

ENVIRONMENTAL PRODUCT DECLARATION

Offshore and Onshore Seamless Structural Solutions





BASED ON:

PCR 2012:01 (versions 2.2). Construction products and construction services. Multiple UN CPC codes CERTIFICATION N°:

S-P-00723

ECO EPD REF.No.:

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General information

ECO EPD REFERENCES

EPD OWNER: TENARIS DALMINE S.P.A., PIAZZA CADUTI 6 LUGLIO 1944 N. 1, 24044 DALMINE (BG) - ITALY

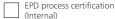
PROGRAM OPERATOR: THE INTERNATIONAL EPD SYSTEM VASAGATAN 15-17 SE - 111 20 STOCKHOLM SWEDEN

INDEPENDENT VERIFICATION

This declaration has been developed referring to the International EPD System, following the General Programme Instructions; further information and the document itself are available at: www.environdec.com. EPD document valid within the following geographical area: Italy and other countries according to sales market conditions (North Africa and Europe).

CEN standard EN 15804 served as the core PCR (PCR 2012:01 Construction products and Construction services, Version 2.2, 2017-05-30) PCR review was conducted by: The Technical Committee of the International EPD® System. Chair: Filippo Sessa. Contact via info@environdec.com

Independent verification of the declaration and data, according to EN ISO 14025 : 2010





EPD verification (External)

Third party verifier: ICMQ SpA, via De Castillia, 10 20124 Milano (www.icmq.it)

Accredited by: Accredia

Environmental declarations published within the same product category, though originating from different programs, may not be comparable. In particular, EPDs of construction products may not be comparable if they do not comply with EN 15804.

CONTACTS

TenarisDalmine is available to release an Environmental Product Declaration for one specific product at the customer's request. To get more information about this environmental declaration or about TenarisDalmine activities please contact:

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Technical support to TenarisDalmine was provided by Life Cycle Engineering, Italy. (info@studiolce.it, www.lcengineering.eu).





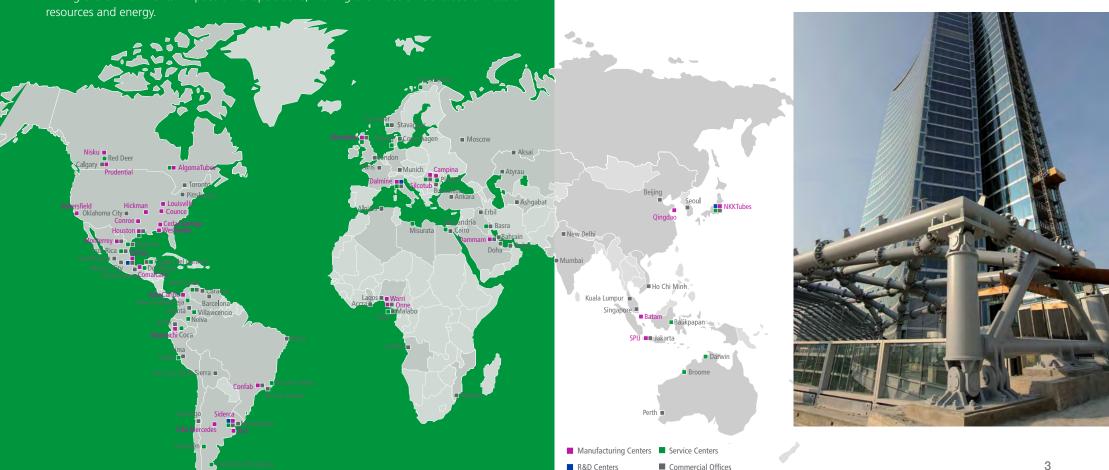


Tenaris

Tenaris is the leading global manufacturer and supplier of tubular products and services used in the drilling, completion and production of oil and gas and a leading supplier of tubular products and services used in process and power plants and in specialized industrial and automotive applications. Tenaris has annual revenues of US\$10.3 billion in 2014 and 27,800 employees worldwide. Tenaris prioritizes the health and safety of its personnel, collaborators and visitors, the satisfaction of its customers, the protection of the environment and the development of the communities with which it interacts as an absolute and integrated priority; the entire organization is oriented toward achieving these goals openly and transparently. Tenaris is committed to developing long-term sustainable business, preventing pollution and minimizing the environmental impact of its operations, making the most efficient use of natural resources and energy

TenarisDalmine

TenarisDalmine - the steel pipe operations of Tenaris in Italy - is the top Italian producer of seamless steel tubes for the energy, automotive and mechanical industries, with an annual production capacity of 950,000 tons of finished products, 2,300 employees, 5 plants, a steel shop and a 120 MW self-production power plant which, as well as all TenarisDalmine production sites, received both the ISO EN 14001 and OHSAS 18001 certifications. As far as energy efficiency, TenarisDalmine mills and its power plant received the ISO EN 50001 certification, the international standard guaranteeing the use of procedures developed for a continuous improvement and an efficient energy management.



Offshore and Onshore Seamless Structural Solutions

Tenaris produces a large range of dimensions in tubular structural hollow sections, in different steel grades, for use in construction such as stadiums, bridges, airports and other industrial structures (hangars, commercial buildings, industrial units).

Due to excellent mechanical characteristics, very good weldability and geometric tolerances, steel tube for engineering applications are ideal for those types of constructions where light weight, high load-bearing structures with a contained overall weight are required.

Tenaris provides also a wide range of hot-rolled tubular products, in different steel grades, for use in structural offshore applications such as:

- jack up rigs (horizontal and diagonal bracing and span breakers for leg structures),
- jack up vessels (corner post tubes and diagonal bracing for heavy-lift offshore and maritime cranes, horizontal and diagonal bracing for leg structures),
- top side structures.

The wide range of products also includes seamless tubes in high strength steel for engineering and structural applications where the critical factor is controlling weight and/or a high resistance to stress requirement and where the relationship between mass and space occupied is specially critical.

The main characteristics of these products, compared to traditional steel grades, are elevated yield strength and very good toughness at low temperature, with a chemical composition that guarantees an optimum weldability.

In its R&D centers in Argentina, Mexico and Italy and in collaboration with the IIS (Italian Welding Institute), Tenaris carries out a joint program for the qualification of welding procedures for high strength structural steels and investigation on the effect of the welding parameters on the characteristics of the heat affected zone.

FRIEDRICH ERNESTINE



Scope and type of EPD®

THE APPROACH USED IN THIS EPD IS "CRADLE TO GATE WITH OPTIONS" ONE

TABLE OF MODULES																
DECIDITE STAGE				STRUCTION USE STAGE					E			END OF L	IFE STAGE		BENEFITS AND LOADS BEYOND THE SYSTEM BOUNDARIES	
Raw material supply	Transport	Manufacturing	Transport from the gate to the site	Assembly	Use	Maintenance	Repair	Replacement	Refurbishment	Operational energy use	Operational water use	De- construction demolition	Transport	Waste processing	Disposal	Reuse - Recovery - Recycling potential
A1	A2	А3	A4	A5	B1	B2	В3	В4	В5	В6	В7	C1	C2	C3	C4	D
X	Х	Х	Х	MND	MND	MND	MND	MND	MND	MND	MND	MND	MND	MND	MND	MND

SOFTWARE: SimaPro ver. 8.3.0.0 (www.pre.nl)

MAIN DATABASE: Ecoinvent 2.2

REPORT LCA: Life Cycle Assessment (LCA) for manufacturing of seamless structural tubes with the EAF process - SURVEILLANCE report.

GEOGRAPHICAL SCOPE OF THE EPD: World according to sales market conditions.

Environmental declarations published within the same product category, though originating from different programs, may not be comparable.





Detailed product description

DETAILED PRODUCT DESCRIPTION

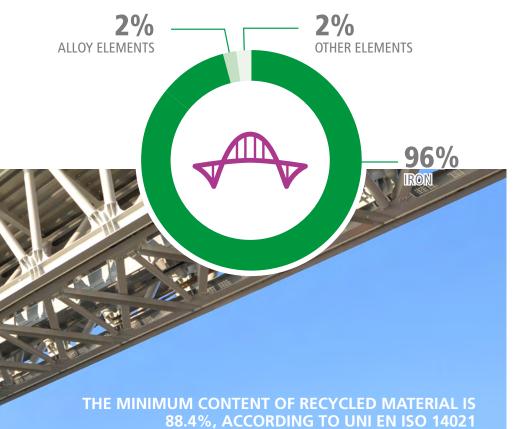
Profiles are produced in an extensive dimensional range and various steel grades according to EN/ASTM/ CSA/JIS and other international standards. Tenaris, in its European plants, is able to apply the CE mark to the documentation accompanying its tubular products destined for structural applications.

The CE mark, a guarantee of quality and reliability, attests the conformity of product, including the metallurgical characteristics and production processes, described in the European harmonized norms UNI EN 10210-1 or UNI EN 10219-1

INFORMATION	DESCRIPTION					
PRODUCT IDENTIFICATION	C-Mn steel seamless pipe for on-shore and offshore structural applications					
PRODUCT FEATURES	OD from 159 mm to 711 mm, WT up to 60 mm					
PRODUCT PROPERTIES	Steel grades and pipe properties according to main international standards (EN 10210, EN 10225, DNV OS B101, ABS MODU Rules) and customer requirements					
MANUFACTURING PLANT	Dalmine					

CONTENT DECLARATION

The product here considered has the following composition







Manufacturing Specification

Dalmine plant

Steel Shop

The furnace at the steel shop is loaded mostly by pre-selected scrap and pig iron (approx. 100 ton in 2 steps), which is melted with the heat generated by an electric arc created between the electrode and the scrap and by the use of chemical energy coming from combustion processes (natural gas and coal).

Once the slag has been removed around 95 tons of liquid steel at a temperature of around 1,650°C are poured into the ladle furnace, where secondary metallurgy is carried out. Vacuum degassing for special steels is performed.

Continuous casting transforms liquid steel into round section solid bars with diameters between 148 and 395 mm for subsequent rolling.

All processes are controlled by an integrated system including the furnace power management, the furnace fumes emission, the addition of ferro-alloys to reach the required chemical composition and the control of the casting parameters until the cut-to-length of the bars.

Mandrel Rolling

After passing through a rotary hearth furnace, the bars are transferred to the hot rolling mill in order to carry out the piercing process, thickness rolling and diameter sizing. The piercing process transforms the hot bar into a hollow: the bar turns due to the movement of two skewed opposing rollers.

As a result of the internal tension generated, a hollow is created in the center of the bar, into which the piercing plug is introduced.

A "hollow" with very thick walls is thereby produced. To transform the hollow into a tube with the specified dimensions, the wall thickness must be reduced. The mandrel is inserted into the hollow and lamination takes place between the rolls and the mandrel with a gradual reduction in thickness. The tube is then sent to the sizing, to set the final diameter and wall thickness according to customer's requests.

Expander Mill

Mother pipes with an external diameter of 360 and 406 mm produced by the continuous rolling mill are used for the production of big diameter pipes.

After heating, the mother pipes are expanded through a cross rolling mill on a taper plug. The reduction in thickness is compensated by the increase in the diameter. It can produce tubes with an external diameter between 406 and 711 mm.

Heat Treatments

In order to obtain the required mechanical properties, heat treatments of normalizing or quenching & tempering are performed in different facilities depending on tube dimension.

Quench and tempering is the most commonly used heat treatment for medium-high steel grades and for demanding LP applications; the cooling phase from austenitizing temperature can be performed with quenching head for thinner wall thickness or with more effective water tank in case of thicker wall.

Finishing & Non-Destructive Tests

To guarantee the high quality of its material, Tenaris performs a combination of non-destructive tests (ultrasound, flux leakage, Eddy current, magnetic particle inspections).

TENARISDALMINE POWER PLANT



TenarisDalmine Thermal Power Plant is based on a combined cycle technology (energy and heat), counting on two 43MW natural gas turbines and one 41MW steam turbine.

The Thermal Power Plant is able to produce almost 900 GW per year, 70% is used to serve the TenarisDalmine energy need and 30% is sold in the free energy market, with a cycle performance of 51% vs an Italian energy park average of 40% and with the highest environmental performance among Italian thermal power plant of such dimension. The remote heating network uses a part of the steam that, instead of producing energy, is sent to heat exchangers which produce 90°C hot water.

A special pipeline system provides hot water to the buildings in the remote heating network, where an exchanger gives heat to the building heating system. Cooled water goes back to the Thermal Power Plant, where it is re-heated to the maximum temperature before starting again the cycle.





Environmental Performance

The detailed environmental performance (in terms of potential environmental impacts, use of resources and waste generation) is presented for the three phases Upstream, Core and Downstream and related sub-phases (A1-A2-A3-A4). Construction installation (A5), use phase (B1 - B7) and end of life (C1 - C4) are modules not declared (MND).

DECLARED UNIT (D.U.) The declared unit is 1 tonne (1000 kg) of fabricated steel product.

ENVIRONMENTAL IMPACTS

POTENTIAL	UNITS / D.U.	UPSTREAM PROCESS	CORE P	ROCESS	DOWNSTREAM PROCESS	TOTAL
ENVIRONMENTAL IMPACTS		A1	A2	A3	A4	101112
GWP	kg CO ₂ eq	497	52	757	67	1 373
ODP	g CFC 11eq	< 1	< 1	< 1	< 1	<1
AP	g SO ₂ eq	2 363	299	428	1 032	4 122
EP	g PO ₄ ³⁻ eq	231	58	75	103	467
POCP	g C ₂ H ₄ eq	211	8	44	32	295
ADPE	g Sb eq	34	< 1	< 1	< 1	34
ADPF	MJ	20 543	696	1 034	911	23 184

CAPTION

GWP Global warming potential

ODP Depletion potential of the stratospheric ozone layer

AP Acidification potential of land and water

EP Eutrophication potential

POCP Formation potential of tropospheric ozone photochemical oxidants

 $\begin{tabular}{ll} \textbf{ADPE} & \textbf{Abiotic depletion potential for non-fossil resources} \\ \end{tabular}$

ADPF Abiotic depletion potential for fossil resources





RESOURCE USE PER DECLARED UNIT

USE OF RENEWABLE	UNITS / D.U.	UPSTREAM PROCESS	CORE P	ROCESS	DOWNSTREAM PROCESS	TOTAL
MATERIAL RESOURCES		A1	A2	А3	A4	.5.7.12
PERE	MJ	402	10	85	18	515
PERM	MJ	<1	<1	<1	<1	< 1
PERT	MJ	402	10	85	18	515
PENRE	MJ	26 041	760	1 229	939	28 969
PENRM	MJ	44	< 1	87	< 1	131
PENRT	MJ	26 085	760	1 316	939	29 101
SM	kg	1 141	<1	< 1	< 1	1 141
RSF	MJ	<1	<1	<1	<1	< 1
NRSF	MJ	< 1	< 1	< 1	< 1	< 1
FW	m³	3	<1	9	< 1	12

CAPTION

PERE Use of renewable primary energy excluding renewable primary energy resources used as raw materials

PERM Use of renewable primary energy resources used as raw materials

PERT Total use of renewable primary energy resources

PENRE Use of non-renewable primary energy excluding non-renewable primary energy resources used as raw materials

PENRM Use of non-renewable primary energy resources used as raw materials

PENRT Total use of non-renewable primary energy resources

SM Use of secondary raw materials

RSF Use of renewable secondary fuels

NRSF Use of non-renewable secondary fuels

FW Use of net fresh water





OUTPUT FLOWS AND WASTE CATEGORIES PER DECLARED UNIT UPSTREAM PROCESS CORE PROCESS DOWNSTREAM PROCESS **WASTE GENERATION** UNITS / D.U. TOTAL **AND TREATMENT A1** A2 **A3 A4** 13 HWD kg < 1 < 1 13 < 1 kg 915 0 < 1 915 NHWD kg < 1 RWD < 1 < 1 < 1 < 1 CRU kg < 1 < 1 < 1 < 1 < 1 2 198 MFR kg < 1 < 1 200 kg < 1 MER < 1 1 < 1 1 kg < 1 EEE < 1 < 1 < 1 < 1 EET kg < 1 < 1 < 1 < 1 < 1

The environmental impacts associated with waste disposal to landfill and incineration are accounted in the indicators related to the potential environmental impact (page 8).

CAPTION HWD Hazardous waste disposed NHWD Non-hazardous waste disposed RWD Radioactive waste disposed CRU Components for re-use MFR Materials for recycling MER Materials for energy recovery EEE Exported electrical energy EET Exported thermal energy





Calculation Rules

According to the PCR 2012:01 v. 2.2 the main activities are listed and divided in three subsystems: UPSTREAM Process, CORE Module, DOWNSTREAM Process



A1	UPSTREAM process	A2+A3 CORE process	A4 DOWNSTREAM process		
	Extraction and processing of raw materials	External transportation to the core process			
		Natural gas combustion for energy production			
	Generation of electricity from national grid (2014 Italian residual energy mix)	Manufacturing process	Transportation from the production gate to the construction site		
	,	Production of ancillary materials			
Extract	ion and processing of natural gas for core energy demand	Treatment of waste generated from the manufacturing process			

LCA METHODOLOGY

The environmental burden of the product has been processed according to the general rules of the EPD (Environmental Product Declaration) International Programme and the N.PCR 2012:01 (versions 2.2), construction products and construction services - Multiple UN CPC codes (Cradle to gate with options).

This declaration is based on the application of Life Cycle Assessment Customized LCA questionnaires were used to gather in-depth infor-(LCA) methodology to the whole life-cycle system. Tubular construc-

Dalmine manufacturing facility for year 2016.

Packaging used for product delivery and pollutant concentration in wastewater is considered negligible in accordance with the cut-off criteria established in PCR 2012:01 v.2.2 (ch. 7.6).

mation about all aspects of the production system (for example, raw

tion product at plant level, was described by using specific data from materials specifications, pre-treatments, process efficiencies, air emissions, waste management), ultimately providing a complete picture of the environmental burden of the system:

> Raw materials supply (A1), Transport (A2), Manufacturing (A3) and transport to final destination was considered (A4)



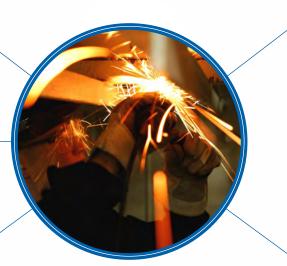


Upstream Process (A1 RAW MATERIAL SUPPLY)





POST AND PRE-CONSUMER STEEL SCRAP COLLECTION



GENERATION OF ELECTRICITY FROM ITALIAN GRID





SPECIFIC SECONDARY MATERIALS PRE-TREATMENTS, WHERE APPROPRIATE



EXTRACTION AND PROCESSING OF RAW MATERIALS

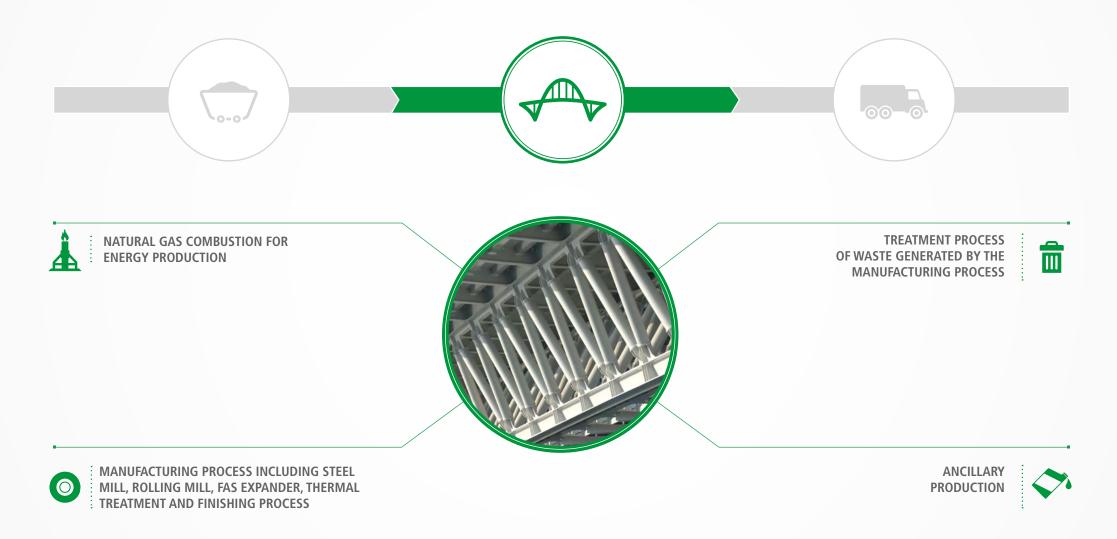
EXTRACTION AND PROCESSING OF NATURAL GAS FOR CORE ENERGY DEMAND







Core Module (A2 TRANSPORTATION + A3 MANUFACTURING)





Downstream Process (A4 TRANSPORT TO FINAL DESTINATION)



WORLD (40%):
DISTANCE RANGE ~ 10 000 km

EUROPE (60%): DISTANCE RANGE ~ 1 200 km





Additional Information

Other environmental characteristics of Dalmine plant are:

- **1.** TenarisDalmine has a steel scrap yard for scraps feeding the EAF¹. The area is completely paved and has a water collection system connected to the internal water treatment plant. Steel scraps are here separated in different classes to allow the most efficient charge bucket preparation.
- **2.** TenarisDalmine has a slag milling and separation system: the whole system allows to consider slags as standard construction materials (EC marking available for applications as, cement products, bituminous conglomerates, road embankments).
- **3.** TenarisDalmine has finalized the EAF air emission catchment and treatment system revamping that will double the aspiration capacity over the EAF achieving the upper limits provided by BREF².
- **4.** TenarisDalmine has installed a new dust collector system at rolling mill in 2017. This is able to reduce up to 5 times the dust air emissions.
- **5.** TenarisDalmine has a prevention and reduction system for PCDD/F³ emission in atmosphere: the equipment has been running since 2010 with concentrations at stack lower than limits imposed by EU for 2016 ((< 0,1 ngl-TEQ⁴/Nm3 on all existing stacks)

- **6.** TenarisDalmine in 2010 installed low-NOX regenerative burners in its main rotary heating furnace (RHF FTM⁵); this allowed the plant to increase the production capacity without increasing gas consumption and NO_x emissions. An HRSG⁶ boiler was recently installed in order to use the RHF FTM fumes to generate steam for industrial use.
- **7.** TenarisDalmine has a closed loop recirculating system for industrial water. Filtering and oil separation allow water reuse, water consumption is therefore limited to evaporation.
- **8.** TenarisDalmine is continuously aiming to improve its process and product environmental performance. The ISO 14001 compliant Environmental Management System main goals are: periodic renovation of air and water emission systems, continuous improvement of installed monitoring systems, periodic training and communication for the operators on environmental management.

¹EAF Electric Arc Furnace

²BREF Best available techniques REFerence document

³PCDD/F Poly Chlorinated Di-benzo Dioxins/Furans

⁴TEQ Toxic Equivalency Factor

⁵RHF FTM Rotary Hearth Furnace - Medium Pipe Mill

⁶HRSG Heat Recovery Steam Generator

