Formosa Plastics Corporation

台灣塑膠工業股份有限公司

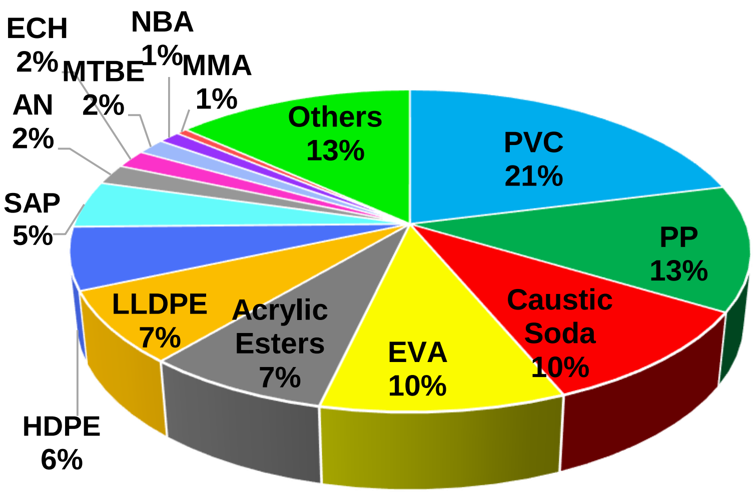
2023 Q3

Operation Performance Highlights

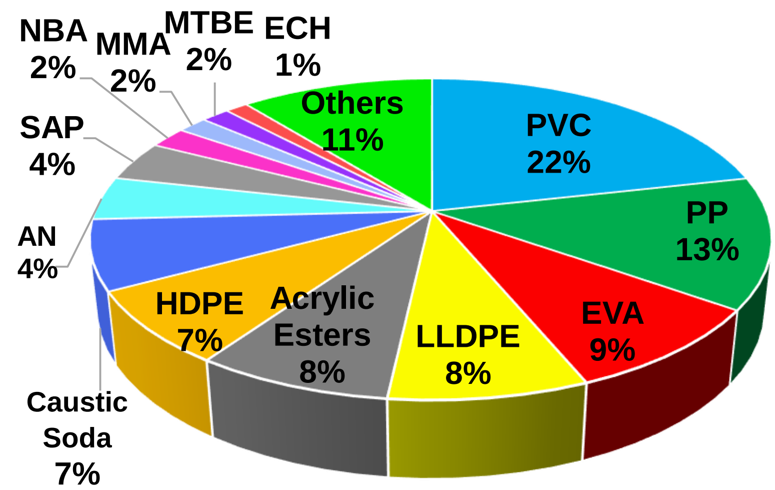
September 30, 2023

Revenue Breakdown by Product (IFRSs consolidated)

2022 Q3 Net Sales: NT$56 billion



2023 Q3 Net Sales: NT$51 billion

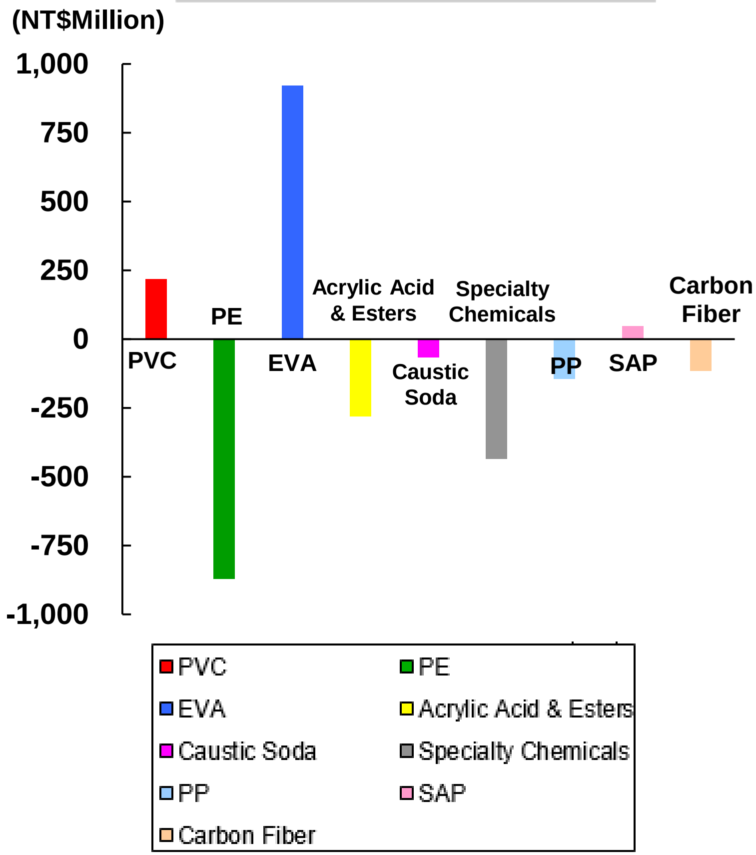


- PVC accounted for 22% and 21% of revenue in 2023 Q3 and 2022 Q3 respectively
- PE (HDPE/EVA/LLDPE) accounted for 24% and 23% of revenue in 2023 Q2 and 2022 Q2 respectively
- Specialty Chemicals (AN/MMA/ECH/MTBE) accounted for 9% and 7% of revenue in 2023 Q3 and 2022 Q3 respectively
- Revenue in 2023 Q3 fell 8.9% from 2022 Q3, mainly due to decreasing ASP of all products and decreasing sales volume of Caustic Soda and Carbon Fiber

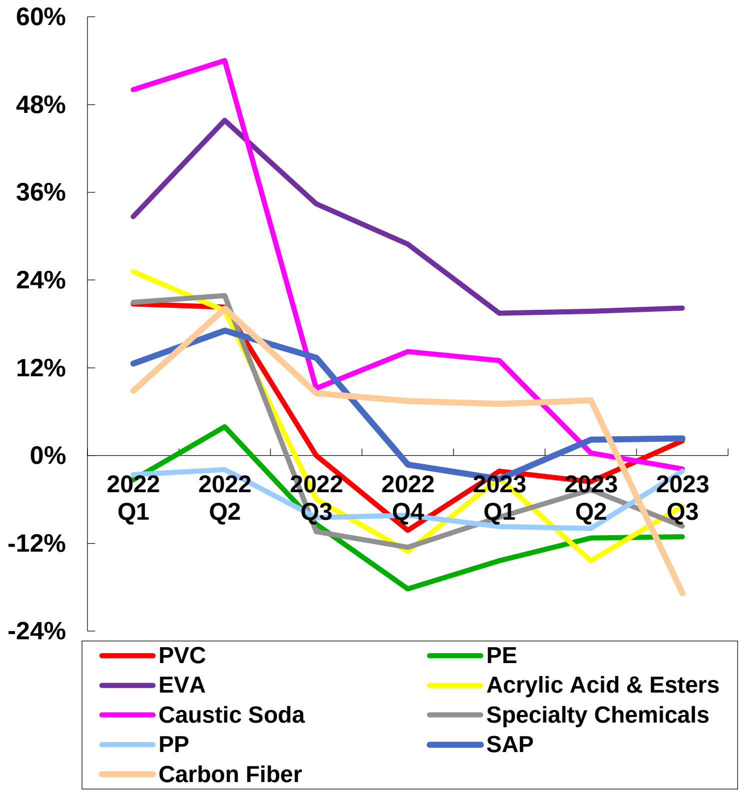
Operating Profits Breakdown *by Product*

EVA & PVC are the key profit contributors in 2023 Q3

2023 Q3 Operating Profits



Operating Margins



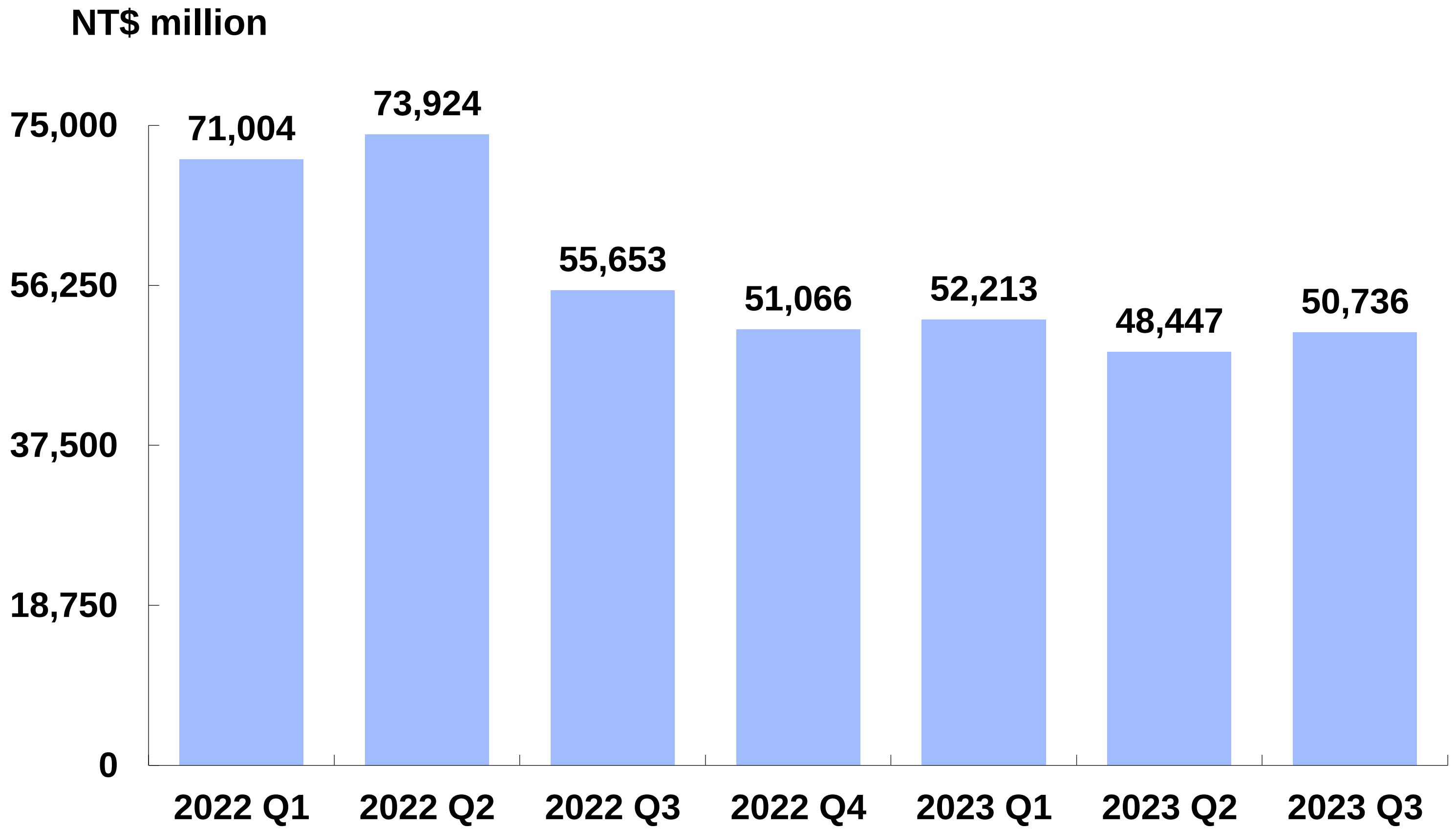
Note : Specialty Chemicals include AN, MTBE, MMA and ECH

Capacity Expansion Plan

Location	Products	Current Capacity (p.a.)	Expansion (p.a.)	Completion Date	Investment (US$ mn)
Ningbo, China	Propylene*	-	600KMT	2023Q4	800
Renwu, Taiwan	PVC	1,415KMT	6.5KMT	2027Q2	3
Linyuan, Taiwan	PVC	1,415KMT	15KMT	2028Q1	3
Mailiao, Taiwan	PVC	1,415KMT	15.5KMT	2027Q4	3
Texas, USA	1-Hexene	-	100KMT	2025Q4	208
Renwu, Taiwan	Carbon Fiber	7,650MT	1,600MT	2025Q1	116

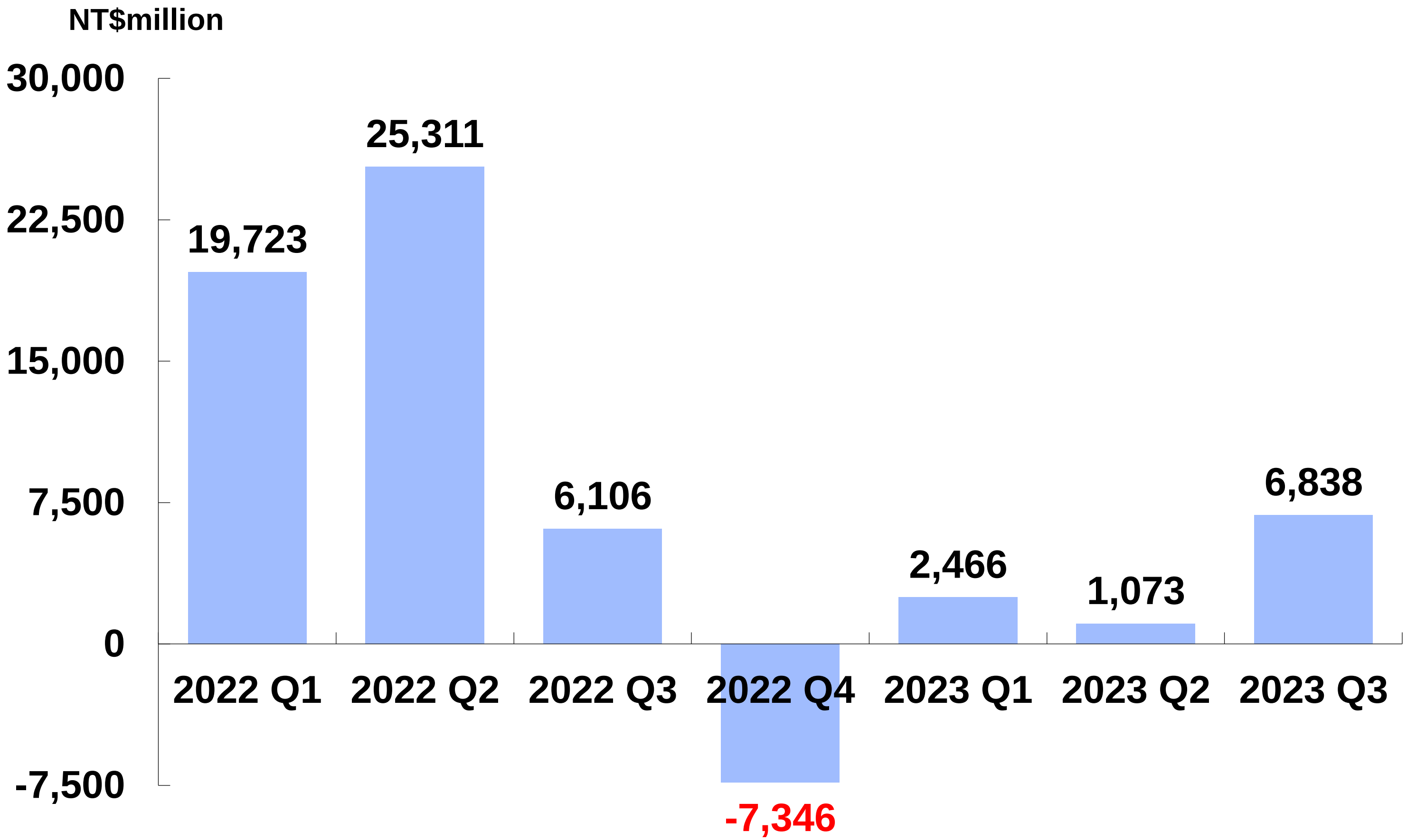
*Note: PDH (propane dehydrogenation) process.

Consolidated Revenue (IFRSs)



- Revenue in 2023 Q3 rose 4.7% from 2023 Q2 mainly due to increasing sales volume of all products except PVC, MTBE, MMA and Carbon Fiber

Pre-tax Income



- **Pre-tax income rose in 2023 Q3 from 2023 Q2 mainly due to**

  (1) increasing operating income

  (2) increasing investment income form FPCC and FPC-USA