

Outlook for wood-based biofuels

Nordic Baltic Bioenergy
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“We need to provide regulatory certainty as early as possible for investors in low-carbon technologies to spur research, development and innovation and upscaling and industrialisation of supply chains for new technologies.”

- European Union Energy Strategy 2030

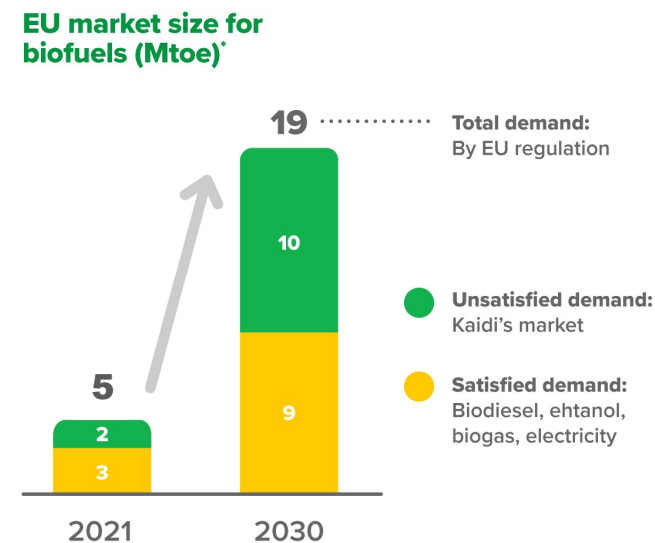
Predictable regulation drives investments

- The best way to promote the use of biofuels and investments is a predictable regulatory framework, both on a national and on a European level.
- RED II proposal creates a good starting point but we need to know the final content soon or there is a risk that imported biofuels flood the market before European production takes off.
- Sustainability at the heart of biofuel regulation - all biomass based raw material should be subject to the same sustainability criteria regardless of their end use.



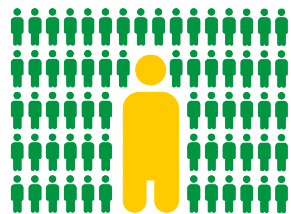
EU market demand will exceed supply by 2020

- Europe is the world's largest biofuel market. Demand for biofuels will exceed supply on this market by 2020.
- The EU's Renewable Energy Directive (REDII) defines ambitious targets for transport biofuels for 2021-2030 and thereby boost demand for biofuels.
- The Finnish government aims to increase the use of biofuels to 30% by 2030. To reach this target, domestic biofuel production need to be boosted by 600,000 tons.



A pioneering biofuel refinery to Kemi by 2019

Kaidi will produce 225 thousand MT of sustainable wood-based biofuel annually using unique gasification technology.



The biorefinery will create hundreds of jobs via service providers.



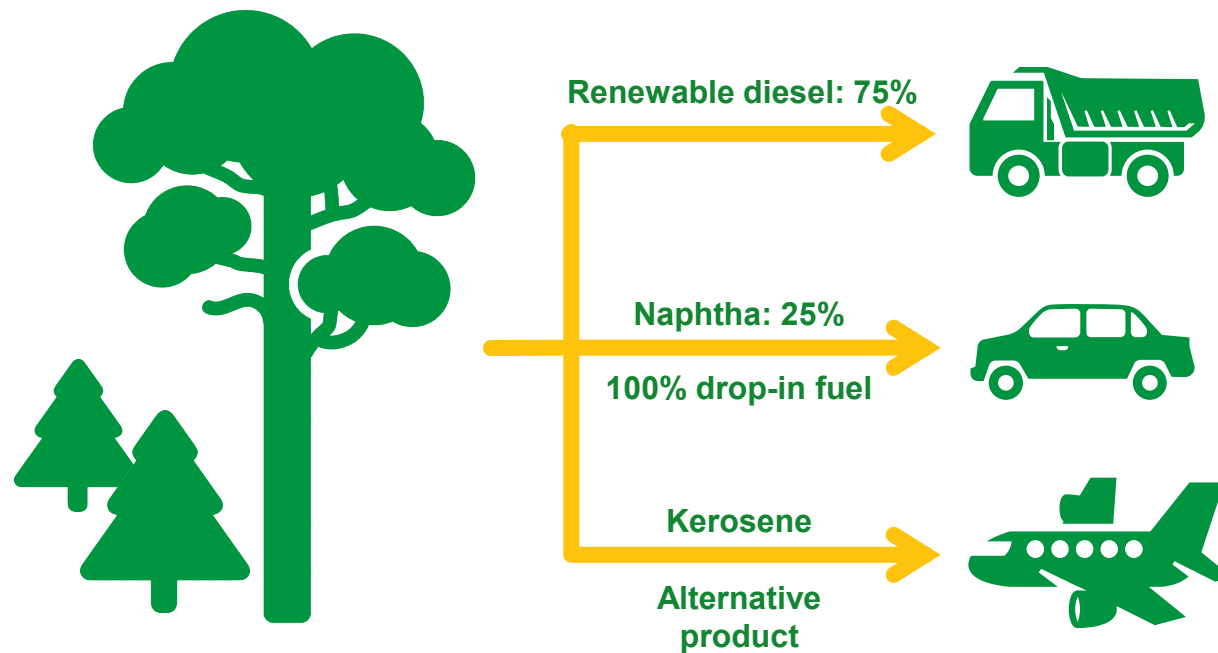
The total biorefinery investment is worth up to 900 000 000 €.

Out of Kaidi's output, 75% is renewable diesel and 25% is bio-naphtha (gasoline).



Kaidi is a leading bioenergy producer with operations in 24 Chinese provinces and in Vietnam.

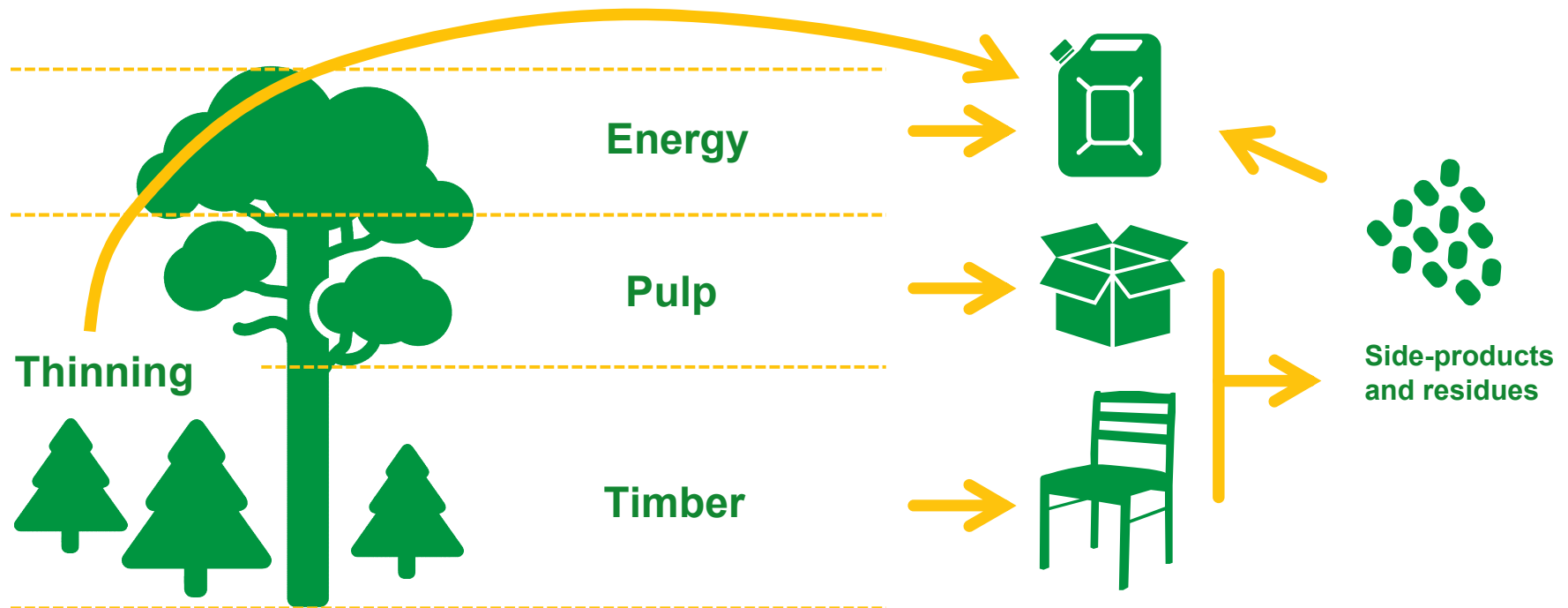
Kaidi's product portfolio: wood based drop-in biofuels



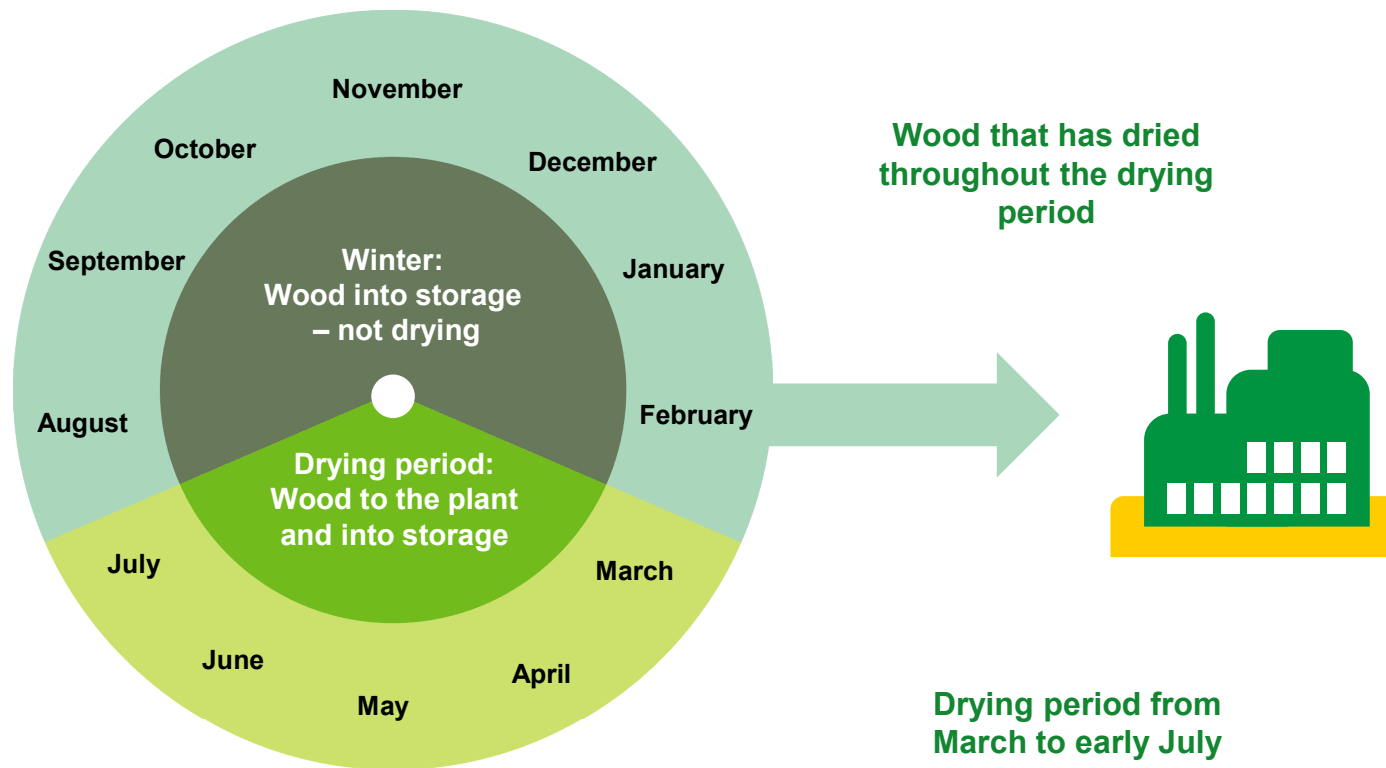
“The most cost-effective way to decrease emissions is the investment in advanced domestically produced drop-in biofuels.”

Technical Research Centre VTT &
Institute for Economic Research VATT*

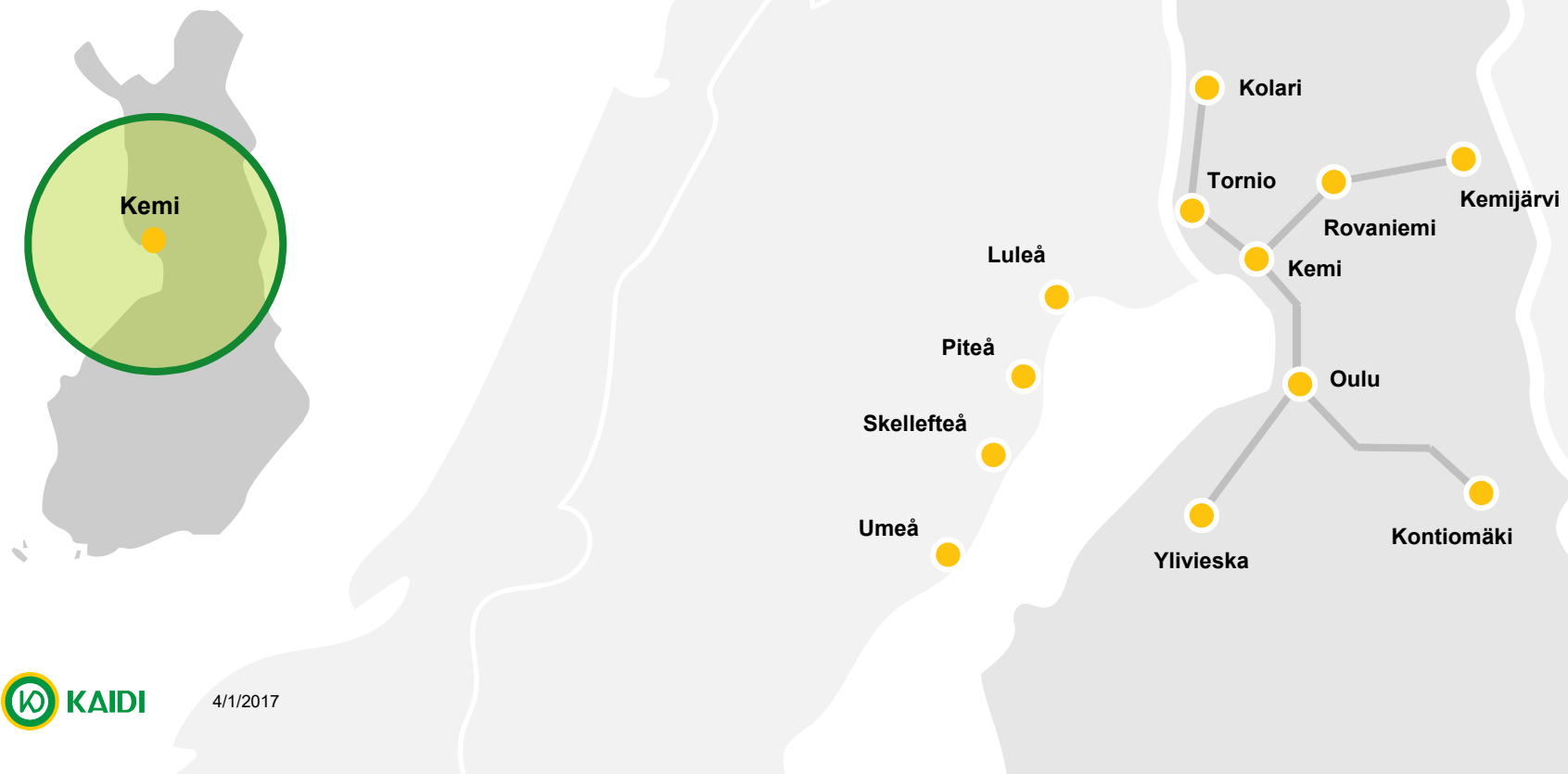
Kaidi uses a variety of feedstocks to produce biofuels and contributes to the circular economy



Annual clock for wood sourcing



Wide sourcing area, abundant feedstock, challenging logistics



An aerial photograph of a vast, dense forest with a mix of green deciduous and darker evergreen trees. The text "Thank you!" is centered in the middle of the image in a large, white, sans-serif font.

Thank you!