# The Promotion of Biofuels in Transportation Sector Hong Kong, China

7-10 April 2014







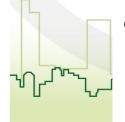
### **Content of Presentation**

- Transportation Sector in Hong Kong, China
- Energy End Use of RE of Hong Kong, China
- 3. Biodiesel in Hong Kong, China
- 4. Promotion of Biodiesel for Transport Sector



# Transportation Sector in Hong Kong, China

- Wide use of mass transportation system at the community level
- Low car ownership rate compare with other cities like London, Tokyo, and New York
- As at end December 2013, Motor Vehicles per 1000 Population was 94.3
- Almost all motor vehicles in Hong Kong rely on fossil fuels, including petrol, diesel and LPG

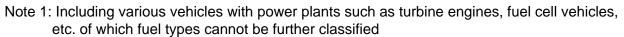




# Transportation Sector in Hong Kong, China

 Number of Licensed Vehicle by Fuel as in December 2013:

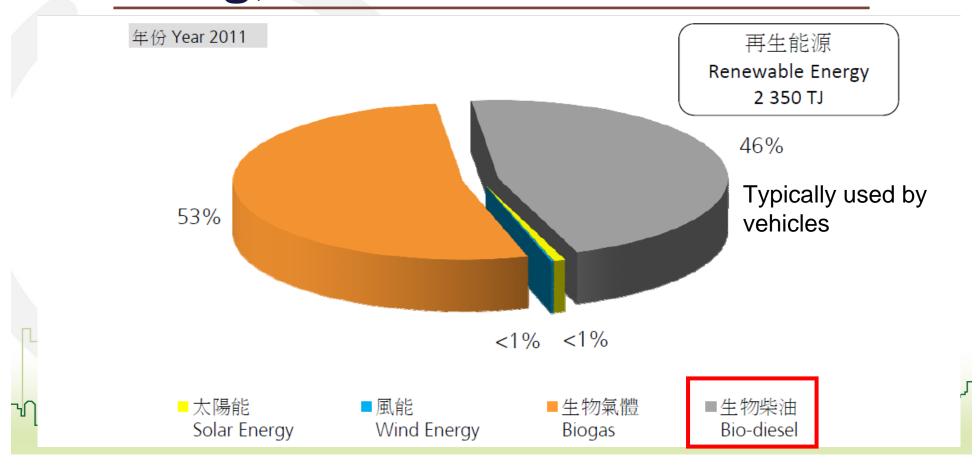
Licensed
515,948
136,328
515
21,776
42
674,609 <sup>(2)</sup>







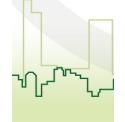
## Energy End Use of RE of Hong Kong, China







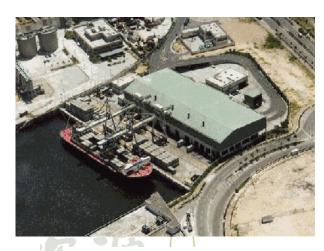
- Three local biodiesel manufacturers
- Production capacity of the three biodiesel production plants are 22,000 tons, 100,000 tons and 100,000 tons per annum
- Transforming waste cooking oil and grease trap oil to biodiesel
- Users of biodiesel include on road vehicles, power generators, tractors, and forklift etc.



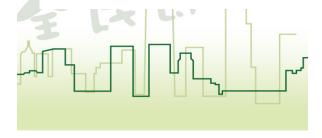


# Biodiesel in Hong Kong, China (Cont')

- Waste cooking oil are collected at the West Kowloon Transfer Station each day for transforming into biodiesel
- About 4 5 tonnes of used cooking oil
- About 20 tonnes of recycled fats (recovered oil and grease from the Grease Trap Waste Treatment Facilities at the West Kowloon Transfer Station)



The West Kowloon Transfer Station













- "Feasibility Study of Using Biodiesel as Motor Fuel in Hong Kong carried" out by the Government in 2003
- Carried out by Environmental Protection Department and The University of Hong Kong
- Investigate the effect of using different percentages of biodiesel fuel on air pollution emissions, smoke opacity and engine power in diesel vehicles in Hong Kong
- Serve as a reference for assessing the impact of using biodiesel under Hong Kong diesel vehicle operation environment







\$0.00

### Promotion of Biodiesel for Transport Sector

### Commitment to a duty-free policy on auto-biodiesel

> Pure biodisel is duty-free

Euro V Diesel

As an illustration, the duty payable for hydrocarbon oil are as follows

	Hydrocarbon Oil	Duty per litre (HK\$)
	Aircraft Spirit	\$6.51
	Motor Spirit (leaded petrol)	\$6.82
	Motor Spirit (unleaded petrol)	\$6.06
Ч	Light Diesel Oil	\$2.89
L	Ultra Low Sulphur Diesel	\$2.89







- Specifications for auto-biodiesel under Air Pollution Control (Motor Vehicle Fuel) Regulation (Cap 311L)
- The Cap 311L was amended in 2009 to draw up the biodiesel standard applicable to local motor vehicles, so as to ensure the quality of biodiesel
- The specifications are in general comparable with European Union standard EN14214
  - Biodiesel blends that are supplied or sold for motor vehicle use must be blended from pure biodiesel and motor vehicle diesel









- Mandatory labelling requirement at selling points of motor vehicle diesel having biodiesel content over 5%
- A label is required at the selling points for selling the motor vehicle biodiesel with biodiesel content over 5%
- The label is to assist owners in choosing a fuel suitable for their vehicle
- The biodiesel content in the motor vehicle biodiesel expressed in percentage should not deviate from the percentage of biodiesel content indicated on the label by more than one percent









- Mandatory labelling requirement at selling points of motor vehicle diesel having biodiesel content over 5% (Cont')
- > The measure would not only help develop the local biodiesel market, but also ensure the quality of the fuel, thereby strengthening users' confidence









 Mandatory labelling requirement at selling points of motor vehicle diesel having biodiesel content over 5% (Cont')

#### 汽車生化柴油

Motor Vehicle Biodiesel

#### 本汽車生化柴油混合物的酯含量為 15%\*

This motor vehicle biodiesel blend contains 15% of ester content

#### 不適合某些車輛

Not suitable for some vehicles

#### 使用前請諮詢有關的認可車輛代理商

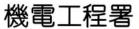
Consult the relevant authorized vehicle dealers before use

#### 本汽車生化柴油為《空氣污染管制(汽車燃料)規例》(第 311 章 · 附屬法例 L)所指的汽車生化柴油。

This motor vehicle biodiesel is the motor vehicle biodiesel within the meaning of the Air Pollution Control (Motor Vehicle Fuel) Regulation (Cap. 311 sub. leg. L).

Sample of Label





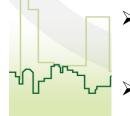








- Government take the lead in using biodiesel
- A 16-month pilot scheme was launched in January 2012 to use B5-Diesel, of about 3.5 million litres, in vehicles, vessels, boilers and diesel engines of 5 relevant government departments
- To pioneer the use of biodiesel in Hong Kong enabling its wider adoption progressively
- The scheme covered 120 police vehicles, five vessels, four dual fuel engine generators and 12 boilers
  - Accounting for some 8% of overall Euro V diesel consumption by the Government











- Government take the lead in using biodiesel (Cont')
- In view of the good result, the Government has started a second phase of the pilot scheme in May 2013 to expand the use of B5 diesel in more government departments with an estimated total consumption of about 8 million litres in two years.











### **Summary**

- "Feasibility Study of Using Biodiesel as Motor Fuel in Hong Kong" carried out by the Government in 2003
- Duty-free policy on pure auto-biodiesel
- Regulatory control
- >Specifications for auto-biodiesel under Air Pollution Control (Motor Vehicle Fuel) Regulation (Cap 311L)
- Mandatory labelling requirement at selling points of motor vehicle diesel having biodiesel content over 5%
- Government take the lead in using biodiesel









### Thank You

