

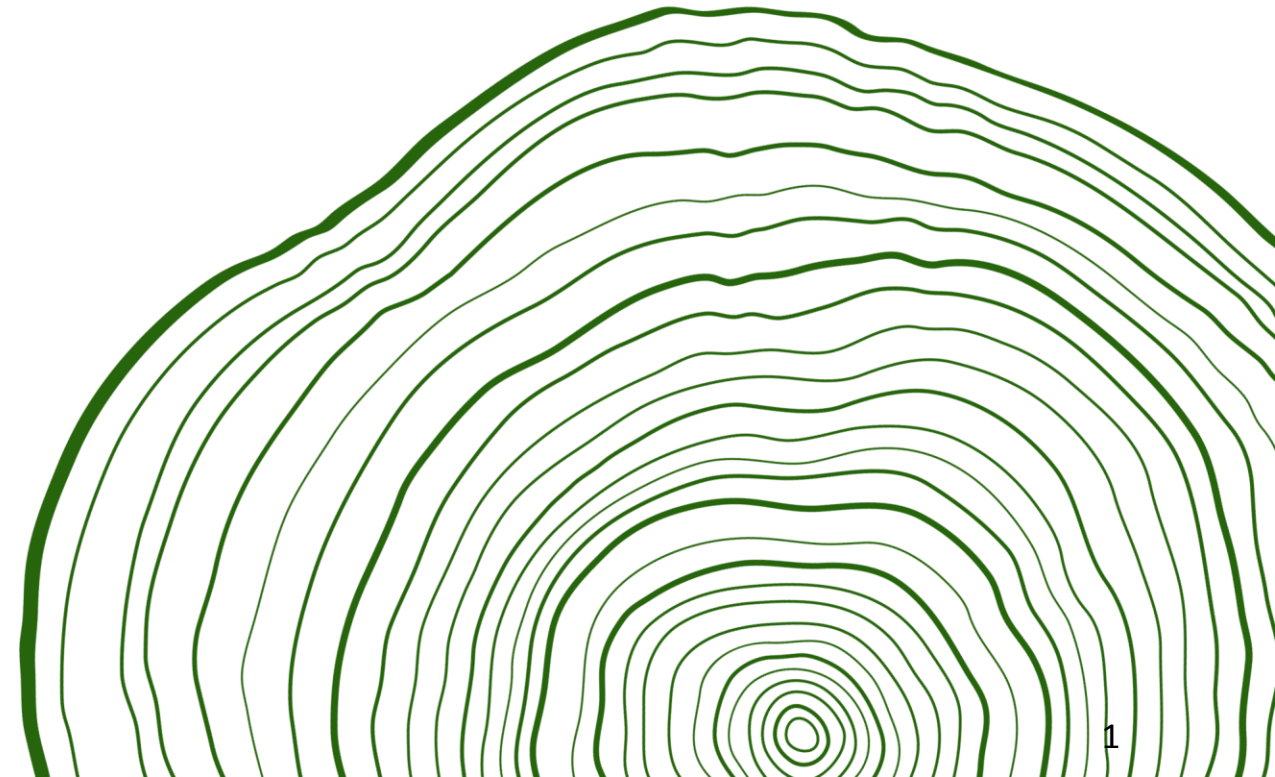


中華紙漿股份有限公司

1905.TW

1Q25 Earnings Results

2025. 5. 15



Disclaimer

This presentation is prepared according to the reviewed financial statements by CPA and the financial numbers hereby are based on IFRS, please refer to the published financial statements for full content.

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Company Profile



- Chung Hwa Pulp Corp. (CHP) is a leading global **supplier of bio-based fiber materials**, specializing in the design and manufacture of various special pulps and functional paper materials, as well as sustainable recycling materials.

Establishment	1968
Headquarters	Taipei, Taiwan
Chairman	Kirk Hwang
Stock Code	TWSE 1905
Capital	NTD 11 Billion

Operating Locations

5 production bases and 6 sales offices in Greater China.



SPECIALTY PAPER



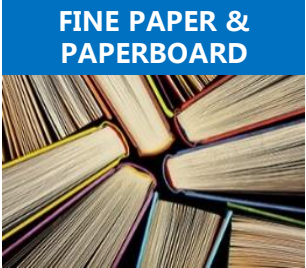
PULP



FORESTRY & AGRICULTURE



SUSTAINABLE RECYCLED MATERIALS



FINE PAPER & PAPERBOARD



SPECIALTY CHEMICALS



Capacity



林
FOREST



漿
PULP



紙
PAPER

Operating Locations



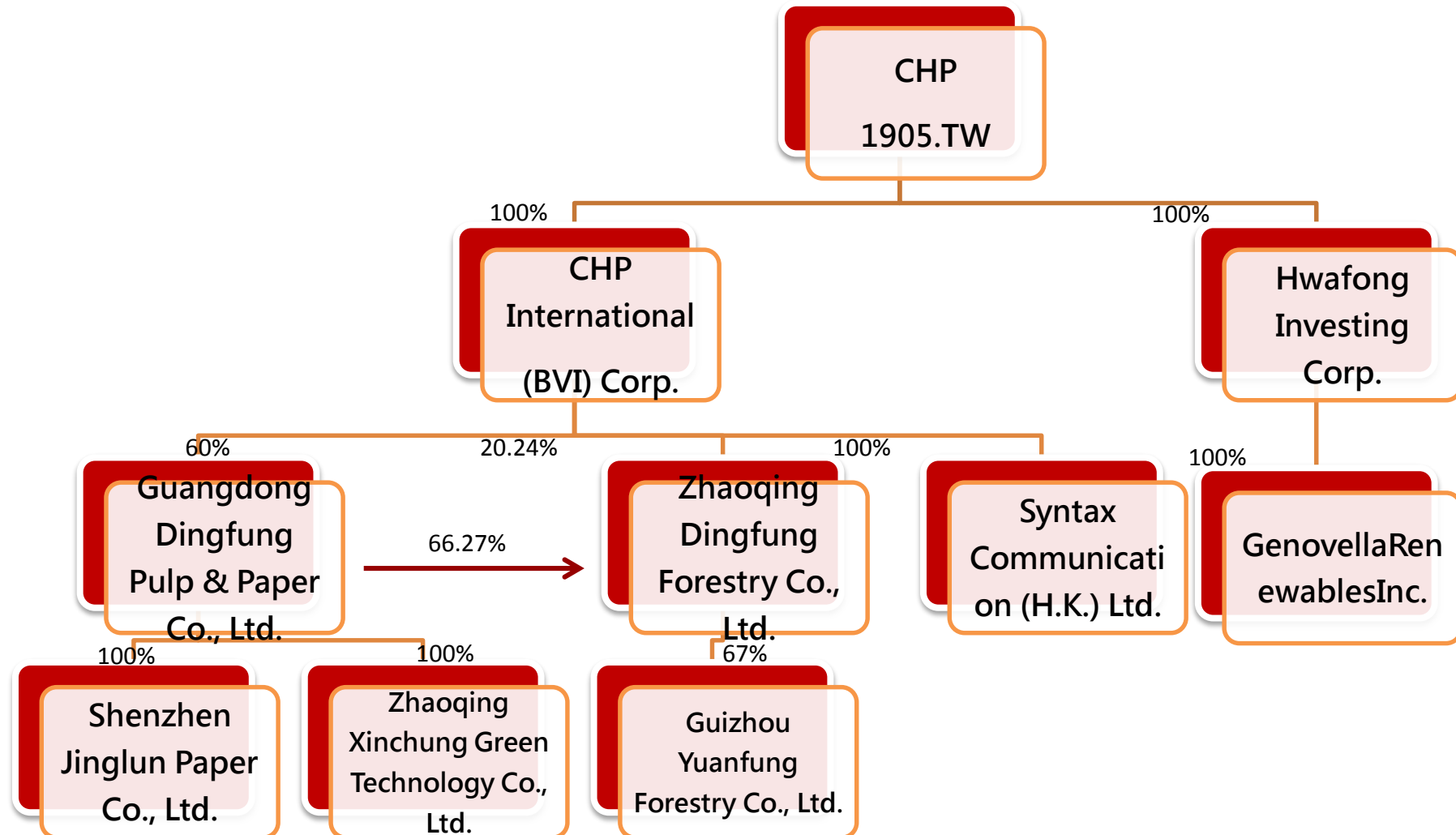
Integrated Pulp and Paper Mill	Hualien Mill	Dingfung Mill
Recyclable Eco-Friendly Paper Mill	Taitung Mill	
Specialty Paper Mill	Jiutang Mill	

Taipei Office (Sales, Accounting and Finance)
Manufacturing Sites(Hualien, Jiutang, Taitung, Guanyin, and Zhaoqing)
Sales Office (Taichung, Tainan, Shenzhen, Shanghai, and Hong Kong)





Holding Structures





1Q25 Financial Results

In NTD thousand	1Q25		1Q24		YoY
	Amount	%	Amount	%	%
Sales	4,829,805	100.0	5,282,795	100.0	(8.6)
Gorss Profit	152,534	3.2	538,379	10.2	(71.7)
Operating Porfit	(458,858)	(9.5)	15,357	0.3	----
Non-operating Income/Expense	45,397	0.9	46,651	0.9	(2.7)
- Finance Costs	(69,188)	(1.4)	(55,207)	(1.0)	----
- FX Gains/Losses	32,739	0.7	38,424	0.7	(14.8)
- Share of Profit of Associates	37,549	0.8	23,775	0.5	57.9
- Other Incomes	44,297	0.9	39,659	0.8	11.7
Profit Before Tax	(413,461)	(8.6)	62,008	1.2	----
Profit After Tax	(336,687)	(7.0)	61,556	1.2	----
Profit Attributable to Owners	(342,850)	(7.1)	46,706	0.9	----
After Tax EPS(NTD)	-0.31		0.04		

Summary



2025 Q1

- ✓ The Company was impacted by reduced number of working days due to the Lunar New Year and other holidays, as well as routine maintenance activities across production facilities during the holiday period. Additionally, the recognition of employee compensation expenses related to the transfer of treasury stocks, combined with soft end-market demand, also affected overall performance. The first quarter consolidated revenue was NTD 4.83 billion, with an operating gross profit of NTD 150 million equivalent to gross margin of 3.2%. Operating loss was NTD 460 million, with an operating margin of -9.5%. In terms of non-operating income, the company benefited from increased profit from affiliated enterprises, as well as other income. Non-operating net income was NTD 50 million, while net loss after tax was NTD 340 million, with net loss attributable to the company at NTD 340 million.

2025 Q2 OUTLOOK

- ✓ The external environment was impacted by the imposition of additional import tariffs by the United States and the slower-than-expected pace of interest rate cuts by central banks across various countries, leading to more conservative consumer spending. In addition, the made progress in U.S.-China tariff negotiations has sustained a high level of uncertainty in market demand. Recent significant foreign exchange fluctuations have also added pressure on export orders. Fortunately, all production facilities have successfully completed scheduled maintenance, and the decline in raw material prices is expected to help ease cost pressures. The Company remains cautiously conservative in its outlook on operations.
- ✓ In recent year, major capital expenditures—including the installation of a tissue paper machine at the Dingfung Mill and the implementation of a high-efficiency biomass energy recovery facility at the Hualien Mill—have been carried out according to the planned schedule. Upon completion, these projects are expected to significantly enhance the Company' s product development, production capacity planning, and energy cost reduction. CHP remains committed to focus on the development of environmentally friendly products, advancing towards a green and low-carbon future. The company actively promotes energy-saving and carbon reduction in manufacturing processes, enhancing its green manufacturing system, and steadily pursuing sustainable development.

Thank you



CHP