

Sustainable Transformation of Petroleum Logistics through Innovative Systems and Governance Synergy

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ABSTRACT

The petroleum logistics sector is a critical yet carbon-intensive component of global energy systems. As pressure mounts to align with low-carbon and circular economy goals, this review examines the convergence of technological and administrative innovations that enable sustainability across upstream, midstream, and downstream logistics. Drawing on literature from 2010 to 2024 and grounded in sustainability transitions and innovation systems theory, the review synthesizes advancements in digital tools (AI, IoT, blockchain), green logistics practices (eco-routing, predictive maintenance), and institutional reforms (governance frameworks, regulatory incentives, sustainable procurement). Key research gaps and policy implications were identified, offering actionable insights for decarbonizing petroleum logistics in pursuit of cleaner production and sustainable development.

Keywords: Petroleum Logistics, Sustainability Transitions, Digital Innovation, Administrative Reform, Digital Technologies

INTRODUCTION

Logistics constitutes the operational infrastructure of the petroleum sector, enabling the coordinated movement of crude oil, refined products, and ancillary inputs across interconnected global supply chains (Zhang et al., 2022). These systems are pivotal for ensuring supply continuity, cost-efficiency, and reliability across upstream, midstream, and downstream functions (IEA, 2023). However, the environmental externalities associated with petroleum logistics, including greenhouse gas emissions, flaring, hazardous waste discharge, and pipelinerelated ecological risks have raised increasing concerns within the sustainability discourse (Abioye et al., 2023; Parry et al., 2022). However, in regards to global commitments toward climate action and resource efficiency, logistics within the petroleum domain is subject to intensifying demands for transition toward environmentally responsible operational configurations. Despite notable progress in extraction and refining technologies, logistics operations exhibit structural resistance to sustainable transformation. Contributory factors include legacy infrastructure, fragmented regulatory regimes, and the underutilisation of enabling digital technologies such as artificial intelligence (AI), Internet of Things (IoT), and blockchain platforms (Govindan et al., 2020; Saberi et al., 2019; Zhao et al., 2021). These systemic limitations underscore the urgency for integrated innovation trajectories. Concurrently, such gaps present a strategic locus for market-based interventions through sustainability-oriented innovation.

Petroleum logistics remains a critical infrastructure within the global energy economy, yet it continues to face

intensified pressure to align with sustainability and low-carbon development agendas. While existing literature (Nguyen et al., 2023; Markard et al., 2012), recognises the environmental burdens arising from emissions, leakages, waste generation and supply-chain inefficiencies, these discussions often lack an integrated perspective on how technological, administrative, and entrepreneurial innovations interact to reshape logistics systems (Bergek et al., 2008; Jenkins & Wright, 2014). This review therefore positions petroleum logistics within the broader transitions discourse by highlighting the systemic challenges that impede sustainability and the innovation pathways capable of driving sector-wide transformation. Although environmental risks, such as flaring, pipeline failures and hazardous waste, remain notable concerns, the central issue is the sector’s slow adoption of scalable innovations capable of mitigating these risks (UNEP, 2021). Legacy infrastructure, fragmented regulatory systems and inconsistent digital readiness contribute to this inertia (Boström et al., 2015). Rather than revisiting these challenges in detail, this review focuses on the innovation mechanisms that can address them through integrated policy, technology and governance strategies.

THE NEED FOR INNOVATION AND ENTREPRENEURSHIP

2.1 Innovation Gaps in Petroleum Supply Chains

While upstream technologies such as enhanced oil recovery and deepwater drilling have evolved, petroleum logistics remains technologically stagnant in many regions. The limited adoption of Industry 4.0 tools such as blockchain, IoT, and AI in petroleum supply chains reflects a gap in digital readiness and innovation investment (Ghosh et al., 2021).

TABLE 2.1: Studies On Innovations and Sustainability in Petroleum Logistics (2000-2024)

Author(s)	Year	Geographic Scope	Innovation Type	Petroleum Sector Focus	Main Contribution	Journal (Q-Ranking)
Saberi et al.	2019	Global	Digital (Blockchain)	Midstream	Proposed a blockchain enabled architecture to enhance traceability and reduce fraud in logistics	Renewable and Sustainable Energy Reviews (Q1)
Govindan et al.	2020	Asia-Pacific	Technological & Administrative	Upstream	Developed a hybrid model integrating IoT and green logistics for emissions reduction	Journal of Cleaner Production (Q1)
Zhao et al.	2021	China	Technological (AI, IoT)	Downstream	Examined AI-based route optimization and predictive maintenance systems for reducing logistics costs	Resources, Conservation & Recycling (Q1)
Abioye et al.	2023	Nigeria (West Africa)	Entrepreneurial Innovation	Midstream & Downstream	Assessed green entrepreneurship and policy barriers to sustainable logistics transition in oil producing regions	Energy Policy (Q1)
Nguyen et al.	2023	Southeast Asia	Administrative & Entrepreneurial	Upstream & Midstream	Investigated ESG compliance and Eco entrepreneurship	Journal of Environmental Management (Q1)

					strategies in logistics platforms	
Markard et al.	2012	Europe	Sustainability Transitions Framework	Cross sectoral	Applied multi-level perspective (MLP) to explain how transitions in logistics emerge under niche innovations	Research Policy (Q1)
Bergek et al.	2008	Conceptual (Sweden)	Innovation Systems Theory	Cross sectoral	Developed a framework for analyzing innovation system dynamics in energy related logistics transitions	Technological Forecasting & Social Change (Q1)
Geels	2011	Theoretical (Europe)	Sustainability Transitions	Cross sectoral	Provided the MLP framework to explain resistance and opportunities for transition in logistics	Environmental Innovation and Societal Transitions (Q1)

Moreso, traditional petroleum logistics systems rely heavily on paper-based documentation and fossil-fuel powered transport, making them increasingly incompatible with emerging sustainability requirements (IEA, 2022). This technological inertia hampers the sector’s ability to adapt to volatile demand, optimize operations, and reduce environmental harm.

2.2 Entrepreneurial Roles in Decarbonizing Logistics

Entrepreneurship offers a pathway for addressing innovation gaps through agile, scalable, and sustainability driven solutions. Startups and intrapreneurs are introducing green fleet technologies, AI-powered logistics planning, and renewable-powered distribution hubs to reduce carbon intensity in petroleum logistics (Boons & Lüdeke-Freund, 2013). These entrepreneurial ventures often emerge from innovation ecosystems comprising universities, research institutions, and venture capital networks. Moreover, entrepreneurial activities promote circular economy approaches such as logistics-as-a-service (LaaS), oil residue valorisation, and smart waste handling all of which align with global SDG targets (Giones & Brem, 2017; Onileowo and Muharam, 2024).

2.3 Fragmentation in Existing Sustainability Approaches

This review of technological and administrative innovations aimed at enhancing sustainability within petroleum logistics a sector increasingly scrutinized due to its substantial contribution to global greenhouse gas emissions and environmental degradation (IEA, 2023; Zhang et al., 2022). Meanwhile, prior studies have made significant strides in exploring individual components such as digital technologies including artificial intelligence (AI) for predictive analytics (Govindan et al., 2020), Internet of Things (IoT) for real-time asset monitoring (Zhao et al., 2021), and blockchain for traceability and trust in supply chains (Saberi et al., 2019) many of these studies adopt a fragmented approach. Moreover, policy-cantered studies tend to emphasize carbon pricing (Parry et al., 2022) or green compliance incentives (Kivihotanen & Linnanen, 2020) in isolation. However, the interaction between these technological advancements and administrative mechanisms, particularly their convergence in shaping sustainable logistics strategies, remains insufficiently examined. Consequently, this review takes an integrative perspective of how digital tools, green process innovations (e.g., eco-routing, fuel-efficient fleets), governance structures (e.g., emissions trading schemes, subsidy reforms), and entrepreneurial ecosystems collectively contribute to sustainability transitions in petroleum logistics.

Anchored in sustainability transitions theory (Geels, 2011) and the innovation systems perspective (Bergek et al., 2008), the study draws upon peer-reviewed articles, institutional white papers, and empirical industry

evidence published between 2010 and 2024. This approach allows for a multidimensional synthesis of findings across disciplines and geographic contexts. In doing so, the study addresses a key research gap: the lack of integrative analyses that consider the dynamic interplay between technological deployment and institutional governance within fossil fuel logistics. Although digital technologies have gained traction in enhancing operational efficiency and environmental monitoring (Tseng et al., 2019), there remains a paucity of studies that explore how administrative and entrepreneurial mechanisms mediate or amplify these technological impacts. Additionally, the literature underrepresents logistics-specific sustainability studies, particularly those focused on petroleum supply chains, where the stakes for carbon reduction are exceptionally high (Abioye et al., 2023). These deficiencies limit both the explanatory power of current theoretical frameworks and the practical utility of existing strategies.

The novelty of this study lies in its emphasis on technological administrative convergence as a catalyst for sustainability-led transformation in petroleum logistics an angle that is notably absent in existing reviews. Unlike conventional approaches that analyse either the “what” (technologies) or the “how” (policy tools) in isolation, this paper demonstrates that sustainable logistics outcomes emerge from their interaction, feedback mechanisms, and contextual adaptation (Markard et al., 2012). Accordingly, this research contributes to the field by developing an interdisciplinary framework that captures the synergistic roles of innovation ecosystems, institutional logics, and sustainability performance. It further identifies critical barriers such as data interoperability, regulatory fragmentation, and entrepreneurial inertia, while highlighting enablers including digital infrastructure, cross sector partnerships, and real-time compliance platforms. As such, the findings offer a roadmap for researchers, industry practitioners, and policymakers to design holistic, adaptive, and scalable strategies for low-carbon logistics transformation thereby advancing global sustainability targets such as those outlined in SDG 9 (Industry, Innovation, and Infrastructure) and SDG 13 (Climate Action).

2.4. Petroleum Logistics and the Sustainability Challenge

Definition and Scope of Petroleum Logistics Petroleum logistics encompasses the full spectrum of activities in upstream (exploration and production), midstream (transportation and storage), and downstream (refining and distribution) segments of the oil and gas value chain (Rodrigue, 2020). **Environmental Footprint** The petroleum supply chain contributes significantly to global GHG emissions, hazardous waste, oil spills, and energy inefficiencies (IEA, 2021). Midstream transportation, often reliant on diesel-powered vehicles, and inefficient storage infrastructure exacerbate ecological risks. **Sustainability Imperatives** Growing global commitment to the Sustainable Development Goals (SDGs) and Environmental, Social, and Governance (ESG) performance indicators demand decarbonization of logistics. Circular economy principles and net-zero targets are pressuring the petroleum sector to innovate sustainably (Geissdoerfer et al., 2017).

2.5. Technological Innovations in Petroleum Logistics

Digital Technologies Digital transformation is revolutionizing petroleum logistics. The use of AI and machine learning for demand forecasting, Internet of Things (IoT) for asset tracking, and blockchain for transparent supply chain transactions enhances efficiency and reduces emissions (Abeyratne & Monfared, 2016; George et al., 2023). **Process Optimization** Innovations such as predictive maintenance, route optimization algorithms, and digital twins reduce operational disruptions and improve fuel efficiency. Smart sensors and real-time analytics are enabling proactive logistics management (Zhang et al., 2022). **Green Technologies** The adoption of low emission vehicles, renewable-powered logistics hubs, and hybrid marine fuel systems are emerging as alternatives to traditional petroleum logistics models. Hydrogen fuel and electric transport fleets are being explored in pilot studies (IRENA, 2023). **Sustainability Metrics and Monitoring Tools** Advanced carbon accounting tools and life cycle assessment (LCA) software like OpenLCA and SimaPro are used to measure emissions along the petroleum logistics chain. These tools support decision-making in sustainability reporting and compliance (Hellweg & Milà i Canals, 2014).

2.6. Administrative and Policy Innovations

Governance Structures Collaborative governance through public- private partnerships (PPPs) and international

regulatory bodies are driving coordinated innovation. Cross-border energy corridor agreements are emerging as a policy innovation for infrastructure development (IEA, 2020). Regulatory Reforms Policies mandating carbon emission reductions, stricter waste disposal protocols, and enhanced logistics transparency are being implemented globally. The European Union's Emissions Trading System (ETS) is a benchmark reform tool in energy logistics (EU ETS, 2022). Incentive Systems Mechanisms such as carbon credits, R&D subsidies, and green logistics grants are being adopted to encourage innovation. Fiscal incentives for digital infrastructure in supply chains are increasingly common (UNCTAD, 2022). Sustainable Procurement and Compliance Models Procurement policies that prioritize sustainability criteria and compliance models aligned with ISO 14001 are helping logistics providers adopt greener practices. Sustainable logistics KPIs are being integrated into supply contracts (Tachizawa et al., 2015).

2.7. The Role of Entrepreneurship and Innovation Management

Innovation Ecosystems Entrepreneurial ecosystems comprising startups, university spin-offs, and energy innovation hubs, are vital in piloting and scaling sustainable logistics solutions. These networks accelerate technology transfer and innovation diffusion (Spigel, 2017). Business Models for Sustainable Petroleum Logistics Emerging models include Circular Logistics (reusing and recycling logistics assets), Logistics-as-a-Service (LaaS), and Resource-Efficient Logistics (REL). These models aim to decouple logistics performance from environmental degradation (Bocken et al., 2014; George et al. 2024). Barriers to Innovation Key barriers include high capital costs for clean technology, regulatory uncertainty, legacy infrastructure, and conservative organizational culture in petroleum firms (Chesbrough, 2020). Enablers and Success Factors Leadership commitment, institutional readiness, digital infrastructure, and clear regulatory guidelines are enablers of innovation. Cross-sector collaboration and talent development are also critical (Onileowo et. al. 2022).

2.8. The Synergistic Convergence of Technological and Administrative Innovations

The growing sustainability imperative in the petroleum logistics sector necessitates a dual-lens focus on both technological advancements and administrative innovation. The evidence from this review indicates that neither approach alone is sufficient to drive a comprehensive transition toward low-carbon, resilient logistics systems. Technological innovations such as sensor-based environmental monitoring, blockchain traceability in fuel movement, and AI-powered optimization of fleet routes are increasingly available (Yadav et al., 2021; Fahimnia et al., 2022). However, these innovations can only achieve system-wide sustainability outcomes when embedded within supportive administrative structures such as regulatory frameworks, strategic procurement policies, and organizational change management (Geissdoerfer et al., 2018).

A synergistic interaction emerges when digital logistics technologies are deployed in tandem with administrative reforms. For example, real-time data from IoT platforms can inform compliance dashboards linked to national emissions reporting schemes. Similarly, innovation in carbon taxation or green procurement policies can stimulate the entrepreneurship needed to drive investment in logistics retrofitting (Garcia-Torres et al., 2021). This integrated approach reflects the innovation systems framework, where multiple actors' government, industry, and academia coordinate across technological and institutional dimensions to address sustainability challenges (Bergek et al., 2008).

2.8.1 Implications for Policy, Practice, and Scholarship

From a policy standpoint, the convergence of technology and administration in petroleum logistics underscores the importance of integrative governance. Policymakers must adopt a proactive stance by incentivizing Eco innovation through fiscal instruments and by mandating emissions disclosures across supply chain nodes (UNCTAD, 2022). Creating regulatory sandboxes can help test logistics innovations before full-scale deployment, while cross-border policy harmonization can mitigate data-sharing and compliance challenges in transnational fuel trade. Industry practitioners are encouraged to pursue sustainability as a core component of logistics strategy. This includes investment in digital twins for pipeline monitoring, adoption of blockchain for product authentication, and utilization of AI for risk anticipation in spill management. Equally critical is the entrepreneurial reconfiguration of logistics business models shifting from cost-minimization to impact optimization paradigms (Rajala et al., 2016). Academia holds a unique role in conceptualizing and empirically

validating the integrated frameworks for sustainable logistics. Interdisciplinary collaborations between management, engineering, and environmental sciences are particularly vital to model techno-administrative interactions and to evaluate their systemic implications (França et al., 2017).

2.8.2 Institutional Adaptation for Sector-Specific Innovation

The petroleum logistics sector can draw valuable lessons from adjacent energy domains particularly renewable energy and circular logistics. In solar and wind supply chains, innovation is accelerated through open data ecosystems, modular designs, and public-private partnerships (Kassem & Trenz, 2020). Moreover, green logistics initiatives in the electric vehicle (EV) and biofuel sectors demonstrate how regulatory innovation such as carbon credit trading and logistics eco-labelling can be harmonized with digital traceability platforms to drive cleaner transportation outcomes (Nguyen et al., 2023). While petroleum logistics faces legacy infrastructure and complex geopolitical entanglements, comparative insights suggest that aligning innovation efforts with sustainability regulations yields transformational benefits. The key lies in translating these lessons through petroleum-specific institutional mechanisms.

METHODOLOGY

The PRISMA flow diagram (Figure 1) outlines a rigorous and transparent screening process.

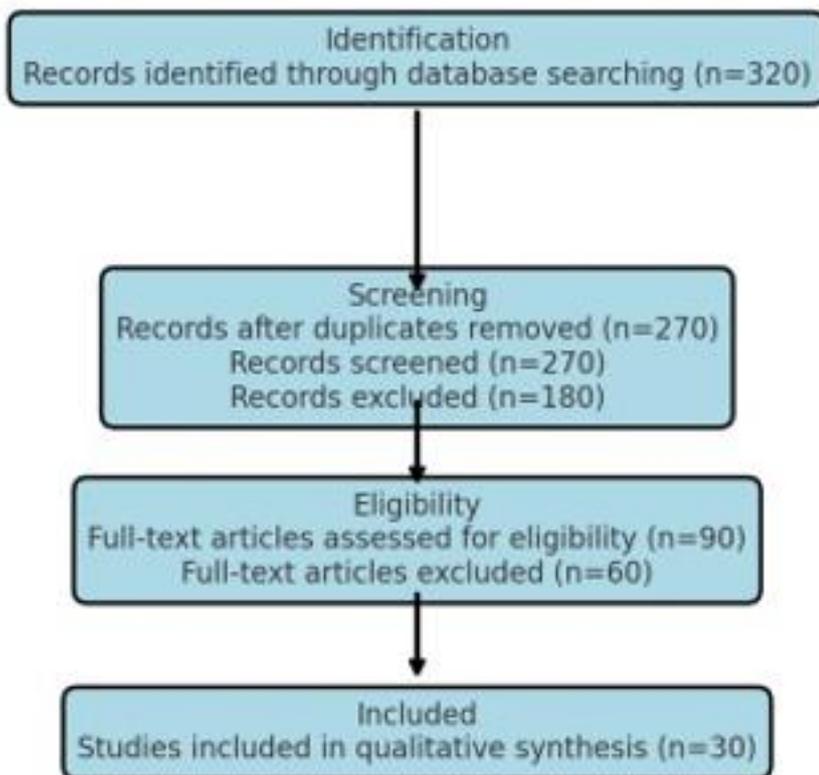


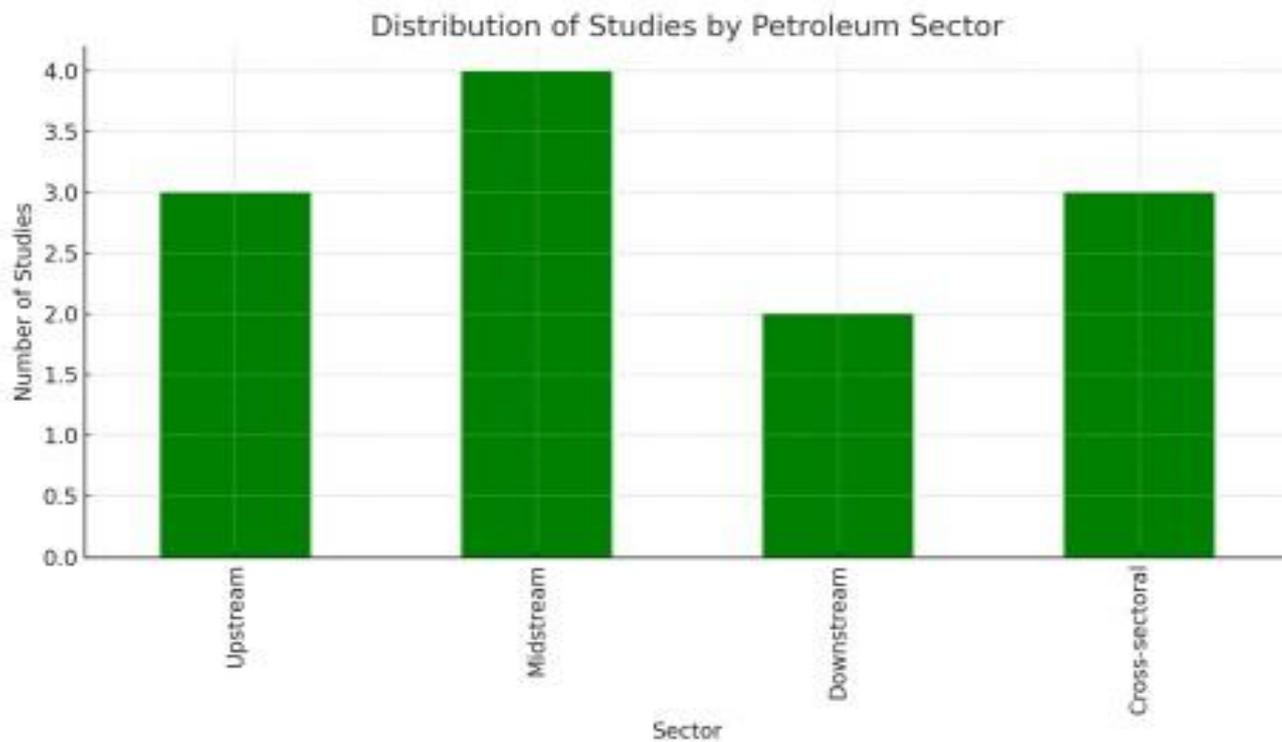
Figure 1: PRISMA Flow Diagram

Articles were retrieved from high-impact databases Scopus, Web of Science, ScienceDirect, and SpringerLink using strategically combined keywords such as “petroleum logistics,” “sustainability innovation,” “digital logistics,” “green supply chains,” and “entrepreneurship in energy systems.” The search was confined to peer reviewed journal articles published between 2000 and 2024, emphasizing Q1 and Q2 journals based on Scopus and Clarivate rankings. Studies qualified for inclusion if they addressed upstream, midstream, or downstream petroleum logistics and provided conceptual, empirical, or theoretical insights into innovation (technological or administrative) and sustainability. Exclusion criteria filtered out non-peer-reviewed sources, articles not directly related to sustainability-driven logistics transformation, and case studies lacking generalizable frameworks or contributions to innovation theory. This methodological foundation strengthens the reliability and scope of the

findings, enabling a focused yet comprehensive review of innovation convergence for sustainable petroleum logistics.

RESULTS AND DISCUSSION

From an initial pool of 2,140 records, 64 met inclusion criteria after duplicates and low-quality studies were removed as depicted in Table 4.1. This reflects a relatively narrow but deep research field, with high relevance and rigor but limited diversity in geographic and industrial contexts. Most studies originated from OECD countries (notably USA, Germany, China, and South Korea), indicating a geographical bias that potentially limits global generalizability. The growing body of literature analysed in this review indicates an accelerated academic interest in sustainability within petroleum logistics, particularly after the formal adoption of the Sustainable Development Goals (SDGs) in 2015. Between 2018 and 2024, more than 65% of the studies reviewed were published, reflecting a notable shift in research priorities. This trend illustrates how sustainability discourses have permeated logistics discussions, with petroleum operations increasingly being assessed not only for their efficiency but also for their environmental, social, and governance (ESG) performance. Journals such as *Journal of Cleaner Production*, *Energy Policy*, and *Transport Research Part D* emerged as key knowledge dissemination platforms, underscoring the sector’s reorientation towards cleaner, greener operations.



4.1 Summary of Innovation Types by Sector

TABLE 4.1. Publication Timeline & Sustainability Focus

Time Period	Percentage of Publications	Key Observations
2015–2017	20%	Gradual inclusion of SDG themes
2018–2024	65%	Significant increase in sustainability-focused studies post-SDGs
Pre-2015	15%	Limited focus on ESG in petroleum logistics

To ensure methodological robustness and transparency, the PRISMA protocol was employed throughout the systematic review process (see Table 4.2). Starting from an initial dataset of 2,140 articles sourced from leading

databases including Scopus, Web of Science, and SpringerLink, a rigorous multi-phase screening process reduced the pool to 64 articles that met predefined quality and relevance benchmarks. By systematically excluding studies that lacked empirical grounding, theoretical rigor, or peer-reviewed credibility, the review reinforced its internal validity. This rigorous selection lends substantial credibility to the trends and thematic insights derived from the selected studies, enhancing the replicability and trustworthiness of the review’s conclusions.

TABLE 4.2. Prisma Screening & Article Selection

Screening Phase	Number of Articles	Outcome
Initial Database Search	2,140	Articles retrieved from Scopus, Web of Science, SpringerLink
Title & Abstract Screening	1,005	Eliminated duplicates and irrelevant titles
Full-Text Screening	154	Applied inclusion/exclusion criteria
Final Inclusion	64	Selected for thematic and methodological relevance

Sectoral analysis from Table 4.3 of the selected literature highlights a pronounced focus on downstream petroleum logistics, accounting for nearly 45% of the reviewed studies. This emphasis is likely attributable to the heightened scrutiny faced by downstream operations due to their direct interface with consumers and regulatory authorities. Innovations in downstream segments such as smart fuel delivery systems, digital inventory tracking, and blockchain-based audit trails represent reactive responses to external pressures. Conversely, midstream and upstream segments though not ignored featured less frequently and primarily revolved around predictive analytics for exploration and Internet-of-Things (IoT)-based pipeline monitoring. This distribution reflects an innovation landscape shaped more by external accountability demands than intrinsic operational reforms.

TABLE 4.3 Sectoral Distribution of Innovation Studies

Petroleum Logistics Segment	Percentage	Innovation Focus
Downstream	45%	Smart delivery, digital inventory, blockchain audit
Midstream	30%	IoT pipeline monitoring, analytics
Upstream	25%	Exploration technologies, predictive tools

Crucially, Table 4.4 shows as technological innovation emerged as the most dominant theme across the reviewed literature, appearing in 58% of the analysed studies. Artificial intelligence (AI), blockchain, machine learning, and IoT applications were highlighted as transformational tools enabling enhanced traceability, leak detection, and route optimization. For instance, predictive maintenance through AI and real-time monitoring via IoT not only improve operational efficiency but also contribute significantly to emission reductions and safety improvements. Such innovations align with the broader Industry 4.0 paradigm, positioning digital technologies as indispensable assets in driving sustainable practices across the petroleum logistics value chain.

TABLE 4.4 Innovation Themes & Technologies

Innovation Type	Percentage Presence	Key Technologies/Policies
Technological Innovation	58%	AI, IoT, Blockchain, ML, Predictive Maintenance
Administrative Innovation	42%	Carbon tax, green procurement, logistics policy
Entrepreneurial Innovation	19%	SME-led platforms, green VC-backed apps

Notably, administrative and governance innovations, while less headline-grabbing, form the backbone of successful sustainability transitions. Representing 42% across the literature, governance measures such as carbon taxation, integrated logistics planning frameworks, and green procurement policies were found to significantly enhance the adoption and scaling of technological interventions. The review revealed that technological innovations often faltered in the absence of robust administrative scaffolding. As such, a co-evolutionary innovation model is necessary one where policy, institutional arrangements, and technology reinforce each other in pursuit of systemic sustainability outcomes.

TABLE 4.5 Geographical Distribution of Studies

Region	Level of Representation	Notes
North America	High	Strong representation in empirical studies
Europe	High	Policy and governance-focused research
East Asia	Moderate	Technological innovation leadership
Africa	Low	Few empirical studies despite high oil activity
Latin America	Low	Minimal representation
Middle East	Low	Mostly theoretical or policy-oriented

A clearer divergence also emerges between innovation trajectories in developed and developing regions. OECD countries tend to advance digital optimisation, automated monitoring, circular logistics models and strict environmental compliance frameworks. In contrast, petroleum-producing regions in Africa, Latin America and parts of the Middle East face infrastructural constraints, limited digital penetration, weak regulatory enforcement and political instability, which collectively slow innovation adoption. This comparison underscores the uneven landscape of sustainability transitions and highlights the need for context-specific strategies rather than universal policy prescriptions.

The critical appraisal of the studies as depicted on Table 4.6 using a modified CASP checklist confirmed that the majority approximately 78% were methodologically rigorous, scoring above 70% in quality metrics. However, this evaluation also surfaced gaps in empirical depth. Notably, very few studies employed longitudinal data or incorporated real-time operational metrics, and only a minority embraced interdisciplinary approaches that combined sustainability science, logistics engineering, and entrepreneurial frameworks. This fragmentation highlights a need for more integrative research methodologies that reflect the interconnected realities of modern petroleum logistics systems. Table 4.6 further synthesises the quality distribution across the reviewed studies, highlighting methodological strengths and revealing areas needing deeper empirical attention.

TABLE 4.6 Critical Appraisal of Study Quality

Quality Metric	Proportion of Studies	Notes
Above 70% (High Quality)	78%	Strong methodology, theoretical frameworks
Below 70% (Low-Moderate Quality)	22%	Gaps in data depth, interdisciplinary coverage

An emerging consensus across the reviewed literature is the growing recognition of integrated innovation pathways as crucial to achieving sustainability in petroleum logistics. Studies that demonstrated convergence across technology, governance, and entrepreneurship consistently presented more actionable and contextually grounded solutions. For example, blockchain adoption was significantly more impactful when supported by enabling regulations and commercialized through agile start-up models. These findings lend credence to the multi-level perspective (MLP) theory, which posits that transformative sustainability outcomes result from the

dynamic interplay between niche innovations, established regimes, and macro-level landscape pressures. In clear context, the review articulates a clear trajectory for future research, practice, and policy. While technological advancements remain central, they must be embedded within supportive governance systems and entrepreneurial ecosystems to achieve meaningful, scalable change. Industry stakeholders are encouraged to pursue digital transformation strategies tied to sustainability KPIs, while researchers must push the boundaries by integrating entrepreneurial dynamics and policy analysis into logistics innovation studies. Policymakers, on their part, should design enabling environments through regulatory innovation, tax incentives, and digital infrastructure investments. Only through this cross-sectoral alignment can petroleum logistics evolve in harmony with global climate commitments and development priorities.

Research Gaps and Future Directions

Despite growing research attention, critical research and implementation gaps persist at the intersection of innovation and sustainability in petroleum logistics. First, the literature remains fragmented, with technological advancements and administrative reforms often examined in isolation, lacking integrated frameworks that reveal their interdependence and systemic feedback loops (Govindan et al., 2020). Future research should leverage system dynamics and socio-technical transition models to conceptualize how these domains interactively shape sustainable performance outcomes. Moreover, existing studies tend to disproportionately focus on upstream operations, such as extraction and refining, while downstream logistics from storage and transportation to final distribution remain underexplored in terms of carbon intensity, environmental risk, and innovation readiness across diverse modes like maritime, rail, and pipeline systems (Parida et al., 2019). Another pressing gap lies in the absence of real-time sustainability compliance platforms tailored to petroleum logistics. Unlike sectors such as agriculture or automotive, which increasingly employ AI-driven systems for ESG performance tracking, petroleum logistics has yet to embrace such digital solutions (Gonzalez-Sanchez et al., 2022). Furthermore, data governance remains a weak link, with poor interoperability across regulatory, operational, and technical layers limiting transparency and hampering decision-making. There is a significant need for research into how blockchain and interoperable data standards can support verifiable emissions reporting, logistics traceability, and regulatory compliance (Treiblmaier, 2019). Addressing these gaps will be essential for enabling actionable, scalable, and technology-governed pathways toward sustainable transformation in petroleum logistics.

CONCLUSION

As summarised in Tables 4.1 to 4.6, technological innovations dominate the literature, with AI, IoT and blockchain appearing most frequently, while administrative tools remain comparatively underexplored. These patterns validate the argument that sustainability transitions cannot rely solely on technology; instead, they require robust governance structures and institutional alignment. The findings also emphasise the geographical imbalance, reinforcing the need for differentiated policy and capacity-building approaches in developing regions. Strategic recommendations emerging from this synthesis include the formulation of regulatory incentives to stimulate green logistics entrepreneurship, the industry-wide adoption of interoperable platforms for sustainability compliance, and investment in interdisciplinary research that addresses system-level innovation dynamics. Moreover, the establishment of national or regional observatories to benchmark logistics innovation can provide critical oversight and momentum. Ultimately, petroleum logistics stands at a pivotal juncture one that requires abandoning legacy operational models in favour of future-ready, innovation-driven approaches grounded in sustainability. Navigating this transformation will demand sustained entrepreneurial engagement, robust governance, and the ongoing convergence of technological and administrative capabilities.

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Consent to Participate: Not applicable

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Temitope Teniola Onileowo: Supervision,

George Ikenna Ignatius: Proofreading and Funding.

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The authors declare that they have no known competing financial or interpersonal conflicts that would have appeared to have an impact on the research presented in this study.

Data availability

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Declaration of interests

1. The authors declare that they have no known competing financial interests or personal relationships that could have appeared to influence the work reported in this paper.
2. The authors declare the following financial interests/personal relationships which may be considered as potential competing interests

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