



BASF opens world-scale chemical catalysts manufacturing plant in Caojing, Shanghai

- BASF's first production plant for chemical catalysts in Asia
- Produces base metal catalysts and adsorbents to serve region's growing chemical industry
- Combines localized production and application technology for customers

November 30, 2017 – Caojing, China – BASF, worldwide leading as chemical company and supplier of catalysts, today celebrated the official opening of its new, world-scale chemical catalysts manufacturing plant in Caojing, Shanghai, China. The new plant is BASF's first chemical catalysts manufacturing facility in the Asia Pacific region.

The BASF wholly-owned plant is located in the Shanghai Chemical Industry Park (SCIP) in Caojing. It will serve the growing chemical industry in China and around the Asia Pacific region, with base metal catalysts and absorbents. The plant will be highly automated and energy efficient.

The opening celebration took place today with guests from the chemical industry, construction partners and local government officials. "The start of our new, world-scale production plant for chemical catalysts in Shanghai represents a milestone for our process catalysts business. 60% of the world's chemical production will happen in Asia by 2020, with more than half of this in China," said Detlef Ruff, BASF's Senior Vice President, Process Catalysts. "Local production will significantly help us strengthen our relationships with

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customers from the chemical industry in Asia and further enhancing the customer experience with improved product availability and shortened lead times. In combination with the BASF Innovation Campus Asia Pacific in Shanghai, we can now offer our customers regional specific development and production of the latest catalyst technologies. The plant also offers potential for additional expansion as well as flexibility to adapt to new customer production requirements in the years to come."

"Together with our partners, BASF has invested CNY 19.7 billion as of the end of 2016 (approximately € 2.5 billion¹) in state-of-the-art production located in Caojing. What we produce here directly supports the development and modernization of Chinese industry. Our solutions improve efficiency and sustainability in the chemical industry and other industries, and reduce reliance on imports, thus enhancing competitiveness of our customers in light of supply-side reform," said Dr. Stephan Kothrade, President Functions Asia Pacific, President and Chairman Greater China, BASF. China's supply-side reform aims to manage market capacities and boost innovation.

Leveraging experience from the eleven chemical catalyst manufacturing sites around the world, the new plant will use cuttingedge production technologies to manufacture innovative catalysts and adsorbents. These are used, for example, in the production of fatty alcohols, styrene, butanediol. BASF adsorbents are used in many applications to remove impurities from product streams, for example to purify olefins. Butanediol (BDO) serves as a chemical intermediate, among others, for the production of polytetrahydrofuran (PolyTHF®) and poly butylene terephthalate (PBT). PolyTHF is used e.g. in the production of elastic spandex fibers, PBT predominantly in engineering polymers. Styrene is for example polymerized into polystyrene, which finds applications in packaging or insulation for buildings. Fatty alcohols are used as detergents and surfactants, typically used in cosmetics and in the food industry.

The new site will be supported by the new Process Catalyst R&D

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¹ at the exchange rate of 1 EUR = 7.86247 CNY

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Center, located within the BASF Innovation Campus Asia Pacific in Pudong, Shanghai, which is focusing on the development of new process catalyst to meet specific needs in Asia. With strong research competencies in catalyst preparation, scaling and performance evaluation, this R&D Center will further strengthen the collaboration with partners in the region, and will provide support to the new chemical catalyst manufacturing site.

About BASF's Catalysts Division

BASF's Catalysts division is the world's leading supplier of environmental and process catalysts. The group offers exceptional expertise in the development of technologies that protect the air we breathe, produce the fuels that power our world and ensure efficient production of a wide variety of chemicals, plastics and other products, including advanced battery materials. By leveraging our industry-leading R&D platforms, passion for innovation and deep knowledge of precious and base metals, BASF's Catalysts division develops unique, proprietary solutions that drive customer success. Further information on BASF's Catalysts division is available on the Internet at www.catalysts.basf.com.

About BASF

At BASF, we create chemistry for a sustainable future. We combine economic success with environmental protection and social responsibility. The approximately 114,000 employees in the BASF Group work on contributing to the success of our customers in nearly all sectors and almost every country in the world. Our portfolio is organized into five segments: Chemicals, Performance Products, Functional Materials & Solutions, Agricultural Solutions and Oil & Gas. BASF generated sales of about €58 billion in 2016. BASF shares are traded on the stock exchanges in Frankfurt (BAS), London (BFA) and Zurich (BAS). Further information at www.basf.com.