Formosa Plastics Corporation

台灣塑膠工業股份有限公司

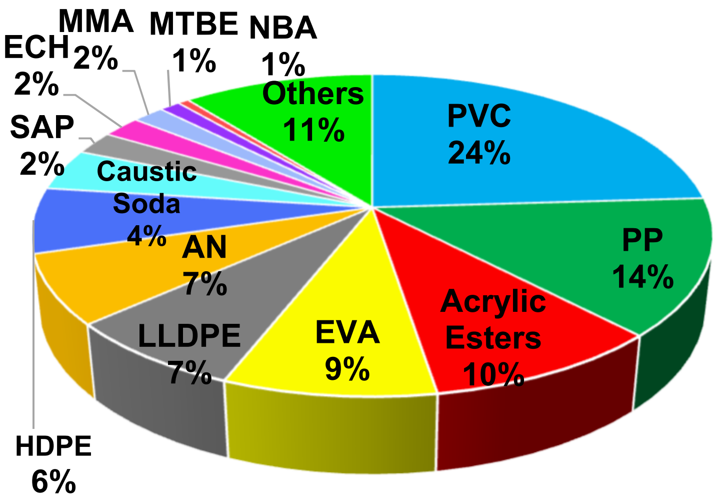
2022 Q2

Operation Performance Highlights

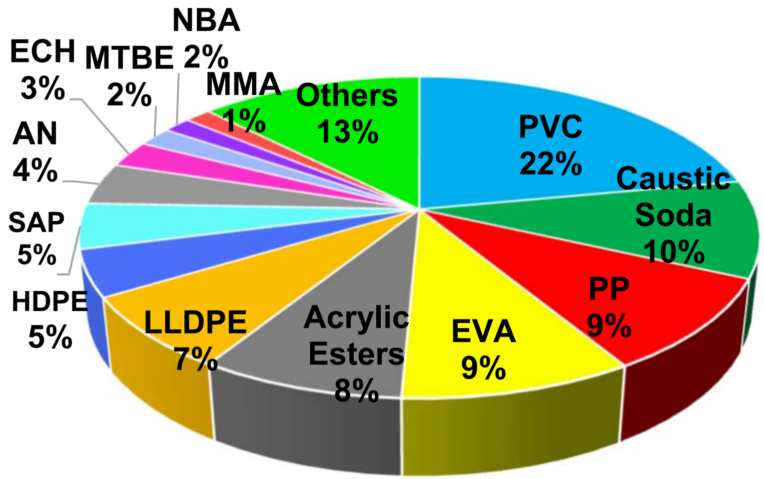
June 30, 2022

Revenue Breakdown by Product (IFRSs consolidated)

2021 Q2 Net Sales: NT$72 billion



2022 Q2 Net Sales: NT$74 billion

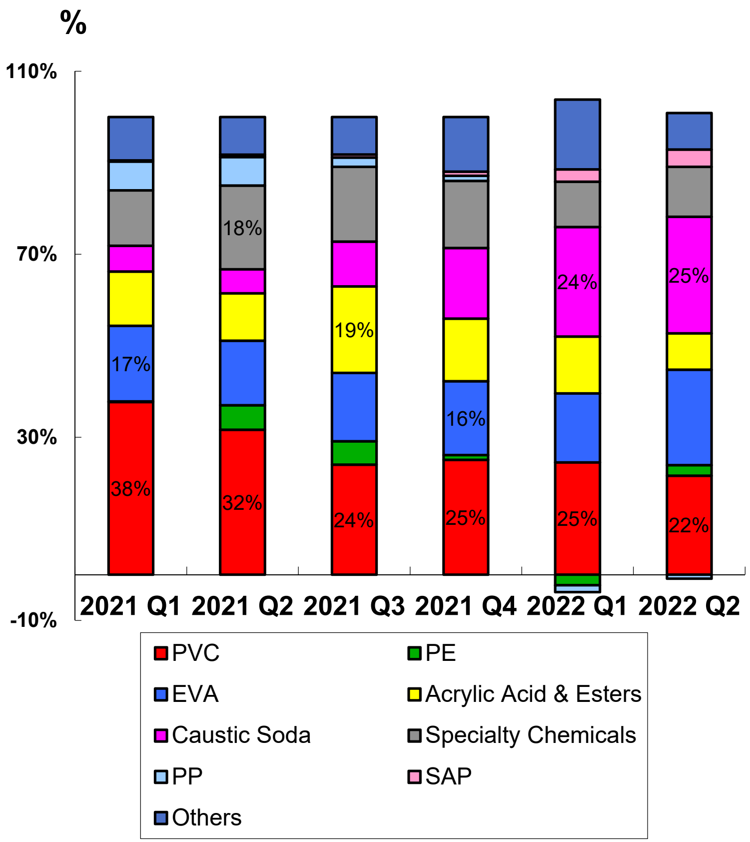


- PVC accounted for 22% and 24% of revenue in 2022 Q2 and 2021 Q2 respectively
- PE (HDPE/EVA/LLDPE) accounted for 21% and 22% of revenue in 2022 Q2 and 2021 Q2 respectively
- Specialty Chemicals (AN/MMA/ECH/MTBE) accounted for 10% and 12% of revenue in 2022 Q2 and 2021 Q2 respectively
- Revenue in 2022 Q2 rose 3% from 2021 Q2, mainly due to increasing ASP of all products except for PVC, AE, NBA, AN and increasing sales volume of PVC, Caustic Soda, NBA, SAP, ECH

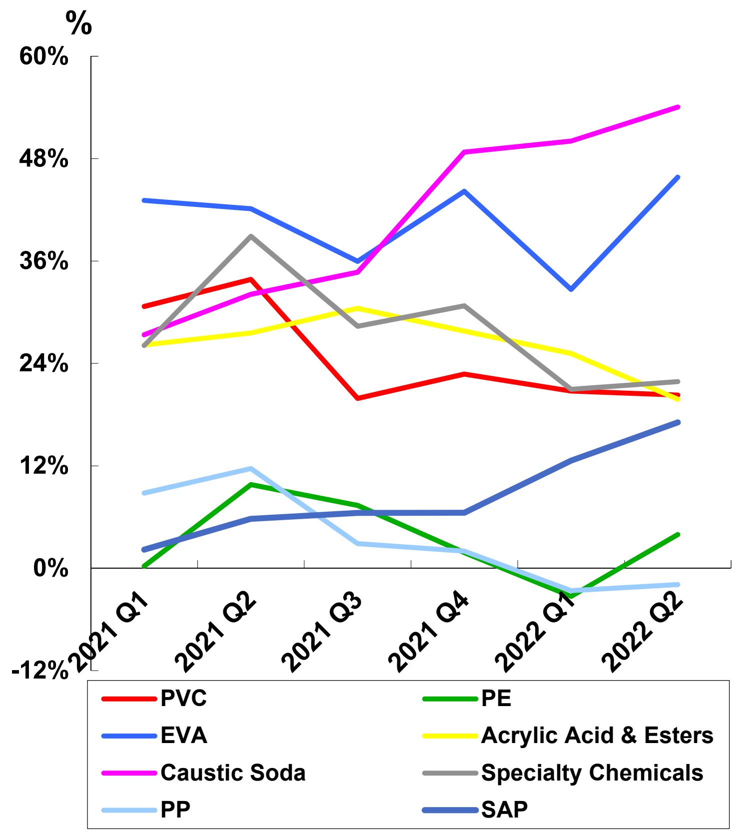
Operating Profits Breakdown *by Product*

Caustic Soda & PVC are the key profit contributors in 2022 Q2

Operating Profits



Operating Margins



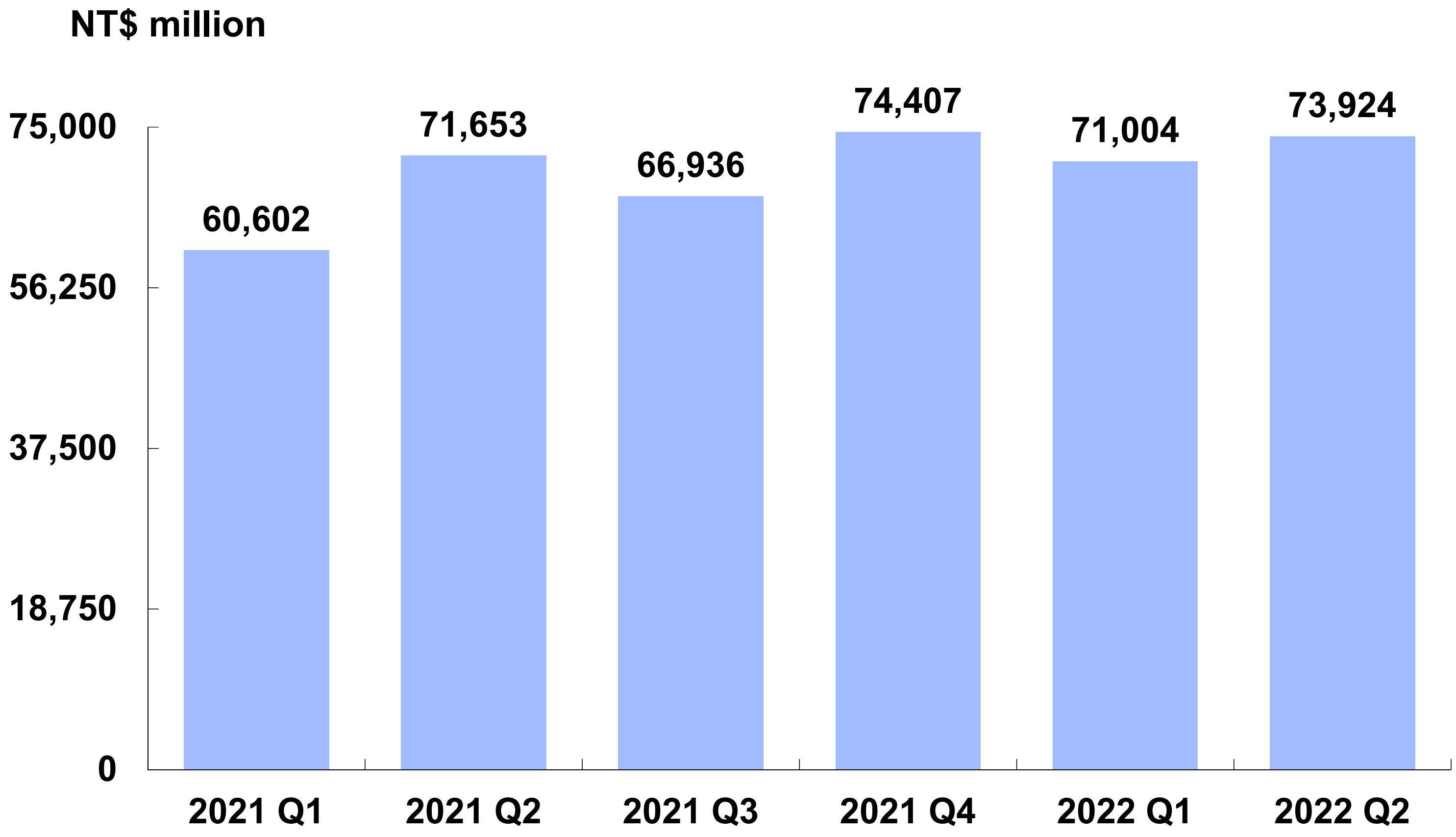
Note : Specialty Chemicals include AN, MTBE, MMA and ECH

Capacity Expansion Plan

Location	Products	Current Capacity (p.a.)	Expansion (p.a.)	Completion Date	Investment (US$ mn)
Ningbo, China	Propylene*	-	600KMT	2022Q4	800
Ningbo, China	EVA	72KMT	28KMT	2022Q4	44
Renwu, Taiwan	PVC	1,315KMT	27KMT	2023Q4	2
Linyuan, Taiwan	PVC	1,342KMT	37KMT	2023Q4	2
Mailiao, Taiwan	PVC	1379KMT	36KMT	2023Q4	3
Texas, USA	1-Hexene	-	100KMT	2025Q4	208

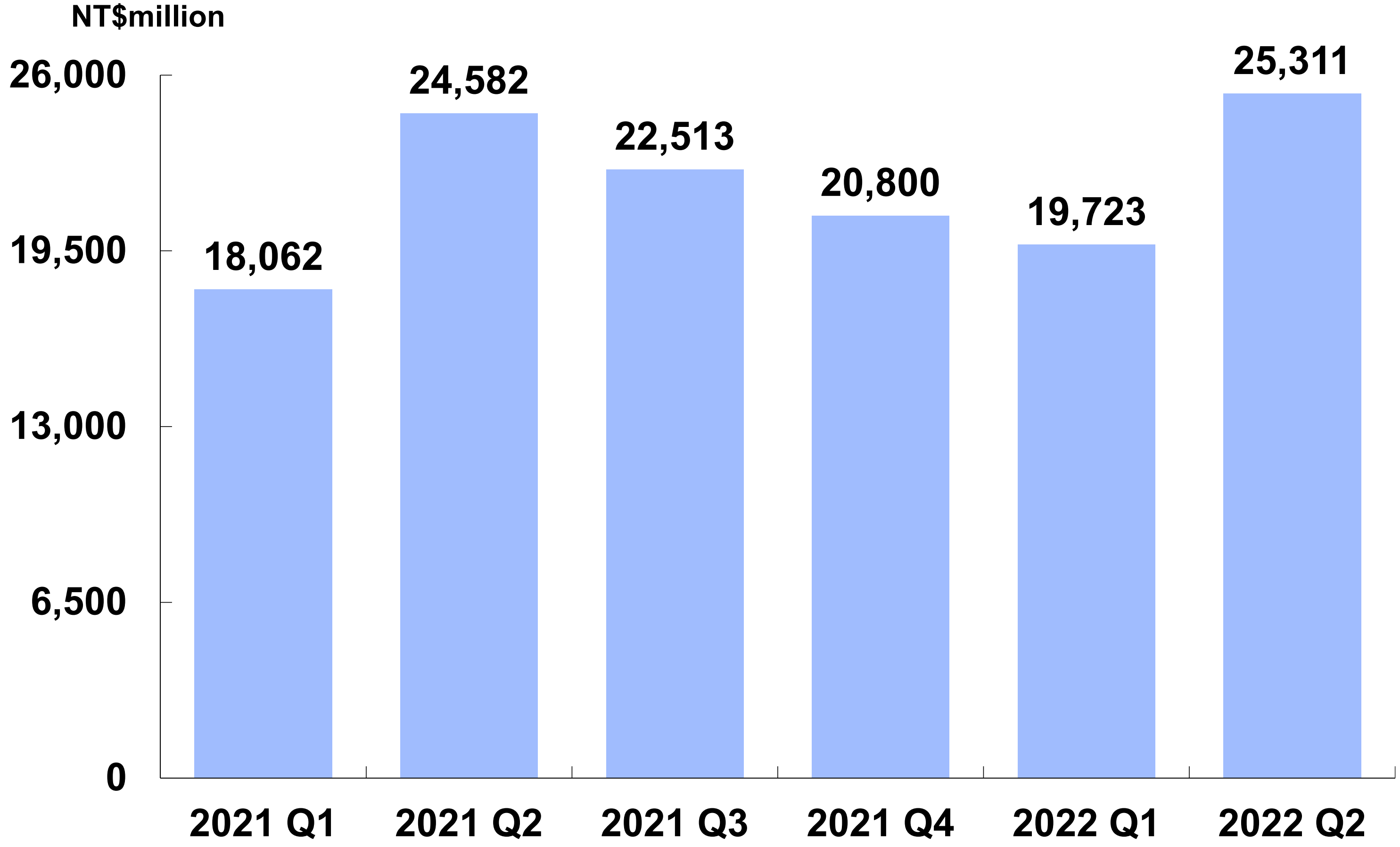
*Note: PDH (propane dehydrogenation) process.

Consolidated Revenue (IFRSs)



- **Revenue in 2022 Q2 rose 4.1% from 2022 Q1 mainly due to increasing ASP of all products except for AN**

Pre-tax Income



- Pre-tax income in 2022 Q2 rose 28.3% from 2022 Q1 mainly due to
  (1) increasing operating income
  (2) cash dividend from FCFC and Nanya Technology in 2022 Q2