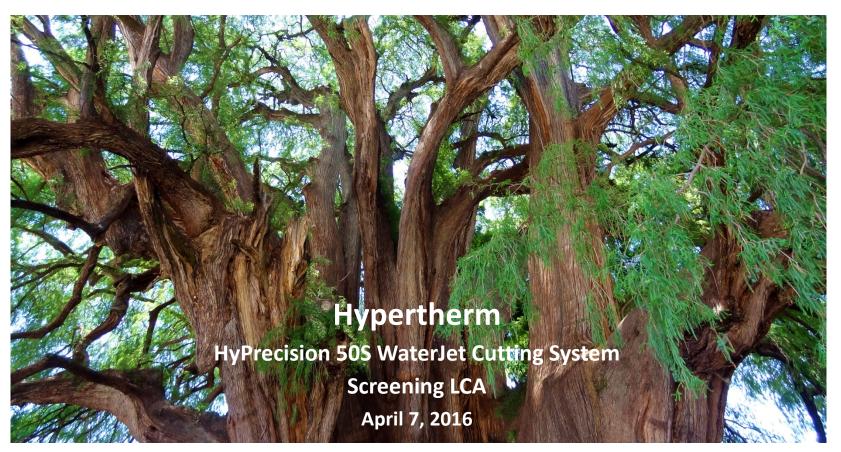
EARTHSHIFT

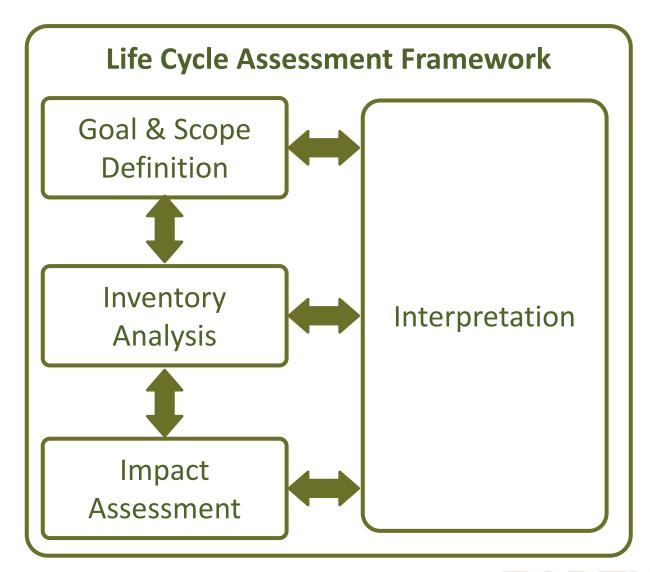
Experts in Product Stewardship



Shelly Martin

Shelly@earthshiftsustainability.com

The Steps of an LCA





What is the goal of the study? What does the study entail?

GOAL AND SCOPE



Goal & Scope

Intended applications

Cradle-to-grave screening LCA of the HyPrecision 50S WaterJet Cutting System.

Reasons for carrying out the study

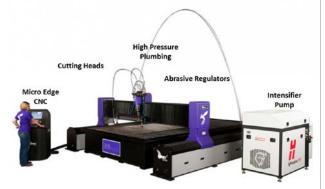
 To help drive product innovation, meet customer demands for information, and identify where the biggest impacts are occurring throughout the life cycle.

Target audience

 The initial audience will be internal to Hypertherm: the Sustainability team, the WaterJet engineering team, the consumables team, the marketing team, the manufacturing team, the operations and facilities team.

Functional units

Cutting one foot of ¾" thick mild steel at a feed rate of 3.63 inches per minute.

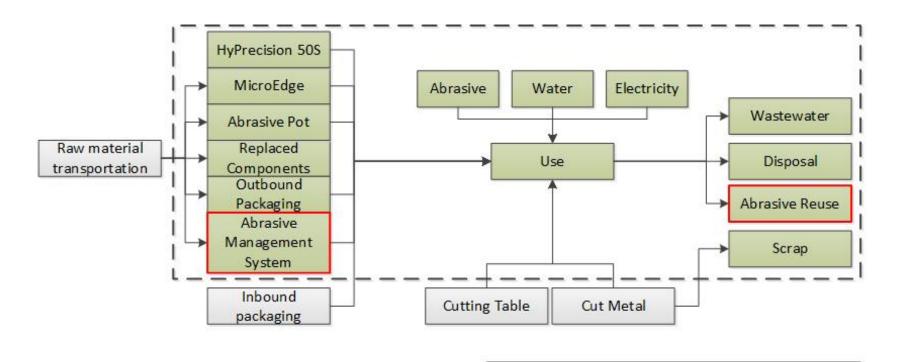






System Boundaries

HyPrecision 50S WaterJet Cutting System



Excluded Processes:

- Infrastructure (e.g. buildings and plant equipment);
- Human activities (e.g. employee travel to and from work);
- R&D (i.e. the laboratory and inputs related to the development of the technologies);
- Services (e.g. the use of purchased marketing, consultancy services, business travelling).



Excluded

Included in

sensit ivity

Included

What data was used? What assumptions were made?

LIFE CYCLE INVENTORY



Life Cycle Inventory

- Primary data (Provided by Hypertherm)
 - Material and energy data.
 - Distribution.
 - Packaging.
 - Use phase.
 - Disposal.
- Secondary data (Used literature, US-EI¹ and Ecoinvent 2.2²)
 - LCI data for raw materials, energy production, transport and disposal.



¹ See <u>www.earthshiftsustainability.com/services/software/datasmart-life-cycle-inventory</u> for more information about US-EI.

² See <u>www.Ecoinvent.ch</u> for more information about Ecoinvent 2.2.

HyPrecision 50S Components

| Component | Amount | Unit | Component | Amount | Unit |
|---------------------------|--------|------|---------------------------|--------|------|
| 11733 Shift Valve | 21 | lbs | Electrical Enclosure Assy | 178 | lbs |
| 11805 Control | 24 | lbs | HP Attenuator, 1L | 198 | lbs |
| Manifold Assy | 24 | 105 | HP Plumbing | 20 | lbs |
| 11978 50 HP Motor | 651 | lbs | Hydraulic Hoses | 45 | lbs |
| 13115 Manifold | 21 | lbs | Intensifier | 188 | lbs |
| 14533 Heat Exchanger | 10 | lbs | LP Filters and Manifold | 15 | lbs |
| 14603 Frame | 526 | lbs | LP Plumbing | 35 | lbs |
| 14615 Hydraulic Tank Assy | 151 | lbs | S Series Cover | 86 | lbs |
| 50HP Pump | 118 | lbs | Outbound Packaging | 285 | lbs |
| All Panels | 102 | lbs | (Skid & Film) | 265 | IDS |
| Bleed-down Valve Assy | 5 | lbs | Tools Shipped with Pump | 54 | lbs |
| Boost Pump and | 21 | lbs | Micro Edge CNC | 42 | lbs |
| 1/2 HP Motor | 21 | lus | Abrasive Pot | 404 | lbs |



Abrasive Management System (Used in Sensitivity)

| Component | Amount | Unit |
|----------------|--------|---------------------|
| Power Dredge | 995 | lbs |
| EcoSift Hopper | 500 | lbs |
| EcoSift | 2500 | lbs |
| Electricity | 0.32 | kWh/foot of cut |
| Compressed Air | 3.99 | CF/foot of cut |
| Water | 2.4 | Gallons/foot of cut |



Use Phase

| 453,750* |
|----------|
| |

^{*}A lifetime of 25,000 hours: Assuming an 8 year life at 35% uptime. Tested with 20,000 to 30,000 hours OR 363,000 to 544,500 feet.

| | Per Foot of Cut \$ Amount | Per Foot of Cut Amount |
|-------------|------------------------------|---------------------------|
| Electricity | \$0.16 | 2.1 kWh |
| Water Usage | \$0.06 | 3.2 gallons |
| Abrasive | \$0.79 | 4.0 lbs |



Assumptions

Raw materials & manufacturing

- Hypertherm supply chain is equivalent to "average" supply chain within our LCI dataset.
- Hypertherm processing is similar to "average" processing of a similar type within our dataset.
- No additional production emissions captured.
- Abrasive packaged in paper bags and shipped on pallets. In the U.S., distributed 1500 miles by truck (15%) and 10,000 miles by ocean freighter and then 750 miles by truck (85%). In Europe, distributed 10,000 miles by ocean freighter and 1,000 miles by truck. Abrasive transported to landfill 50 miles by truck.

Distribution

- 85% of shipments within the U.S. by truck (assuming 1/3 to each coast and central).
- 15% of shipments to Europe (1% by air, 14% by ocean and truck).



Assumptions

Use

- Included replaced components.
- Cutting table is excluded.
- 3.72 lbs of scrap is produced per foot of cut (same as HPR260xd).
- Cut metal is excluded.

End of Life/Disposal

- All machine components are recycled.
- 100% of abrasive is landfilled, transported 50 miles by truck. Tested 50% of abrasive is reused with Abrasive Management System, other 50% landfilled.
- Outbound packaging is landfilled.



Impact Assessment Method

| Damage Category | Units | From | Comments |
|--------------------|------------------------|--------------------------|---|
| Human health | DALY | ReCiPe Endpoint (H) | Accounts for years lived disabled as well as life cut short |
| Climate change | kg CO ₂ eq. | IPCC 100a | Same method used by most GHG accounting programs |
| Ecosystems | Species * yr | ReCiPe Endpoint (H) | Assessed in units of species * yr, or the number of species that may disappear due to the impact times the area over which they are affected times the duration that the species are affected |
| Resources | Economic units | ReCiPe Endpoint (H) | Puts a future value on resources which will be unavailable since we are using them today |
| Water | m³ | ReCiPe Midpoint (H) | Counts the amount of water consumed. Does not show impact. Used for benchmarking only. |
| CED | MJ | Cumulative Energy Demand | Adds up different categories of energy |

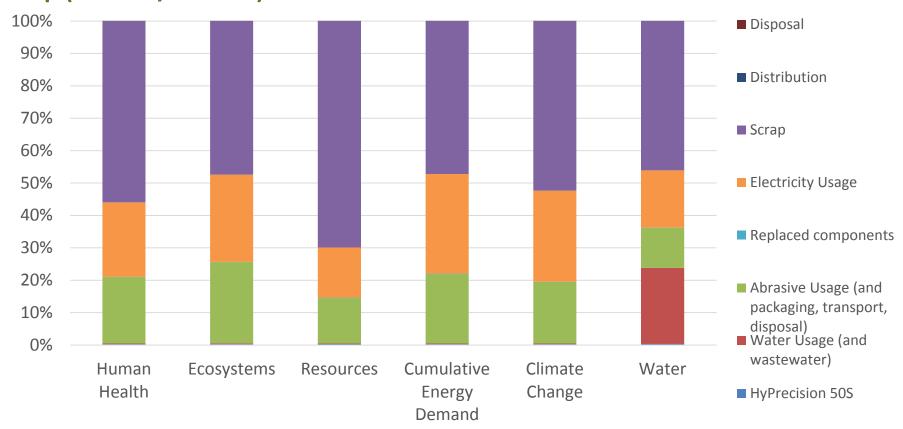


What are the environmental hotspots?

CONTRIBUTION & COMPARATIVE ANALYSIS



HyPrecision 50S WaterJet Cutting System, per foot of cut, cradle-to-grave, with scrap (3.72 lbs/foot cut)



The majority of the impacts come from the scrap (46% - 56%), electricity (15% - 31%) and abrasive (12% - 25%) usage. ~50% of the abrasive impacts come from transportation.



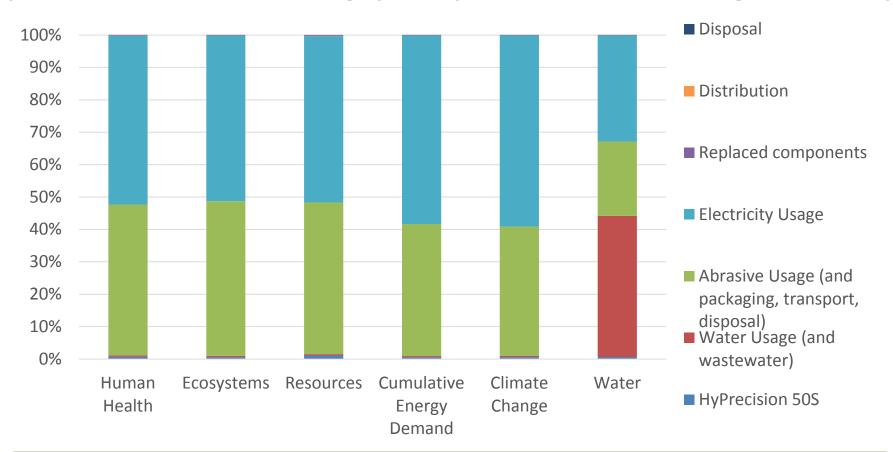
HyPrecision 50S WaterJet Cutting System, per foot of cut, cradle-to-grave, with scrap (3.72 lbs/foot cut)

| Impact Category | TOTAL | HyPrecision 50S | Water Usage | Abrasive Usage | Electricity Usage | Replaced components | Scrap | Distribution | Disposal |
|--|----------|--------------------|----------------|-------------------|----------------------|---------------------|----------|--------------|----------|
| Human Health (DALY) | 1.30E-05 | 3.82E-08 | 2.55E-08 | 2.67E-06 | 2.99E-06 | 9.35E-09 | 7.27E-06 | 1.68E-09 | 4.12E-11 |
| Ecosystems (species.yr) | 5.28E-08 | 1.58E-10 | 1.11E-10 | 1.33E-08 | 1.42E-08 | 3.30E-11 | 2.50E-08 | 6.66E-12 | 1.48E-13 |
| Resources (\$) | 4.29E-01 | 1.40E-03 | 5.34E-04 | 6.06E-02 | 6.64E-02 | 4.36E-04 | 3.00E-01 | 4.09E-05 | 3.49E-07 |
| Cumulative Energy Demand (MJ) | 8.51E+01 | 2.44E-01 | 1.58E-01 | 1.83E+01 | 2.61E+01 | 5.85E-02 | 4.02E+01 | 1.11E-02 | 9.50E-05 |
| Climate Change (kg CO2-eq) | 5.51E+00 | 1.53E-02 | 1.14E-02 | 1.05E+00 | 1.55E+00 | 3.61E-03 | 2.88E+00 | 8.01E-04 | 2.23E-05 |
| Water (m3) | 5.88E-02 | 1.98E-04 | 1.38E-02 | 7.27E-03 | 1.04E-02 | 3.30E-05 | 2.71E-02 | 5.61E-07 | 8.38E-08 |



Impact Assessment Method: ES Method

HyPrecision 50S WaterJet Cutting System, per foot of cut, cradle-to-grave, no scrap



The majority of the impacts come from the electricity and abrasive usage. ~50% of the abrasive impacts come from transportation.



HyPrecision 50S WaterJet Cutting System, per foot of cut, cradle-to-grave, no scrap

| Impact Category | TOTAL | HyPrecision 50S | Water Usage | Abrasive Usage | Electricity Usage | Replaced components | Distribution | Disposal |
|--|----------|--------------------|----------------|-------------------|----------------------|---------------------|--------------|----------|
| Human Health (DALY) | 5.73E-06 | 3.82E-08 | 2.55E-08 | 2.67E-06 | 2.99E-06 | 9.35E-09 | 1.68E-09 | 4.12E-11 |
| Ecosystems (species.yr) | 2.78E-08 | 1.58E-10 | 1.11E-10 | 1.33E-08 | 1.42E-08 | 3.30E-11 | 6.66E-12 | 1.48E-13 |
| Resources (\$) | 1.29E-01 | 1.40E-03 | 5.34E-04 | 6.06E-02 | 6.64E-02 | 4.36E-04 | 4.09E-05 | 3.49E-07 |
| Cumulative Energy Demand (MJ) | 4.49E+01 | 2.44E-01 | 1.58E-01 | 1.83E+01 | 2.61E+01 | 5.85E-02 | 1.11E-02 | 9.50E-05 |
| Climate Change (kg CO2-eq) | 2.63E+00 | 1.53E-02 | 1.14E-02 | 1.05E+00 | 1.55E+00 | 3.61E-03 | 8.01E-04 | 2.23E-05 |
| Water (m3) | 3.17E-02 | 1.98E-04 | 1.38E-02 | 7.27E-03 | 1.04E-02 | 3.30E-05 | 5.61E-07 | 8.38E-08 |



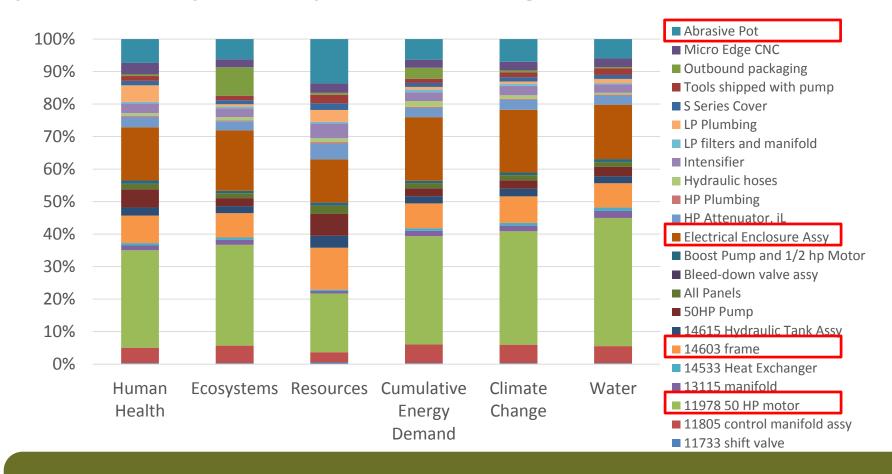
Comparative Analysis: Scrap vs. no scrap

HyPrecision 50S WaterJet Cutting System, per foot of cut, cradle-to-grave,





HyPrecision 50S System Components, cradle-to-gate

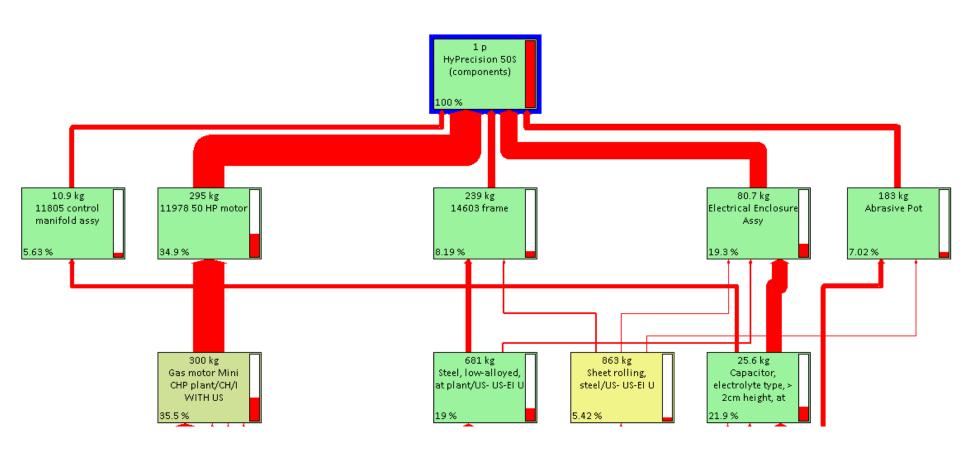


The majority of the impacts (58% - 70%) come from the 50 HP Motor, the Electrical enclosure Assy, the Frame and the Abrasive Pot across all impact categories.



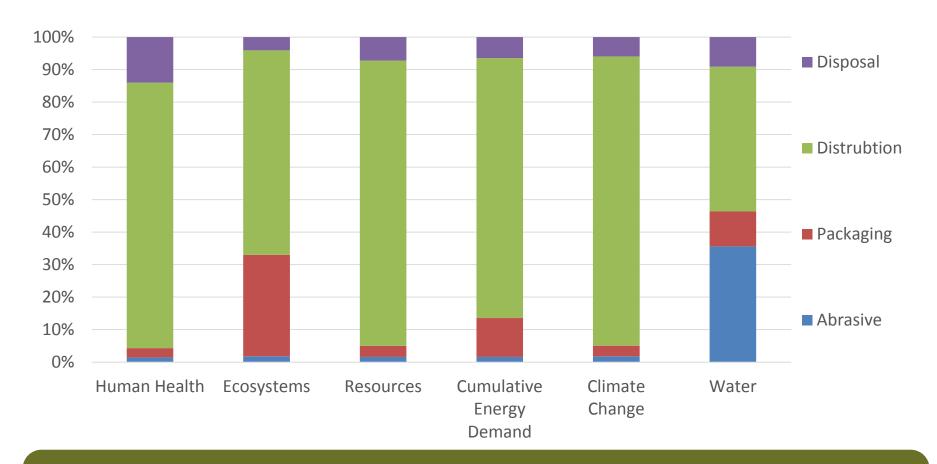
Network Analysis: Climate Change

HyPrecision 50S System Components, cradle-to-gate





Abrasive ONLY, cradle-to-grave



The majority of the abrasive impacts come from the distribution (45% - 85%), while the disposal of the abrasive accounts for 6% - 14% of the impacts across all impact categories.



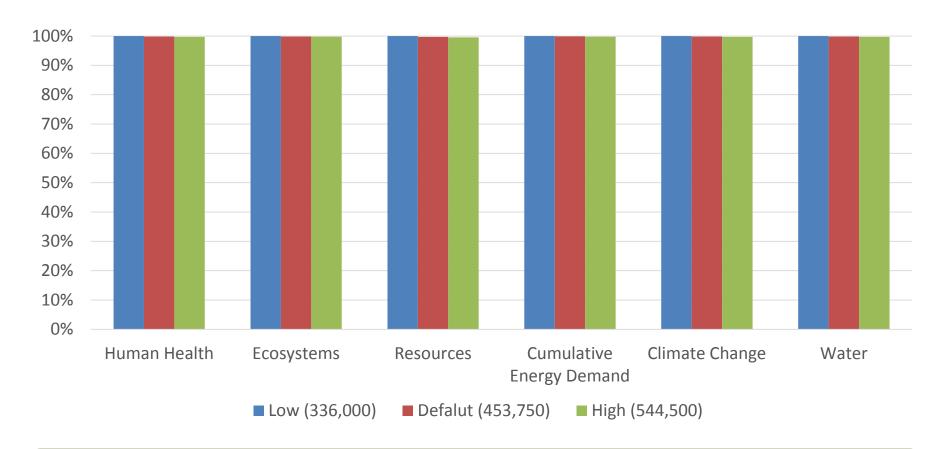
How sensitive are the results?

SENSITIVITY ANALYSES



Sensitivity Analysis: Range of Lifetime feet of cut

HyPrecision 50S WaterJet Cutting System, per foot of cut, cradle-to-grave, no scrap

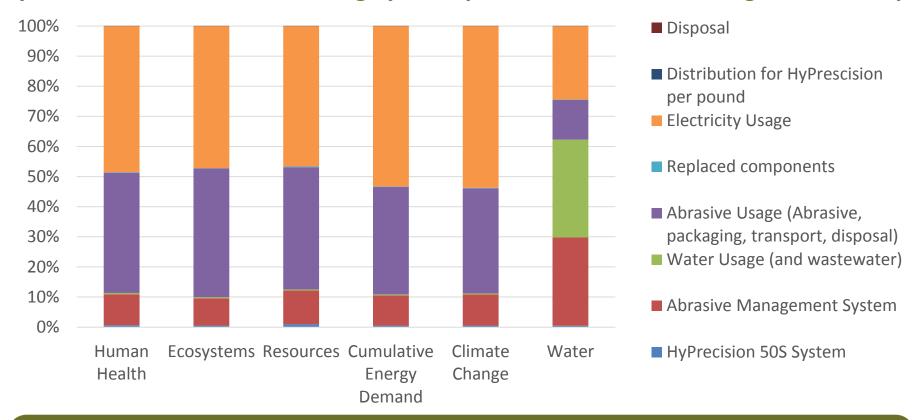


The electricity and abrasive usage are such a large contributor to the per foot of cut impacts that shortening or extending the life makes <1% of the impacts.



Sensitivity Analysis: Abrasive Management System and 50% Abrasive Reuse

HyPrecision 50S WaterJet Cutting System, per foot of cut, cradle-to-grave, no scrap

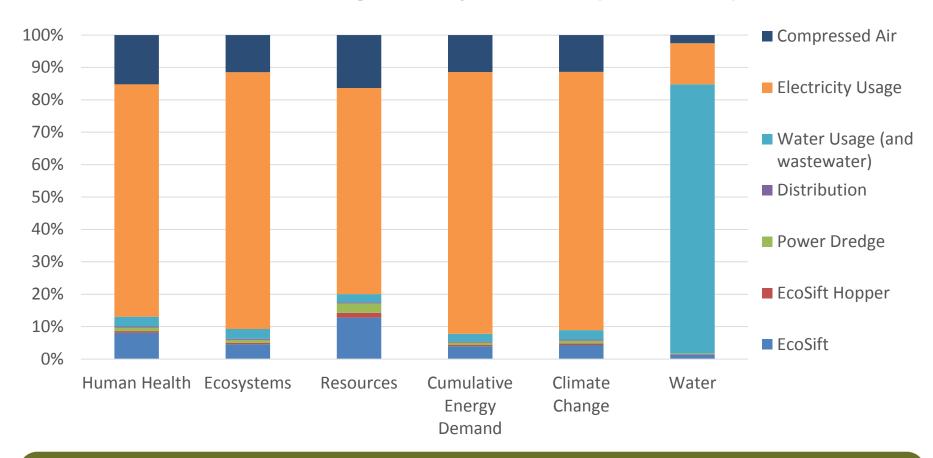


The abrasive management system results in 9-29% of the impacts per foot of cut, while abrasive usage impacts are reduced by 5% - 10% compared with per foot of cut without the abrasive management system.



Sensitivity Analysis

Per Foot of Cut, Abrasive Management System ONLY (AKA EcoSift)



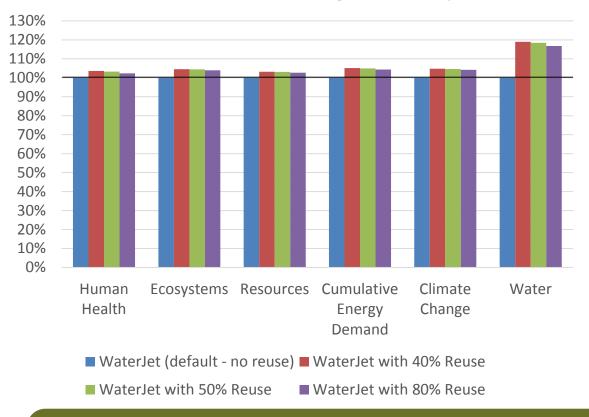
The majority (64% - 81%) of the per foot of cut impacts of just the abrasive management system come from electricity usage in all categories, except water.



Sensitivity Analysis

Abrasive Management System and Abrasive Reuse

Per foot of cut, cradle-to-grave, no scrap



Over the lifetime of the WaterJet Cutting System:

- 1,815,000 pounds of abrasive are consumed and landfilled.
- from the landfill if the abrasive management system is used at a 50% reuse rate.

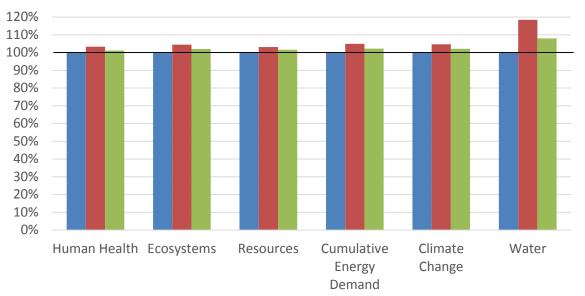
Utilizing the Abrasive Management System for Abrasive Reuse increases the impacts by 2% - 19%. However, because of the amount of abrasive used over the life of the system, this should be investigated further.



Sensitivity Analysis

Abrasive Management System and Abrasive Reuse, Double the efficiency





| | Default | Double the efficiency |
|---------------------------------|---------|-----------------------|
| Electricity (kWh/foot of cut) | 0.32 | 0.16 |
| Compressed Air (CF/foot of cut) | 3.99 | 1.995 |
| Water (Gallons/foot of cut) | 2.4 | 1.2 |

- WaterJet (default no reuse)
- WaterJet with 50% Reuse
- WaterJet with 50% Reuse and Double the Efficiency

Doubling the efficiency of the Abrasive Management System only increases the overall impacts by 1% - 8%, instead of 2% - 19% with 50% reuse.



BIGGER PICTURE



Comparison against Reference

Over Lifetime of One WaterJet Cutting System, no scrap

| Human Health | Ecosystems | Resources |
|---------------------------------|----------------------------------|-----------------------------|
| Yearly emissions of | 2 acres | 2,460 |
| 326 cars ¹ | of clear cut forest ² | Barrels of oil ³ |
| Cumulative Energy Demand | Climate Change | Water |
| Yearly electricity use | Yearly emissions of | 760,000 |
| 500 homes ⁴ | 255 cars ⁵ | Five gallon water jugs |

¹ Based on a car's annual mileage of 12,000 miles and 4.87E-5 DALY per mile.

⁵ Based on a car's annual mileage of 12,000 miles and 3.48E-5 kg CO2 eq. per mile.



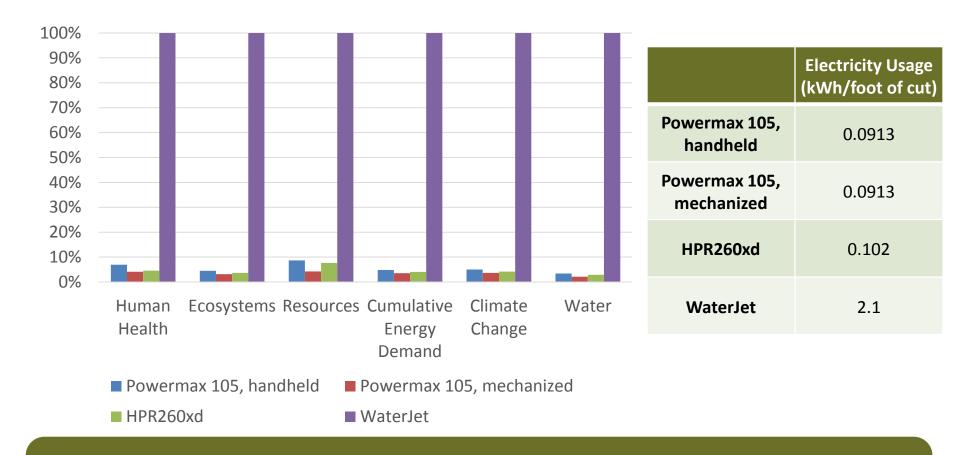
² Based on 1.92E-06 species per year lost per meter squared of forest transformation.

³ Based on 0.17 \$/kg, oil density of 873 kg/m3, 42 gallons per barrel.

⁴ Based on average U.S. home consuming 11,280 kWh and 3.6 kWh per MJ.

Comparison with other tools

Per foot of cut, cradle-to-grave, 3/4" thick mild steel, no scrap



The WaterJet Cutting System results in 1 to 2 magnitude more impacts than the Powermax 105 handheld and mechanized, and the HPR260xd.



Comparison with other tools

Per foot of cut, cradle-to-grave, 3/4" thick mild steel, no scrap

| Impact Category | Powermax 105, handheld | Powermax 105, mechanized | HPR260xd | WaterJet |
|-------------------------------------|---------------------------|-----------------------------|----------|----------|
| Human Health (DALY) | 3.75E-07 | 2.20E-07 | 2.47E-07 | 5.73E-06 |
| Ecosystems (species.yr) | 1.22E-09 | 8.66E-10 | 1.00E-09 | 2.78E-08 |
| Resources (\$) | 1.10E-02 | 5.36E-03 | 9.66E-03 | 1.29E-01 |
| Cumulative Energy Demand (MJ) | 2.14E+00 | 1.57E+00 | 1.78E+00 | 4.49E+01 |
| Climate Change (kg CO2-eq) | 1.30E-01 | 9.38E-02 | 1.07E-01 | 2.63E+00 |
| Water (m3) | 1.07E-03 | 6.66E-04 | 8.98E-04 | 3.17E-02 |



Key Findings & Observations

- The WaterJet Cutting System per foot of cut impacts come from the scrap (46% 56%), electricity (15% 31%) and abrasive (12% 25%) usage, except in the water category.
 - ~50% of the abrasive impacts come from transportation.
- The majority of the impacts (58% 70%) of the HyPrecision 50S System come from the 50 HP Motor, the Electrical enclosure Assy, the Frame and the Abrasive Pot.
- When the Abrasive Management System is included, the impacts increase by 2% – 19% per foot of cut.
 - The majority of the per foot of cut Abrasive Management System impacts come from the electricity usage.
 - Doubling the efficiency only increases the overall impacts by 1% 8%.
 - 454 tons can be diverted from the landfill if the Abrasive Management System recovers 50% of the abrasive.



Next Steps

- Research ways to reduce HyPrecision 50S
 WaterJet Cutting System electricity usage.
- Promote on-site renewable energy at consumer sites.
- Understand the use of abrasive and how customers are using, reusing and disposing of it, and revise model as necessary.
- Research ways to reduce Abrasive Management System electricity usage.
- Investigate ways to reduce abrasive usage.
- Encourage purchasing abrasive produced domestically to reduce transportation impacts.

