

SAUDI ARABIA

AGIC awards petrochemicals contracts

South Korea's Samsung Engineering has been awarded contracts worth a combined \$1.2bn for two packages of Saudi Arabia's Advanced Global Investment Company's (AGIC) planned petrochemicals project in Jubail. Samsung Engineering will perform engineering, procurement and construction (EPC) and project management works to build a propane dehydration (PDH) unit and will work on the utilities and offsites package of the estimated \$1.9bn project.

The PDH plant will produce 843,000 tonnes a year (t/y) of propylene. Both packages are expected to be completed in 2024.

Polypropylene units

Samsung Engineering's announcement followed the award by AGIC of a \$500m con-

tract to Italy's Maire Tecnimont to build two polypropylene units as part of the Jubail project. The units will each have a production capacity of 400,000 t/y, the contractor said, adding that it expects EPC works on its package to be completed in 2024.

As part of its lump-sum turnkey contract, Maire Tecnimont said two of its subsidiaries will manage different aspects of project execution. Tecnimont will provide engineering services, equipment and "out-of-kingdom" material supply, while Tecnimont Arabia will manage in-kingdom material supply, erection and construction activities up to start-up and guarantee test run of the plants.

Indrajit Sen

\$1.2bn

Value of Samsung Engineering's contracts for two packages

\$500m

Value of Maire Tecnimont's contract to build two polypropylene units