

Cargo Handling, Piping Systems & MARPOL

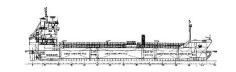
Otto Nyquist, Senior Principal Surveyor

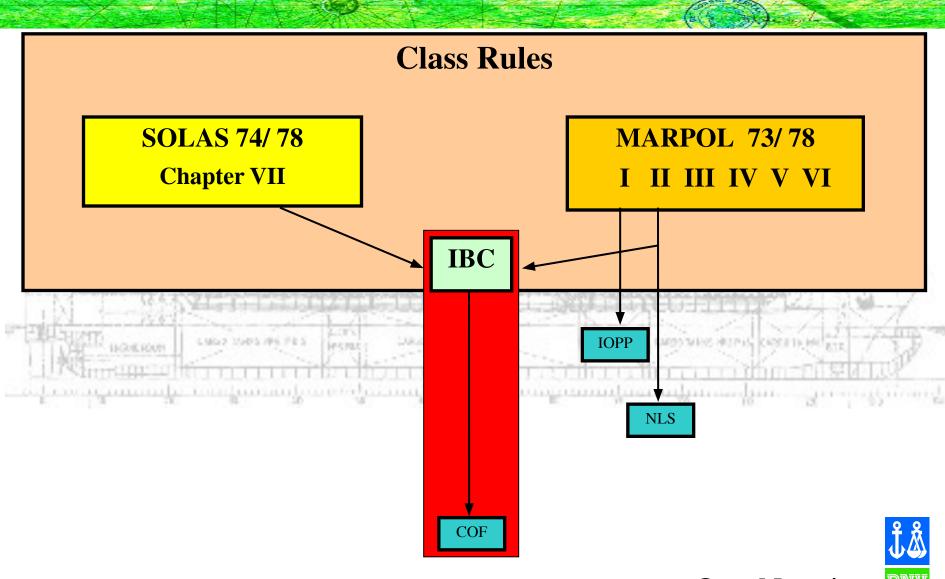
Oil and Chemical Carriers

Arrangement and Piping:

- Approval of new-buildings for Oil and Chemical tankers.
- Support and Issuance of Certificates and cargo lists for new and existing ships.
- Representative in IMO BLG / ESPH WG
- 4-5 persons.

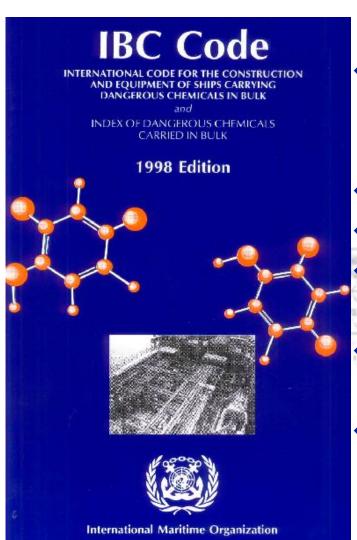
Chemical Tankers IBC Code, SOLAS & MARPOL





IBC Code





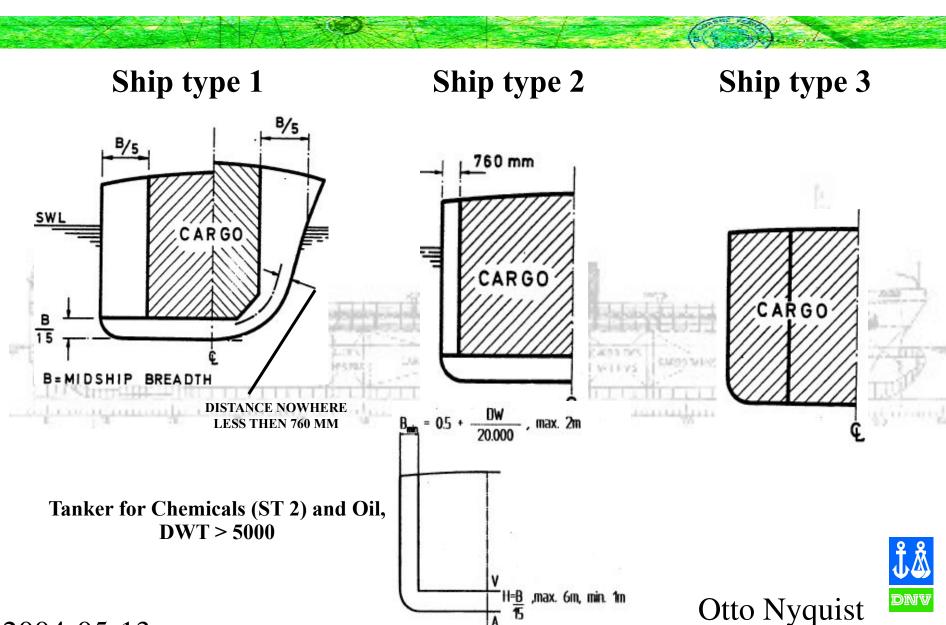
Application

- •All Ships carrying liquid cargoes other than oil, having safety hazards (greater than or additional to those of oil) and / or are of pollution category A, B or C
- ◆N.A. for petroleum or similar products
- •Relevant products are listed in chapter 17
- Products to which the IBC Code does not apply, are listed in Chapter 18
- New products to be evaluated by flag state or port state before carriage
- Liquids having vapour pressure≤ 2,8 bar at 37,8
 °C



Ship survival capability & location of cargo tanks



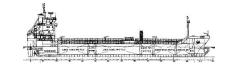


Cargo types/ Rules & Regulations



| S&P Hazards | Pollution Hazards Cat. A, B, C | Poll. Haz. Cat. D, FP<60 | Poll. Haz. Cat. D, FP>60 | No Poll. Hazard FP<60 | No Poll. Hazard FP>60 | | |
|--|---|---|---|--|--|--|--|
| IBC cargoes (Ch. 17 IBC) | | | NON- IBC cargoes (Ch. 18 IBC) | | | | |
| Think Training | | | | SOLAS (Tanker) | | | |
| Certificate of Fitness | | | NLS Certificate (If not included in COF) | | | | |
| Benzene Creosote Phenol Sulphuric acid | Diphenyl ether Toluene White spirit | •Methyl alcohol | •Animal oil •Vegetable oil | Ethyl alcohol | Molasses Glycerin | | |
| | Hazards IBC cargoes (Ch. 17 IBC) tificate of Fit Benzene Creosote Phenol | Hazards Cat. A, B, C IBC cargoes (Ch. 17 IBC) tificate of Fitness Benzene Creosote Phenol Diphenyl ether Toluene White spirit | Hazards Cat. A, B, C IBC cargoes (Ch. 17 IBC) SOLAS (Tanker) tificate of Fitness **NLS Cetter (If not inclusive | Hazards Cat. A, B, C Cat. D, FP < 60 IBC cargoes (Ch. 17 IBC) - SOLAS (Tanker) Toluene Creosote Phenol Haz. Cat. D, FP > 60 NON- IBC (Ch. 18 Cat. D, FP > 60 NON- IBC (Ch. 18 Animal oil Vegetable oil | Hazards Cat. A, B, C Haz. Cat. D, FP < 60 FP < 60 FP < 60 Cat. D, FP < 60 Cat. D, FP < 60 FP < 60 | | |

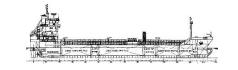
Oil like substances

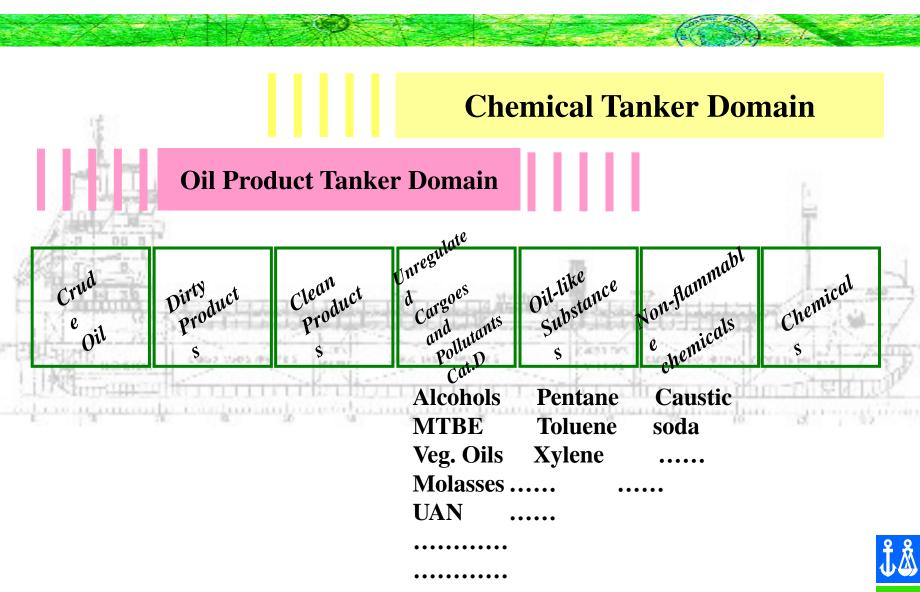


- Oil like substances of Category C or D in MARPOL Annex II Reg. 14 may alternatively be carried on Oil tankers, when:
 - Ship complies with Annex I as product carriers,
 - the Oil content meter is approved for the products and they are included in IOPP Certificate,
 - for Category C product ship complies with Ship type type 3 damage stability requirements.



CARGO SPECTRUM FOR CHEMICAL TANKERS AND OIL PRODUCTS TANKERS





Oil & Chemical tankers in DNV



- Below 70000 DWT:
 - Tanker for Vegetable oil & Edible oil: 12
 - Tanker for Methanol: 1
 - Tanker for Oil and Caustic Soda: 19
 - Tanker for Oil Products: 72
 - Tanker for Oil: 447
 - Tanker for Oil and Chemicals: 283



ANALYSIS OF CARGO PARCELS BY PRODUCT TYPE IN CHEMICAL TANKERS



| • | Acid Inorganic | 6.2% | • | Liquid Fertilizers | 0.79 | % |
|---|-----------------------------|------------|------|---------------------------------|----------|---------|
| • | Acid Organic | 0.7% | • | Lubricating Oils & A | dditives | 4.5% |
| • | Animal Oils and Fats | 4.8% | • | Mineral Spirits | 3.5% | |
| • | Caustic | 11.6% | • | Molasses 1.1° | % | |
| • | Petrochemicals | 35.1% | • | Other Specially Chem | nicals | 0.6% |
| • | Coconut Oil | 7.5% | • | Palm Kernal Oil | 1.5% | 0.00 |
| • | Clean Petroleum Prod | ducts10.9% | • | Palm Oils | 4.5% | in |
| • | Dirty Petroleum Prod | lucts 0.1% | 10.5 | Vegetable Oils | 4.9% | 7 |
| • | Drying Oils | 0.6% | | Waxes 0.3° | % | LU |
| • | Fish Oils 0.99 | 0/o | 4 | anne frankramiter francisco fra | d | d? mand |



Revised MARPOL Annex II and Chem Code AND THE CONSEQUENCES



To set the scene

MARPOL 73/78 has 6 Annexes

- Annex I Oil (cargo and engine room)
- Annex II NLS (i.e. all other liquids carried in bulk
- · Annex III
- Annex IV
- · Annex V
- Annex VI (enters into force 19 May 2005)



To set the scene

Current Annex II has 5 Appendixes

- · Appendix I Guidelines
- Appendix II Noxious Liquids A B C D
- Appendix III Other (non-noxious) substances
- Appendix IV Cargo Record Book
- Appendix V NLS Certificate Form

5 Category system = A - B - C - D - III



Purpose of the revision

- Editorial improvements
- · Adaptation to new GESAMP procedure
- Reduction of number of categories
- Simplification of operational requirements
- Fewer non-regulated substances
- Reduction of legal discharges
- Keeping up with technical development



Time schedule (expected)

- Approved for circulation: MEPC 51 (April 2004) (done)
- Formal adoption: MEPC 52 (15 October 2004) (done)
- Formal adoption of IBC Code by MSC 79:
 December 2004
- Tacit acceptance confirmed: 1 July 2006
- In force for all ships:
 1 January 2007



Nature of revised requirements: Operational requirements for the individual substances

Therefore:

- Applicable to all (both new and existing) ships
- Applicable from the set date
- Replaces current requirements (which remain in force until the set date)



Editorial updating

- Outdated text deleted
- Requirements of P & A Standards incorporated in Annex II regulations
- · Requirements for P & A Manual clarified
- Stripping requirements clarified / formalised
- Simplification of requirements and procedures
- "Oil-Like" does no longer exist



Basis for assigning Pollution Categories

- GHS (Globally Harmonized System) for evaluation of Chemicals:
- New GESAMP Hazard Evaluation Procedure and Profile:
- Change from 5 to 4 Categories:
- New Guidelines for assigning Pollution Categories:
 - Most Cat. A become Cat. X
 - Most Cat. B + Cat. C become Cat. Y
 - Most Cat. D + App. III become Cat. Z
 - · Some few App. III become OS
 - Almost all Ch. 17 or Ch. 18 products will require Chem Code CoF or NLS Certificate



Guidelines for assigning Pollution Categories

| Rule | A1 | A2 | B1 | B2 | D3 | E2 | Cat |
|------|---|----|----|-------|--------|-------------------------------|-----|
| 1 | | | ≥5 | | | | |
| 2 | ≥4 | | 4 | | | | X |
| 3 | | NR | 4 | | | | |
| 4 | ≥4 | NR | | | CMRTNI | | |
| 5 | | | 4 | | | | |
| 6 | | | 3 | | | | |
| 7 | | | 2 | | | | *** |
| 8 | ≥4 | NR | | Not 0 | | | Y |
| 9 | | | | ≥1 | | | |
| 10 | | | | | | Fp, F or S (if not inorganic) | |
| 11 | | | | | CMRTNI | | |
| 12 | Any product not meeting the criteria of rules 1 to 11 and 13 | | | | | | Z |
| 13 | All products identified as: ≤2 in column A1; R in column A2; blank in column D3; not Fp, F or S (if not inorganic) in column E2; and 0 (zero) in all other columns of the GESAMP Hazard Profile | | | | | | OS |

Otto Nyquist

Basis for assigning Ship Types

- GHS (Globally Harmonized System) for evaluation of Chemicals:
- New GESAMP Hazard Evaluation Procedure and Profile:
- New Criteria for assigning Ship Type for Pollution reasons:
 - (Revised) Ship Type requirements for Pollution reasons:
 - All X and Y gets a ST1, 2 or 3 according to table
 - All "Not readily biodegradable" = ST3
 - Persistent floaters = ST2
 - Bio accumulating at least ST3
 - Ship Type for Safety reasons not changed for existing products
 - Applicable Ship Type = most stringent of Pollution and Safety Ship Type



Ship Type for Pollution reasons

| Rule Number | A1 | A2 | B1 | B2 | D3 | E2 | Ship Type |
|----------------|---|----|------------------|-----------------|--------|-----------|--------------|
| 1 | | | ≥5 | | | | 1 |
| 2 | ≥4 | NR | 4 | | CMRTNI | | |
| 3 | ≥4 | NR | | | CMRTNI | | |
| 4 | | | 4 | | | | |
| 5 | ≥4 | | 3 | | | | |
| 6 | | NR | 3 | | | | 2 |
| 7 | | | | ≥1 | | | |
| 8 | | | | | | Fp | |
| 9 | | | | | CMRTNI | F | |
| 10 | | | ≥2 | | | S | |
| 11 | ≥4 | | | | | | |
| 12 | | NR | | | | | 3 |
| 13 | | | ≥1 | | | | J |
| 14 | | Δ | All other Catego | ory Y Substance | S | | |
| 15 | All other Category Z Substances All "Other Substances" (OS) | | | | | NA C | |

New requirements for some "Big Movers"

| 0.222.2 | Pollution | Category | Ship Type | |
|-----------------------------------|-----------|--------------------------------|-----------|--------------------------------|
| Product name | Current | New MEPC 52/ WP.11/Add.1 | Current | New MEPC 52/ WP.11/Add.1 |
| Benzene | C | Y | 3 | 3 |
| Coconut oil (<5% free fatty acid) | D | Y | N/A | 2(k) |
| Dodecyl alcohol | В | Y | 3 | 2 |
| Ethanolamine | D | Y | 3 | 3 |
| Ethyl acetate | D | Z | N/A | 3 |
| Ethyl acrylate | A | Y | 2 | 2 |
| Ethyl alcohol | III | Z | N/A | N/A |
| Ethylbenzene | В | Y | 3 | 2 |
| Ethylene cyanohydrin | D | Y | 3 | 3 |
| Ethylenediamine | C | Y | 2 | 2 |
| Ethylene dichloride | В | Y | 2 | 2 |
| Ethylene glycol | D | Y | N/A | 3 |
| Fatty acid (saturated C13+) | III | Y | N/A | 2 |
| Formic acid | D | Y | 3 | 3 |
| Furfural | C | Y | 3 | 3 |
| Furfuryl alcohol | C | Y | 3 | 3 |
| Heptene (all isomers) | C | Y | 3 | 3 |
| Hexamethylenediamine solution | C | Y | 3 | 3 |
| Hexane (all isomers) | C | Y | 3 | 2 |
| Hexanol | D | Y | N/A | 3 |
| Hexene (all isomers) | C | Y | 3 | 3 |

NED = Not Enough Data



| | Pollution | Category | Ship Type | |
|---------------------------------------|-----------|--------------------------------|-----------|--------------------------------|
| Product name | Current | New MEPC 52/ WP.11/Add.1 | Current | New MEPC 52/ WP.11/Add.1 |
| Isopropyl alcohol | III | Z | N/A | N/A |
| Methyl alcohol | D | Y | N/A | 3 |
| Methyl tert-butyl ether | D | Z | N/A | 3 |
| Methyl ethyl ketone | III | Z | N/A | 3 |
| Methyl isobutyl ketone | D | Z | N/A | 3 |
| Methyl methacrylate | D | Y | 2 | 2 |
| Molasses | III | OS | N/A | N/A |
| Nonene (all isomers) | В | Y | 3 | 2 |
| Octanol (all isomers) | C | Y | 3 | 2 |
| Olefin mixtures (C5-C7) | C | NED | 3 | NED |
| Olefin mixtures (C5-C15) | В | NED | 3 | NED |
| Olefins (C13+, all isomers) | III | Y | N/A | 2 |
| Palm kernel oil (<5% free fatty acid) | | Y | | 2(k) |
| Palm oil (<5% free fatty acid) | D | Y | N/A | 2(k) |
| Palm olein (<5% free fatty acid) | D | Y | N/A | 2(k) |
| Palm stearin (<5% free fatty acid) | D | Y | N/A | 2(k) |
| Paraffin wax | III | Y | N/A | 2 |
| Pentene (all isomers) | C | Y | 3 | 3 |
| Perchloroethylene | В | Y | 3 | 2 |
| Phenol | C | Y | 2 | 2 |
| Phosphoric acid | D | Z | 3 | 3 |
| Pine oil NED = Not Enough Data | C | X | 3 | 2 |



| | Pollution | Category | Ship Type | |
|---|-----------|--------------------------------|-----------|--------------------------------|
| Product name | Current | New MEPC 52/ WP.11/Add.1 | Current | New MEPC 52/ WP.11/Add.1 |
| Potassium hydroxide solution | C | Y | 3 | 3 |
| Propylbenzene (all isomers) | A | Y | 3 | 3 |
| Propylene glycol | III | Z | N/A | N/A |
| Pyrolysis gasoline | В | NED | 3 | NED |
| Rapeseed oil (low erucic acid, < 4% free fatty acids) | D | Y | N/A | 2(k) |
| Sodium hydroxide solution | D | Y | 3 | 3 |
| Soyabean oil (<0.5% free fatty acid) | D | Y | N/A | 2(k) |
| Styrene monomer | В | NED (Y) | 3 | NED (3) |
| Sulphuric acid | С | Y | 3 | 3 |
| Sunflowerseed oil (< 7% free fatty acid) | D | Y | N/A | 2(k) |
| Tall oil | В | NED | 3 | NED |
| Tallow (< 15% free fatty acid) | D | Y | N/A | 2(k) |
| Tetrahydrofuran | D | Z | 3 | 3 |
| Toluene | C | Y | 3 | 3 |
| Toluene dii socyanate | C | Y | 2 | 2 |
| Trichloro ethylene | C | Y | 3 | 2 |
| Triethanolamine | D | Z | 3 | 3 |
| Urea/Ammonium nitrate solution | D | Z | N/A | 3 |
| Urea solution | III | Y | N/A | 3 |
| Vinyl acetate | C | Y | 3 | 3 |
| Xylenes | C | Y | 3 | 2 |



"Other substances" - 05

- · Apple Juice
- · Clay Slurry
- Coal Slurry
- · Glucose solution
- Kaolin slurry
- Molasses
- Water



Revised Stripping requirements

- All Chem / NLS tankers keel-laid after 2007-01-01;
 75 litres for XYZ (no tolerance)
- Existing IBC ships; 150 litres for XY (incl. 50 | tolerance)
 350 litres for Z (incl. 50 | tolerance)
- BCH ships: 350 litres for XY (incl. 50 l tolerance)
 950 litres for Z (incl. 50 l tolerance)
- · Existing ships with NLS Cert.: Strip as good as possible
- Existing caustic soda tankers: Upgrade according to Category Y and age.



Revised Discharge Requirements

- No more Special Areas (except Antarctic maintained)
- High viscosity limit 50 mPa·s for all areas
- Prewash required for all Cat. X substances and for Cat. Y substances if high viscosity or solidifying
- Underwater outlet required for:
 XYZ for ships keel laid on or after 1 Jan. 2007
 XY for older ships



Consequences

- Many more products required to be carried by chemical tankers; (Ship Type 1, 2 or 3)
- Veg. oils are now Category Y and Ship Type 2
 - To be carried only under individual names
- Methanol is Category Y Ship Type 3
- MTBE is Category Z Ship Type 3
- Caustic Soda is Category Y Ship Type 3
- "Oil-Like" disappears from product tankers
 - Toluene is Category Y Ship Type 3
 - Xylenes is Category Y Ship Type 2
- UAN is Category Z Ship Type 3



Waiver possible for Veg Oils

- Ship Type 3 damaged stability (rather than 2) required
- Quantity limitation of 3 000 m³ not enforced
- Double skin tanks required
- · Stripping capability for Category Y required
- · Normal operational requirements to be applied
- Use of <u>Waiver Clause</u> to be specifically authorised by Flag Administration
- Existing dry cargo ships with deeptanks / independent tanks may continue carriage of veg oils in specific trades



IBC Code Changes

- Editorial to match Annex II
- Revised electrical requirements based on new IEC standard
- Materials requirements made operational / data base not maintained by IMO



NEW CARGO SPECTRUM FOR CHEMICAL TANKERS AND OIL PRODUCTS TANKERS

Chemical Tanker Domain

Oil Product **Tanker Domain**

Non-flammable Substances 18 | Cat. ZICh. 18 Oil-like Substances Clean Products Dirty Products Chemicals Crude chemicals **Ethyl Caustic Benzene** alcohol soda **Methyl Molasses UAN** alcohol **MTBE Toluene** Veg. Oils MANAGING RISK

Consequences for Owners / Operators

- COMMERCIAL EFFECTS
- Training of shore staff and crew members
- Update commodity books / product information
- Updating of or new P & A Manuals
- New Certificates and Addenda
- Revise Charter Agreements?????
- Neither Certificate / Nor Carriage for products not GESAMP'd
- Keep an eye on "your" cargoes



Consequences for Administrations / Class Societies on behalf of Adm.

- Update software
- Train surveyors / HO staff
- Approve updated / new P & A Manuals for all ships
- Issue New Chem Code CoF (all ships)
- Issue New Addenda
- Issue New NLS Certificates (all ships)
- Increased need for reception facilities



Likely problems

- Backlog with P & A Manuals and Certificates
- Transition from old to new Annex II
- New-building contracts

2004-05-13

- Training of Terminal and Port State inspectors
- Availability of Reception Facilities
- Producers / Shippers / Brokers etc.
- · Interpretations to be developed
- Don't complicate the transition process with Change of Flag / Change of Class



REPEAT / SUMMARY

- Effective date: 2007-01-01
- · Affects all liquid bulk cargoes except oils and OS
- No carriage unless the substance has been GESAMP'd
- · All ships need new P & A Manuals
- · All ships need new Certificate
- Sophisticated chemical tankers will maintain their product range subject to documentation requirements
- Simple chemcial tankers may loose a large portion of their product range
- Tankers with NLS Certificate will loose most of their product range unless upgraded
- Carriage of "oil-like" substances by oil tankers will be terminated









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