



Assessment of PX & PTA New Projects in China 2008-2015 Project Startup Viability (According to Selected Criteria) PX & PTA Capacity Balances

Due to the number of PX and PTA announcements of capacity increases in China, DeWitt & Company Inc. will study the major projects announced between 2008 and 2011 plus an assessment of projects that might be built between 2012 to 2015, to determine which projects have the larger probability **to be built** and **be built on time**.

Carefully developed criteria such as:

- ◆ Scale
- ◆ Feed
- ◆ Proximity to Market (PTA for PX and Polyesters for PTA)
- ◆ Merchant versus Captive
- ◆ VAT characteristics on final product disposition
- ◆ Export Tax Credits
- ◆ Logistical Conditions
- ◆ Technology
- ◆ Government Licensing Allowances
- ◆ Financing Status (Capital/Credit)
- ◆ Power (Electricity) Conditions (Closeness to major Grids)

Based on results from the above point ranking system, DeWitt will select the projects with the highest probability to come on stream on time and those that are likely to be delayed or scrapped. Capacity balances for PX and PTA will be offered for 2010 and 2015.

For more information, please contact Bert de Guzman, Leonard de Guzman or Edgar Acosta at: bdeguzman@dewittworld.com, ldeguzman@dewittworld.com, eacosta@dewittworld.com