

Investor Conference

Formosa Taffeta Co., Ltd.

November 26, 2025

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Critical Challenges and Future Directions



U.S. Tariff Policy under Trump

Tariff impacts differ by region. Taiwan focuses on dyeing and finishing with no direct U.S. exports; China also does not export directly, so the impact is minor. Vietnam, which accounts for about 50% of the supply chain, mainly exports to the U.S. Tariffs may weaken U.S. consumer demand, and the company will closely monitor brand market trends.



Exchange rate and cost pressures.

Rising labor and energy costs, along with exchange rate fluctuations, have sharply increased business pressure in a challenging environment.



Three locations and five plants diversify regional risk.

Taiwan, China, and Vietnam help diversify geopolitical risk.

Capacity integration

Capacity integration and better resource allocation reduce waste, improve efficiency, and strengthen operational resilience.



Intelligent Innovation / Sustainable Value Creation

AI technologies in production management enable real-time data-driven intelligent forecasting, optimize costs, drive high-value and differentiated products, and enhance lean processes to improve efficiency.

Strengthen partnerships with brands

With consistent quality and timely delivery, we enhance competitiveness and earn long-term brand trust.

Agenda

- I. Business Performance
- II. Product Development
- III. Operation Orientation
- IV. Q&A

01. Business Performance



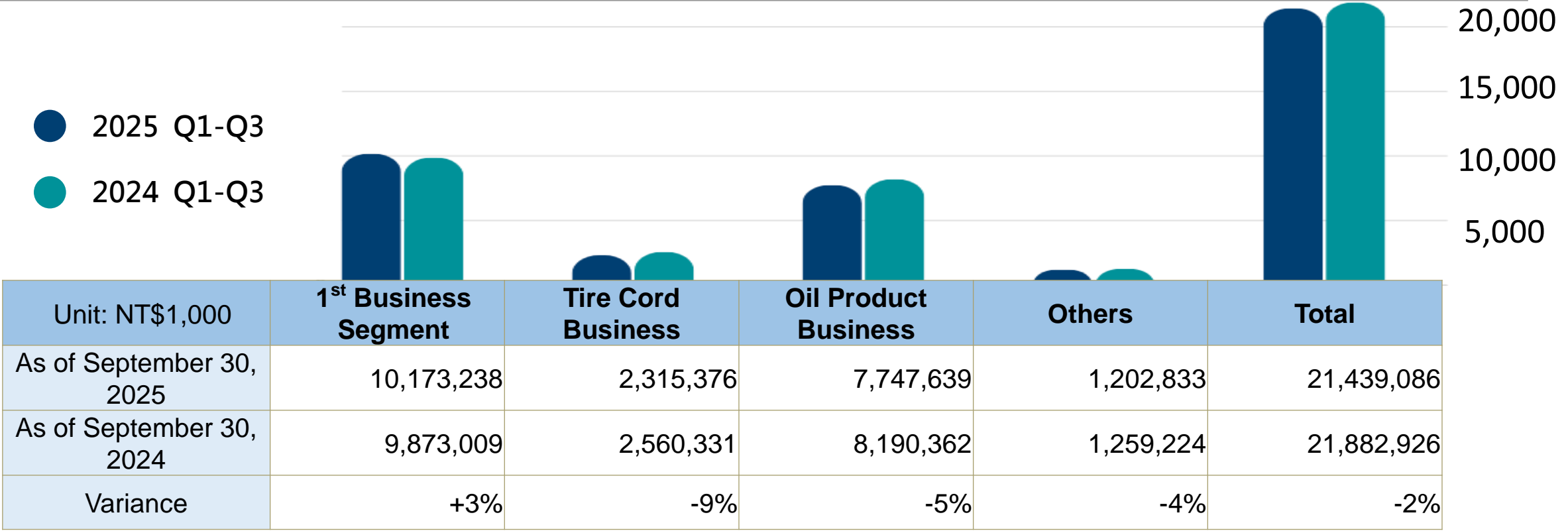
Consolidated Income Statement

Unit: NT\$1,000	nine months ended September 30			Comparison of Q3 2025 and Q3 2024		
	2025	2024	Variance	2025 Q3	2024 Q3	Variance
Sales revenue	21,439,086	21,882,926	-2.03%	6,505,738	7,089,698	-8.24%
Net operating margin	2,425,797	2,341,103	3.62%	733,133	758,563	-3.35%
Net margin	11%	11%		11.26%	10.70%	
Operating profit	645,025	503,995	27.98%	93,118	138,944	-32.98%
Operating profit Margin	3%	2%		1.43%	1.96%	
Non-operating income and expenses	-18,754	991,729		312,267	841,768	
Profit before income tax	626,271	1,495,724	-58.13%	405,385	980,712	-58.66%
Profit for the period from continuing operations	484,524	1,384,398	-65.00%	331,873	962,469	-65.52%
Rate of profit for the year	2%	6%		5.1%	13%	
Profit attributable to common shareholders of the parent	0.32	0.85		0.23	0.57	



Comparison of Revenues of Different Businesses

Unit:NT\$1000



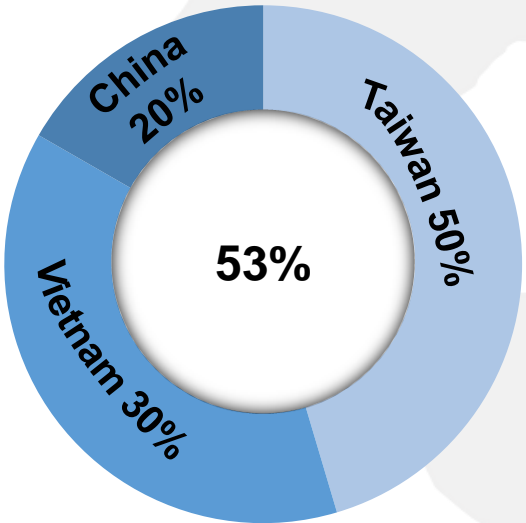
A decrease of NT\$ 0.444 billion (2.03%) in consolidated revenue from January to September, 2025—NT\$ 21.439 billion, compared to that of 2024—NT\$ 21.883 billion.

- Disadvantageous difference in sale price of NT\$ 0.066 billion: a result of an increase of NT\$ 0.468 billion of the 1st Business Segment, a decrease of NT\$ 0.377 billion of tire cord fabric, a decrease of NT\$ 0.127 billion of oil product business division, an decrease of NT\$ 0.030 of other business divisions.
- Disadvantageous difference in sale quantity of NT\$ 0.378 billion: a result of an decrease of NT\$ 0.168 billion of the 1st Business Segment, a increase of NT\$ 0.132 billion of tire cord fabric, a decrease of NT\$ 0.316 billion of oil product business division, and an decrease of NT\$ 0.026 billion of other business divisions.

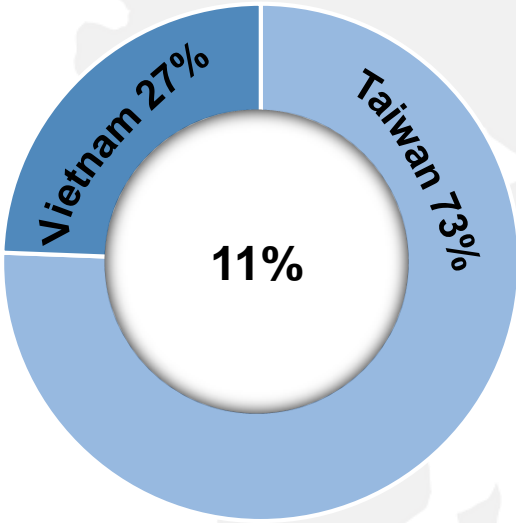


Proportion of Sales Revenue by Production Base for Key Products as of the End of September 2025

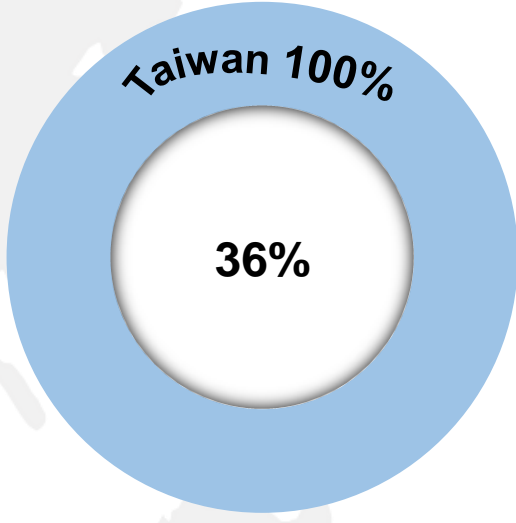
Filament Woven Fabrics
of 1st Business Segment



Polyamine/Polyester Tire Cord
Fabric of 2nd Business Segment



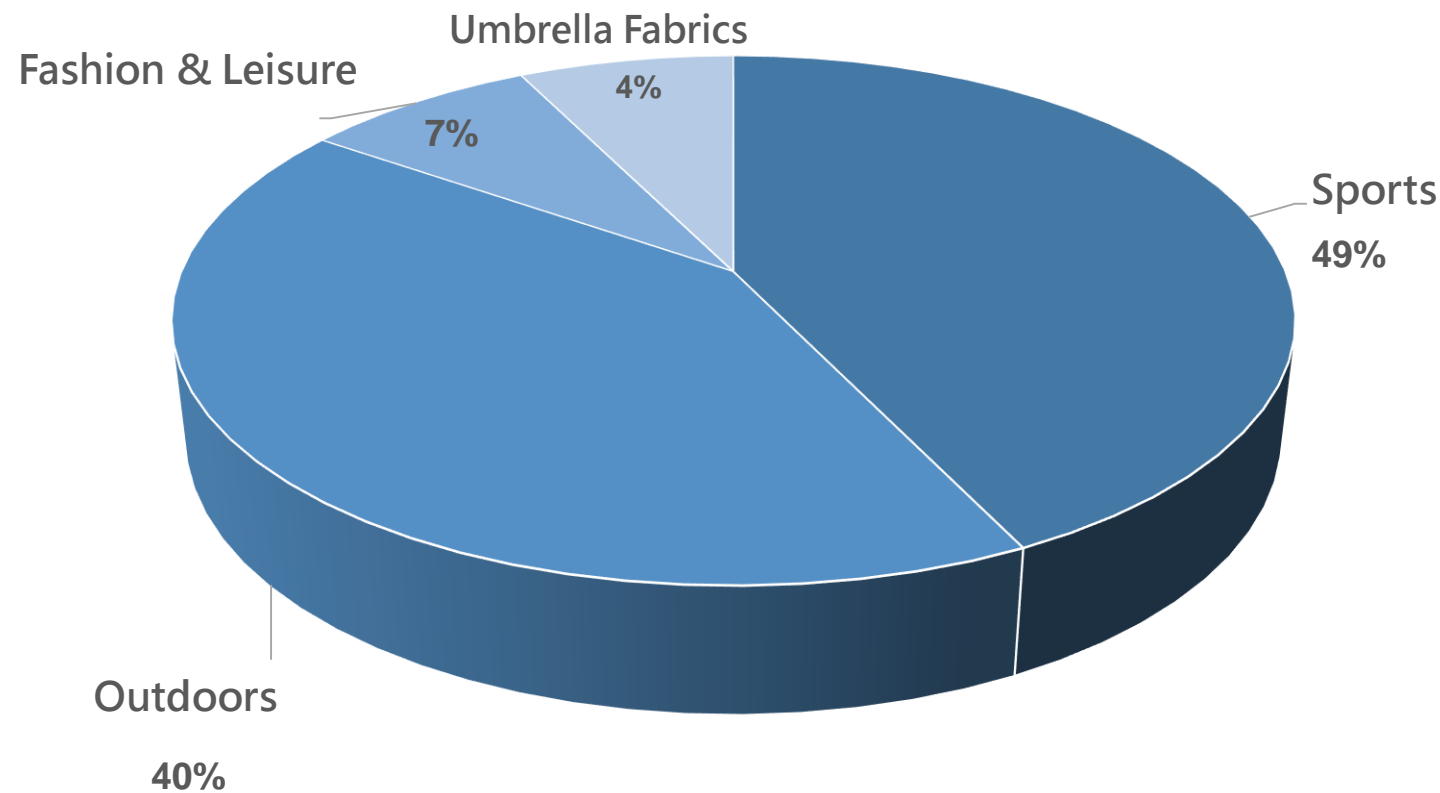
Petroleum goods/service
of 2nd Business Segment





Sales Volume Breakdown of Polyamide/Polyester Woven Fabrics as of the end of September, 2025

Breakdown by sales volume:



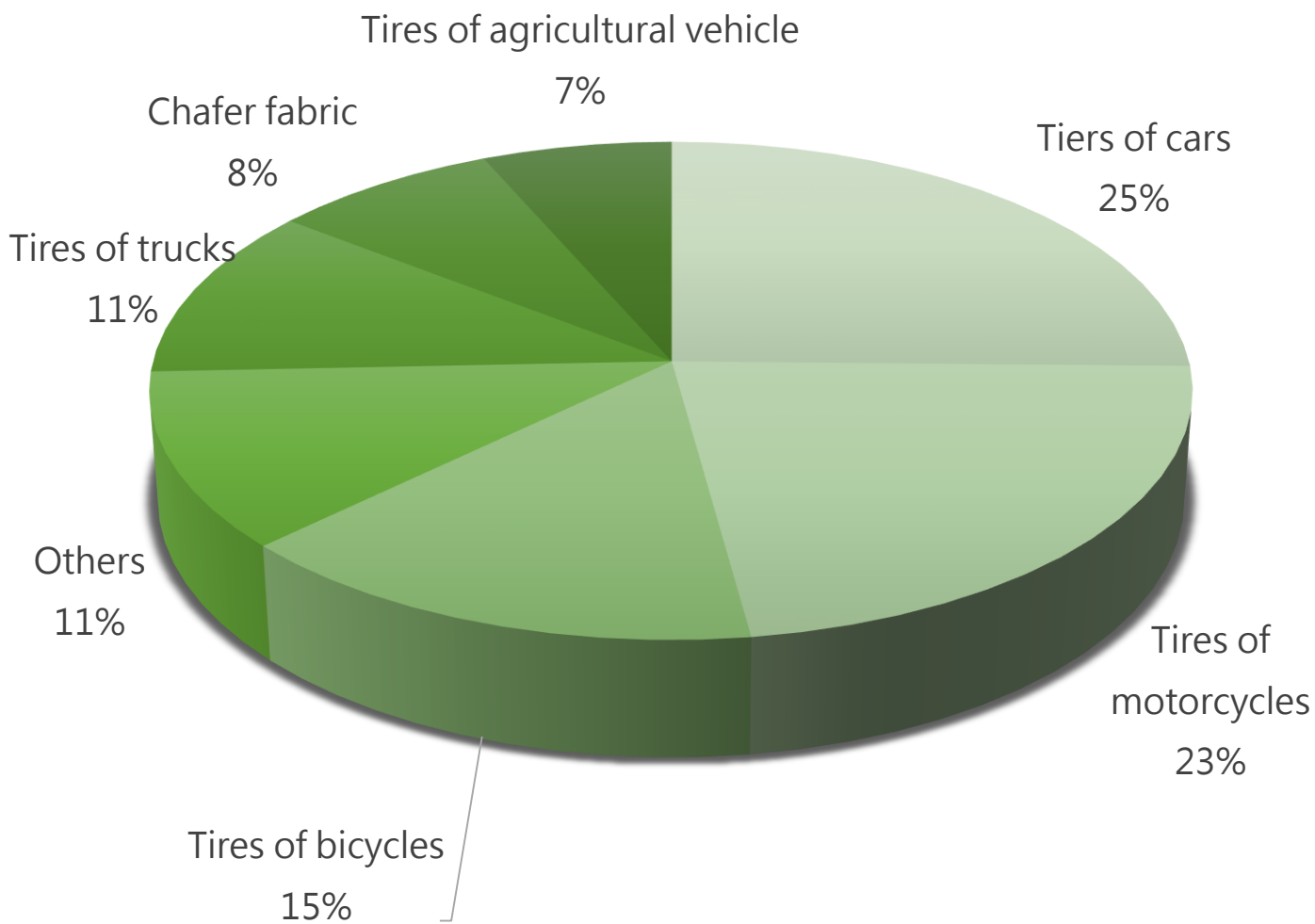
Breakdown by customer category:

Item	Customer	Sales Volume
Sports	Nike	24%
	adidas	20%
	PUMA	3%
	Others	2%
Outdoors	Columbia	22%
	Patagonia	5%
	The North Face	3%
	Others	10%
Fashion & Leisure	lululemon	2%
	Pertex	1%
	L.L.Bean	1%
	Others	3%
Umbrella Fabrics		4%



Sales Volume Breakdown of Polyamide/Polyester Tire Cord Business as of the end of September, 2025

Breakdown by product:



Breakdown by sales area

Area	Sales Volume
South-east Asia	51%
Taiwan	29%
U.S.A	8%
India	4%
South-north Asia	3%
China	2%
Europe	1%
Others	2%



Cash Flow Statement

Unit: NT\$1,000	nine months ended September 30	
	2025	2024
Cash and cash equivalents at beginning of period	3,524,678	4,241,157
Net cash flows from operating activities	2,333,145	2,787,614
Net cash flows used in investing activities	-407,946	-376,980
Net cash flows used in financing activities	-2,048,042	-2,578,374
Effect of foreign exchange rate	-324,318	91,913
Cash and cash equivalents at end of period	3,077,517	4,165,330
Free cash flow*	1,876,337	2,276,739

*Free cash flow = Net cash flows from operating activities - Capital Expenditures

02. R&D NEW DEVELOPMENT

CONTENTS

1

Long-Lasting UV-Protective Eco Stretch Fabric

2

Filament-Staple Fiber Composite Yarn Fabric

3

Tie-Dye Iridescent Fluoride-Free
Water-Repellent Fabric

4

Eco-friendly Double-Faced Ventilated Wicking Fabric

5

Eco Stretch Nylon with Rugged Thickness and
Abrasion Resistance

6

100%-Nylon Waterproof Breathable Fabric

Long-Lasting UV-Protective Eco Stretch Fabric

Our company utilizes a specially developed eco-functional yarn made from recycled PET bottles. Without the use of any harmful UV-blocking agents, the fabric achieves excellent sun protection performance with a UPF rating of 50+ and UVA transmittance of less than 5%. The UV protection remains effective even after repeated washing. In addition, the fabric offers comfortable stretch, wicking, and quick-drying properties, making it ideal for a wide range of outdoor and activewear applications.



Filament-Staple Fiber Composite Yarn Fabric



Formosa Taffeta has developed a series of filament-staple composite yarn fabrics using its proprietary composite spinning technology. By combining the superior durability, anti-pilling, and wrinkle resistance of filaments with the excellent sweat absorption, breathability, and skin-friendly comfort of natural fibers, these fabrics offer the best of both worlds: durability and comfort.

They feature a naturally soft, delicate hand feel and are enhanced with stretch yarns and wicking finishes, making them ideal for shirts and pants. The result is a fresh wearing experience—lightweight, dry, and breathable. This product line has already received orders from premium brand clients.



Tie-Dye Iridescent Fluoride-Free Water-Repellent Fabric

- Formosa Taffeta's recycled eco-friendly material features an irregular iridescent and metallic laser-like appearance, offering a distinctive and trendy look. It is treated with a sustainable, fluoride-free water-repellent finish that effectively keeps the fabric dry and reduces staining.
- The fabric presents shifting visual effects across different areas, combining high-performance water repellency with fashionable iridescence—making it a versatile and eye-catching textile.

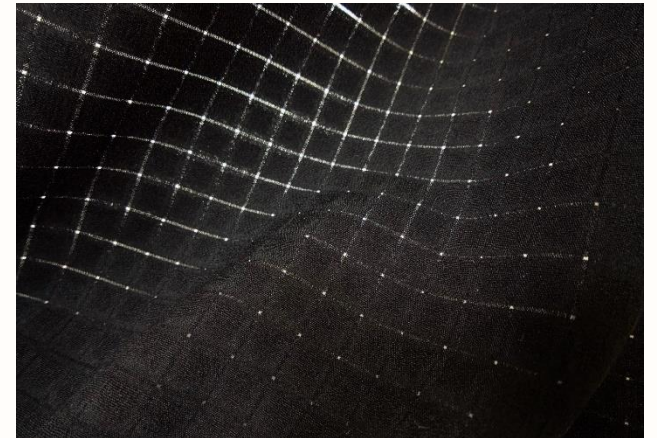
Eco-friendly Double-Faced Ventilated Wicking Fabric

Combining recycled eco-friendly yarns, easy-dissolvable fibers, and a specially engineered structure and arrangement, this fabric delivers enhanced overall performance. It offers comfortable stretch, a soft hand feel, breathability, and wicking properties—seamlessly blending fashion, functionality, and sustainability.

Key Features:

1. Eco-friendly recycled material
2. Double-faced structure with raised geometric protrusions to reduce sticking to the skin
3. Perforated design for better ventilation and faster drying
4. Four-way stretch for enhanced comfort

Applications: Sports, leisure, and outdoor activities.



Eco Stretch Nylon with Rugged Thickness and Abrasion Resistance

Made with recycled nylon and spandex yarns, this fabric offers a rugged and durable appearance, a soft, bulky cotton-like hand feel, and comfortable stretch. It is treated with fluoride-free water-repellent and waterproof breathable finishes, providing high waterproofness and excellent moisture permeability. In addition, it delivers outstanding tear strength and abrasion resistance, passing the Martindale test with over 100,000 cycles. Ideal for outdoor apparel, this fabric combines comfort, performance, and sustainability.





100%-Nylon Waterproof Breathable Fabric

eSMORE-TEX™

100%

Mono-Material

The world's first all-nylon waterproof breathable membrane. The entire fabric is made from a single material, making it easy to recycle and reuse.

0

Non-toxic Solvents

The production process uses non-toxic solvents, ensuring safety for human health while being more environmentally friendly.

3

Outstanding Performance

Excellent air permeability, waterproofness, and moisture permeability — delivering performance far beyond that of conventional fabrics.

This innovative fabric features excellent elasticity and stretch, offering exceptional comfort and freedom of movement. It is especially suitable for sports, outdoor recreation, and extreme activities.

03. Operation Orientation

Financial Stability / Brand Enhancement

Dividend Policy

Since 1985, the company has distributed dividends for 41 consecutive years, with cumulative cash dividends of NT\$43.5 per share. Over the past five years, the average cash dividend yield has been 5.96%.

Brand Trust

Highly trusted by world-renowned brands, with partners including adidas, NIKE, PUMA, Lululemon, COLUMBIA, L.L.Bean, THE NORTH FACE, UNIQLO, and many more.

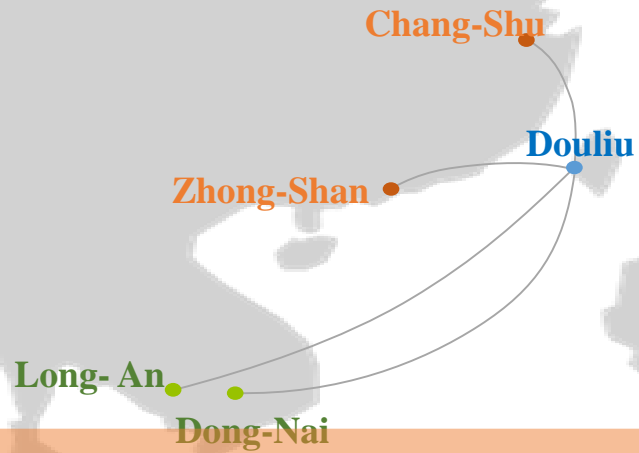
Circular Sustainability

By promoting sustainable materials, we continuously increase the use of recycled materials, and combined with the adoption of green electricity, we are gradually implementing a comprehensive carbon reduction roadmap.

FTC is committed to maintaining sound financial health based on prudent management while consistently generating stable profits. At the same time, the company adopts a conservative dividend policy to ensure that business results are shared with shareholders. FTC also actively invests in R&D and green transformation, promoting sustainable growth, enhancing corporate value and long-term competitiveness, thereby achieving a win-win outcome for both the company and its shareholders.



Production Base



福懋安定站慶開幕

The Gas Station Anding Branch officially opened on August 27, 2025, expanding the network from 104 to 105 stations. This further enhances the Formosa Petrochemical app services and fueling convenience, making it easier for more customers to access.

Area	Production Facility Upgrade and Expansion Plan by Site	Annual Total Production Capacity (ten thousand yard/year)	Investment Amount (in thousands of NT\$)	Estimated Completion Date
Taiwan	Production Line for Polyurethane-Based Waterproof and Breathable Membranes	26.4	74,115	2025/12
Vietnam	High-Performance Breathable Waterproof Coating & Lamination Production Line(Long-an)	656	358,738	2026/07
	Replacement of Obsolete Weaving Machines(Long-an)	1,638	226,617	2026/07
	Replacement of Obsolete Weaving Machines(Dong-Nai)	594	44,815	2025/12



ESG Highlights and Awards



21st Century Foundation

the High Distinction Award for
Net Zero Competition

SCIENCE BASED TARGETS

Validation of Science Based
Targets initiative, SBTi

CDP

Carbon Disclosure Project

Climate change – A List
Water security-Leadership



Business Weekly

2025 Top 100 Carbon
Competitiveness
Rankings



SGS ESG Awards

Water Resource Management

Resource Circulation Excellence

2024 Ministry of Environment
Resource Circulation Excellence –
Silver Award



FTSE4Good
TIP Taiwan ESG Index



TIP Taiwan ESG Index
FTSE4GOOD

台塑企業

FORMOSA PLASTICS GROUP

BEYOND TEXTILES
BEYOND TOMORROW



並且以化學法 散聚回收耐隆的企業之一



Formosa
Taffeta Co.,
Ltd.

敬請 指教

Thank You !

