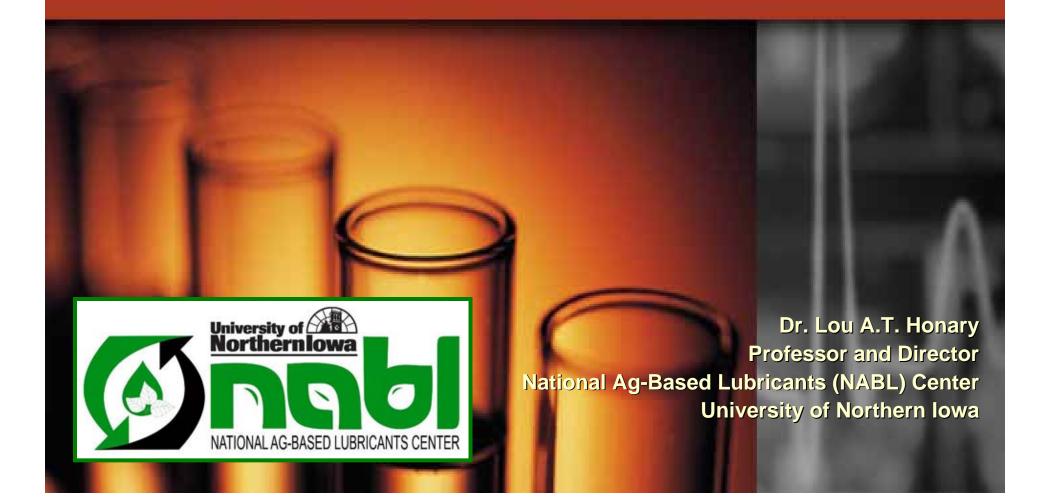
Biobased Greases and Lubricants: From Research to Commercialization

Biomass R&D Technical Advisory Committee



The University of Northern Iowa



www.uni.edu

UNI-NABL Center



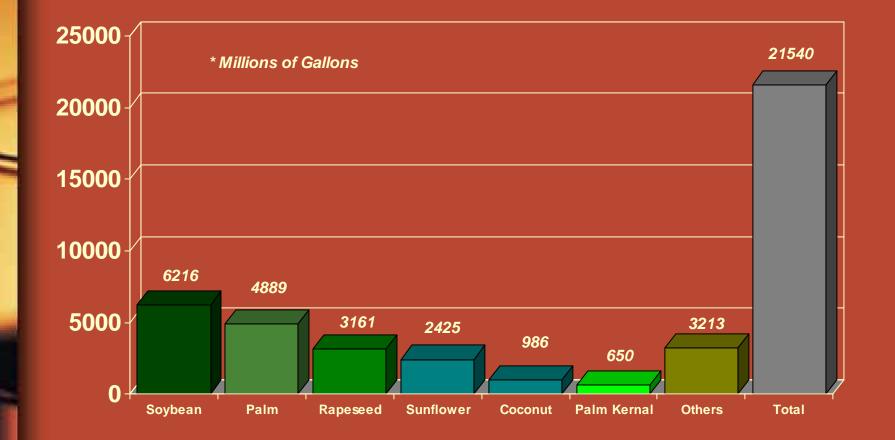
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Outline

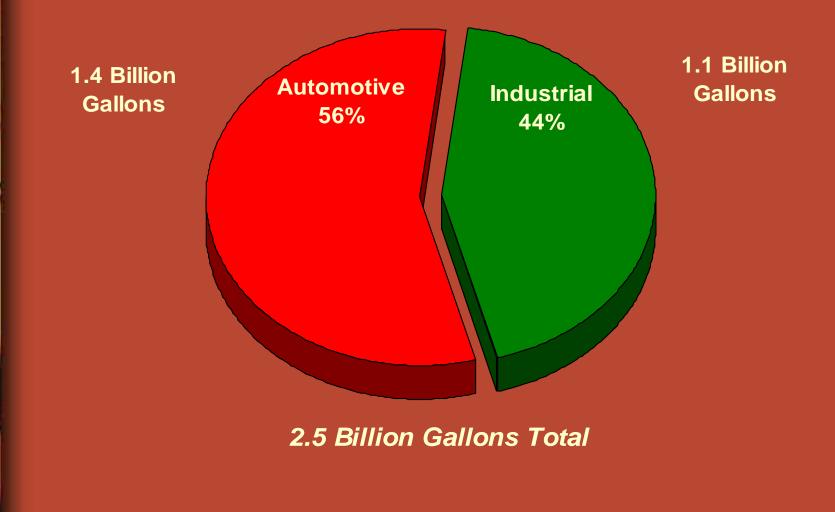
• UNI-NABL:

- Background and History
- Recent Activities and Future Endeavors
- Market Opportunities
 - Lubricant Sales and Usage
 - The Effect of Biofuels
- Government Influence on the Biobased Products Industry
 - State Initiatives (Iowa)
- Commercialization of Biobased Lubricants
 - UNI-NABL Experience
 - Price Comparison with Petroleum Products
- Conclusions

Problem: Excess Capacity



Opportunity: \$20 Billion



UNI-NABL History

• 1991: Formed as a Research Project



• 1995: Expanded into the Ag-Based Industrial Lubricants (ABIL) Research Program



 2000: Commercial Spin off to market products

Research and Development Work

- 7 patents or joint patents
- Proprietary formulations
- Numerous publications including a book chapter: Mercel-Dekker (2000): <u>Handbook of Hydraulic Fluid Techology</u>
- First multi-season grease
- First biobased stick lubricant
- Patented soybean oil based transformer fluid
- Patented soy based wood preservative

UNI-NABL History

UNI-NABL



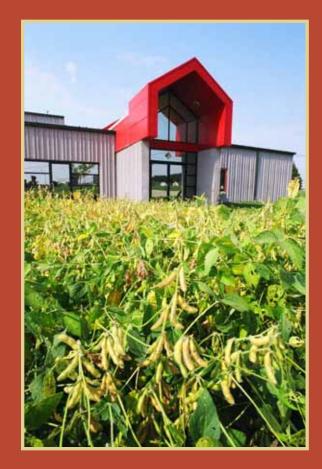
Growers et al.



(SoyLube is a sister product to Soydiesel)

UNI-NABL History: 2006 - 2011 4th Five years: Transition to a National Center and Continuation of Market Advocacy

- Expanded scope to include all lubricants
- Applied biolubricants research and field testing
- Testing and technical support resource for the biobased and biofuels industry
- Participation in standard-setting committees
- Continued publications and presentations



UNI-NABL Today: 2006-Present

Provide Overall Support for the Growing U.S. Biobased Industry

Mission:

To provide a national focus for research and technology transfer activities that creates and nurtures the commercialization of biobased *lubricants* which will expand market opportunities for the agricultural community, minimize environmental impact, and help the United States become more energy independent.

Advocacy and Promotion



Advocacy and Promotion





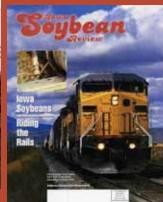












Analytical Lubricants Testing



Analytical materials testing



Analytical lubricants testing



Friction and Wear Testing



Performance Testing (\$5M equipment acquisition for biolubes and biofules)



UNI-NABL Future





Diesel Engine Oils

UNI-NABL Future

SoyDiesel Ethanol



Fuel and Injector Research

UNI-NABL Future

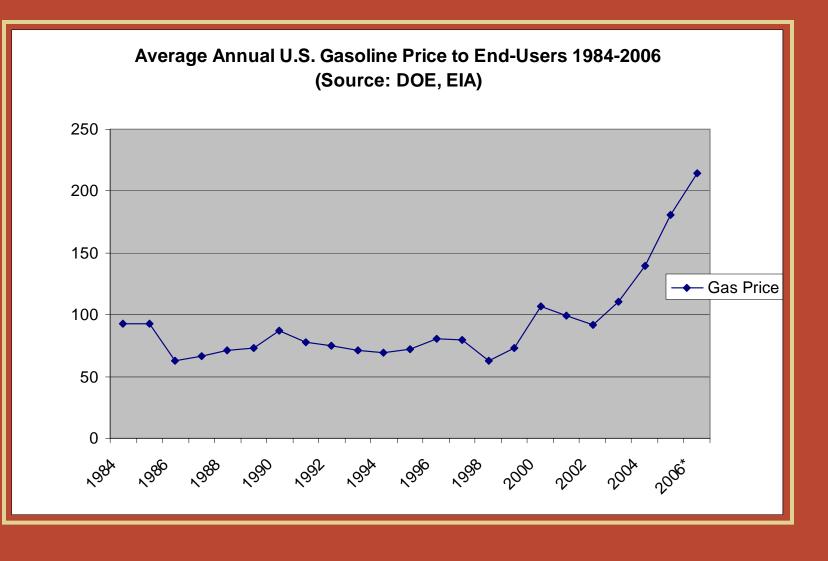


Research the Use of Specialty Crops for Industrial Lubricants

Market Statistics



Petroleum Demand: Gasoline Prices



Governmental Focus on Biobased Products in the U.S.



Factors Affecting the Success of Biobased Products

- Observation Demand for petroleum
- ♦ Farmers Investments
- ♦ Federal Initiatives
- ◊ State Initiatives
- ◊ Technology Advancement

USDA Recently Designated Biobased Products – BioPreferred

http://www.biobased.oce.usda.gov/fb4p/

- 1. Hydraulic Fluids for Mobile Equipment
- 2. Urethane Roof Coatings
- 3. Water Tank Coatings
- 4. Diesel Fuel Additives
- 5. **Penetrating Lubricants**
- 6. Bedding, Bed Linens &Towels
- 7. Adhesive & Mastic Removers
- 8. Insulating Foam for Wall Construction
- 9. Hand Cleaners & Sanitizers
- **10.** Composite Panels
- 11. Fluid-Filled Transformers
- 12. Biodegradable Containers
- 13. Fertilizers

- 14. Metalworking Fluids
- **15. Sorbents**
- 16. Graffiti & Grease Removers
- 17. Two-Cycle Engine Oils
- **18. Lip Care Products**
- **19. Biodegradable Films**
- 20. Hydraulic Fluids for Stationary
- 21. Equipment
- 22. Biodegradable Cutlery
- 23. Glass Cleaners
- 24. Greases
- **25. Dust Suppressants**
- 26. Carpets
- 27. Carpet & Upholstery Cleaners

DOE – USDA: Biomass Research and Development Technical Advisory Committee (www.brdisolutions.com) Vision Goals:

	Units	2000	2004	2010	2015	2020	2030
Biofuels	Market share (%)	0.7	1.2	4.0	6.0	10.0	20.0
	Consumption (billion gasoline-equivalent gallons)	1.1	2.1	8.0	12.9	22.7	51.0
Biopower	Market share (%)	3.0	3.0	4.0	5.5	7.0	7.0
	Consumption (Quadrillion Btu)	2.0	2.1	3.1	3.2	3.4	3.8
Bioproducts	Production (billion lbs)	12.8	17.6	23.7	26.4	35.6	55.3

State Initiatives

Iowa Efforts *Senate File 2185 (1998) Purchasing preference for soy hydraulic oils.

***Senate File 2249 (2000)**

Amended SF 2185 to include soy lubricants and greases.

*****House File 645 (2003)

Provides a sales / use tax exemption for purchasers of soy rail lubricants.

State Initiatives

Iowa Efforts

♦ Senate File (2005)

State Corporate Income Tax Credit \$2.00/gallon up to 2000 gallon per company for switching to soy based METALWORKING FLUIDS.

♦ Senate File (2006)

State Corporate Income Tax Credit of \$2.00/gallon up to 20,000 gallons per company for switching to soy based TRANSFORMER Oil.

Characteristics and Compositions of Vegetable Oils

Vegetable Oils as Base Oils



Advantages of Vegetable Oils

- Naturally Better Lubricant
- Better Viscosity / Pressure
 Performance
- Superior Thin Film Strength
- Excellent Viscosity Index
- Lower Volatility
- High Flash / Fire Points

Disadvantages of Vegetable Oils

• If Untreated, Lack Oxidative Stability

• If Untreated, Have High Pour Points

Generally More Expensive than
 Petroleum????

Commercialization Pitfalls

Oxidation breakdown

Polymerization of the oil

Long term performance issues



Oxidation of Vegetable Oils (Naturally)





Oxidation of Vegetable Oils (Naturally)



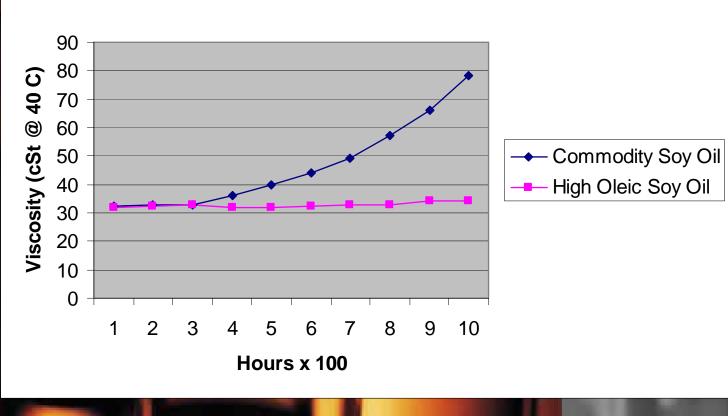


Oxidation of Vegetable Oils (in machinery)





Oxidation of Vegetable Oils (in machinery)



Viscosity Change in ASTM D-2271

iscosity chart in 1000 hour pump test



Oxidation of Vegetable Oils (by mistake!?!)





Controlled Oxidation



Solution Approaches

Genetic enhancement of seed oils

•Breeding techniques to find new more stable varieties

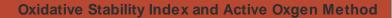
 Advances in chemical modification techniques

Better or improved additive technologies

Oxidative Stability Instrument



OSI Comparisons



OSI Values (hours @ 110 C)AOM Values (hours @ 97.8 C)



Continued Comparisons

Test	Mid-Oleic/1% Linolenic Results	Ultra Low Linolenic Results	
Pour Point (°C)	-7.0	-7.0	
Cloud Point of Transparent Fluids (°C)	-5.0	-5.0	
Pensky Marten Closed Cup Flash Point (°C)	282	273	
Viscosity Index Calculation	211	223	
Oxidative Stability	14.91	9.51	
Index (hours)	0		
Four Ball Wear Test @ 40 kgf	0.66	0.67	
Four Ball Weld (kg)	126	126	
Acid Number	0.09	0.08	

• Licensing

• Sale of Technology

Formation of a Commercial Entity

www.elmusa.com





Challenge: Segregation

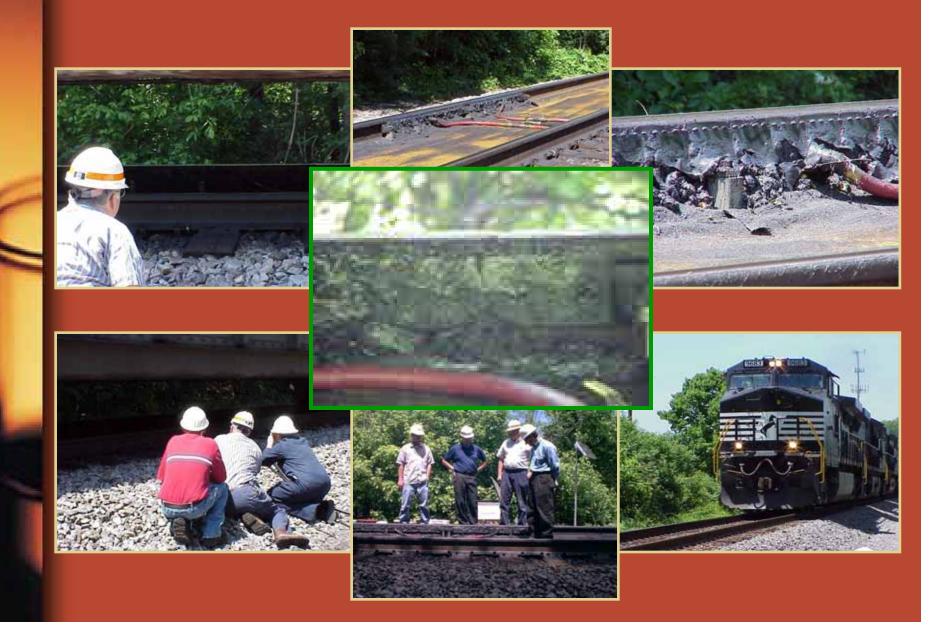
Storage and Dedicated Transportation



The Leading Manufacturer of Biobased & Biodegradable Lubricants & Greases











Political Recognition



Other Products

Metalworking Fluids

 Straight Oils
 Water Emulsified
 Coolants



SoyStik[™] Stick Lube



ELM Truck Grease

Crete Carrier Corp. and affiliated companies use soy grease



Price Comparison: Commercialized Biobased Products vs. Conventional

- Hydraulic Tractor Fluid: 1.5 2x
- Food Grade Hydraulic Fluid: 1-1.5x
- Industrial Hydraulic Fluid: 1-2x
- Chain Saw Bar Lubricants: 1-1.5x
- Multi-Purpose Truck Grease: SAME
- Soy & Cotton Oil-Based Greases: 1-1.5x
- Rail Curve Grease: (0.9) 1.2x
- SoyStik[™] Stick Lube: SAME
- Metalworking Fluids: 1-1.5x
- Gear Lube:1.5-2x
- SoyLubes in Retail: 1-1.2x



Soy grease #470 ENVIRONMENTAL LUBRICANTS MANUFACTURING

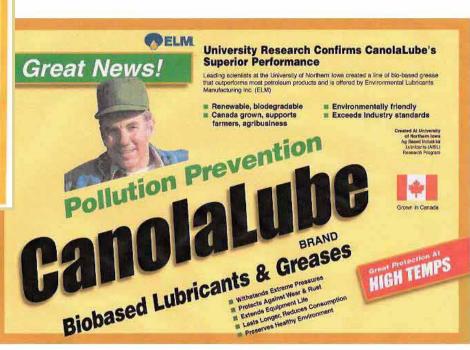
> Sept. 2007 Issue

PHOTOGRAPH BY MARK WEISS

Researchers at the University of Northern Iowa created this industrial lubricant from local soybeans. Soybean oil oxidizes in machines, so the professors had to stabilize it through genetic and chemical modification. Amtrak and the Beijing subway grease their rails with the product. And it's an ecofriendly lubricant: When it drips into the earth, bacteria consume it, which rejuvenates petroleumsoaked soil. *Pounds sold in 2006: three million. Price: A 14-ounce tube wholesales for \$1.80; a 2,100-pound container, \$4,100.*

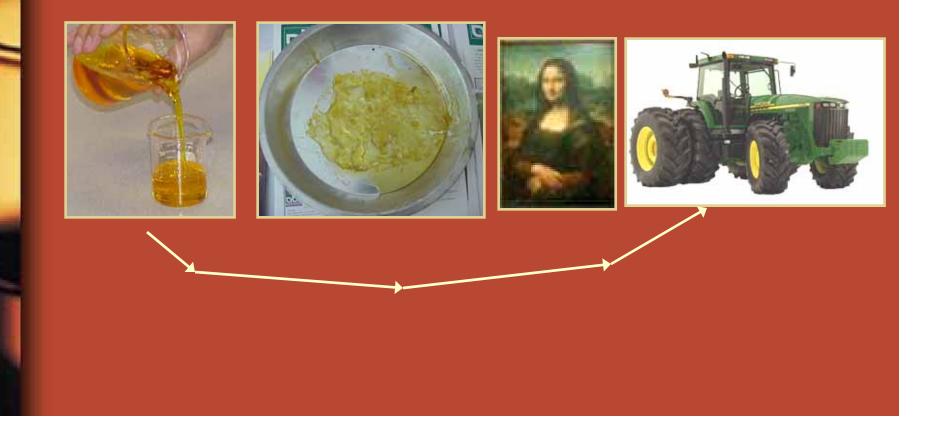
Soy-canola- bio- Lubes Technology is Transferable





Problem to Opportunity

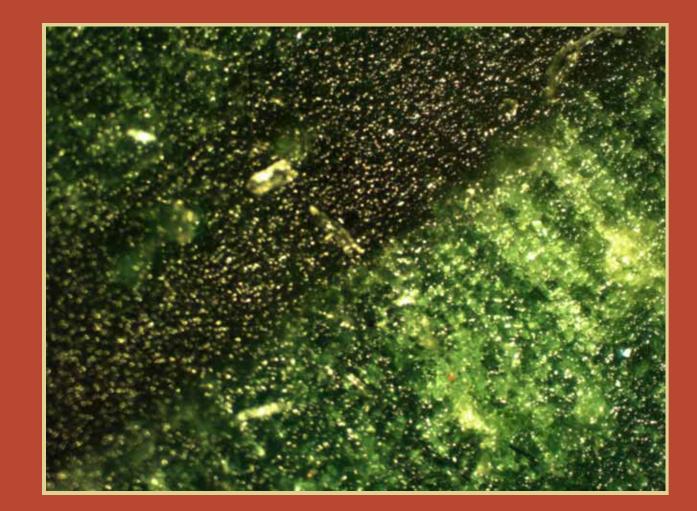
1st Five years: Addressing Shortcomings of Soybean Oil for Industrial Use



Concept Started from Experiments with Wood Bearings



Lab Inspection



Field Test of Bio Oil Impregnated Boards



Field Test of Bio Oil Impregnated Boards



Impregnation Process



Sign Posts – Field Test



Railroad Ties Field Test



Wood Preservatives

Soy based creosote substitute for posts, ties, and poles







Summary:

- Biobased products are being recognized as critical to the U.S. economy, national security, and environment.
- Biobased products are being promoted at state and federal levels, and by U.S. growers, the industry and the government.
- Biobased products offer the greatest potential for revitalizing U.S. rural communities; adding-value to commodities.
- Biobased products are building a strong performance history: meeting and exceeding performance specifications and becoming cost competitive.

Summary:

- Biofuels have created awareness and momentum for biobased products.
- Increase in the price of petroleum due to increased worldwide demand offers opportunity for investment in biobased products.
- In the U.S. the products are being marketed on the basis of economy and performance
- Federal Government uses leadership by example to promote the products.
- Demand for bioproducts increase economic incentive and advances in seed oil technology.

Conclusions

- NABL Technology istransferable to other crop oils such as rapeseed oil (and canola oil), sunflower oil, palm oil, and many other vegetable oils
- To increase global use of biobased lubricants, the goal of NABL is to ensure Indigenous crop oils could be used for industrial lubes and grease
- Future research will identify crop oil properties that would be suitable for biobased lubricants and native to given geographic locations

Thank You!

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