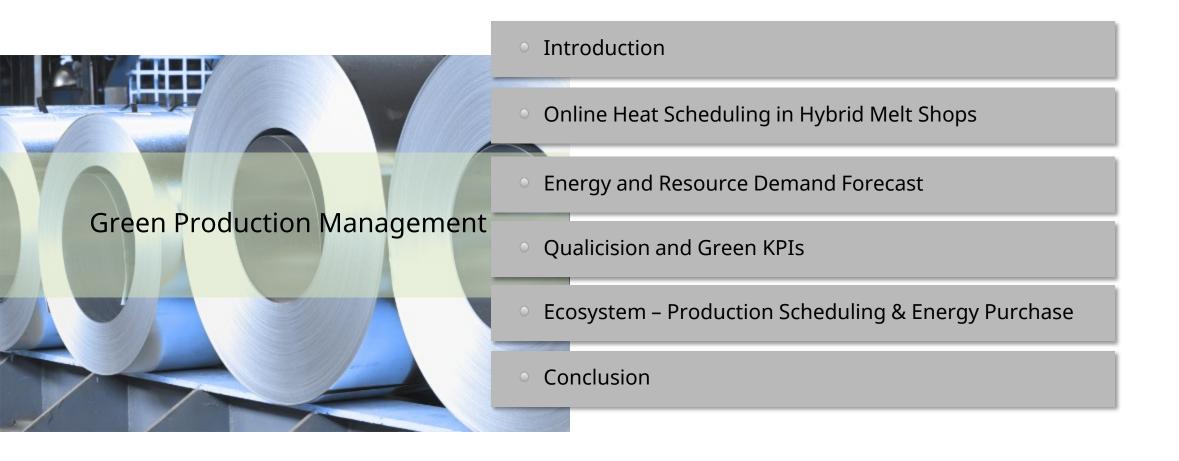
360° Approach to Support Digital Transformation to Green Steel Production

# Qualicision-based Online Heat Scheduling In Hybrid Melt Shops

We Deliver Product Solutions Today To Keep The World Running For The Generations To Come

#### Agenda





#### PSI Software AG – Segments and Sustainability Cycles

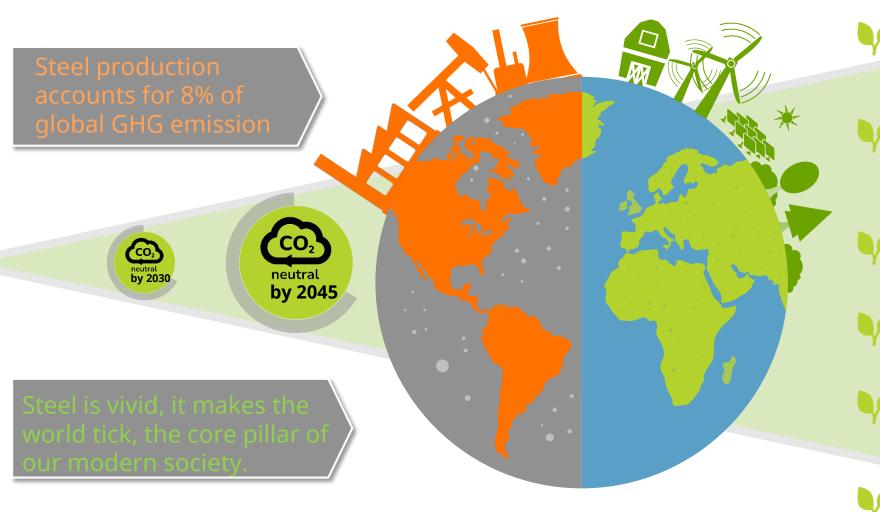


#### PSImetals – Bringing the Excellence Together





#### Decarbonization - Facts and Challenges of Today and next Decades





Customers are asking more and more for CO<sub>2</sub> reduced products.



Classical BF/BOF steelmaking will be replaced by processes using Green Hydrogen and DRI, Smelters and Electric Arc Furnaces.



Enormous demand for **Green H**<sub>2</sub> **DRI**, hence **renewable Electric Energy** to drive the transformation.



"The future is Electric Energy", we must deal with lack of availability, high and fluctuating prices



Transformation will take time -**Hybrid Steelplants** will be the solution for the coming decades.

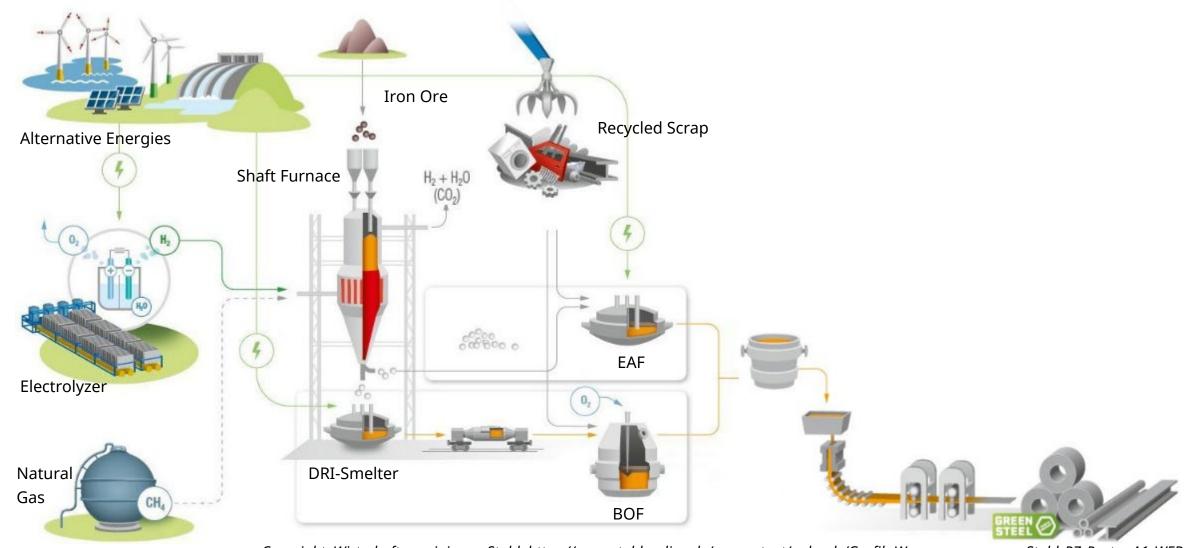


**ENERGY HAS TO BE MANAGED** 





#### The Silver Bullet to Climate Neutrality: Hydrogen-based Direct Reduction





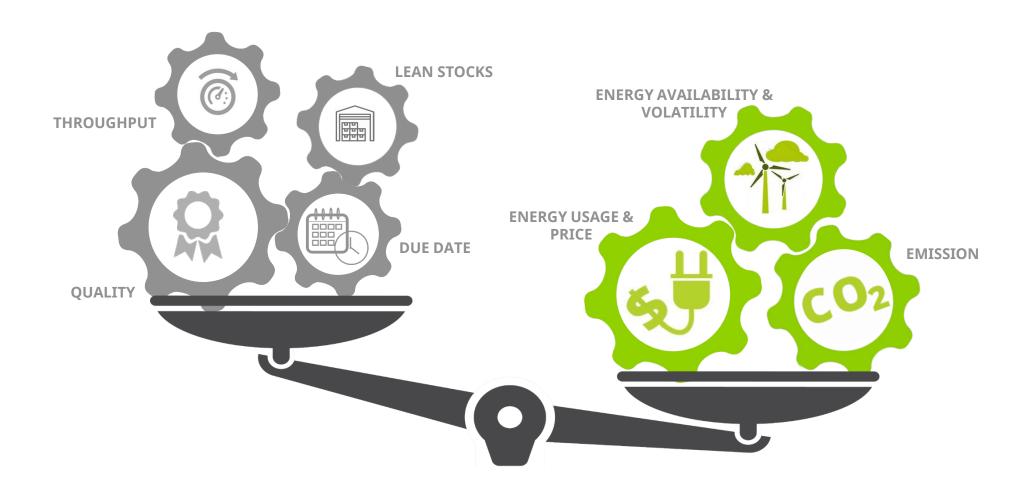


Qualicisionbased Online **Heat Scheduling** in Hybrid Melt Shops

How does **PSImetals** support the **Digitalization** and **Decarbonization**?



#### Smart Management of Conflicting Targets is More Key Now Than Ever

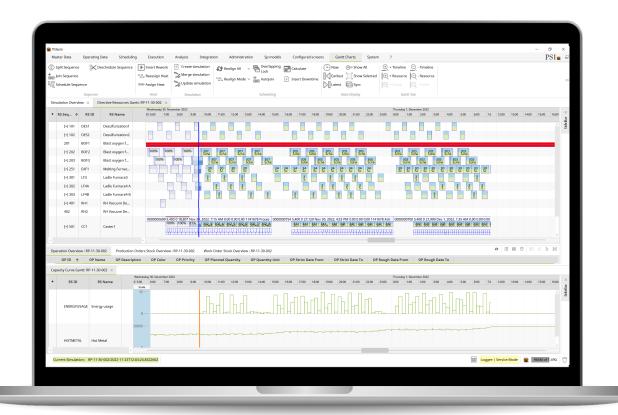


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Nowadays "Green KPIs" have become crucial for production management and optimization



#### Online Heat Scheduling – Manage the Complexity of Hybrid Melt Shops



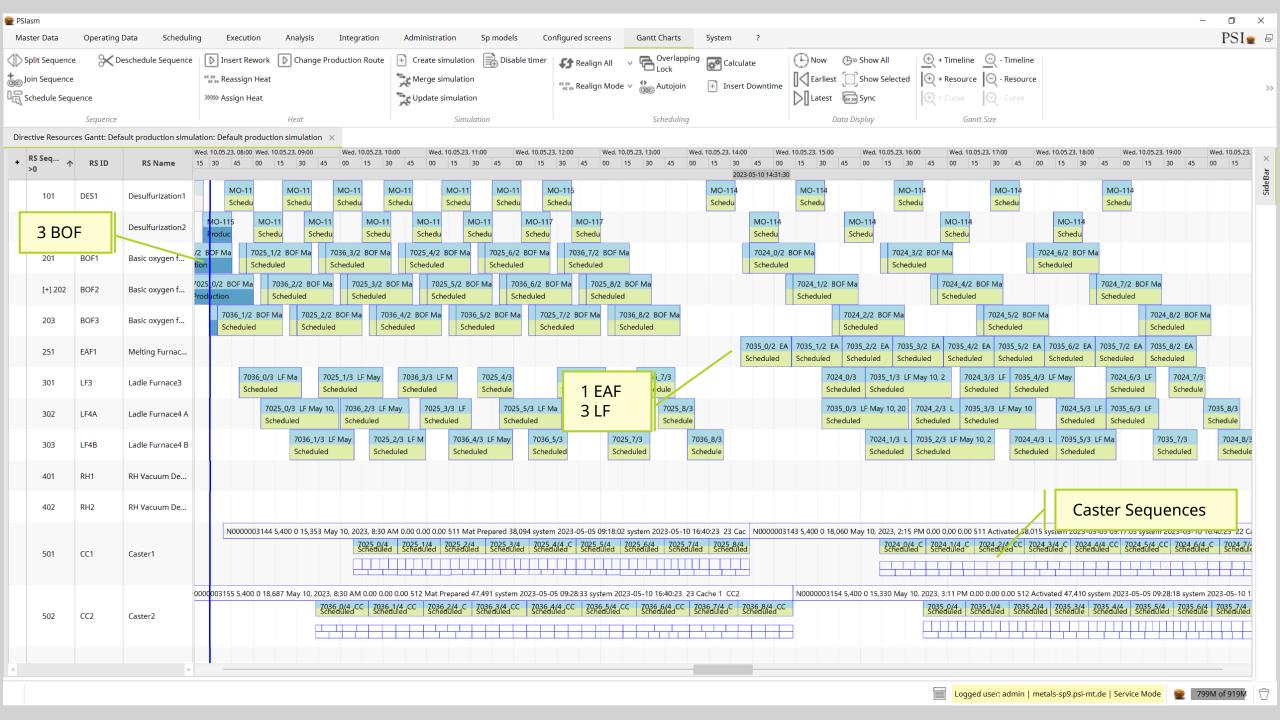
- Routing and exact scheduling based on steel grades and line availability
- Schedule material/crane logistics
  - Hot metal ladles, scrap baskets, DRI, steel ladles
- Schedule BOF/EAF campaigns based on availability/limitation of hot metal, H<sub>2</sub>, DRI, energy
- Prioritize heats and sequences to increase hot connect rate to Hot Rolling Mill
- Optimize Timing to reduce Temperature Buffers
- Resource Demand forecasts:
  - Hot metal, Electrical Energy, DRI
- Provide forecasts to Energy Supplier

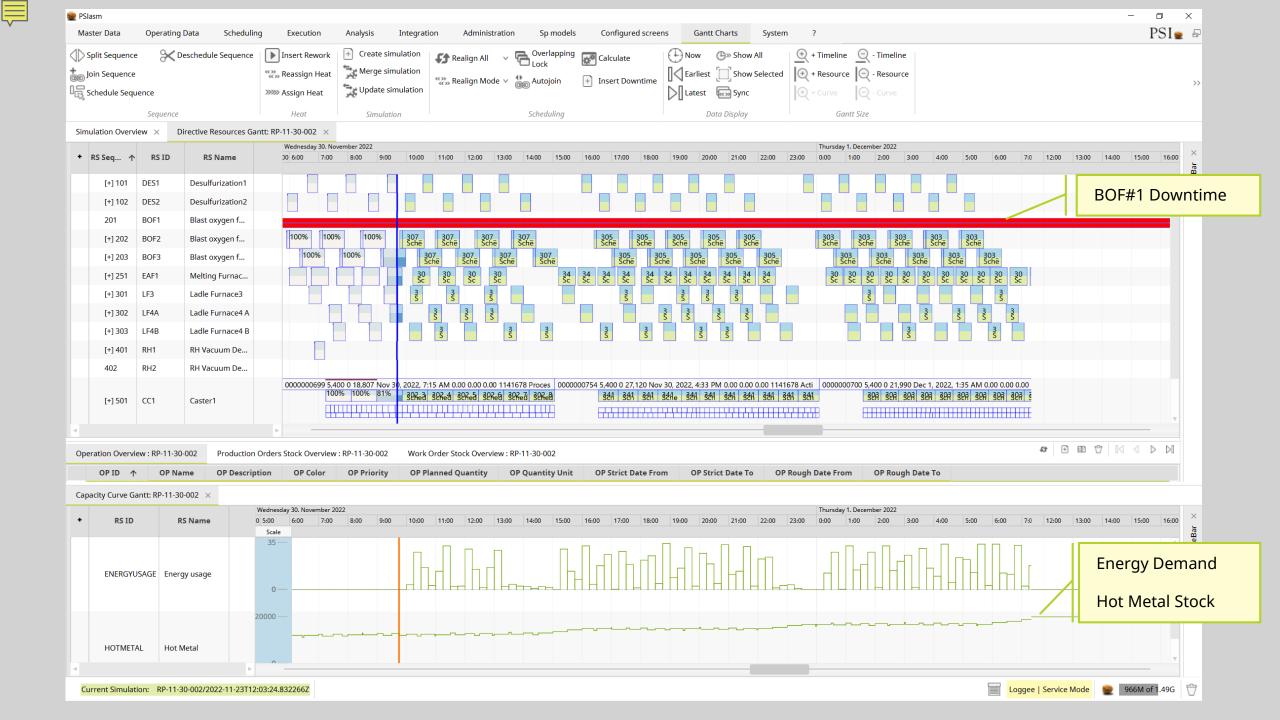
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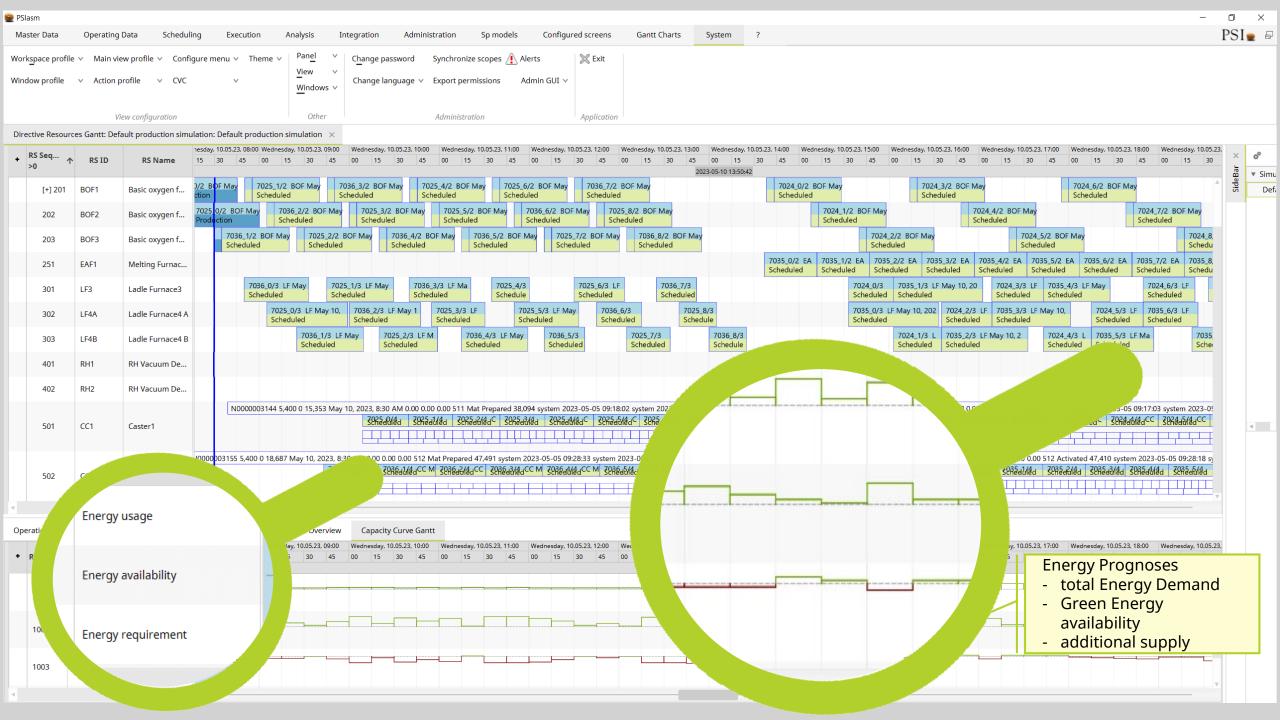
Green KPI-driven Heat Scheduling



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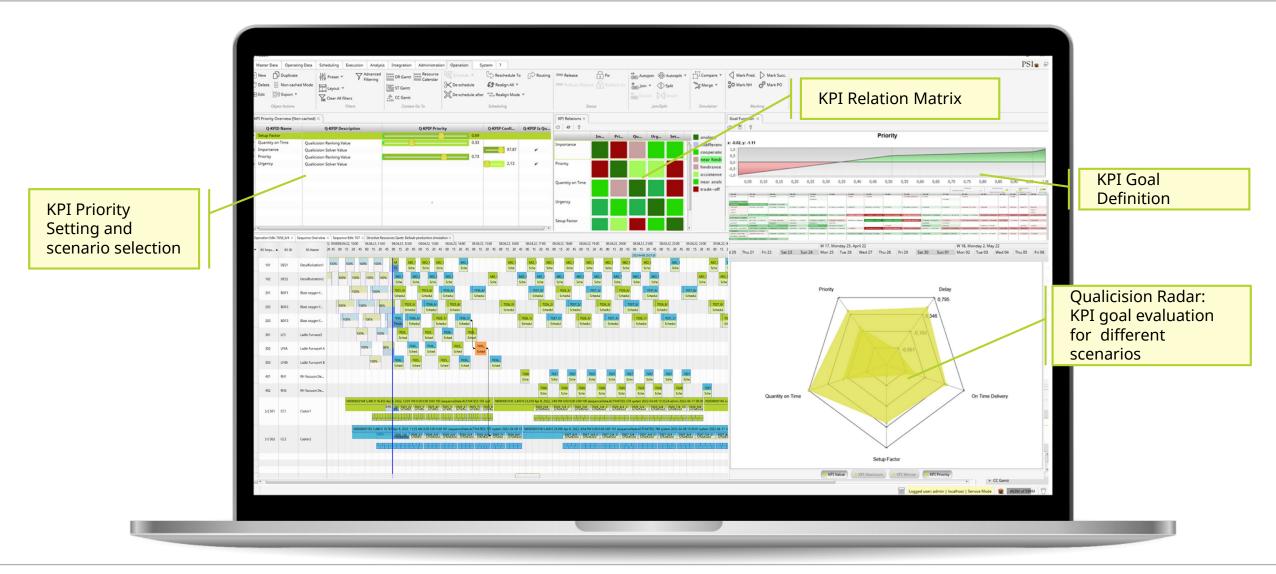
# Qualicision and Green KPIs

How does **PSImetals** support **Digitalization** and **Decarbonization?** 

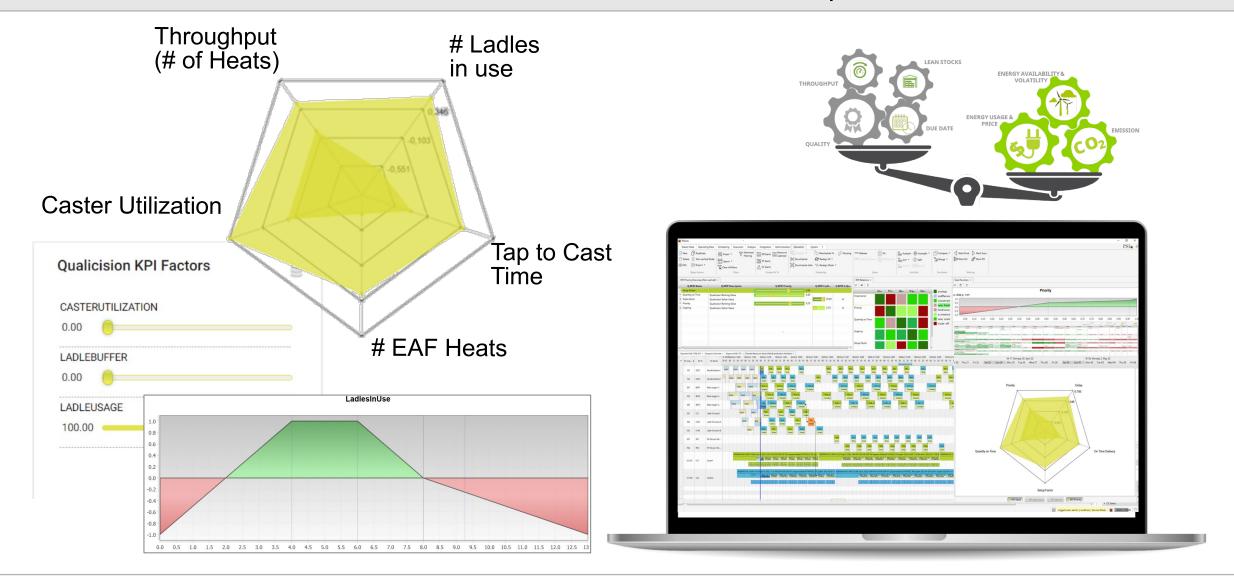


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#### KPI Dashboard - Analyzing and Balancing Classical vs. Green KPI



#### Qualicision Solver and Green KPIs to Steer Heat Schedule Optimization



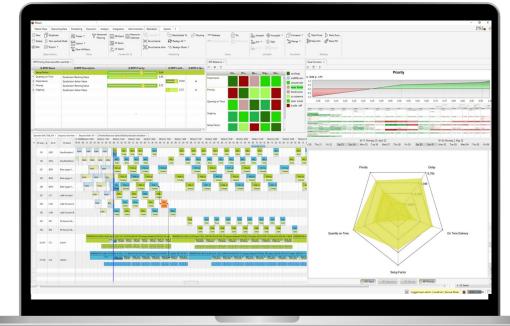


#### Qualicision Solver and Green KPIs to Steer Heat Schedule Optimization

#### **Adding Green KPIs for "Qualified Decision"**

- Renewable Electricity usage
- DRI / Hydrogen usage
- Electricity Price
- Tap Temperature
- LF Heating Temperature
- Ladle Re-Heating Energy
- CO2 Emission



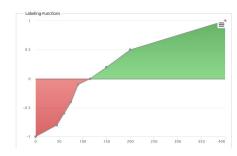


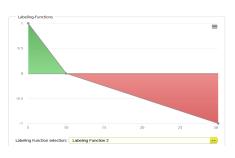


#### Qualicision Solver and Green KPIs to Steer Heat Schedule Optimization

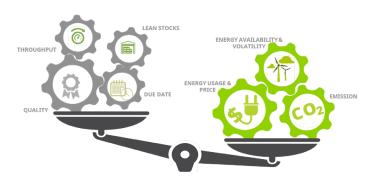
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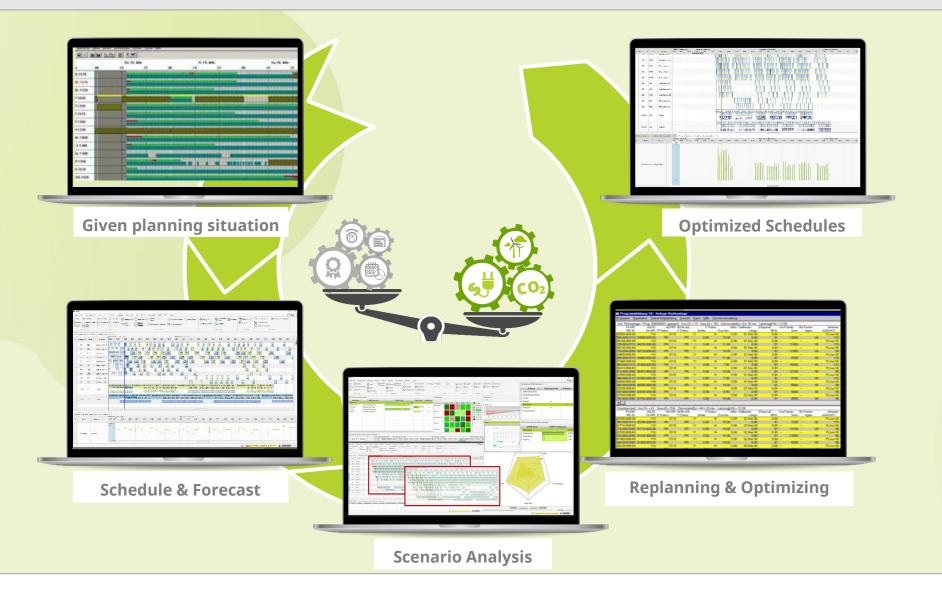




#### Qualicision KPI Dashboard – Scenario Management



#### Green KPI-driven Optimization – Keeps Planning & Scheduling with Production in Sync



#### **PSImetals**

- forecasts energy and resource demand
- considers availability,
   limitations and price
- aligns and optimizes production accordingly
- balances economical and ecological goals
- saves energy and CO<sub>2</sub>emissions





Scheduling impacts Energy
Management and Purchase

How does **PSImetals** support the **Digitalization** and **Decarbonization**?



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## Energy Procurement – Typical Energy Mix

Industrial consumers procure energy based on a mix medium-term own production day ahead/ intraday long-term ا Phelix-Bas Future (rollierend; €/N/10/10) 2016 2017 2018 2019 2020 2021 2022 2023 JF 2017 JF 2018 JF 2019 JF 2020 JF 2021 JF 2022 JF 2023 JF 2024 2010 2011 J JF 2011 JF 2012 √WW 500 400 .⊑ 300 200 100 —Jahresfuture Peakload (rollierend) — Jahresfuture Baseload (rollierend) Quelle: EEX



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#### Harmonising Production Planning & Scheduling with Energy Procurement & Trading



Long-term planning (S&OP)

Mid-term planning (Order & Material Planning)

Short-term planning (Line Scheduling)

Schedule Execution (online)



Long-term Procurement

Mid-term Procurement

Own Production

Day Ahead / Intraday Market

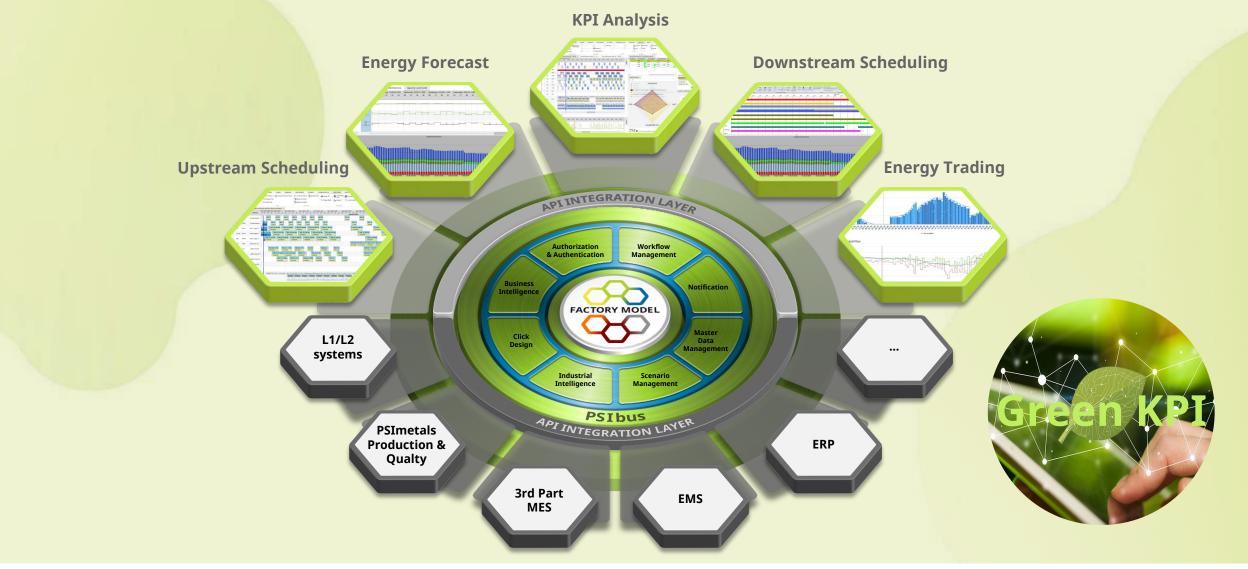
**ENERGY PROCUREMEN** 





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#### Ecosystem - Production Scheduling and Energy Trading powered by Qualicision AI



#### Qualicision Smart Day Trader – Energy Trading Based on Scheduled Energy Demands





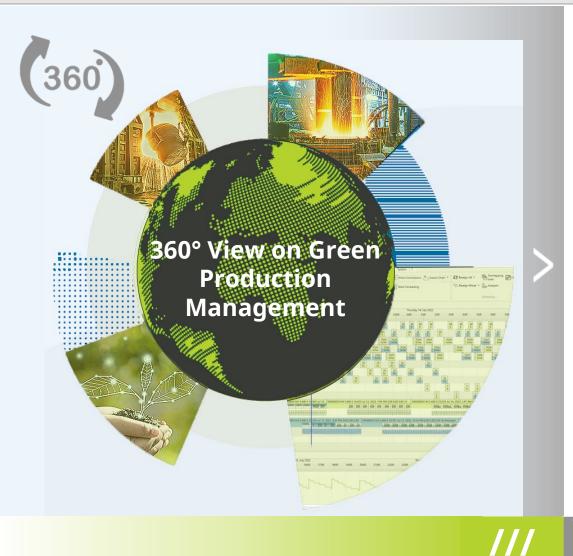
## Conclusion

How does **PSImetals** support the **Digitalization** and **Decarbonization**?



2023-06-29

#### PSImetals supports the Digitalization and Transformation to Green Production Management



Classical Planning & Scheduling Services

- optimize and balance process flows and resource usage,
- they use efficiency KPIs as optimization targets,
- where cost effectiveness often implies sustainability.

#### With PSImetals, we are setting a new Impulse

- The smart combination of schedule optimization,
- combined with energy demand forecasts,
- powered by green KPI driven Qualicision methods,
- solves the challenges of cost-effectiveness,
- and sustainable resource usage,
- in the complex world of Hybrid Steel Plants.
   Trading off Economical and Ecological Production Management



## Thank you for listening



#### Co-Authors:

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- Frank Weber PSI Fuzzy Logik & Neuro Systeme GmbH
- Sebastian Grob PSI Metals GmbH

## **Explore With Us the Driving Elements of Production Management**

