



## Press Release

June 9, 2023

Creating value for customers with high-tech factory

### **Henkel celebrates groundbreaking on new adhesive manufacturing facility in China**

Shanghai, China – Henkel today broke ground on a new manufacturing facility of its Adhesive Technologies business unit within the Yantai Chemical Industry Park in Shandong Province, China. With an investment of approximately 120 million Euros (RMB 870 million), the new plant, titled with the Chinese name 'Kunpeng', will enhance Henkel's production capacity of high-impact adhesive products in China, and further optimize the supply network, to better meet the growing demand from domestic and international markets.

Mark Dorn, Henkel Executive Vice President of Adhesive Technologies, highlighted the significance of the new plant: "China plays an important role in our operations at Henkel and continues to demonstrate economic resilience and growth. Investing in the Kunpeng plant reflects our strong commitment to the future of our business in China and the Asia-Pacific region, creating value for our customers."

"Kunpeng, our state-of-the-art facility, will set a new industry standard with its modernization and sustainability design, keeping us ahead of the curve and meeting evolving customer needs," says Rajat Agarwal, President of Henkel Greater China. "China's focus on achieving high-quality and sustainable development creates unique opportunities for technology and product advancements. Investing in Kunpeng enables us to provide unparalleled support to our customers with enhanced end-to-end capability."

#### **A future-ready smart factory**

The Kunpeng plant is set to occupy more than 150,000 square meters, including state-of-the-art automated production workshops and an 8,000m<sup>2</sup> smart warehouse. The new plant will enhance Henkel's supply capacity of high-impact adhesive products in the Chinese market. The plant aims to fully meet the demand of fast-growing industries including electronics,

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automotive, medical, equipment manufacturing, and aerospace, with high-quality and sustainable adhesive products and solutions.

### **A model of sustainable operations**

Holding a strong commitment to sustainability, the plant will utilize 100% renewable electricity and incorporate a range of sustainability features such as an advanced building energy management system, water circulation system, and a ground source heating pump system. These technologies are expected to reduce carbon dioxide emissions by more than 5,000 tons per year and reduce operational water consumption by 25%, contributing to Henkel's ambition of achieving climate-positive operations in its manufacturing by 2030.

### **About Henkel**

With its brands, innovations and technologies, Henkel holds leading market positions worldwide in the industrial and consumer businesses. The Adhesive Technologies business unit is the global leader in the market for adhesives, sealants and functional coatings. With Consumer Brands, the company holds leading positions especially in hair care and laundry & home care in many markets and categories around the world. The company's three strongest brands are Loctite, Persil and Schwarzkopf. In fiscal 2022, Henkel reported sales of more than 22 billion euros and adjusted operating profit of around 2.3 billion euros. Henkel's preferred shares are listed in the German stock index DAX. Sustainability has a long tradition at Henkel, and the company has a clear sustainability strategy with specific targets. Henkel was founded in 1876 and today employs a diverse team of more than 50,000 people worldwide – united by a strong corporate culture, shared values and a common purpose: "Pioneers at heart for the good of generations." More information at [www.henkel.com](https://www.henkel.com)

**Photo material is available at [www.henkel.com/press](https://www.henkel.com/press)**

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Henkel AG & Co. KGaA



Henkel has celebrated the groundbreaking of a new manufacturing site for adhesives solutions within the Yantai Chemical Industry Park in Shandong Province, China.



The sustainable state-of-the-art factory has been designed to meet the demand of fast-growing industries including electronics, automotive, medical, equipment manufacturing, and aerospace.



Mark Dorn, Executive Vice President of Henkel Adhesive Technologies, during the groundbreaking ceremony.