

Technische Kunststoffe auf dem Weg zur Kreislaufwirtschaft und Netto-Null

Oliver Geiger, Performance Materials 18. September 2024







BASF – We create chemistry

- Our chemistry is used in almost all industries
- We combine economic success, social responsibility and environmental protection
- Sales 2023: €68.9 billion
- EBIT before special items 2023: €3.8 billion
- Employees: Around 112,000
- 6 Verbund sites and 228 other production sites
- Around 78,000 customers from various sectors in almost every country in the world



BASF's segments



Chemicals

- Petrochemicals
- Intermediates

Materials

- Performance Materials
- Monomers

Surface Technologies

- Catalysts
- Coatings

Industrial Solutions

- Dispersions & Resins
- Performance Chemicals

Nutrition & Care

- Care Chemicals
- Nutrition & Health

Agricultural Solutions







Clear lifetime sustainability benefits in many applications









The Green Deal is Europe's Growth Strategy and Vision





First climate neutral continent by 2050



Lead the way to a circular economy



Move to a zero-pollution environment



Accelerate to a sustainable food system



The EU Commission wants zero-pollution for a toxic-free environment



Climate change and resource scarcity and waste pose major challenges that directly affect the entire plastics industry

GLOBAL CHALLENGE IMPLICATION FOR THE PLASTIC NDUSTRY

BASF PERFORMANCE MATERIALS
SUSTAINABILITY TARGETS

Carbon Emissions

BASF

Scope 3.1. Scope 1&2 **00.5**

Climate change



Carbon management:
Cut emissions along
entire value chain

2030 25%

CO₂ emissions reduction Scope 1&2

2050 Net zero CO₂ emissions

Waste and resource scarcity



Circular economy:Build circular

value chains



15%

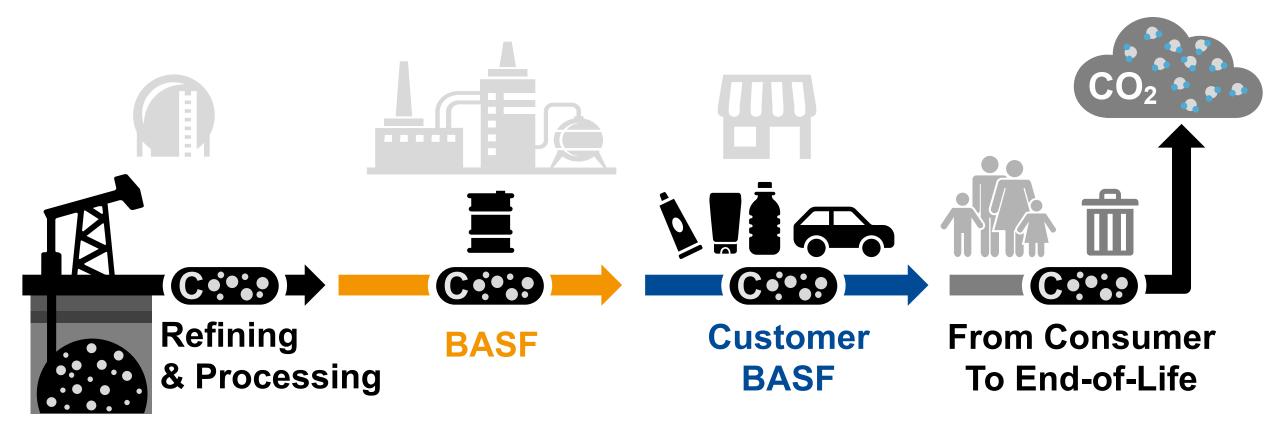
emissions

reduction

Scope 3.1

 CO_2

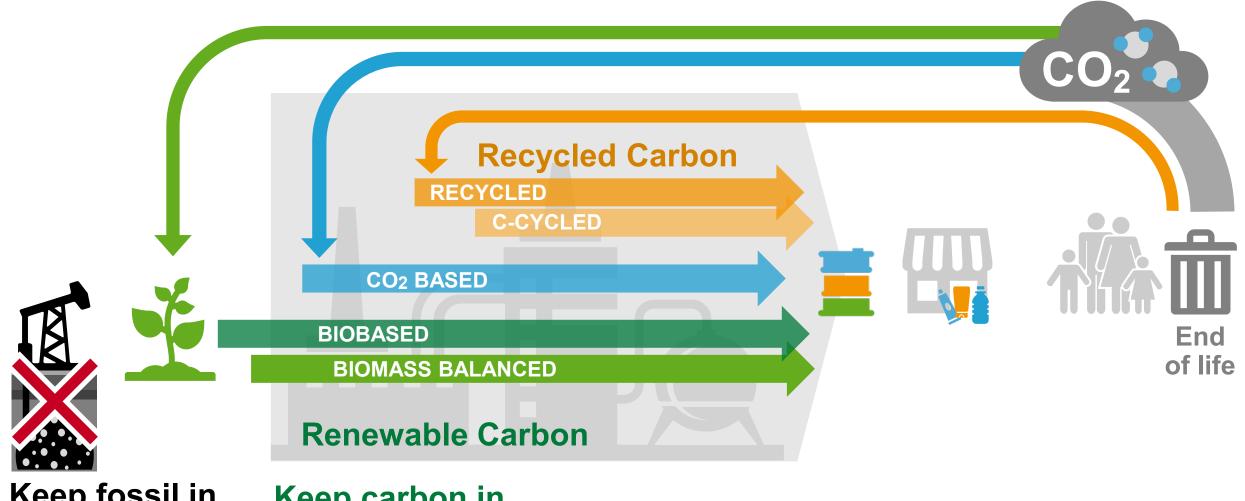
From linear ...





... to circular carbon – complementing our road to net zero

Biogenic, recycling and CO₂-based carbon are key for net zero



Keep fossil in the ground

Keep carbon in the loop



Integration of circular feedstock into chemical production clusters is key to enable a circular economy



~10 km² site area (Ludwigshafen)



~ 125 production facilities with

~ 200 production plants



~ 2,850 km pipeline system



~ **6.1 million** metric tons sales products p.a.*



~ 5.7 million t CO₂ savings via Verbund p.a.**



^{*} Ludwigshafen site, as of December 31, 2023

^{**} Global, as of December 31, 2023



We report and reduce GHG emissions

We report and reduce greenhouse gas emissions

Meet SCOTT: the BASF database of 45,000 TfS compliant product carbon footprints







Gate

SCOTT stands for **S**trategic **CO**2 **T**ransparency **T**ool. This is an automated cradle-to-gate Product Carbon Footprints (PCFs) calculation based on process emissions, energy demand and upstream emissions (raw material PCF from databases)



We report and reduce greenhouse gas emissions

Green Electricity - BASF drives forward renewable energy projects across the globe













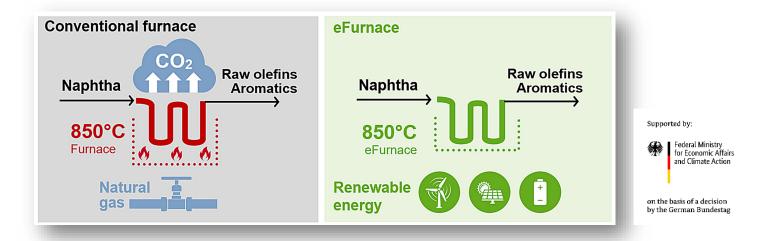


Picture sources: BASF, American Public Power Association



We report and reduce greenhouse gas emissions

Electrification - Demonstration plant for large-scale electrically heated eFurnace



- BASF, SABIC and Linde have built the world's first demonstration plant for large-scale electrically heated steam cracker furnaces (eFurnace)
- Demonstration plant with 6 megawatts input of renewable electrical energy to be fully integrated into a steam cracker at BASF's Ludwigshafen Verbund site
- Technology has the potential to reduce CO₂ emissions by at least 90% compared to conventional steam crackers

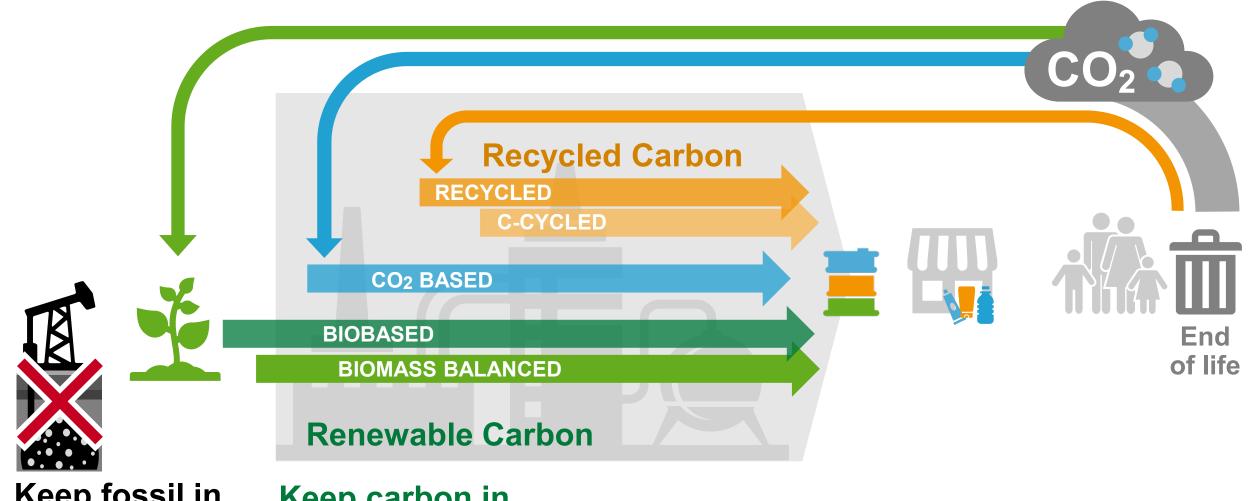








Biogenic, recycling and CO₂-based Carbon will close the loop



Keep fossil in the ground

Keep carbon in the loop



Tackle the major end-of-life plastic waste streams (Europe)











Packaging waste ~16 million tons

Textile waste ~6 million tons

End-of-life tires ~3 million tons

Mattress foams ~2 million tons

Shredder residue* ~2 million tons

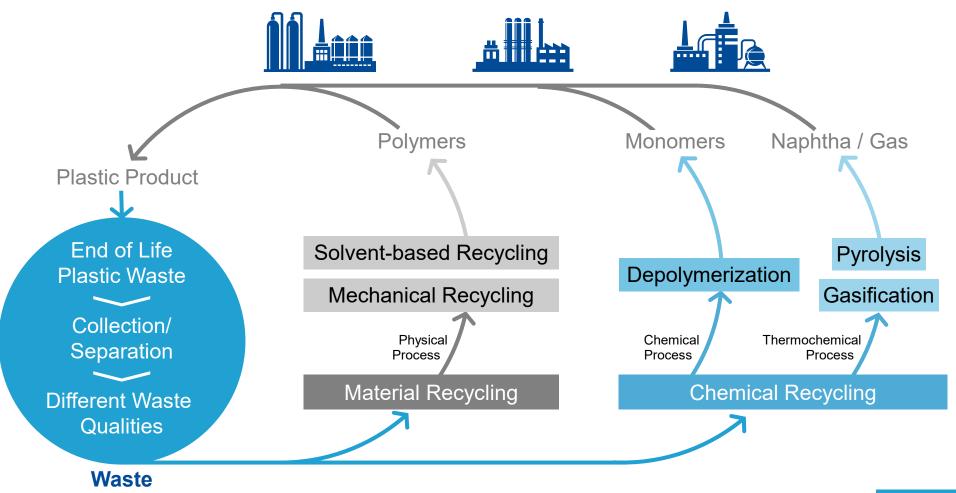
*Includes automotive and appliances

Challenges of post-consumer recyclates

- Contamination of feedstock for recycling is a major pitfall
- Industrial sorting not yet possible or in-efficient as of today, optimized for metal retrieval
- Limited share of Performance Polymers such as PA, PBT, PU, TPU etc.

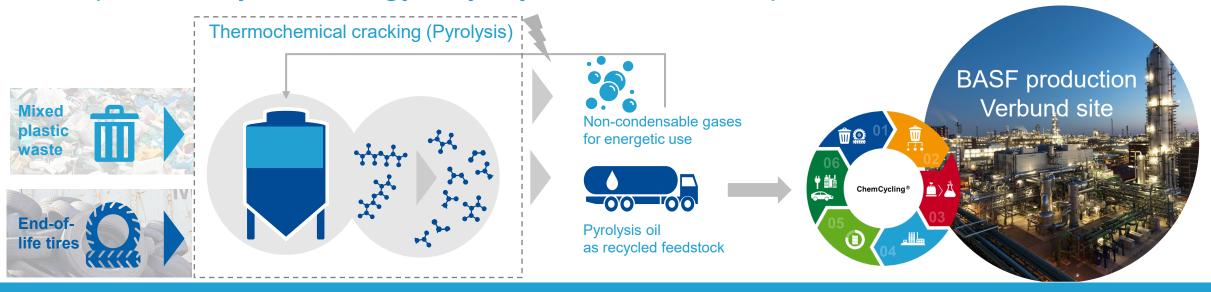


A range of recycling technologies is needed to realize a circular plastics economy





A complementary technology - Pyrolysis of end-of-life plastic waste



BASF collaborations to secure supply







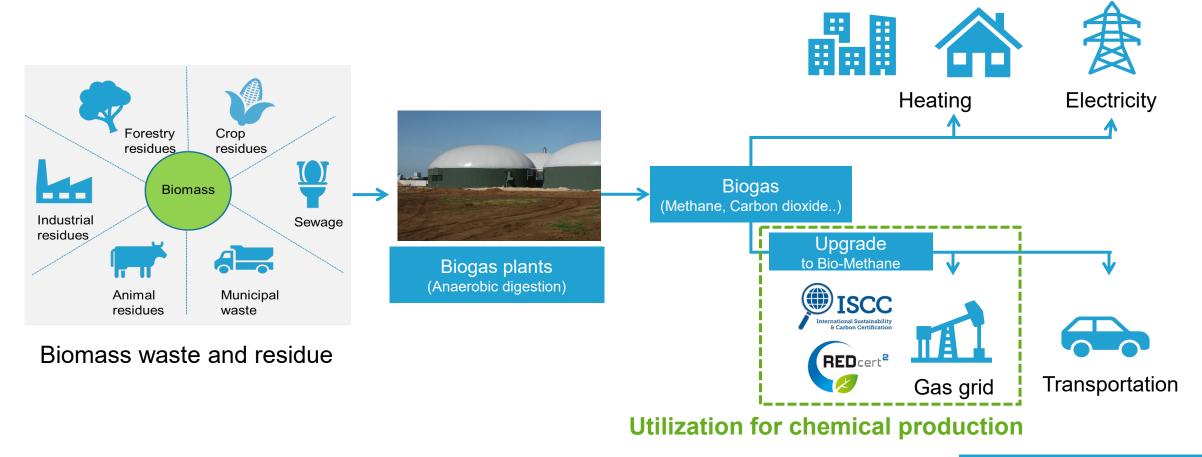
End-of-life tires







Substituting fossil feedstocks through renewable feedstocks





Customers already start to implement our solutions



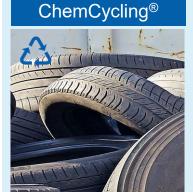
Our customers already start to implement our solutions

Bow door handle Mercedes-Benz EQE & S-Class made from mass balanced Ultramid®

Increase circular material content







Targets and application

- Solution addressing both targets
- Safety-relevant and visible part

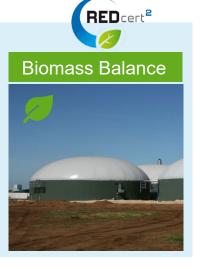








- 100% Substitution of fossil feedstock
- Renewable feedstock: Waste based Biomethane
- Circular feedstock: Pyrolysis oil from EoL tires
- Mass Balance: Using REDcert2 certified feedstock attribution principle







1) PCF reduction based on sum of partial PCF's, Partial PCF excluding biogenic CO2 and Partial PCF biogenic CO2



Our customers already start to implement our solutions

Safety-relevant crash absorber Mercedes-Benz S-Class





Chemical recycling takes another step forward with the announcement that our #MercedesBenz S-Class is now fitted with a crash absorber made from advanced recycled plastic.

As part of the front end, the part creates a more even distribution of the forces acting on the other car in a frontal crash and is thus subject to especially high quality and safety requirements.

Using a process pioneered by our partner BASF, this safety-critical component is constructed from pyrolysis oil made from scrap tyres mixed with biomethane. The result is a virgin-quality plastic that replaces raw fossil resources in line with the so-called mass-balance approach. Crucially, this recycled plastic has the same characteristics as virgin plastic produced from crude oil, which means it has the potential to replace a large number of vehicle components across our model range, including technically demanding parts such as the crash absorber.

This is not the first time we have used this groundbreaking recycling process. Some of the EQE, EQE SUV and S-class models already use bow door handles made from the same combination of raw materials.

Together with our partners, we are closing the materials loop and actively driving the development of innovative recycling processes.

#MercedesBenz #Sustainability #Innovation #ambition2039



Source: Linked in 17.08.2023

Safety-relevant art crash absorber made from mass balanced Ultramid® "Engineering change" in 09/2023 (running change after SOP)

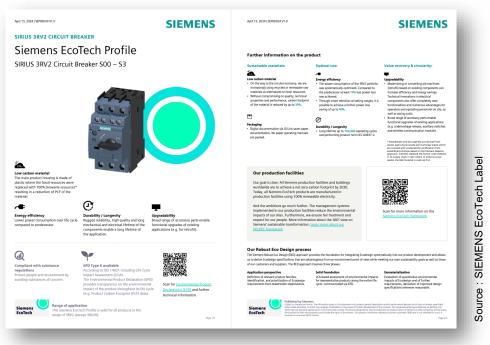


Our customers already start to implement our solutions

SIEMENS circuit breaker from biomass balanced Ultramid® and Ultradur®

SIRIUS 3RV2 circuit breaker for industrial facilities and machines now using 10 different Ultramid® and Ultradur® biomass balanced products





Siemens EcoTech label

▶ BMB products are defined under "Low carbon material", due to the PCF reduction of the materials (up to 30% reduction*).

*According to TfS Methodology and compares the CO2 reduction of the BASF Biomass Balanced product vs the conventional BASF product





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