

# OCI

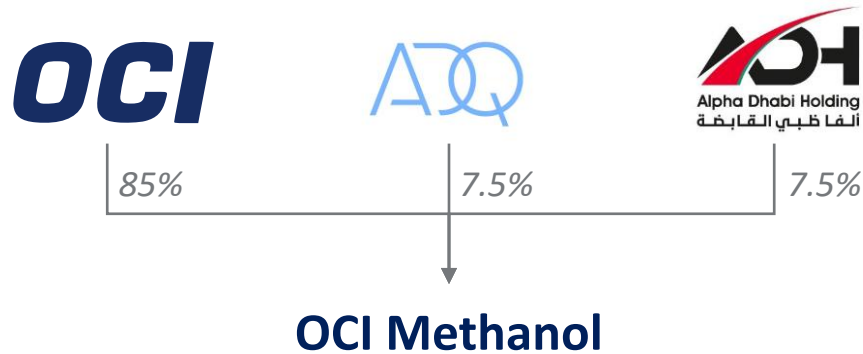
## OCI to Form a Strategic Methanol Alliance with ADQ and Alpha Dhabi Holding

November 2021



# OCI to Form a Strategic Methanol Alliance with ADQ and Alpha Dhabi Holding

## Strategic Rationale



*Strategic alliance with two leading global investors, ADQ and Alpha Dhabi Holding*

*Positions OCI Methanol Group to pursue future growth initiatives globally*

*Focus on clean methanol as a fuel with hydrogen as a primary feedstock, and as a way to decarbonizing the marine industry*

*Drives and accelerates the transition to a hydrogen economy*

## Transaction Parameters

- ADQ and Alpha Dhabi Holding to **acquire 15% of OCI Methanol for a total consideration of \$375m**
  - Implied equity value includes entitlement to the **annual 2021 dividend of the OCI Methanol Group in line with ownership**
  - **Total dividend of c.\$250m** expected to be distributed, of which \$37.5m to the new shareholders
- OCI Methanol Group will be **based in Abu Dhabi as an ADGM company**
- Shareholders Agreement with customary governance including Board representation for new investors
- **Transaction to be finalized before year-end 2021** and subject to definitive legal agreements

# Snapshot of OCI Methanol Group



A Global Leader with Top Market Positions In US and Europe

~3.3Mt<sup>1</sup>

Of total  
current owned  
capacity

#2 in US

#1 in Europe

#1 Leader in Clean Methanol

## Global Production

Sole producer with facilities in both the USA & EU leading to enhanced netbacks

## Global Distribution

Extensive import and export infra with network to reach the EU, US and Asia

## Centralised Commercial

Senior traders with >20yrs of individual experience in Methanol & Petchem

## Clean Fuels Leader

Leader in bio-methanol transportation fuels applications

## Hydrogen Advantage

With methanol ideally positioned to capitalise on the H2 economy as a H2 liquid carrier



Texas Methanol Plant



Texas Methanol Plant



Dutch Methanol Plant



Global Storage

# Methanol Production Capacity and Commercial Footprint

Leading methanol producer with production plants in the US and Europe and largest global bio-methanol producer

## Methanol Production Assets

## Distribution Businesses

USA



- **Plant Name:** OCI Beaumont
- **Location:** Texas, US
- *Capable of producing both methanol and bio-methanol*

- **Capacity:**
  - Methanol: 1,033 ktpa
  - Ammonia: 365 ktpa



- **Plant Name<sup>1</sup>:** Natgasoline LLC
- **Location:** Texas, US
- *One of the world's largest methanol plants*

- **Capacity:**
  - Methanol: 1,807 ktpa

Europe



- **Plant Name:** BioMCN
- **Location:** Delfzijl, Netherlands
- *Capable of producing both methanol and bio-methanol*

- **Capacity:**
  - Methanol: 991 ktpa

## OCI Methanol Marketing

- Marketing OCI's methanol portfolio globally
- Distribution offices in Houston and Amsterdam, with centralized commercial decision-making
- Flexible and global logistical capabilities

## OCI Fuels

- Sells our biofuel production from OCI Beaumont and BioMCN to the fuel market and industrial customers
- Secures sizeable amounts of biogas from various landfills, anaerobic digesters and wastewater treatment plants

