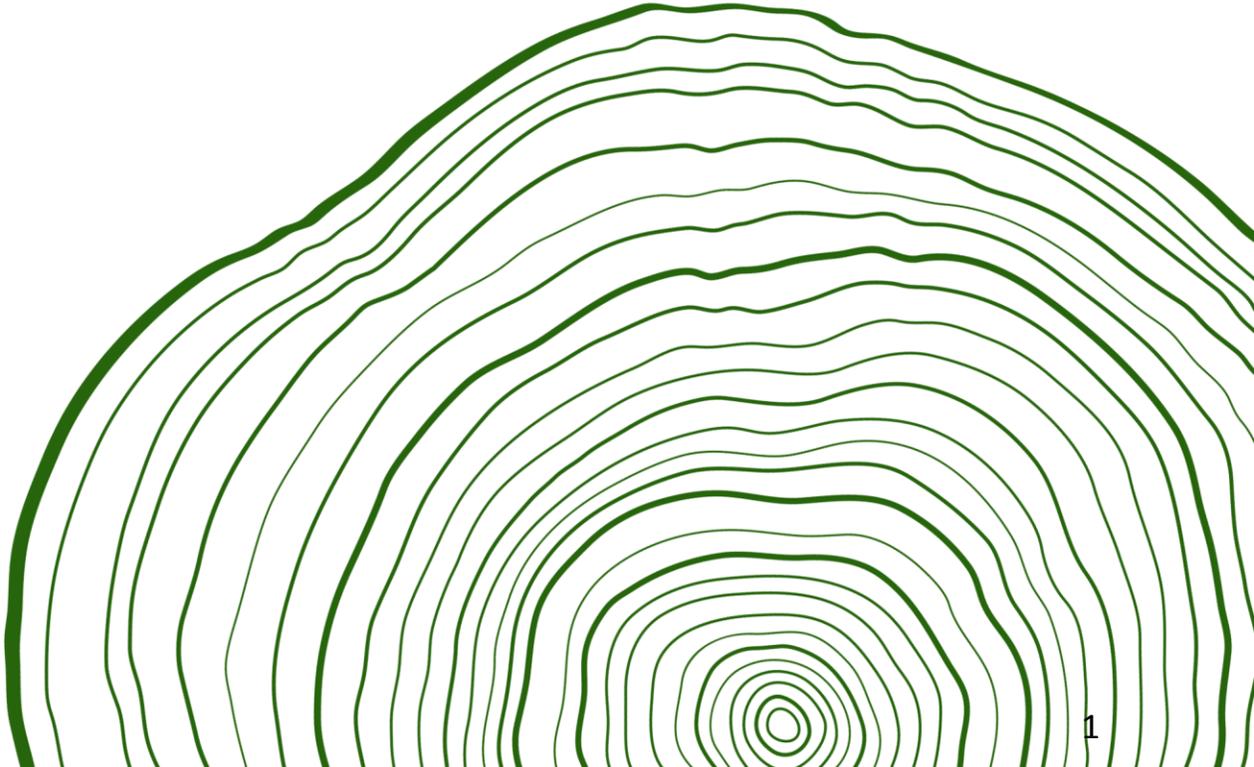




中華紙漿股份有限公司

1905.TW

4Q25 Earnings Results



2026. 3. 16



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.

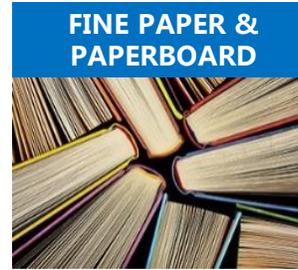
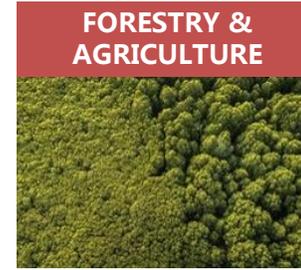
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Company Profile



- 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.



Capacity



林
FOREST



漿
PULP



紙
PAPER

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.

Operating Locations



Integrated Pulp and Paper Mill

- Hualien Mill
- Dingfung Mill

Recyclable Eco-Friendly Paper Mill

- Taitung Mill

Specialty Paper Mill

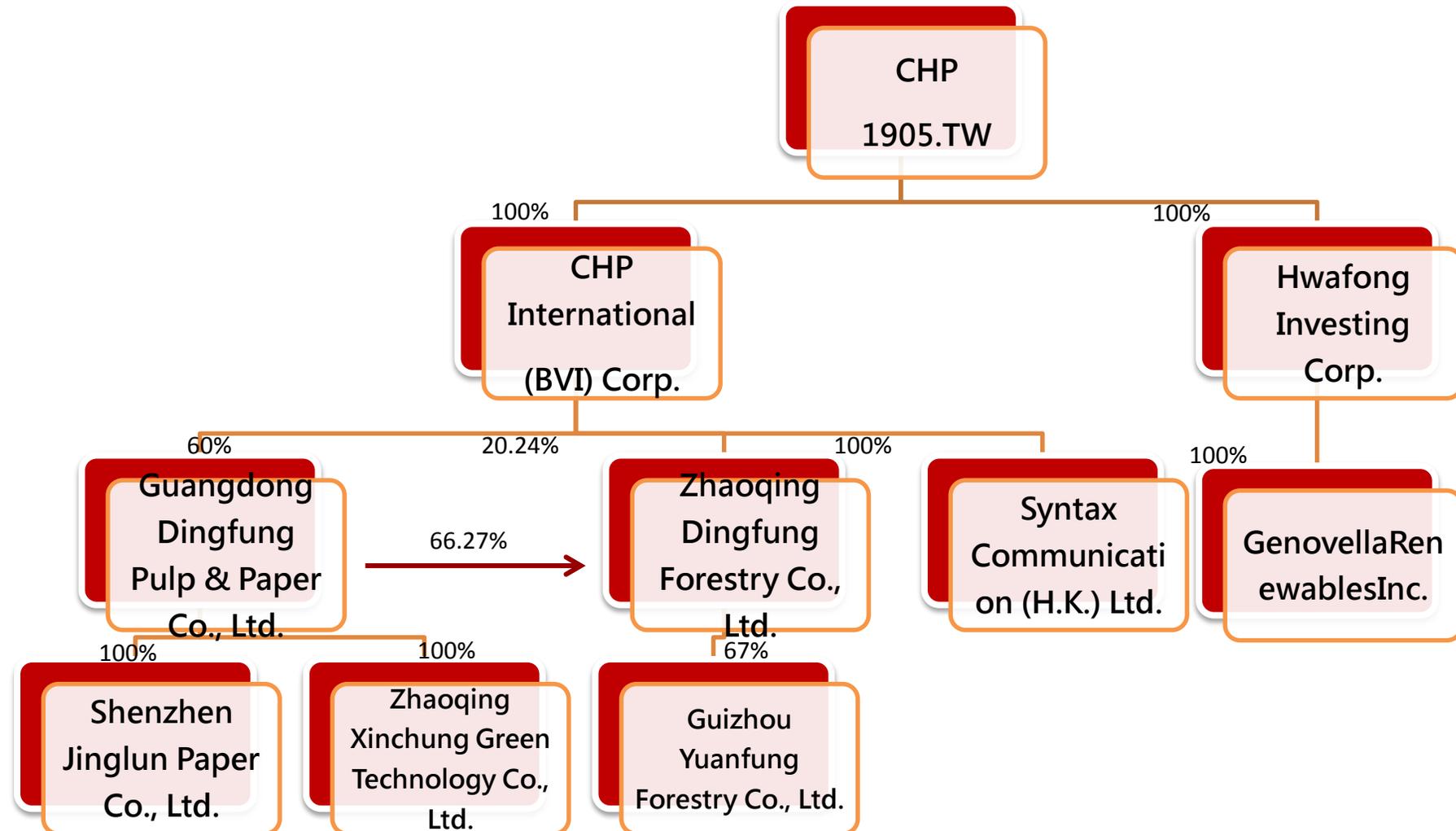
- Jiutang Mill

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





2025 Financial Results

| In NTD thousand | 4Q25 | | 3Q25 | | 2025 | | 2024 | | YoY |
|---------------------------------|-----------|-------|-----------|--------|-------------|-------|------------|-------|--------|
| | Amunt | % | Amunt | % | Amount | % | Amount | % | % |
| Sales | 4,673,213 | 100.0 | 4,527,072 | 100.0 | 18,766,991 | 100.0 | 20,767,530 | 100.0 | (9.6) |
| Gorss Profit | 204,037 | 4.4 | (86,739) | (1.9) | 503,371 | 2.7 | 1,544,938 | 7.4 | (67.4) |
| Operating Porfit | (280,407) | (6.0) | (539,988) | (11.9) | (1,528,547) | (8.1) | (550,757) | (2.7) | ---- |
| Non-operating Income/Expense | 668,566 | 14.3 | 138,212 | 3.1 | 759,767 | 4.0 | 244,114 | 1.2 | 211.2 |
| - Finance Costs | (71,437) | (1.5) | (76,004) | (1.7) | (283,849) | (1.5) | (230,317) | (1.1) | --- |
| - FX Gains/Losses | 7,184 | 0.2 | (13,486) | (0.3) | (107,481) | (0.6) | 56,259 | 0.3 | --- |
| - Share of Profit of Associates | 9,700 | 0.2 | 72,725 | 1.6 | 172,267 | 0.9 | 155,479 | 0.7 | 10.8 |
| - Dividend income | 0 | 0.0 | 105,063 | 2.3 | 105,063 | 0.6 | 84,233 | 0.4 | 24.7 |
| - Other Incomes | 723,119 | 15.5 | 49,914 | 1.1 | 873,767 | 4.7 | 178,460 | 0.9 | 389.6 |
| Profit Before Tax | 388,159 | 8.3 | (401,776) | (8.9) | (768,780) | (4.1) | (306,643) | (1.5) | ---- |
| Profit After Tax | 303,012 | 6.5 | (317,792) | (7.0) | (629,740) | (3.4) | (222,475) | (1.1) | ---- |
| Profit Attributable to Owners | 320,721 | 6.9 | (310,927) | (6.9) | (612,558) | (3.3) | (252,123) | (1.2) | ---- |
| After Tax EPS(NTD) | 0.29 | | -0.28 | | -0.56 | | -0.23 | | |

Summary



2025 Q4

- ✓ Consolidated revenue for the fourth quarter was NT\$4.67 billion, representing an increase from the previous quarter. The growth was mainly driven by reduced negative impacts from maintenance shutdowns and U.S. tariffs. Net loss attributable to the company was NT\$320 million..

2025

- ✓ Ongoing geopolitical conflicts, combined with U.S. tariff hikes that dampened consumer confidence and shifted consumption patterns, led to persistent weakness in market demand. Consequently, international pulp and paper prices remained subdued. Annual consolidated revenue totaled NT\$18.77 billion. Operating gross profit was NT\$503 million, with a gross margin of 2.7%. The operating loss was NT\$1.53 billion, representing an operating margin of -8.2%. On the non-operating side, driven by gains from real estate disposals and increased dividend income, net non-operating income reached NT\$760 million. The consolidated net loss amounted to NT\$630 million, with a net loss attributable to the company of NT\$610 million..

2026 OUTLOOK

- ✓ In 2026, pulp prices are expected to trend upward. However, uncertainty in the global political and economic environment persists, while market demand remains cautious and raw material wood chip prices continue to stay at elevated levels. In light of these factors, the Company will continue to adopt prudent strategies and operations to respond to changing market conditions.
- ✓ CHP remains committed to its long-term strategy in green energy and green product development, steadily building a green manufacturing ecosystem.

Green Energy: The Taitung mill has commissioned San Ying Enterprises Co., Ltd. to construct the most efficient biogas power generation facility in Eastern Taiwan, enhancing green energy efficiency while reducing wastewater treatment costs. As Taiwan's largest specialty paper mill, the Jiutang mill in Kaohsiung is responding to the city's coal-elimination policy by converting its existing cogeneration boilers to operate on 100% woody biomass energy. Furthermore, the Hualien mill launched a major new biomass power project in 2025. This initiative will more than double its annual power generation from 150 million kWh to 360 million kWh, achieving full energy self-sufficiency through 100% green electricity production.

Green Products: The Company is strengthening environmental certifications and carbon footprint labeling. Wood fiber products are inherently carbon-neutral and fully recyclable, and their barrier coatings make them ideal plastic-free alternatives. A prime example is PFAS-free greaseproof paper, one of the few global solutions that ensures food safety. As the EU prepares to restrict PFAS in food packaging this August, and Taiwan's Control Yuan urges the Ministry of Health and Welfare to follow suit, market penetration of PFAS-free products is expected to accelerate. Looking ahead, CHP will increase R&D investment in fiber material applications to develop high-value products that highlight the ecological value of sustainable fibers.

Thank you



CHP