



# Grid Forming - Stability Solutions

Dr.-Ing. Daniel Duckwitz, Product Manager

SMA Solar Technology AG

June 9, 2022 Denver, CO

ESIG Special Topic Workshop: Grid-Forming IBRs - Session 3: Grid Forming Capabilities and Challenges (specifications, requirements and cost)

# Disclaimer



## IMPORTANT LEGAL NOTICE

This presentation does not constitute or form part of, and should not be construed as, an offer or invitation to subscribe for, underwrite or otherwise acquire, any securities of SMA Solar Technology AG (the "Company") or any present or future subsidiary of the Company (together with the Company, the "SMA Group") nor should it or any part of it form the basis of, or be relied upon in connection with, any contract to purchase or subscribe for any securities in the Company or any member of the SMA Group or commitment whatsoever.

All information contained herein has been carefully prepared. Nevertheless, we do not guarantee its accuracy or completeness and nothing herein shall be construed to be a representation of such guarantee. The Company shall assume no liability for errors contained in this document, unless damages are caused intentionally or through gross negligence by the Company. Furthermore, the Company shall assume no liability for effects of activities that evolve from the basis of data and information provided by this presentation.

The information contained in this presentation is subject to amendment, revision and updating, which does not underlie any prior announcement by the Company. Certain statements contained in this presentation may be statements of future expectations and other forward-looking statements that are based on the management's current views and assumptions and involve known and unknown risks and uncertainties. Actual results, performance or events may differ materially from those in such statements as a result of, among others, factors, changing business or other market conditions and the prospects for growth anticipated by the management of the Company. These and other factors could adversely affect the outcome and financial effects of the plans and events described herein. The Company does not undertake any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. You should not place undue reliance on forward-looking statements which speak only as of the date of this presentation.

This presentation is for information purposes only and may not be further distributed or passed on to any party which is not the addressee of this presentation solely after prior consent of the Company. No part of this presentation must be copied, reproduced or cited by the addressees hereof other than for the purpose for which it has been provided to the addressee. The content of this presentation, meaning all texts, pictures and sounds, are protected by copyright. The contained information of the presentation is property of the Company.

**This document is not an offer of securities for sale in the United States of America. Securities may not be offered or sold in the United States of America absent registration or an exemption from registration under the U.S. Securities Act of 1933 as amended.**

# Why SMA?

## Because ...

### ... 113 GW of installed SMA inverter power

help to prevent almost 76 million tons of CO<sub>2</sub> emissions per year in over 190 countries and are proof of SMA's strong market position over many years.

### ... 1,700 patents and utility models

granted worldwide prove our high innovative strength.

1. Calculation: 113 GW accumulated installed SMA inverter capacity x 1,512 kWh power generation/year/kW x 0,475 kg prevented CO<sub>2</sub> emissions/kWh

SMA Solar Technology

### ... more than 4 GW of SMA battery inverter power

ensure round-the-clock sustainable electricity supply worldwide and make us a global leader in battery system technology.

### ... 3,500 SMA employees

are working with our partners and customers to pave the way for the energy supply of tomorrow, today.

## Key financials 2021 (prelim.)

Sales: MEUR984

EBITDA: MEUR9

Inverter power sold: 13.6 GW

## Guidance 2022

Sales: MEUR900 to MEUR1,050

EBITDA: MEUR10 to MEUR60





# Agenda

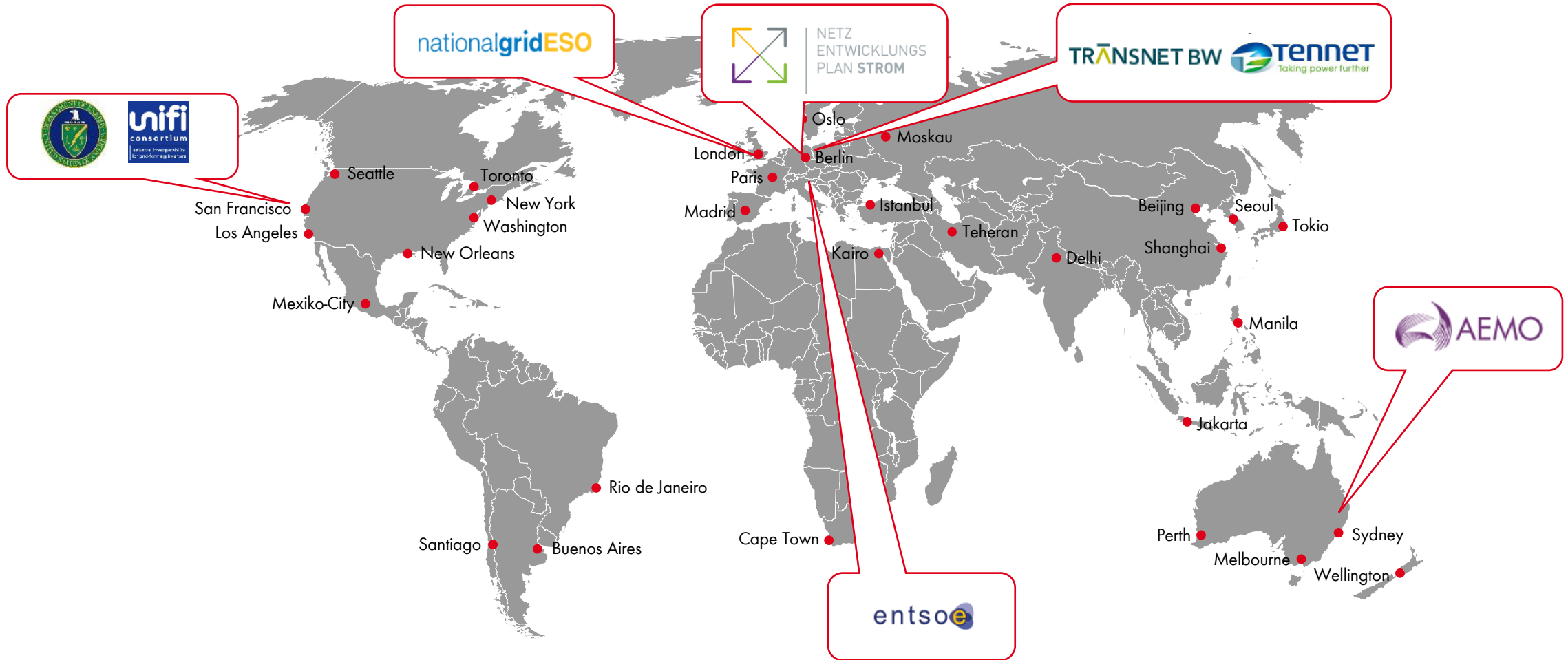


Stability needs

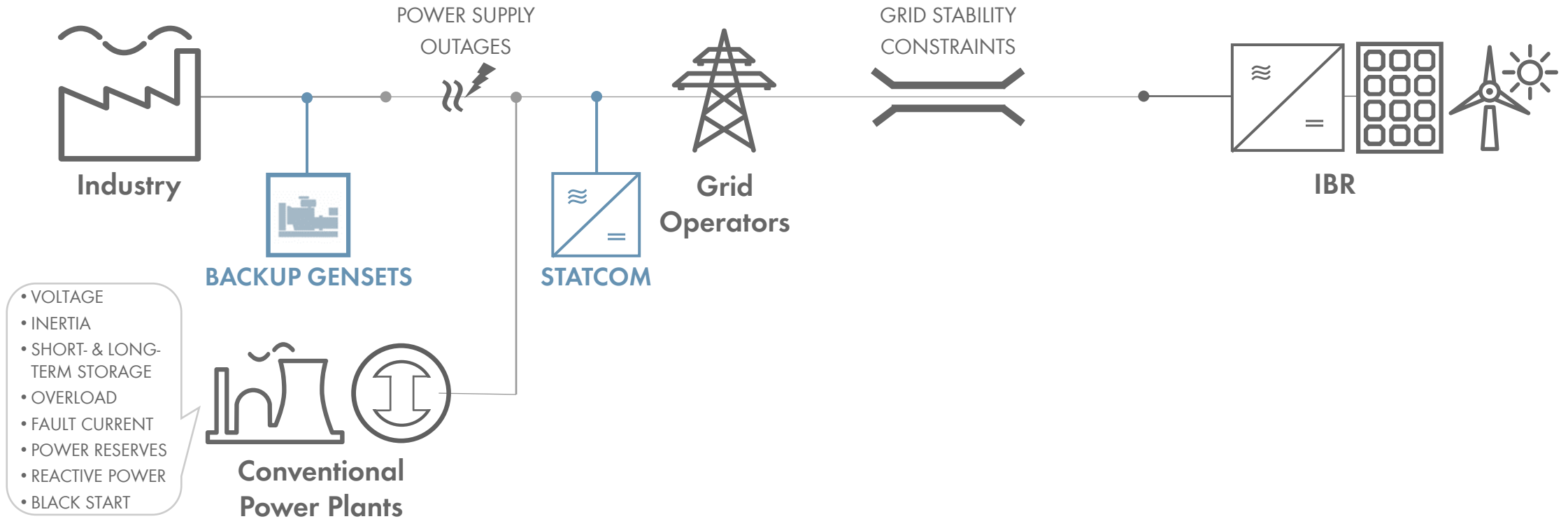
Technical Performance

Experience and Markets

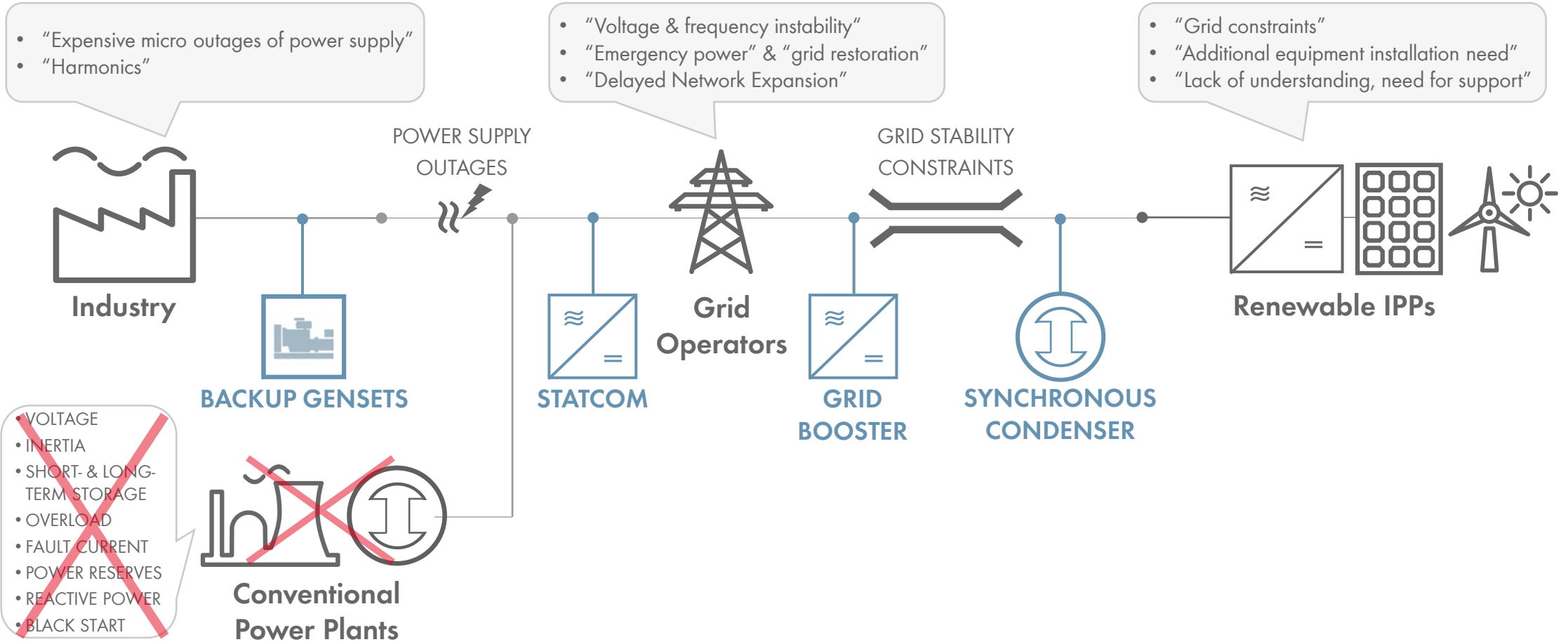
Power system operators and regulators globally are working on solutions to guarantee grid stability as IBR penetration increases



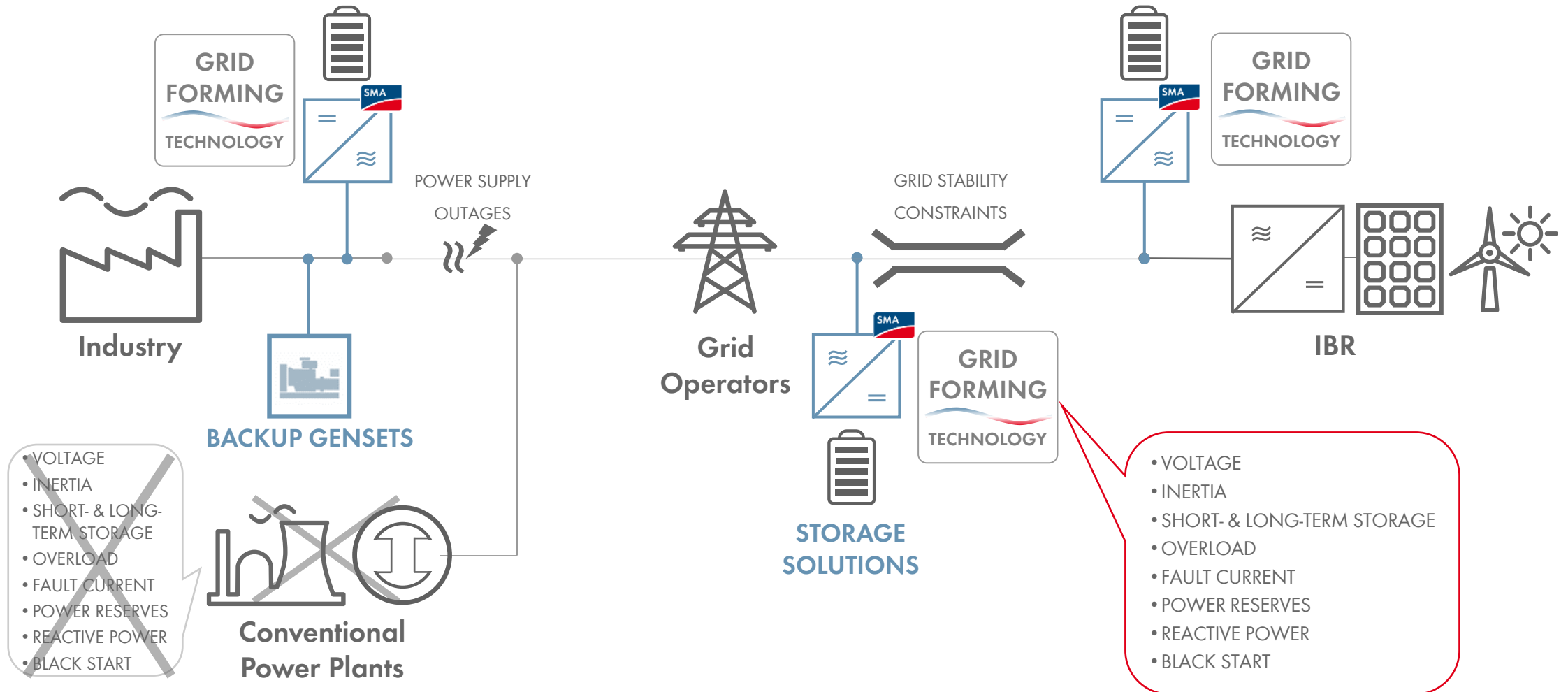
# Topology of the existing power grid



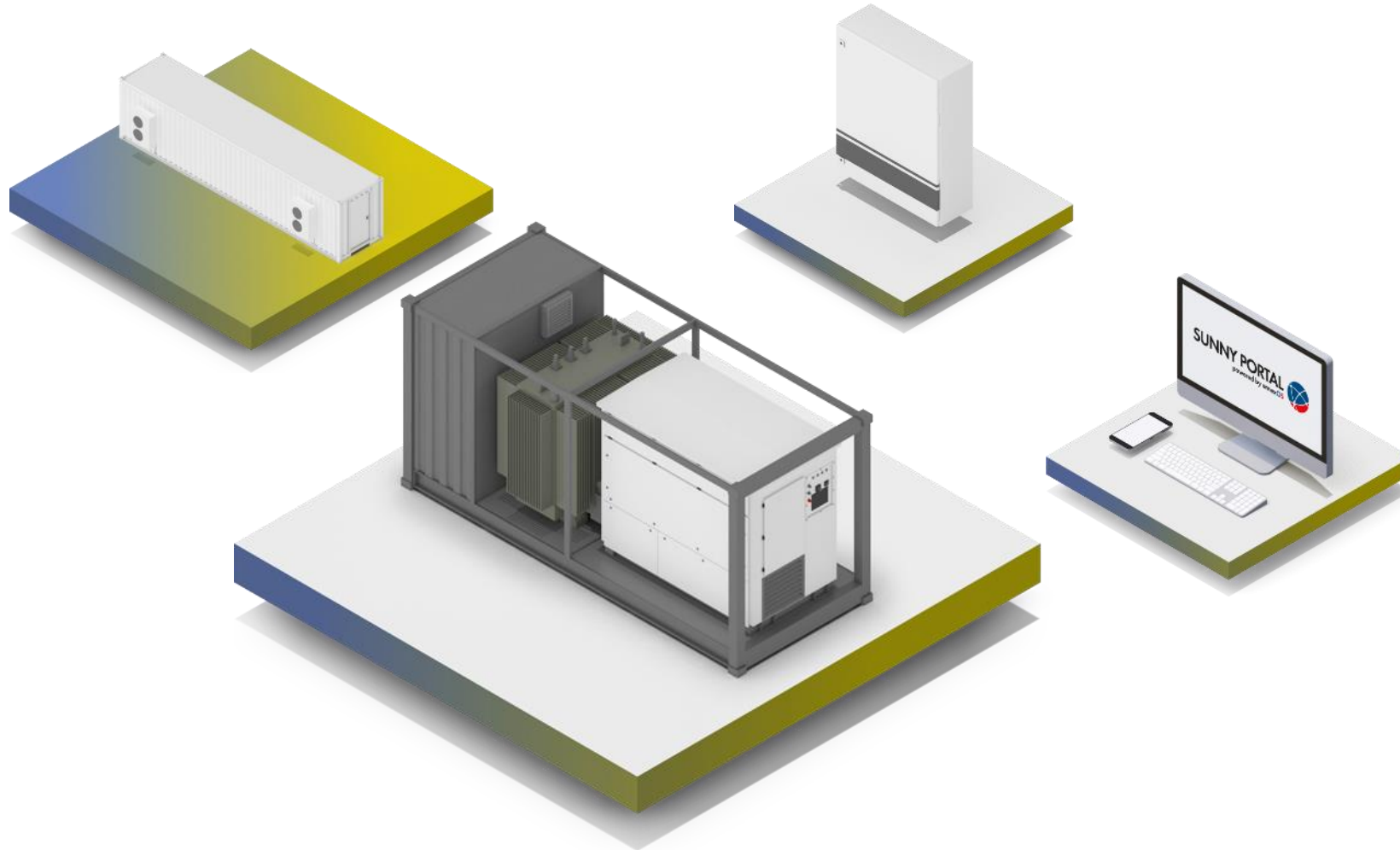
# Challenges



# Advanced grid-forming functions in inverters not only can substitute, but improve on the existing technologies



Select the SMA Large Scale Energy System that fits your need!





# **Grid Forming**

## **Technical performance – selected examples**

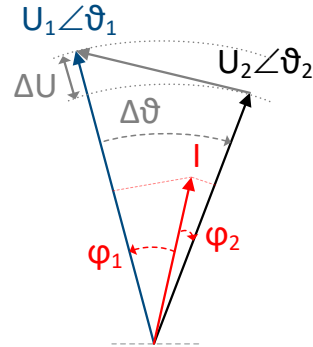
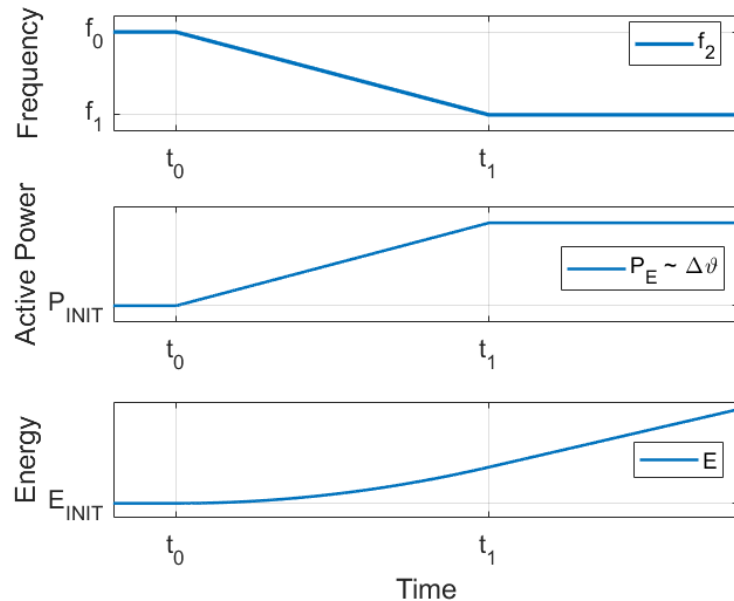
# Synchronous operation of IBR with static or transient type of instantaneous response to voltage & frequency disturbances



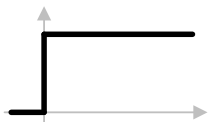
## Grid Forming Droop Control

$$\frac{\Delta P}{S_N} \cong \frac{1}{k_f} \cdot \frac{\Delta f}{f_N}$$

$$\frac{\Delta Q}{S_N} \cong \frac{1}{k_U} \cdot \frac{\Delta U}{U_N}$$



DISTURBANCE



STATIC RESPONSE



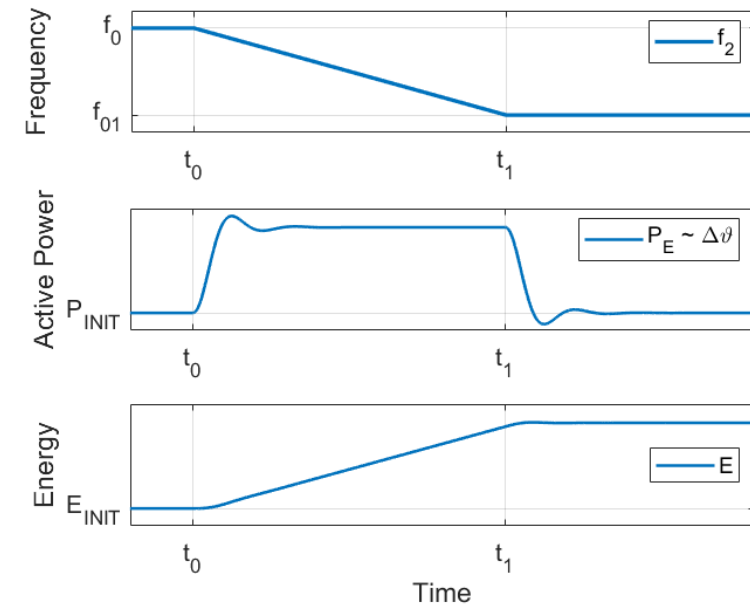
TRANSIENT RESPONSE



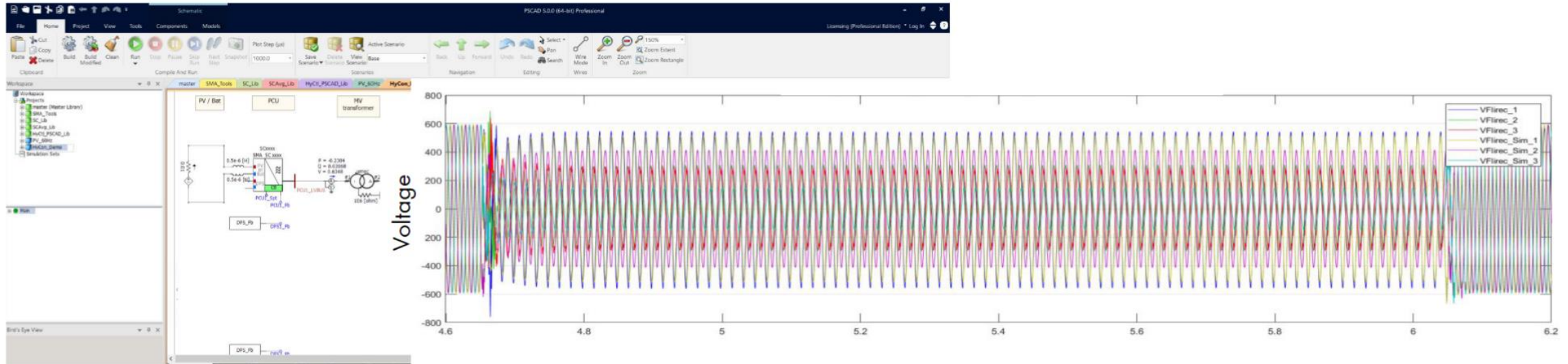
## Grid Forming Inertia Control

$$\frac{\Delta P}{S_N} \cong -2 \cdot H_\theta \cdot \frac{\Delta f / \Delta t}{f_N}$$

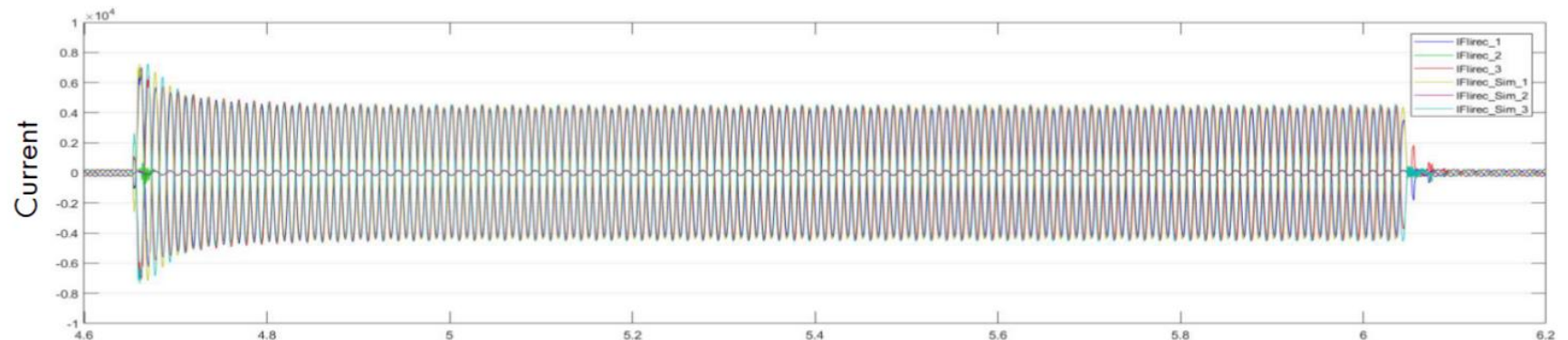
$$\frac{\Delta Q}{S_N} \cong -2 \cdot H_U \cdot \frac{\Delta U / \Delta t}{U_N}$$



# Fault Current Provision – 1 phase Fault Model Validation



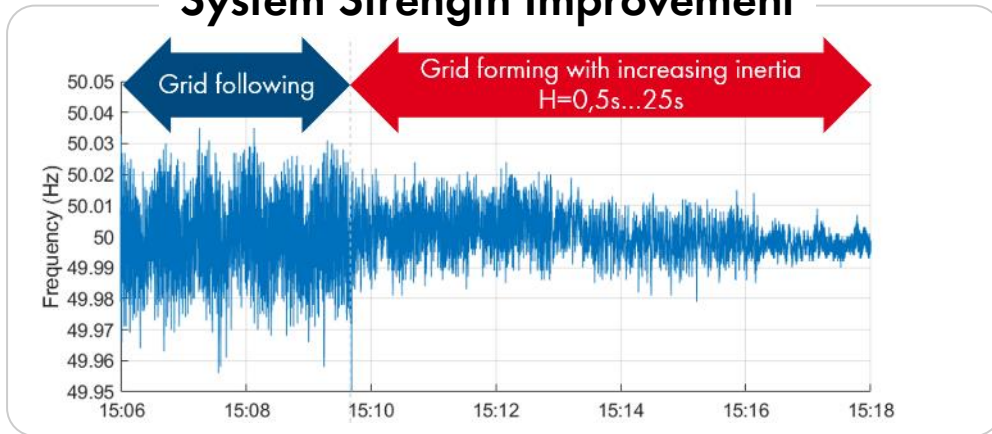
- Fault current testing:  
example 1phase → GND
- Very good match between  
lab measurements and EMT  
model results (PSCAD)



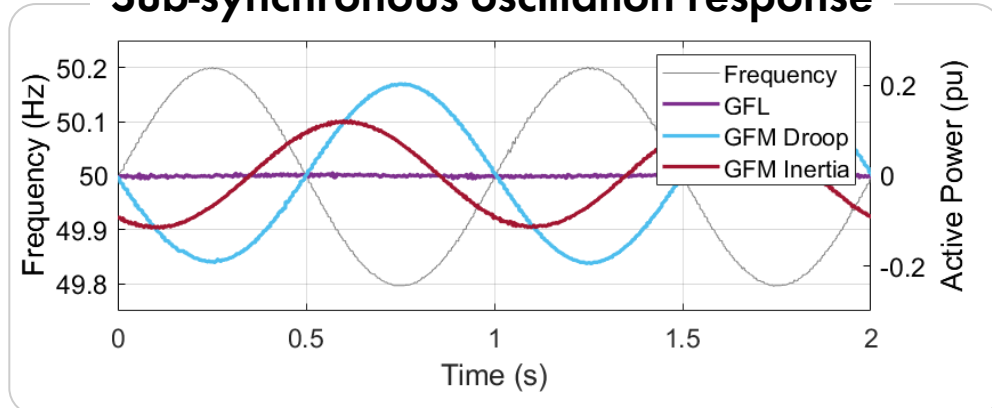
# System Strength/ Power Quality Measurements with Grid Forming Storage System



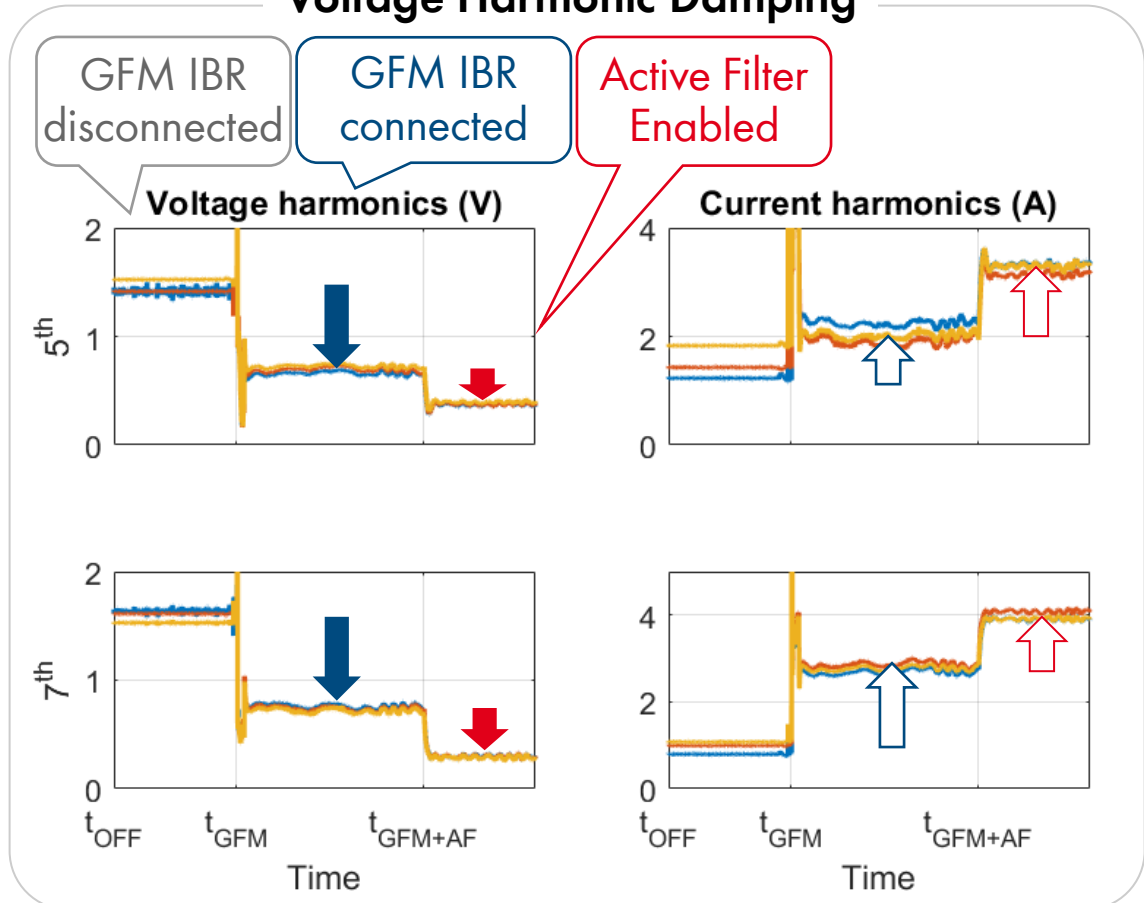
## System Strength Improvement



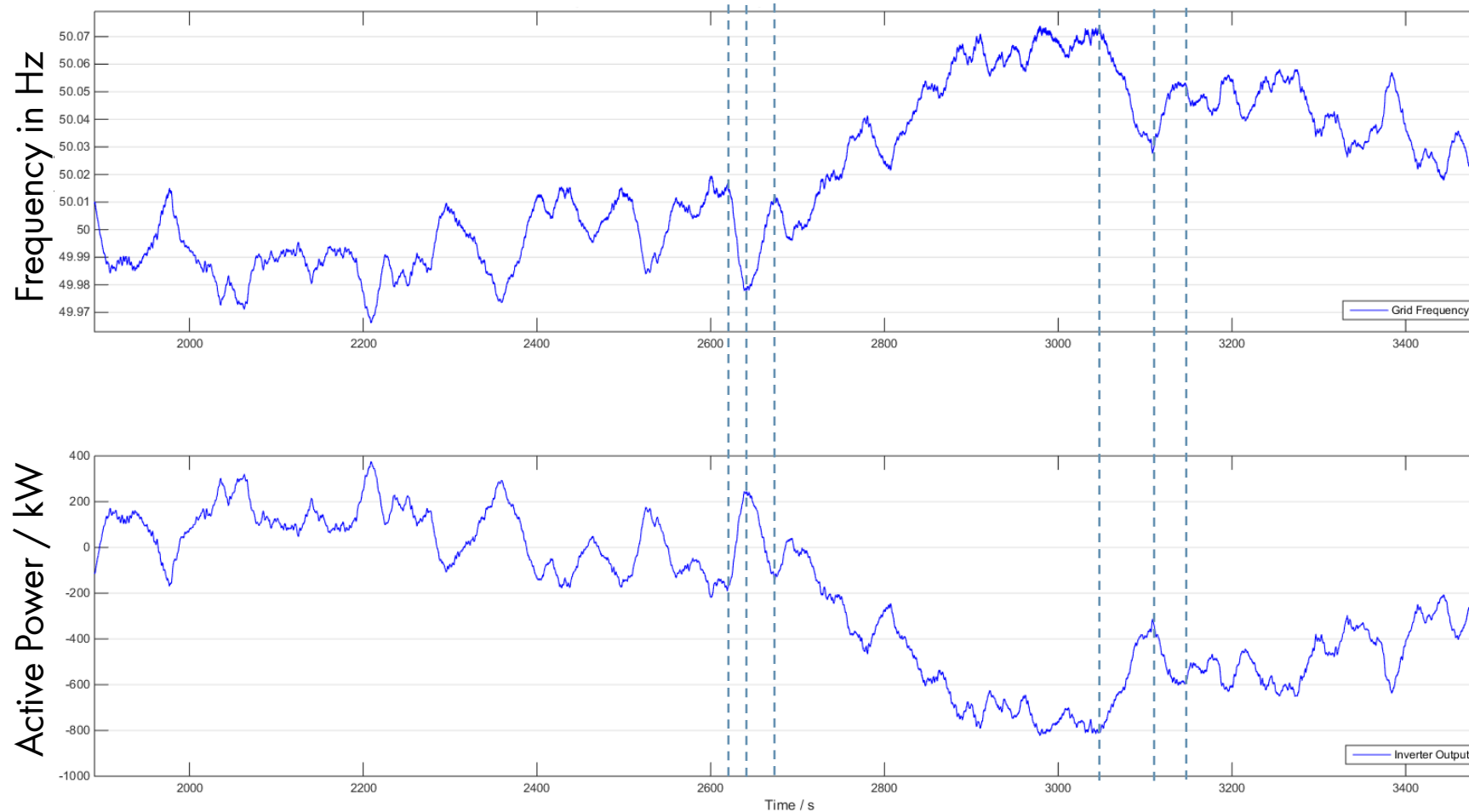
## Sub-synchronous oscillation response



## Voltage Harmonic Damping



# Example: Grid-Forming in Grid-Parallel Operation



- Grid-parallel operation of grid-forming Plant
- Naturally providing inertia and primary control reserve



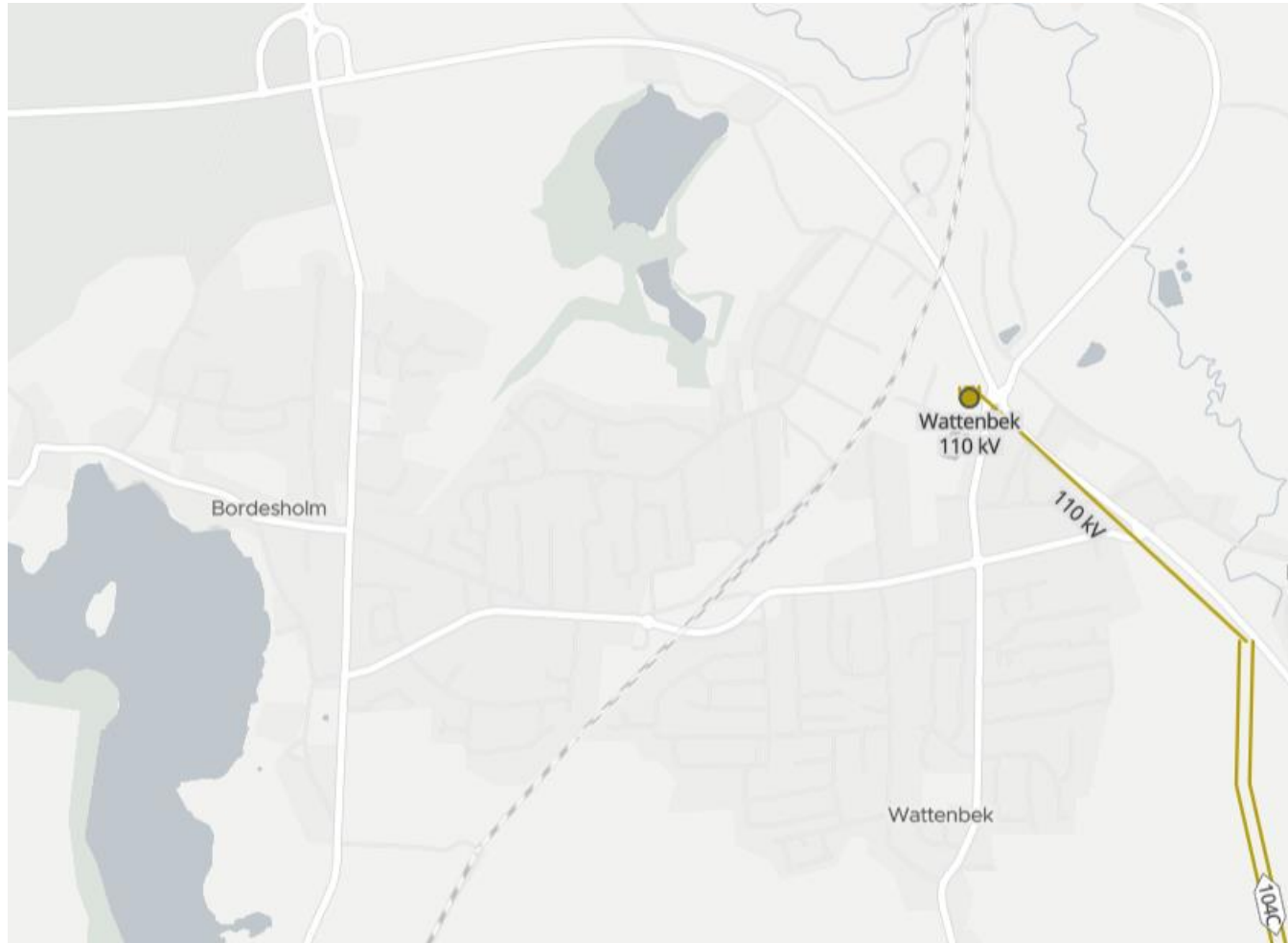
A. Knobloch *et al.*, "**Synchronous energy storage system with inertia capabilities for angle, voltage and frequency stabilization in power grids**," *11th Solar & Storage Power System Integration Workshop (SIW 2021)*, 2021, pp. 71-78, <https://doi.org/10.1049/icp.2021.2486> .

P. Mayer *et al.*, „**Improving grid strength in a wide-area transmission system with grid forming inverters**“, *IET Generation, Transmission & Distribution*, May 3, 2022 (early access), <https://doi.org/10.1049/gtd2.12498> .



# **Grid Forming Experience and Markets**

# Grid Forming Project: Bordesholm, Germany 2019



Battery Storage Application  
Frequency Containment Reserve  
Backup Islanding for 8000 inhabitants

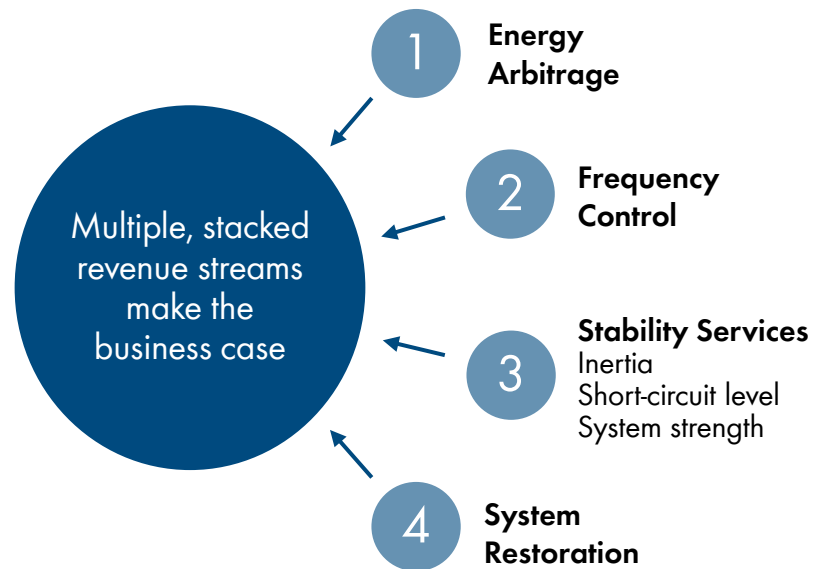


**15 MW**

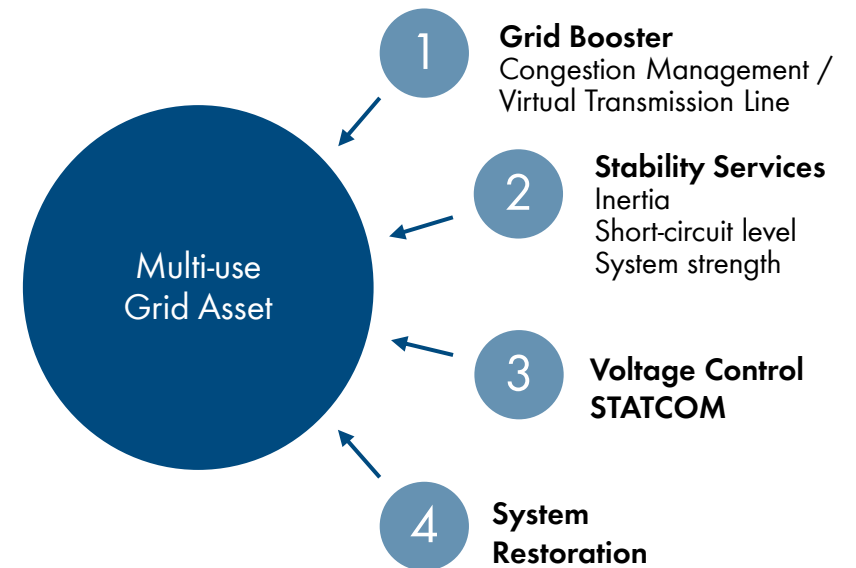
# Multi-use of battery storage Grid Forming Solutions



## Market-oriented Battery Storage Plant

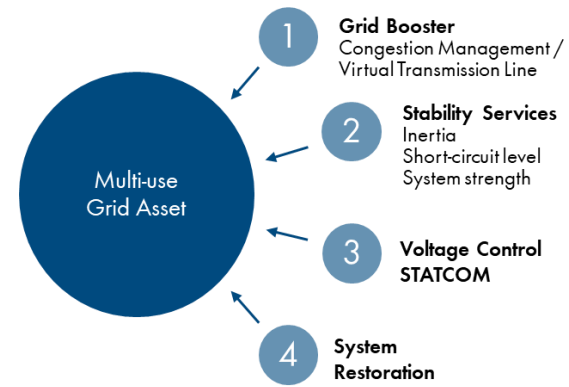


## Grid Asset based on Battery Storage Plant



# German TSOs: Grid Booster Tender

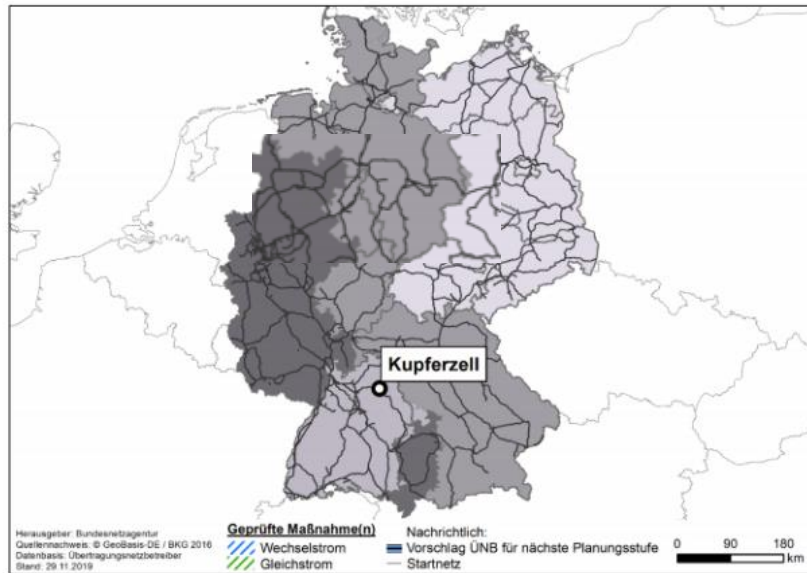
Source: German Grid Development Plan <https://www.netzentwicklungsplan.de>



## TransnetBW Grid Booster

- 354 MVA in Kupferzell

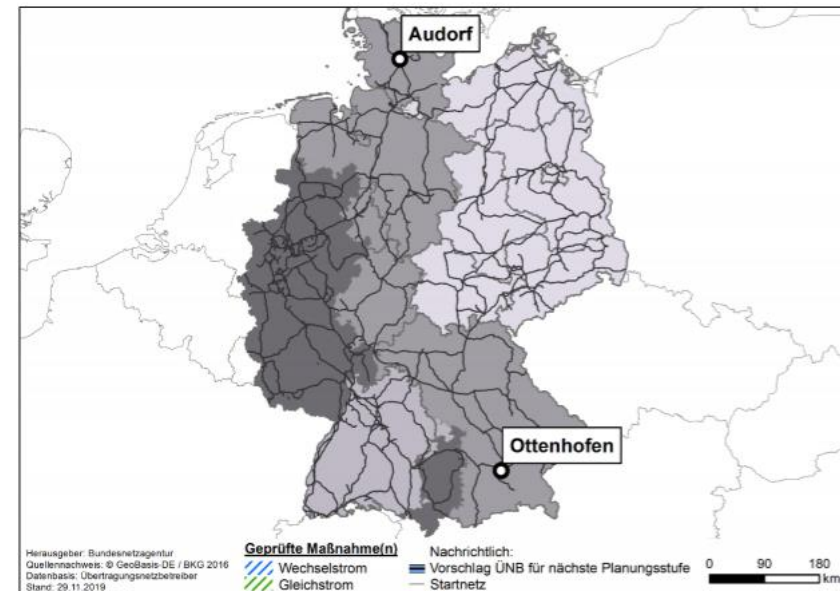
P430: Netzbooster-Pilotanlage Wehrendorf-Kupferzell



## Tennet Grid Booster

- 2 times 100 MW Ottenhofen and Audorf Süd

P365: Netzbooster-Pilotanlage Audorf/Süd-Ottenhofen





# nationalgrid UK Stability Pathfinder

**UK power system:**

- ➔ **low share of synchronous generation**
- ➔ **stability at risk (frequency, voltage)**

**nationalgrid tenders „Stability Service Provision“**

- ➔ **Increase Inertia and Short-Circuit Level,**
- ➔ **To maintain stability and resiliency.**

# Stability Pathfinder Phases

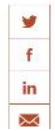


Phase 1 – GB wide	Phase 2 - Scotland	Phase 3 – England / Wales
<b>Synchronous Machines</b> only	<b>Synchronous Machines</b> or <b>Inverter-based Solutions</b> → Multi-Use ✓	
<ul style="list-style-type: none"><li>• <b>Tender 2019</b></li><li>• <b>Service start 2020/2021</b></li><li>• <b>5 years</b></li></ul>	<ul style="list-style-type: none"><li>• <b>Tender closed Jan 2022</b></li><li>• <b>Service start 2024</b></li><li>• <b>10 years</b></li></ul>	<ul style="list-style-type: none"><li>• <b>Tender to close soon (Summer 2022)</b></li><li>• <b>Service start 2025</b></li><li>• <b>10 years</b></li><li>• <b>Short Circuit Level – 7.5 GVA (region specific)</b></li><li>• <b>Inertia – 15 GWs (non-regional)</b></li></ul>

# UK Stability Pathfinder 2 (Scotland) Tender results



Scotland's wind success story bolstered by £323m stability investment



6th April 2022 - Future of energy

- Ten contracts awarded to improve long-term stability of electricity system
- World-first large-scale use of grid forming converters to support increasing wind farm energy generation
- 'Fossil fuel-free power stations' to provide cheaper, greener way of boosting stability

Source National Grid ESO

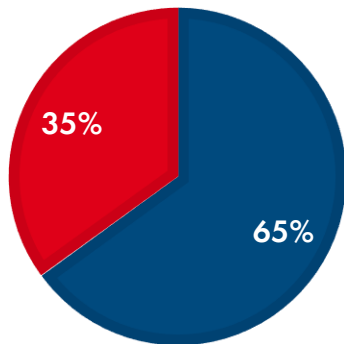
**224 projects proposals**  
**10 winners**

**5 projects Grid Forming Battery**

**5 projects Synchronous Condenser**

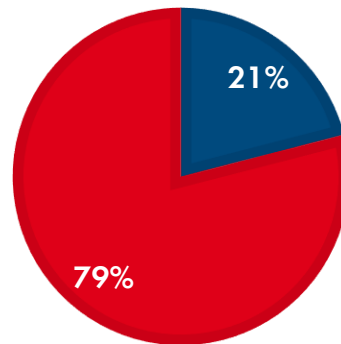
## 6.7 GVA<sub>s</sub> INERTIA

■ BESS ■ SynCon



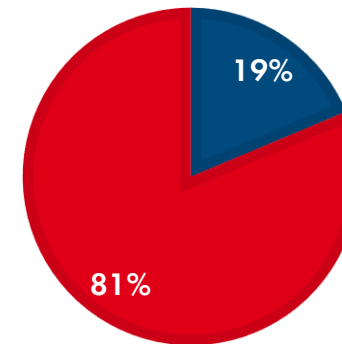
## 11.5 GVA SCL

■ BESS ■ SynCon



## ANNUAL COST

■ BESS ■ SynCon



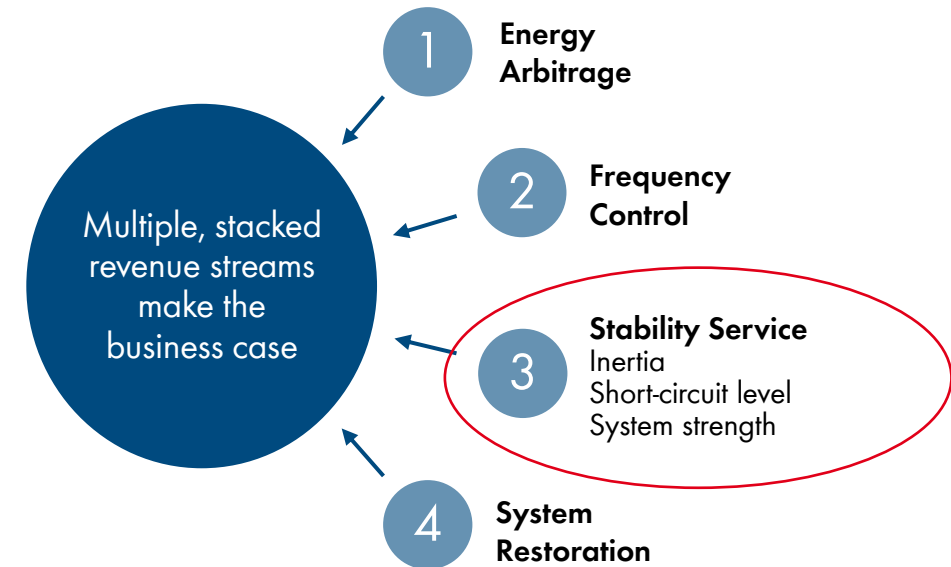
Shares derived from Tender Results from  
Source National Grid ESO

# Multi-Use of Battery Storage important for business case



## Example Battery Storage Solution based on SMA technology

- **100 MW** continuous power (1,2 or 4 h duration)
- **50 MW / 5s** reserve on top for inertia; at H = 25s → 1.25 GWs
- Additional short-circuit level (peak current for 140 ms)





# Status / Outlook

**250 MW-class grid-forming storage projects as new standard**

**More standardization (requirements, new ancillary services)**

**Ancillary service markets as drivers (e.g. UK)**

**Grid integration studies**

# Summary

## SMA Grid Forming Solutions

- Key to a 100% green, **stable and resilient** power supply
- Basis for Frequency and Voltage stability: Inertia and Short-Circuit Level
- GER example: Grid Booster as TSO asset
- UK example: market-based procurement of Stability Service





# Thank you!

## **SMA Solar Technology AG**

Dr.-Ing. Daniel Duckwitz

Product Manager for Grid Services

Sonnenallee 1

34266 Niestetal, Germany

Tel. +49 561 9522 421044

SMA.de

Daniel.duckwitz@SMA.de