CHEMISTRY THAT MATTERS™



ROLE OF CIRCULAR ECONOMY AND ESGIN ENABLING SUSTAINABILITY

FICCI - SUMMIT ON "GLOBAL CHEMICALS & PETROCHEMICALS MANUFACTURING HUBS IN INDIA" 25TH NOVEMBER - 26TH NOVEMBER 2021; NEW DELHI

JANARDHANAN RAMANUJALU
VICE PRESIDENT & REGIONAL HEAD, SOUTH ASIA & ANZ, SABIC

ESG

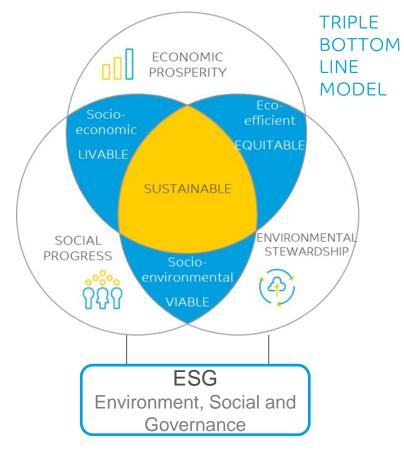


ESG

Broad set of Environmental, Social and Corporate Governance considerations that may impact a company's ability to execute its business strategy and create value over the long term.

WHY IS IT IMPORTANT NOW?

- Rise of stakeholder capitalism
- Transformation of corporate strategy and global finance.
- Health and wellbeing of the planet.
- Climate-related market, financial, and economic damage

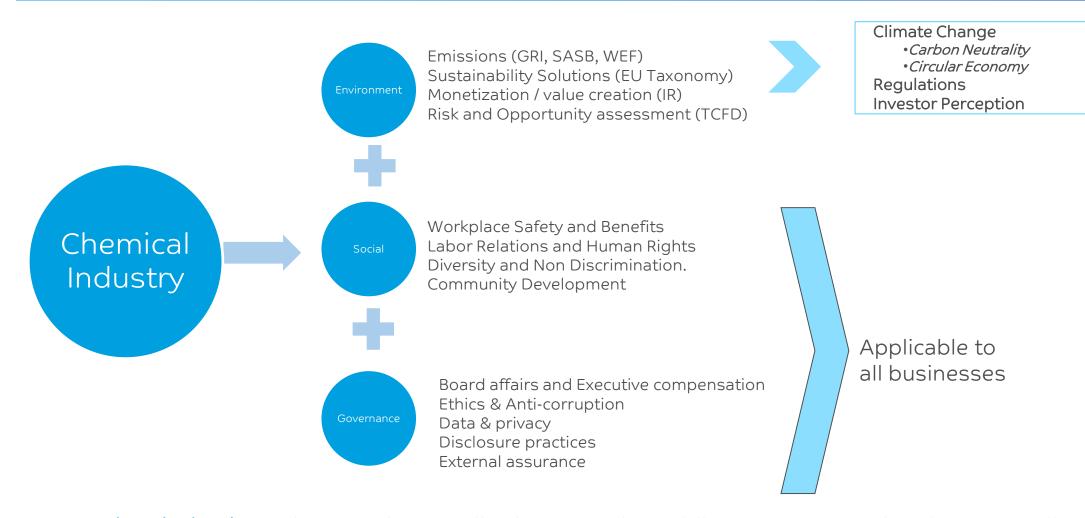




Investors consider the Environmental, Social and Corporate Governance performance to measure the sustainability and ethical impact of an investment in a company



ESG ENABLING CHEMICAL INDUSTRY

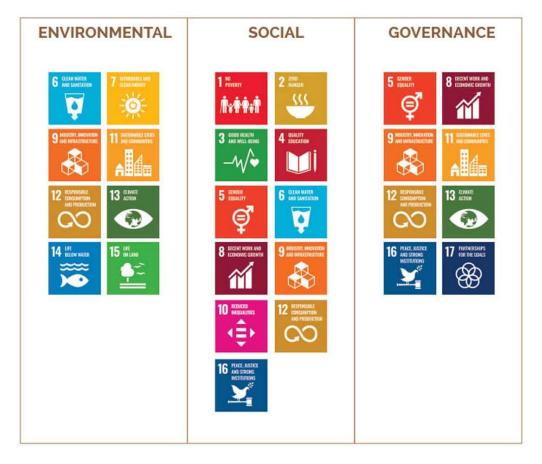


Chemical Industry has a major contribution towards enabling SDG 2030 and Carbon Neutrality

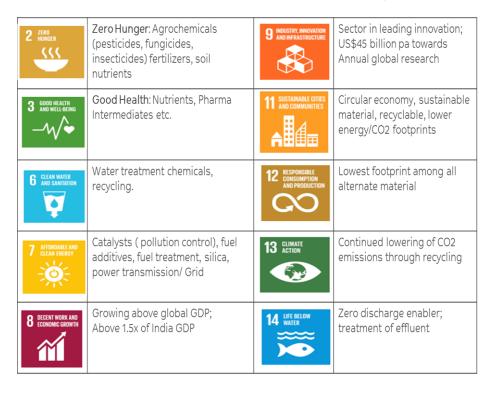


ESG > SDG > CHEMICAL INDUSTRY

ESG to SDG



SDG to Chemical Industry



سابک عادا*د*

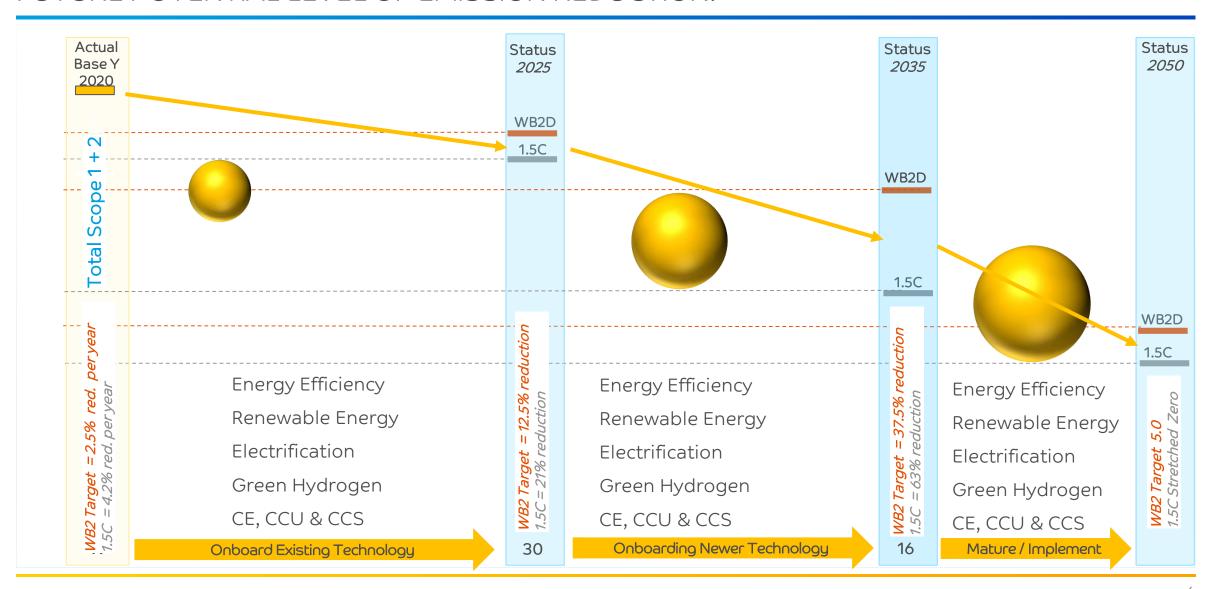
$\mathsf{ESG} \supset \mathsf{SDG} \supset \mathsf{CHEMICAL\ INDUSTRY} \supset \mathsf{SABIC}$



سابک

CARBON NEUTRALITY:

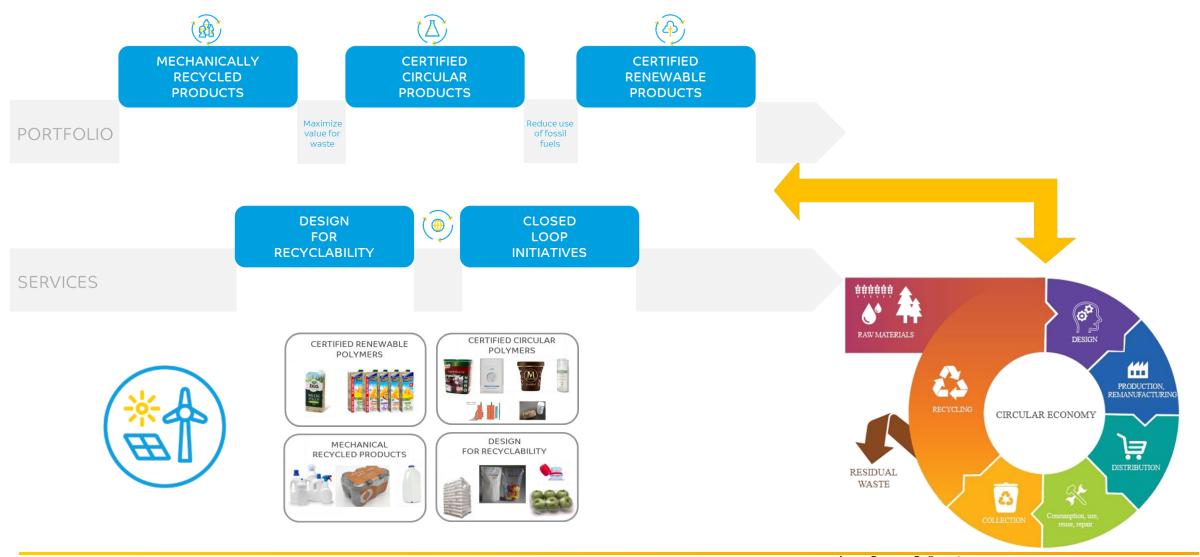
FUTURE POTENTIAL LEVEL OF EMISSION REDUCTION:



CIRCULAR ECONOMY



SABIC'S TRUCIRCLE™ PROGRAM - COMPLEMENTARY SOLUTIONS





EX1: ADVANCED CHEMICAL RECYCLING UNIT

WORLD'S FIRST COMMERCIAL UNIT FOR THE ADVANCED RECYCLING OF USED PLASTIC

- SABIC and Plastic Energy have started construction of world's first commercial unit to significantly upscale production of SABIC's certified circular polymers derived from used plastic
- Considerable milestone on the journey towards closing the loop and creating a circular economy for plastics
- This pioneering project in Geleen,
 The Netherlands is expected to become operational in the second half of 2022.





EX2: SABIC COLLABORATION OF CLOSED LOOP

Trial involving an entire supply chain demonstrates that CIRCULARITY FOR PLASTICS is achievable through VALUE CHAIN COLLABORATION.







EX3: WORLD'S LARGEST CO2 PURIFICATION AND LIQUEFACTION PLANT

Built at SABIC affiliate, United

Supplying CO₂ for converting into valuable products

- Urea
- Methanol
- Food industries

500,000 MT

annually of CO₂ can be purified



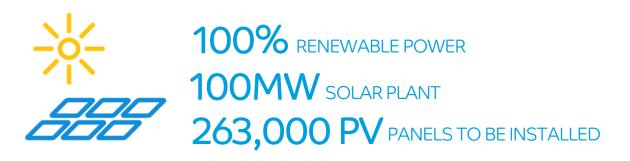


EX4: WORLD'S FIRST CHEMICAL SITE - 100% RENEWABLE POWER

SABIC's polycarbonate facility in Cartagena will become the world's first large-scale chemical site to operate on 100% renewable power, with a €70m investment to build a 100MW solar plant.

263,000 PV panels will be installed on land owned by SABIC and it will become the largest industrial renewable power plant in Europe once fully operational in 2024.

This project is part of a broader RE strategy by 2025 and 2030.







EXAMPLE 5: PROCESS ELECTRIFICATION

SABIC has signed a joint agreement with BASF and Linde to develop and demonstrate solutions for electrically heated steam cracker furnaces.

