Sobeys' Natural Transition to CO₂

FMI – Energy and Store Design Atlanta, September 21st, 2011





Table of contents

- Who is Sobeys?
- Sobeys Québec in a nut shell.
- 7-minute video.
- What has been done?
- The vision.
- CSC presentation.
- Carnot presentation.
- Conclusion.



Sobey,

Who is Sobeys?

- Founded in 1907.
- Wholly-owned subsidiary of Empire Company Limited.
- Canadian company.
- Headquarters in Stellarton, Nova Scotia & Toronto.
- Annual sales over 15 B\$.
- More than 1300 stores in 10 provinces.
- Atlantic, Québec, Ontario, West.
- 800 communities across Canada.
- 85,000 employees.
- Corporate and franchisees operations.
- Full services, fresh services, community services, convenience, discount, drug, others...





Sobey A The various banners 15: FRESHCO. FOODS . Price lga i FOODLAND Sobey/ awtons BONICHOIX 0.0110.05 **Needs** convenience RACHELLE-BERY D A LUMSDEN THIS ATLANTIC focus on food

Sobeys Quebec in a nut shell...

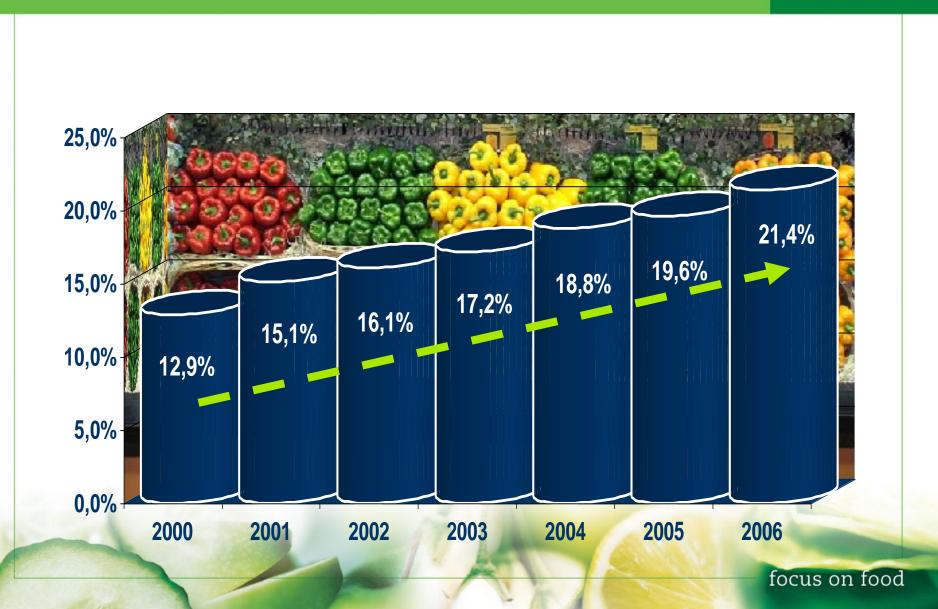
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Page 5

- IGR & IGR No.1 banner in Québec.
- 260 stores, mostly franchisees .
- +250 major projects over the last decade.
- \$200 M, capital growth investment per year.
- A peak of 28 projects under construction at the same time.
- A record of 12 openings in a month.
- First LEED certified supermarket in Canada.
- First Gold certified refrigerated warehouse in Canada.
- « Most active company in Canada » as per the NRCAN.
- Many active R&D projects with various partners.

Market shares IGA



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30 bronze plates....



Programme d'encouragement pour les bâtiments commerciaux Commercial Building Incentive Program

En reconnaissance d'une conception de bâtiment éconergétique visant à réduire les gaz à effet de serre In recognition of an energy-efficient building design aimed at reducing greenhouse gas emissions



Ressources naturelles

Natural Resources Canada



IGA St-Pascal de Kamouraska















7-MINUTE VIDEO







- In North America, 30% of the refrigerants are lost every year in the atmosphere.
- Actually, on the lifecycle of a refrigerant, we have to realize that it is 99%....
- 1000 pounds = 400 cars on the road for 1 year
- Tolerance 0 for the leaks...



CFC phase-out (R22)

• Montreal protocol in 1989.

- Gradual phase-out of the CFC.
- Expectation is that by 2014 demand>availability.
- Cost of R22 will increase...

Drop-in or replacement gas?



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What has been done?



2004, 2005, 2006, 2006-07, 2007, 2007, 2008, 2008, 2008, 2008,

- R22 + Heat reclaim with gaz...
- R22 + Glycol heat reclaim.
- R134 + Turbocor + Glycol heat Reclaim
- 6-07, Phase-out of freon in all our distribution centers.
 7, R507 + Glycol heat reclaim.
 - Australia trip (Norway, South Africa,Russia) Trois-Rivières project.
 - Canmet (NRCan) meeting.
 - The vision... And we will achieve it....
 - 9 suppliers, 5 invited, 2 official proposals.



What has been done?



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- 2008-09 Negotiation with the AEE for subsidies.
- 2008-09 2 R&D Laboratories.
- May 09 Nicolet.
- June 09 First CO₂ sub critical project
- July 09 First CO₂ trans critical project
 - Oct 09 Visit to UK, France, China (we're ahead...)
- Nov 09 Third supplier is on board
- Jan 10 Technology Award, 1st place in North America.
- Feb 10 First project delivered that meets the vision!!!!!
- Oct 10 CGF in Chicago.
- Nov 10 Cancun Summit.
- Sept 11 CGF in Atlanta.

The vision.

- Smaller system.
- Simpler system.
- Lower energy consumption system.
- Lower initial cost.
- Lower maintenance cost.
- No HFC.
- Retrofit kit for convenience stores.
- System that will be installed coast to coast.





CSC Contents of the Presentation Jobey

The Greenest way to preserve and save

• History

- CO₂ refrigeration systems
 - Cascade
 - Transcritical
- Challenges

Applications in North America



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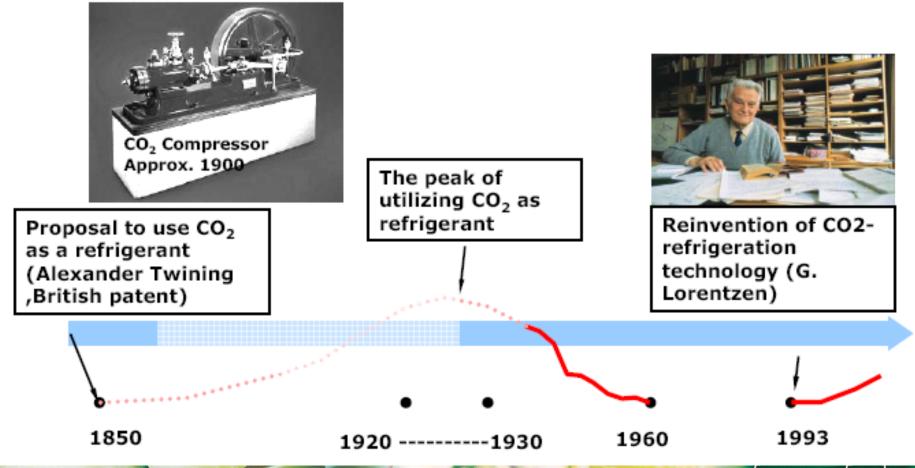


History



The Greenest way to preserve and save

CO2 utilized as refrigerant in sub- and supercritical refrigeration systems



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The Greenest way to preserve and save

Wisconsin,1934





Evolution, Innovation, Progress



CSC CO2 refrigeration systems



• CO₂ difference with other refrigerants:

- Critical point at lower temperature
- Below critical point : liquid and vapor regions are separated by the saturation curve
- Over critical point: there is no difference between liquid and vapor
- Concept of transcritical vs sub-critical

Refrigerant	R404a	NH3	CO2
Critical point (psi/F)	542/162	1640/270	1067/88



The Greenest way to preserve and save

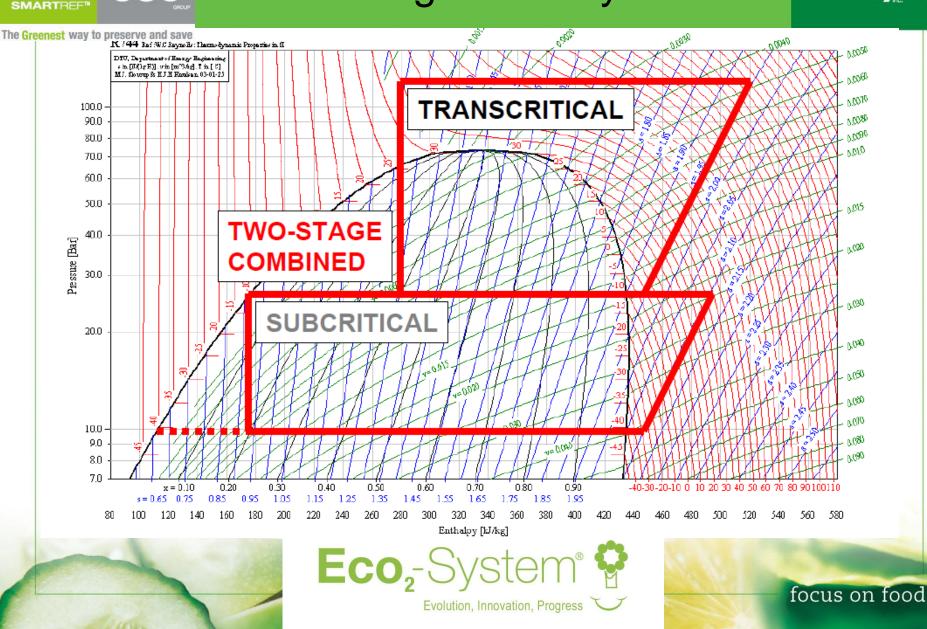


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CO2 refrigeration systems

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CO2 refrigeration systems



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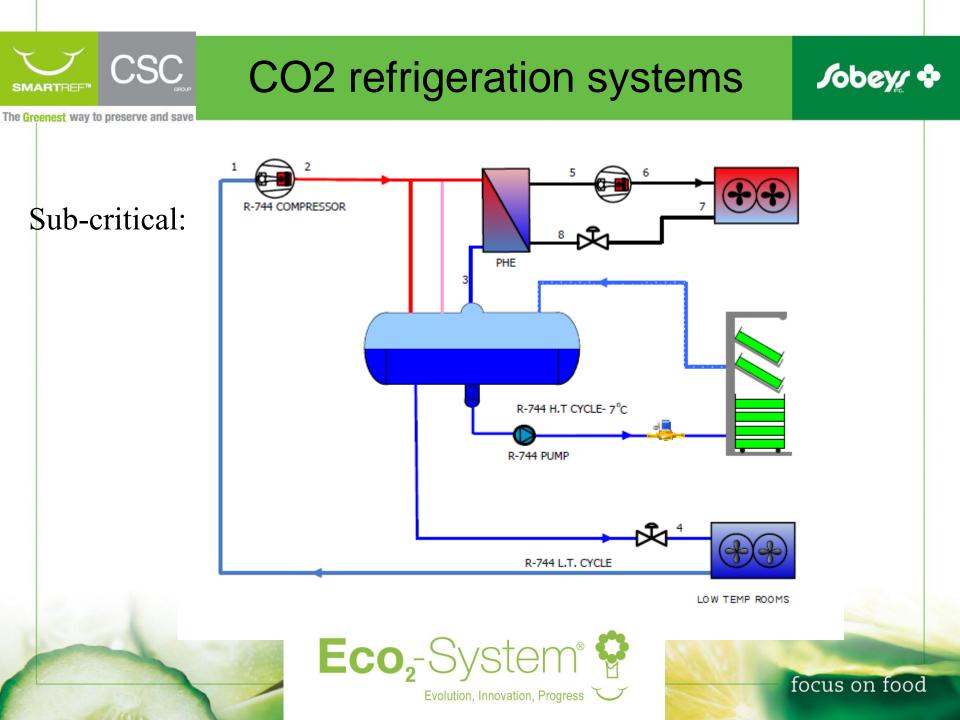
- Sub-Critical applications : Cascade
 - CO2 is used as a secondary refrigerant
 - Many versions:

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The Greenest way to preserve and save

- LT DX CO2, MT pumped glycol
- LT DX CO2, MT pumped CO2
- LT pumped CO2
- Common fact: all sub-critical applications need another refrigeration system to maintain CO2 at low pressure / temperature:
 - R404a
 - R134a
 - NH3
 - Etc...





CO2 refrigeration systems



The Greenest way to preserve and save

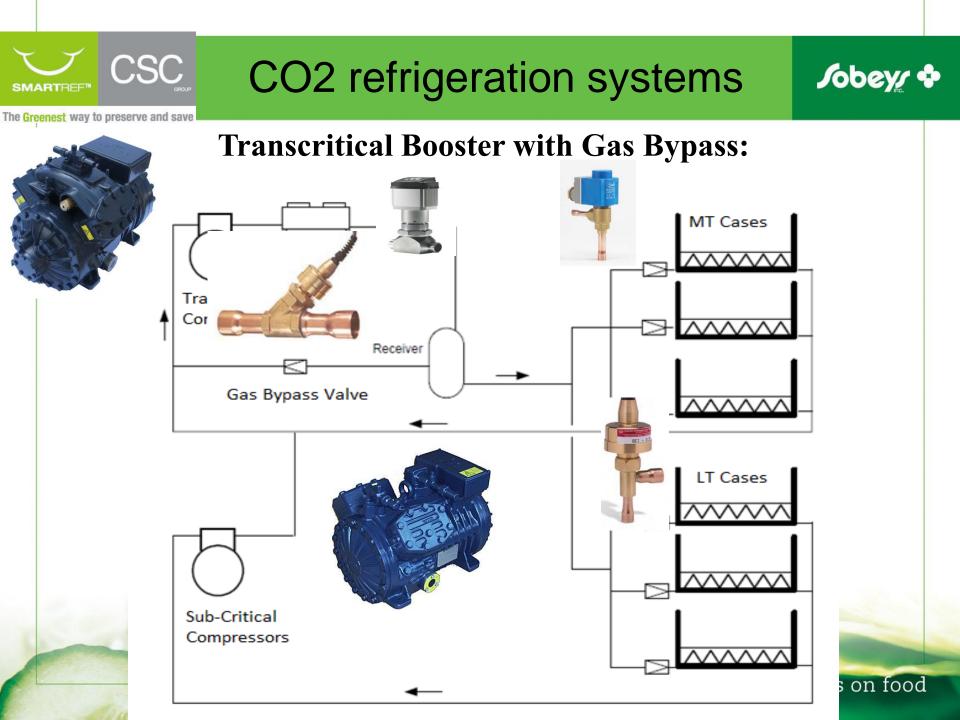
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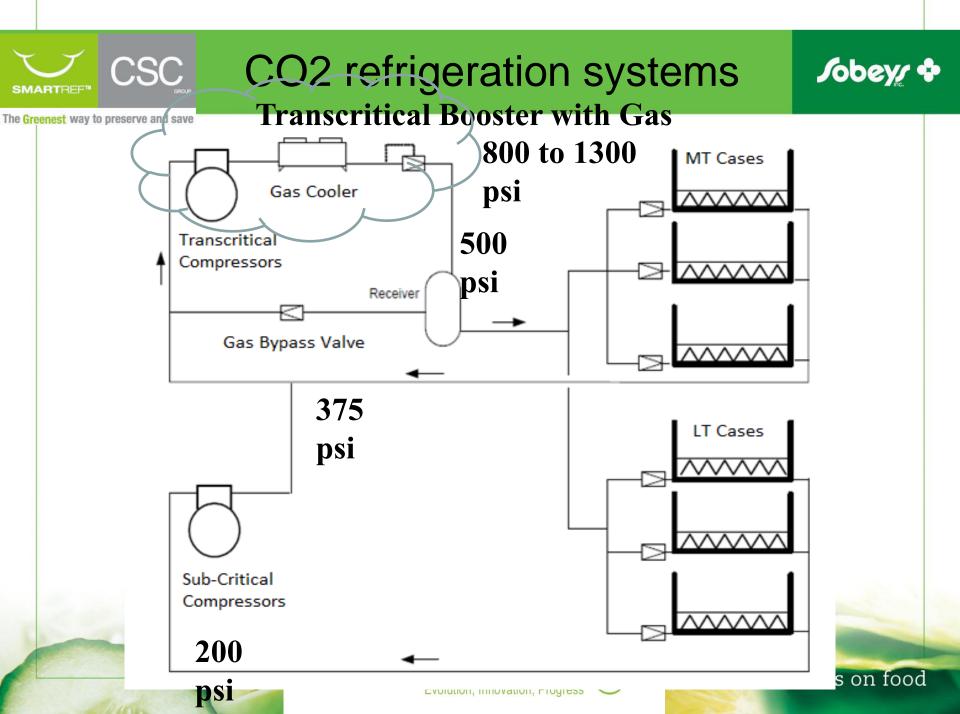
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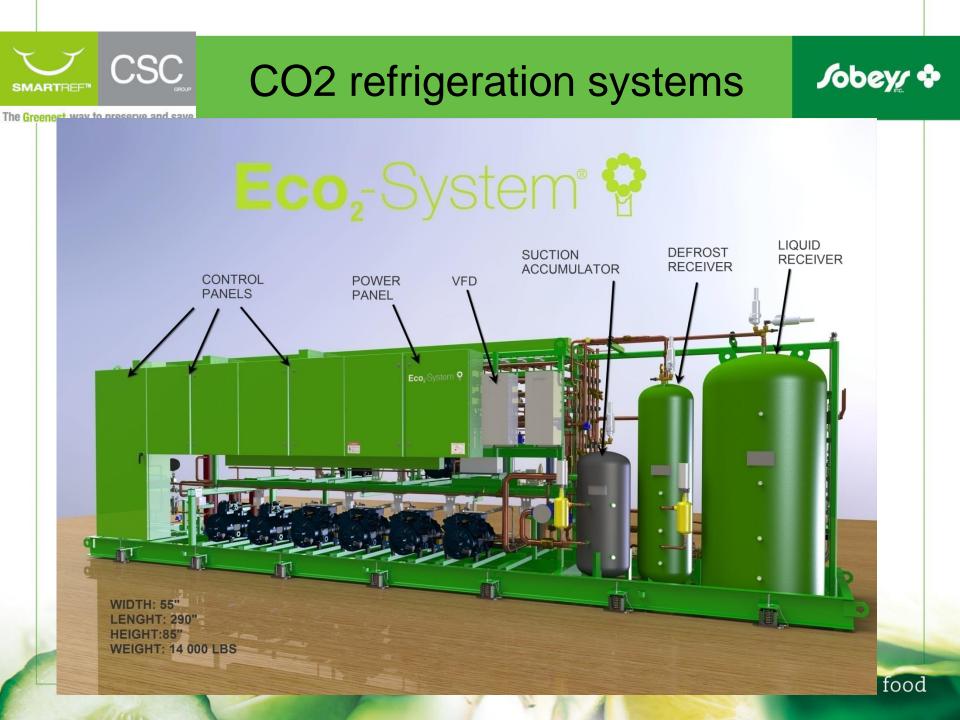
Sub-critical:



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Challenges



The Greenest way to preserve and save

- Main challenges for a rack manufacturer:
 - Oil management
 - Efficient and quick low pressure hot gas defrost
 - Pipe/components sizing
 - Power failure management
 - Electronic
 - Heat reclaim strategies
 - Training





CSC Applications in North America



The Greenest way to preserve and save

- Where transcritical CO2 systems can be applied:
 - Cold climate with annual mean ambiant temp of 50F or less.
 - Warm climate with low Wet bulb temp values using adiabatic cooling







Deviation of alternative system annual energy consumption compared to R404A reference system

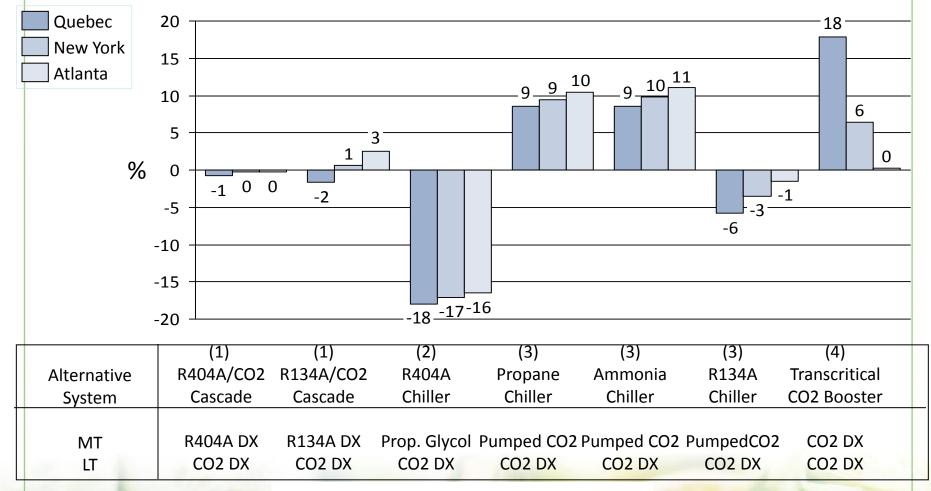


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The Greenest way to preserve and save

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Who is Carnot Refrigeration? What is our experience?

- 2007: Sobeys Trois-Rivières
 - ASHRAE'S BEST 2010 Technology Awards
 - Refrigeration and heat recovery Design and built.





ASHRAE'S BEST TECHNOLOGY AWARD CASE STUDIES

FISRT PLACE: INDUSTRIAL FACILITES OR PROCESS, NEW

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 2008: First CO2 refrigeration experimentations in our R&D Laboratory



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- <u>2009: 1st generation</u>
 - MT: Glycol 295kW
 (1 010 000 btu/hr)
 - 100% heat recovery

New features:

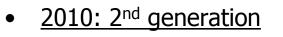
- LT: Direct CO₂ 80kW
 (273 000 btu/hr)
- Hot gas defrost at low pressure



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- LT: CO₂ 85kW (290 000 btu/hr)
- Hot gas defrost at low pressure
- 100% heat recovery

New features:

– MT: CO₂ 350kW (1 200 000 btu/hr)







- 2010: 3rd generation
 "SUPER CO₂OL" system design for SUPER markets
 - Hot gas defrost in low pressure

New features:

- CO₂ Transcritical
- CO₂ Direct heat recovery
- APD in MT



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- 2010: Distribution centre
 MEGA CO₂OL" system
 - NH₃/CO₂ LT and MT
 Range 1 to 5 MW
 (1 to 1400 TR)
 - TFC
 - 100% Heat recovery







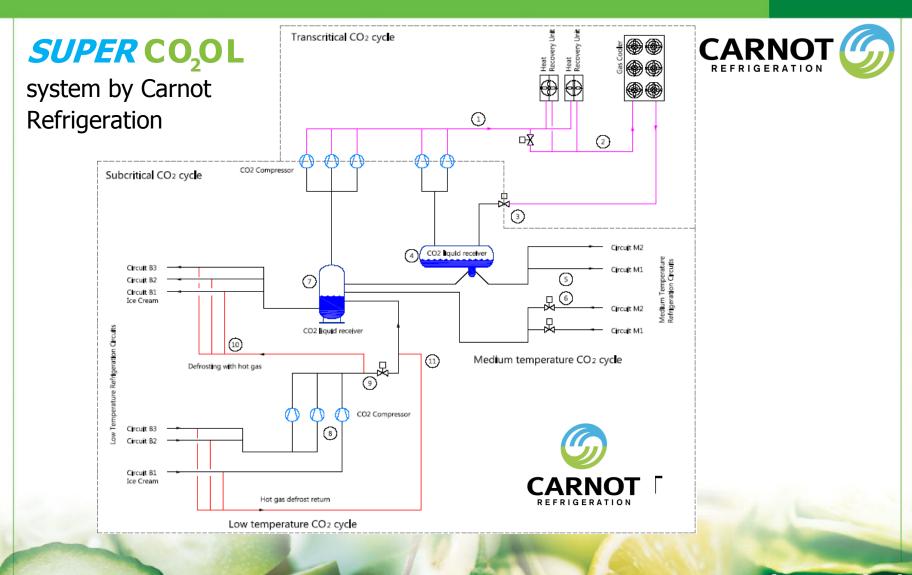


- 2011: In progress
 - Several "SUPER CO₂OL"
 systems for supermarkets
 - Several "*MEGA* CO₂OL" systems for distribution centres





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<u>Advantages</u>

- High energy efficiency
 - Direct CO₂ heat recovery (no pumps, no heat exchanger)
 - APD in MT and low temperature hot gas defrost. No electrical elements, consumption and wiring (reduction of pull down energy required after defrost)
- Accessible replacement parts by local wholesalers
- ✓ HFC free; phase-out free, low maintenance cost
- Lowest installation cost of any system
- Light weight and small footprint required for skids and condenser/gas cooler
- Industrial quality skids



CARNO







<u>Challenges</u>

- Technicians learning curve
- Follow-up of provisioning system
- Oil management
- New design criteria



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CO2 vs Sobeys September 2011

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Page 44

- 32 stores in operation, sub & transcritical.
- 6 generations of system, continuous improvements.
- Initial cost = conventional systems.
- 4 manufacturers so far.
- Cases & controls manufacturers = not an issue.
- Sobeys National standard = CO2 transcritical.
- 2 hottest summers ever = less concerns than conventional.
- First transaction on the voluntary carbon market, 15000 tons.
- Energy saving, initial survey = up to -18%.
- Active member of the CGF, refrigeration summits.
- Challenge is still for the R22 conversion.



A major leak in a conventional synthetic refrigerant system would have the same GWP as driving 1 200 cars on the road for a year...







A major leak in a CO2 refrigeration system would have the same GWP impact as a solitary fisherman using his motor boat on the lake...





Page 47





 Retailers are more then welcome to come visit us.

• CO₂ technology is <u>NOT</u> the technology of the future...

It's today's technology !!!

Contacts

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Page 49

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