

Western civilisation's “energy normality illusion”

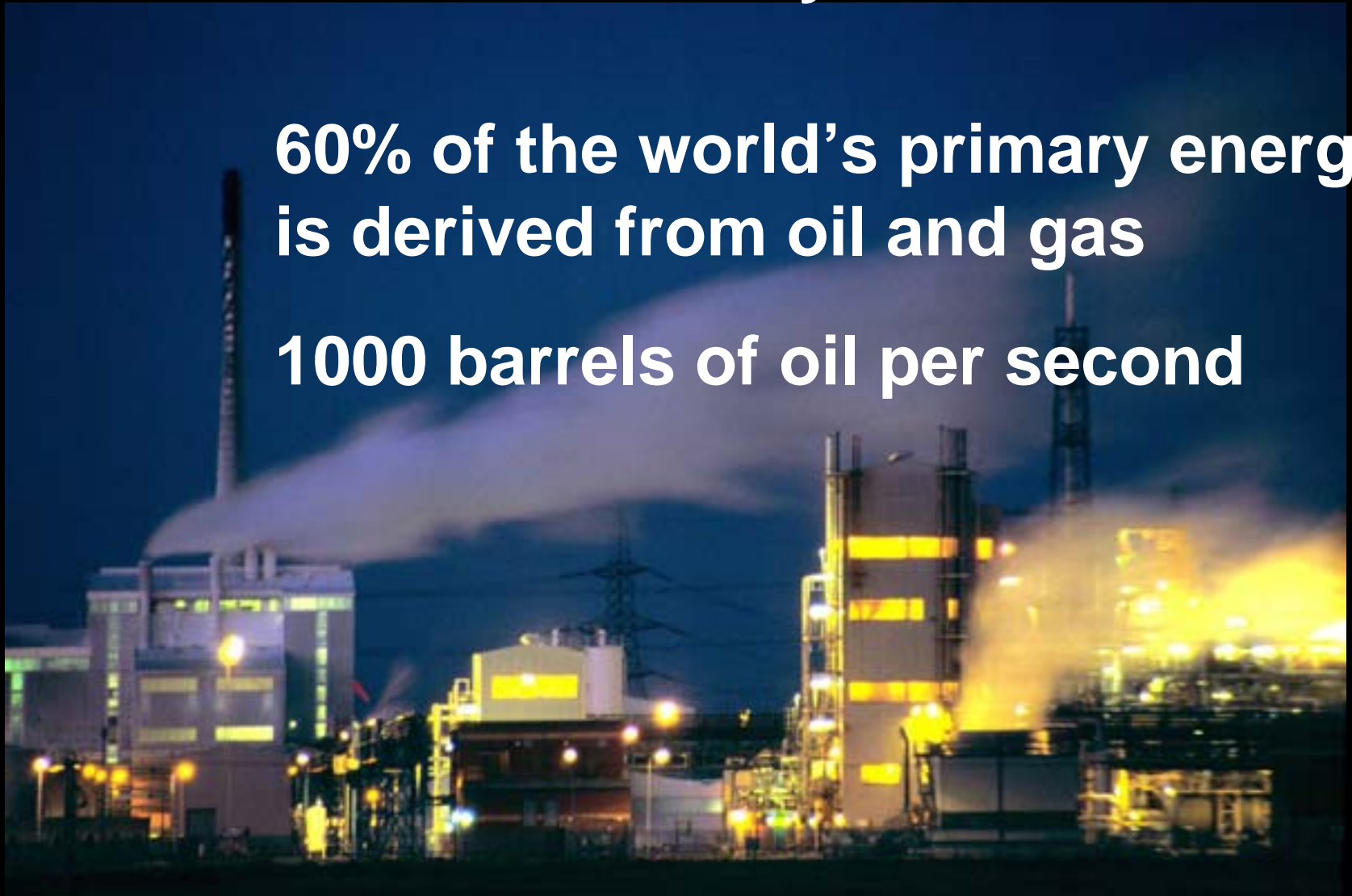
How many “energy slaves” are taking care of
your lifestyle?



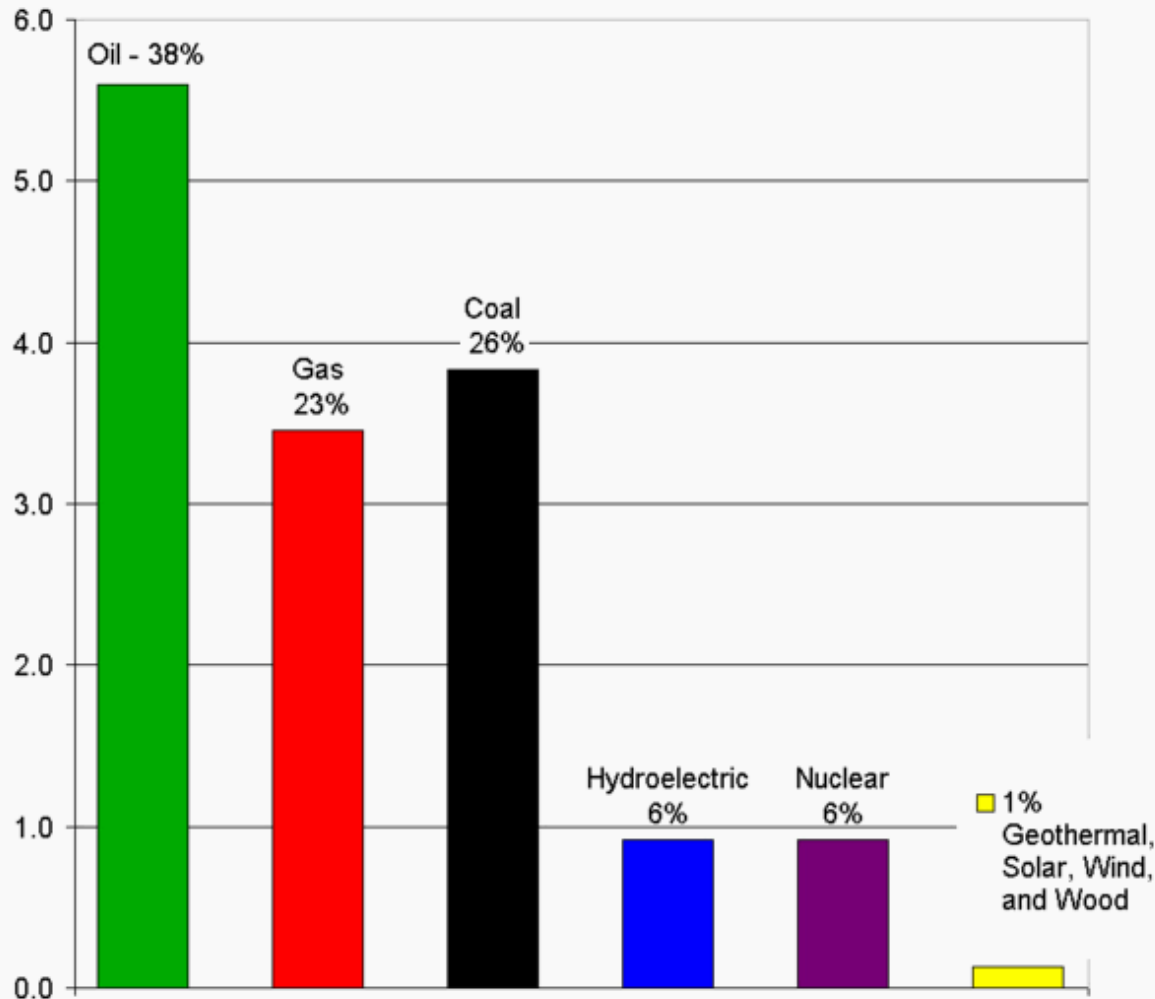
A civilization based on hydrocarbon use

**60% of the world's primary energy
is derived from oil and gas**

1000 barrels of oil per second



Other energy sources:



26% is coal

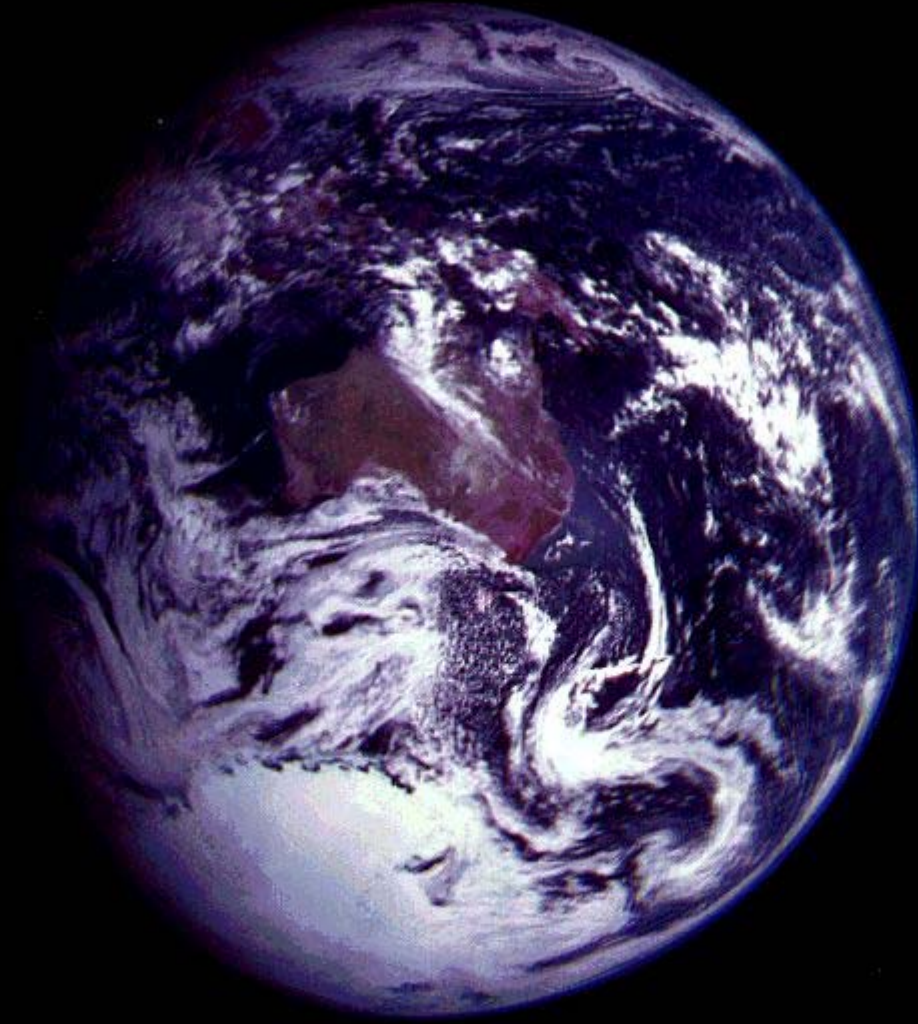
13% from
other
sources

**So 87% of
our energy
comes
from fossil
fuels**



90% of transport fuel comes from oil !

Globalisation is based on cheap transport



Cheap transport is based on cheap oil

Oil is the feedstock for most plastics and pharmaceuticals





1 kg of oil is
needed to produce
every kg of food !

“In the United States, 400
gallons of oil equivalents
[~ 9.5 barrels or 1,500 litres]
are expended annually to
feed each American (as of
data provided in 1994).”

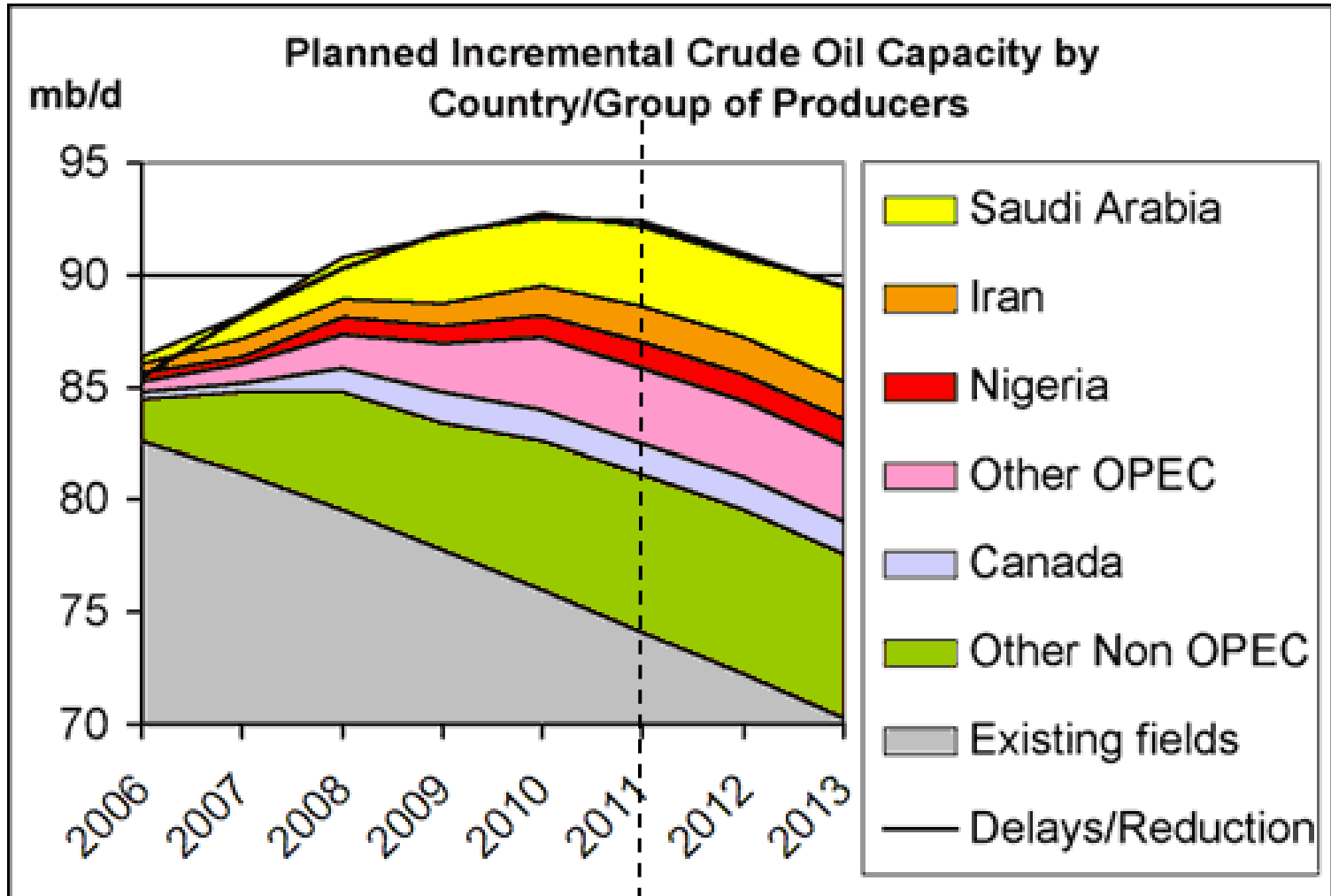
This is only the energy used
ON THE FARM!

Four lines of evidence for an imminent decrease in available oil:

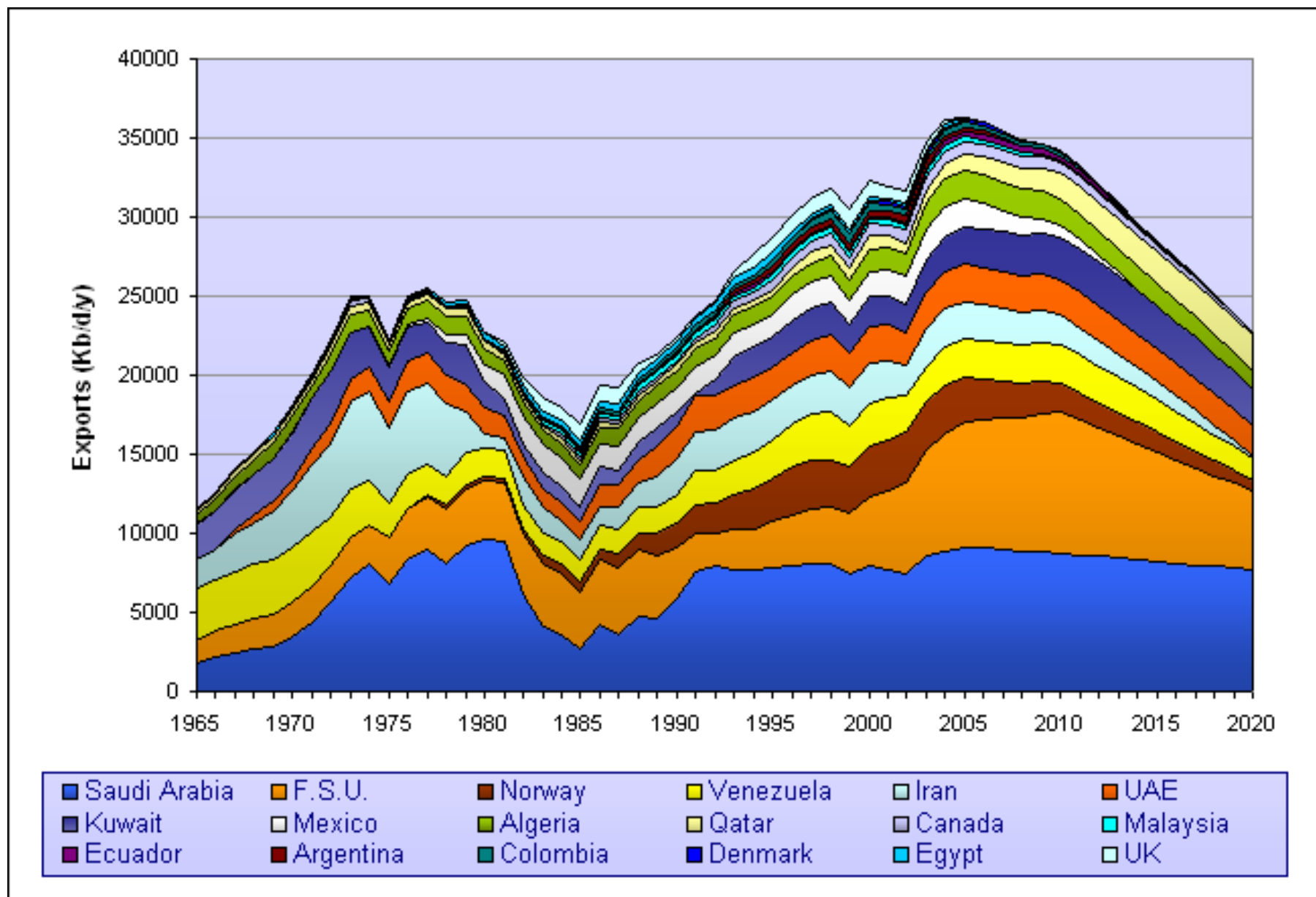
- **New projects minus depletion analysis (aka “Megaprojects”, Best case) 2011**
- **Oil available to export 2006**
- **World oil production computer models 2007**
- **Examining reserves Oil + Nat. Gas 2011
Conventional oil 2005**

New projects minus depletion analysis

Skrebowski's Megaprojects analysis (no adverse natural/political events)



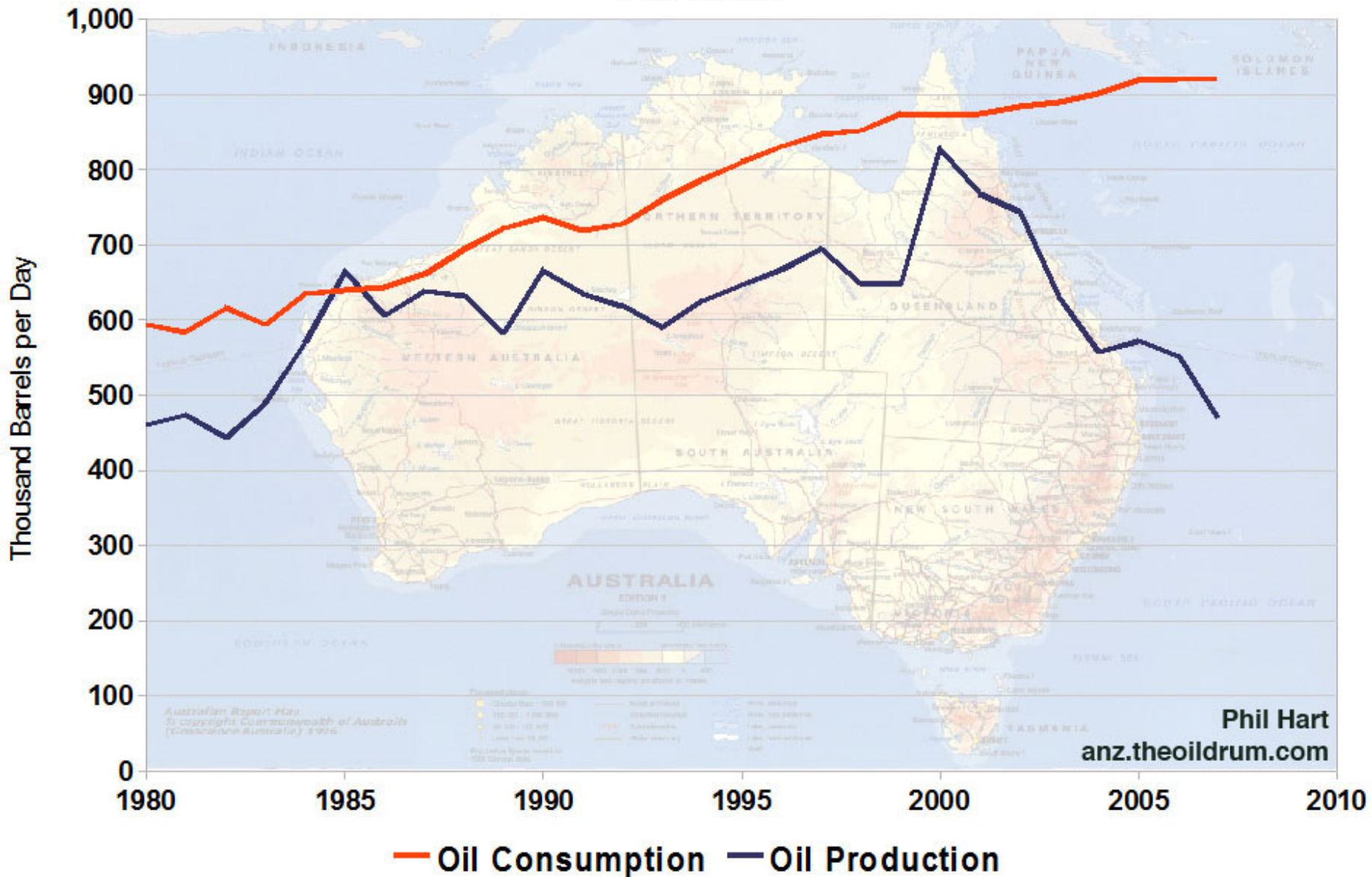
World oil exports prediction



Net Oil Exports of Top 20 Exporters



Australia



Phil Hart
anz.theoildrum.com



M. King Hubbert 1903-1989
Geophysicist for Shell and the
US Geological Survey

A temperamental genius:

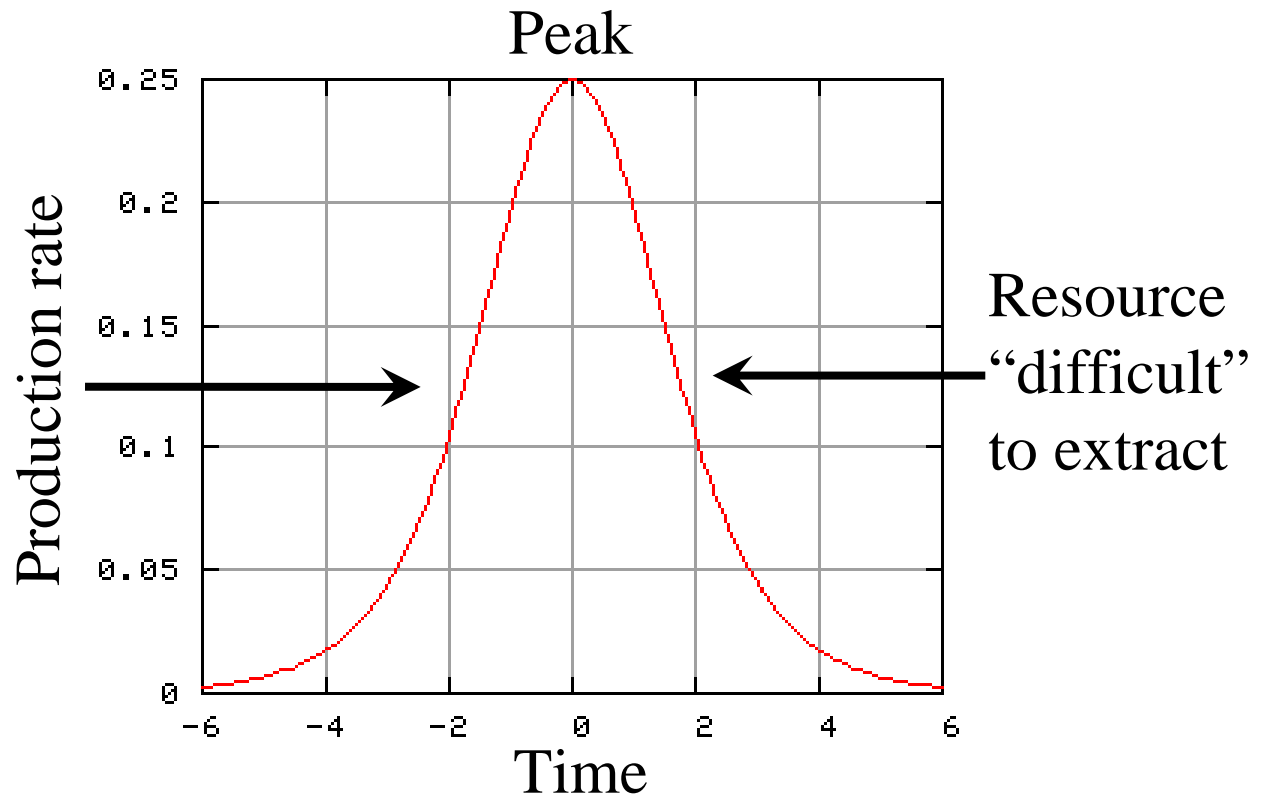
“That Hubbert is a bastard,
but at least he’s *our* bastard!”

(Shell colleagues)



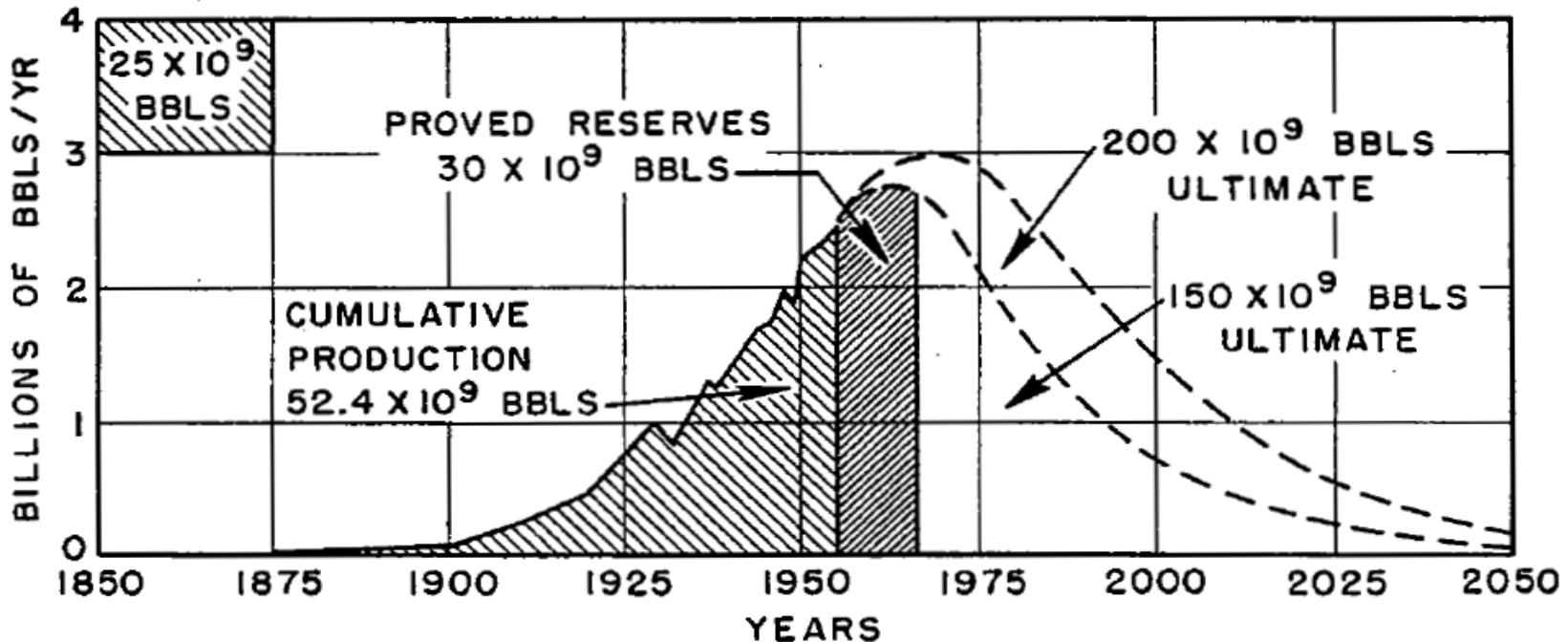
Hubbert's great insight – the rate of utilization of a resource approximates a bell-shaped curve. This can be used to predict the moment of peak production and the final amount recoverable.

Resource
“easy” to
extract.



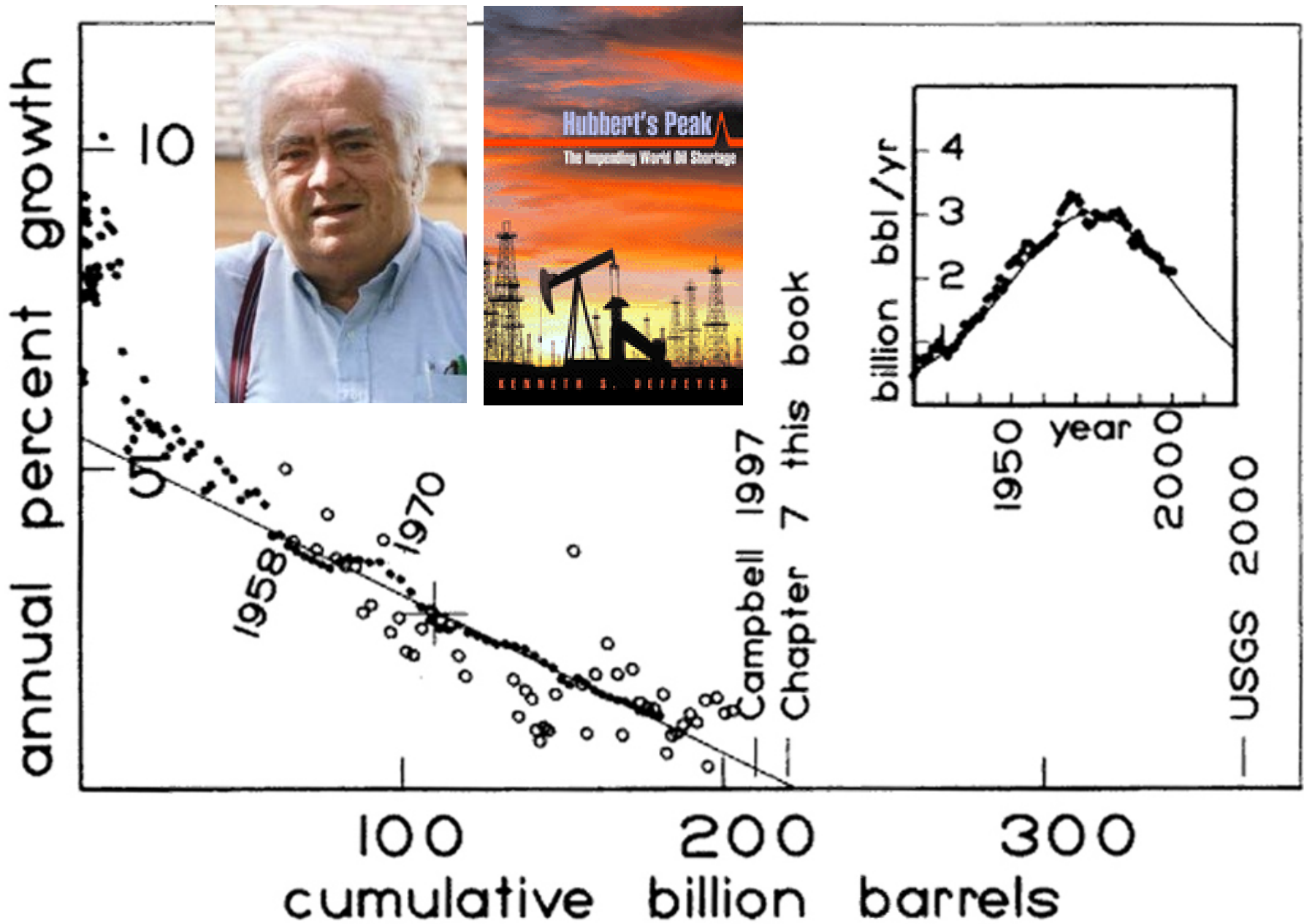
Hubbert's Peak

(US excluding Alaska, Hawaii and Gulf of Mexico)

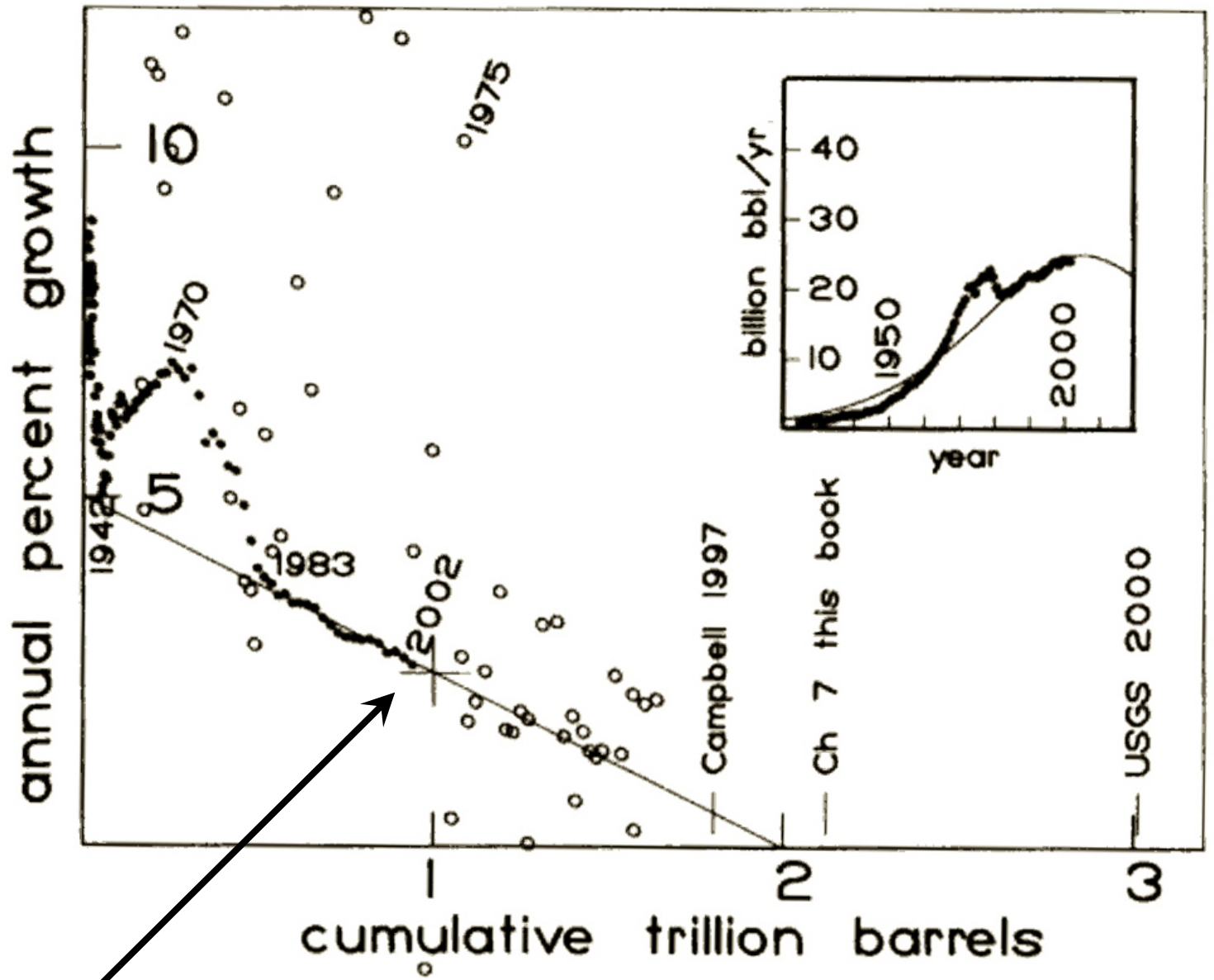


- BBLs = barrels
- CUMULATIVE PRODUCTION = past production
- ULTIMATE = cumulative production plus future production

Huge additional volumes only shift the peak marginally!



From Ken Deffeyes Hubberts Peak – The Impending World Oil Shortage



We have produced nearly 1 trillion barrels = half = time for peak!

What about Coal?



Kjell Aleklett

Professor of Physics
Uppsala University, Sweden

Head of the Uppsala Hydrocarbon Depletion
Study Group

President of ASPO



David B. Rutledge

Kiyo and Eiko Tomiyasu Professor of Electrical
Engineering
Caltech, USA

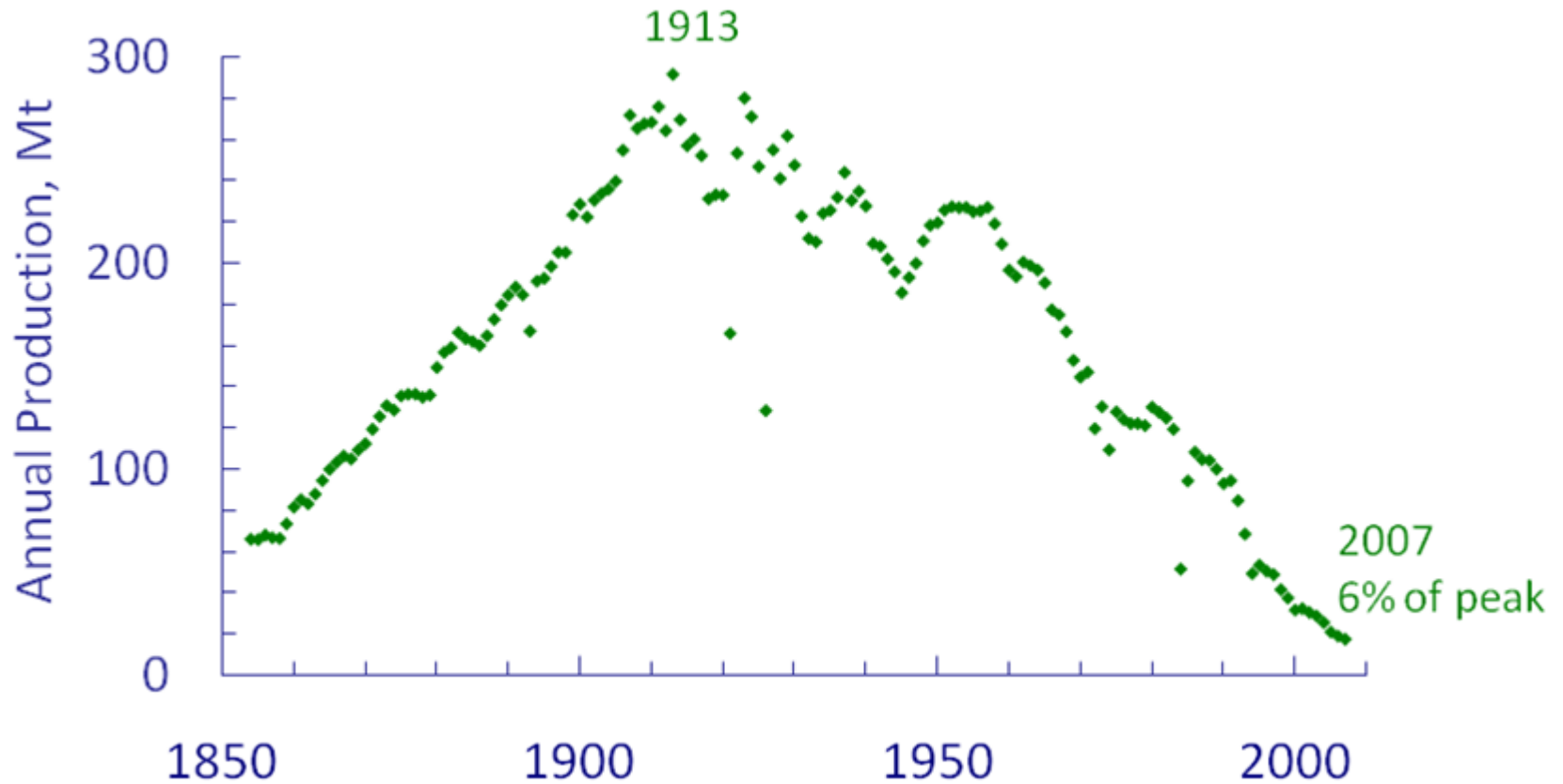
Chair of the Division of Engineering and Applied
Science

Watch his excellent 1 hour lecture on future coal
production at: <http://rutledge.caltech.edu/> or
read report at: www.theoildrum.com/node/2697



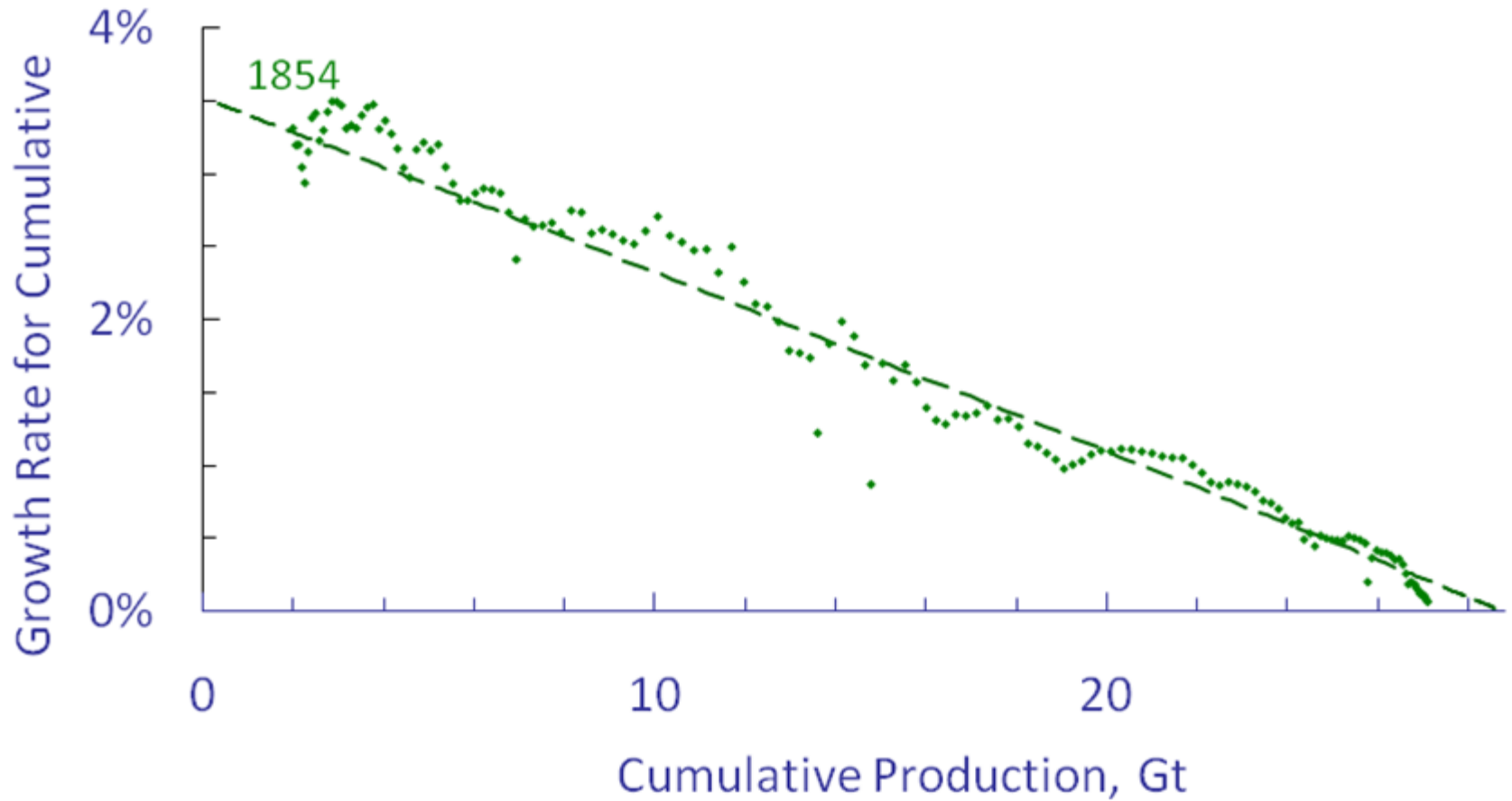
British Coal Production

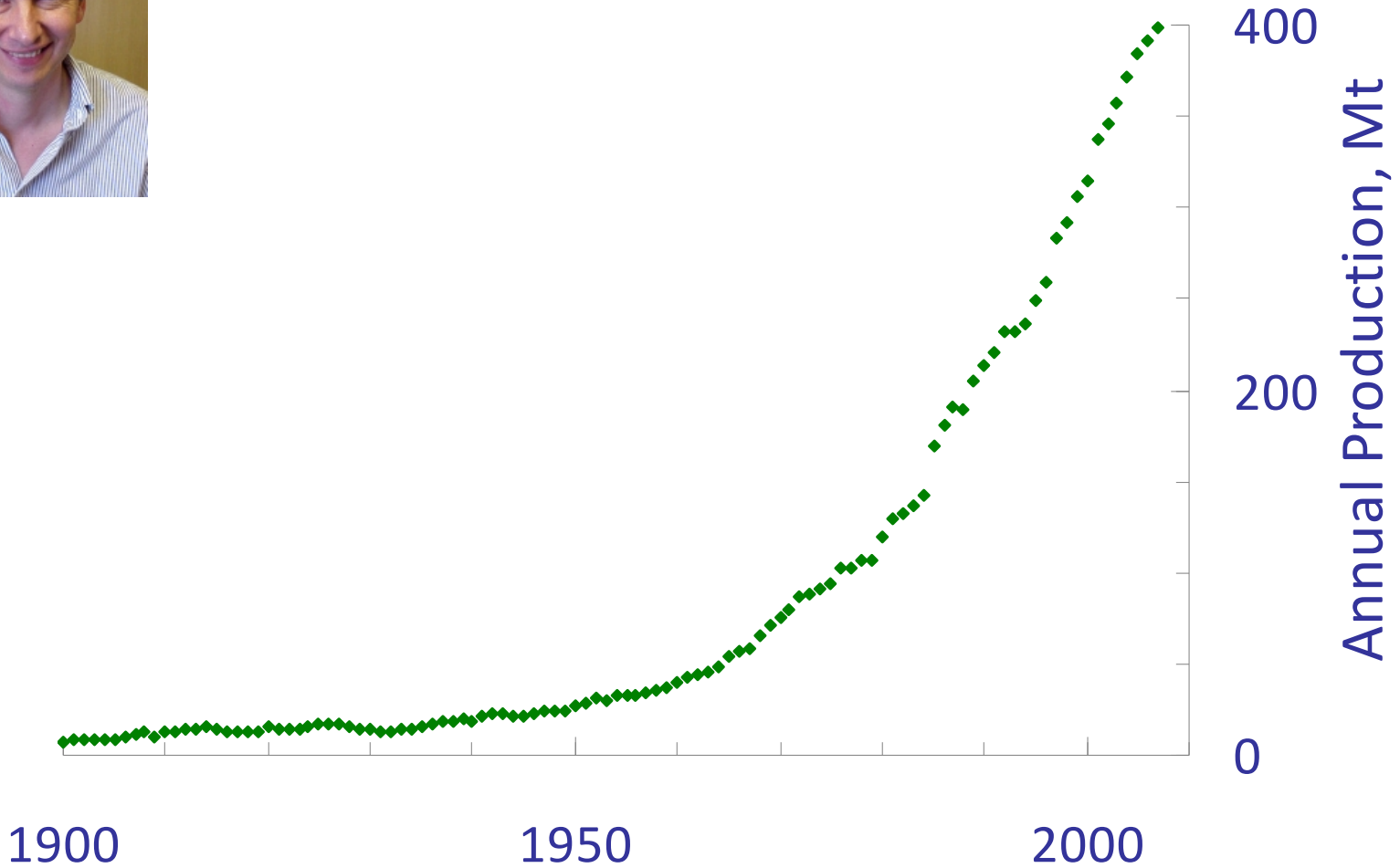
Mt = millions of metric tons



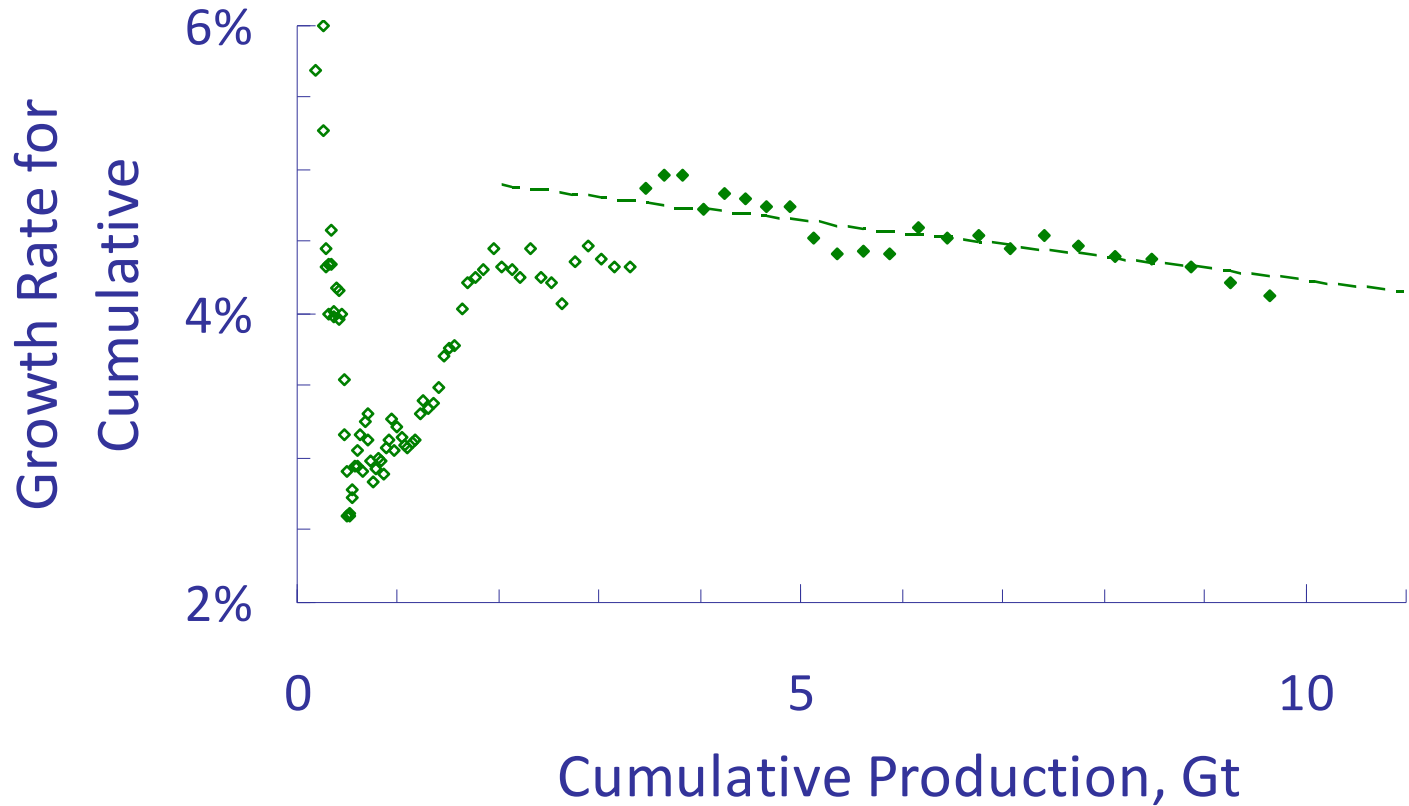


Hubbert Linearisation for British Coal





From Rutledge's spreadsheet:
Australia and New Zealand Coal Production History



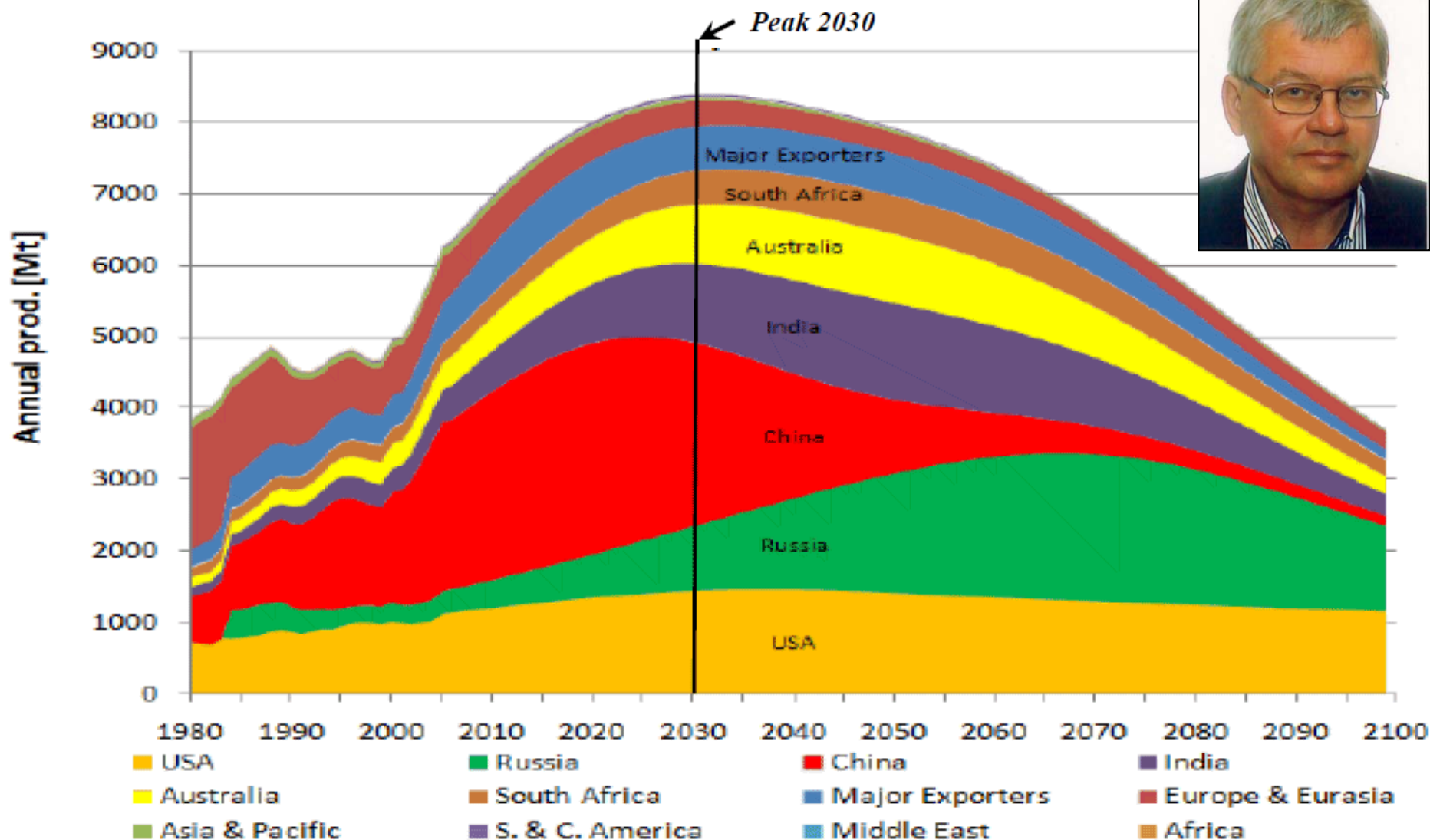
From Rutledge's spreadsheet:
Hubbert Linearisation for Australia and New Zealand Coal



Regional Fits vs Reserves, Gt

Region	Fits for Ultimate	World Energy Council Reserves plus cumulative
Europe	155	195
US and Canada	141	316
China (with Japan and South Korea)	115	159
South Asia and Middle East	78	78
Russia	74	219
Australia and New Zealand	59	86
Africa	22	57
Latin America	19	19
World	663	1,129

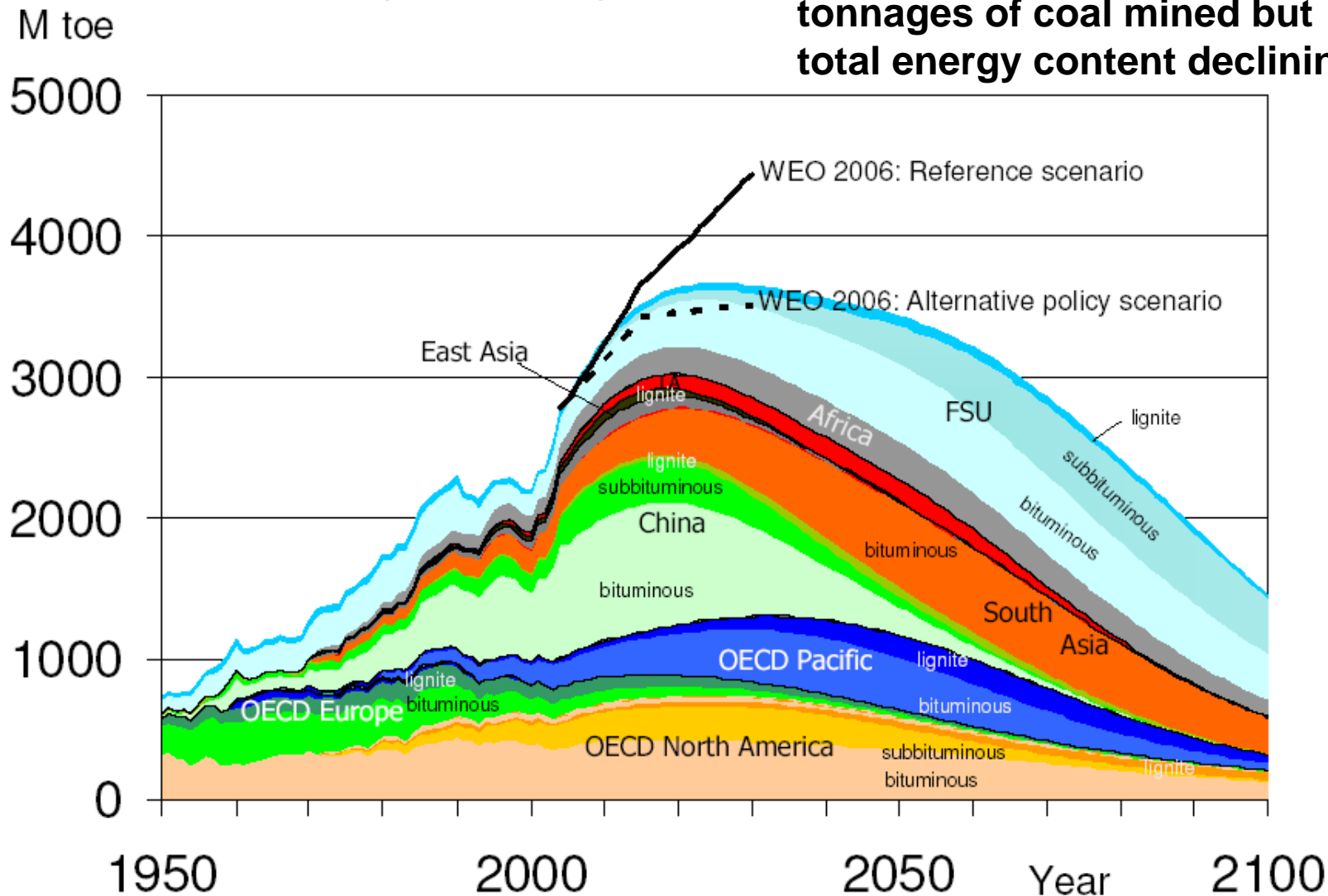
Uppsala Forecast of Global Peak Coal, 2008



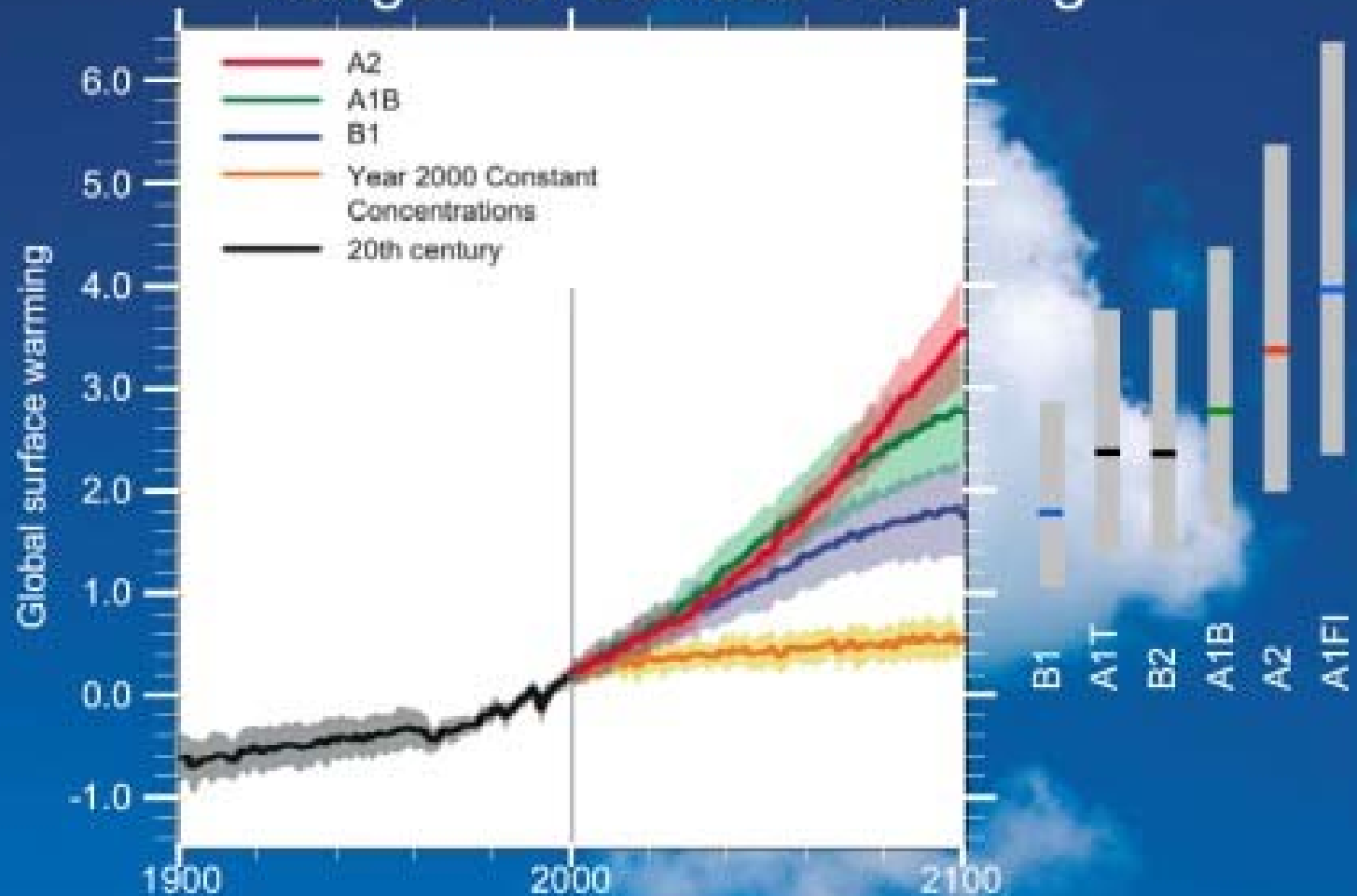
Energy Watch Group – “Best” case is a peak around 2025 at about 30% above current production rates

Worldwide possible coal production

Note: USA currently record tonnages of coal mined but total energy content declining



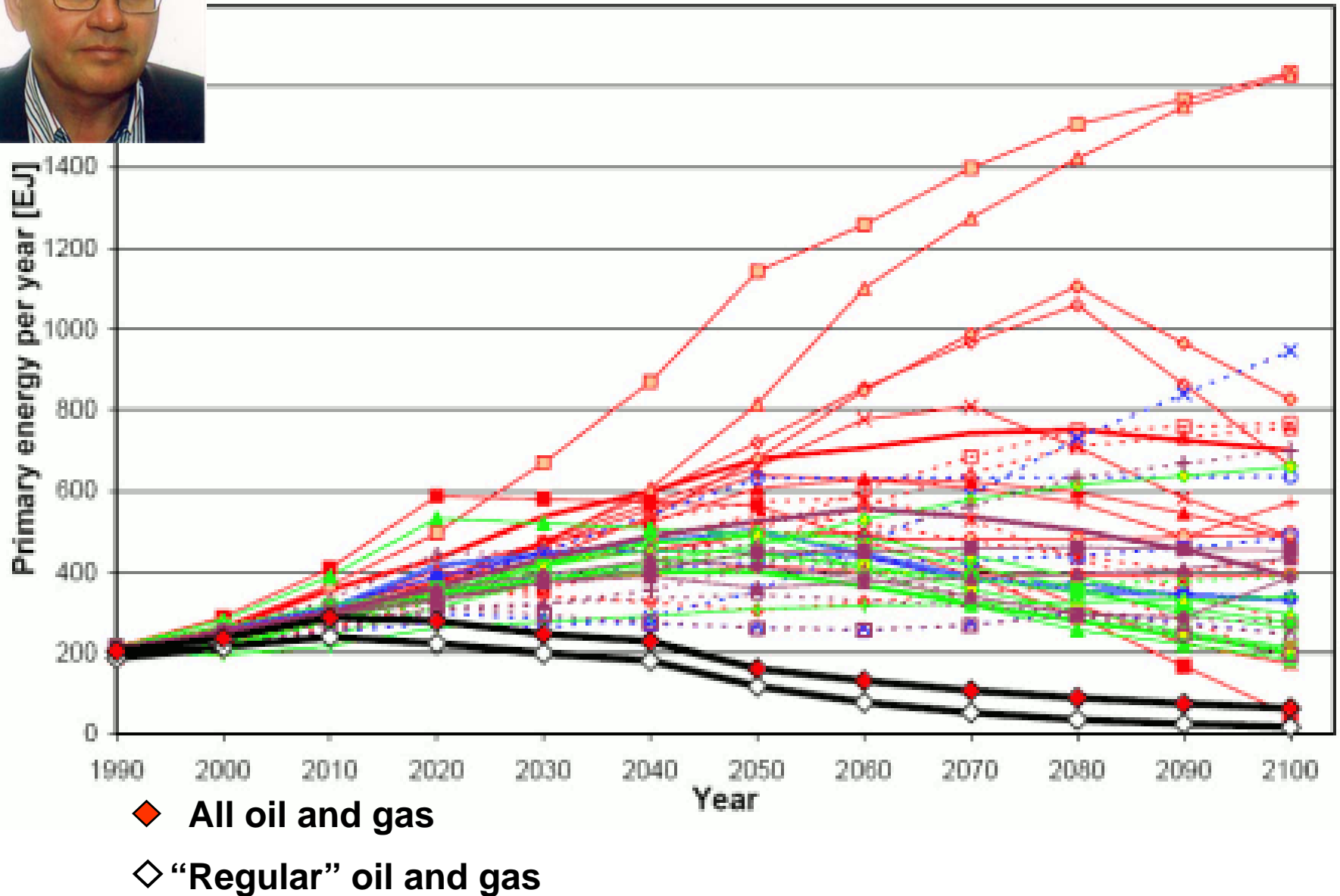
Multi-model Averages and Assessed ranges for Surface Warming



Average temperatures and temperature ranges predicted in different IPCC scenario families (Note: These are politically-acceptable visions of the future of world civilization).

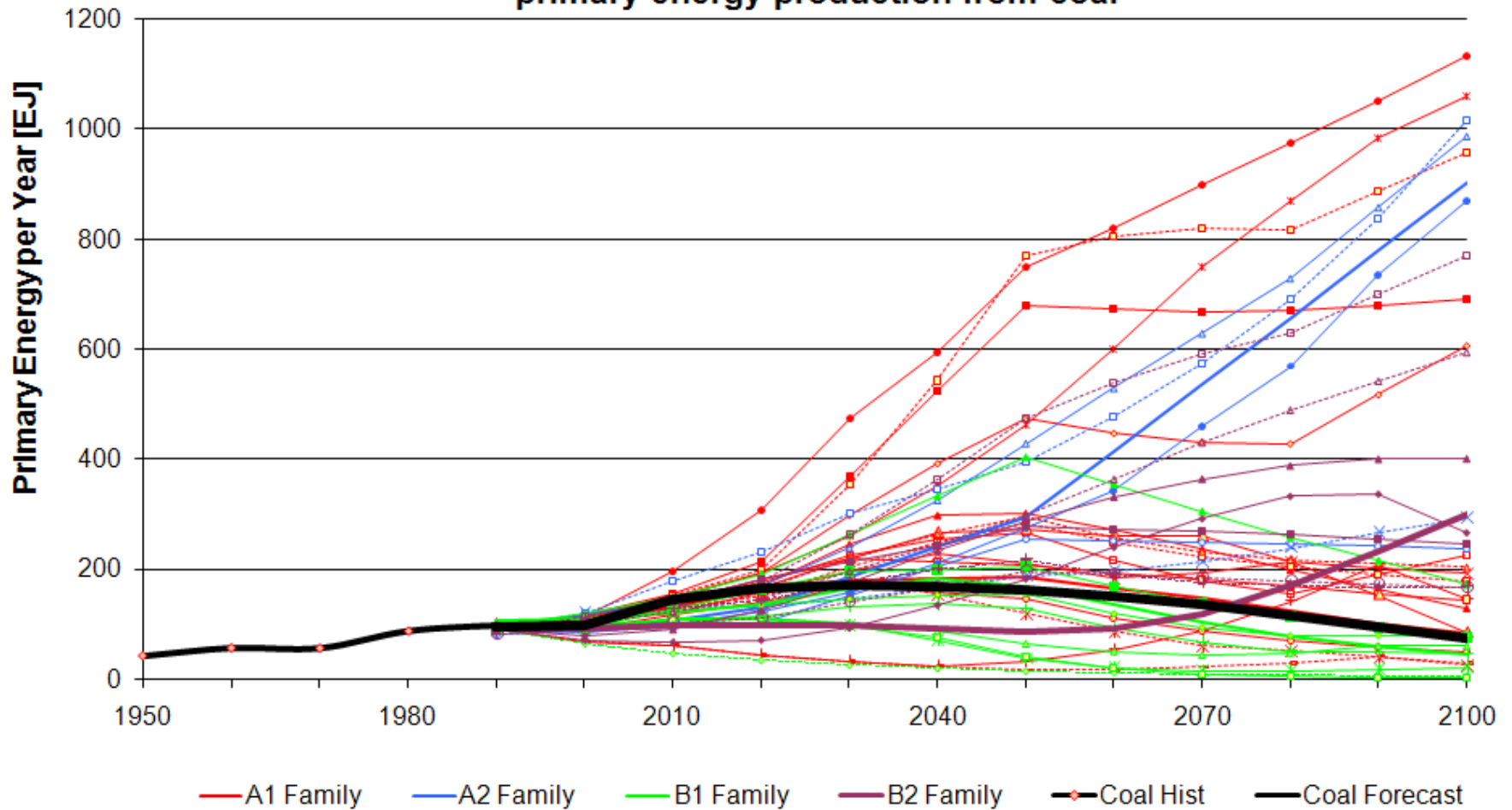


Comparison with IPCC's 40 Scenarios of World Primary Energy Produced from Oil and Gas



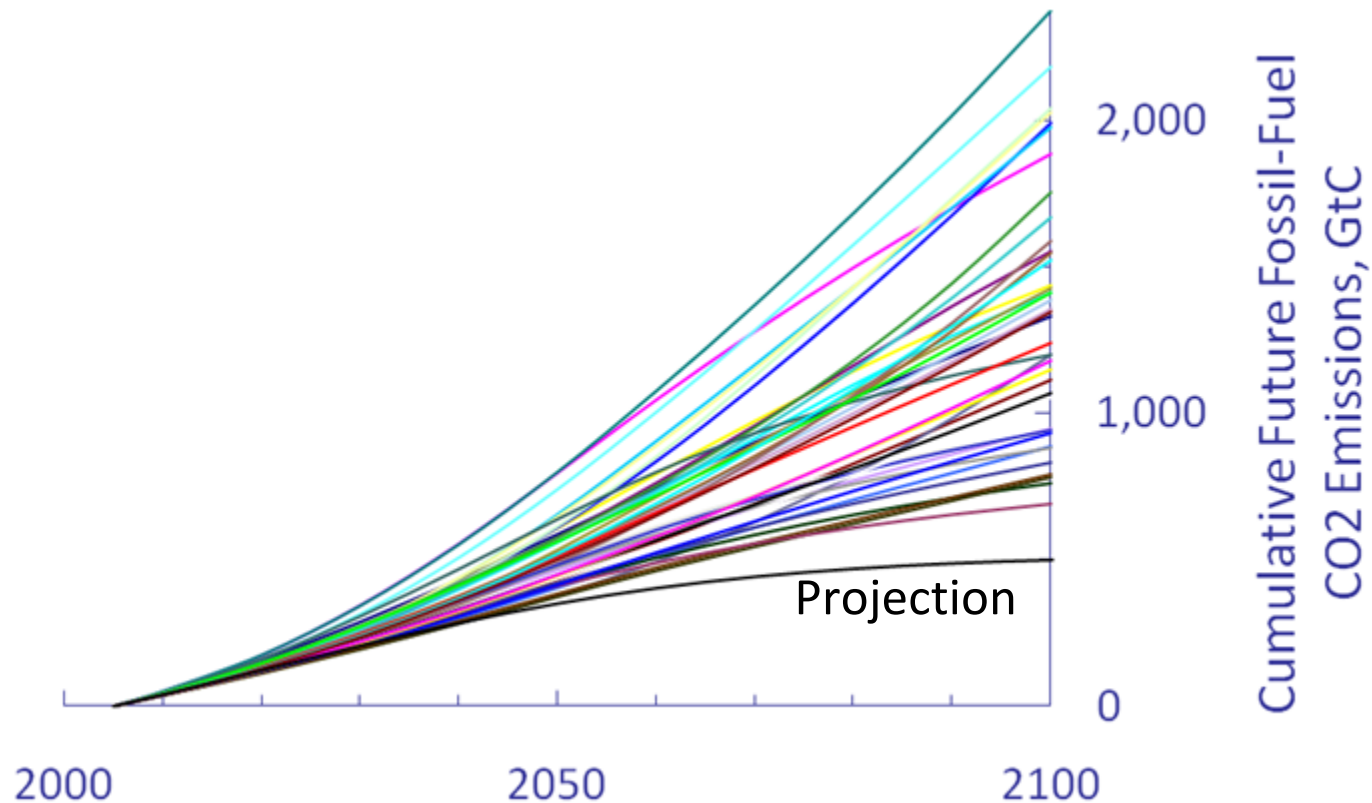


Comparison with IPCC's 40 scenarios of world primary energy production from coal





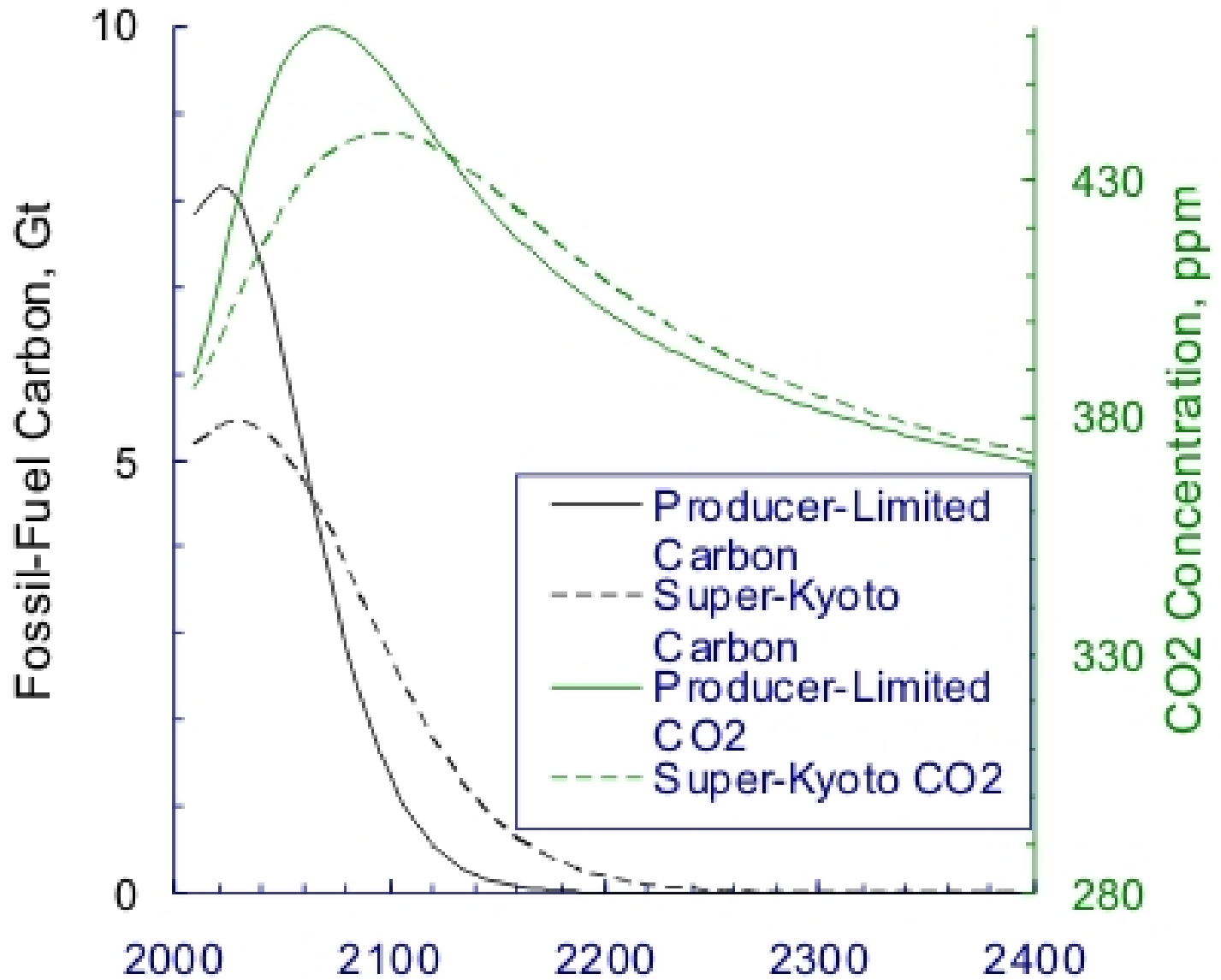
Comparison with the IPCC Scenarios



From the IPCC: “... 40 SRES scenarios together encompass the current range of uncertainties”

Our projection has lower emissions than any of the IPCC scenarios

Jean Laherrere was the first to call attention to this situation



<http://www.theoil Drum.com/node/2697>



Other calculations from Rutledge

Predicts 90% of all fossil fuels consumed by 2076.

Peak of all fossil fuels is 2019.

Maximum possible atmospheric CO₂ = 460ppm

Future temperature rise from MAGICC simulation = 1.7°C

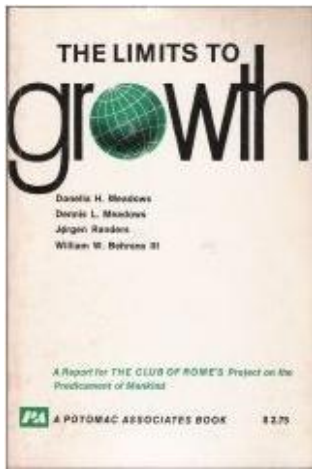
Due to the persistence of CO₂ in the atmosphere, the rate of burning makes little difference to the long term (hundreds of years) CO₂ levels in the atmosphere. Only reducing the total amount burned makes a difference.

Conclusions:

- Limited availability of fossil fuels will still allow dangerous climate change (especially for Australia) but **the IPCC scenarios are impossible.**
- “**Don’t wait to mitigate**” - Delaying crash-programme of conversion to renewable energy means that the energy to do this later will not be available and so it will never be done (pain now means much less pain later).

A silhouette of an industrial facility, likely a refinery or chemical plant, is shown against a dramatic sunset sky. The sky is a mix of orange, yellow, and dark brown, with large, dark plumes of smoke or steam rising from the facility. The industrial structures are dark and detailed, showing various towers, pipes, and scaffolding. The overall mood is industrial and somewhat somber due to the smoke and the low light of the sunset.

ADDITIONAL SLIDES



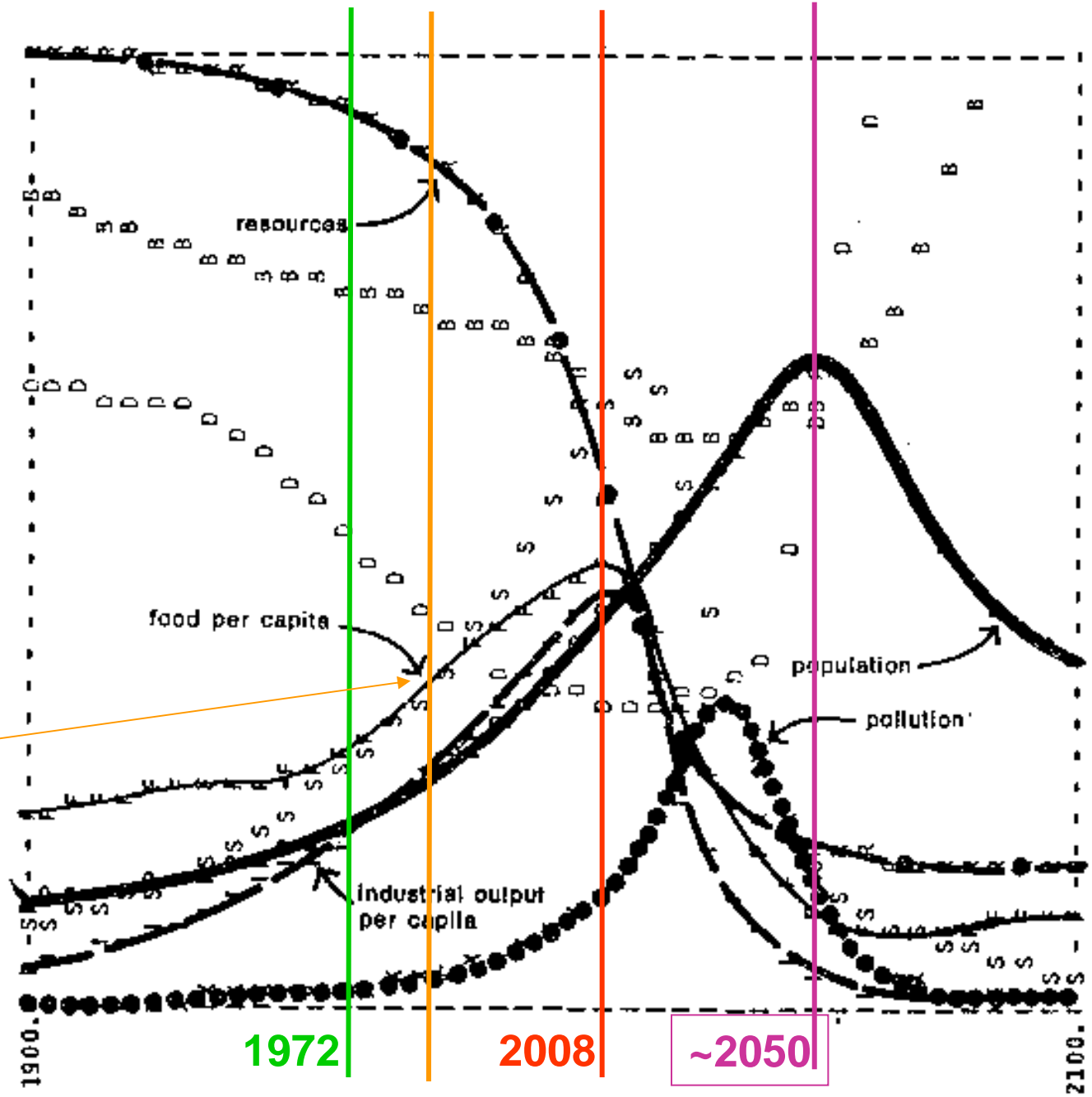
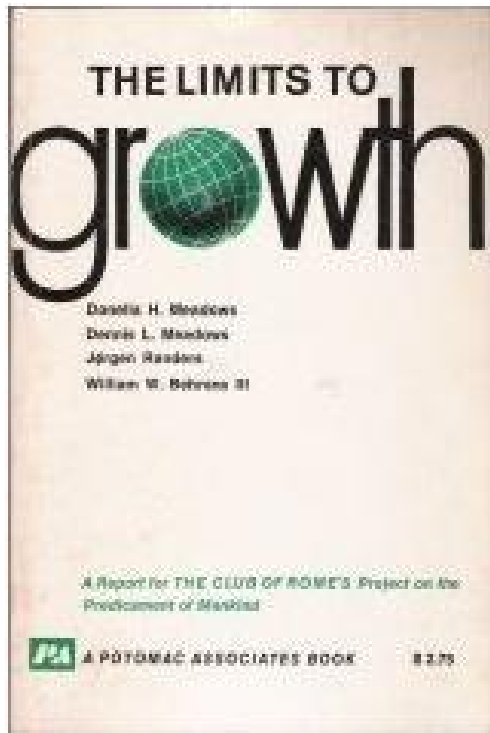
A COMPARISON OF THE LIMITS TO GROWTH WITH 30 YEARS OF REALITY by Graham Turner (CSIRO)

In 1972, the Club of Rome's infamous report *The Limits to Growth* (Meadows et al., 1972) presented some challenging scenarios for global sustainability, based on a system dynamics computer model to simulate the interactions of five global economic subsystems, namely: population, food production, industrial production, pollution, and consumption of non-renewable natural resources.

Contrary to popular belief, *The Limits to Growth* scenarios by the team of analysts from the Massachusetts Institute of Technology did not predict world collapse by the end of the 20th Century.

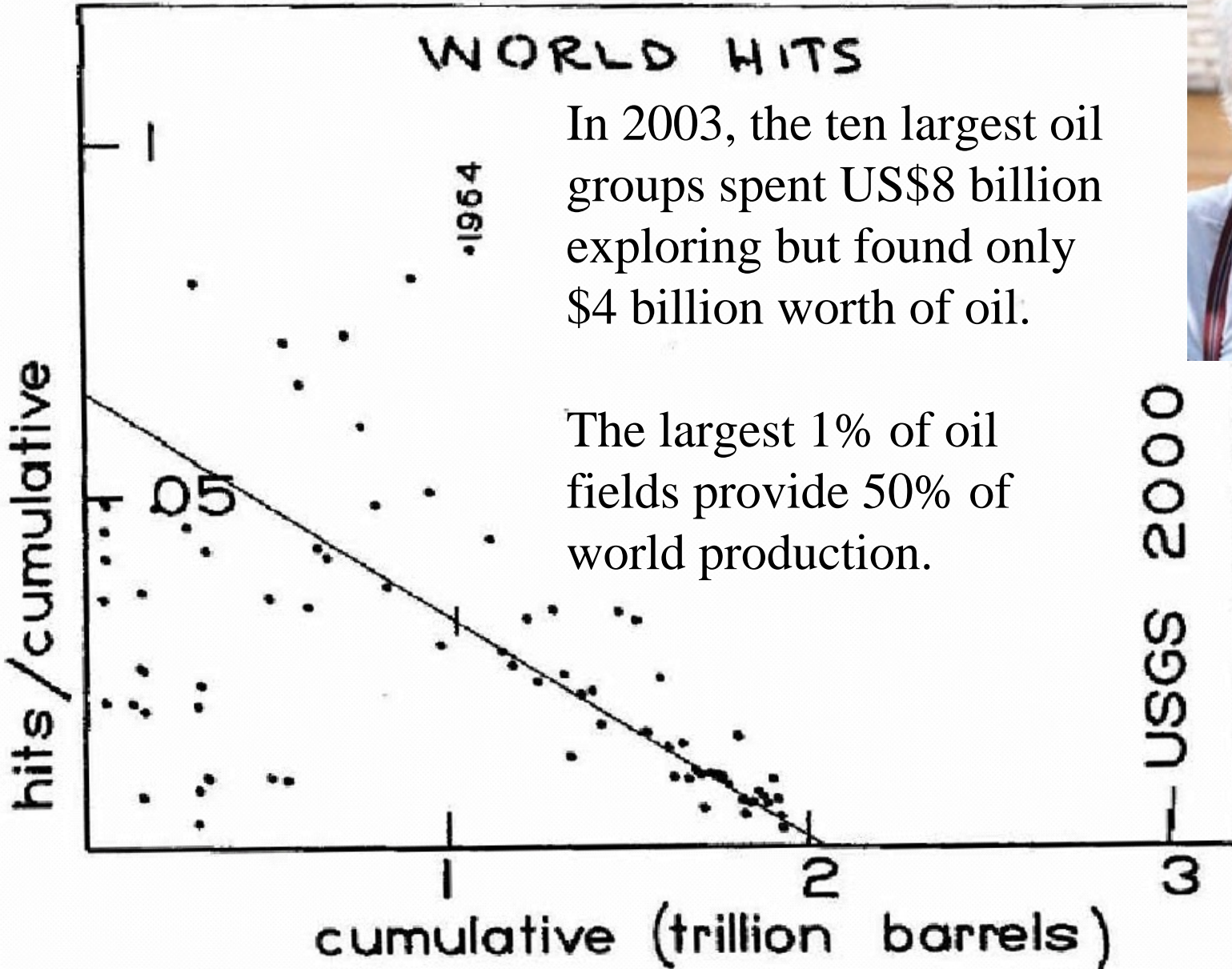
This paper focuses on a comparison of recently collated historical data for 1970–2000 with scenarios presented in *The Limits to Growth*. The analysis shows that 30 years of historical data compares favourably with key features of a business-as-usual scenario called the “standard run” scenario, which results in collapse of the global system midway through the 21st Century. The data does not compare well with other scenarios involving comprehensive use of technology or stabilizing behaviour and policies. The results indicate the particular importance of understanding and controlling global pollution.

Figure 35 WORLD MODEL STANDARD RUN



Note:
 World grain
 (food) per capita
 actually peaked
 in 1984
 (source USDA)

Oil Discovery



In 2003, the ten largest oil groups spent US\$8 billion exploring but found only \$4 billion worth of oil.

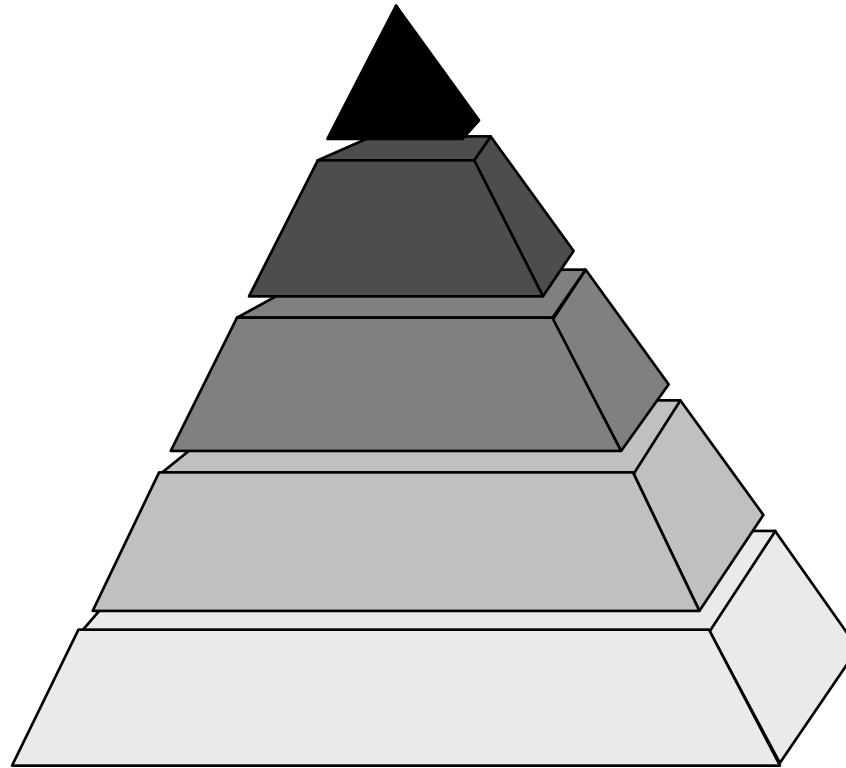
The largest 1% of oil fields provide 50% of world production.

(Deffeyes SPE presentation 2004)

Resource Pyramid (for minerals)

Highly concentrated
easy extraction

Better quality
resource



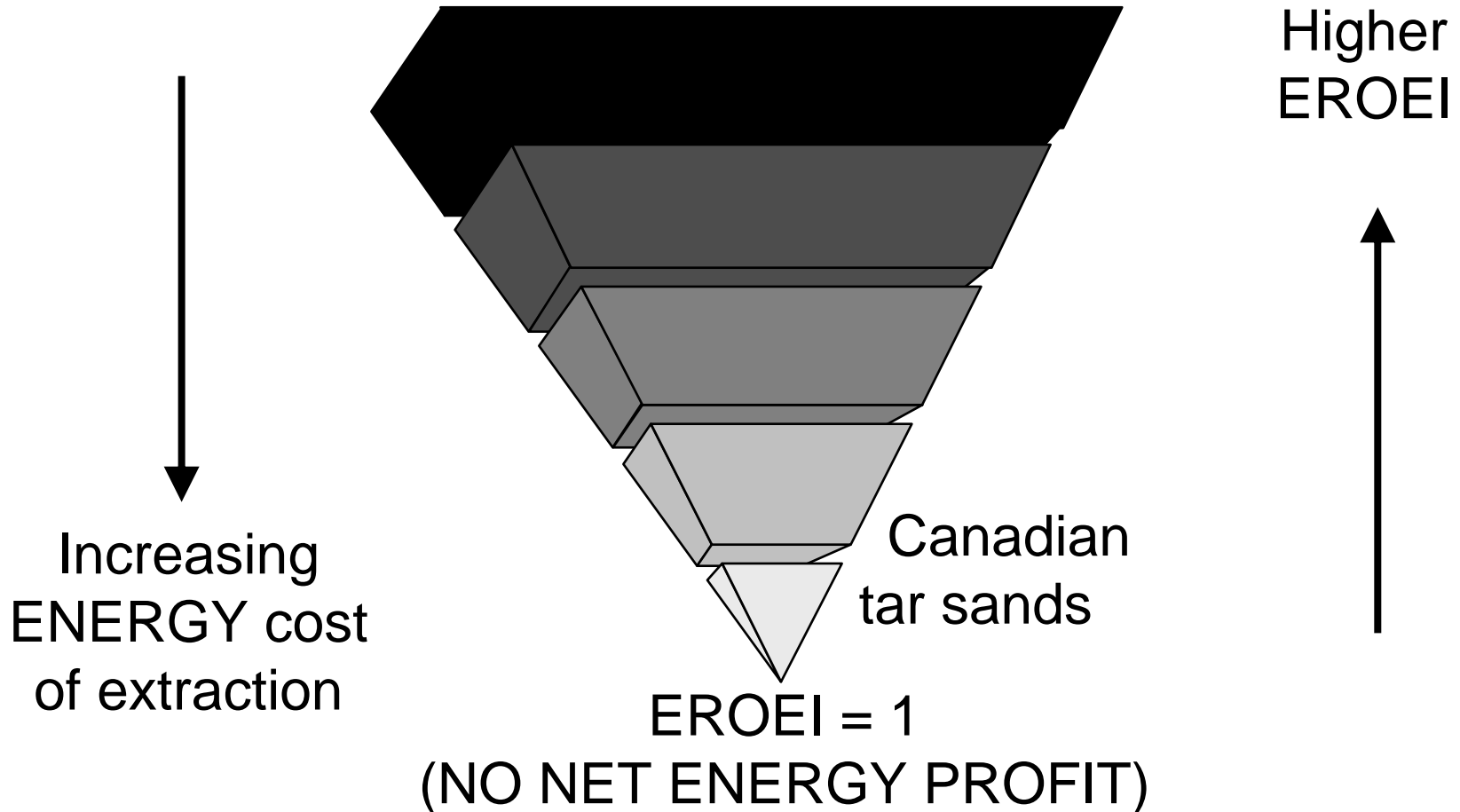
Increasing cost
of extraction
(including
MORE
ENERGY)

Low concentration
Difficult extraction

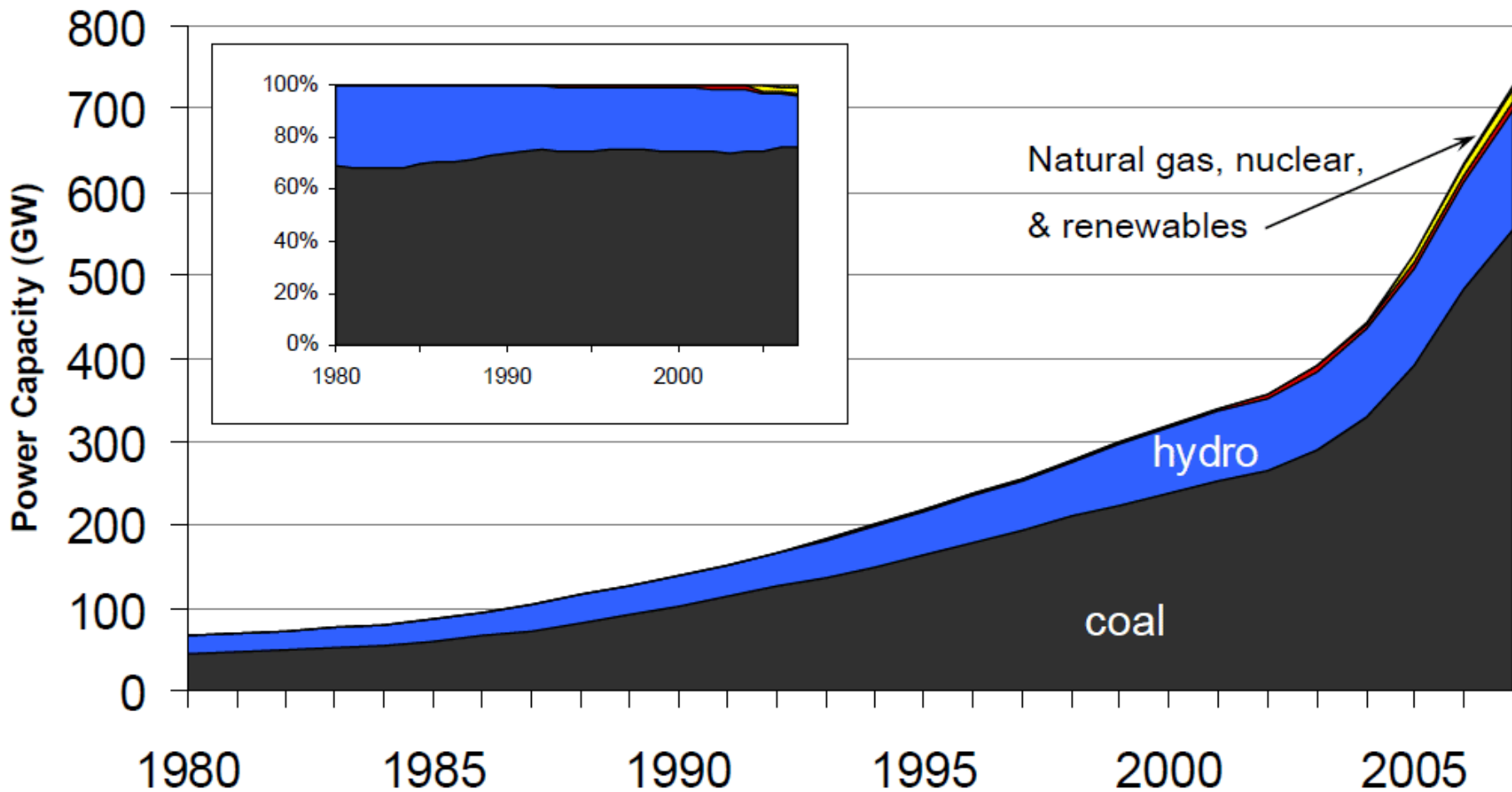
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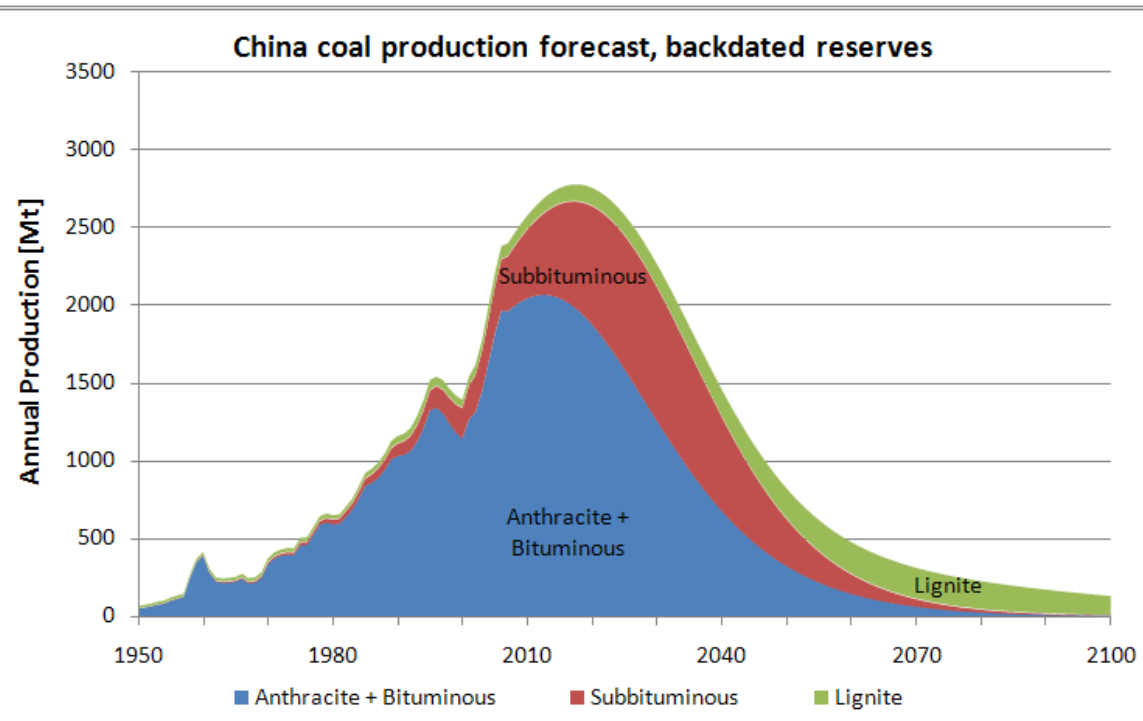
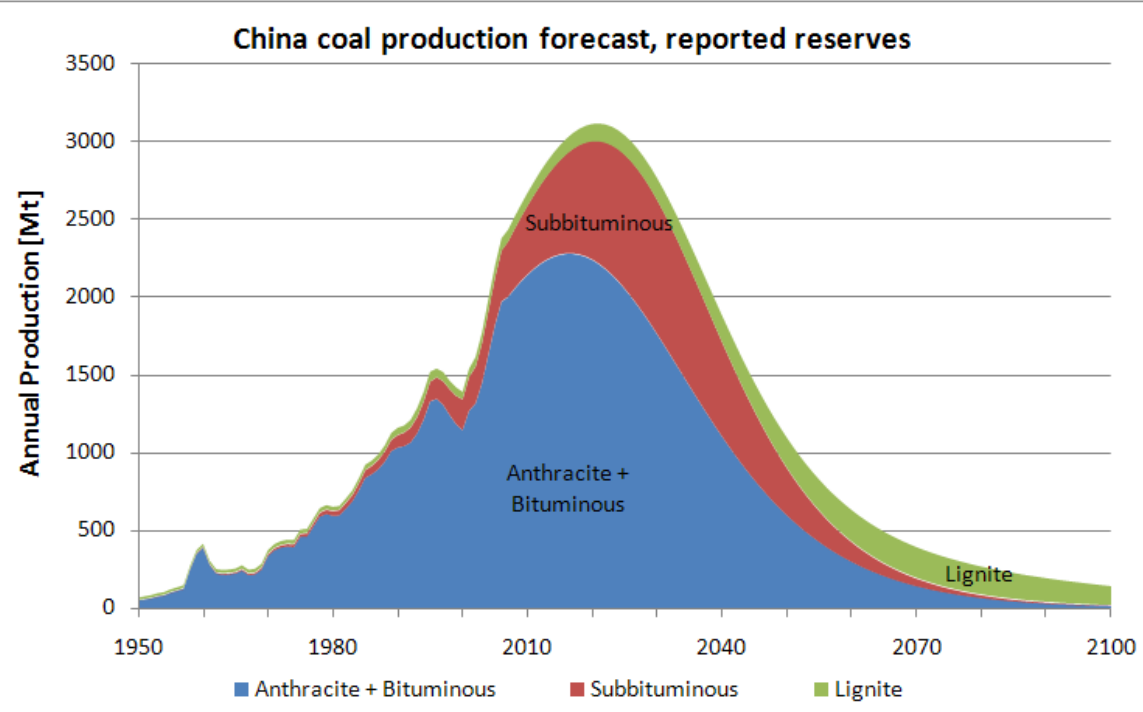
Giant field crude



How is China generating electricity?

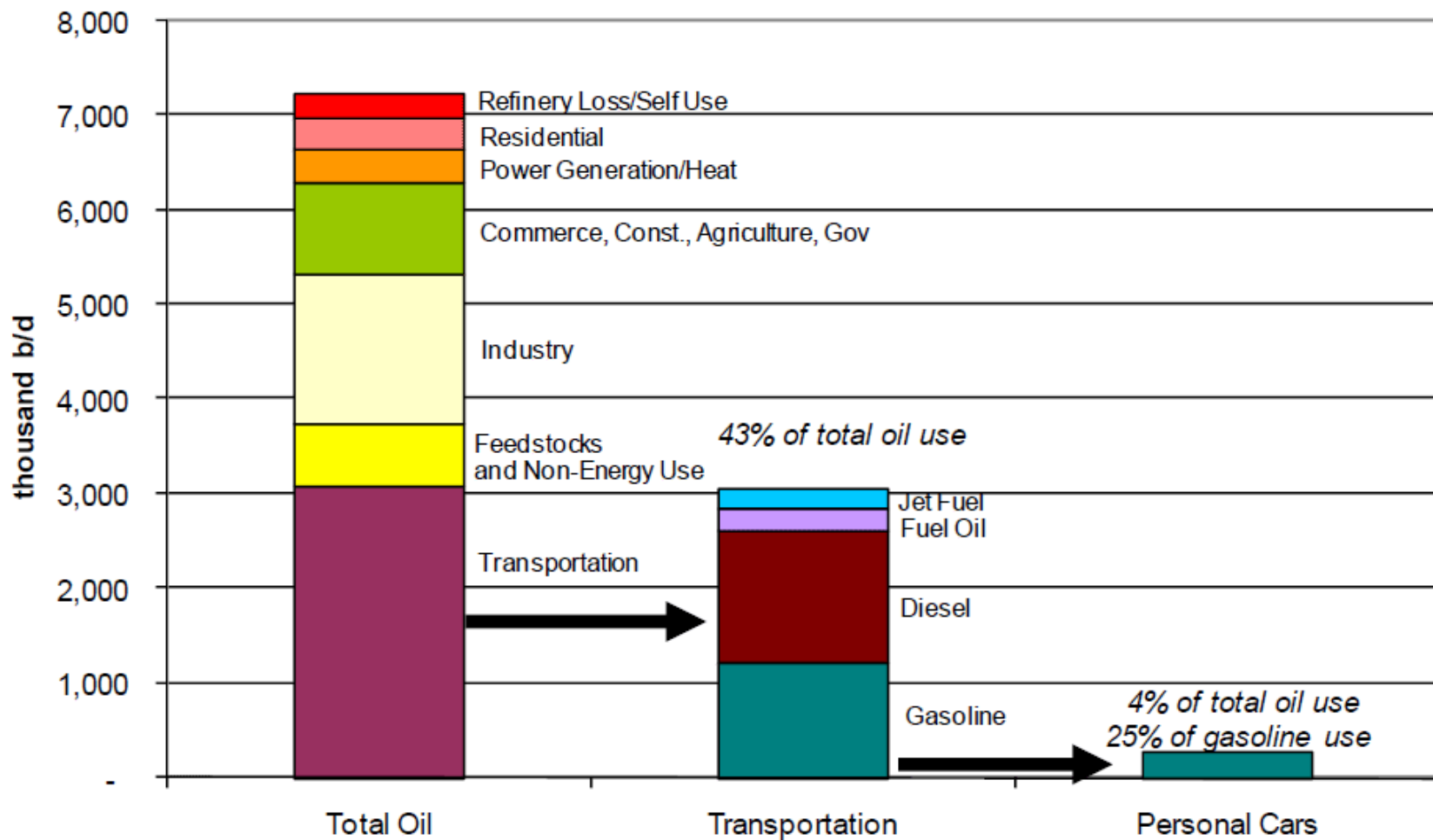


David Fridley, ASPO-USA conference 2008



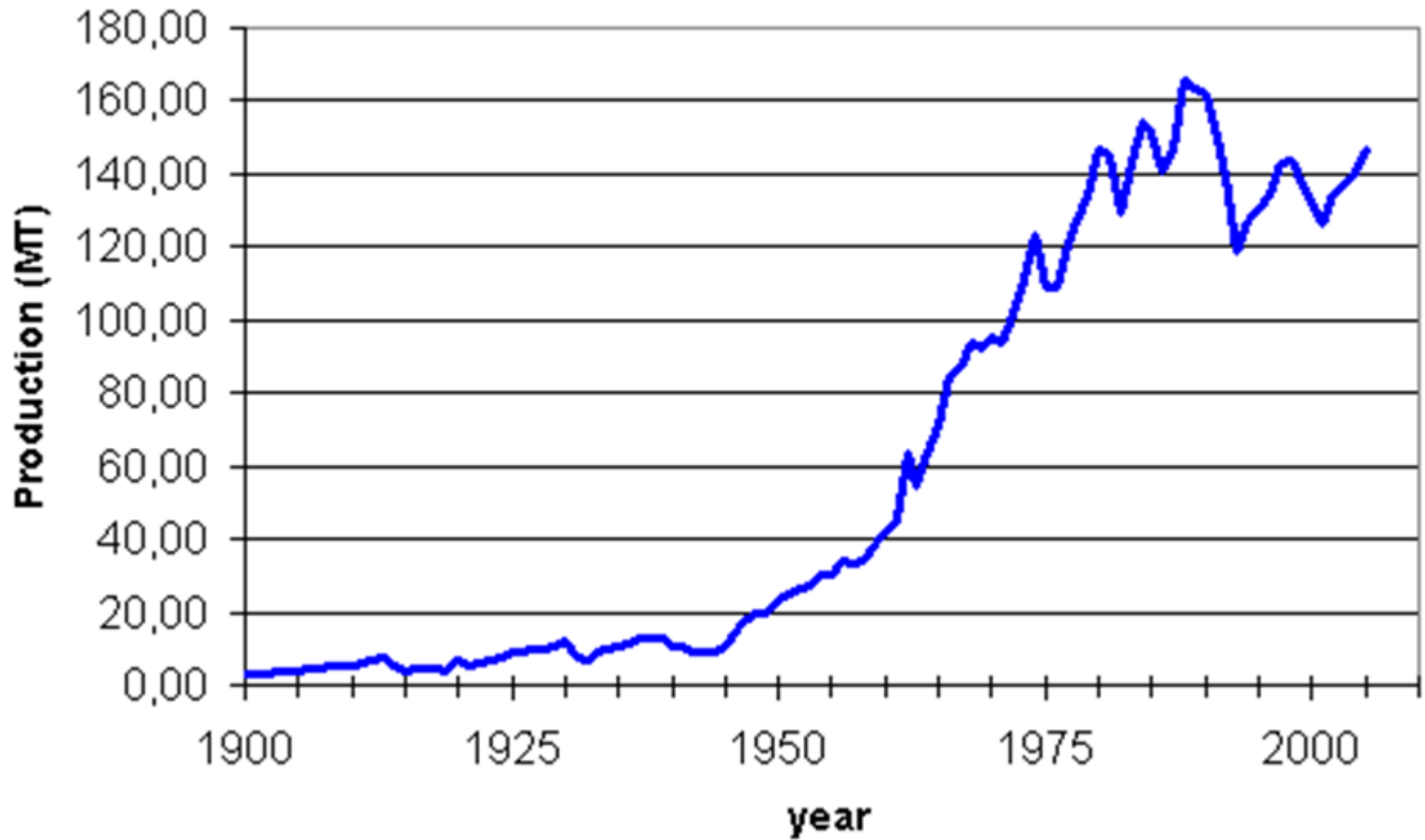
www.tsl.uu.se/uhdsg/Publications/Coalarticle.pdf

Oil consumption in China supports fewer discretionary activities than in other large consuming countries



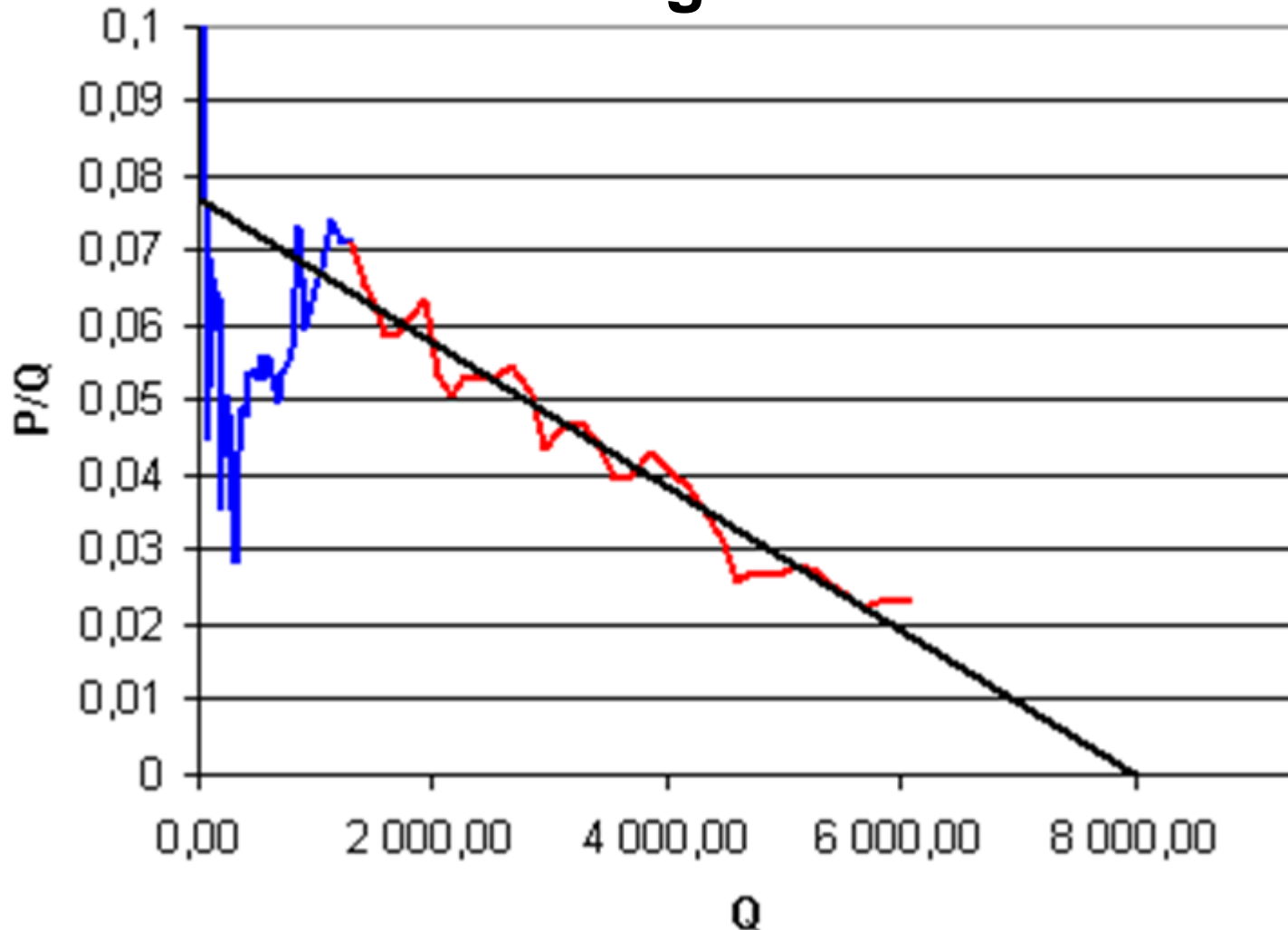
Composition of use in 2006

World rock phosphate production



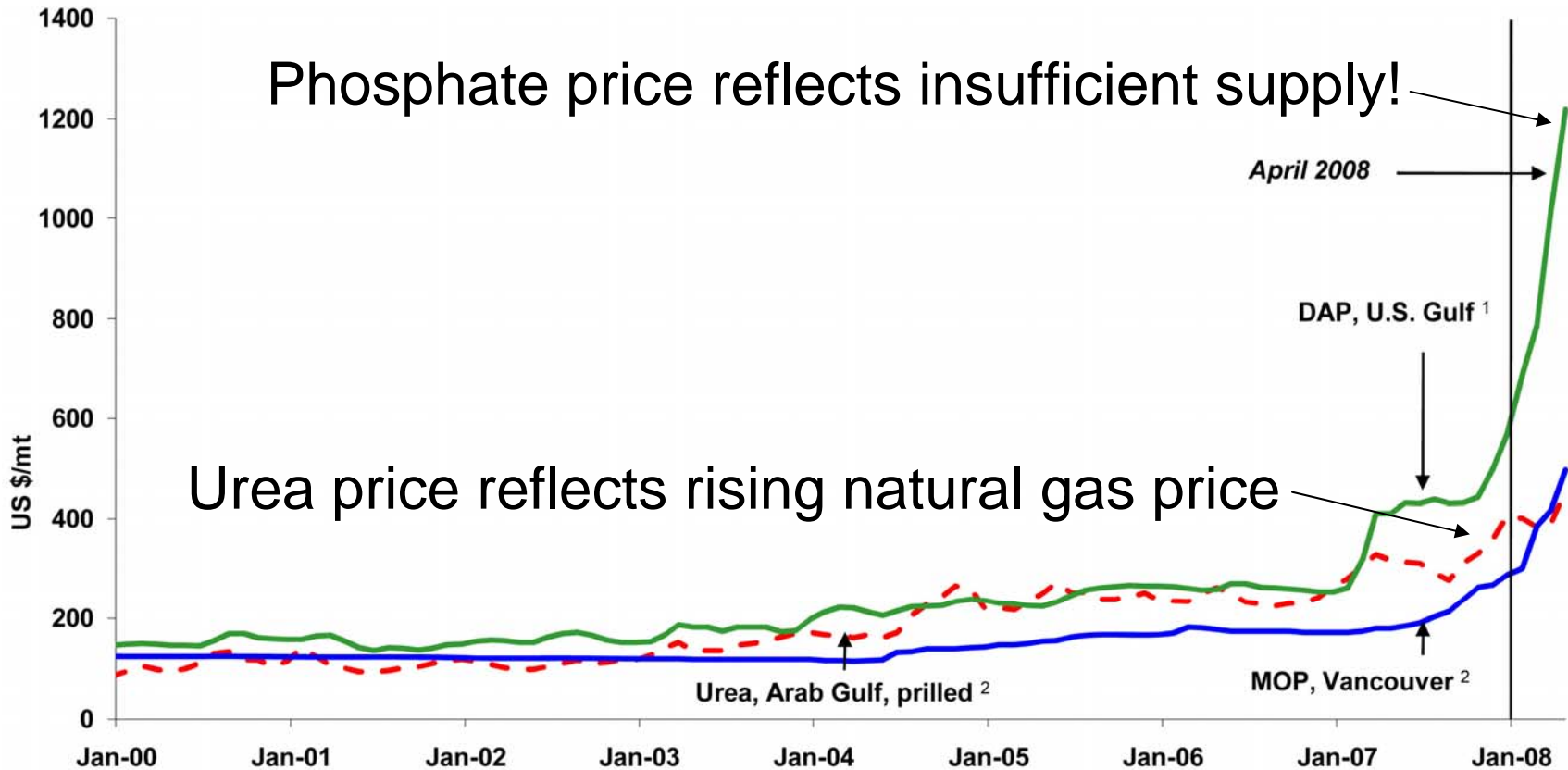
World rock phosphate production H-L 1968-2005

75% gone!



What is the future of western industrial agriculture?

Fertilizer Prices
(FOB, bulk)
Monthly Averages
January 2000 - April 2008



1. Derived from *Green Markets*. 2. Derived from *FMB Weekly*.

World fertilizer prices, especially diammonium phosphate, rose sharply in 2007 then skyrocketed—off the chart—from January to April 2008. FOB = free on board (average price, with buyer paying freight and insurance, to destination port). DAP = diammonium phosphate. MOP = muriate of potash.