

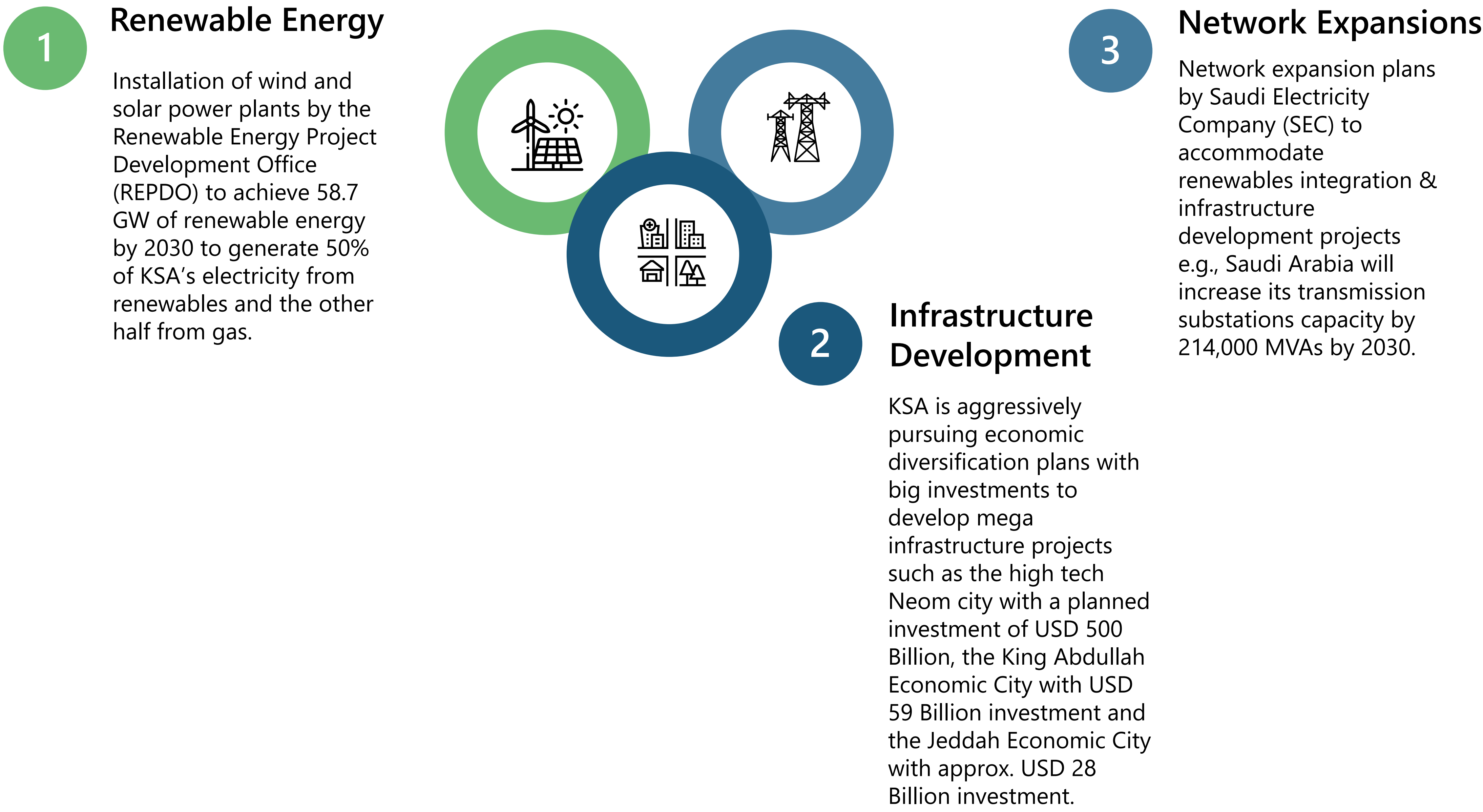
# Key Drivers Instigating Distribution Transformer Demand in the KSA

## Introduction



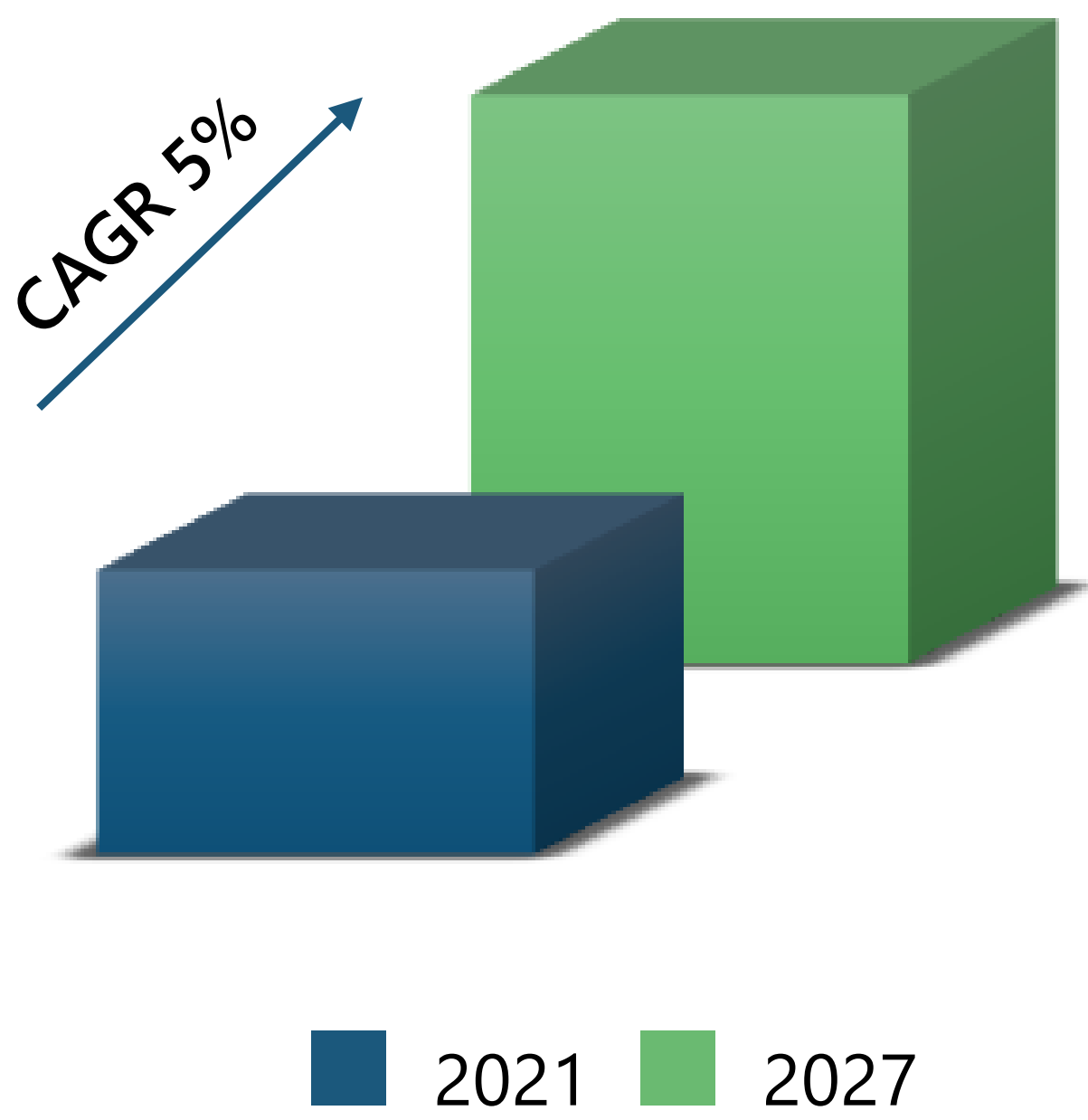
- KSA’s distribution transformer market is one of the biggest in the MEA region with a lot of movement.
- Demand for transformers in the country is mainly driven by addition in generation capacity and infrastructure projects to diversify the generation mix and to promote tourism, respectively.
- Furthermore, there are several plans to add MVA capacity in the grid to meet the growing demand for electricity.
- The market is mostly dominated by local manufacturers which are preferred over international suppliers due to stringent localization policies.

## Key trends

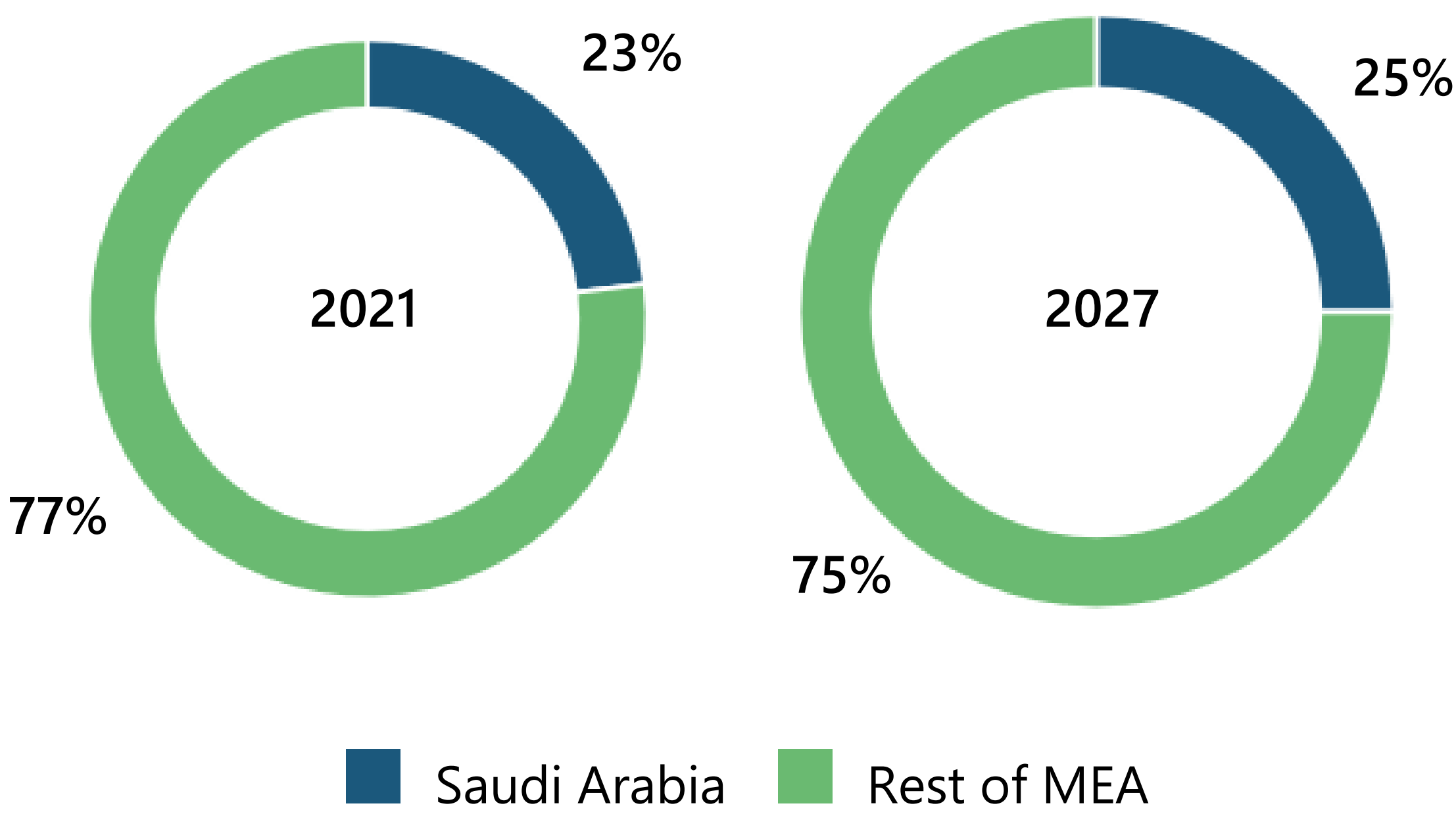


## The Distribution Transformer Market

KSA Distribution Transformer Market CAGR



Middle East Africa Distribution Transformer Market



- Additions in renewable capacity, network expansion plans, and infrastructure development are going to drive the expansion and modernization of the T&D grid, giving rise to the demand of legacy grid equipment including distribution transformers.
- The distribution transformer market is expected to show considerable growth and will experience a CAGR of 5% from 2021 to 2027. In that same time period, the market share of the country’s distribution transformer market is expected to increase from 23% to 25% in the region.