

# Hydrogen perspective in Japan

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## **Japan's Policy Update**



- In October 2020, the Japanese government declared its ambition to reduce greenhouse gas emissions to net zero by 2050
- METI formulated a "Green Growth Strategy Through Achieving Carbon Neutrality in 2050" as industrial policy and established the "Green Innovation Fund (approx. US\$ 19 billion) to accelerate socialization of promising technology including hydrogen.
- With the fund, several hydrogen-related projects have started.
   (ex. large-scale transportation, power generation, renewable hydrogen, marine engine, steel production, etc.)
- 1% Hydrogen/Ammonia are positioned in 2030 energy mix by 6<sup>th</sup> Japan's Strategic Energy Plan

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## **Direction: How to promote Hydrogen**



| Goals | Cost (\$/kg): \$3/kg by 2030 & less than \$2/kg by 2050 |
|-------|---|
|       |   |

|      |   | Short Term (- 2025)<br>Approx. 2 million tons   | Mid Term (- 2030)<br>Max. 3 million tons   | Long Term (- 2050)<br>20 million tons   |
|------|---|---|--|---|
| nand | Existing source (ex. By products)             | Maximize utilization as major source  | Decarbonization of hydrogen product  | tion (with CCUS)  |
|      | Import  | Accumulation of knowledge and cost reduction through demonstration project                    | Development of large-scale international hydrogen supply chain                               | Further scale up through diversification of hydrogen source   |
|      | New domestic<br>source                        | Accumulation of knowledge and cost reduction through demonstration project                    | Start up hydrogen production by electrolysis using excess energy from renewables             | Scale up hydrogen production by electrolysis, and realizing innovative hydrogen production technology |
|      | Transportation                                | Expansion to FC trucks in addition to FCVs and FC buses                                       | Launch of ships (FC ships, etc.) to the market   | Use of hydrogen and synthetic fuel for aviation   |
|      | Power generation                              | Using of stationary fuel cell and small gas turbine for distributed energy                    | Commercialization of large-scale hydrogen power generation turbine                           | Further scale up and function as balancing power  |
| Der  | Industry<br>(raw material)                    | Conducting technology demonstration project (refinery, steel process, chemical process, etc.) |  | Realizing hydrogen steel process, green chemical, etc.  |
|      | Thermal<br>(Industry, business,<br>household) | Substitute fossil fuels through insta<br>decarbonization of supply infrastruc<br>gas pipes    | Expanding supply through infrastructure development and hydrogen cost reduction Source: METI |   |

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## **Current Topic: Liquefied Hydrogen**





#### **Current topic: MW scale Power-to-Gas**





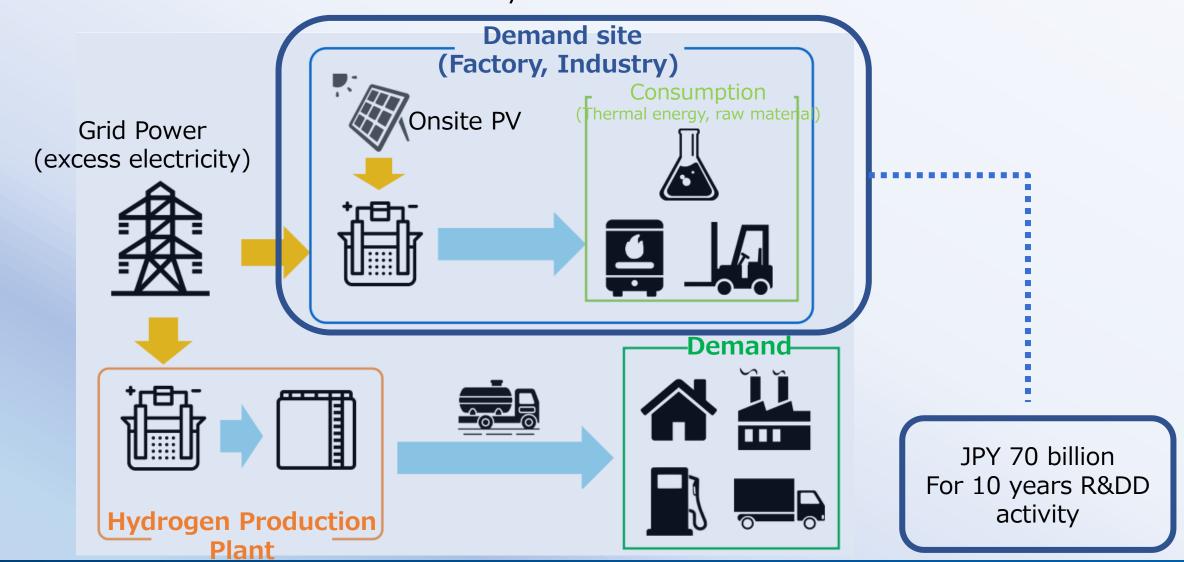


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#### New Project: Hydrogen scaling-up



Power to Gas for decarbonization at Industry Sector



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Thank you!