- Pipeline commissioning and decommissioning
- Emergency response
- ATEX manual review

Customer Field Service procedures

- Appliance operation control
- Leakage survey
- Emergency response

Internal standards review

4 Our Partners in the project





H2 production



PRF – Gas Solutions

Mixing Station Construction



Municipality Support



Instituto de Soldadura e Qualidade

HAZOP, ATEX, Safety Inspections



GAS Appliance Supplier

5 Hydrogen Production and Storage



Electrolyser at Gestene

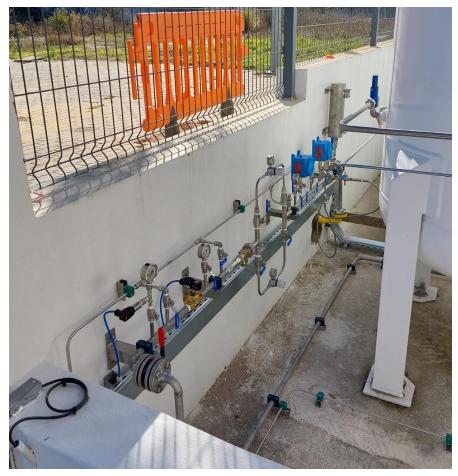




H2 Storage at Gestene



H2 pressure regulation and odorization at Gestene



5 Mixing Station

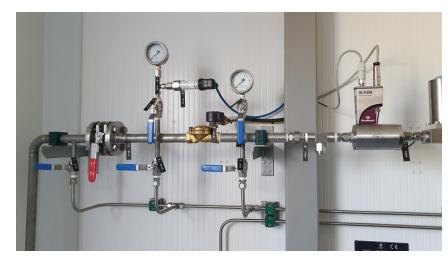


Mixing station







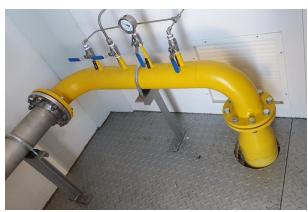












Local Control Panel outside and inside

Calorimeter

Static Mixer

6 Project Status and Results





Current H2 % = 12%



No issues with customers



Mixing station controls H2/NG percentage accurately



Billing system performs well

- Calorimeter very easy to operate and accurate
- Modifications made are suitable for future commercial projects



Station design should be improved

•Three rooms instead of two – the calorimeter is temperature sensitive and should be isolated



Floene is ready to cope with commercial H2 blending projects

7 H2 Promotion in Portugal



Portugal conducted an Auction to push the development of H2 production



Ordinance nº15/2023

Competitive procedure for the injection of H2 into the gas grid:

- 120 GWh/year (max. support of 127 €/MWh)
- Contract for 10 years supply

60 GWh / year in distribution

60 GWh / year in transmission

4 winning bidders in distribution all to inject into Floene grids

The first to go on-stream in June 2025 near Rio Maior

- •14,000 customers
- •300 Nm3/h of H2
- •Max 10% H2
- •20 barg grid

8 Rio Maior H2 Blend Project





Piping rerouting and general view



Pressure Regulation and odorization



Control Container and **Mixing Unit**



Mixing station and Static Mixer



With the power of The Natural Energy of Hydrogen.



For further questions and clarifications: jpequeno@floene.pt