CHUNG HWA PULP CORPORATION

中華紙漿股份有限公司

1905.TW

3Q25 Earnings Results

2025. 11. 14

Disclaimer

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Company Profile

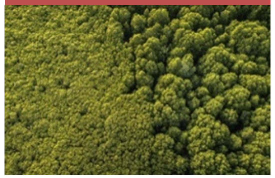
- Chung Hwa Pulp Corp. (CHP) is a leading global supplier of bio-based fiber materials, specializing in the design and manufacture of various special pulps and functional paper materials, as well as sustainable recycling materials.

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



FINE PAPER & PAPERBOARD

SPECIALTY CHEMICALS

SUSTAINABLE RECYCLED MATERIALS

Capacity

林
FOREST

漿
PULP

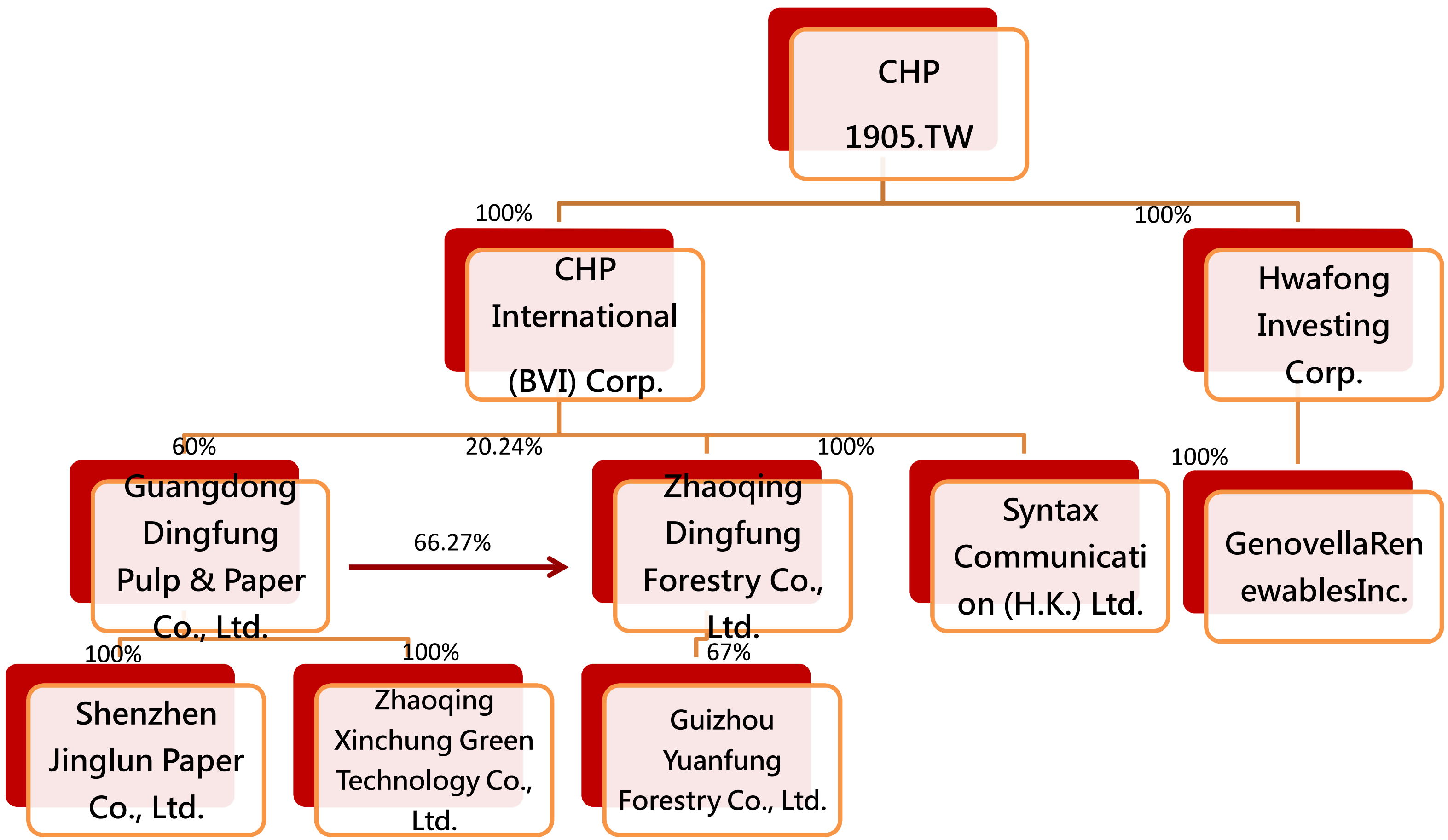
紙
PAPER

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



3Q25 Financial Results

In NTD thousand	3Q25 Amount	3Q25 %	3Q25YTD Amount	3Q25YTD %	3Q24YTD Amount	3Q24YTD %	YoY %
Sales	4,527,072	100.0	14,093,778	100.0	15,710,519	100.0	(10.3)
Gorss Profit	(86,739)	(1.9)	299,334	2.1	1,308,432	8.3	(77.1)
Operating Porfit	(539,988)	(11.9)	(1,248,140)	(8.9)	(277,237)	(1.8)	---
Non-operating Income/Expense	138,212	3.1	91,201	0.6	166,981	1.1	(45.4)
-Finance Costs	(76,004)	(1.7)	(212,412)	(1.5)	(168,004)	(1.1)	---
-FX Gains/Losses	(13,486)	(0.3)	(114,665)	(0.8)	30,885	0.2	(471.3)
-Share of Profit of Associates	72,725	1.6	162,567	1.2	94,259	0.6	72.5
-Dividend income	105,063	2.3	105,063	0.7	84,233	0.5	24.7
-Other Incomes	49,914	1.1	149,385	1.1	125,608	0.8	18.9
Profit Before Tax	(401,776)	(8.9)	(1,156,939)	(8.2)	(110,256)	(0.7)	----
Profit After Tax	(317,792)	(7.0)	(932,752)	(6.6)	(40,161)	(0.3)	----
Profit Attributable to Owners	(310,927)	(6.9)	(933,279)	(6.6)	(65,206)	(0.4)	----
After Tax EPS(NTD)	-0.28		-0.85		-0.06		

Summary

2025 Q3

- ✓ During the third quarter, the Company' s operations were affected by annual maintenance, correction in pulp prices, higher rate for summer energy , and continued global geopolitical tensions. As a result, consolidated operating revenue for the quarter amounted to NTD 4.53 billion. In terms of non-operating income, dividend income and the depreciation of the New Taiwan dollar helped offset foreign exchange losses, leading to non-operating net income of NTD 140 million. The Company reported a net income of NTD -0.28 per share for the quarter. Looking at the first three quarters as a whole, cumulative operating revenue from January to September totaled NTD 14.093 billion, with a gross profit of NTD 290 million and a gross margin of 2.1%. The cumulative after-tax EPS for the period was NTD -0.85.

2025 Q4 OUTLOOK

- ✓ Looking ahead to the fourth quarter, pulp prices are expected to remain in a relatively stable phase. The uncertainty of global political and economic environment continues to influence the supply chain, while market demand remains cautious. In light of these factors, the Company will continue to adopt its strategies and operations prudently to respond the changing market conditions.
- ✓ The Company will continue focusing on high-margin green fiber material products, intensify marketing efforts, and target European markets where sustainability concepts are relatively advanced. Besides, in Asian markets, the Company will strengthen the promotion of fluorine-free grease-proof paper for various fried foods and light meals, tailored to regional dietary preferences. Meanwhile, the Company is actively improving the energy self-sufficiency of all operations. The Hualien Mill' s high-efficiency biomass power generation facility is under construction on track with planned schedule. The Taitung Mill is planning a new power generation facility schedule to operate in the second half of 2026. Through a serious of improvement, the Taitung Mill' s self-generated power ratio is projected to increase from 27% to 58%.
- ✓ Additionally, the Board of Directors approved an asset revitalization plan on Nov 13, which included the sale of land at the Guanyin plant in Taoyuan currently leased to E Ink Holdings Inc. This initiative is expected to improve the return of land assets, and strengthen the financial structure, and allow the company to focus its resources on operations efficiency and developing green products, thereby.

Thank you

CHP