

**Name:**

**Enrolment No:**



**UNIVERSITY OF PETROLEUM & ENERGY STUDIES**

**End Semester Examination – May, 2019**

**Program/course: MBA (ET)/MBA (O&G)**

**Subject: Energy & Utilities**

**Code: OGET7006**

**No. of page/s: 5**

**Semester : II**

**Max. Marks : 100**

**Duration : 3 Hrs**

*All questions shall be strictly answered in chronological order.*

<b><u>SECTION A</u></b>		<b>[20 Marks]</b>	
<b>Ques 1</b>	In accordance with the Electricity Act 2003, define power trading.	<b>2</b>	<b>CO1</b>
<b>Ques 2</b>	Following is not a Hazard Identification Technique: a) What – If Analysis b) Fault Tree Analysis c) Check Lists d) Simulation	<b>2</b>	<b>CO2</b>
<b>Ques 3</b>	Name the first Indian Pipeline for Crude Oil.	<b>2</b>	<b>CO1, CO2</b>
<b>Ques 4</b>	How does Home Area Network aid energy conservation?	<b>2</b>	<b>CO1</b>
<b>Ques 5</b>	Write a short note on Smart Grids	<b>2</b>	<b>CO2</b>
<b>Ques 6</b>	Which of the following is not a Primary Keyword a) Pressure b) Temperature c) Yes d) Maintain	<b>2</b>	<b>CO2, CO3</b>
<b>Ques 7</b>	Discuss the importance of Central Transmission Utility and State Transmission Utility.	<b>2</b>	<b>CO1</b>
<b>Ques8</b>	A Power Trader cannot participate in a Case I Tender. (True/false)	<b>2</b>	<b>CO1</b>
<b>Ques9</b>	Discuss any 2 issues related to pipeline operation.	<b>2</b>	<b>CO1</b>
<b>Ques 10</b>	Safety Inspections are the most important technique for hazard Identification. Comment.	<b>2</b>	<b>CO1</b>
<b><u>SECTION B</u></b>		<b>[50 marks]</b>	
<b>Ques 11</b>	Analyze the importance of Historical, Present and Future Conditions in the process of Hazard Identification.	<b>10</b>	<b>CO3, CO4</b>
<b>Ques 12</b>	Discuss the advantages of using pipelines as a mode of transport of liquid and gaseous commodities?	<b>10</b>	<b>CO2, CO3</b>
<b>Ques 13</b>	Using suitable examples, discuss the following Hazard Identification Techniques a) Fault Tree Analysis b) What – If Analysis	<b>10</b>	<b>CO1, CO2</b>

<b>Ques 14</b>	Discuss the importance of “Pigging” as a method of pipeline maintenance.	<b>10</b>	<b>CO4</b>
<b>Ques 15</b>	Write a note on the use of various types of fuels for power generation and their disadvantages.	<b>10</b>	<b>CO2, CO3</b>
<b><u>SECTION C</u></b>		<b>[30 marks]</b>	
<b>Ques 16</b>	<p style="text-align: center;"><b><u>CASE STUDY</u></b></p> <p style="text-align: center;"><b><u>Piper Alpha Case History</u></b></p> <p>On July 6, 1988, the Piper Alpha oil platform experienced a series of catastrophic explosions and fires. This platform, located in the North Sea approximately 110 miles from Aberdeen, Scotland, had 226 people on board at the time of the event, 165 of whom perished (in addition, two emergency response personnel died during a rescue attempt). The platform was totally destroyed.</p> <p>Subsequent investigation was hindered by a lack of physical evidence; however, based upon eyewitness accounts it was concluded that, most likely, a release of light hydrocarbon (condensate; i.e., propane, butane, and pentane) occurred when a pump was restarted after maintenance. Unbeknownst to the personnel starting the pump, a relief valve (RV) in the pump discharge had also been removed for service and a blank had been loosely installed in its place on the piping flange (which was not readily visible from the pump vicinity). Upon restart of the pump, this flange leaked, producing a flammable hydrocarbon cloud, which subsequently found an ignition source.</p> <p>The Piper Alpha platform was at the hub of a network of platforms interconnected by oil and gas pipelines. The initial explosion ruptured oil lines on Piper Alpha and the leaks were fed by the still-pressurized inter-platform pipelines. Managers on other platforms, aware of a problem on Piper Alpha (but not its severity), assumed that they would be instructed to shut down their operations, if needed. However, the explosion had interrupted communications from Piper Alpha and considerable intervals (from 30 to 60 minutes) passed before these other platforms were shut in.</p> <p>A series of follow-on explosions occurred as the fires on the platform weakened natural gas riser pipelines on Piper Alpha. The intensity of the fires prevented rescue efforts, either by helicopter or by ship. At the height of the event, natural gas was being burned on Piper Alpha at a rate equivalent to the entire United Kingdom natural gas consumption rate.</p> <p>Many of the platform crew retreated to the crew accommodation module, as they had been trained, to await evacuation. No organized</p>	<b>30</b>	<b>CO1, CO2, CO3</b>

attempt to was made to retreat from the accommodation module, even though it became increasingly apparent that the conditions in the module were becoming untenable. 81 personnel died from smoke inhalation in the crew quarters, awaiting further instructions that never came. Survivors found ways, on their own initiative, to get to the water (some jumping to the sea from considerable heights on the platform).

The subsequent investigation revealed the following:

- Two separate work permits had been issued for the condensate pump, one for the pump repair and one for testing the RV. The RV job had not been completed by the end of the shift and, rather than working overtime to complete it, it was decided to terminate the permit for that day and continue on the next. The craft supervisor suspended the permit and returned it to the control room without notifying operations staff of the job status.
- During shift turnover, the status of the pump work was addressed, but no mention was made of the RV work, and there was no mention of it in the control room or maintenance logs. Continuing problems with the adequacy of turnovers and log entries were a problem known to some (one staff member: “It was a surprise when you found out some things which were going on.”)
- The work permits for the pump and the RV did not reference each other, and it is likely that the permits had been filed in separate locations (one on the control room and one in the Safety Office). When the on-line condensate pump failed later in the shift, creating an imperative to start the spare to enable continued production, control room personnel were only aware of the pump repair work permit, and proceeded to have the pump returned to service.
- The permit to work (PTW) system was often not implemented according to procedure (“... the procedure was knowingly and flagrantly disregarded.”). For example, (1) omissions (e.g., signatures and gas test results) were common, (2) operations representatives often did not inspect the jobsite before suspending the permit at the end of the shift, or closing the permit indicating the work had been completed, and (3) craft supervisors often left permits on the control room desk at the end of a shift, rather than personally returning them to the responsible operations representative, as required by the procedure.
- Although the PTW system was monitored by the lead safety operator, no indications of problems were reported, and management did not independently review the operation of the system. Based upon an absence of information to the contrary, management assumed that they “knew that things were going all right.” It is noted that a senior maintenance technician had voiced his concerns about the PTW system at a meeting at corporate headquarters earlier in the year. In addition, the company had entered a guilty plea in a civil legal proceeding involving a worker fatality caused, in part, by a PTW system problem; however, no

	<p>substantive improvements in the PTW system resulted.</p> <ul style="list-style-type: none"><li>• The diesel-powered fire pumps had been placed in manual control mode due to the presence of divers in the water around the platform. This practice was more conservative than company policies and a 1983 fire protection audit report had recommended that this practice be discontinued. Placing the pumps in manual meant that personnel would have had to reach the pumps to start them after the explosion. However, conditions prevented this and, as a result, the Piper Alpha deluge system was unavailable.</li><li>• Had firewater been available, its efficacy might have been limited. Distribution piping, including that in the platform module where the fires were most severe, was badly corroded and pluggage of sprinkler heads was a known problem dating back to 1984. Various fixes had been attempted and a project to replace the fire protection piping had been initiated, but work was lagging behind schedule. Tests in May 1988 revealed that approximately 50% of the sprinkler heads in the subject module were plugged.</li><li>• To put the previous two observations in perspective, the structural steel on Piper Alpha had no fireproofing and it was known (at least to management) that "... structural integrity could be lost with 10-15 minutes if a fire was fed from a large pressurized hydrocarbon inventory."</li><li>• The investigation revealed that emergency response training given to new platform personnel was cursory and not uniformly provided. Workers were required to be trained if they had not been on Piper Alpha in the last six months. However, training was often waived even if the interval was considerably longer, or if the individual reported that he had previously worked off-shore elsewhere. A number of survivors reported that they had never been trained on the location of the life rafts or how to launch them.</li><li>• Evacuation drills were not conducted weekly as required (one 6 month period recorded only 13 drills). No full-scale shutdown drill had been conducted in the three years prior to the explosion.</li><li>• Platform managers had not been trained on their response to such an emergency on another platform (Note: that the various platforms were owned or operated by different companies.)</li><li>• Approximately one year before the explosion, company management had been cautioned in an engineering report that a large fire from escaping gas could pose serious concerns with respect to the safe evacuation of the platform. However, management discounted the likelihood of such an event, citing existing protective systems. In fact, the gas risers upstream of the emergency isolation valves on Piper Alpha were not protected against fire exposure and, because of the diameter and length of the inter-platform gas lines,</li></ul>		
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	<p>several days would be required to depressurize the pipelines in the event of a breach. It was the failure of these lines that destroyed Piper Alpha and prevented its evacuation.</p> <p>The report provided critical commentary on what was judged to be inadequate management oversight and follow-up on each of the issues described above.</p> <ul style="list-style-type: none"><li>a) Discuss the various Hazid Techniques applicable to the given case.</li><li>b) How would you plan a detailed Hazop Study of the incident?</li><li>c) Discuss how the Piper Alpha incident could have been avoided?</li></ul>		
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<b>Ques 1</b>	In accordance with the Electricity Act 2003, define power trading.	<b>2</b>	<b>CO1</b>
<b>Ques 2</b>	Which of the following conditions aids in recognition of new Hazards: a) Prior to Modification of a facility b) Employee Feedback c) After an Incident d) During Operations	<b>2</b>	<b>CO2</b>
<b>Ques 3</b>	Name the first Indian Pipeline for Crude Oil.	<b>2</b>	<b>CO1, CO2</b>
<b>Ques 4</b>	What is the importance of Home Area Network for the utility?	<b>2</b>	<b>CO1</b>
<b>Ques 5</b>	What does the Multi Commodity Exchange trade?	<b>2</b>	<b>CO2</b>
<b>Ques 6</b>	Which of the following is not a Primary Keyword a) Pressure b) Temperature c) Yes d) Maintain	<b>2</b>	<b>CO2, CO3</b>
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<b><u>SECTION B</u></b>		<b>[50 marks]</b>	
<b>Ques 11</b>	Provide a comparative analysis of the Point of Connection and Postal Stamp Method of Transmission Pricing.	<b>10</b>	<b>CO3, CO4</b>
<b>Ques 12</b>	Identify and analyze the reasons why pipelines are the preferred mode of transport of petroleum products.	<b>10</b>	<b>CO2, CO3</b>
<b>Ques 13</b>	Using suitable examples, discuss the following Hazard Identification Techniques c) Checklist Analysis d) Brainstorming	<b>10</b>	<b>CO1, CO2</b>

<b>Ques 14</b>	Discuss in detail how the Pipeline Inspection Gauge (PIG) is used data acquisition?	<b>10</b>	<b>CO4</b>
<b>Ques 15</b>	Write a note on the Power Generation, Transmission and Distribution as components of a smart grid.	<b>10</b>	<b>CO2, CO3</b>
<b><u>SECTION C</u></b>		<b>[30 marks]</b>	
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