

A joined-up approach to sustainable packaging

Our series of web seminars covers every key topic you need to know about. Taking place from March 15 to 25.





Our sustainable product offerings for extrusion polymers

Webinar on March 19 with Frank Reil



Your hosts for today



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Welcome to our session! Before we start... Webex housekeeping

- Please provide your full name: Do not appear as a "Dial-in User"
- We'll put you all on mute
- Ask a question via the chat or Q&A function (to everyone) or "raise a hand," so we can unmute you
- All questions will be answered after the session
- Please turn off your video
- We recommend to use VoIP audio connection ("call using computer function")
- Please note that this session is going to be recorded (Q&A will not be published)





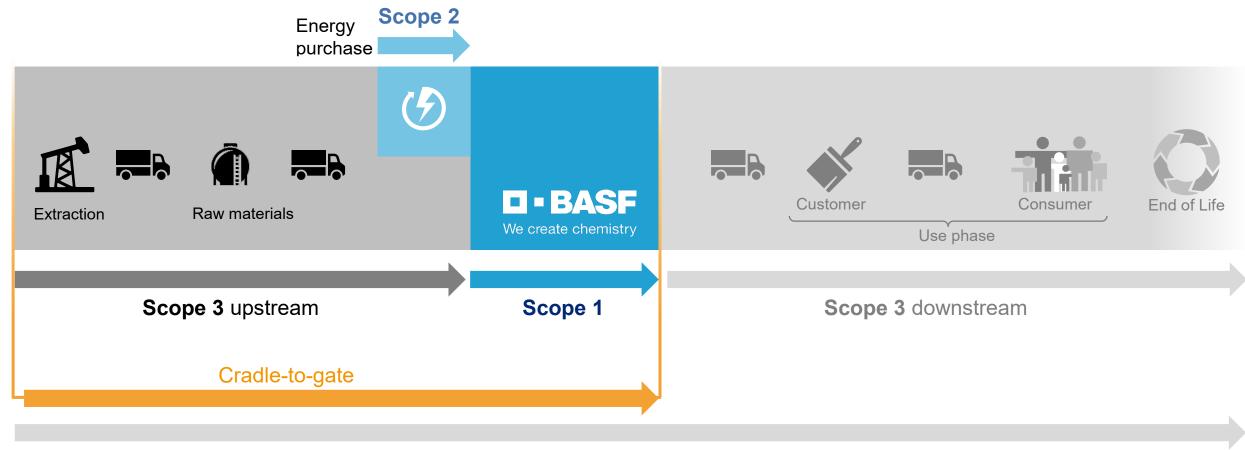
Agenda

- 1. PCF values cradle-to-gate
- 2. Polyamide 6 value chain
- 3. Sustainable product offerings
- 4. Verbund and mass balance
- 5. Biomass Balance and ChemCycling™
- 6. Ultramid® offerings today and tomorrow
- 7. Impact on our customers' products



Product Carbon Footprints

GHG volumes of scope 1 + scope 2 + upstream part of scope 3



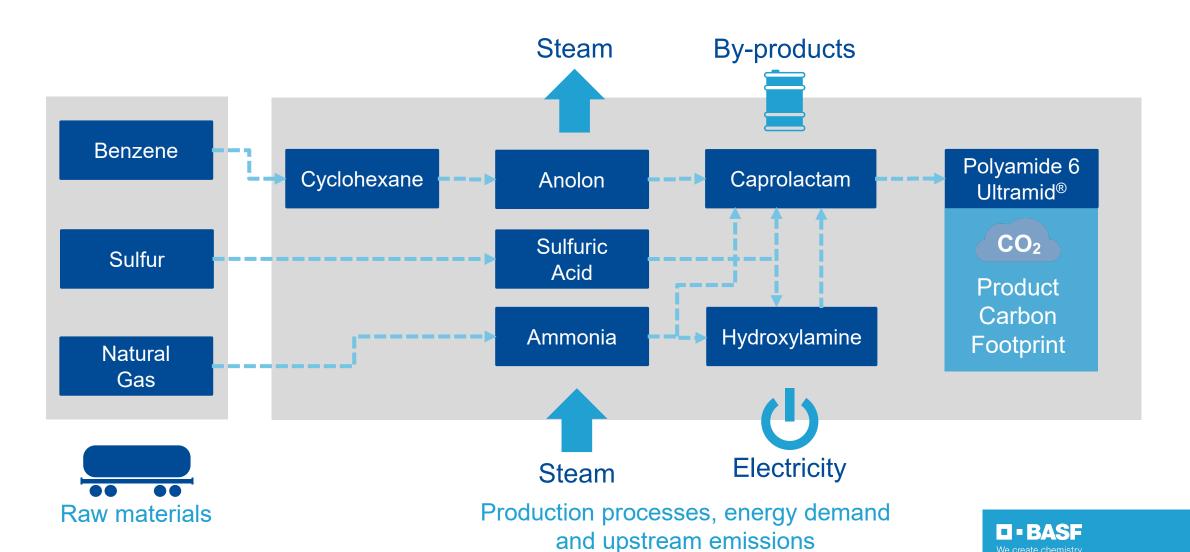
Cradle-to-grave

ISO 14067:2018 defines the Product Carbon Footprint as the life cycle GHG emissions of a product



Product Carbon Footprints – Example Ultramid® value chain

PCF calculation includes all steps of the Polyamide 6 value chain



Fundamentally we have two offers: BMB and Chemcycling™

	Bio Mass Balance		ChemCycling™		
Waste	Tall oil	Kitchen waste	Mixed Plastic Waste	EoL Tires	
	Bio-Naphtha	Bio-Methane	Pyrolysis Oil	Pyrolysis Oil	
	Syngas Plant and/or Cracker at BASF Verbund				
	Adipic Acid	Ultramid [®] A	Ultramid [®] B	Ultramid® C	



Our core – the BASF Verbund Ludwigshafen



The largest integrated chemical complex in the world

Employees BASF SE

Site area

Sales products**

Road

Rail

Site traffic

Shipment

Pipeline system

Production facilities

34,484*

10 km²

~ 8.5 million metric tons p.a.

~ 106 km

~ 230 km

~ 2,100 trucks daily

~ 100,000 containers p.a.

~ 2,800 km

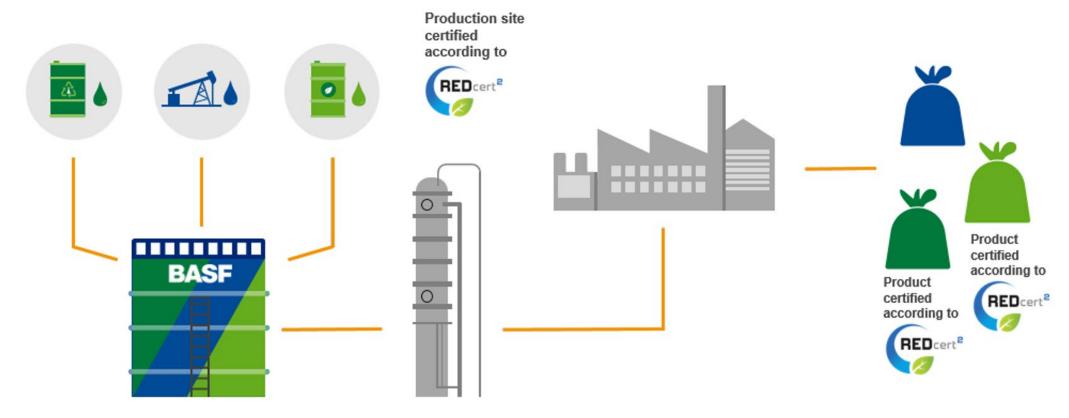
~110 production facilities with around 200 production plants

^{**}from in-house production



^{*} as of December 31, 2020

Prerequisite is a physical link* between the circular feedstock and the sales product as well as the certification of the production site(s)



^{*}connection can be plants, between plants and sites via pipelines, trucks, trains, etc.



Sustainability of renewable raw materials

Renewable raw materials for the BASF Verbund:

- Biogas from organic waste (e.g., kitchen waste)
- Bio-naphtha from vegetable and organic waste oils

International sustainability criteria are applied to feedstock

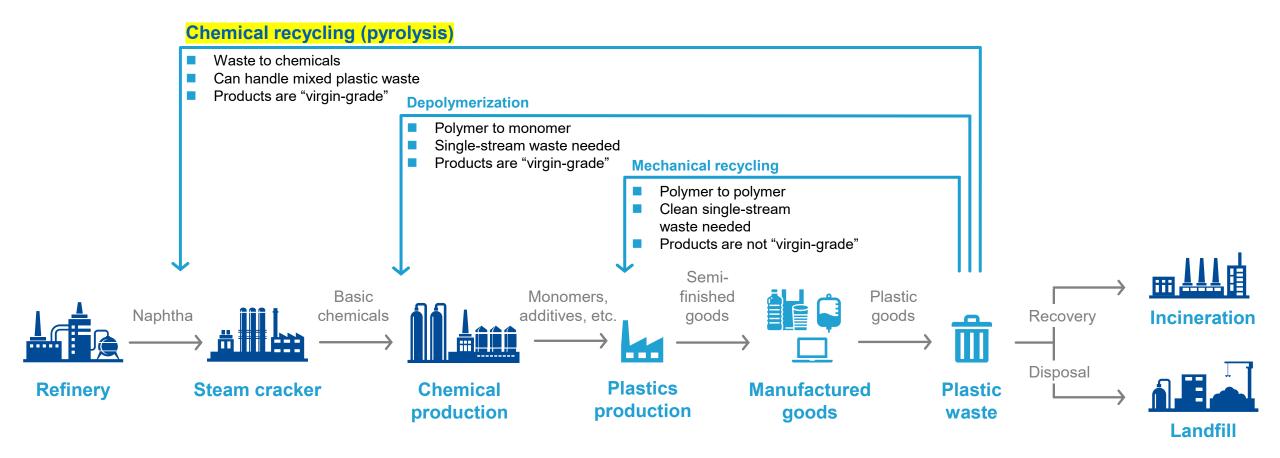
- Reduction of greenhouse gas emissions
- Environmental and socially responsible biomass production
- Protection of areas with high biodiversity value
- Protection of land with high carbon stocks
- → New feedstocks explored and developed in line with international sustainability standards (e.g. ISCC, RSPO, and others according to RED) and in dialog with NGOs





The role of chemical recycling in a Circular Economy

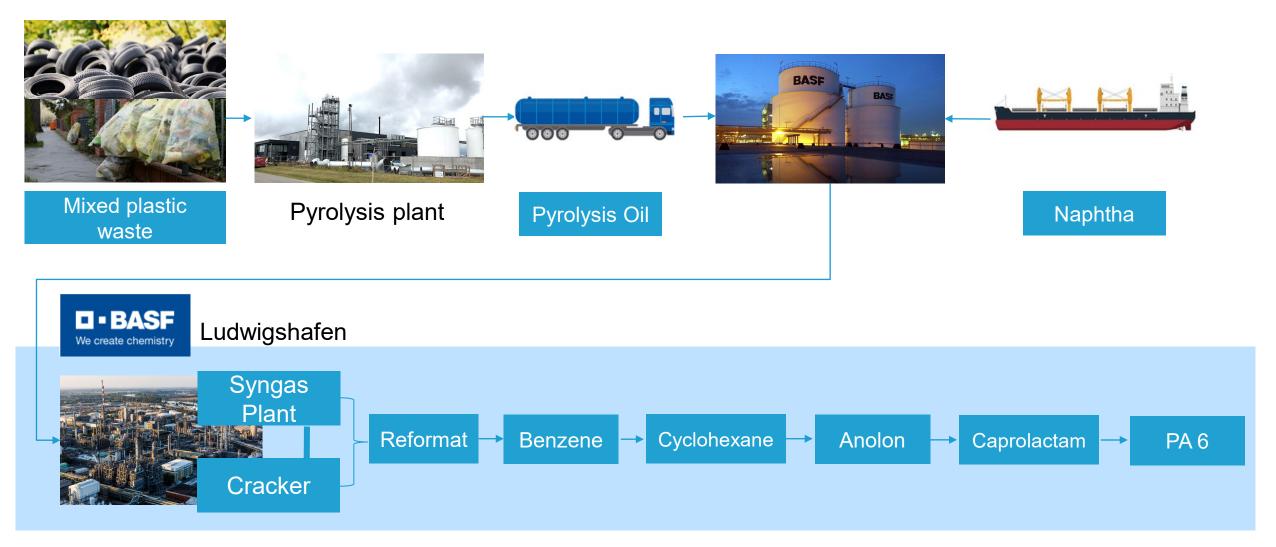
Different loops are necessary for a successful transition towards circularity



ChemCycling[™] is complementary to mechanical recycling.



Mixed plastic or Eol tire waste is recycled into pyrolysis oil and PA 6





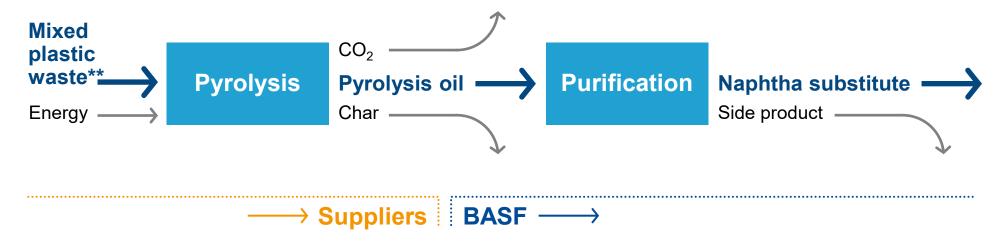
Pyrolysis of mixed plastic waste

An efficient process to produce a secondary raw material for the chemical industry

About 70% of the mixed plastic waste can be converted into pyrolysis oil

Almost no external thermal energy used:
Pyrolysis gas generates the energy required for the process

Only a small amount of the input materials are residues and must be incinerated Plastics based on pyrolysis oil can achieve 100% identical quality as fossil-based plastics*



^{*} under application of a mass balance approach



^{**} from a sorting plant

Polyamide multi-layer packaging can be chemically recycled

- Pyrolysis led to ~ 70% oil. Yield can be affected by reactor type and operating temperature
- Trial example:
 - Lower barrier film: 97% Polyolefins, 3% EVOH Yield: 72%
 - Higher barrier film: 66% Polyolefins, 25% PA, 9% EVOH
 Yield: 70%
- Pyrolysis oil contains heteroatoms (e.g., N, O). Hydrotreatment is a solution to eliminate them
- Gas phase consists of NH₃, CO and HCN. Post-treatment of off-gases is typical in the chemical industry!

How will these results translate to real-life scenarios?

- Multi-layer PA containing film is a very small fraction(<5 %) of post consumer waste</p>
- Mid-term, hydrotreatment recommended for any pyrolysis oil produced from post consumer waste!
- Short term, a Syngas plant can be used as it has higher tolerance for Nitrogen
- BASF commitment to process 250kt of Plastic Waste by 2025, with special attention to Polyamide



Sustainable PA6 Ultramid[®] Ccycled[™] products with TDS, Food Contact Certificate and third-party certification are already available

Product Information

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August 2020

BASF

We create chemistry

® = registered trade mark of BASF SE

Ultramid[®] B36 LNV-Ccycled[™] postC 1

Product description

General properties

Ultramid® B36 LNV-Ccycled™ postC 1 is a polyamide 6 grade of intermediate to high viscosity that is well suited for the production of cast and blown film. Clarity and thermoformability are enhanced by the incorporation of nucleating and slip agent.

Specification		Test method	Unit	Value
	Relative Viscosity (RV) 1% [m/v] in 96% [m/m] sulfuric acid	According to ISO 307 (calculated by Huggins method)		3.49 - 3.71
	Viscosity Number (VN) 0,5% [m/v] in 96% [m/m] sulfuric acid	According to ISO 307	ml/g	210 - 226
	Moisture content	According to ISO 15512	% [m/m]	max. 0.06
	Extractables	According to ISO 6427- chips not ground/16h	% [m/m]	max. 0.4
	Lubricant	BASF method	(mg/kg)	250 - 550
	Nucleating agent	BASF method	(mg/kg)	250 - 550
	Film grade	BASF method		1 - 3

	Test method	Unit	Typical value
Melting point	According to ISO 3146	°C	220
Density	According to ISO 1183	g/cm ³	1.12 - 1.15
Bulk density		kg/m³	780
Pellet size		mm	2 - 2.5
Pellet shape			round
Water absorption, 23°C/50% rh		%	2.6
Water absorption, saturation in water 23°C		%	9.5



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Food Contact Certificate

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Product: ULTRAMID® C40 L Ccycled™ postC 2

Revision: 01.01.2021

Version: 1.0

Contact:

BASF SE Carl-Bosch-Straße 38 67056 Ludwigshafen, Germany plastics.safety@basf.com

European Unior

Presuming appropriate processing the product can be used in the countries of the European Community for food contact materials or articles according to article 3 of Regulation (EC) No 1935/2004 (Regulation (EC) No 1935/2004 of the European Parliament and of the Council of 27th October 2004 on materials and articles intended to come into contact with food and repealing Directives 80/590/EEC and 89/109/EEC).

Compliance with the provisions of Regulation (EC) No 1935/2004 especially the suitability of the articles for the given application, the effect on smell and taste of the food, and observance of any given limitations, must be ensured by the person who introduces the articles into circulation (see the last paragraph).

The specific restrictions mentioned in Commission Regulation (EU) No 10/2011 most recently amended by Commission Regulation (EU) 2019/1338 of 8 August 2019 have to be ensured.

The composition of the product complies with the requirements of the Commission Regulation (EU) No 10/2011 of 14 January 2011 on plastic materials and articles intended to come into contact with food most recently amended by Commission Regulation (EU) 2019/1338 of 8 August 2019.

The following restrictions have to be ensured:

- Caprolactam (FCM-No 212): SML(T) = 15 mg/kg expressed as caprolactam
- Hexamethylenediamine (FCM-No 305): SML = 2.4 mg/kg

Additional information and/or restrictions are mentioned in Commission Regulation (EU) No 10/2011 as amended for the substances mentioned under the respective FCM-No. (http://eur-lex.europa.eu/LexUriServ/LexUriServ.do?uri=OJ:L:2011:012:0001:0089:EN:PDF).

The meaning of the abbreviations is:

SML = specific migration limit expressed in mg per kg food

SML(T) = specific migration limit for a group of substances expressed in mg per kg food

FCM-No = unique identification number of the substance

Hereby it is confirmed that the product

Ultramid B33 L BMBcert

is handled / produced by one of the registered operating sites* of the system participant

BASF SE

Carl-Bosch-Str. 38, 67056 Ludwigshafen, Germany

which complies with the requirements of the certification scheme

REDcert²

for the certification of sustainable material flows in the chemical industry. The inspection report documents that the following claims comply with the system principles:

- · Fossil resources saving product
- Fossil resources saving product by using renewable raw materials in the value chain
- This product supports / comes with / leads to / entails a 100% substitution of fossil with renewable raw materials in the value chain.

REDcert2-929-35267737-P-0099

This certificate is valid from 01-06-2020 to 31-05-2021. This product certificate is only valid in connection with the site certificate (issued by TÜV NORD CERT GmbH):

REDcert2-929-35267737



Commercialized projects: Mozzarella Packaging & Sausage Packaging









Claims and certificates



"Fossil resource saving product. 100 % of the fossil feedstock required for the manufacturing of this product was replaced in the production site by renewable raw materials."

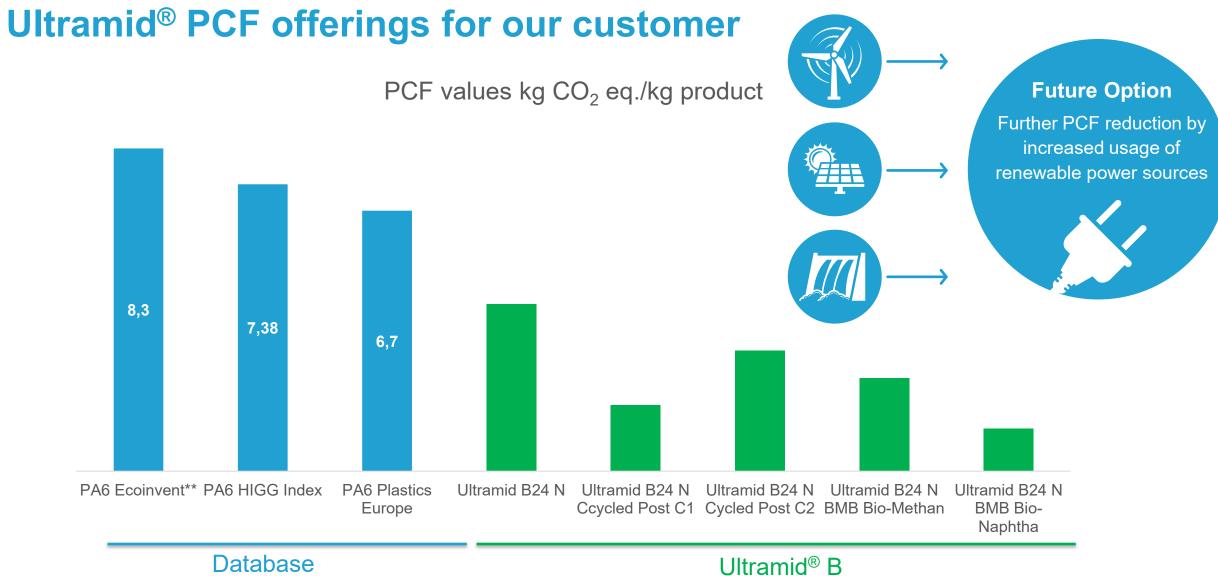
Certified by TÜV SÜD

"The replacement of fossil through renewable feedstock reduces the greenhouse gas emissions by x t CO₂ equivalents per t product."

Additional self-assessment of BASF for declaration according to ISO 14021







Database

BASF calculates the Product Carbon Footprint based on the ISO standards 14040:2006 and 14044:2006 for life cycle assessment. Values can change if new data or processes or standards will change.

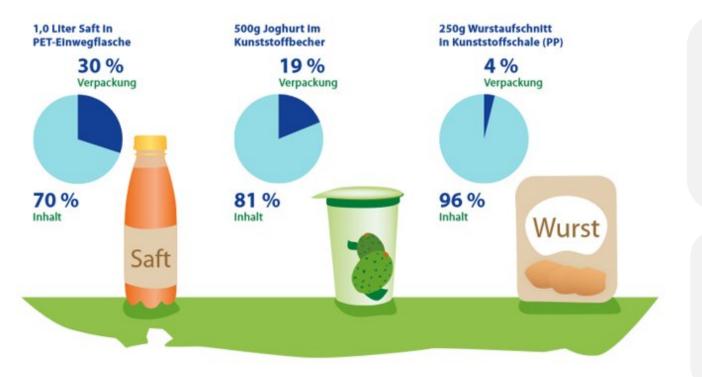


Why is BASF's Ultramid® B and C on the lower side of the range?

- BASF is backward integrated and can use own site-specific data
- BASF Verbund structure requires no packaging and transport and uses side-products
- BASF's combined heat and power generation* (cogeneration plant) is more efficient than conventional power plants
- BASF process to produce Caprolactam without N₂O emissions



Relative to the packed food the packing has limited impact on the overall PCF but packing companies and brands have their targets







Constantia Flexibles commits to reduce absolute Scope 1, 2 and 3 GHG emissions **24% by 2030** and 49% by 2050 from a 2015 base-year.



Major producer of dairy products in Europe



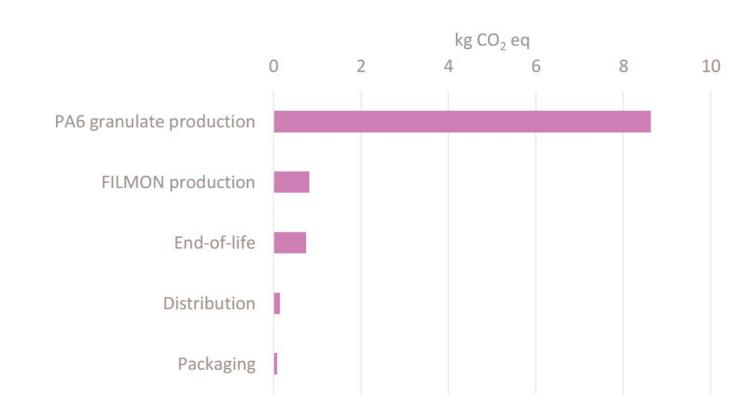
Reduce carbon footprint of packaging by 30% by 2030

Abbildung 10: Anteil der Verpackung am CO2-Fußabdruck ausgewählter Lebensmittel (AGVU 2010, basierend auf IFEU 2008)



The Scope 3 emissions (polymer contribution) is around 80% of a flexible packaging





Source: https://www.amcor.com/sustainability-report/enviroaction



Summary

- BASF's Ultramid® B and C grades for film extrusion are on the lower side of Product Carbon Footprint
- BASF Verbund and backward integration enable BASF to offer sustainable alternatives to extrusion grades currently on the market
- Bio-Mass and Pyrolysis oil from post consumer feedstock can be used instead of fossil resources
- A circular economy for Polyamide Multi-Layer films is possible with the pyrolysis of mixed plastic waste - including food contact!
- Ultramid® sustainable extrusion polymers can help our customer to achieve their sustainability targets
- Country specific deduction of recycled or bio-based content from EPR* schemes



Thank you for listening!



Questions

But please, feel free to ask questions using the chat



■ Please raise your hand, we will call you, unmute yourself and ask your question





A JOINED-UP APPROACH TO SUSTAINABLE PACKAGING

Our series of web seminars continues!

March 22	BASF calculates the CO ₂ footprint of its products
March 23	New Ultradur® grades for thermoforming and injection-molding applications with tailor-made property profiles
March 24	Water-based ink technology: a more sustainable solution for flexible packaging
March 25	Pharmaboxes made from Styropor® Ccycled™ go around the

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