



Biodiesel 2014: FAME and Misfortune?

William Woebkenberg - US Fuels Technical and Regulatory Affairs Mercedes-Benz Research & Development North America

July10, 2014



Daimler and Diesel: A Tradition over 75 Years in the Making

Diesel passenger cars are a part of the Daimler heritage dating back to 1936, with the introduction of the 260D.

There have been Mercedes-Benz diesel passenger cars in every decade since.

Diesel is not just a powertrain option, it is tradition.





Daimler Supports US National B5 Blend

Diesel fuels

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Main Grade	B5 (5 %v/v max for reliable vehicle operation)										
Ext. Main Grade	B5 + X; X additional HVO or BTL 5% up to 15% depending on availability										



B6-B20: A Drop-in Fuel?



Not Every OEM Agrees...



For Cummins engines in Ram trucks, B20 may be used in municipal, government and commercial fleets only. This applies to selected model-year vehicles. Please consult an authorized Ram service center for specific requirements and approved vehicle models.



Cummins Inc. Box 3005 Columbus, IN 47202-3005 U.S.A.

Phone: 1-800-DIESELS[®] (1-800-343-7357) Fax: 1-800-232-6303 Internet: cumminsengines.com

Twitter.com/CumminsEngines YouTube.com/CumminsEngines Cummine Ltd Yarm Road, Darlington, Country Durham, DL1 4PW UK

Phone: +44 (0) 1327 696484 Fax: +(0) 870 2413180 E-Mait emea.oustomerassistance@oummins.com

Bulletin 4071136 Printed in U.S.A. Rev. 7/12 @2012 Cummins Inc.



Not Every OEM Agrees...



Oil Change Interval	I 0,000 miles (≤B5 diesel fuel), 8,000 miles (B6→B20 diesel fuel)	
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Additional features include:

- Chain-driven Dual Overhead Cam (DOHC) valvetrain with roller followers and hydraulic adjusters
- Oil jet cooled pistons
- Swirl intake ports
- Water-cooled Exhaust Gas Recirculation (EGR) with integral bypass valve
- Engine oil cooler



DISCLAIMERS

For Training Purposes Only: All product information is current at the time of production approval, April 2013. All product information is subject to change.

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Not Every OEM Agrees...





Volkswagen of America, Inc. 3800 Hamlin Road Auburn Hills, MI 48326

<MONTH YEAR>

<CUSTOMER NAME> <CUSTOMER ADDRESS> <CUSTOMER CITY STATE ZIPCODE>

Vehicle Identification Number (VIN): </IN>

Subject: 2009-2013 Model Year Volkswagen TDI® Clean Diesel Vehicles Registered in Illinois Using Biodiesel Blend Fuels

Dear Volkswagen TDI Clean Diesel Owner,

As a valued Volkswagen customer, your satisfaction is our utmost priority, Because we support the development and use of renewable fuels (such as biodies file blends) we are writing to customers who have Volkswagen TDI® Clean Diesel engine vehicles registered in the State of Illinois in order to share some important information about using biodiesel fuel blends in these vehicles.

What is biodiesel? Biodiesel is a domestically produced, clean-burning and renewable partial substitute for conventional (petroleum) diesel fuel.

Why is it important for me to know about biodieself tel blocks? We will be that complies with ASTM D-b76 specifications and periodices flue blocks?

Due to Illinois state tax incentives for biofuels, biodiesel blends of B5 or less may not be available in Illinois. <u>However, we want to assure you that</u> <u>Volkowagen will continue to honor the terms and conditions of the</u> <u>Volkowagen Limited Waranties that came with your vehicle.</u>

Biodiesel blends (up to B20) may be used in your Illinois-registered TDI® Clean Diesel vehicle; however please be aware that biodiesel has characteristics that are different from other kinds of fuel, especially petroleum-based fuels.

How does biodiesel Eliodiesel can attract water and also deteriorate with age. Small amounts differ from ULSD diesel foldiesel angel into the engine on U, but unike perforeum diesel, it does fuel? and evaporate over time. This can cause the oil level in the engine to rise and can affect the quality of the oil.

CRA VINEAR

When I use biodiesel blends in my Illinoisregistered Volkswagen TDI® Clean Diesel vehicle, what should I remember?

 Routinely check the engine cill level. A good time to do this is when you refuel, especially if you regularly do a lot of short distance or stop-andgo driving. This will help you see if the engine cill level is getting <u>higher</u>. (A rising oil level beyond the maximum indicator means an oil change is needed due to the diution of the oil in the system; a potential characteristic of biodiesel use.) See your Owner's Manual for additional information on checking the engine oil level in your vehicle.

 If you ever notice that the engine oil level has risen or is above the maximum indicator, contact your authorized Volkswagen dealer or Volkswagen Customer CARE to schedule an oil change – regardless of the time or mileage that has elapsed since you last had an oil change performed.

 Continue to follow the oil change intervals found in the maintenance booklet that came with your vehicle, and use only engine oil that expressly complies with Volkswagen quality standard VW 507 00.

 Refuel only at trusted, commercial fueling stations that are located near main highways. These stations are more likely to have "fresh" biodiesel fuels that have not aged significantly.

 When your vehicle will be in storage (or not driven) for several weeks or months, please completely fill the fuel tank. If possible, fill the tank with Ultra Low Sulfur Diesel fuel (ASTM D075 standard Grade No. 2 D S15).

Can we assist you further? If you have additional questions about your Illinois-registered TDI® Clean Diesel vehicle, please call or write to us at:

Volkswagen of America, Inc. Attn: Customer CARE 3800 Hamlin Road, Auburn Hills, MI 48326

1-800-444-8982

Please keep this letter with your Warranty booklet for future reference, and deliver it to any new owner, along with the owner's manual.

We hope you are enjoying the exceptional performance and fuel economy of your TDI® Clean Diesel vehicle, and we wish you many more miles of driving pleasure. Thank you for driving a Volkswagen!

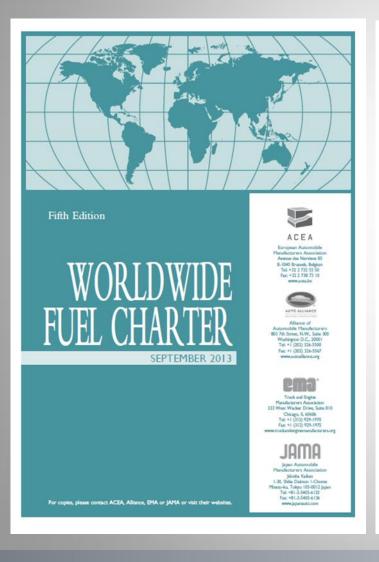
Sincerely,

Volkswagen Service & Quality

Con Presso



Worldwide OEMs Desire B5...



CATEGORY 4 DIESEL FUEL

Markets with advanced requirements for emission control. Enables sophisticated NOx and PM after-treatment technologies.

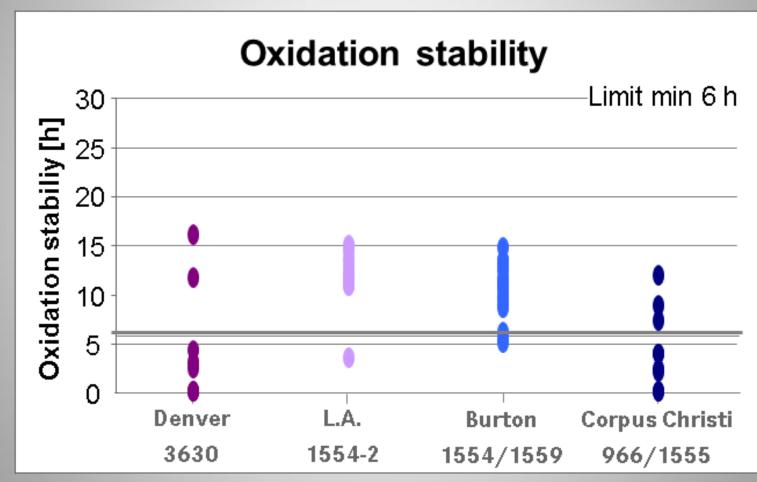
PROPERTIES	UNITS		LIMIT
		Min.	Max.
Cetane Number		55.0	
Cetane Index ⁽¹⁾		55.0 (52.0) ⁽¹⁾	
Density @ 15°C	kg/m3	820 (2)	840
Viscosity @ 40°C	mm2/s	2.0 (3)	4.0
Sulphur	mg/kg ⁽⁴⁾		10
Trace metal ⁽⁵⁾	mg/kg		I or non-detectable, whichever is lower
Total aromatics	% m/m		15
PAH (di+, tri+)	% m/m		2.0
T90 ⁽⁶⁾	°C		320
T95 ⁽⁶⁾	°C		340
Final Boiling Point	°C		350
Flash point	°C	55	
Carbon residue	% m/m		0.20
CFPP or LTFT or CP ⁽⁷⁾	°C		Equal to or lower than the lowest expected ambient temperature
Water	mg/kg		200
Oxidation Stability			
Method I	g/m3		25
Method 2a (Rancimat, modified) ⁽⁸⁾ , or	hours	35	
Method 2b (Delta TAN) ⁽⁸⁾ , or	mg KOH/g		0.12
Method 2c (PetroOxy) ⁽⁸⁾	minutes	65	
Foam volume	ml		100
Foam vanishing time	sec.		15
Biological growth ⁽⁹⁾			no growth
FAME (10)	% v/v		5 (10)
Other biofuels ⁽¹¹⁾	% v/v		(11)
Ethanol/Methanol	% v/v		Non-detectable ⁽¹²⁾
Total acid number	mg KOH/g		0.08
Formula corrocion			Light surting



Poor Retail Fuel Quality



In 2011, Mercedes-Benz Found B6-B20 Oxidation Stability Issues in US...



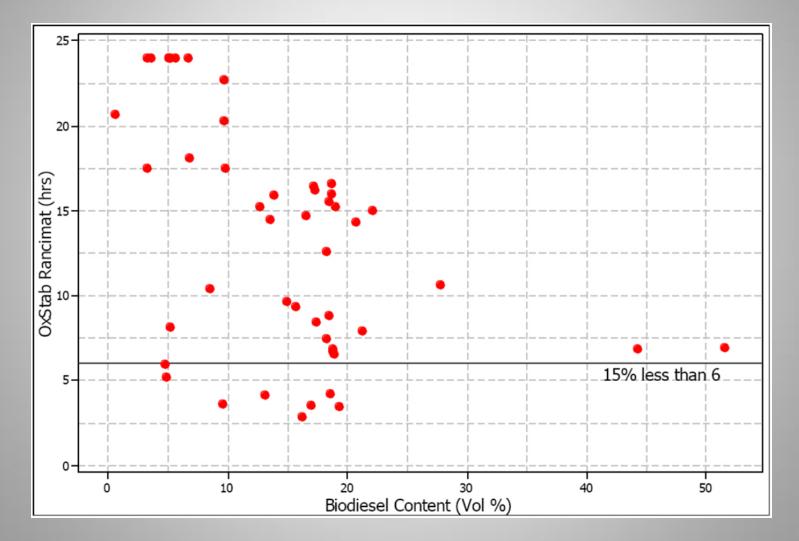


GM Has Determined Things Haven't Changed Much Since...

2014-01-1379								
Published 04/01/2014								
Anke Konzack SGS								
CITATION: Lopes, S., Geng, P., and Konzack, A., "Review of 2013 U.S. Retail Biodiesel Blends Quality Survey," SAE Technical Paper 2014-01-1379, 2014, doi:10.4271/2014-01-1379.								
s s								



15% of Retail Fuel Sampled has Out-of-Spec Oxidation Stability!





GM Conclusion in SAE Paper on Biodiesel Stability:

"Overall, the results for 2013 U.S. biodiesel blend samples were consistent with previously published surveys and showed that **biodiesel fuel stability remains a concerns from OEMs and end users perspective.**"



What this means to your vehicle:

- With higher Biodiesel content, the risk of micro-organism growth increases due to less chemical stability and higher water solubility in Biodiesel
- Depending on the type of micro-organisms, acids or bacteria sludge is formed
- This can lead to heavy corrosion or filter / component plugging





Fuel Filter Clogging due to Effects of Biodiesel Blends >B5



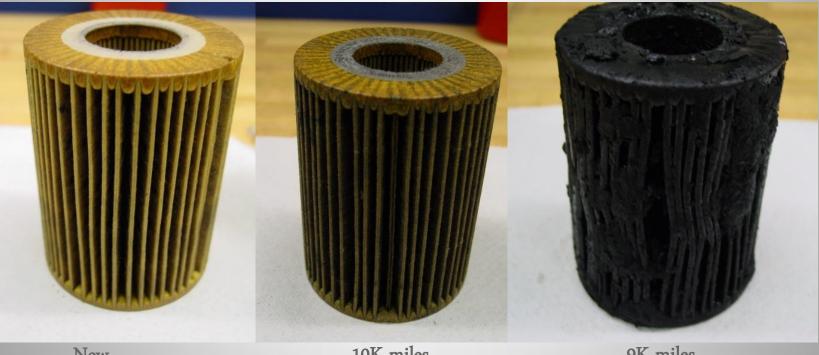


Deposit Formation in the High Pressure Fuel Pump due to Degraded Biodiesel Causes Low Power, Stalling





Oil Filters Can Clog with Deposits due to Biodiesel Degradation



New

10K miles

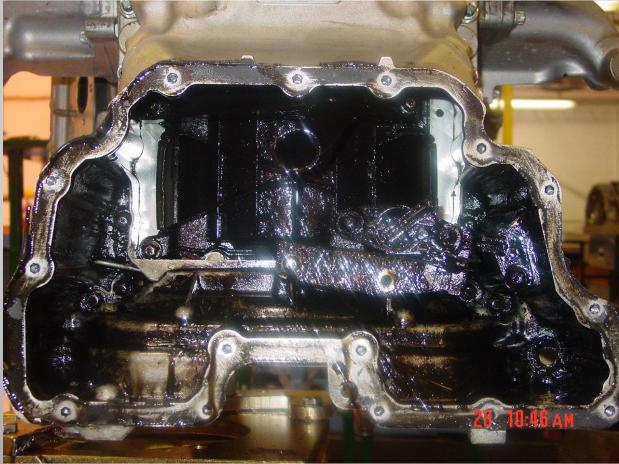
9K miles

Biodiesel <= B5

Biodiesel > B5



Oil Sludging and Engine Failure Due to Biodiesel Contamination in Engine Oil





HC, CO, Particulates Down But....



ARB Says NOx Gets Worse with Higher Blends...





No Choice?



Legally Required Misfueling... Minnesota B10 Mandate Removes Customer Choice



- Effective July 1- September 30 this year.
- April 1-September 30 starting 2015
- B20 mandate slated for 2018

"A lot of other states are watching Minnesota to see if the move to B10 would happen. They're thinking that if it we can do it, they can, too." -- Ron Marr, biodiesel marketing director for Minnesota Soybean Processors



The takeaway...

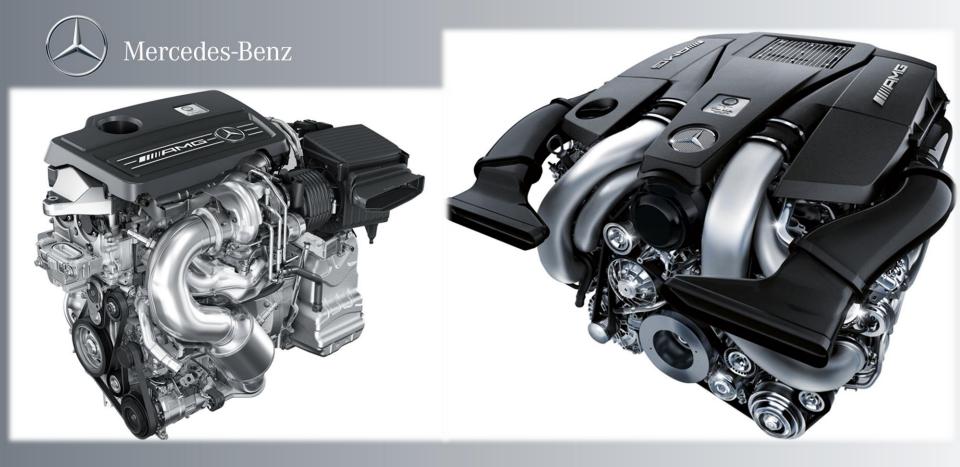
- Biodiesel standards require significant improvement in oxidation stability and purity to increase the quality of higher biodiesel blends. The fuel standards have to be valid for the point of sale
- Higher biodiesel blends require the introduction of a satisfactory quality management system to avoid the sale of low quality fuels
- Higher biodiesel blends require customer interaction such as increased service frequency and cost when higher biodiesel blends are utilized
- OEMs have stated in WorldWide Fuel Charter and other forums that FAME is not a desirable component in transport diesel fuel in blends greater than 5%
- Mandates force customers to misfuel vehicles against manufacturer recommendations
- Increasing NOx emissions result from increasing biodiesel blends



The solutions...

- US retail quality biodiesel quality on par with EU
- ASTM fuel standards equivalent to EN specifications in EU
- National B5 blend standard to ensure quality

High quality HVO or 2nd generation BTL are sensible alternatives to biodiesel



Waste Not, Want Not: E20 Vehicle Test Program with Clariant and Haltermann

William Woebkenberg - US Fuels Technical and Regulatory Affairs Mercedes-Benz Research & Development North America



Position of Daimler concerning Biofuels

Gasoline fuel

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Main Grade		E10						E20/E25			
Protection Grade (legacy fleet)				E10					E	10	

All current series-production gasoline vehicles of Mercedes-Benz are already applicable for E20/E25, under the precondition that an adequate fuel quality is available based on an adequate fuel standard.

An adequate share of E20/E25 capable vehicles in the legacy fleet is expected not before 2017.

Midblend ethanol fuel **should not contain more than 20-25 %v/v ethanol** as this offers the best compromise in terms of fuel economy and high octane possibility.



Mercedes-Benz fueled by petrol made from agricultural waste

Waste not, want not

Press Information

29. January 2014

Stuttgart – The vision of extracting fuels from renewable resources is getting closer: Mercedes-Benz is collaborating with speciality chemical companies Clariant and Haltermann to bring second generation bioethanol in a fleet test on the road.

The pilot project fills tanks with a new biofuel: sunliquid20 is super-grade fuel with 20 percent cellulosic ethanol. Special attribute: The fuel is produced using agricultural waste such as straw. For the next twelve months the vehicles of the Mercedes-Benz test fleet can be refilled with the new fuel at an internal petrol station in Stuttgart-Untertürkheim which was put up especially for this project. With an octane rating (RON) of more than 100, the fuel guarantees a high level of efficiency.



Mercedes-Benz, Clariant and Haltermann to Test E20 Fuel in Vehicle Fleet



Creates high quality cellulosic ethanol from agriculture waste such as wheat straw

Sunliquid20





Blends ethanol with petroleum base for tes fuel

MINIMUM OCTANE RESEARCH METHOD



Mercedes-Benz BlueDIRECT Engines: The Future is NOW.

"Petrol with 20 percent ethanol can already be used in our latest Mercedes-Benz BlueDIRECT petrol engines. This offers ideal potential for best efficiency and high greenhouse gas savings."

Peter Lueckert - Daimler AG Director for Engines, Powertrains and Fuel Injection



Something from Nothing...

"The production of cellulosic ethanol is virtually CO2-neutral, saving almost 100% of CO2 emissions when compared to gasoline."

Jim Lane - Editor, Biofuelsdigest.com



Mercedes-Benz: Leading Through Innovation.

"Our main task is to shape solutions for sustainable mobility of the future. We see great potential in second generation biofuels with regards to sustainability and reduction of greenhouse gases."

Peter Lueckert - Daimler AG Director for Engines, Powertrains and Fuel Injection



What about Rules and Regulations?













EPA hints at opportunities for higher ethanol blends in its Tier 3 proposal:

"An alternative certification fuel such as a high-octane... ...ethanol blend for vehicles which [OEMs] might design or optimize for use on such a fuel..."

This could help manufacturers that wish to raise compression ratios to improve efficiency, as a step towards complying with the 2017 and later light duty greenhouse gas and CAFE standards."

78 Fed. Reg at 29825





EPA rethinks its RFS volume rollback...

February 03, 2014

MCCARTHY: RFS WILL PROMOTE BIOFUELS

Published in POLITICO Pro Whiteboard

EPA Administrator Gina McCarthy hinted this morning that the agency is considerably revising its proposed 2014 Renewable Fuel Standard to encourage greater production of biofuels.

McCarthy told a gathering of more than 100 people at the National Association of State Departments of Agriculture's winter conference in Reston, Va., this morning that the agency is taking into account concerns from states that the RFS could hurt the fledgling biofuels industry.

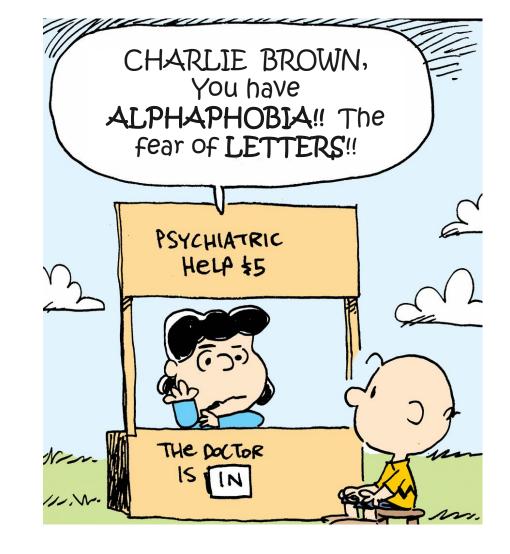
"I have heard loud and clear that you don't think we hit that right," McCarthy said. The administration considers biofuels a priority for energy policy and as a result has sought more information for a final rule.

Given all the feedback, the final rule when released will be "in a shape that you will see that we have listened to your comments" and will continue to move the biofuels industry forward, McCarthy said.

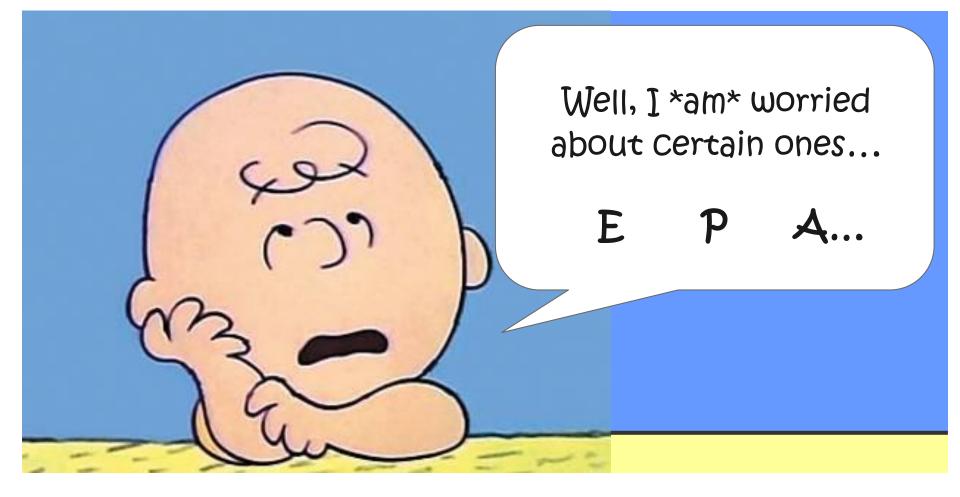
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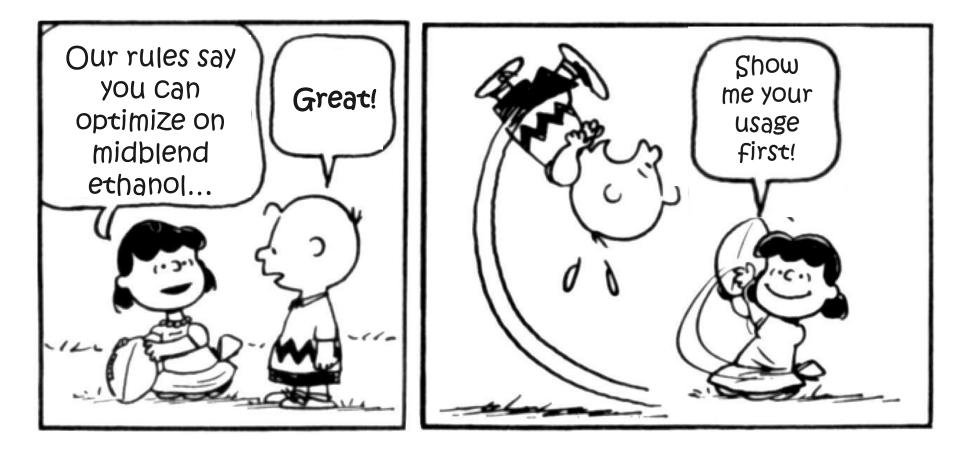
Not so fast, though...













Clear guidance for future applicability of midblend ethanol fuels will promote the development of vehicles optimized on such fuels



Mercedes-Benz Leading through Innovation

For us, firsts are just second nature.





Mercedes-Benz

The best or nothing.