

*Wiebke Hagedorn, Sebastian Jäger, Lucas Wieczorek, Philipp Kronenberg,  
Kathrin Greiff, Sebastian L. Weber, Arne Röttger*

# More Than Recycling

The potential of the circular economy  
shown by a case study of the metal working  
industry

---

*Originally published in:*

*Journal of Cleaner Production,*

*377 (2022), 134439*

*DOI: 10.1016/j.jclepro.2022.134439*

*Wiebke Hagedorn a,b,d,\**  
*Sebastian Jäger b*  
*Lucas Wieczorek b*  
*Philipp Kronenberg b*  
*Kathrin Greiff d*  
*Sebastian L. Weber c*  
*Arne Röttger b*

## More than recycling – The potential of the circular economy shown by a case study of the metal working industry

- 
- a Wuppertal Institute for Climate, Environment and Energy, Wuppertal, Germany
  - b Lehrstuhl für Neue Fertigungstechnologien und Werkstoffe, Bergische Universität Wuppertal, Germany
  - c Lehrstuhl für Werkstofftechnik, Ruhr-Universität Bochum, Germany
  - d Department of Anthropogenic Material Cycles, RWTH Aachen University, Germany
- \* Corresponding author:  
Wiebke Hagedorn  
Wuppertal Institute for Climate, Environment and Energy  
Döppersberg 19  
42103 Wuppertal  
Germany  
Phone: +49 202 2492-0  
Fax: +49 202 2492-108

This is the author's version of a work that was accepted for publication. Changes resulting from the publishing process, such as editing, corrections and structural formatting, may not be reflected in this document. Changes may have been made to this work since it was submitted for publication. A definitive version was subsequently published in the Journal cited above.

1 **More than Recycling – The Potential of the Circular**  
2 **Economy shown by a Case Study of the Metal Working**  
3 **Industry**

4 W. Hagedorn

5 Wuppertal Institute

6 Department of Anthropogenic Material Cycles, RWTH Aachen University

7 Fachgebiet Werkstofftechnik, Bergische Universität Wuppertal

8 [Wiebke.hagedorn@wupperinst.org](mailto:Wiebke.hagedorn@wupperinst.org)

9 S. Jäger

10 Lehrstuhl für Neue Fertigungstechnologien und Werkstoffe, Bergische Universität

11 Wuppertal

12 [jaeger.fuw@uni-wuppertal.de](mailto:jaeger.fuw@uni-wuppertal.de)

13 L. Wieczorek

14 Lehrstuhl für Neue Fertigungstechnologien und Werkstoffe, Bergische Universität

15 Wuppertal

16 [wieczorek.fuw@uni-wuppertal.de](mailto:wieczorek.fuw@uni-wuppertal.de)

17 P. Kronenberg

18 Lehrstuhl für Neue Fertigungstechnologien und Werkstoffe, Bergische Universität

19 Wuppertal

20 [kronenberg.fuw@uni-wuppertal.de](mailto:kronenberg.fuw@uni-wuppertal.de)

21 K. Greiff

22 Department of Anthropogenic Material Cycles, RWTH Aachen University

23 [Kathrin.greiff@ants.rwth-aachen.de](mailto:Kathrin.greiff@ants.rwth-aachen.de)

24 S. Weber

25 Lehrstuhl für Werkstofftechnik, Ruhr-Universität Bochum

26 [weber@wtech.rub.de](mailto:weber@wtech.rub.de)

27 A. Roettger

28 Lehrstuhl für Neue Fertigungstechnologien und Werkstoffe, Bergische Universität

29 Wuppertal

30 [roettger.fuw@uni-wuppertal.de](mailto:roettger.fuw@uni-wuppertal.de)

31

32

33 **Highlights**

34 • The steel industry misses a great potential offered by the Circular Economy  
35 while focusing on recycling only

36 • Rethinking production chains of steel products such as a machining knife offers  
37 environmental saving potential

38 • Implementing the strategies of slowing, closing, and narrowing in the case study  
39 of a machining knife improves its environmental performance and material  
40 efficiency

41 • Auxiliary processes can significantly reduce the environmental benefits

42

43 **Abstract**

44 The steel industry is responsible for a quarter of all industrial greenhouse gas  
45 emissions. So far, the environmental savings are mainly due to steel recycling.

46 Besides recycling, the circular economy offers strategies to increase material  
47 efficiency and thus decrease the primary raw material demand. However, the  
48 potentials remain unexploited because circular economy concepts with a higher  
49 degree of circularity are not considered. The presented case study of an industrial  
50 machining knife illustrates how the production process can be improved by  
51 implementing various circular strategies. The environmental performance is analyzed  
52 by calculating and comparing the carbon footprint, the cumulative energy demand and  
53 the material footprint, and the material efficiency indicator. The results show that the  
54 implementation of the three overarching strategies of the circular economy -  
55 narrowing, closing, and slowing – contributes to a significant increase in material  
56 efficiency. The implementation also has a positive effect on the overall environmental  
57 performance. The circular production processes require less energy and resources  
58 and cause fewer emissions. Auxiliary processes such as additional transport routes  
59 are relevant, as they can reduce or even overcompensate for savings. These  
60 processes must be adequately considered and designed.

61

62 **Keywords:** Circular Economy; Steel; Circular Products; Case Study; Environmental  
63 Assessment; Material Efficiency;

64

65

66 **Abbreviations:**

<i>Abbreviation</i>	<i>Definition</i>
CE	Circular Economy
CED	Cumulative Energy Demand
CF	Carbon Footprint
Days	d
EAF	Electric Arc Furnace
EoL	End-of-Life
eq	equivalent
GHG	Greenhouse Gas
hours	h
IPCC	The Intergovernmental Panel on Climate Change
kg	kilogram
LCA	Life Cycle Assessment
MF	Material Footprint
Mt	Million tons
mm	Millimeter
PM	Pulver metallurgical Process
SI	Supporting Information
t	tons
mass%	mass-percent

67

## 68 **1 Introduction**

69 It is half-time to achieve climate neutrality by 2050 to tackle the climate crisis.  
70 Moreover, research shows that previous measures are insufficient to meet this target  
71 (UNEP, 2021). The steel industry is of great importance regarding the climate crisis as  
72 it is responsible for a quarter of all industrial greenhouse gas (GHG) emissions  
73 (Allwood et al., 2011; Ito et al., 2020). In 2018, the global steel use counted 1.8 billion  
74 t (worldsteel, 2019a). Thus, it forms the most significant mass flow of metallic  
75 resources. On average, one ton of steel causes 1.8 t CO<sub>2</sub> equivalent (CO<sub>2</sub> eq)  
76 (worldsteel, 2019b). With an annual production of approx. 41 Mt of crude steel in 2021,  
77 Germany belongs to the ten biggest steel producers in the world and is the largest in  
78 the European Union (26% of European crude steel production) and causes immense  
79 pollution (worldsteel, 2022).

80 The steel industry can look back on a long history of recycling, a core principle of the  
81 circular economy (CE), promoting and resulting in significant resource and emission  
82 savings: Secondary steel production is related to three times fewer emissions than  
83 primary steel production (Flint et al., 2020). Nevertheless, there are doubts if future  
84 steel production can be covered entirely by secondary material due to the limits of  
85 recycling, such as quality losses due to contamination by e.g., copper and stock  
86 dynamics (Daehn et al., 2017; Haupt et al., 2017; Xylia et al., 2018). Also, recycling  
87 will always require energy and primary material as it goes along with dissipative  
88 losses, waste generation, and side products, resulting in continuing environmental  
89 impact (UNEP, 2013). It is known that a combination of comprehensive energy and  
90 material efficiency measures is necessary to substantially cut the environmental  
91 impact of the steel industry (Pauliuk and Heeren, 2020).

92 Despite these limits, the focus remains on the well-known paths of recycling and  
93 recovery (Branca et al., 2020). However, recycling addresses only "closing" as one of  
94 the three strategies of the promising CE. The narrowing and slowing strategies offer  
95 further product-level approaches to increase resource efficiency and reduce  
96 environmental impact (Bocken et al., 2016; Potting et al., 2017).

97 Flint et al. (2020) stresses the poor resource efficiency in the production of flat steel  
98 products in Europe with the manufacturing as a hotspot. The authors demonstrate the  
99 potential of scrap diversion followed by its usage for other applications, which avoids  
100 remelting and reduces the demand for steel production by increasing the production

101 yield. The implementation in the European automotive industry alone could save up to  
102 171 kt CO<sub>2</sub> eq annually (Flint et al., 2020). The analysis is carried out on a theoretical  
103 level and with a focus on fabrication scrap. Case studies are needed to evaluate the  
104 feasibility, determine realistic saving potentials and decisive influencing factors  
105 (Cullen, 2017; Kirchherr et al., 2017; Saidani et al., 2019). Also, literature shows that  
106 old scrap forms the major scrap stream in terms of mass in Europe (Rostek et al.,  
107 2022). The question arises whether the concept is also applicable to flat products at  
108 its End-of-Life.

109 In addition, such reworking requires a geometric compatibility of components, which  
110 makes parts of the scrap unsuitable as the steel components are too small (Brütting  
111 et al., 2019; Flint et al., 2020). Many shaping processes, which are relevant in the  
112 metalworking industry, such as turning, milling, grinding, and drilling result in waste  
113 streams with small particles such as metal chips and grinding sludge. The German  
114 metalworking industry produces approximately 1.5 Mio t of metal chips and 280 kt of  
115 grinding sludge annually (Reschke et al., 2019). Especially for the latter, there are no  
116 established waste treatment options, which focus on obtaining the high value and  
117 functionality of alloying elements. There is the option to use it as an input in the cement  
118 industry (Reschke et al., 2019). Here, the steel does not have its original function and  
119 is no longer accessible to future users, thus it is dissipatively lost (Beylot et al., 2021).  
120 This requires technical solutions to make use of the valuable materials bound in the  
121 waste stream (Hankel et al., 2020; Jäger et al., 2021).

122 This paper presents a case study of an industrial machining knife to illustrate how CE  
123 strategies apart from recycling and recovery can be implemented in a production chain  
124 of a steel product. It offers insights into the results of three research projects, which  
125 adapted a production process according to the CE in the metalworking industry: Axial  
126 ring-rolling was implemented to produce raw products close to their contour, which  
127 narrows the required steel input and shortens the shaping processes. Further, a  
128 treatment of grinding sludge was developed and implemented on industrial level to  
129 obtain the steel chips, which can be used in powder metallurgy. Lastly, the scrap  
130 diversion at the EoL was put into practice to produce another machining knife. The  
131 adaptations are analyzed regarding their influence on the environmental performance to  
132 test the premise of the CE as being environmentally beneficial.

133 Thereby, the questions to be answered are:

134 (1) How does the implementation of CE strategies to the production process of an  
135 industrial machining knife influences its material efficiency and environmental  
136 performance?

137 (2) What factors significantly influence the potential environmental savings?

138 (3) How do the considered indicators correlate?

139 First, the method to evaluate the industrial machining knife case study is presented.  
140 The procedure of conducting the Life Cycle Assessment and chosen material  
141 efficiency indicator is explained, and the production cases are introduced in Chapter  
142 2. It is followed by the results of the environmental analysis in Chapter 3. The findings  
143 are discussed in Chapter 4, and conclusions are drawn in Chapter 5.

## 144 **2 Method & Case Study**

145 The life cycle assessment in this study is based on a case study of an industrial  
146 machining knife as Fig. 1 illustrates. The steel product and its production process are  
147 the subjects of three research projects that implement circular approaches in  
148 corporation with the manufacturer to increase resource efficiency. The data used and  
149 presented within this article result mostly from measurements, data collection of  
150 existing processes, and trial runs (Hagedorn et al., 2020; Hankel et al., 2020; Jäger et  
151 al., 2021). The German manufacturer requires 4,575 t of steel annually for this  
152 segment of industrial machining knives. The initial situation shows that only 20 mass%  
153 of the steel input remains in the final product, illustrated in Fig. 2. Taking the End-of-  
154 Life (EoL) into account, only two mass% of the material is even used during the  
155 product's lifetime of 5 to 10 d, i.e., dissipatively lost in resharpening processes. These  
156 numbers stress the potential and need for improvement. First, the methodology and  
157 the scope of the study are described. The outline of the production scenarios, including  
158 the circular interventions, follows. Further, it includes relevant information for modelling  
159 the scenarios.





Fig. 1 Industrial machining knives in various sizes. (TKM, 2022)

160  
161

## 162 2.1 Goal & Scope

163 The ISO 14040/14044 is the basis for the performed life cycle assessment (EN ISO,  
164 2020a, 2020b). The goal is to quantify the effect of circular interventions on the  
165 environmental performance of producing a machining knife with a diameter of 871 mm,  
166 weighing 17.5 kg. The machining knife is used for cutting tissue paper. In the use  
167 phase, it rotates on a shaft, cuts the paper at the bottom, and sharpens the opposite  
168 cutting edge at the top. The resharpener causes the dissipative losses of material.  
169 Resharpener is necessary because the cutting process is subject to high wear, which  
170 is associated with a blunting of the cutting edge and a decrease in the cutting  
171 performance. Next to the conventional, three new production routes developed  
172 according to CE strategies are analyzed, which is part of Chapter 2.4. All adaptations  
173 are part of research projects and were realized as test runs on an experimental scale.  
174 The use-phase and EoL of the main product are considered unchanged because the  
175 adaptation does not affect the material composition, mechanical properties, and utility.  
176 The mechanical properties were tested within metallurgical experiments before and  
177 after the use phase and showed no changes compared to the conventional process.  
178 The scope is limited to a cradle-to-gate perspective.

179 Some materials and process steps that are not directly related to the manufacturing of  
180 the knife and have a minor influence are excluded. This applies to machines for quality  
181 control, the working environment, and production. In particular, the machines used to  
182 manufacture products have a long useful life and manufacture various products.  
183 Allocation to a single product also leads to an insignificant tolerable error in this  
184 consideration. Furthermore, the transport of the end product to the customer is not  
185 considered, so only the influence of reverse logistics for one circular intervention is

186 considered. This consideration also has implications for transport and distribution in  
187 general. The cut-off approach is used to allocate secondary material (Nicholson et al.,  
188 2009). The influence of the share of steel scrap was tested and discussed on a general  
189 level and, for the case of processing, the grinding sludge.

### 190 *2.2 Impact Categories*

191 The analysis includes the impact categories of GHG emissions, energy demand and  
192 resource use. This is since the steel industry is carbon, energy, and resource-  
193 intensive. Former is displayed by the carbon footprint (CF) calculated according to the  
194 characterization factors for GWP 100a provided by the IPCC. It is complemented by  
195 the cumulated energy demand (CED), calculated according to the energy accounting  
196 method KEA. The Material Footprint (MF) was used to analyze the natural resources  
197 used. The MF is based on the MIPS approach (Saurat and Ritthoff, 2013; Wiesen et  
198 al., 2014). The MF includes all biotic and abiotic materials extracted from nature  
199 (Liedtke et al., 2014). Additionally, the indicator of material efficiency was calculated  
200 (Reinhart et al., 2011). It is included as the adapted production routes are seen in the  
201 CE context, which aims to increase material efficiency. Whereas the MF sums up all  
202 resources somehow moved from its natural state in an absolute value, the material  
203 efficiency is a relative indicator. It sets the sum of material inputs and waste streams  
204 of a process against the product as an output. Accordingly, it shows the yield of a  
205 production process.

### 206 *2.3 Data*

207 The data for the calculations are based on primary and secondary data. Primary data  
208 are extracted from the machinery of the project partners. It allows the quantification of  
209 material and energy inputs for processing semi-products, which also regard the heat  
210 treatment and grinding. Further data regarding the distribution are provided by the  
211 internal sales systems, which is relevant for reverse logistics. Also, packaging material  
212 was provided, which was disassembled, weighted, and defined by material types. The  
213 result is a detailed bill of material. The semi-product producer provided general  
214 information regarding the production place and route, which was complemented with  
215 data from the literature. The resulting data from the life cycle inventory phase are used

216 within the following impact assessment, which was performed with the OpenLCA  
 217 software and the ecoinvent database 3.6 (Ciroth, 2007; Wernet et al., 2016).

## 218 *2.4 Production Routes*

219 In the following, the linear production route is described as shown in Fig. 2 as the  
 220 status quo in Chapter 2.4.1. It consists of the production of the raw product, the  
 221 processing to the machining knife and the use-phase followed by the EoL. The former  
 222 includes the crude steel production and forming processes to receive a circular blank.  
 223 It is sent to the manufacturer which shapes and hardens it with multiple heat treatment  
 224 and grinding processes. After the global distribution, the product is used for cutting  
 225 tissue paper on an industrial scale and then sent to recycling. Also, the circular  
 226 adaptations are described: The material input is reduced by implementing the axial ring-  
 227 rolling, which fundamentally changes the production of raw product as shown in  
 228 Chapter 2.4.2. It is followed by the adaption of making use of the waste stream grinding  
 229 sludge, which is part of Chapter 2.4.3. The third adaption is according to the  
 230 implementation of remanufacturing. It includes the returning of larger machining knives  
 231 at their EoL to produce smaller. It replaces the production of raw product and it makes  
 232 the heat treatment redundant as shown in Chapter 2.4.4. The descriptions include  
 233 relevant assumptions, which are fundamental for the calculations. These production  
 234 routes also form the scenarios, which are further analyzed and listed in Tab. 2. Further  
 235 details are given in the supplementary material.

### 236 *2.4.1 Linear Production Route*

237 This production route is the reference system and in Germany. The machining knife is  
 238 made from ledeburitic cold work steel (AISI D2). The result of its characterization is  
 239 shown in Tab. 1. This high-alloyed steel is wear-resistant material and goes along with  
 240 low cutting-edge wear. This results in a low need for regrinding and prolongs the  
 241 service life of the knives. Its nominal chemical composition results from measurements  
 242 within the projects and is listed in Tab. 1.

243 **Tab. 1** Nominal and measured chemical composition of the ledeburitic cold work tool steel AISI D2  
 244 (X153CrMoV12); the chemical composition was measured by OES in mass%.

Elements in mass%	C	Cr	Mo	V	Si	Mn	P	S
-------------------	---	----	----	---	----	----	---	---

<b>measured chemical composition</b>	1.53	11.34	0.70	0.70	0.60	0.48	0.020	0.020
<b>Nominal chemical composition</b>	1.45- 1.60	11.0- 13.00	0.70- 1.00	0.70- 1.00	0.10- 0.60	0.20- 0.60	max. 0.030	max. 0.030

245

246 The steel production takes place in an electric arc furnace, according to Baracchini et  
 247 al. (2018). The input includes 95 mass% steel scrap and 5 mass% of ferroalloys. The  
 248 smelting process is followed by casting and hot rolling and aims to receive plates.  
 249 Blanks were removed from the semi-finished products produced by laser cutting. The  
 250 production yields are considered according to the literature and statements of the  
 251 supplier (Baracchini et al., 2018; Cullen et al., 2012). Thereby, different laser cutting  
 252 processes and parameters were tested (SI). As an assumption, parameters were  
 253 considered to represent a mixture of laser cutting processes (YAG, CO<sub>2</sub>).

254 The formed sheets have anisotropic properties due to their solidification from the melt,  
 255 characterized by randomly orientated grains. This anisotropy is to be reduced by  
 256 cross-rolling processes (Kronenberg et al., 2022). After cross rolling, laser cutting  
 257 separates circular blanks from the sheet. The amount of scrap produced during the  
 258 beforementioned process steps can be directly remelted. Various drill holes are then  
 259 inserted into the blank for application and transport purposes resulting in small  
 260 amounts of waste. However, the metal chips are mixed with cooling lubricants, which  
 261 requires waste treatment.

262 Then, the circular blanks are quenched and tempered to adjust the required material  
 263 properties concerning hardness, strength, and toughness (Bargel and Schulze, 2012;  
 264 Berns, 1977). In this process, the blank is austenitized at 1100 °C (Oppenkowski,  
 265 2011). To counteract oxidation of the blank surfaces, the austenitization process is  
 266 performed in an inert gas atmosphere. Then, the blanks are quenched to room  
 267 temperature by rapid cooling. Afterward, the blanks are three times tempered in the  
 268 regime of secondary hardness at 530 °C for 4 h, (Oppenkowski, 2011). Between the  
 269 tempering processes, the knives are air-cooled to room temperature. The described  
 270 heat treatment requires a significant amount of electric energy.

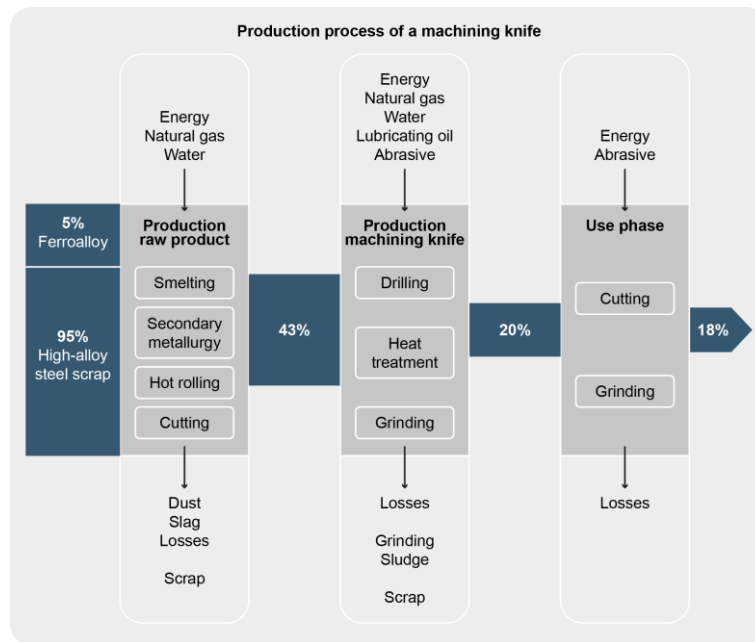


Fig. 2 Production process of an industrial machining knife. (Own data and graphic)

271

272

273 After setting the mechanical properties of the material, a robotic-driven shaping and  
 274 sharpening process takes place in several grinding steps. It requires electric energy,  
 275 abrasive material, lubricating oil, and water (Linke and Overcash, 2012; Murray et al.,  
 276 2012; Silva et al., 2015). A high amount of steel is removed in small hook-shaped  
 277 grinding chips by grinding wheels with corundum particles (10 kg/component). During  
 278 the grinding, the formed grinding chips are mixed with corundum abrasives (11-13  
 279 kg/component) and cooling lubricant (Raimondi et al., 2012). The cooling lubricant  
 280 consists mainly of freshwater and a small amount of synthetic, water-miscible  
 281 lubricating oil (3 g/component). The formed grinding sludge, consisting of metallic  
 282 grinding chips, corundum particles, and cooling lubricant, leaves the system as a  
 283 costly waste stream, deposited under strict environmental guidelines. The various  
 284 shape and sharpening processes reduce the weight of the blank by up to 50 mass%  
 285 to a sharp machining knife as illustrated in Fig. 2. Comparing it to the initial input of the  
 286 steel production, 20 mass% end up in the final product. The continuous reshaping  
 287 processes reduce the weight of the machining knife in the use-phase so that most of  
 288 the product is sent as scrap to recycling at its EoL.

289 The energy mix for the heat treatment and grinding processes are adapted as the  
 290 producer purchases electricity with a higher share of renewable energy than the  
 291 average energy mix in Germany. Its influence on the results is tested (SI). Further, the  
 292 final packaging of the knife is included. It allows multiple usages, weighs 2 kg, and  
 293 consists of numerous components and materials (SI).

294

## 295 *2.4.2 Reducing Material Input (Narrowing)*

296 During semi-product production, 57.1 mass% of steel results as scrap, which must be  
297 remelted. Then, 50 mass% of the circular blanks is ground off during final processing.  
298 Around 20 mass% of the crude steel ends up in the product, indicating poor material  
299 efficiency. Radial-axial ring rolling offers a promising solution to improve this inefficient  
300 process. The new production process makes it possible to produce a circular blank  
301 close to the final geometry. It minimizes the material input and waste. Thus, it is in line  
302 with the CE strategy narrowing as it reduces the material required per product use  
303 (Bocken et al., 2016).

304 Forming production processes are characterized by pictorial shaping and volume  
305 constancy. In this example, a disc should be produced. The discs are then used as  
306 semi-product for the machining knives without producing a material surplus. The  
307 process leads to a lower amount of grinding sludge in the subsequent process steps  
308 because the blank can be rolled closer to the final contour. The challenge can be found  
309 in the ratio of the relatively large surface area to the total volume of the workpiece.  
310 Also, the radial-axial ring rolling requires heating (Lohmar et al., 2020) so that the  
311 necessary forming forces are kept low by reduced flow stresses of the material. Insofar  
312 as there are sufficiently high temperatures during hot forming, the hardening process  
313 can be integrated into the forming process, if a sufficient cooling from the process heat  
314 is performed.

315 This adapted production of circular blanks has the lowest development level. No robust  
316 data are provided from the production plant testing the developed process. The  
317 smelting process is still required, but less steel has to be used. The material inputs  
318 scrap and ferroalloys are reduced by 61.6 mass%. This also leads to reducing other  
319 input and output flow, such as energy. The hot rolling (radial-axial ring-rolling) follows  
320 the smelting process. The energy required for radial-axial ring rolling is likely in the  
321 same range as the conventional hot rolling process. The hot rolling process is  
322 assumed to represent the new process. The laser cutting processes can be neglected  
323 because the required geometry is achieved by the radial-axial ring-rolling. A CAD  
324 modelling within this study shows the decreased weight of 19.5 kg for the circular  
325 blank, which is the output of the process. The transportation of semi-products  
326 considers this reduced weight. The resulting circular blank still requires a heat

327 treatment to adjust the required material properties. This heat treatment remains  
328 unchanged. The grinding process is shortened as it depends on the material removed,  
329 and less material must be removed to achieve the geometry of the knives. The material  
330 and energy inputs and waste streams are reduced accordingly. The final product is  
331 equal to the status quo regarding its geometry, material properties, and functionalities.  
332

### 333 *2.4.3 Waste becomes Resource (Closing)*

334 The chipped grinding swarf of the shaping processes is the most significant waste  
335 stream, mixed with abrasive particles from the grinding wheel and cooling lubricant.  
336 Waste and disposal laws consider it environmentally critical due to its contamination  
337 with cooling lubricant. Previous preparation steps for the treatment of grinding sludge  
338 are based on recycling the cooling lubricant (Brinksmeier et al., 2001, 1994). Filtering  
339 or briquetting systems are used for this procedure. There are recycling methods that  
340 provide use of the grinding sludge, e.g., in cement production. It is used as a mixture  
341 of components without considering the high quality of the individual components.  
342 Within one of the research projects, the possibility of specific steel chip reuse is  
343 investigated (Hankel et al., 2020; Jäger et al., 2021). Therefore, the focus is on  
344 separating and fractionating the grinding sludge into single-variety components. The  
345 resulting steel chips can be used as a raw material for powder metallurgy (PM)  
346 production of new products (Hankel et al., 2020; Jäger et al., 2021). This treatment  
347 aims to use a waste stream and, with that, substitute the demand for primary material  
348 in the field of PM. It corresponds with CE strategy closing (Bocken et al., 2016).

349 The production process remains unchanged but includes the additional processing of  
350 the grinding sludge. The absolute amount of 20 kg sludge results from grinding a  
351 machining knife of 871 mm. The weight excludes the cooling lubricant used for  
352 grinding as the sludge is air-dried. The remaining minimal amount of lubricating oil is  
353 negligible. 47.5 mass% are steel chips. By applying a magnet separator and sieving,  
354 14 mass% (1.4 kg) are directly usable. This 1.4 kg of steel can be seen as a by-product  
355 as it can form the material input for PM processes such as hot-isostatic pressing. Some  
356 experiments showed that applying further processes such as ball milling reduces the  
357 remaining steel chips' size, whereby the chips' yield can be increased up to 64 mass%  
358 (6.4 kg). This latter additional treatment of chips was tested experimentally but had

359 high remaining insecurities. Still, the maximum yield of the steel chips is tested to show  
360 potential savings.

361 The steel chips can replace metal powder for PM processes. The commonly used  
362 metallic powders are produced by energy-intensive processes like wet and dry  
363 reduction, electrolysis, and mechanical separation without and with phase  
364 transformation (water- or gas-atomization). In literature, energy intensities are  
365 calculated theoretically but not published as absolute values. The energy intensity for  
366 gas-atomization of steels varies depending on the size of metal particles required and  
367 the alloying concept and ranges from 2.7 MJ/kg to 28 MJ/kg (Azevedo et al., 2018). In  
368 contrast, water atomization requires an energy of 3.6 to 11.7 MJ/ kg (Azevedo et al.,  
369 2018).

370 By processing the grinding sludge, which is a waste stream in the production of the  
371 machining knife, it becomes valuable output and by-product. The process is thus  
372 multifunctional, and the impacts are mass-based allocated as it lacks representative  
373 data for proper system expansion (EN ISO, 2020b; Hauschild et al., 2018). So far, the  
374 production process provides a machining knife weighing 17.5 kg. The adaption of the  
375 production process also results in 1.4 kg (min) to 6.4 kg (max) of steel chips usable  
376 for PM processes. The environmental impact is assigned to both products accordingly.

#### 377 *2.4.4 Scrap becomes Product (Slowing)*

378 Another potential regarding the production routes for machining knives lies in the EoL.  
379 Currently, it ends up as scrap and enters open-loop recycling. Open-loop recycling  
380 faces limitations and is associated with high energy and resource use to adjust the  
381 smelt with alloys (e.g., Cr, Mo, V, Mn), thus achieving the required chemical and  
382 mechanical properties. At the EoL, most of the high-quality steel of the knife remains  
383 unused and allows a second utilization phase as only a small part of the knife is used  
384 during the utilization phase. It allows producing a smaller from a worn larger machining  
385 knife, which corresponds with the concept of remanufacturing. This leads to avoiding  
386 the open-loop recycling and its losses. The worn product is returned instead of  
387 disposed at the EoL and substitutes the blank as a semi-product.

388 This leads to changes in the production process. The production of semi-products,  
389 including steel production and hot rolling, can be avoided. An added process is



390 transportation for returning the machining knives at their EoL. To include realistic  
 391 transportation, the manufacturer provided sales data differentiated by nation, distance,  
 392 and likely transport mode. Different transport scenarios were formed to illustrate the  
 393 environmental influence of auxiliary processes as explained in Chapter 2.5. The  
 394 increased weight of the packaging material and the larger machining knife is  
 395 considered in these scenarios.

396 After the transportation, the diameter of the larger machining knives is reduced by  
 397 laser cutting. This equals the laser cutting in conventional production. The heat  
 398 treatment can be neglected because the starting material is still in heat treated  
 399 condition. The grinding process is shortened as less material needs to be removed.  
 400 The returned knife weighs 23 kg and is ground to the machining knife weighing 17.5  
 401 kg. The amount of material removed is reduced by 45 mass% compared to the  
 402 conventional production process. The reduction applies to the material and energy  
 403 input of the grinding process.

404 **Tab. 2** Overview of the analysed Production Routes

Route	Acronym	Main Characteristic
Linear	Linear	Linear/conventional Production
Narrowing	Narrow	Radial-axial ring rolling
Closing	Close <sub>Min</sub>	Using grinding sludge to produce material input for PM processes with a minimum yield (14%)
Closing	Close <sub>Max</sub>	Using grinding sludge to produce material input for PM processes with a maximum yield (64%)
Slowing	Slow <sub>Av</sub>	Remanufacturing with the larger machining knife at EoL is returned from the average distanced customer
Slowing	Slow <sub>Min</sub>	Remanufacturing with the larger machining knife at EoL is returned from minimum distanced customer
Slowing	Slow <sub>Max</sub>	Remanufacturing with the larger machining knife at EoL is returned from maximum distanced customer

## 405 2.5 Sensitivity

406 Within the iterative calculation process of assessing the four production routes, the  
 407 need for testing specific parameters and their influence on the environmental impact  
 408 became apparent. One example is the lack of information regarding the cutting  
 409 machinery for separating blanks from steel sheets in the linear production scenarios.  
 410 Different alternatives were tested. As the influence and variance are insignificant, a  
 411 combination was chosen (see SI).

412 Another process, which was tested, is steel production. Studies show the relevance of  
 413 the production site, the related energy mix, the production route, and the ratio between

414 primary and secondary material (Haupt et al., 2017; Li et al., 2018; Teubler et al.,  
415 2019). The assumed scrap content is higher than the average market values, such as  
416 37% globally (worldsteel, 2019b) and 43.7% in Germany (WV Stahl, 2020). Therefore,  
417 the environmental impact of steel production was tested according to the production  
418 route, the share of secondary material, and energy mix (SI).

419 As aforementioned, the manufacturer purchases an electricity mix with a higher share  
420 of renewable energy than Germany's average national energy mix. The electricity mix  
421 was individually adapted to reflect this. Also, the manufacturer carries out two energy-  
422 intensive processes, heat treatment and grinding. The influence on the environmental  
423 impact of those processes was analyzed as well.

424 Another change in the production route, which is subject to variation, is the auxiliary  
425 transportation process to return the machining knives for remanufacturing (slowing).  
426 The manufacturer provided sales data differentiated by nation, distance, and likely  
427 transport mode to include realistic transportation. Different transport scenarios were  
428 considered to illustrate the environmental influence: the minimum distance by land  
429 ( $Slow_{Min}$ ), the maximum distance by sea, the maximum distance by air ( $Slow_{Max}$ ), the  
430 average global transport ( $Slow_{Av}$ ), and the average European transport. The maximum  
431 and average scenarios include various transport modes (SI). The increased weight of  
432 the packaging material and the larger machining knife is considered in these  
433 scenarios.

### 434 **3 Results**

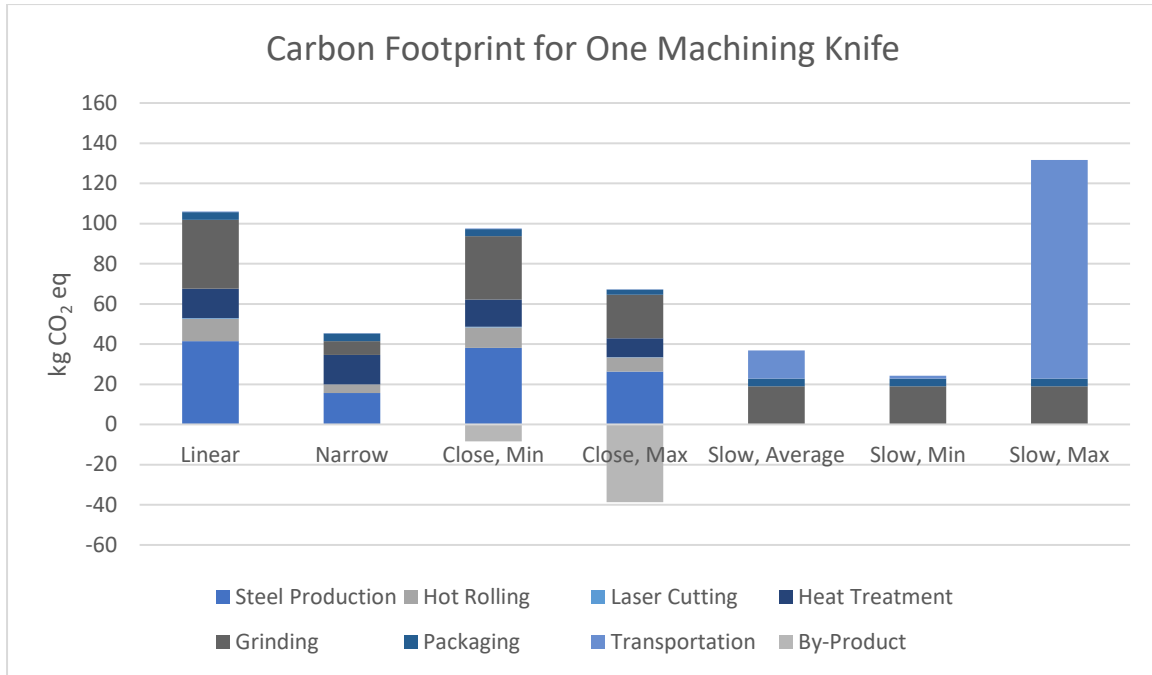
435 The conventional cradle-to-gate production of one machining knife (linear) has an  
436 impact of 106 kg CO<sub>2</sub> eq (CF), requires 1,015.2 MJ eq (CED), and 1,067.6 kg of  
437 resources (MF) as the results in Fig. 3-5 and Tab. 3 show. The main contribution to  
438 the aforementioned impacts can be traced back to the steel production, the grinding  
439 process, and the heat-treatment. The packaging, the laser cutting, and the  
440 transportation have a minor impact. It is noticeable that the energy-intensive heat  
441 treatment and grinding have a low relative share in the MF compared to CED and CF.

442 Most of the considered production cases lead to reducing the CF, CED, and MF. The  
443 application of the ring rolling (Narrow) is related to reduced environmental impact. All

444 three environmental categories are more than halved as shown in Tab. 3. Considering  
445 the grinding sludge as a resource for PM processes (Close) also results in  
446 environmental savings. The reduction depends on the output quantity of the metal  
447 chips. If 1.4 kg of steel chips can be generated, the impact for one machining knife is  
448 decreased by 8%. If 6.4 kg is generated, a reduction of 36.6% in all three  
449 environmental impact categories (CF, CED, MF) is achieved. The highest reduction in  
450 all three categories is reached by implementing the remanufacturing (Slow) with  
451 minimum transportation, i.e., best-case. It is followed by Slow<sub>Av</sub>, which results in the  
452 second-highest reduction in all three categories. An ambiguous result shows Slow<sub>Max</sub>  
453 including air freight as a transportation mode. It can be considered as a worst-case  
454 scenario, whereby the transportation route leads to an increase in CF, which fully  
455 compensates the high decrease of CF in the production. The CED compared to the  
456 Case Linear is slightly reduced but much higher than the other variation of slowed  
457 Cases. The MF is slightly higher than Slow<sub>Min</sub> and Slow<sub>Av</sub>, but still highly decreased  
458 compared to the linear reference production.

459 All three adaptations are implemented in the CE context, aiming to increase material  
460 efficiency as shown in Tab.3. The latter was calculated for all four production  
461 scenarios. Within the conventional production route (Linear), 12.5% of the material  
462 inputs end up in the product. Producing the semi-product close to the required  
463 geometry (Narrow) results in the highest material efficiency (44.1%). Thereby, less  
464 amount of material must be cast and removed by grinding. The increase in material  
465 efficiency is achieved by reducing material input and waste stream while the outcome  
466 is unchanged. The remanufacturing (Slow) also increases material efficiency (40.4%).  
467 It reduces material input, i.e., steel, abrasives, and waste streams. The extraction of  
468 metal chips from the grinding sludge (Close) increases usable products as output and  
469 reduces the amount of waste streams. It leads to the smallest increase in material  
470 efficiency (13.6-17.8%). The relative contribution on the process level show that the  
471 adaptations address the hotspots. All adaptations result in a decreased CF, CED, and MF  
472 for the steel production and grinding process. For the Case of Slowing, a new potential  
473 hotspot arises for the CF and CED by the additional transportation.

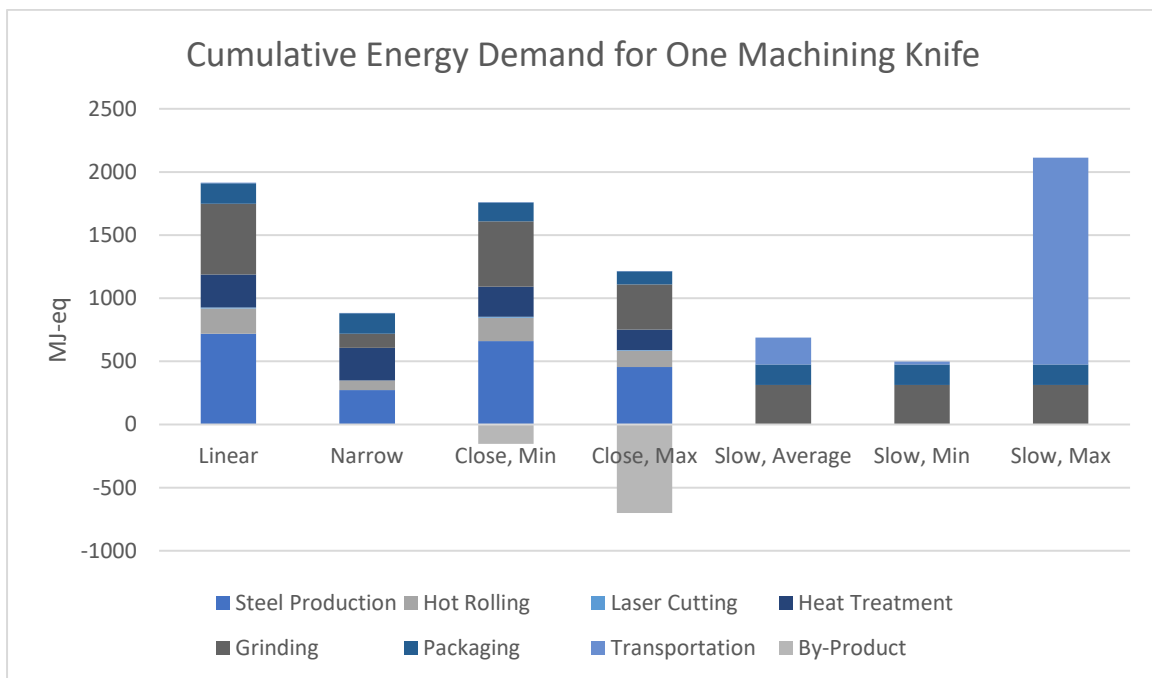
474



475

476

**Fig. 3** Carbon Footprint of different Production Cases.

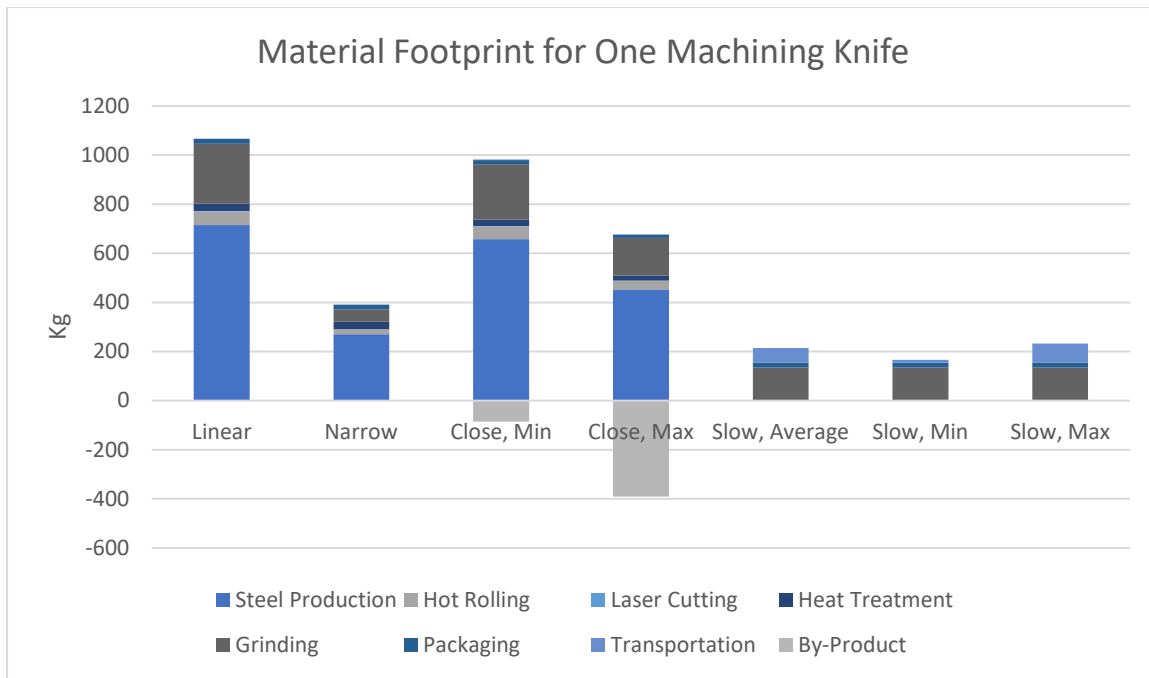


477

478

479

**Fig. 4** Cumulative Energy Demand of different Production Cases.



480

481

Fig. 5 Material Footprint of different Production Cases.

482

Tab. 3 Environmental Analysis of one Machining Knife for the different Production Cases

	CF	$\Delta$ CF	CED	$\Delta$ CED	MF	$\Delta$ MF	Material Efficiency
Case	kg CO <sub>2</sub> eq	%	MJ-eq	%	kg	%	%
Linear	106	0	1915.2	0	1067.6	0	12.5
Narrow	45.4	-57.1	884.2	-53.8	391.4	-63.3	44.1
Close <sub>Min</sub>	97.5	-8	1767	-8	982.2	-8	13.6
Close <sub>Max</sub>	67.2	-36.6	1214.8	-36.6	677.2	-36.6	17.8
Slow <sub>Av</sub>	36.9	-65.2	688.8	-64	213.8	-80	40.4
Slow <sub>Min</sub>	24.3	-77.1	498.4	-74	165.6	-84.5	40.4
Slow <sub>Max</sub>	131.6	+24.2	2113.4	-10.4	232.6	-78.2	40.4

## 483 3.5 Sensitivity Analysis

## 484 3.5.1 Steel Production

485 The steel production and the processing of the semi-product were tested. According  
 486 to the information about the case study, the steel production results in a CF of 0.8 kg  
 487 CO<sub>2</sub> eq, an MF of 13.2 kg, and a CED of 13.3 MJ-eq. In comparison, another database  
 488 publishes that recycling one kg of steel causes 1-1.1 kg CO<sub>2</sub> eq and demands 12.6-  
 489 13.9 MJ eq on average, which is slightly higher than the case study results (Granta  
 490 Design, 2017). According to the published results of the regular global data survey of  
 491 the worldsteel association, one kg crude steel cast production caused 1.9 kg CO<sub>2</sub> eq  
 492 and required 20.6 MJ eq in 2020, which is higher than the results in this study

493 (worldsteel, 2021). The share of secondary material is an average value, which is  
 494 lower, i.e., 37% (worldsteel, 2019b), than the here assumed 95%.

495 As the calculations in this study differ from the literature, the share of secondary  
 496 material and chosen energy mix were tested. The results show that changing the  
 497 energy mix from Germany to global increases all three categories. Further, the higher  
 498 the share of secondary material, the lower the CF and energy demand. Including the  
 499 assumptions of the worldsteel association (global energy mix, 37% secondary route  
 500 (EAF)) the calculations show a convergence: The production of 1 kg steel (AISI D2)  
 501 causes 1.6 kg CO<sub>2</sub> eq and requires 20.6 MJ eq, which is comparable to the mentioned  
 502 values from literature (Granta Design, 2017; worldsteel, 2021).

### 503 3.5.2 Individual Energy Mix

504 The environmental analysis for the processes at the manufacturer's production site,  
 505 heat treatment, and grinding includes an adapted energy mix. The impact of  
 506 conventional production is compared to the production based on the average German,  
 507 European, and global energy mix. The adapted energy mix causes the lowest  
 508 environmental impact, which is shown by the results in Tab. 4. An exception is the CF,  
 509 which continues to decrease using the European energy mix. It can be attributed to  
 510 the low share of fossil energy sources. In contrast, a higher share of nuclear energy  
 511 offsets this. The global energy mix has the highest impact in all three categories  
 512 because of the highest share of fossil energy. Generally, the choice of the energy mix  
 513 significantly influences the overall impact of the cradle-to-gate production of one  
 514 machining knife.

515 **Tab. 4** Influence of the Energy Mix for the Heat Treatment and Grinding process according to Case A<sup>1</sup>

	CF	Δ total CF	CED	Δ total CED	MF	Δ total MF
	kg CO <sub>2</sub> eq	%	MJ-eq	%	kg	%
Individual	46.9	0.0	787.0	0.0	269.4	0.0
Germany	55.6	8.2	915.6	6.7	283.8	1.4
Europe	44.1	-2.7	950.6	8.5	267.7	0.2
Global	61.1	13.4	973.7	9.8	285.2	1.5

<sup>1</sup> The results show the impact for the heat treatment and grinding processes, which take place at the production plant of the producer. The producer uses an energy mix with a higher share of renewable energy. The "Individual" energy mix represents the reference process. It is compared to the impact of the processes based on varying average energy mixes provided byecoinvent – Germany, Europe, Global.

### 516 3.5.3 *Transportation*

517 The transportation is relevant for remanufacturing (Slow) as larger machining knives  
518 at the EoL are the material input and must be returned from the first customer. As the  
519 products are sold worldwide, the distance and the transport modes vary greatly. Based  
520 on the data provided by the manufacturer, possible transport routes were defined and  
521 calculated. The results show the high variance of the impact of transportation as Tab.  
522 5 shows. The environmental impact of transportation can potentially offset the savings  
523 from the CF and CED. This applies to the maximum distance considering air freight.  
524 The other transport routes only reduce the savings for the CF and CED. The MF also  
525 varies, but it has a low influence on the overall savings. The MF is the highest for intra-  
526 European transportation due to the high share of transport via road, including material  
527 demand for road construction. The results show that the global transport routes have  
528 average lower CF, CED, and MF. The reason is the high share of sea freight with a  
529 lower impact.

530

531

532

**Tab. 5** Influence of the Transportation for returning the Machining Knives at EoL according to Case D<sup>2</sup>

	CF kg CO <sub>2</sub> eq	Share of total CF %	CED MJ-eq	Share of total CED %	MF kg	Share of total MF %
Minimum	1.5	6.2	23.7	4.8	11.3	6.8
Average Europe	21.5	48.5	349.2	42.4	166.1	51.8
Average Global	14.0	38.0	214.0	31.1	59.4	27.7
Maximum excl. air	9.5	29.4	139.2	22.7	39.1	20.2
Maximum incl. air	108.7	82.7	1638.7	77.5	78.2	33.6

533

534

**4 Discussion**

535 The case study compares the linear production of a machining knife (Linear) to  
 536 production scenarios (Narrow, Close, Slow) adapted according to the CE, which aim  
 537 to achieve increased material efficiency.

538 The reasonably low material efficiency of the linear machining knife of 12.5% (Linear)  
 539 can be increased by 1.1%-5.3% (Close), 27.9% (Slow), or even 31.6% (Narrow). The  
 540 scenarios thus work towards the goal of the CE to increase material efficiency by  
 541 reducing, alternatively reusing, recycling, and recovering materials along the value  
 542 chain (Kirchherr et al., 2017). The environmental analysis also confirms often  
 543 presumed environmental benefits, which is valid for all three adapted production  
 544 processes (Narrow, Close, Slow) compared to the conventional production process  
 545 (Linear). The most significant improvement of environmental performance concerning  
 546 the CF, CED, and MF is achieved by remanufacturing (Slow), followed by the adapted  
 547 production of semi-product (Narrow) and using the grinding sludge (Close). The results  
 548 show that the change in material efficiency does not correlate with the change in  
 549 environmental impact. Whereas the Case of narrowing has the highest material  
 550 efficiency, the Case of slowing has the lowest CF, CED and MF on average.

<sup>2</sup> The table shows the environmental impact related to different transport scenarios for the return of one larger machining knife at its EoL as the input for the remanufacturing. The *minimum* scenario represents the customer with the lowest distance and transportation via truck. The *average Europe* and *Global* considers the average distance and transport route to European and global customers. The former happens mostly via truck. The latter includes all transport modes. The *maximum* scenario represents the transportation to the farthest customer, which can occur mainly via sea freight (*excl. air*) or via cargo flight (*incl. air*). The share refers to the impact of one remanufactured machining knife.



551 The comparison of the case study to further literature is only possible to a limited  
552 extent, which relates to the environmental impact of the machining knife and the  
553 application of the CE strategies. The studies in the context of steel still strongly focus  
554 on steel production and recycling (Branca et al., 2020; Haupt et al., 2017). In this  
555 context, the literature offers studies focusing on single technologies for steel  
556 processing, which are considered in the calculations (Azevedo et al., 2018; Linke and  
557 Overcash, 2012; Silva et al., 2015). Some studies focus on the reuse of trusses and  
558 material efficiency strategies in the entire steel industry (Brütting et al., 2019; Milford  
559 et al., 2013). However, both cited studies are not comparable because of the different  
560 fields of application and scope. Thus, there is a lack of case studies focusing on steel  
561 products and the application of CE strategies allowing a comparison of the results.  
562 This is also noticeable in the literature regarding metalworking processes such as ring  
563 rolling and PM processes (Allwood et al., 2005; Azevedo et al., 2018). The data  
564 availability for modelling and comparison is limited.

565 To address further insecurities, assumptions for the conventional production (Linear)  
566 are challenged by the testing of the steel production in Chapter 3.5.1 and energy mix  
567 in Chapter 3.5.2. The CF of the crude steel is comparably low due to the German  
568 energy mix and high scrap share, which results from the high scrap share of the steel.  
569 The adaption of the energy mix according to the individual energy composition of the  
570 manufacturer lowers the impact of the resource- and energy-intensive processes like  
571 heat treatment and grinding.

572 The influence of the varying transportation of returning the machining knives in the  
573 case of remanufacturing (Slow) was also tested as illustrated in Chapter 3.5.3. It can  
574 compensate the environmental savings regarding the CF. That is the case of the  
575 maximum distance and including air freight. This combination of distance and type of  
576 transportation is used within time-critical deliveries. It can be avoided by proper  
577 resource planning. Also, it shows that implementing CE is not necessarily  
578 environmentally beneficial. Changes in auxiliary processes like transportation can be  
579 significant and should be considered when evaluating a circular product system.

580 Regarding transportation, it can be argued that metal scrap is traded globally.  
581 Therefore, it is transported anyway, which can significantly influence embodied energy  
582 and GHG emissions (Chong and Hermreck, 2011). Especially as Germany is one

583 leader in the network of steel trading (Hu et al., 2020). Nevertheless, the transportation  
584 of the machining knives differs from scrap as they are packed in robust and heavy  
585 packaging, increasing the transportation weight. Also, the density of the packed knife  
586 at the EoL is likely reduced due to how they are fixed. The transport is done in small  
587 batches, rather than parcels, than in large containers resulting in the integration of  
588 smaller lorries in the transportation system. Thus, fuel consumption and the related  
589 environmental intensities are higher.

590 Regarding the methodology, the LCA is restricted to CF, CED, MF, and material  
591 efficiency. The choice of indicators is built upon the knowledge that the steel industry  
592 is carbon- and energy-intensive and that metalworking processes are resource-  
593 intensive (Linke and Overcash, 2012; Silva et al., 2015). The material efficiency  
594 indicator was chosen to assess the overarching goal of the CE. The case study shows  
595 the limit of only focusing on material efficiency and mass-based indicators, which is  
596 already shown by other studies (Elia et al., 2017; Harris et al., 2021; Saidani et al.,  
597 2019). Material efficiency considers the material inputs for the main product, which  
598 leads to the exclusion of processes such as transportation (Reinhart et al., 2011). This  
599 results e. g. in the constant material efficiency for the Slowing Case by varying  
600 environmental impacts. This result shows that material efficiency as a proxy for  
601 environmental benefits is not necessarily conclusive. Further, the material efficiency  
602 indicator does not correlate with the environmental impacts.

603 Another aspect to consider is the focus of the MF on the input side. It reflects the  
604 reduced amount of crude steel and grinding process properly. Conversely, the  
605 variation of e. g. carbon-intensive processes such as the transportation route is  
606 comparably low. The same applies to the CED, which is still more sensitive than the  
607 MF. It clearly illustrates the importance of including environmental impact categories  
608 focusing on the output side rather than on only material inputs.

609 The implementation of circular concepts with a higher degree of circularity than  
610 recycling and recovery faces the latter's limits. So far, recycling has achieved a  
611 significant reduction in environmental impact. Steel production via the secondary route  
612 (EAF) causes fewer GHG emissions than the primary route (BOF). As calculated, the  
613 global production of 1 kg of AISI D2 causes 0.8 kg CO<sub>2</sub> eq via the secondary route and  
614 2 kg CO<sub>2</sub> eq via the primary route (see SI). Steel is often claimed to be indefinitely

615 reusable. It is theoretically true, but it faces many limits in practice. During the recycling  
616 process, some of the smelt is lost to the slag. This affects rather the minor and often  
617 critical alloying elements than the major metal Fe (Graedel et al., 2022). As the  
618 recycling system is not 100% efficient, the steel is contaminated by unwanted tramp  
619 elements, which can affect the material properties. In the case of copper, it can cause  
620 the cracking of the surface in forming processes when it is above a concentration of  
621 0.1 wt% (Daehn et al., 2017). This loss in functionality is called downcycling and  
622 requires a dilution by adding primary material to lower the concentration of copper  
623 (Daehn et al., 2017; Helbig et al., 2022). It would require a perfect sorting of the  
624 thousands of steel types to avoid these effects, which is practically not feasible  
625 (Graedel et al., 2022). It would require steel scrap within certain qualities defined by  
626 tolerance levels. These are available, but only to a limited extent (Dworak and Fellner,  
627 2021). Not considering such fundamental knowledge in the theoretical foundations of  
628 the CE, its goals seem "over-simplistic" and might lead to unintended consequences  
629 (Murray et al., 2012). Therefore, the focus should be on quality aspects, i.e.,  
630 considering downcycling and upcycling rather than quantities only (Cullen, 2017;  
631 Daehn et al., 2017). By reusing the steel as shown in this case study (Close, Slow),  
632 the information regarding the specific steel alloy and its material characteristics are  
633 known, and the functionalities are considered for the second application. Reusing the  
634 steel before a second smelting process also avoids energy- and thus carbon-intensive  
635 production steps such as the necessary heat treatment, which is required to achieve  
636 certain material characteristics.

637 The case study considers the three approaches to increase material efficiency and  
638 decrease environmental impact separately. Ideally, the three scenarios could be  
639 integrated, starting with producing the larger machining knife by ring rolling (Narrow).  
640 The larger machining knife at its EoL is the input for producing the smaller one (Slow),  
641 avoiding crude steel production and reducing the amount of grinding sludge. Then, the  
642 grinding sludge can be returned to value-adding cycles (Close). Such combinations  
643 and extensions should be part of further investigations. The repurpose strategy could  
644 be value-adding as well when considering the smallest machining knife at its EoL. It  
645 could be used for producing smaller products requiring similar material properties such  
646 as blades.

647 The transferability of the case study throughout the worldwide steel industry is also  
648 given. In terms of narrowing, the focus should be on processing semi-products rather  
649 than on semi-products themselves. The latter already have high production yields  
650 above 90% (Cullen et al., 2012). One exception is the casting of intermediate products.  
651 To further increase production yields while using separating production processes, the  
652 approach of intelligent nesting or alternative production routes can be helpful.

653 Also, the treatment of grinding sludge (Closing) has great potential as it is a waste  
654 stream resulting from various metal cutting processes like drilling, grinding, turning,  
655 sawing, and honing (Abdelrazek et al., 2020; Silva et al., 2015). The sludge contains  
656 metal chips, cutting fluid, and abrasives. As all three inputs can vary in the specific  
657 material input, there is a diversity of sludges. The approach of separating the individual  
658 components in order to be able to reuse the high-quality materials individually for  
659 demanding applications has been tried and tested in the steel sector (Hankel et al.,  
660 2020; Jäger et al., 2021). However, the approach can also be applied to metallic  
661 abrasive slurries in general. For example, there are promising approaches and  
662 research in the field of NeFeB magnets (Raulf and Pretz, 2017). Considering the  
663 measured yields within the cutting processes of the exemplary intermediate products  
664 as listed in Fig. 2, the potentially low production yields in the metalworking industry  
665 become clear. The apparent steel use was 35.2 Mt in Germany and 147 Mt in Europe  
666 in 2021, with the share of final use for metal goods of 14% (Eurofer, 2022; worldsteel,  
667 2022). Even without exact data for the steel industry, the enormous potential becomes  
668 apparent. Considering the German metalworking industry without the limitation on  
669 steel, 1.5 Mt of metal chips and 280 kt of grinding sludge arise annually, which  
670 commonly end up in the cement industry (Reschke et al., 2019). It has low qualitative  
671 requirements, and the functionalities of the valuable metals are dissipatively lost.

672 Regarding the strategy of reusing the steel product (Slowing), the transferability is also  
673 given, as shown by other publications (Brütting et al., 2019; Milford et al., 2013). The  
674 product is made from steel only and is close to the shape of a sheet. There is another  
675 case study applying the case of reusing a steel product with low complexity in terms  
676 of material diversity and the usage of flat parts (Brütting et al., 2019). Also, the second  
677 product life addresses similar functionality as the first product life, which is also given  
678 in this case study. The geometry and functionality are exclusion criteria. The transfer

679 of the reusing of products in terms of reworking should be further investigated.  
680 Especially regarding the diversity of materials and components, quality control, and  
681 the combination of suitable initial and target products. So far, no specific findings are  
682 known about which product group or sectors are particularly suitable for for  
683 implementation.

### 684 **5 Conclusion**

685 The investigated case study of an industrial machining knife shows the untapped  
686 potential of implementing CE strategies beside the established recycling in the  
687 metalworking industry. The adaptations developed in research projects cover the three  
688 strategies: producing the circular blank close to the counter by radial-axial ring rolling  
689 (Narrow), extracting metal chips from the grinding sludge (Close), and using a larger  
690 machining knife at its EoL as a material input for the production process  
691 (remanufacturing, Slow). The results of the environmental analysis answer the initially  
692 stated research questions:

693 (1) The implementation of the CE leads to an increase of material efficiency and  
694 decrease of environmental impact for all interventions compared to conventional  
695 production route. The analysis validates the increase in material efficiency, which is  
696 the overall aim of the CE. The highest results are achieved by narrowing (44.1%)  
697 followed by slowing (40.4%) and closing (13.6-17.8%). The often-presumed  
698 environmental benefits related to implementing CE strategies are also confirmed.  
699 Adapting the production process according to slowing leads to a reduction of  
700 approximately two-third in all covered environmental impact categories. Narrowing the  
701 resource flow leads to a comparable result. Using the metal content in the waste  
702 stream by grinding sludge and thus closing the resource flow results in the smallest  
703 improvement in environmental performance. Depending on the yield, 8-36.6% of the  
704 environmental impact of the machining knife can be allocated to the chips, which are  
705 a material input in the powder metallurgical process. Considering and implementing  
706 the concepts of the CE besides recycling and recovery avoids the latter's limits. The  
707 remelting of steel is established and achieved a reduction of the environmental impact  
708 of steel production. It is often claimed that steel can be circulated indefinitely. However,  
709 it goes along with losses of material and its inherent functionality. It requires alloying  
710 elements as primary material and further processing to again achieve the

711 functionalities. Both go along with high environmental impact. The case study  
712 introduces how to implement the CE and with that avoid the remelting and obtain the  
713 qualitative value of the high-alloyed steel.

714 (2) The study shows that the steel production, the energy mix regarding the  
715 manufacturing processes and auxiliary processes such as the transportation system  
716 significantly influence the environmental performance. It is important to consider  
717 auxiliary processes such as transportation as they have the potential to compensate  
718 the environmental savings.

719 (3) The assessment also stresses the differences between the included environmental  
720 impact categories as well as the limits of input and mass-based indicators. This result  
721 becomes clear when evaluating the transportation for returning the products for  
722 remanufacturing. The MF and CED have significantly lower sensitivity than the CF.  
723 The choice of indicators and environmental impact categories should be made  
724 carefully. Also, the material efficiency as an indicator does not correlate with the  
725 impacts resulting from the Life Cycle Assessment.

726 The case study presented shows the enormous potential of implementing CE concepts  
727 in the metalworking industry. To consolidate appropriate assessment approaches and  
728 holistically recognize the opportunities of the CE, further case studies are needed to  
729 collect data and insights.

### 730 **CRedit**

731 **Wiebke Hagedorn:** Conceptualization, Methodology, Investigation, Writing, Formal  
732 Analysis; **Sebastian Jäger:** Writing, Investigation; **Lucas Wieczorek:** Writing,  
733 Investigation; **Philipp Kronenberg:** Writing, Investigation; **Kathrin Greiff:**  
734 Supervision; **Sebastian Weber:** Supervision, **Arne Röttger:** Supervision.

735

### 736 **Acknowledgments**

737 Funding: This work was supported by the Regional Development, the promoter  
738 Leitmarktagentur NRW and the promoter ETN regarding the projects  
739 EffProSchliffUp[EFRE-0801163] and EffProRonde [EFRE-0801519] as well as by the

740 German Ministry of Education and Research regarding the project Circle of Tools  
741 [033R230F].

742 Furthermore, the authors would like to thank the consortium management of the  
743 projects and for the provision of the source material, which enables the scientific  
744 research within this project.

745

## 746 **Data Statement**

747 Due to the sensitive nature of the questions asked in this study, not all primary data  
748 from the production processes are disclosed as it should remain confidential.

749

## 750 **References**

751 Abdelrazek, A.H., Choudhury, I.A., Nukman, Y., Kazi, S.N., 2020. Metal cutting  
752 lubricants and cutting tools: a review on the performance improvement and  
753 sustainability assessment. *Int. J. Adv. Manuf. Technol.* 106, 4221–4245.  
754 <https://doi.org/10.1007/s00170-019-04890-w>

755 Allwood, J.M., Ashby, M.F., Gutowski, T.G., Worrell, E., 2011. Material efficiency: A  
756 white paper. *Resour. Conserv. Recycl.* 55, 362–381.  
757 <https://doi.org/10.1016/j.resconrec.2010.11.002>

758 Allwood, J.M., Tekkaya, A.E., Stanistreet, T.F., 2005. The Development of Ring  
759 Rolling Technology. *Steel Res. Int.* 76, 111–120.  
760 <https://doi.org/10.1002/srin.200505981>

761 Azevedo, J.M.C., CabreraSerrenho, A., Allwood, J.M., 2018. Energy and material  
762 efficiency of steel powder metallurgy. *Powder Technol.* 328, 329–336.  
763 <https://doi.org/10.1016/j.powtec.2018.01.009>

764 Baracchini, G., Bianco, L., Cirilli, F., Echterhof, T., Griessacher, T., Marcos, M.,  
765 Mirabile, D., Reichel, T., Rekersdrees, T., Sommerauer, H., European Commission,  
766 Directorate-General for Research and Innovation, 2018. Biochar for a sustainable  
767 EAF steel production (GREENEAF2): final report.

768 Bargel, H.-J., Schulze, G. (Eds.), 2012. *Werkstoffkunde: jetzt mit Aufgaben und*  
769 *Lösungen*, 11., bearb. Aufl. ed, Springer-Lehrbuch. Springer Vieweg, Berlin.

770 Berns, H., 1977. Kaltarbeitsstähle für Schneidwerkzeuge. *Werkst. Gebräuchlichen*  
771 *Stähle 2*, 205–213.

772 Beylot, A., Ardente, F., Sala, S., Zampori, L., 2021. Mineral resource dissipation in  
773 life cycle inventories. *Int. J. Life Cycle Assess.* [https://doi.org/10.1007/s11367-021-](https://doi.org/10.1007/s11367-021-01875-4)  
774 [01875-4](https://doi.org/10.1007/s11367-021-01875-4)

775 Bocken, N.M.P., Pauw, I., Bakker, C., van der Grinten, B., 2016. Product Design and  
776 Business Model Strategies for a Circular Economy. *J. Ind. Prod. Eng.* 33, 308–320.  
777 <https://doi.org/10.1080/21681015.2016.1172124>

- 778 Branca, T.A., Colla, V., Algermissen, D., Granbom, H., Martini, U., Morillon, A.,  
779 Pietruck, R., Rosendahl, S., 2020. Reuse and Recycling of By-Products in the Steel  
780 Sector: Recent Achievements Paving the Way to Circular Economy and Industrial  
781 Symbiosis in Europe. *Metals* 10, 345. <https://doi.org/10.3390/met10030345>
- 782 Brinksmeier, E., Eckebrecht, J., Buhr, H., 1994. Improving ecological aspects of the  
783 grinding process by effective waste management. *J. Mater. Process. Technol.* 44,  
784 171–178. [https://doi.org/10.1016/0924-0136\(94\)90429-4](https://doi.org/10.1016/0924-0136(94)90429-4)
- 785 Brinksmeier, E., Meyer, L., Walter, A., Wittmann, M., 2001. Schleifprozesse  
786 verbessern: Optimierter Einsatz von Kühlschmierstoffen. *ZWF Z. Für Wirtsch. Fabr.*  
787 96, 453–457. <https://doi.org/10.3139/104.100463>
- 788 Brütting, J., Desruelle, J., Senatore, G., Fivet, C., 2019. Design of Truss Structures  
789 Through Reuse. *Structures* 18, 128–137. <https://doi.org/10.1016/j.istruc.2018.11.006>
- 790 Chong, W.K., Hermreck, C., 2011. Modeling the use of transportation energy for  
791 recycling construction steel. *Clean Technol. Environ. Policy* 13, 317–330.  
792 <https://doi.org/10.1007/s10098-010-0303-7>
- 793 Ciroth, A., 2007. ICT for environment in life cycle applications openLCA — A new  
794 open source software for life cycle assessment. *Int. J. Life Cycle Assess.* 12, 209–  
795 210. <https://doi.org/10.1065/lca2007.06.337>
- 796 Cullen, J.M., 2017. Circular Economy: Theoretical Benchmark or Perpetual Motion  
797 Machine? *J. Ind. Ecol.* 21, 483–486. <https://doi.org/10.1111/jiec.12599>
- 798 Cullen, J.M., Allwood, J.M., Bambach, M.D., 2012. Mapping the Global Flow of Steel:  
799 From Steelmaking to End-Use Goods. *Environ. Sci. Technol.* 46, 13048–13055.  
800 <https://doi.org/10.1021/es302433p>
- 801 Daehn, K.E., Cabrera Serrenho, A., Allwood, J.M., 2017. How Will Copper  
802 Contamination Constrain Future Global Steel Recycling? *Environ. Sci. Technol.* 51,  
803 6599–6606. <https://doi.org/10.1021/acs.est.7b00997>
- 804 Dworak, S., Fellner, J., 2021. Steel scrap generation in the EU-28 since 1946 –  
805 Sources and composition. *Resour. Conserv. Recycl.* 173, 105692.  
806 <https://doi.org/10.1016/j.resconrec.2021.105692>
- 807 Elia, V., Gnoni, M.G., Tornese, F., 2017. Measuring Circular Economy Strategies  
808 through Index Methods: A Critical Analysis. *J. Clean. Prod.* 142, 2741–2751.  
809 <https://doi.org/10.1016/j.jclepro.2016.10.196>
- 810 EN ISO, 2020a. Environmental Management - Life Cycle Assessment - Principles  
811 and Framework. ISO 14040:2006 + Amd 1:2020.
- 812 EN ISO, 2020b. Environmental Management - Life Cycle Assessment -  
813 Requirements and Guidelines. ISO 14044:2006 + Amd 1:2017 + Amd 2:2020.
- 814 Eurofer (Ed.), 2022. Economic and Steel Market Outlook 2022-2023. Eurofer,  
815 Brussel.
- 816 Flint, I.P., Cabrera Serrenho, A., Lupton, R.C., Allwood, J.M., 2020. Material Flow



- 817 Analysis with Multiple Material Characteristics to Assess the Potential for Flat Steel  
818 Prompt Scrap Prevention and Diversion without Remelting. *Environ. Sci. Technol.*  
819 54, 2459–2466. <https://doi.org/10.1021/acs.est.9b03955>
- 820 Graedel, T.E., Reck, B.K., Miatto, A., 2022. Alloy information helps prioritize material  
821 criticality lists. *Nat. Commun.* 13, 150. <https://doi.org/10.1038/s41467-021-27829-w>
- 822 Granta Design, 2017. CES Selector 2017 (Material Database). Granta Design Ltd.
- 823 Hagedorn, W., Greiff, K., Liedtke, C., 2020. The Environmental Impact of Steel Tools  
824 designed for Re-Manufacturing and Re-purposing. Presented at the Life Cycle  
825 Innovation Conference 2020, FSLCI, Berlin.
- 826 Hankel, J., Jäger, S., Weber, S., 2020. Development of a recycling strategy for  
827 grinding sludge using supersolidus liquid phase sintering. *J. Clean. Prod.* 263,  
828 121501. <https://doi.org/10.1016/j.jclepro.2020.121501>
- 829 Harris, S., Martin, M., Diener, D., 2021. Circularity for circularity's sake? Scoping  
830 review of assessment methods for environmental performance in the circular  
831 economy. *Sustain. Prod. Consum.* 26, 172–186.  
832 <https://doi.org/10.1016/j.spc.2020.09.018>
- 833 Haupt, M., Vadenbo, C., Zeltner, C., Hellweg, S., 2017. Influence of Input-Scrap  
834 Quality on the Environmental Impact of Secondary Steel Production: Influence of  
835 Scrap Quality on EAF Steel Production. *J. Ind. Ecol.* 21, 391–401.  
836 <https://doi.org/10.1111/jiec.12439>
- 837 Hauschild, M.Z., Rosenbaum, R.K., Olsen, S.I. (Eds.), 2018. *Life Cycle Assessment*.  
838 Springer International Publishing, Cham. <https://doi.org/10.1007/978-3-319-56475-3>
- 839 Helbig, C., Huether, J., Joachimsthaler, C., Lehmann, C., Raatz, S., Thorenz, A.,  
840 Faulstich, M., Tuma, A., 2022. A terminology for downcycling. *J. Ind. Ecol.* 1–11.
- 841 Hu, X., Wang, C., Lim, M.K., Koh, S.C.L., 2020. Characteristics and community  
842 evolution patterns of the international scrap metal trade. *J. Clean. Prod.* 243,  
843 118576. <https://doi.org/10.1016/j.jclepro.2019.118576>
- 844 Ito, A., Langefeld, B., Götz, N., Lecat, A., Hayes, G., Chen, Y., 2020. The Future of  
845 Steelmaking - How the European Steel Industry can achieve Carbon Neutrality,  
846 Focus. Roland Berger, München.
- 847 Jäger, S., Weber, S., Röttger, A., 2021. Potential of the Recycling of Grinding Sludge  
848 by various Powder Metallurgical Processes. *Procedia CIRP* 104, 893–899.
- 849 Kirchherr, J., Reike, D., Hekkert, M., 2017. Conceptualizing the Circular Economy:  
850 An Analysis of 114 Definitions. *Resour. Conserv. Recycl.* 127, 221–232.  
851 <https://doi.org/10.1016/j.resconrec.2017.09.005>
- 852 Kronenberg, P., Wiczorek, L., Weber, S., Röttger, A., 2022. Quantification of  
853 methods used in field metallography using the example of quality assurance  
854 measures for a circular economy for high-alloy steels. *Pract. Metallogr.* 59, 296–316.  
855 <https://doi.org/10.1515/pm-2022-0034>

- 856 Li, X., Sun, W., Zhao, L., Cai, J., 2018. Material Metabolism and Environmental  
857 Emissions of BF-BOF and EAF Steel Production Routes. *Miner. Process. Extr.*  
858 *Metall. Rev.* 39, 50–58. <https://doi.org/10.1080/08827508.2017.1324440>
- 859 Liedtke, C., Bienge, K., Wiesen, K., Teubler, J., Greiff, K., Lettenmeier, M., Rohn, H.,  
860 2014. Resource Use in the Production and Consumption System—The MIPS  
861 Approach. *Resources* 3, 544–574. <https://doi.org/10.3390/resources3030544>
- 862 Linke, B., Overcash, M., 2012. Life Cycle Analysis of Grinding, in: Dornfeld, D.A.,  
863 Linke, B.S. (Eds.), *Leveraging Technology for a Sustainable World*. Springer Berlin  
864 Heidelberg, Berlin, Heidelberg, pp. 293–298. [https://doi.org/10.1007/978-3-642-29069-5\\_50](https://doi.org/10.1007/978-3-642-29069-5_50)
- 866 Lohmar, J., Cleaver, C.J., Allwood, J.M., 2020. The influence of constraint rolls on  
867 temperature evolution and distribution in radial ring rolling. *J. Mater. Process.*  
868 *Technol.* 282, 116663. <https://doi.org/10.1016/j.jmatprotec.2020.116663>
- 869 Milford, R.L., Pauliuk, S., Allwood, J.M., Müller, D.B., 2013. The Roles of Energy and  
870 Material Efficiency in Meeting Steel Industry CO<sub>2</sub> Targets. *Environ. Sci. Technol.* 47,  
871 3455–3462. <https://doi.org/10.1021/es3031424>
- 872 Murray, V.R., Zhao, F., Sutherland, J.W., 2012. Life cycle analysis of grinding: a  
873 case study of non-cylindrical computer numerical control grinding via a unit-process  
874 life cycle inventory approach. *Proc. Inst. Mech. Eng. Part B J. Eng. Manuf.* 226,  
875 1604–1611. <https://doi.org/10.1177/0954405412454102>
- 876 Oppenkowski, A., 2011. *Cryobehandlung von Werkzeugstahl*. RUB, Lehrstuhl  
877 *Werkstofftechnik, Bochum*.
- 878 Pauliuk, S., Heeren, N., 2020. Material efficiency and its contribution to climate  
879 change mitigation in Germany : A deep decarbonization scenario analysis until 2060.  
880 *J. Ind. Ecol. jiec.13091*. <https://doi.org/10.1111/jiec.13091>
- 881 Pauliuk, S., Wang, T., Müller, D.B., 2013. Steel all over the world: Estimating in-use  
882 stocks of iron for 200 countries. *Resour. Conserv. Recycl.* 71, 22–30.  
883 <https://doi.org/10.1016/j.resconrec.2012.11.008>
- 884 Potting, J., Hekkert, M., Worrell, E., Hanemaaijer, A., 2017. *Circular Economy:*  
885 *Measuring Innovation in the Product Chain*.
- 886 Raimondi, A., Girotti, G., Blengini, G.A., Fino, D., 2012. LCA of petroleum-based  
887 lubricants: state of art and inclusion of additives. *Int. J. Life Cycle Assess.* 17, 987–  
888 996. <https://doi.org/10.1007/s11367-012-0437-4>
- 889 Raulf, K., Pretz, T., 2017. Model-Based Comparison of Recycling Processes for  
890 Grinding Slurries from NdFeB-Magnet Production. *J. Sustain. Metall.* 3, 150–167.
- 891 Reinhart, G., Reinhardt, S., Föckerer, T., Zäh, M.F., 2011. Comparison of the  
892 Resource Efficiency of Alternative Process Chains for Surface Hardening, in:  
893 Hesselbach, J., Herrmann, C. (Eds.), *Glocalized Solutions for Sustainability in*  
894 *Manufacturing*. Springer Berlin Heidelberg, Berlin, Heidelberg, pp. 311–316.  
895 [https://doi.org/10.1007/978-3-642-19692-8\\_54](https://doi.org/10.1007/978-3-642-19692-8_54)

- 896 Reschke, C., Schubert, D., Biedermann, H., Deike, R., 2019. Verfahren zur Entölung  
897 von kühlenschmierstoffbehafteten Metallspänen und -schlämmen, in: Recycling Und  
898 Rohstoffe. Thomé-Kozmiensky Verlag GmbH, Neuruppin.
- 899 Rostek, L., Lotz, M.T., Wittig, S., Herbst, A., Loibl, A., Espinoza, L.T., 2022. A  
900 dynamic material flow model for the European steel cycle (No. S07/2022), Working  
901 Paper Sustainability and Innovation. ZBW, Fraunhofer Institut für System- und  
902 Innovationsforschung ISI, Karlsruhe.
- 903 Saidani, M., Yannou, B., Leroy, Y., Cluzel, F., Kendall, A., 2019. A Taxonomy of  
904 Circular Economy Indicators. *J. Clean. Prod.* 207, 542–559.  
905 <https://doi.org/10.1016/j.jclepro.2018.10.014>
- 906 Saurat, M., Ritthoff, M., 2013. Calculating MIPS 2.0. *Resources* 2, 581–607.  
907 <https://doi.org/10.3390/resources2040581>
- 908 Silva, D.A.L., Filleti, R.A.P., Christoforo, A.L., Silva, E.J., Ometto, A.R., 2015.  
909 Application of Life Cycle Assessment (LCA) and Design of Experiments (DOE) to the  
910 Monitoring and Control of a Grinding Process. *Procedia CIRP* 29, 508–513.  
911 <https://doi.org/10.1016/j.procir.2015.01.037>
- 912 Teubler, J., Weber, S., Suski, P., Peschke, I., Liedtke, C., 2019. Critical evaluation of  
913 the material characteristics and environmental potential of laser beam melting  
914 processes for the additive manufacturing of metallic components. *J. Clean. Prod.*  
915 237, 117775. <https://doi.org/10.1016/j.jclepro.2019.117775>
- 916 TKM, 2022. Photograph of Log Saw. Personal Communication.
- 917 UNEP, 2021. Emissions Gap Report 2021. The Heat is On - A World of Climate  
918 Promises Not Yet Delivered. United Nations Environment Programme; International  
919 Resource Panel, Nairobi, Kenya.
- 920 UNEP (Ed.), 2013. Metal recycling: opportunities, limits, infrastructure: this is report  
921 2b of the Global Metal Flows Working Group of the International Resource Panel of  
922 UNEP. United Nations Environment Programme, Nairobi, Kenya.
- 923 Wernet, G., Bauer, C., Steubing, B., Reinhard, J., Moreno-Ruiz, E., Weidema, B.,  
924 2016. The ecoinvent database version 3 (part I): overview and methodology. *Int. J.*  
925 *Life Cycle Assess.* 21, 1218–1230. <https://doi.org/10.1007/s11367-016-1087-8>
- 926 Wiesen, K., Saurat, M., Lettenmeier, M., 2014. Calculating the Material Input per  
927 Service Unit using the Ecoinvent database. *Int. J. Perform. Eng.* 10, 357–366.
- 928 worldsteel (Ed.), 2022. World Steel in Figures 2022.
- 929 worldsteel (Ed.), 2021. Steel and Raw Materials. Factsheet.
- 930 worldsteel, 2019a. Steel Statistical Yearbook 2019. Concise Version. Worldsteel  
931 Association, Brussel.
- 932 worldsteel, 2019b. Sustainable steel indicators 2019 and the steel supply chain.  
933 Worldsteel Assoc.

- 934 WV Stahl, 2020. Fakten zur Stahlindustrie in Deutschland 2020.
- 935 Xylia, M., Silveira, S., Duerinck, J., Meinke-Hubeny, F., 2018. Weighing regional  
936 scrap availability in global pathways for steel production processes. *Energy Effic.* 11,  
937 1135–1159. <https://doi.org/10.1007/s12053-017-9583-7>
- 938