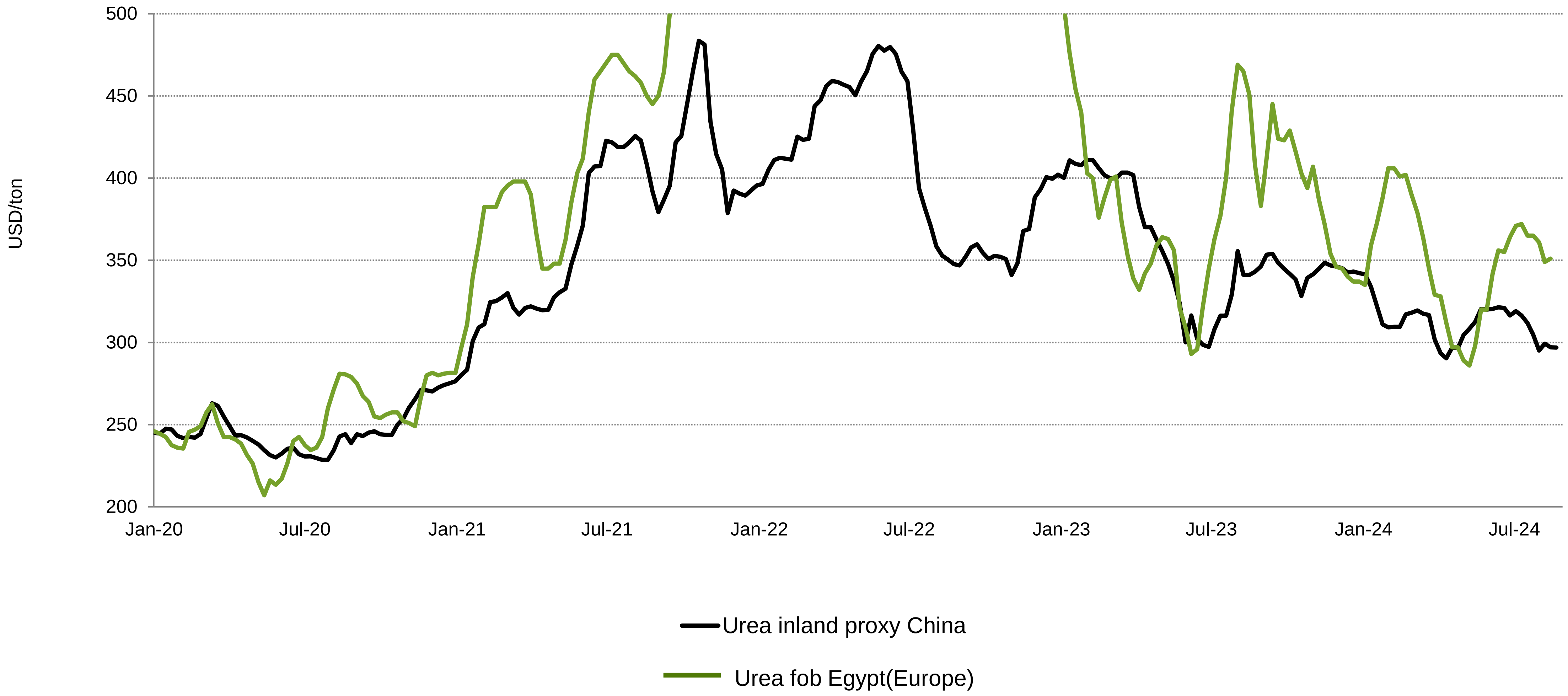
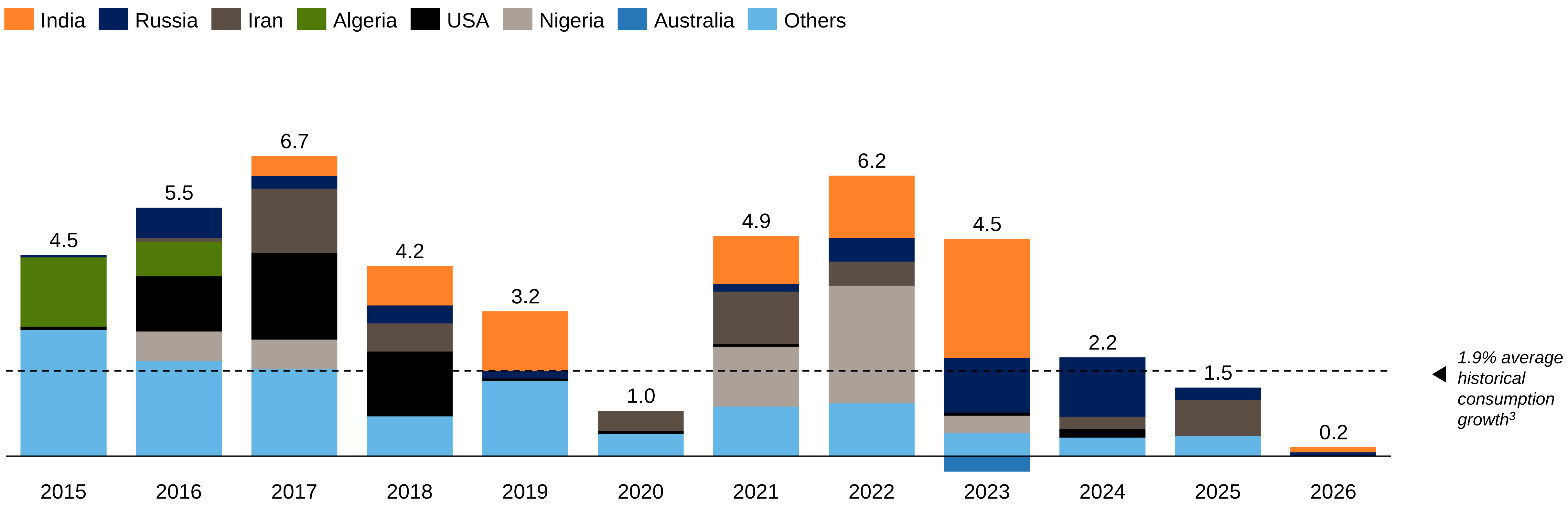
Urea fob Egypt around USD350/mt



Peak of urea capacity additions is behind us

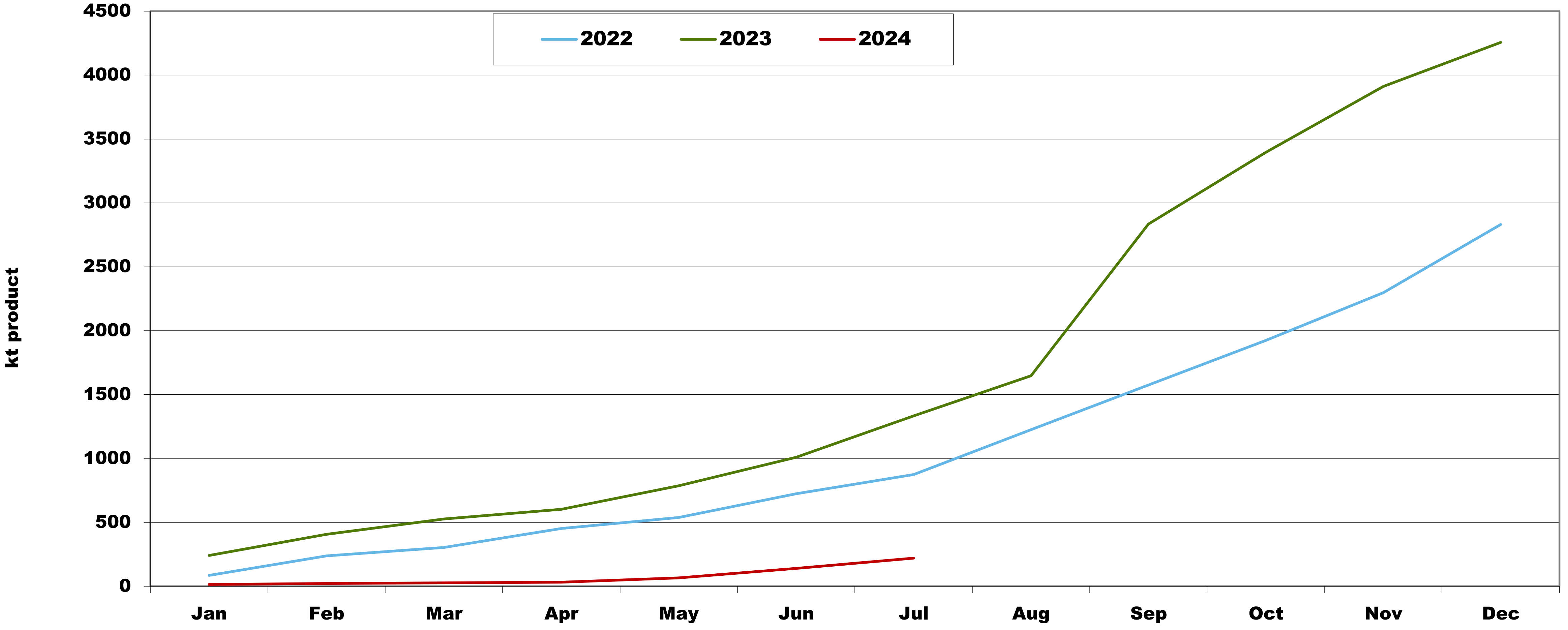
Global urea capacity additions ex. China [1,2] (mt)



1) Future Urea projects assessed as “probable” or “firm” by CRU. Majority of these projects have yet to begin construction.
2) Several projects under development scheduled for completion after 2026, including in Australia and Russia, with unclear timing.
3) Growth calculated based on last 10 years up to 2023, equal to ~2.6 mt/year, from 2023 baseline (IFA) of 136.6 mt (global production + China trade). Trend growth rate held back by supply restrictions in 2021 and 2022.

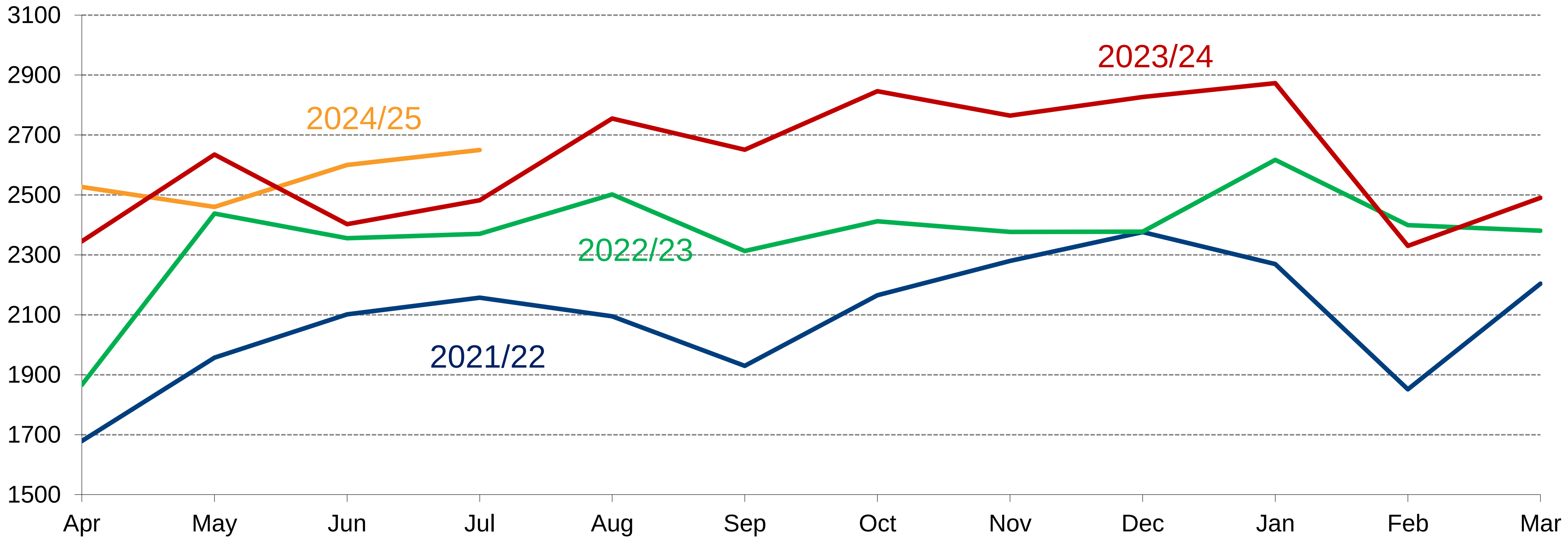
Source: CRU June 2024

Urea export from China – not much

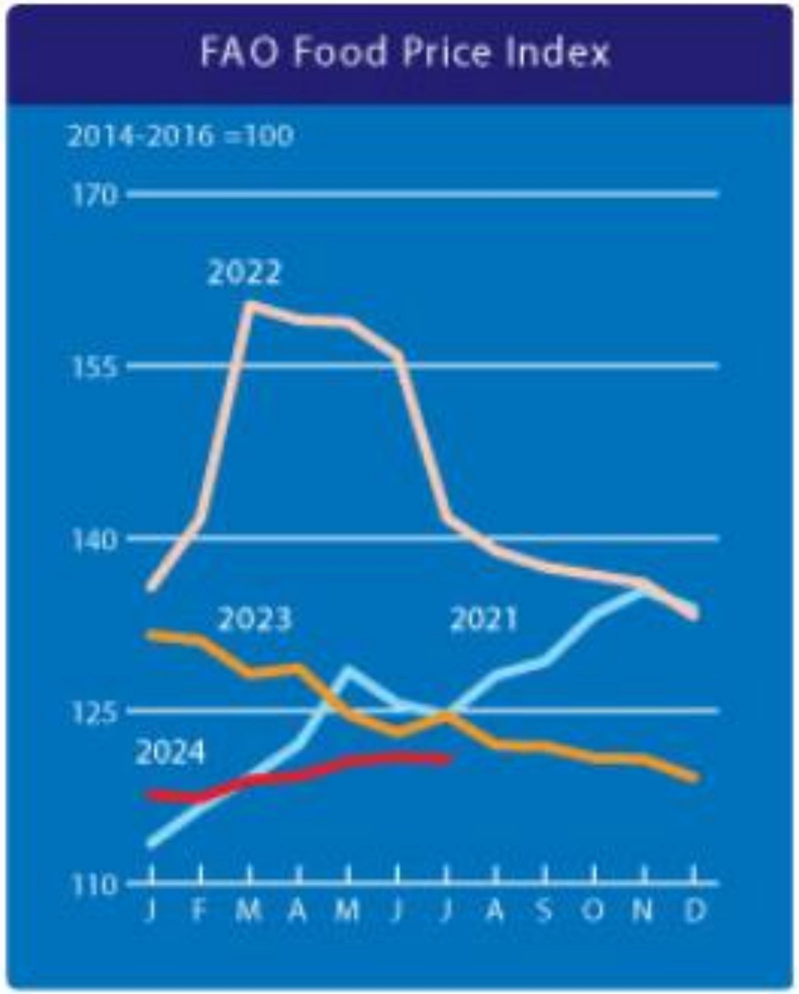


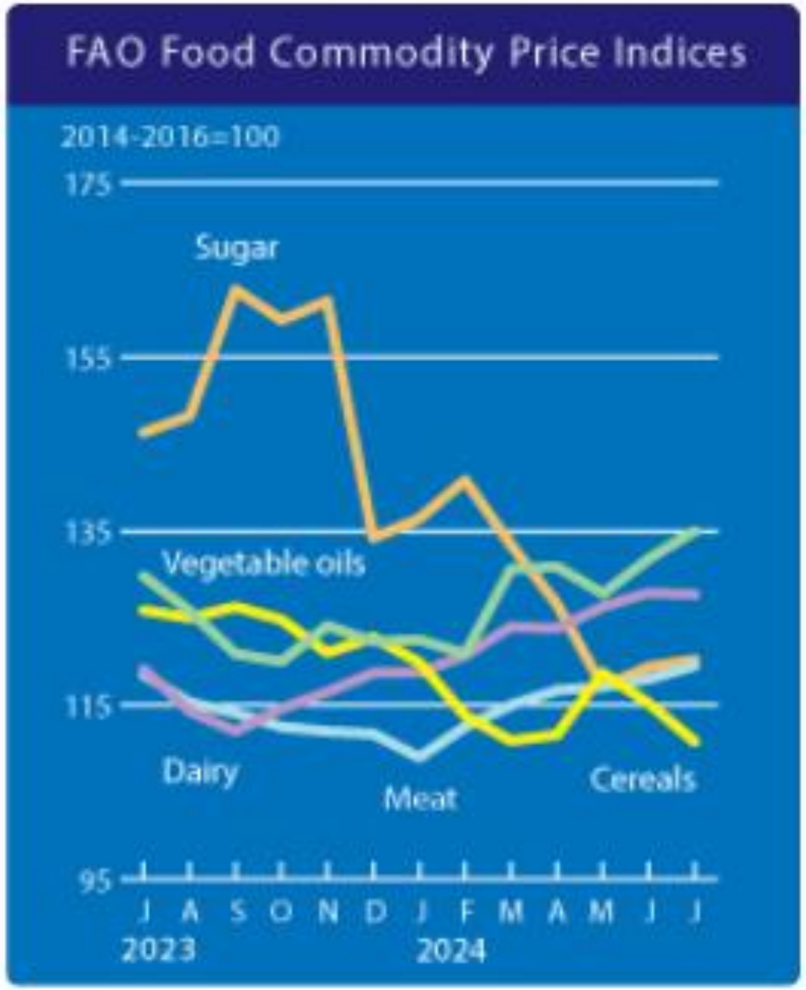
Urea production in India – still gaining some in 2024, but next 6 months?

Kt urea, monthly

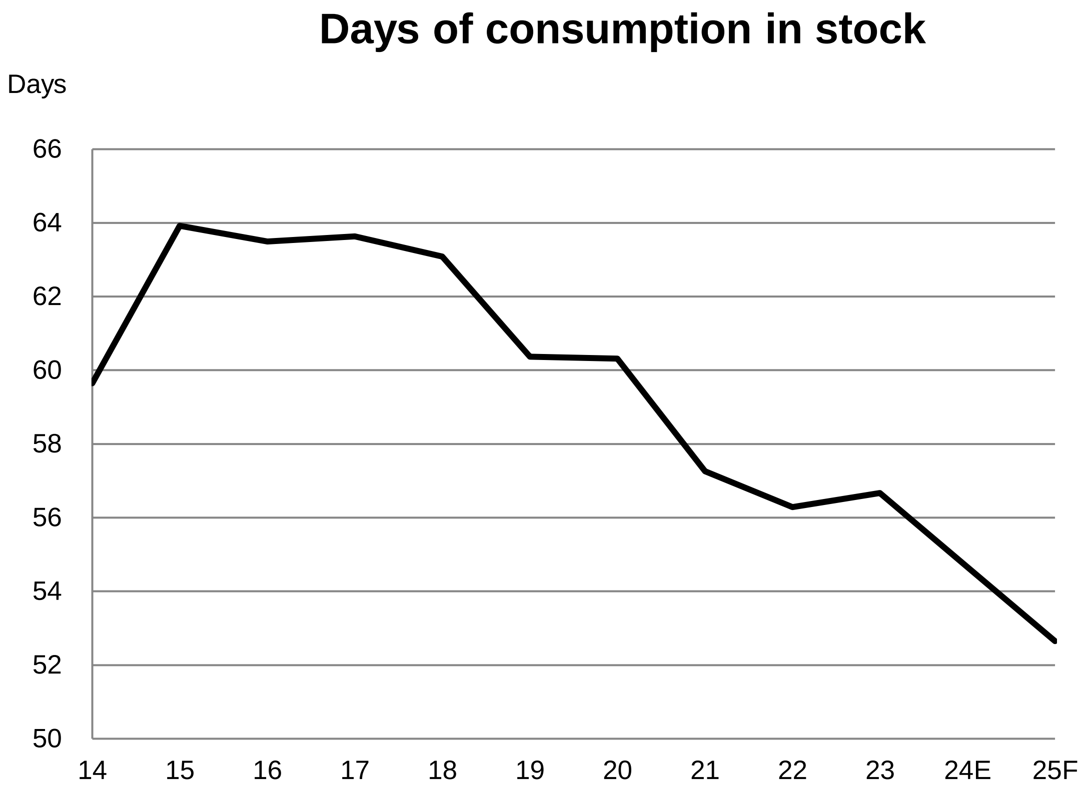


Food prices stable, negative for grains





Grain inventories outside China, still declining trend, including forecast for 2024/25 (July–June)



Source: USDA August 2024

European natural gas (TTF) – day-ahead around USD12/millbtu