

# FORMOSA CHEMICALS & FIBRE CORPORATION

The first quarter of 2026 and the year of 2025  
Result Conference

FCFC



April 23, 2026

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# Consolidated Income Statement Summary

(Amount: NT\$ billion)	<u>2025</u>	<u>2024</u>	YoY	<u>1Q2026*</u>	<u>4Q2025</u>	QoQ
<b>Sales Revenue</b>	<b>287.0</b>	<b>348.6</b>	<b>(17.7%)</b>	<b>81.7</b>	<b>65.0</b>	<b>25.8%</b>
COGS	(277.7)	(334.5)		75.5	62.4	
<b>Gross Profits</b>	<b>0.93</b>	<b>14.1</b>	<b>(34.0%)</b>	<b>6.2</b>	<b>2.6</b>	<b>138.5%</b>
<b>Gross Margin</b>	<b>3.2%</b>	<b>4.0%</b>		<b>7.6%</b>	<b>4.0%</b>	
Operating Expense	(13.3)	(15.6)		(3.1)	(3.4)	
<b>Operating Profit</b>	<b>(4.0)</b>	<b>(1.5)</b>	<b>-</b>	<b>3.1</b>	<b>(0.8)</b>	<b>-</b>
<b>Operating Margin</b>	<b>(1.4%)</b>	<b>(0.4%)</b>		<b>3.8%</b>	<b>(1.2%)</b>	
Non-Operating Profit (Loss)	(10)	2.5	<b>(140.1%)</b>	4.2	100	<b>320%</b>
<b>Profit Before Tax</b>	<b>(5.0)</b>	<b>0.9</b>	<b>(604.3%)</b>	<b>7.3</b>	<b>0.2</b>	<b>3,550%</b>
<b>Net Profit</b>	<b>(5.8)</b>	<b>1.1</b>	<b>(631.4%)</b>	<b>6.5</b>	<b>(0.4)</b>	<b>-</b>
<b>Net Profit Margin</b>	<b>(2.0%)</b>	<b>0.3%</b>		<b>8.0%</b>	<b>(0.6%)</b>	
<b>EPS(NTD)</b>	<b>(0.99)</b>	<b>0.06</b>		<b>1.07</b>	<b>(0.05)</b>	

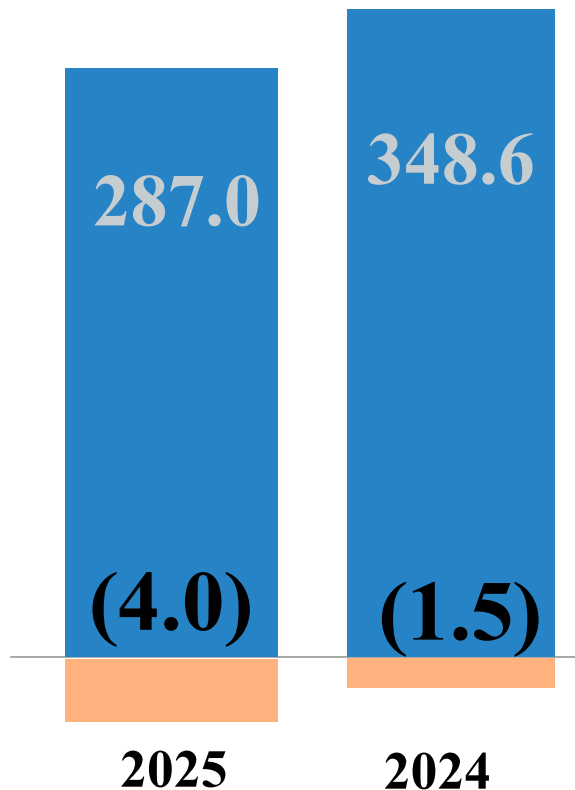
\*The 1Q2026 figures are preliminary and have not been reviewed by the CPA.



# Change in Consolidated Revenue –YoY

(In NT\$ billion)

- Sales Revenue
- Operating Profit



**Consolidated revenue in 2025 decreased by NT\$61.6 billion YoY (-17.7%) compared to 2024:**

**■ Price variance -NT\$43.2 billion:**

Amid declining oil prices, weaker feedstock cost support, and continued capacity additions, market oversupply and intensified competition led to lower product prices across most segments.

**■ Volume variance -NT\$18.4 billion:**

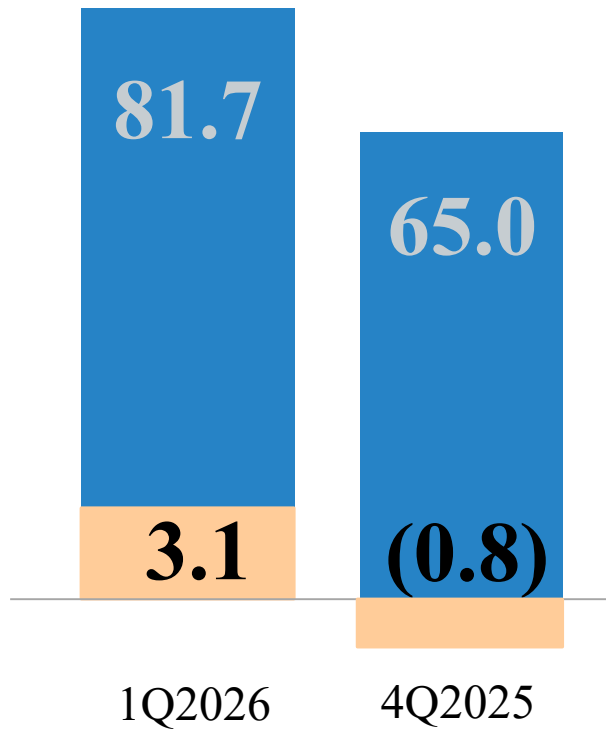
Amid market oversupply, aggressive price competition, weak downstream demand, and U.S. tariff policies, production and sales of OX, PTA, PIA, PS, ABS, and PP were adjusted. In addition, SM and phenol underwent maintenance and production adjustments in line with market conditions, resulting in lower sales volumes.



# Change in Consolidated Revenue –QoQ

(In NT\$ billion)

- Sales Revenue
- Operating Profit



**Consolidated revenue** in 1Q2026 increased by **NT\$16.7 billion** compared to 4Q2025, representing a **QoQ growth of 25.8%**.

## ■ Price variance +11.2 billion:

Amid the U.S.–Iran conflict, tighter Middle Eastern oil supply drove oil prices higher, which in turn lifted petrochemical and plastics prices, resulting in improved pricing vs. last quarter.

## ■ Volume variance +5.5 billion:

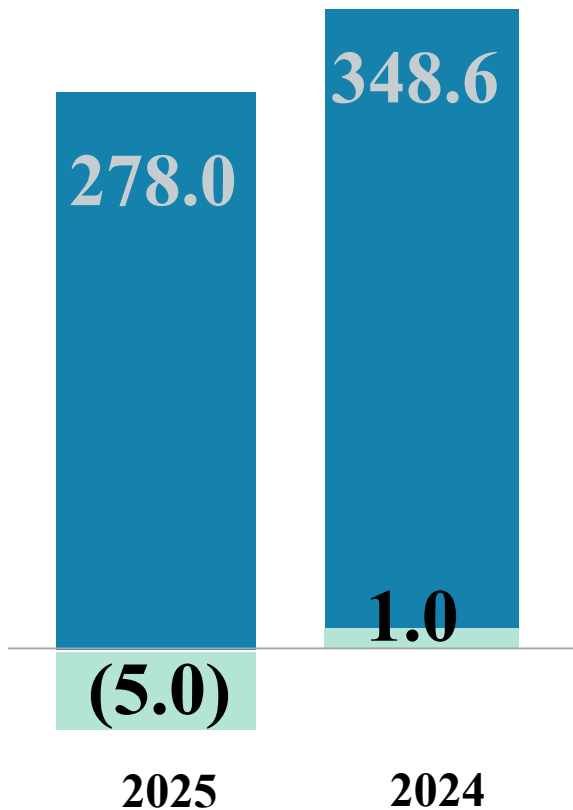
Amid higher oil prices, improved PX spreads supported higher operating rates, while downstream restocking demand increased, resulting in higher sales volumes vs. last quarter.



# Change in Profit/Loss Before Tax - YoY

(In NT\$ billion)

- Sales Revenue
- Profit Before Tax



**Pre-tax loss** for 2025 was NT\$5.0 billion, a decrease of NT\$6.0 billion compared to 2024.

## ■ Operating income -NT\$2.5 billion

Amid declining oil prices and uncertainties surrounding U.S. reciprocal tariff policies, together with reduced production and sales due to scheduled maintenance of major units, product spreads were compressed, leading to a significant increase in operating losses in the first half. Although operations recovered in the second half through supply chain normalization, lean production, and optimization of the product mix, resulting in a return to profitability, this was insufficient to offset the losses incurred in the first half.

## ■ Non-Operating income -NT\$3.5 billion

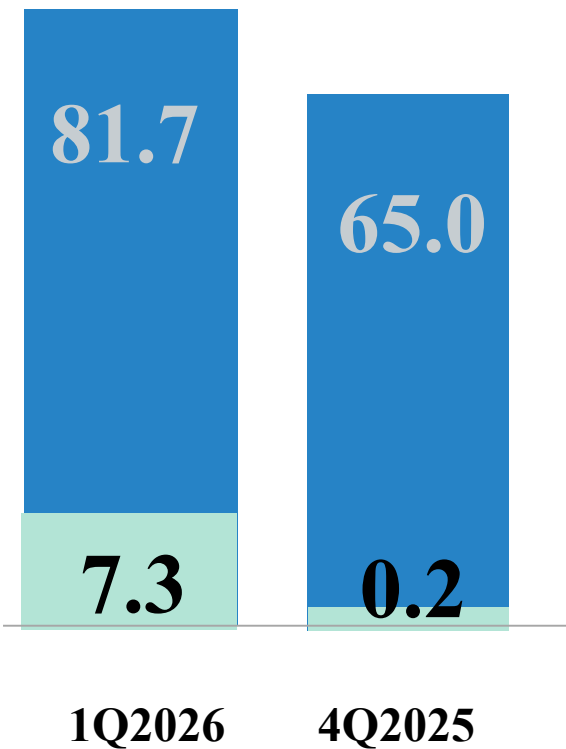
Mainly due to foreign exchange losses of NT\$1.65 billion, a decrease of NT\$1.03 billion in equity income (Mailiao Power - NT\$2.35 billion, FIPC+NT\$0.75 billion, FHI +NT\$0.51 billion), and a decrease of NT\$0.71 billion in dividend income.



# Change in Profit Before Tax - QoQ

(In NT\$ billion)

- Sales Revenue
- Profit Before Tax



**Pre-tax profit** for 1Q2026 was NT\$7.3 billion, up NT\$7.1 billion from breakeven in 4Q2025.

## ■ Operating income +3.9 billion

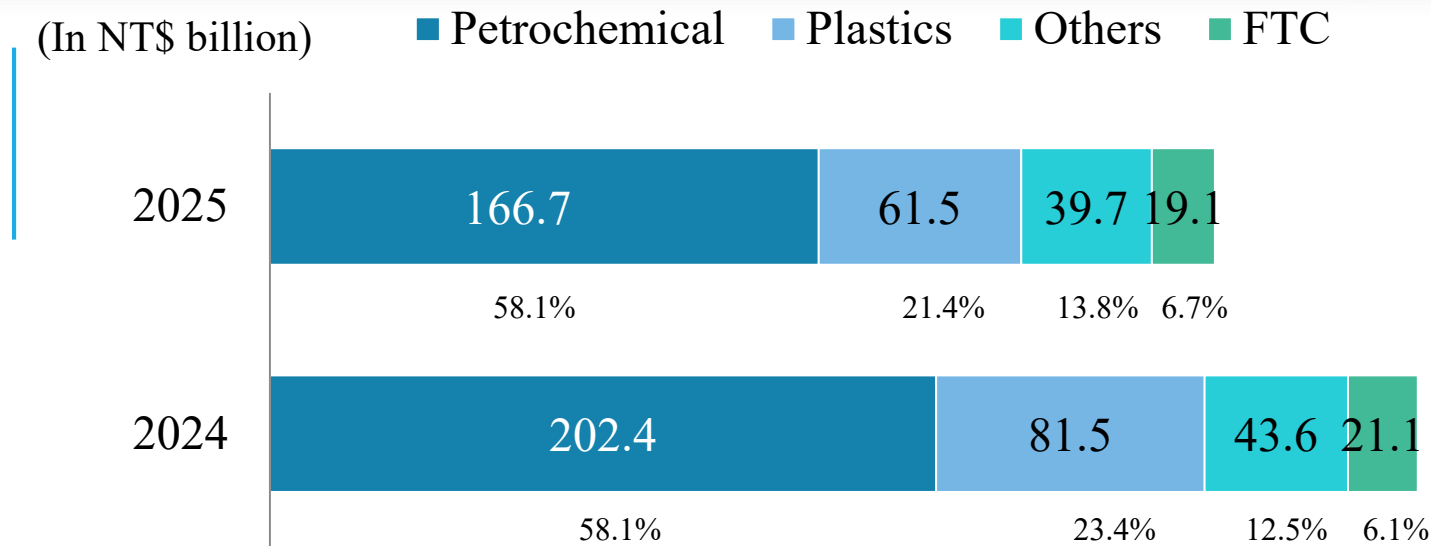
Driven by product mix optimization and lean production initiatives, inventory levels were reduced, lowering inventory losses. In addition, improved market conditions for PX, SM, and phenol, together with a sharp rise in oil and petrochemical prices in March amid the U.S.–Iran conflict, and relatively low inventory costs, contributed to higher operating profit.

## ■ Non-Operating income +3.2 billion

Mainly due to higher equity income from Formosa Petrochemical, which increased by NT\$3.33 billion.



# Consolidated Revenue Breakdown by Segment



- Petrochemical Products:** Revenue was NT\$166.7 billion in 2025, down NT\$35.7 billion YoY (-17.6%) from 2024. This was mainly due to declining oil prices, which weakened cost support, coupled with market oversupply, as well as scheduled maintenance and reduced operating rates for SM and phenol, resulting in lower prices and volumes. Petrochemical products accounted for 58.1% of total revenue, flat YoY.
- Plastics Products:** Revenue was NT\$61.5 billion in 2025, down NT\$20.0 billion from NT\$81.5 billion in 2024. Amid persistent market oversupply, production scales were reduced across products, leading to lower revenue. Plastics products accounted for 21.4% of total revenue, down from 23.4% in 2024.



# Consolidated Revenue Breakdown by Geography

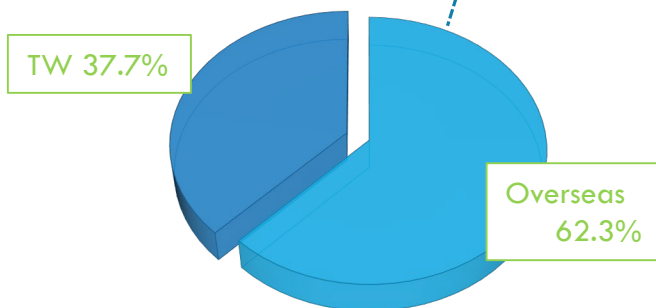
## 2025

Sales Revenue:NT\$287.0 billion

China (incl. Hong Kong & Macau): 45.5%  
Asia (ex-China): 12.2%  
Americas:2.6%  
Europe:1.4%  
Others:0.6%  

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Overseas Total:62.3%



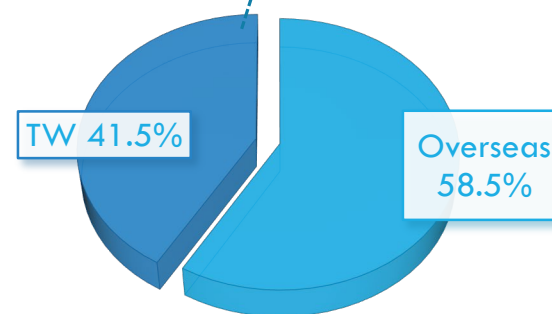
## 2024

Sales Revenue:NT\$348.6 billion

China (incl. Hong Kong & Macau): 41.8%  
Asia (ex-China): 11.4%  
Americas: 2.3%  
Europe: 1.4%  
Others: 1.6%  

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Overseas Total:58.5%



- The Group's sales outside Taiwan accounted for 62.3% in 2025, up from 58.5% in 2024, mainly due to reduced internal consumption of PX produced in Mailiao (TW) and increased external sales to PTA producers in Mainland China.

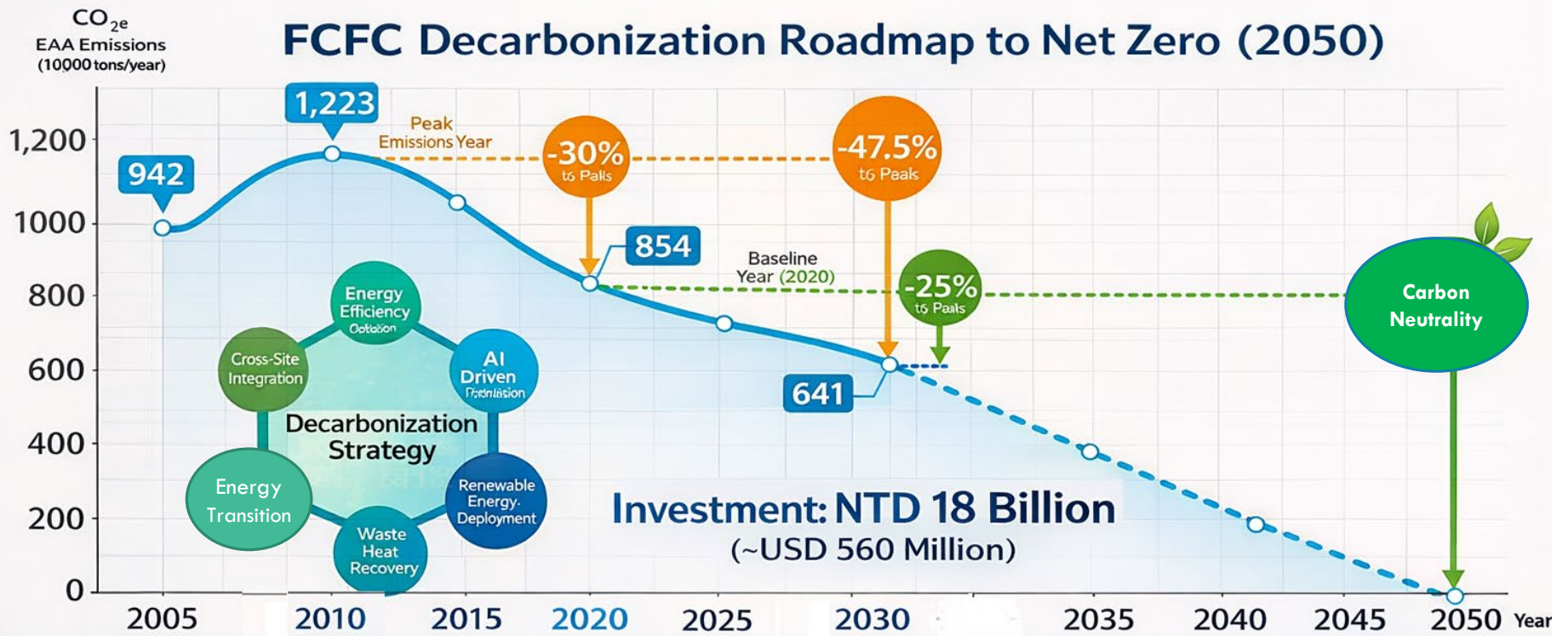


# ESG Strategy and Decarbonization Roadmap

台灣化學纖維股份有限公司  
FORMOSA CHEMICALS & FIBRE CORPORATION (FCFC)

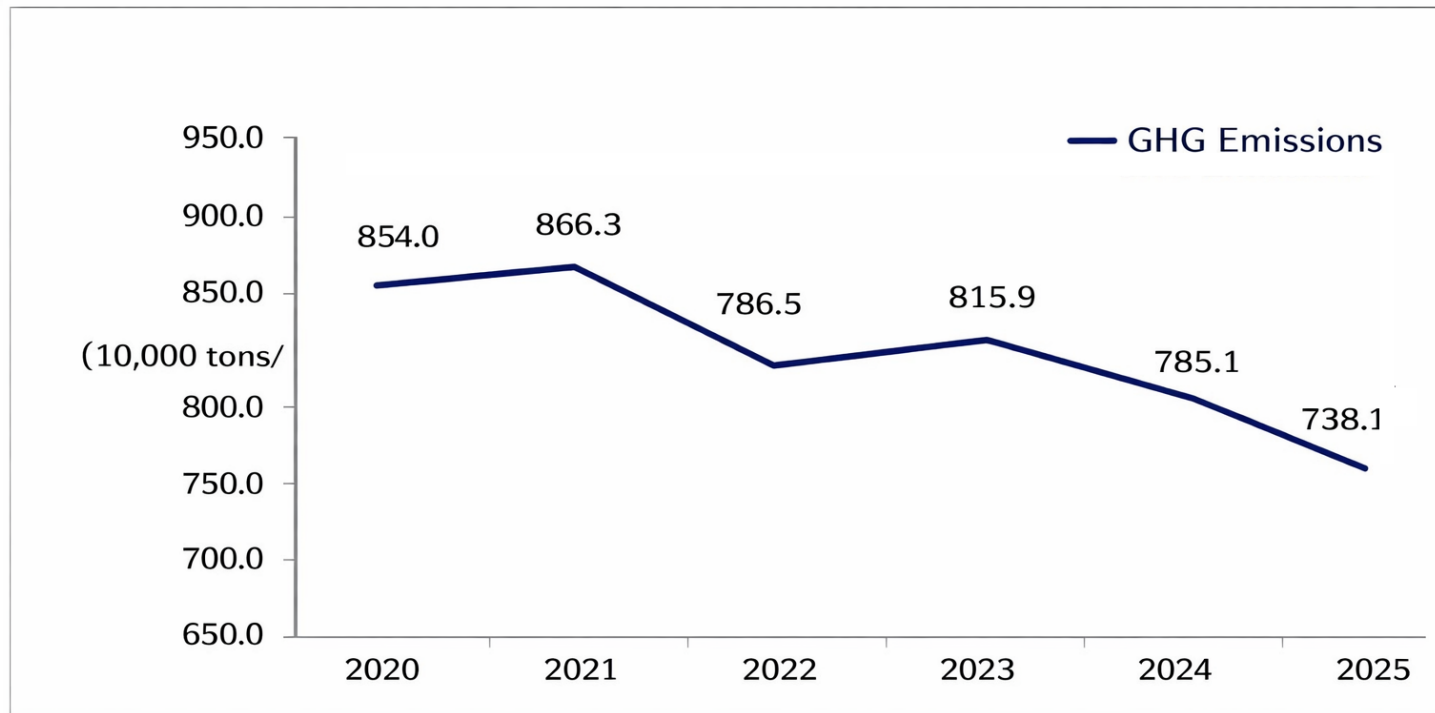
## Energy Efficiency & Decarbonization FCFC Decarbonization

## Pathway to Carbon Neutrality





# FCFC GHG Reduction Performance (Taiwan)



Item	Unit	2020	2021	2022	2023	2024	2025
GHG Emissions	10,000 tons/year	854	866.3	786.5	815.9	785.1	738.1
YoY Change	10,000 tons/year	-1.4	-12.3	79.8	-29.4	30.9	47
vs 2020	10,000 tons/year	-	-12.3	67.5	38.1	68.9	115.9
	%	-	-1.4%	7.9%	4.5%	8.1%	13.6%

Energy Transition

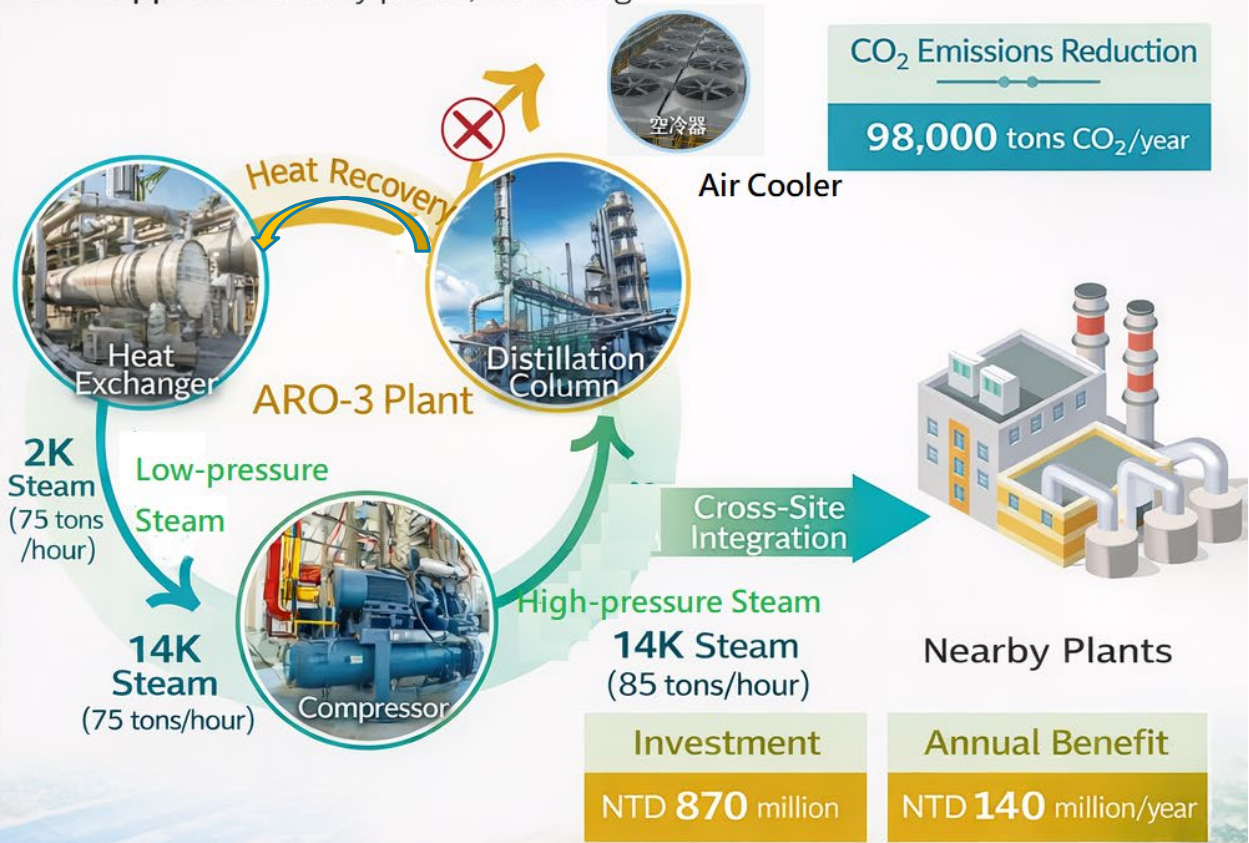
## Low-Grade Energy Recovery

Waste heat from the top of the distillation column is recovered by replacing air coolers with heat exchangers to generate low-pressure steam.

The low-pressure steam is then compressed and supplied to nearby plants, enhancing cross-site energy integration efficiency.

Steam Consumption Reduction  
**85 tons/hour**

CO<sub>2</sub> Emissions Reduction  
**98,000 tons CO<sub>2</sub>/year**





# ESG Strategy – Energy Transition

## Energy Transition

### FCFC Green Energy – Small Hydropower Development Achievements



Lantan Small Hydropower  
75 kW [2022]



Shalu Small Hydropower  
731.5 kW [2024]



Niaozutan Small Hydropower  
1,700 kW [2028]



Batian Hydropower Plant  
2,196 kW [2016]



Total Installed Capacity  
**25.1 MW**



Shengou Small Hydropower  
180 kW [2026]

FCFC Green Energy Co.  
Supplying Renewable Power to Customers



Xikou Hydropower Plant  
2,196 kW [2016]



Wushantou Hydropower Plant



FCFC Green Energy Co. 8,750 kW [2002]  
Supplying Renewable Power to Customers

2030 Target  
**30 MW**  
(Total Installed Capacity)

Annual Power Generation  
**130 GWh/year**



Annual CO<sub>2</sub> Reduction  
**61,000 tons**

FCFC Green Energy Co.,  
Supplying hydropower to green power users



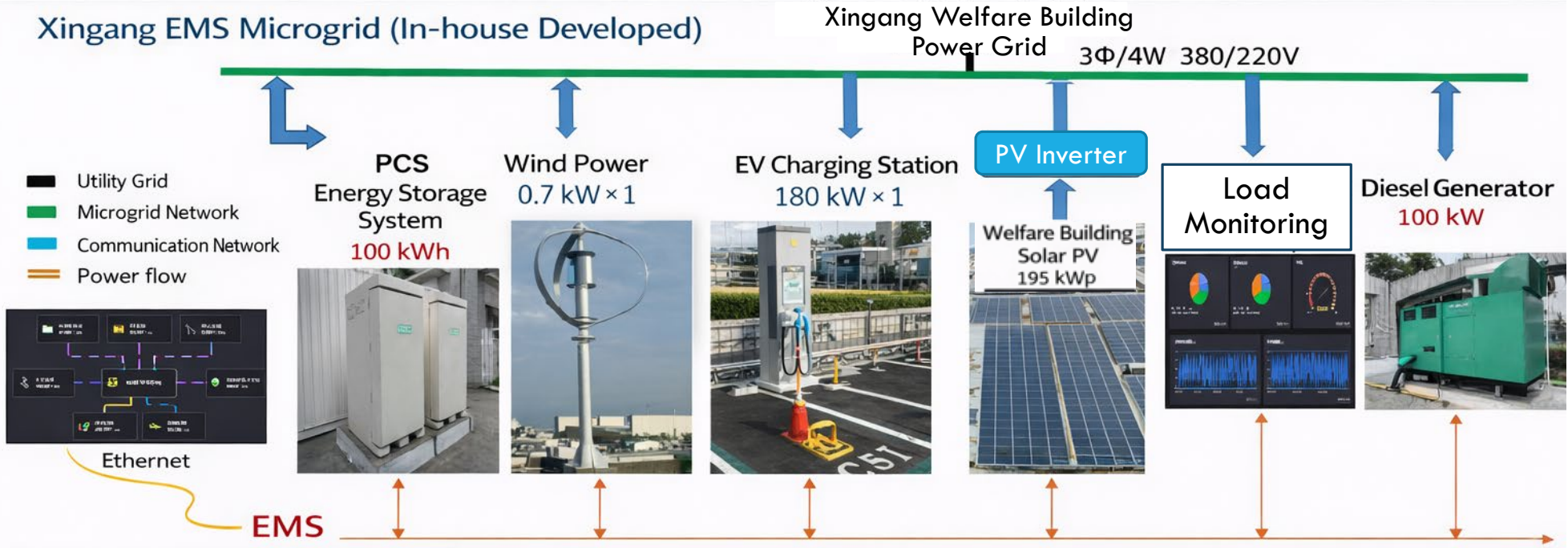
**Energy Transition** FCFC actively deploys rooftop solar installations across Taiwan and overseas facilities

## FCFC Green Energy – Solar PV Development Achievements



# ESG Strategy – Energy Transition

## Xingang EMS Microgrid & Energy Storage System



Xingang Energy Storage Facility



Grid-Connected Energy Storage System  
July 2026  
Installed Discharge Capacity: 19.5 MW  
Battery Capacity: 58.5MWh

## Plastic's Recycling and Reusing



**Circular economy**

Post Consumer Recycled &  
Post Industrial Recycled

Reducing Carbon  
Footprint: 43%

**Multifunction Printer**



PCR APPLICATION

Recycle and Treatment for  
waste electronic appliances  
Printer's recycling and  
disassembling



**Global Recycled Standard**

All of FCFC's PCR resin grades  
are approved by GRS.





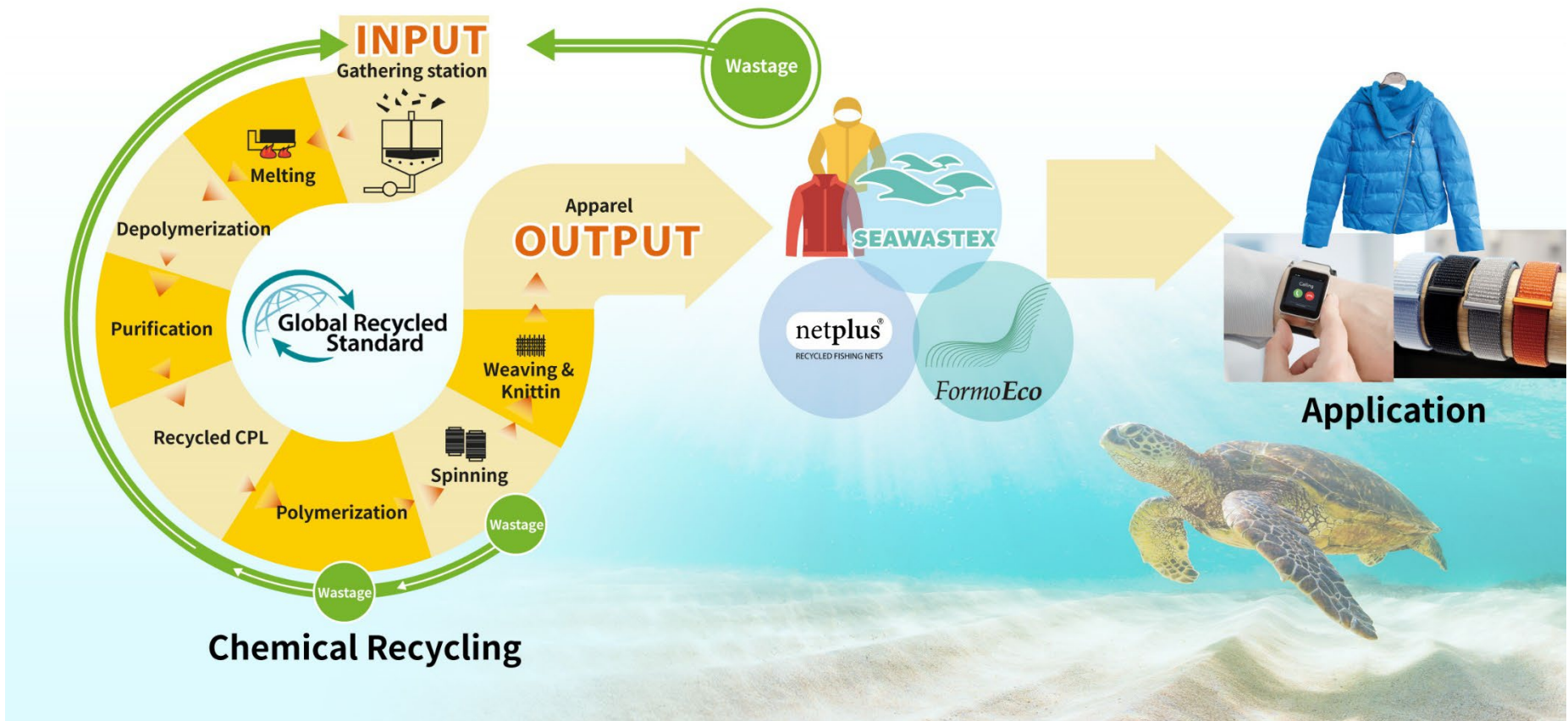
## Recycled Nylon – The Ocean with Sustainability



Circular economy

Energy Reduction 15%

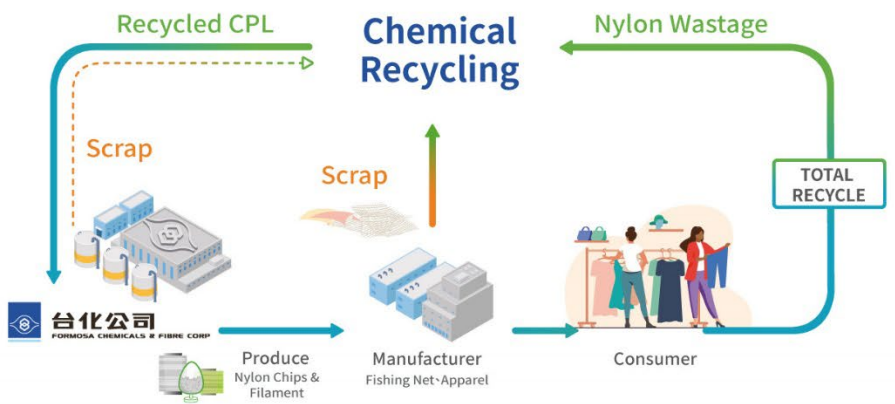
GHG Reduction 62.5%



## Recycled Nylon – The Ocean with Sustainability



Circular economy Chemical Recycling



SEAWASTEX  
Published FCFC owned trade mark "Seawastex" (PCR)

Cooperated with client and published carbon neutral watch band with using "Seawastex" (PCR)



Published downproof apparel with the trade mark Netplus(PCR)





# ESG Strategy – Digital Transformation

## Digital Transformation

Digital transformation is primarily driven by “Smart Factory Development,” “AI-Enabled Operations Management,” and “Generative AI Applications.”

The goal is to upgrade management toward predictive and proactive optimization, improving efficiency, reducing costs, and lowering carbon emissions.

### Smart Factory (Simulation-Based Factory) (2019–2025)

- 14 Production Sites in Taiwan (2019–2025)
- 5 Production Sites in Ningbo (2023–2027)
- Completed **667 projects**, generating annual benefits of NTD 1.81 billion, and reducing carbon emissions 193,000 tons CO<sub>2</sub>e



Process Optimization



Plant Safety

### AI-Driven Operations Management (2025–2027)

- Operational Intelligence Platform
- AI-enabled operations management, with a total of 97 initiatives planned

### Generative AI Applications (2025–2027)

- Enterprise AI Platform (AIP)
- Development of domain knowledge systems and AI assistant applications



# Q&A

To Learn more about FCFC,  
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台化點塑成金

We Produce We Recycle

