

# Service bulletin Industrial Chemicals and Synthetic Resins



# September 2007

# **Highlights**

- Between August and September 2007, total production of polyethylene decreased 1.2% to 317,510 metric tonnes.
- Ethylene production declined 1.4% to 400,155 metric tonnes in September 2007.
- Monthly anhydrous ammonia production climbed 30.1 % to 332,008 metric tonnes. Production was down 9.3 % from the same month last year.
- In September 2007, production of urea increased 26.7 % to 262,671 metric tonnes. Compared with the September 2006, production was up 7.0%.
- The production of sulphuric acid fell 28.8% to 245,180 metric tonnes in September 2007, compared with the same month last year, production declined 12.0%.

# Statistical tables

Table 1
Production of new virgin resin (excluding compounding or colouring ingredients), by product, monthly

Product	SCG <sup>1</sup> Code	September 2006	August 2007	September 2007	Change September 2007 to August 2007	Change September 2007 to September 2006
	_	metric tonnes			percent	
Synthetic resins Polyethylene, low and linear low density Polyethylene, high density	3901.10, 3901.90.10 3901.20	Χι	175,741 145,615	167,066 150,444	-4.9 3.3	x x
Polyethylene, total Polystyrene and acrylonitrile-butadiene-styrene (abs) Polyvinyl chloride Polyesters, unsaturated	3903.1, 3903.30 3904.10 3907.91	272,673 r 17,744 x 6,546	321,356 6,148 x 5,071	317,510 6,127 x 5,200	-1.2 -0.3 x 2.5	16.4 -65.5 x -20.6

<sup>1.</sup> SCG: Standard Classification of Goods.



Table 2 Production of industrial chemicals, by product, monthly

Product	SCG <sup>1</sup> Code	September 2006	August 2007	September 2007	Change September 2007 to August 2007	Change September 2007 to September 2006
	_	metric tonnes			percent	
Acids	-					
Hydrochloric (muriatic) acid, 100%	2806.10.20	12.810	12,205	11,885	-2.6	-7.2
Nitric acid, 100 %	2808.00.10	80,383	104,765	69,395	-33.8	-13.7
Phosphoric acid, wet process	2809.20	χ	X	X	X	X
Sulphuric acid, all grades, including oleum, as 100%	2807	278,532	344,224	245,180	-28.8	-12.0
Other Industrial Chemical Products						
Aluminum sulphate (alum)	2833.22	12,123	20,542	18,736	-8.8	54.5
Ammonia, anhydrous, 100%	2814.10	366,219	255,267	332,008	30.1	-9.3
Ammonium nitrate, all grades	3102.30	71,380	89,842	84,925	-5.5	19.0
Ammonium phosphate, all grades	3105.30	X	X	X	x	x
Butadiene	2901.24.10	21,694	19.148	15,297	-20.1	-29.5
Butylene	2901.23	17,747	21,343	18,490	-13.4	4.2
Carbon black	2803	18,276	16,871	16,336	-3.2	-10.6
Chlorine	2801.10	83,407	53,584	52,815	-1.4	-36.7
Ethylene	2901.21	399,254	405,870	400,155	-1.4	0.2
Formaldehyde, 100% solids basis	2912.11	20,378	17,842	16,862	-5.5	-17.3
Hydrogen peroxide, 100%	2847.00	20,380	19,220	15,597	-18.9	-23.5
Methyl alcohol (methanol)	2905.11	X	X	x	x	x
Propylene, as propylene in all grades	2901.22	74,936	79,426	68,959	-13.2	-8.0
Sodium chlorate	2829.11	91,776	91,508	85,703	-6.3	-6.6
Sodium hydroxide (caustic soda), as 100% NaOH	2815.1	88,349	60,361	59,299	-1.8	-32.9
Urea, all grades	3102.10	x	207,379	262,671	26.7	Х
Benzene	2902.20	49,720	71,607	50,101	-30.0	0.8
Toluene	2902.30	15,013	17,695	11,279	-36.3	-24.9
Xylene	2902.4	17,427	26,480	14,252	-46.2	-18.2
Zinc oxide	2817.00.1	X	X	X	x	x

<sup>1.</sup> SCG: Standard Classification of Goods.

Table 3 Production of new virgin resin (excluding compounding or colouring ingredients), by product, year-to-date

Product	SCG <sup>1</sup> Code	Year-to-date September 2006	Year-to-date September 2007	Change year-to-date 2007 over 2006
		metric tonnes		percent
<b>Synthetic resins</b> Polyethylene, low and linear low density Polyethylene, high density	3901.10, 3901.90.10 3901.20	x x	x x	x x
Polyethylene, total Polystyrene and acrylonitrile-butadiene-styrene (abs) Polyvinyl chloride Polyesters, unsaturated	3903.1, 3903.30 3904.10 3907.91	2,694,664 148,637 x 62,087	2,774,538 63,468 x 48,029	3.0 -57.3 x -22.6

<sup>1.</sup> SCG: Standard Classification of Goods.

Table 4
Production of industrial chemicals, by product, year-to-date

Product	SCG <sup>1</sup> Code	Year-to-date September 2006	Year-to-date September 2007	Change year-to-date 2007 over 2006
		metric tonne	es	percent
Acids				
Hydrochloric (muriatic) acid, 100%	2806.10.20	118,035	102,713	-13.0
Nitric acid, 100 %	2808.00.10	875,766	897,089	2.4
Phosphoric acid, wet process	2809.20	X	X	x
Sulphuric acid, all grades, including oleum, as 100%	2807	2,828,019	2,788,961	-1.4
Other industrial chemical products				
Aluminum sulphate (alum)	2833.22	123.027	147.019	19.5
Ammonia, anhydrous, 100%	2814.10	3.438.278	3.210.389	-6.6
Ammonium nitrate, all grades	3102.30	869,652	874,086	0.5
Ammonium phosphate, all grades	3105.30	X	X	X
Butadiene	2901.24.10	197.753	184.340	-6.8
Butylene	2901.23	170,465	196,507	15.3
Carbon black	2803	169.157	166.869	-1.4
Chlorine	2801.10	743,868	450.021	-39.5
Ethylene	2901.21	X	3.776.814	x
Formaldehyde, 100% solids basis	2912.11	183,038	145,863	-20.3
Hydrogen peroxide, 100%	2847.00	×	180,868	x
Methyl alcohol (methanol)	2905.11	x	×	x
Propylene, as propylene in all grades	2901.22	618,985	697,162	12.6
Sodium chlorate	2829.11	839,629	795,996	-5.2
Sodium hydroxide (caustic soda), as 100% NaOH	2815.1	806,077	506,894	-37.1
Urea, all grades	3102.10	x	2,588,299	x
Benzene	2902.20	566,224	599,327	5.8
Toluene	2902.30	193,477	160,276	-17.2
Xylene	2902.4	×	×	x
Zinc oxide	2817.00.1	x	x	x

<sup>1.</sup> SCG: Standard Classification of Goods.

# Concepts, methodology and data quality

This publication presents the results of the survey, Industrial Chemicals and Synthetic Resins. This survey measures, on a monthly basis, the quantities of selected industrial chemicals and new virgin resins produced by Canadian manufacturers. The target population for this survey includes manufacturers in Canada of selected industrial chemicals and synthetic resins as defined in the Standard Classification of Goods (SCG), that report these products to the Annual Survey of Manufactures and Logging or ASML (Survey ID 2103). This means that estimates from this monthly survey do not cover the entire universe of industrial chemicals and synthetic resins producers in Canada, because the ASML does not survey all businesses. Instead, the ASML uses administrative data to cover the small and medium-sized establishments. These manufacturers are not part of this survey.

#### General methodology

Data are collected each month from survey respondents using a mail-out / mail-back process. Data capture and preliminary editing are performed simultaneously to ensure validity of the data. Businesses from whom no response has been received or whose data may contain errors are followed-up by telephone or fax.

Missing data for the current month are imputed automatically by applying to the previous month's value, the month-to-month change observed for the same period in the previous year, for the unit in question. However, an option exists for analysts to manually override this imputation with a better estimate based on pertinent knowledge about the industry or the business.

Various confidentiality rules are applied to all data before they are released to prevent the publication or disclosure of any information deemed confidential. If necessary, data are suppressed to prevent direct or residual disclosure of identifiable data.

Direct disclosure could occur when the value in a tabulation cell is composed of a few respondents or when the cell is dominated by a few companies. Residual disclosure could occur when confidential information can be derived indirectly by piecing together information from different sources or data series.

Under normal circumstances, data are collected, captured, edited, tabulated and published within 6 to 7 weeks after the reference month.

#### Revisions

Data may be revised to include amended information or reports from respondents that are received after the end of a collection cycle. Revisions are disseminated in subsequent periods and reflected in the CANSIM series and in the tables of this publication.

# **Data accuracy**

The methodology for this survey has been designed to promote data accuracy. Since data are collected from all Canadian producers of industrial chemicals and synthetic resins within the target population, the resulting estimates are not subject to sampling error. However, the results are still subject to non-sampling errors associated with coverage, non-response, inaccurate reporting, and processing. Errors relating to coverage and non-response can be measured. All attempts are made to control inaccurate reporting and processing errors.

Moreover, survey results are analyzed to ensure comparability with patterns observed in the historical data series and the economic condition of the industry. Information available from other sources such as the media, other government organizations and industry association are also used in the validation process.

### Coverage error

There is a degree of under coverage (referred to as coverage error) in the survey results as there is generally a lag between the time a new business comes into existence and when it is included in the universe of this sub-annual survey. This occurs because the list of businesses surveyed is derived from the latest available survey results for the ASML which are not available until 15 months after the reference period.

This error is kept at a minimum by also using advance information from the ASML, and other sources such as the Canadian Chemicals Producers' Association, trade journals and newspaper articles to identify new survey units.

Based on the ASML 2004 (latest available survey results), the coverage error for the Industrial Chemicals and Synthetic Resins survey was 3%.

# Non-response error

Some respondents may be unable to provide data for numerous reasons (i.e. fire, theft, strike, economic hardship, etc.), while others may be too late in responding. To minimize non-response, delinquent respondents are followed up rigorously by phone or fax. Data for the non-responding units are imputed using industry trend and other related information. Data are revised at a later date, if completed questionnaires are received after the end of a collection cycle.

The average non-response error for the Industrial Chemicals and Synthetic Resins survey was estimated at less than 1% for 2005 (the last completed cycle).

#### Inaccurate response

Inaccuracy may result from poor questionnaire design or an inability on the part of respondents to provide the requested information or from misinterpretation of the survey questions. To reduce such errors, the format

and wording in the questionnaire are reviewed from time to time and modified based on feedback from survey respondents and data users. Respondents are also reminded of the importance of their contribution and of the need for accurate reporting.

# **Processing errors**

These errors may occur at various stages in the processing of survey data such as data entry, verification, editing and tabulation. Data are examined for such errors using automated edits along with an analytical review by subject matter experts. Several checks are performed on the collected data to verify internal consistency and comparability over time.

### **Definitions**

**Production:** production refers to the quantity of products manufactured in Canada during a reference period including intermediate products. The final products may be shipped or retained in inventory.

More detailed data are available from the Annual Survey of Manufactures and Logging, CANSIM Table 301-0003. Specific enquiries should be directed to: The marketing and dissemination section, manufacturing, construction and energy division, Statistics Canada, Ottawa, Ontario, K1A OT6 (Telephone: 1-866-873-8789 or 613-951-9497; Fax line: 613-951-9499; Internet: manufact@statcan.ca).

Release date: November 2007

#### **Symbols**

The following standard symbols are used in Statistics Canada publications:

- . not available for any reference period
- .. not available for a specific reference period
- ... not applicable
- 0 true zero or a value rounded to zero
- 0s value rounded to 0 (zero) where there is a meaningful distinction between true zero and the value that was rounded
- p preliminary
- r revised
- x suppressed to meet the confidentiality requirements of the Statistics Act
- E use with caution
- F too unreliable to be published

#### Information to access the product

This product, catalogue no. 46-002-X, is available for free in electronic format. To obtain a single issue, visit our website at www.statcan.ca and select Publications.

Frequency: Monthly / ISSN 1481-5354

For information on the wide range of data available from Statistics Canada, please call our national inquiries line at 1-800-263-1136.

La version française de cette publication est disponible sur demande (nº 46-002-X au catalogue).

Published by authority of the Minister responsible for Statistics Canada. © Minister of Industry, 2007. All rights reserved. The content of this electronic publication may be reproduced, in whole or in part, and by any means, without further permission from Statistics Canada, subject to the following conditions: that it be done solely for the purposes of private study, research, criticism, review or newspaper summary, and/or for non-commercial purposes; and that Statistics Canada be fully acknowledged as follows: Source (or "Adapted from", if appropriate): Statistics Canada, year of publication, name of product, catalogue number, volume and issue numbers, reference period and page(s). Otherwise, no part of this publication may be reproduced, stored in a retrieval system or transmitted in any form, by any means—electronic, mechanical or photocopy—or for any purposes without prior written permission of Licensing Services, Client Services Division, Statistics Canada, Ottawa, Ontario, Canada K1A 0T6.

#### Standards of service to the public

Statistics Canada is committed to serving its clients in a prompt, reliable and courteous manner. To this end, the Agency has developed standards of service which its employees observe in serving its clients.

To obtain a copy of these service standards, please contact Statistics Canada toll free at 1-800-263-1136. The service standards are also published on *www.statcan.ca* under About us > Providing services to Canadians.

#### Note of appreciation

Canada owes the success of its statistical system to a long standing partnership between Statistics Canada, the citizens of Canada, its businesses, governments and other institutions. Accurate and timely statistical information could not be produced without their continued cooperation and goodwill.