#### CHE654 Design Project #6

Semester 1, 2025



### **Problem Statement**

#### **Project Title**

Simulation and Economic Analysis of n-Butanol Production via the Oxo Process from **Propylene Using Aspen Plus** 

#### **Background**

*n*-Butanol (C<sub>4</sub>H<sub>9</sub>OH) is an important industrial alcohol used as a solvent, chemical intermediate, and in plasticizers and coatings. A common industrial route for its production is the Oxo process (hydroformylation), where propylene reacts with synthesis gas (CO + H<sub>2</sub>) to form butyraldehyde, which is then hydrogenated to *n*-butanol.

This project focuses on designing and simulating the production of n-butanol from propylene using the oxo process in Aspen Plus, followed by an economic evaluation of the process using major financial indicators to determine its viability.

# **Objectives**

- 1. Simulate the production of n-butanol from propylene using the Oxo process in Aspen Plus.
- 2. Develop a comprehensive process flow diagram (PFD) with key unit operations.
- 3. Conduct mass and energy balances for each unit operation.
- 4. Estimate raw material and utility requirements.
- 5. Perform a detailed **economic analysis**, including:
  - o Internal Rate of Return (IRR)
  - Net Present Value (NPV)
  - Payback Period
  - Annual Cash Flow
- 6. Evaluate the **technical and financial feasibility** of the proposed process.

# Process Chemistry

#### 1. Hydroformylation (Oxo Reaction)

Propylene + CO + H<sub>2</sub> → Butyraldehydes (n- and iso-)

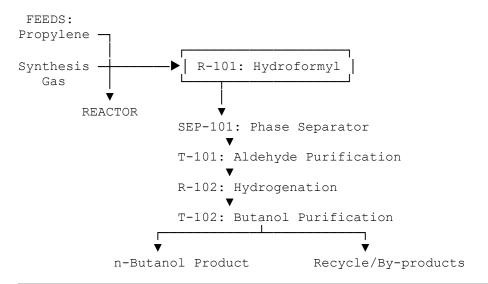
- Catalyst: Rhodium- or cobalt-based homogeneous catalyst
- Conditions: Moderate temperature (100–150°C), high pressure (20–40 bar)

### 2. Hydrogenation of Aldehydes

Butyraldehyde +  $H_2 \rightarrow n$ -Butanol

 $\text{CH}_3\text{CH}_2\text{CH}_2\text{CHO} + \text{H}_2 \rightarrow \text{CH}_3\text{CH}_2\text{CH}_2\text{CH}_2\text{OH}$ 

- Catalyst: Nickel or copper-based
  Conditions: 120–200°C, 10–20 bar
- Conceptual Process Flow Diagram (PFD)



# Aspen Plus Simulation Setup

# 1. Thermodynamic Model

- NRTL or UNIQUAC for liquid-liquid and vapor-liquid equilibrium
- Peng-Robinson or SRK for high-pressure vapor-phase components

# 2. Component List

Component	Formula	Role
Propylene	$C_3H_6$	Feed
Carbon Monoxide	CO	Feed (syngas)
Hydrogen	$H_2$	Feed (syngas)
<i>n</i> -Butyraldehyde	$C_4H_8O$	Intermediate
Isobutyraldehyde	$C_4H_8O$	By-product
<i>n</i> -Butanol	C <sub>4</sub> H <sub>9</sub> OH	Final product
Water	$H_2O$	By-product
Inerts (CH <sub>4</sub> , N <sub>2</sub> )	Various	Purge

# 3. Typical Operating Conditions

Unit	Temp (°C)	Pressure (bar)	Notes
Hydroformylation	100-150	20–40	Rh or Co catalyst
Phase Separator	40-80	~10–20	Remove unreacted gases
Hydrogenation	120-200	10–20	Ni or Cu catalyst
Distillation	Varies	~1–2	Product purification

# 4. Feed Data (Example Basis)

# Component Flowrate (kmol/h) Purity (%)

Propylene	100	99.9
CO	100	99.5
$H_2$	200	99.5

Target Production: ~50,000 tonnes/year of n-butanol

Operating Days: 330 days/year

# Economic Evaluation Framework

## A. Capital Costs (CapEx)

- Reactors (high-pressure)
- Gas separators
- Distillation towers
- Heat exchangers, compressors
- Catalyst recovery (optional)
- Instrumentation & control
- Safety systems

### **B.** Operating Costs (OpEx)

Category **Description** 

Raw Materials Propylene, CO, H<sub>2</sub>

Rh or Co complex, Ni, Cu Catalyst

Utilities Steam, electricity, cooling water

Maintenance & Labor Plant operation

Waste Treatment Off-gas, aqueous purge

#### C. Financial Indicators

Indicator **Purpose** 

**IRR** Return on investment over time **NPV** Net value of all future cash flows Time to recover initial investment **Payback Period** Annual Cash Flow Profit after expenses each year

# D. Economic Assumptions (Typical Values)

**Parameter** Value

Project Life 15 years 10% Discount Rate

Depreciation 10 years, straight-line

Operating Days/Year 330 Tax Rate 30%

#### Parameter Value

Startup Year Loss 100% CapEx recovery over life

# Final Deliverables

- 1. Aspen Plus Simulation File: Flowsheet with all major units
- 2. Process Flow Diagram (PFD): Detailed and labeled
- 3. Material and Energy Balances
- 4. Utility Requirements and Consumption
- 5. Cost Estimates: CapEx and OpEx
- 6. Economic Evaluation Spreadsheet:
  - o IRR
  - o NPV
  - o Payback period
  - o Annual cash flows
- 7. **Technical Report** summarizing:
  - Process design
    - Simulation results
    - Economic conclusions