

# Azodicarbonamide (ADC)

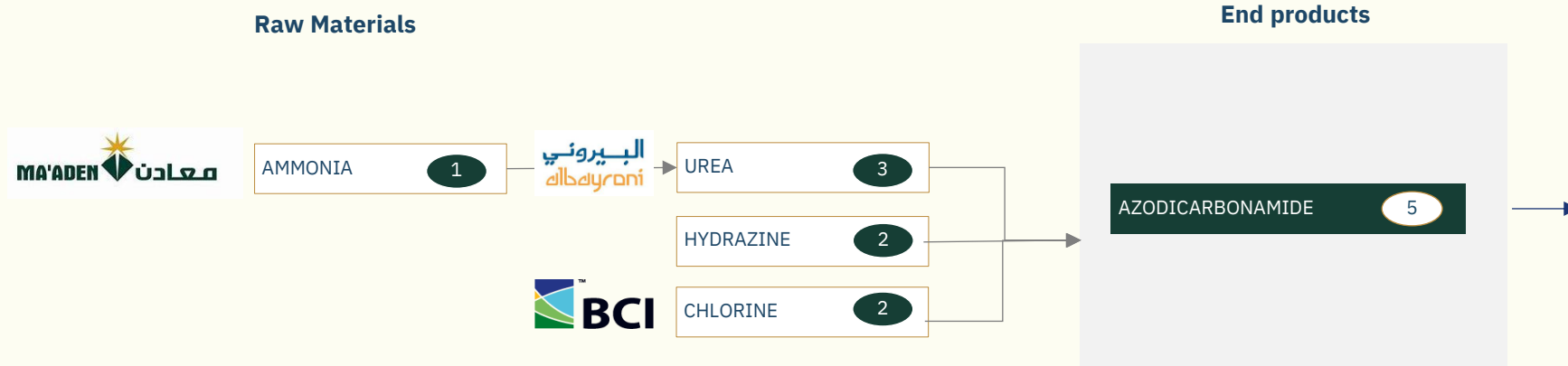
# Chemical blowing agents- Azodicarbonamide (ADC)

Product	Non captive volume, KTA	Total volume, KTA	Location	Full potential market growth
<b>Key metrics</b>				
AZODICARBONAMIDE	5	5	Jubail	The Demand is expected to grow by ~6% in KSA and ~3% in Middle East, CAGR '22-30, driven by high consumption growth of polymers
UREA	0	3		
HYDRAZINE	0	2		
CHLORINE	0	2		
<b>Total volume</b>	<b>5</b>	<b>12</b>		

## Value chain



  Integrated case  
 x Raw Materials  
 xxx End products  
 → Sold to market  
 xx Captive capacity  
 xx Non-captive capacity



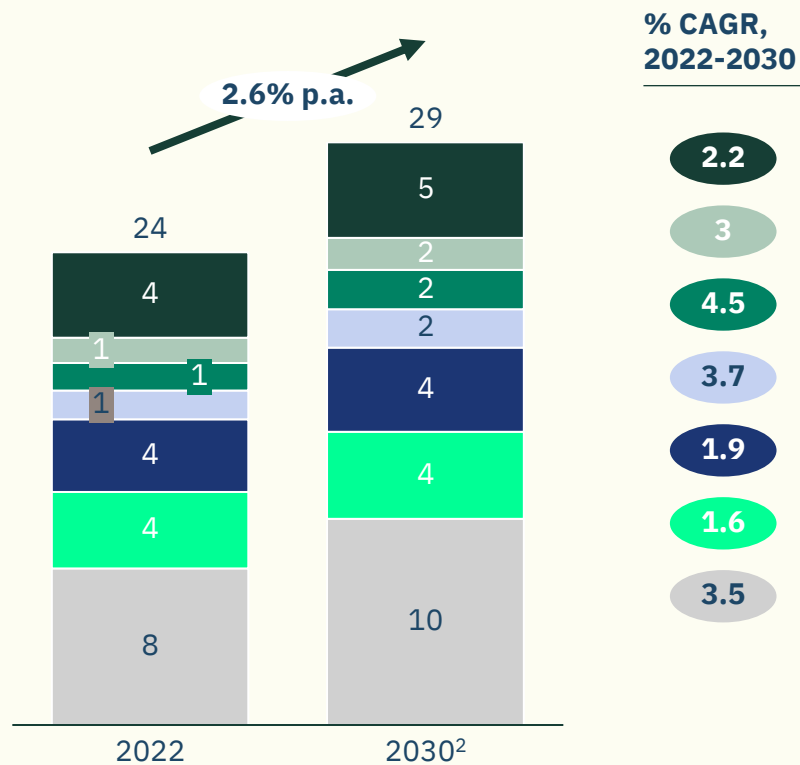
## Exemplary players



# A. Plastics additives market is to grow at 2.6% p.a., with flame retardants representing ~33% of the market by 2030

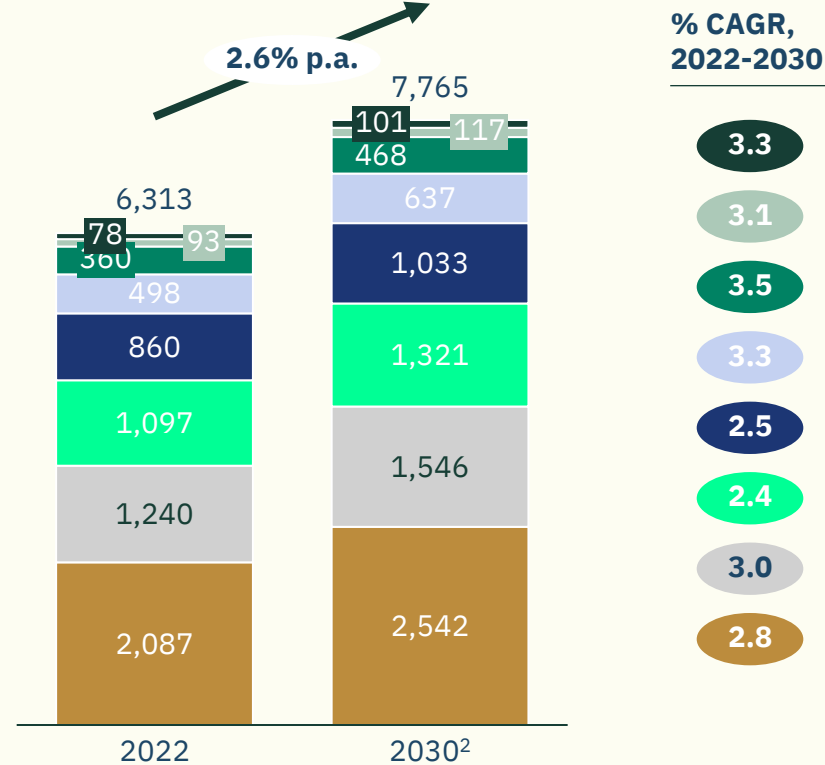
## Plastics additives demand by region, USD Bn<sup>1</sup>

- Mainland China
- Western Europe
- North America
- Southeast Asia
- India
- Middle east
- Other



## Plastics additives demand by sub-segment, KTA

- Flame retardants
- Heat stabilizers
- Impact modifiers
- Lubricants
- Antioxidants
- Chemical blowing agents
- Antistatic agents
- Light stabilizers



## Key Insights

**Global demand growth for plastics additives is mainly driven by major Asian countries** with India, Mainland China, and Southeast Asia having 4.5%, 3.5%, and 3.7% CAGRs respectively

**Mainland China is by far the biggest consumer of plastics additives;** representing ~37% of the global demand, which is a result of China's high resins production and fabrication

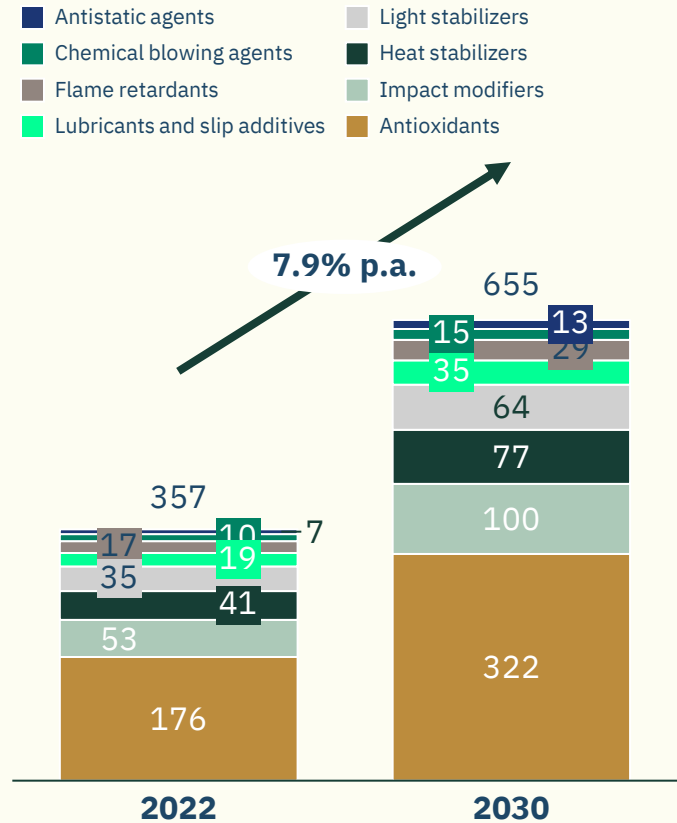
**Flame retardants is the largest sub-segment in plastic additives,** due to their typical high concentration and application in high demand sectors such as construction and automotives

1. Assumed at current market price  
 2. Based on region and segment CAGR 2020-2025 assumption, extrapolated to 2030

# B. KSA's plastic additives market is estimated at USD ~360 Mn with ~8% p.a. growth, driven mainly by the expected increase of polymers production

X% Volume CAGR, 2022-2030 2022 2030

## KSA consumption of chemical plastic additives, USD Mn<sup>1</sup>



## KSA consumption of chemical plastic additives, KTA

Additive Type	2022 (KTA)	2030 (KTA)	Volume CAGR (2022-2030)
Antioxidants	26	48	7.9%
Impact modifiers	13	24	8.3%
Flame retardants	10	17	7.1%
Lubricants and slip additives	8	14	7.5%
Heat stabilizers	7	13	8.1%
Chemical blowing agents	2	3	5.9%
Antistatic agents	2	3	8.1%
Light stabilizers	2	3	7.9%
<b>Total</b>	<b>69</b>	<b>126</b>	

## Key insights

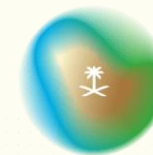
- **Antioxidant is the highest consumed type of plastic additives in KSA**, due to KSA's high production of polyolefins; **Impact modifiers and Flame retardants follow** with construction sector as the major consumer
- **Antioxidants, antistatic agents, and lubricants are expected to experience the highest growth**, driven by the expected additional production capacity of resins<sup>2</sup>
- **Other additives** growth is **expected to follow plastic consumption**, which is driven by the National Industrial Strategy (NIS)

1. Assumed at current market price  
 2. These additive types are added during the production of resins for most of polymers



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**Thank You**