

Understanding the Positive Impacts of Remote Monitoring

15th Annual KGA Expo March 14th & 15th

Presentation Outline

Framing the Impacts:

- 1. Safety
- 2. Operating Improvements
- 3. Asset & Data Integrity
- 4. New Zero Emissions

Understanding Return on Investment

Q&A

Presented By:

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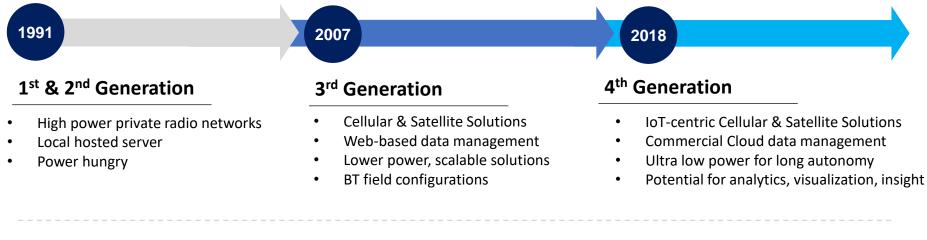
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History of Remote Monitoring in Cathodic Protection

Mobiltex launched its first remote monitoring product for CP in 1991, helping its operating partners achieve ROI by deploying IoT technologies.



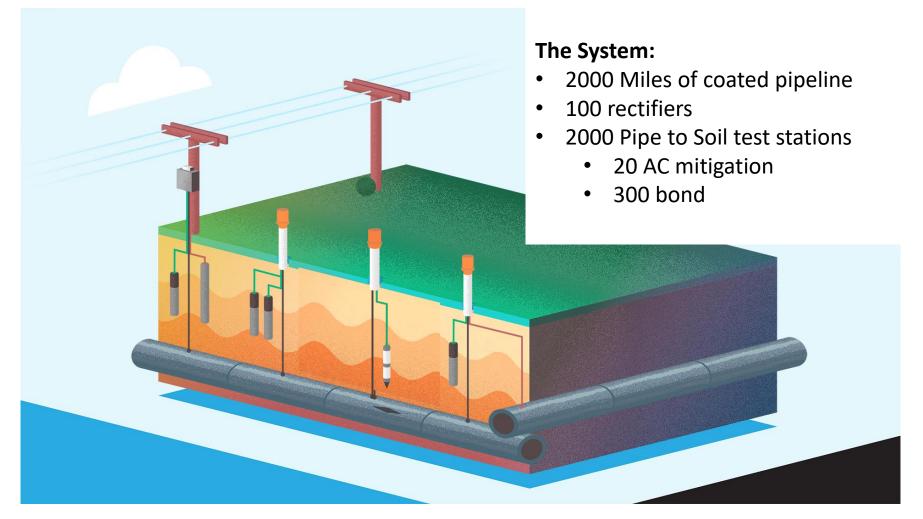
Assets and Applications





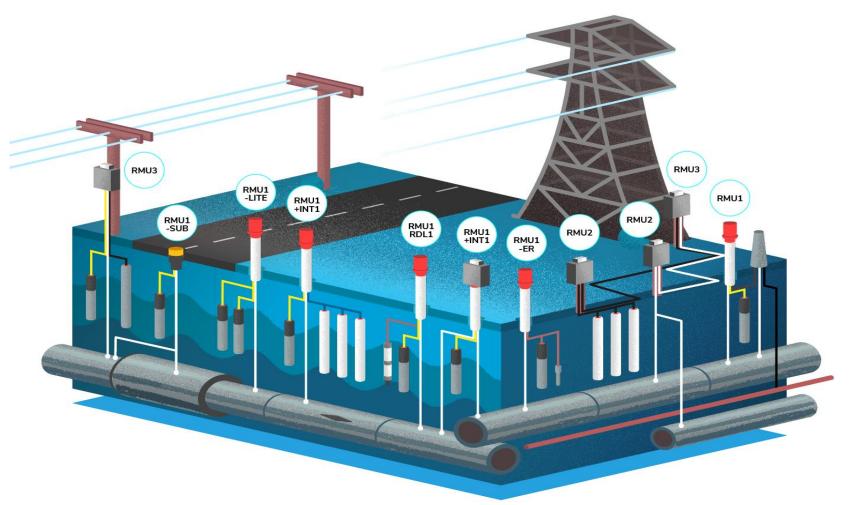
ROI Example - Inputs

Isolating key pain points helps prioritize key applications and select the appropriate technology





Typical Cathodic Protection





Reading Requirements for CP Assets

Frequency of readings requirements has underpinned adoption of remote monitoring technology across a diverse base of assets.

	Sources of Data	Regulated Frequency	Owner Frequency		
	Rectifiers	Every 2 months	Monthly via SCADA		
10	Pipe-to-Soil Test Stations	Every 12 months	Every 12 months		
Fixed Assets	Critical and non-critical bonds	Critical (2 months), non (12 months)	Critical (2 months), non (12 months)		
ked A	CP Coupons (AC & DC)	Site & use-case specific	Site & use-case specific		
Ê.	ER Probes	Site & use-case specific	Not Applicable		
	Casings	Every 12 months	Not Applicable		
	Other sensors	Site & use-case specific	Not Applicable		
	Annual Surveys	Every 12 months	Every 12 months		
Survey	Close Interval Survey	Every 3-10 years	As Required		
Sul	In-line Inspection	Every 3-10 years	Every 3-5 years		
	Other Surveys	Every 3-10 years	As Required		



Impact of Cathodic Protection Remote Monitoring



Understanding the Key Impacts of Remote Monitoring



Return on Investment encompasses impact on Safety, Financial, Asset & Data Integrity, and Environmental



Impact #1 Safety

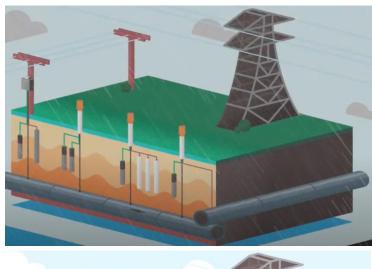


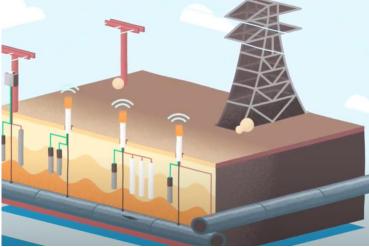
Accessing Remote Locations can be Hazardous

Pipelines, and the CP assets that protect them, span some of the most hospitable terrains on the continent, meaning that the simple act of accessing can present major safety hazards.











AC Corridors, Traffic Exposure Norms of the Job

Furthermore, pipelines commonly placed in shared utility ROWs, and underneath major traffic arteries, present additional safety challenges for CP technicians to navigate.

Induced AC



Source: Mobiltex partners & customers

Test Points in Traffic ROW





Impact #2 Operating Improvements



Operational Improvements

Understanding financial impact of monitoring by measuring operational efficiencies can be nuanced, extending beyond the obvious avoidance of manual data collection.

Operating Efficiency

- Avoid manual tasks (e.g., data collection, install interrupters)
- Reduce or eliminate admin
- Improved incident response via Alarms
- Proactive O&M
- Shift technician workload to high impact areas

Capital Efficiency

- Informed risk matrix
- Asset life extension (e.g., pipeline or groundbed)
- Capital planning & deferral

Increasingly impactful



Operational Inputs – Key Considerations

This slide lays out some of the considerations that a customer should have related to the different CP applications (e.g., interruption vs. portable interruption), or RMU vendors (reliability, customer service)

Key Considerations:

Internal Project Management

Third-party Contractor Services

Technician Project Execution

Data Management / Documentation

Regulatory Compliance Requiremen

Safety Compliance & Requirements

Land Owner/3P Access

Traffic Control/Permit Cost

Remote Transport (Heli/UTV/Sled)

Subsistence/Lodging

- Coordinating with internal stake holders
- Subcontracting CP Monitoring
- Internal technicians' time if
 completing surveys internally
- Managing Data, hard copies into soft copies
- Facility Orientations, Permits
- Access for Farmers land or foreign facilities
- Traffic Management Plan
- Air Travel, Marine Travel, ATVs
- Other costs in addition to technician's time



Examples of CP Applications

Considerations one has related to the different CP applications (e.g., interruption vs. portable interruption), or RMU vendors (reliability, customer service)

CP Scenarios But Not Limited to:

- Sacrificial systems embedded with impressed current systems meaning you may need to interrupt the sacrificial systems with the impressed (all GPS synced) in order to get your <u>true off</u> potentials.
- Foreign bonds which you may want to interrupt.
- Independent sacrificial systems which you want interrupted.
- Positive splitter panels with separate anode currents being monitored.
- Negative splitter panels with separate connections to multiple pipes that you want monitored.
- Structure to Soil Readings
- Dynamic DC Interference Capturing (DC Trains)
- AC Interference (Peak Loading Capture)
- Monitoring CP on Power Tower legs and anchors
- ASTs/UGTs External and Internal Tank CP monitoring
- Corrosion Rate monitoring
- AC / DC Coupon Monitoring



Applications & Product Selection Considerations

Considerations one has related to the different CP applications (e.g., interruption vs. portable interruption), or RMU vendors (reliability, customer service)

Product Application Strength – Product Portfolio:

- Application elements:
 - Interruption vs. non-interrupting a bond or rectifier
 - P/S structure vs. depolarized coupon
 - ER probes
- Frequency of readings and data transmission
- Density of device deployment (criticality)
- Product breadth
 - Rectifiers, Critical Bonds, Splitter Panels, Interference Bonds, Coupons, AC Mitigation and More.



Applications & Product Selection Considerations

Considerations one has related to the different CP applications (e.g., interruption vs. portable interruption), or RMU vendors (reliability, customer service)

RMU Product:

- Reliability
 - Battery power and expected life, Water Ingression
- Specific device features
 - Interruption or just monitoring
 - Number of channels
 - Frequency of readings
 - And Many More
- Form factor (installation)
 - Do you need a special junction box?
 - Can it fit the existing test stations?
- Communications technology
 - Simplex or Duplex
 - Cellular or Satellite
- Customer service



Impact #3 Asset & Data Integrity



Data Integrity Enabled by Remote Monitoring

While automated data collection has largely helped bring higher volume of data into the CP industry, barriers remain in the way of broader systemic evolution.

	Sources of Data	Regulated Frequency	Desired for Operating / Performance Frequency		
	Rectifiers	Every 2 months	Daily or multiple per day		
10	Pipe-to-Soil Test Stations	Every 12 months	Weekly or semi-monthly		
Fixed Assets	Critical and non- critical bonds	Critical (2 months), non (12 months)	Daily or multiple per week		
(ed	CP Coupons (AC & DC)	Site & use-case specific	Daily or multiple per week		
Ë	ER Probes	Site & use-case specific	Weekly or semi-monthly		
	Casings	Every 12 months	Weekly or semi-monthly		
	Other sensors	Site & use-case specific	Daily or multiple per day		
	Annual Surveys	Every 12 months	Quarterly		
vey	Close Interval Survey	Every 3-10 years	Quarterly		
Survey	In-line Inspection	Every 3-10 years	Annually		
	Other Surveys	Every 3-10 years	Annually		

Challenges:

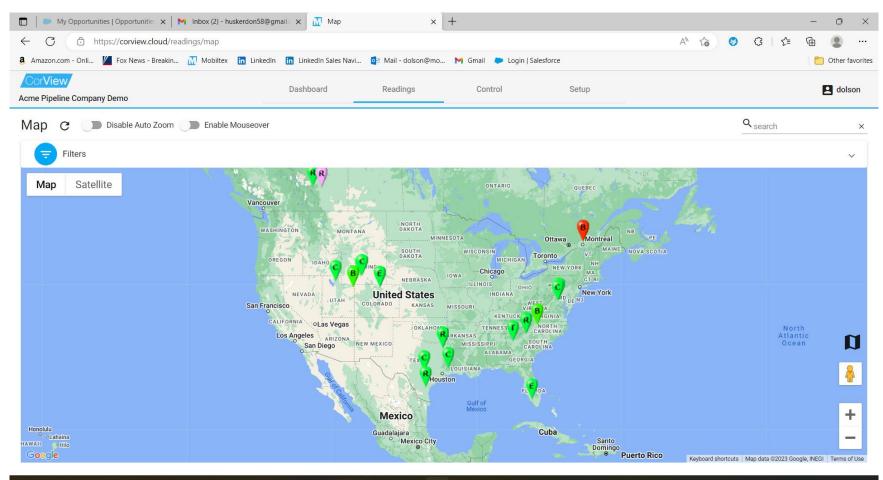
- Reliability and cost of technology
- Efficiencies in managing larger quantities of data
- Preference for not knowing issues
- Criteria based regulatory vs. performance

MOBILTEX

Map Page

Sunny

Geolocating assets allows for management of National fleets, with regional users having ability to gain quick insights into status and performance of RMU & CP assets.



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CorView.Cloud - Readings Table

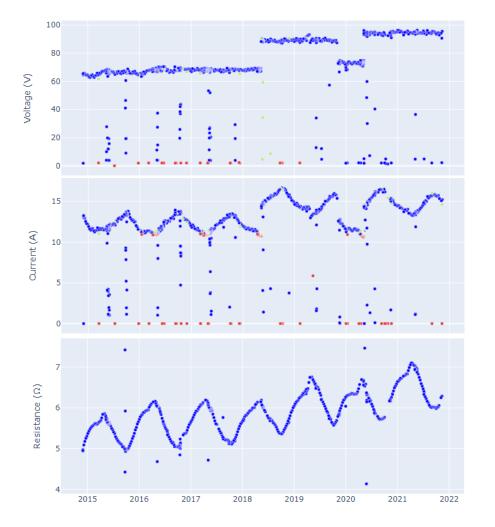
Detailed insight into CP asset readings, trends, and alarms, while providing RMU status and condition for fleet management activities.

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	nge 3/2021 - 3/24/2021	•×	Last Reading Only	Alarm Only 🛛 🗩 Scł	eduled Readings	Only											
	Company :	Group : Name	Site Name :	Status :	Battery : Status	Door :	RSSI Status	Temp : (C)	Reading ↓ : Date	CP Coupon AC : Current Density	CP Coupon AC Potential	CP Coupon Instant Disc. DC Potential	CP Coupon DC : Current Density	AC In 🗄	CP Coupon DC Potential	Native Coupon DC Potential	CP/Relay Status
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			9	24-Mar-21 23:57	0.923	1.517	-1.041	0.184		-1.272	-0.373	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			9.5	24-Mar-21 22:57	0.954	1.525	-1.038	0.184		-1.258	-0.374	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			9.5	24-Mar-21 21:57	0.985	1.659	-1.040	0.184		-1.271	-0.372	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			9.5	24-Mar-21 20:57	0.985	1.771	-1.043	0.184		-1.269	-0.371	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			10	24-Mar-21 19:57	0.985	1.785	-1.038	0.184		-1.259	-0.373	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			11	24-Mar-21 18:57	0.954	1.677	-1.036	0.184		-1.257	-0.371	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			11.5	24-Mar-21 17:57	0.954	1.677	-1.036	0.184		-1.248	-0.371	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			11	24-Mar-21 16:57	0.985	1.664	-1.035	0.184		-1.257	-0.372	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			10.5	24-Mar-21 15:57	0.923	1.648	-1.037	0.184		-1.268	-0.375	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			10.5	24-Mar-21 14:57	0.923	1.657	-1.035	0.184		-1.253	-0.371	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok		Ok	10.5	24-Mar-21 13:57	0.985	1.698	-1.035	0.184		-1.245	-0.371	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			10	24-Mar-21 12:57	0.954	1.656	-1.033	0.184		-1.240	-0.372	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			9.5	24-Mar-21 11:57	0.985	1.706	-1.033	0.184		-1.256	-0.377	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			9	24-Mar-21 10:57	1.016	1.722	-1.029	0.184		-1.244	-0.370	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			9	24-Mar-21 09:57	0.954	1.644	-1.033	0.184		-1.278	-0.371	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			8.5	24-Mar-21 08:57	0.923	1.636	-1.033	0.184		-1.249	-0.369	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			8	24-Mar-21 07:57	0.923	1.531	-1.034	0.184		-1.261	-0.369	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			8	24-Mar-21 06:57	0.985	1.439	-1.031	0.184		-1.246	-0.369	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			8	24-Mar-21 05:57	0.923	1.419	-1.033	0.184		-1.258	-0.369	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			8.5	24-Mar-21 04:57	0.923	1.346	-1.033	0.184		-1.250	-0.368	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			8.5	24-Mar-21 03:57	0.892	1.329	-1.031	0.184		-1.254	-0.368	On
	Acme Pipeline Company Demo	Demo Coupons	Virtual RMU1-I Dual Coupons	2 Scheduled Reading	Ok			9	24-Mar-21 02:57	0.954	1.352	-1.031	0.184		-1.252	-0.368	On
	Aomo Dinolino Compony Domo	Domo Coupono	Virtual DMULL Dual Coupana	2 Cohodulad Dooding	Ok		Ok	10	24 Mar 21 01-54	0.095	1 204	1.021	0.104		1.050	0.269	0.5



CP System Seasonality via Analytics

Core benefit of autonomous data collection is in creating visibility to CP system trends and performance that we've previously only guessed at.



Takeaways:

- Visibility into system performance previously unseen
- Seasonal effects critical to model for more informed analytics
- Groundbed system resistance one area of focus to inform O&M and capital spend
- Compliance programs can be improved; criteria selection and 'out-of-criteria' defense can be approached from novel data-driven angles.
- Enabled by device autonomy, robustness, reliability

Impact #4 Environmental



Promote Sustainability, Safety, & Integrity

Environmental Impact

Eliminate emissions:

- CO2 emissions from reducing windshield time, helicopter access
- Fugitive gas emissions from leaks, bursts
- Established communications backbone across remote pipeline assets

Ensure product delivery is efficient, safe, and sustainable

Compared with manual data collection, an install base of **20 RMUs offsets over 8.5 Metric Tons of CO2 emissions per year**, equal to the total annual energy consumption of 1 home.



Understanding the Return on Investment



Reviewing the Inputs

Understanding your network, the desired applications and selecting the appropriate technology is a key starting point for ROI.

	Internal Project Management	**Coor	dinating all aspects projects/pro	grams	5000.	.00	Yearly	/	~
	Third-party Contractor Services	**All co	ost associated with subcontracto	r services	8000	0.00	Yearly	/	~
	Technician Project Execution	**Internal CP Engineers support and/or field time				3000.00		Yearly	
Setting Up	Data Management / Documentation	**Inter	nal/external manual data refiner	nent + input	5000.	.00	Yearly	/	~
Cost Inputs	Regulatory Compliance Requiremer	**Internal/external manual data refinement + input				1000.00		Yearly	
	Safety Compliance & Requirements	**Safety program execution & documentation				1000.00		/	~
	Land Owner/3P Access	**Negotiating access to difficult and/or remote locat				2000.00		Yearly	
	Remote Site Transport (Heli/UTV/Sl	**All co	sts/equipment for seasonal rem	20000.00		Yearly		~	
	Rectifier Monitoring (RMU3)	~	Rectifier ~	10	(Out of To	wn 🗸	Cell	~
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Application	Test Station P/S Monitoring (RMU1-LI	Test Station (Pipe-to- 🖌 25		In Town		~	Cell	~	
Selection	Test Station P/S Monitoring (RMU1-LI	TE) 🗸	Test Station (Pipe-to- 75		Out of To		wn 🗸	Cell	~
	Test Station Monitoring (RMU1)	~	Bond: Critical - Test P 🗸	10		In Town	~	Cell	~
	Test Station Monitoring (RMU1)	~	Bond: Non-Critical - T 🗸	40	(Out of To	wn 🗸	Cell	~



Understanding the Output

Return on Investment Calculation

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Traditional	\$117,001	\$119,340	\$121,727	\$124,161	\$126,645	\$129,177	\$131,761	\$134,396	\$137,084	\$139,826
	\$255,874	\$10,734	\$10,949	\$11,168	\$11,391	\$11,619	\$11,851	\$12,088	\$12,330	\$12,577

SURVEILLANCE BREAKDOWN

	Description	Cost	Frequency	
Internal Project Management	Coordinating all aspects projects/programs	\$5,000	Yearly	
		600.000		

Takeaways:

Tangibles:

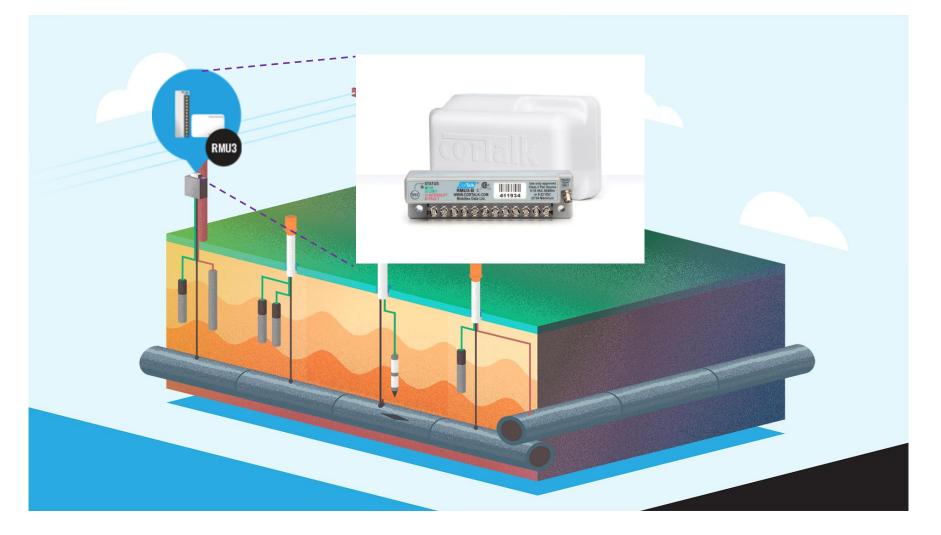
- Short interval to realizing full ROI
- Benefits: Traditional vs. Remote Monitoring
- Reduced OPEX
- Insulated against labor or budget challenges

Intangibles:

- Reduction of risk associated with required field work
- Asset integrity & CAPEX deferral
- Environmental

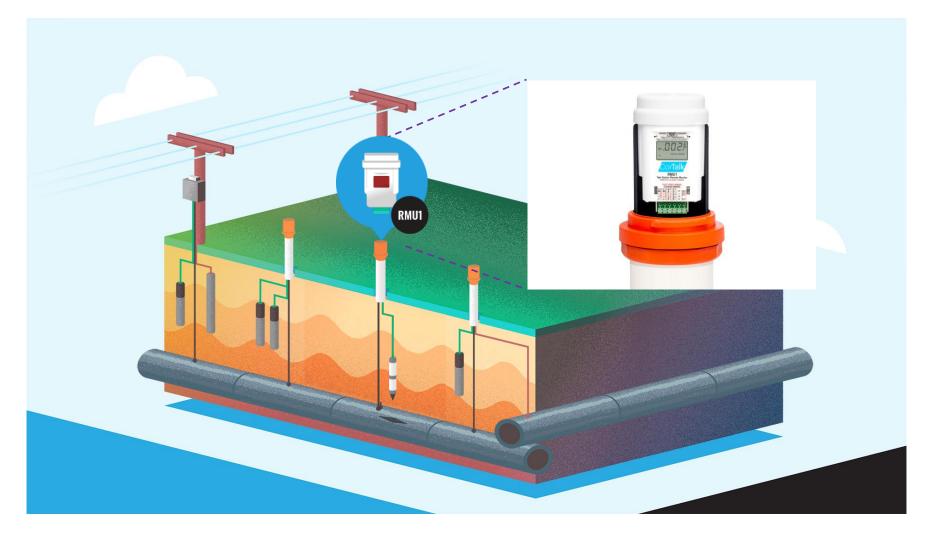


Remote Interruption of Rectifier with RMU3





Remote Monitoring Coupon with RMU1





Remote Test Station Monitoring with RMU1-LITE

