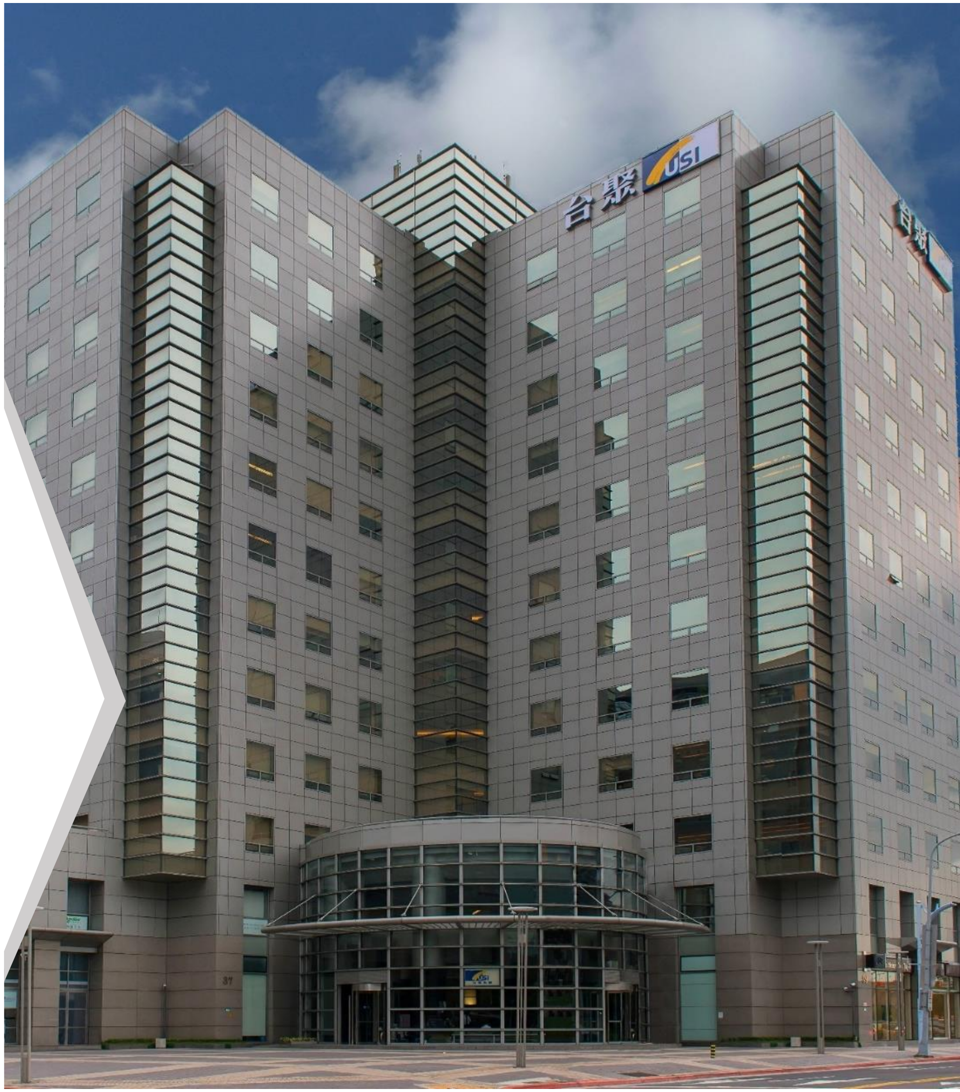
2026

0827

USIG

Investor Conference



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The information in this presentation is not for investment advices.

Presentation Outline

01 General Information of USI
Business Review and Outlook

02 Financial Information

03 Q & A

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USI
Reported By: Mark Wu
(Vice President of Sales & Marketing Dept.)

General Information of USI

Established Date	May 26, 1965	
Capital	NT$ 11.9 Billions	
No. of Employees	399 (2026.8.14)	

Revenue	H1 2025	H1 2026
Consolidated	23.722 Billions	21.76 Billions

High Pressure LDPE/EVA Plant

Production Facility	• 4 sets of High-Pressure Autoclave Production Lines	
Annual Capacity	• LDPE/EVA Total at 150KMT	
Production	H1 2025 63,862 MT	H1 2026 50,617MT
Operating rate	H1 2025 96.8%	H1 2026 76.7%

Low Pressure HDPE/LLDPE Plant

Production Facility	• 1 set of Gas Phase Production Line	
Annual Capacity	• HDPE/LLDPE Total at 130KMT	
Production	H1 2025 43,140 MT	H1 2026 32,649 MT
Operating rate	H1 2025 66.4%	H1 2026 50.2%

USI
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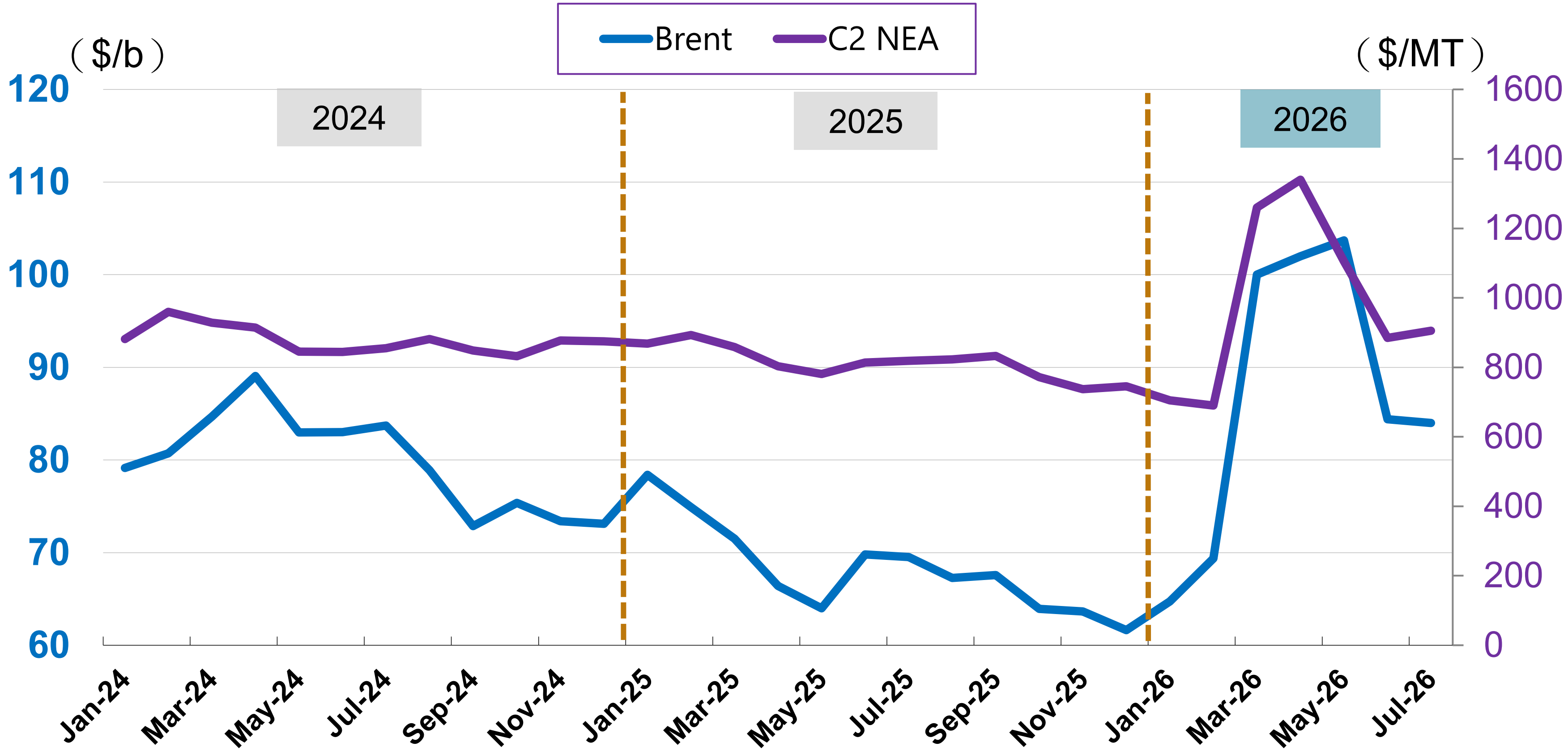
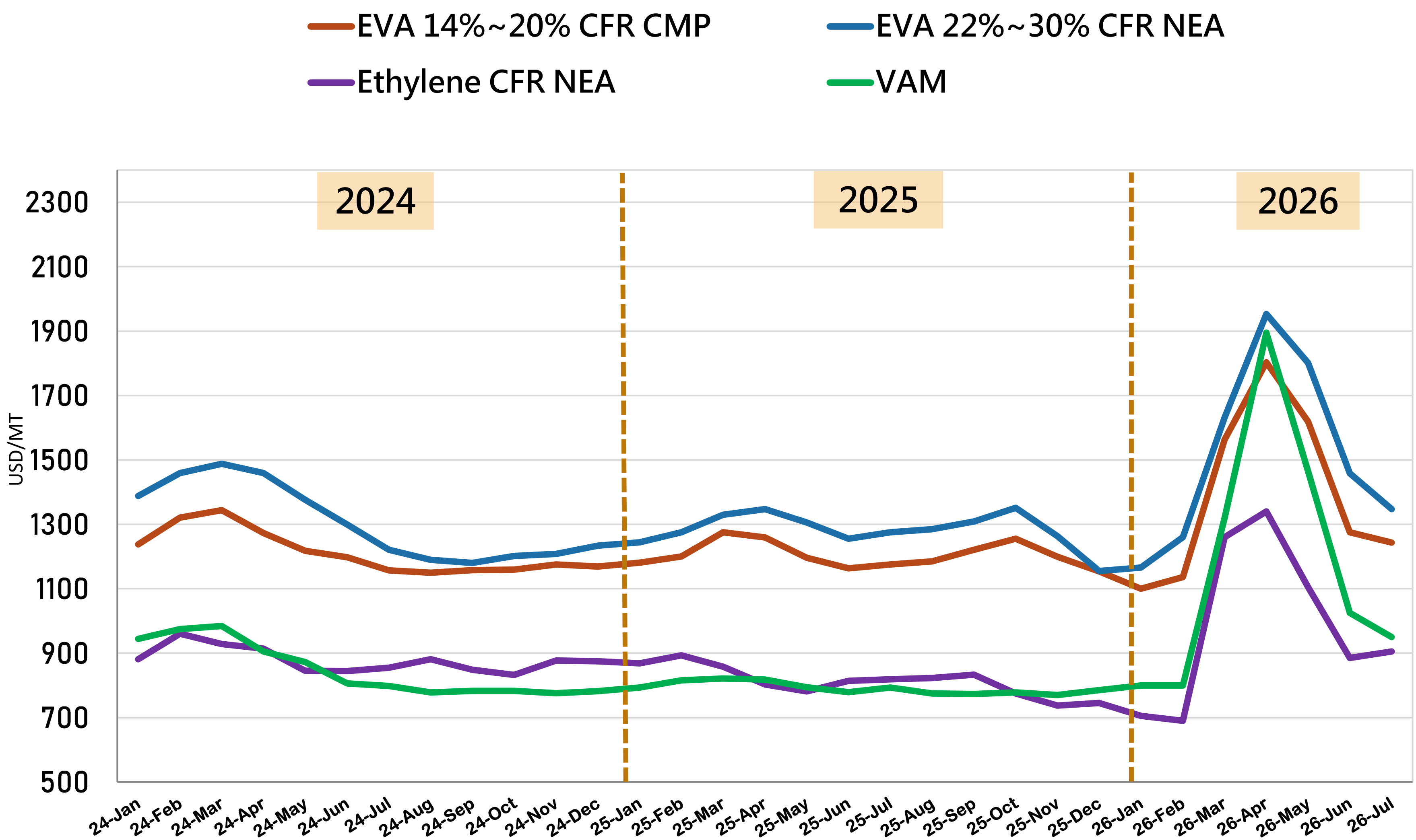
Business Review and Outlook

Crude Oil / Ethylene Monomer Review

- Crude Oil： Oil prices fluctuated with recurring Middle East geopolitical tensions, followed by a noticeable retreat starting mid-May.
- Ethylene: Prices briefly spiked above US$1,400/MT in late March, before trending downward from mid-April to reach US$810/MT by late June.

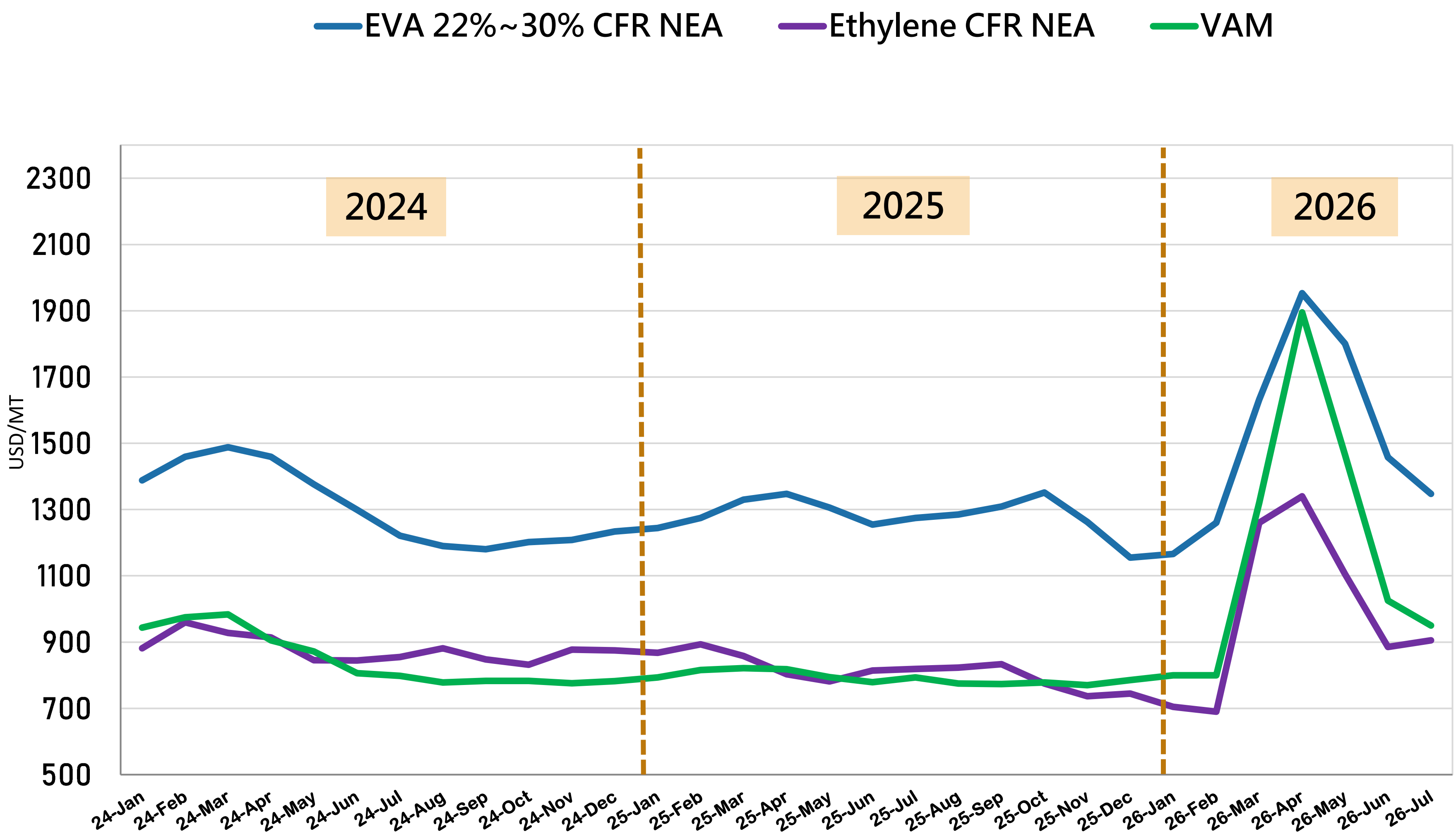


EVA Market Review



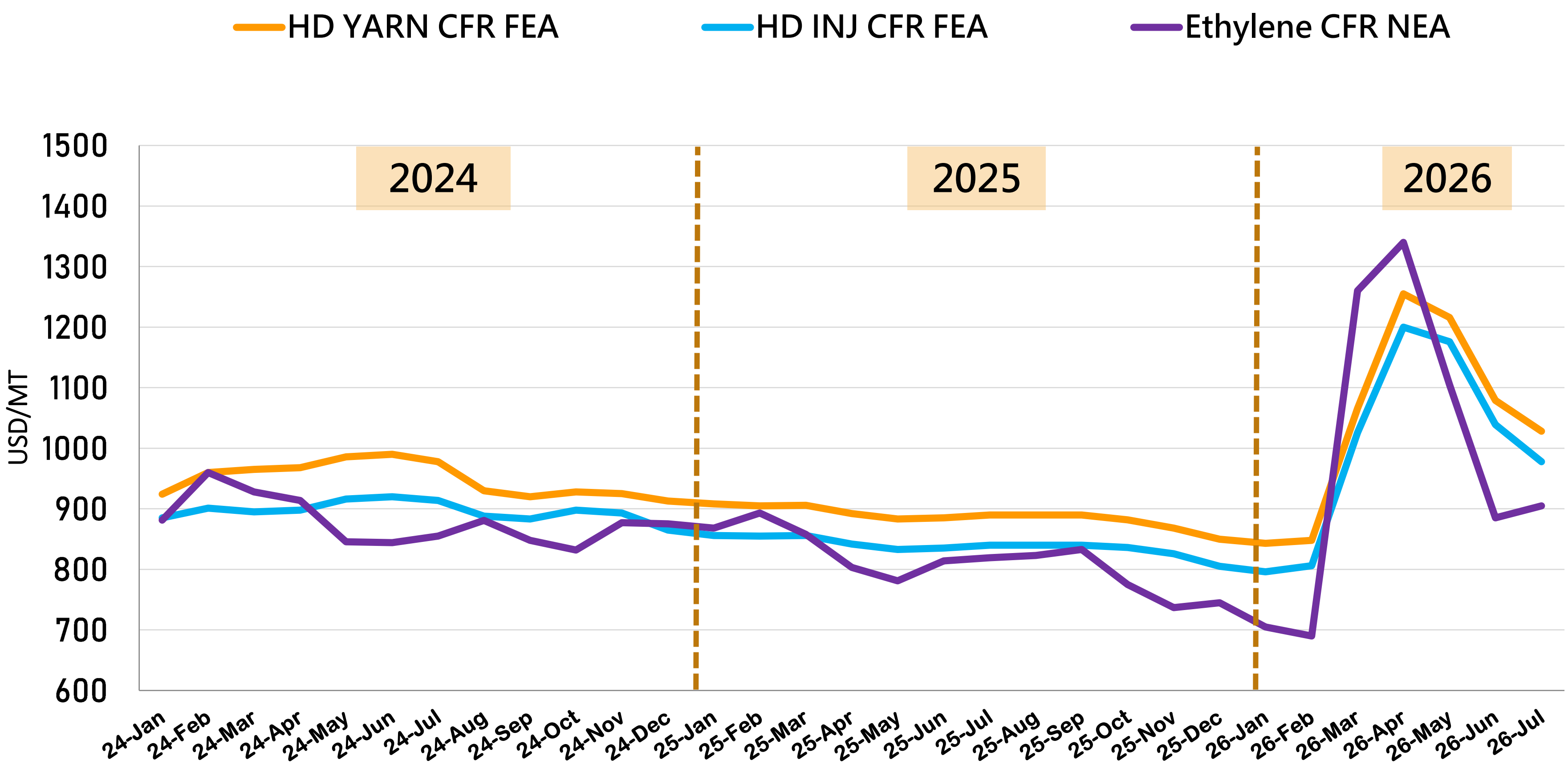
資料來源: ICIS

EVA Market Review



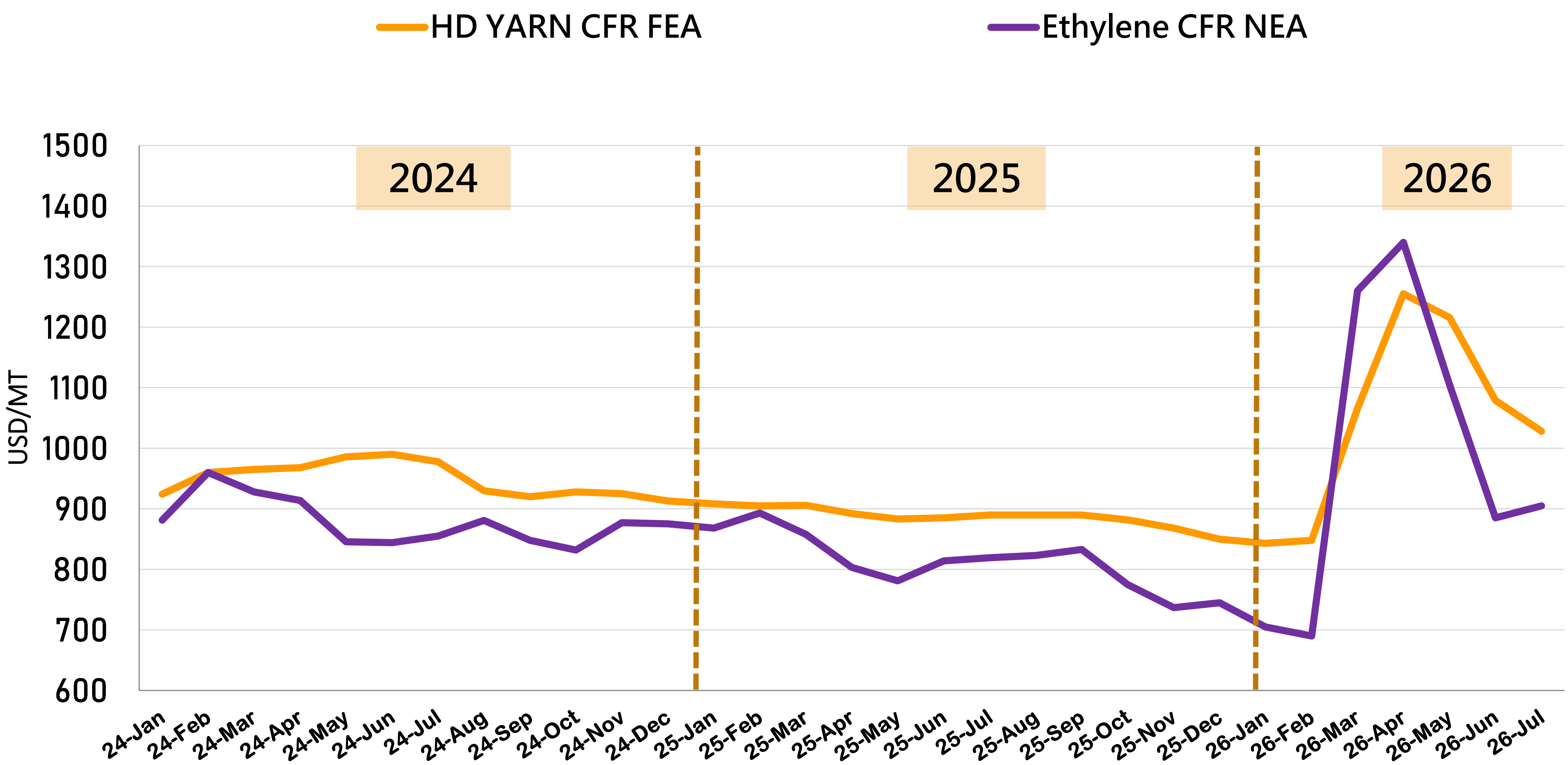
資料來源: ICIS

PE Market Review



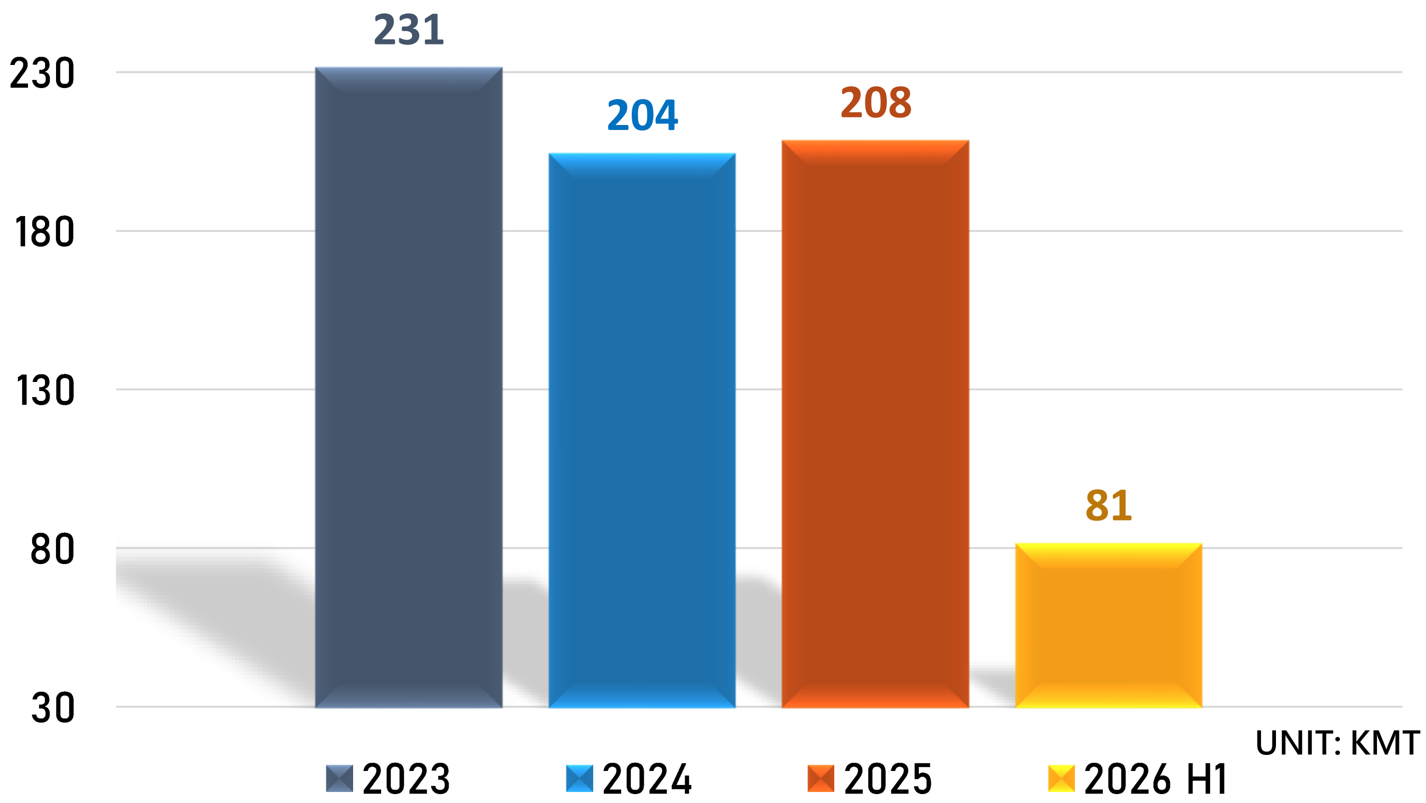
資料來源: Platts

PE Market Review



資料來源: Platts

Business Review of 2023 to 2026



Sales Comparison H1 2025 and 2026

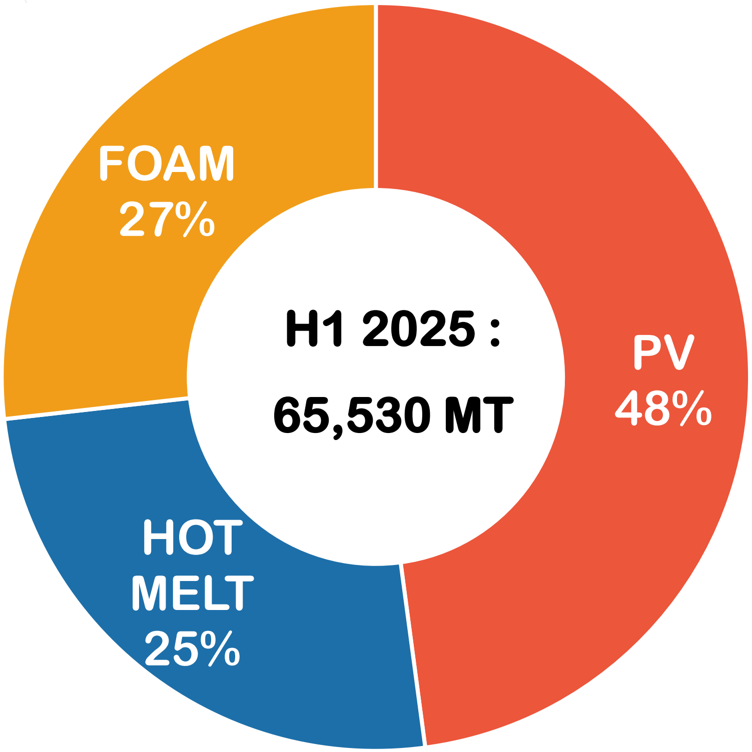
	H1 2025	H1 2026	Difference
Total Quantity	108.7	81.4	-27.3

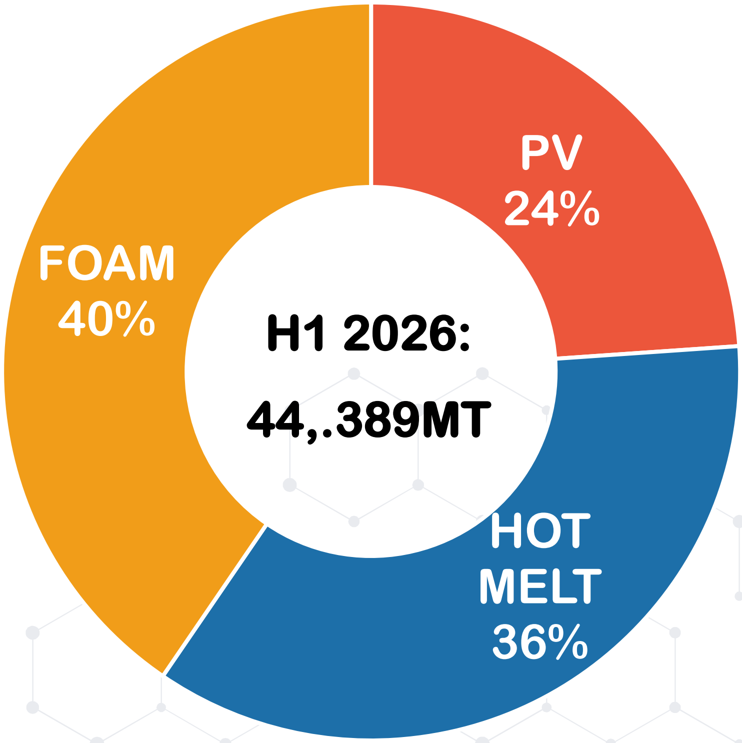
UNIT: KMT

EVA Operation Review: Q2 2026

- In March and April, customers engaged in panic buying, yet actual downstream demand contracted instead of growing. As EVA prices trended downward in May and June, clients adopted a wait-and-see stance. Throughout most of Q2, PV-grade EVA selling prices fell below cash/operating costs, leading to a sharp drop in Q2 orders. In response, we cut production, lowering our operating rate from 93.5% in Q1 to 59.9% in Q2.
- China's EVA capacity continues to expand rapidly, turning the region into a net exporter during April–June. While Taiwanese footwear makers showed limited adoption of mainland sources, PV clients and mainland-funded footwear manufacturers shifted significantly to Chinese supplies.
- Export sales margins expanded significantly in April. However, clients prioritized destocking high-cost inventory in May and June, leading to a sharp drop in sales volume. Q2 sales volume of PV-grade declined by 12,573 MT YoY.
- Sales Breakdown : Foaming grade accounted for 40%, Hot Melt Adhesive (HMA) grade accounted for 36%, and PV grade accounted for 24%.

USI's EVA Application Proportion





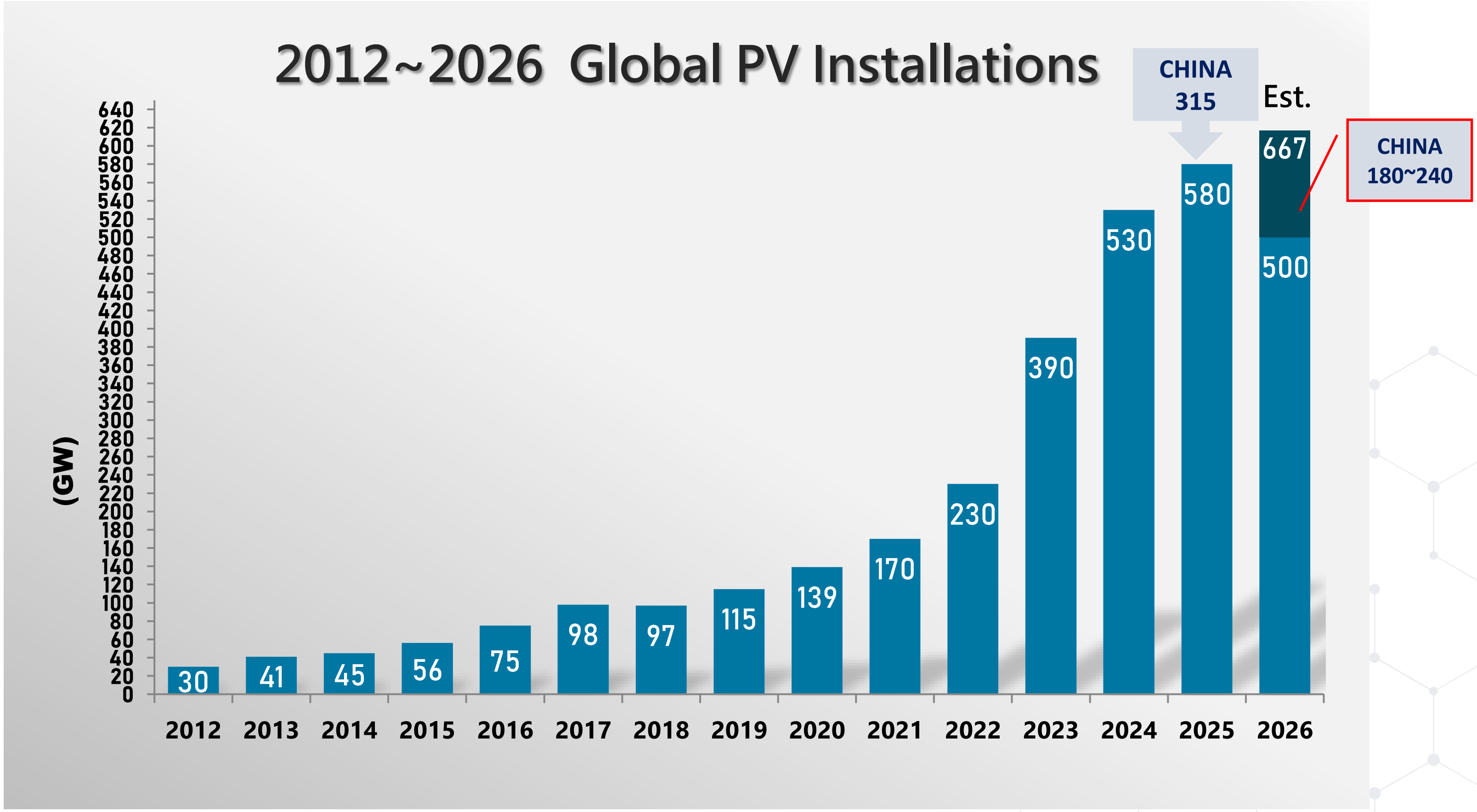
LDPE/HDPE/LLDPE Operation Review: Q2 2026

- Following the outbreak of the US–Iran conflict, Middle Eastern supplies were virtually suspended between March and May. Supply from South Korea and Southeast Asia also dropped significantly. Mainland Chinese suppliers, possessing relatively ample supply, capitalized on the opportunity to boost exports.
- Despite tight import supply in April–May, local price hikes in April were excessive. Although prices were adjusted downward in May, a substantial gap remained compared to Chinese market prices. Certain downstream clients struggled to pass on cost increases, leading to shrinking orders; fortunately, our core customer base remained relatively stable.

LDPE/HDPE/LLDPE Operation Review: Q2 2026

- Export Market Performance: Export margins surged in April due to soaring market prices and the fulfillment of deferred orders. However, as geopolitical risks eased, downstream buyers adopted a wait-and-see stance, and low-priced mainland competitors poached market share. To maintain client relationships and prevent customer loss, we flexibly adjusted pricing; nevertheless, Q2 export sales volume of PE posted a minor decline.
- Q2 Sales Volume: Combined Q2 sales volume of HD/LLDPE reached 17,170 MT, representing a YoY decrease of approximately 3,890 MT (-18.5%).

Global PV Demand

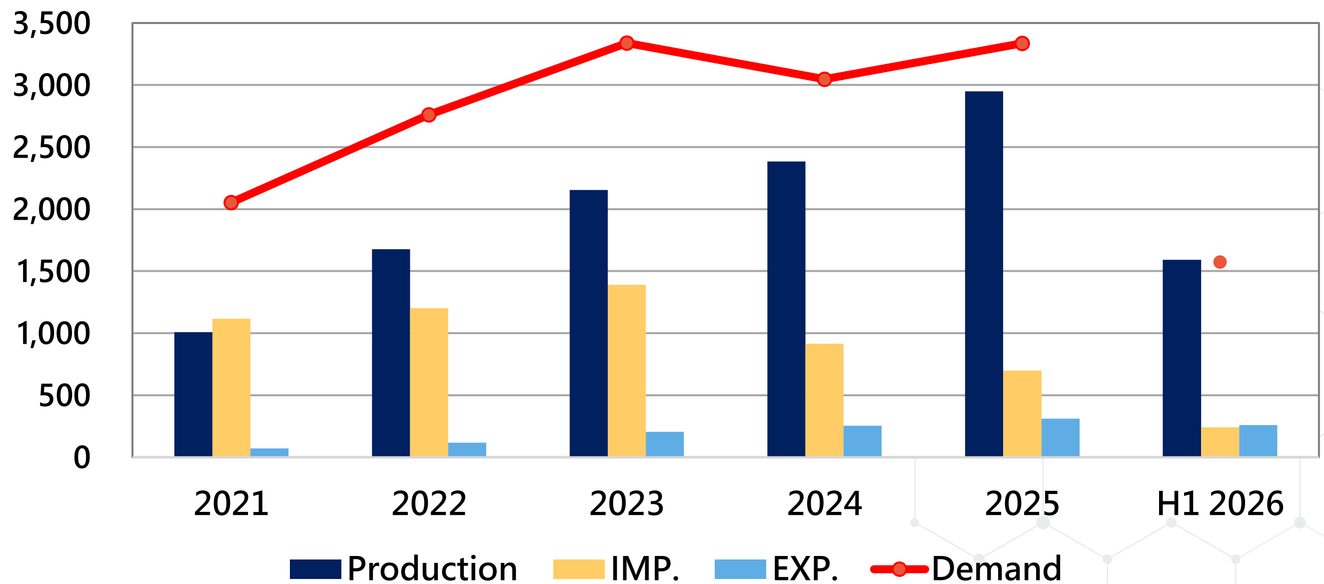


Source from:
IHS、Trend Force、CPIA、
BNEF、Wood Mackenzie

China EVA Demand

YEAR	Production	IMP.	EXP.	Demand	Self-sufficiency Rate (%)
2021	1,007	1,117	71	2,053	49%
2022	1,676	1,202	117	2,761	61%
2023	2,154	1,391	206	3,339	65%
2024	2,384	916	253	3,046	78%
2025	2,949	697	310	3,336	88%
H1 2026	1,590	240	259	1,572	101%
(H1 2025)	1,401	381	140	1,643	85%

UNIT: KMT



Reference: Chem99, China Customs Data

The Proportion of EVA Applications in China

Year	PV Film	Foam	W&C	HMA	Coating	Agri-cultural	Other	Demand
2022	47	22	15	6	6	1	3	2,645
2023	55	19	13	5	5	1	3	3,181
2024	53	19	13	5	5	1	4	3,227
2025	50	20	15	5	5	1	5	3,273

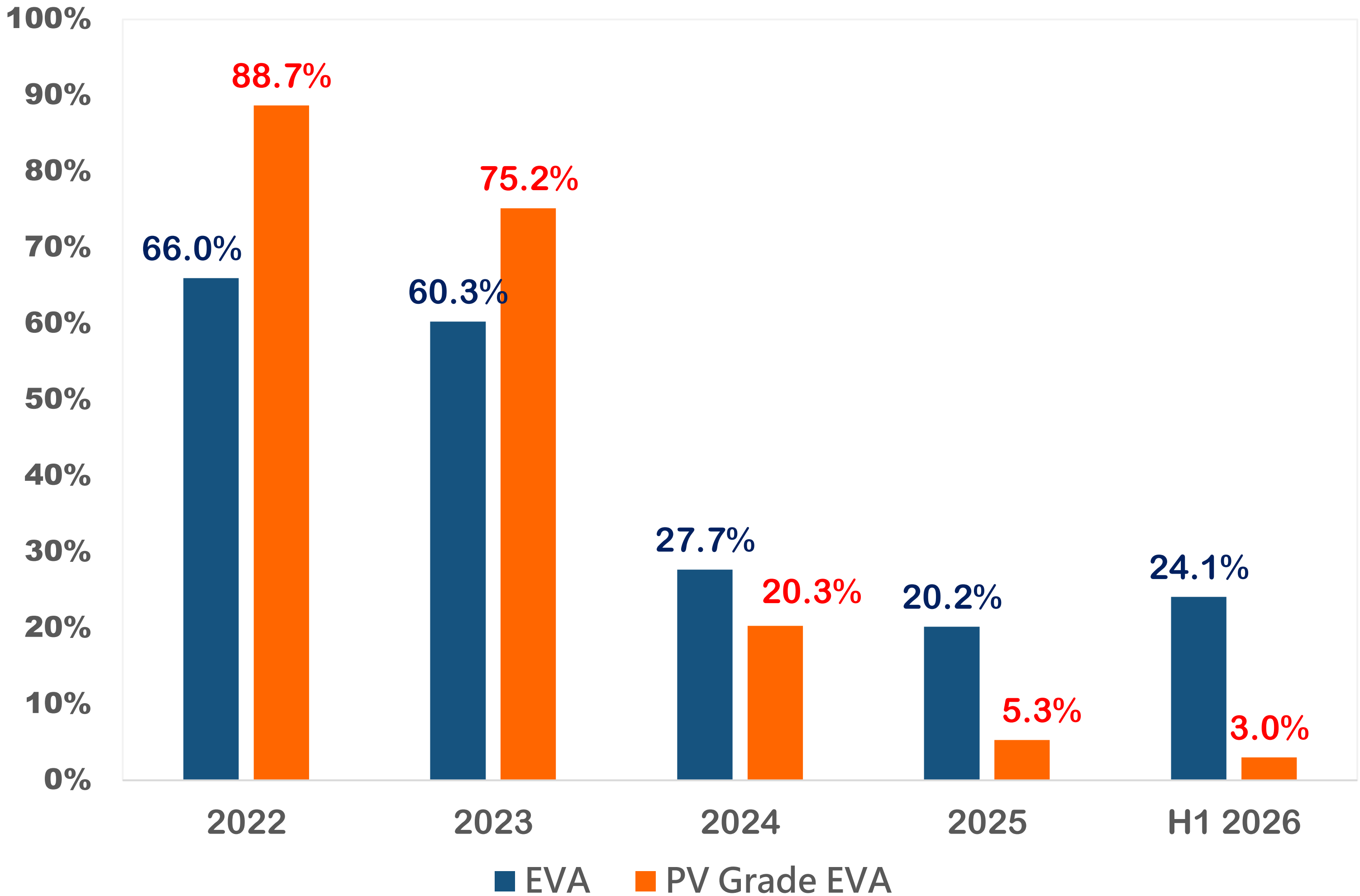
Source from: Chem99
Unit of applications ratio: %
Unit of apparent demand: KMT

EVA Capacity in China

UNIT: KMT

Company	Annual Capacity	Start Year	Product Applications
BEIJING DONGFANG PC	40	1995	Film/packaging
BASF-YPC COMPANY LIMITED	200	2005	Film/foam(containing high VA)/W&C
SINOPEC YANSHAN COMPANY	260	2011	Film/foam/lamination/HMA
LEVIMA ADVANCED MATERIALS TECHNOLOGY	100	2015	Foam(containing high VA)/W&C/PV
FORMOSA PLASTICS CORP.NINGBO	72	2016	Foam(containing high VA)/W&C/PV
JIANGSU SAILBOAT PETROCHEMICAL	300	2017	Foam(containing high VA)/W&C/HMA/PV
SHAANXI YANCHANG COAL YULIN EN. AND CH.	300	2021	Film/foam/W&C/PV
SINOPEC YANGZI PC	100	2021	Foam(containing high VA)/HMA/PV
SINOCHEM QUANZHOU PETROCHEMICAL	100	2021	Foam/W&C/PV
ZHEJIANG PETROLEUM & CHEMICAL CO., LTD.	300	2021	PV
SINOPEC ZHONGKE (GUANGDONG) REF.& CH.	100	2022	Foam/W&C/PV
LEVIMA ADVANCED MATERIALS TECHNOLOGY (Debottleneck)	50	2022	Foam(containing high VA)/W&C/PV
XINJIANG DUSHANZI TIANLI HIGH&NEW TECH	200	2022	Foam/PV
FORMOSA PLASTICS CORP.NINGBO (Debottleneck)	28	2022	Foam(containing high VA)/W&C/PV
FUJIAN GULEI PETROCHEMICAL	300	2023	Foam(containing high VA)/W&C/PV
NINGXIA BAOFENG ENERGY	250	2024Q1	Foam(containing high VA)/W&C/PV
JIANGSU SAILBOAT PETROCHEMICAL (Phase I)	200	2024Q4	Foam(containing high VA)/W&C/PV
JIANGSU SAILBOAT PETROCHEMICAL (Phase II)	200	2025Q1	Foam(containing high VA)/W&C/PV
JIANGSU SAILBOAT PETROCHEMICAL (Phase III)	200	2025Q2	Foam(containing high VA)/W&C/PV/lamination
LEVIMA ADVANCED MATERIALS CORPORATION	200	2025Q4	
ZHEJIANG PETROLEUM & CHEMICAL CO., LTD.	300	2025Q4	
SHANDONG YULONG PETROCHEMICAL CO., LTD.	300	2026	LDPE / EVA
Total (In production)	4,100		
JIANGSU SAILBOAT PETROCHEMICA	100	2026 SEP.~OCT.	EBA/EVA capable
JIANGSU SAILBOAT PETROCHEMICA	50	2026	EBA/EVA capable
ZHEJIANG PETROLEUM & CHEMICAL CO., LTD.	700	Late 2026~ early 2027	
GUANGXI HUAYI NEW MATERIALS CO., LTD.	400	Late 2026	
SINOCHEM QUANZHOU PETROCHEMICAL (Debottleneck)	40	2026 SEP.	
Total (New capacity)	1,290		

USI's EVA and PV Grade EVA Sales Proportion in China



Business Outlook for Q3 2026

- Crude Oil & Ethylene: Renewed US–Iran conflict in early July drove prices upward again. Drawing on past experience, the market generally expects the impact to be less severe this round; however, close monitoring of ongoing developments in the Middle East remains necessary.

- Vinyl Acetate Monomer (VAM): Driven by rising Crude Oil and Ethylene prices, VAM bottomed out and rebounded in early July. By mid-August, as multiple producers completed scheduled turnarounds, market supply eased and the price rally slowed. Future trends are expected to remain tied to Middle East dynamics and oil price fluctuations.

Business Outlook for Q3 2026

- EVA PV Customers generally believe the worst has passed, with demand showing modest recovery in August.
- EVA Footwear demand has been weaker than expected this year, impacted by persistent Western inflation, consumption downgrading, and increasing brand fragmentation.
- EVA Hot melt adhesive segment faces relatively lower market competition and features high-mix, low-volume product characteristics. As the market remains comparatively stable, we continue to invest in market development.
- Middle Eastern PE supply remains tight, resulting in a stronger price rebound for PE compared to EVA. We will solidify our domestic market share while actively expanding export channels to boost overall capacity utilization.

Presentation Outline

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02 **Financial Information**

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USI

Reported By: Amy Kuo

(Accounting Manager)

Financial Information

For the Six Months Ended June 30,2026

USI Corporation
Consolidated Statements of Income

(In millions of NTD, except per share data)

	2026 1/1~6/30 (Consolidated)	2025 1/1~6/30 (Consolidated)	YoY	2025 FY (Consolidated)	2024 FY (Consolidated)	2023 FY (Consolidated)	2022 FY (Consolidated)
Sales	21,760	23,722	(1,962)	44,168	51,008	52,265	66,437
Cost of goods sold	19,938	23,078	(3,140)	42,820	48,711	46,658	55,497
Gross profit	1,822	644	1,178	1,348	2,297	5,606	10,940
gross profit ratio	8%	3%	5%	3%	4%	12%	17%
Selling and administrative expenses	1,808	1,779	28	3,444	3,788	3,519	4,767
R&D expenses	247	242	5	555	518	468	437
Operating income(loss)	(233)	(1,378)	1,145	(2,652)	(2,009)	1,619	5,736
operating income ratio	-1%	-6%	5%	-6%	-4%	3%	9%
Non-operating income(loss)	(1,377)	(2,406)	1,029	(4,371)	(3,509)	(3,556)	(5,039)
Income(Loss) before income taxes	(1,609)	(3,784)	2,174	(7,023)	(5,518)	(1,937)	697
Income tax expense (benefit)	(78)	(316)	238	(617)	(608)	(30)	758
Net (Loss)Income	(1,531)	(3,468)	1,936	(6,405)	(4,910)	(1,907)	(61)
net (loss)/income ratio	-7%	-14%	7%	-15%	-10%	-4%	0%
Net Loss(Income) attributable to							
- USI Corporation	(619)	(1,503)	884	(2,791)	(2,147)	(207)	1,555
- non-controlling interests	(912)	(1,965)	1,052	(3,614)	(2,763)	(1,700)	(1,616)
Basic Earnings Per Share	(0.58)	(1.40)	0.82	(2.60)	(2.00)	(0.19)	1.45

USI Corporation
Financial Ratio Analysis-Consolidated

	2026 1/1~6/30	2025 FY	2024 FY	2023 FY	2022 FY
Operating income margin(%)	(1)	(6)	(4)	3	9
Net income margin(%)	(7)	(15)	(10)	(4)	(0)
Debt ratio(%)	46	44	40	36	34
Current ratio(%)	178	189	196	249	293
Quick ratio(%)	115	132	143	184	215
Accounts receivable turnover days	42	43	41	47	48
Inventory turnover days	63	56	52	55	49

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Thanks for attending and kind support

Company Website：https://www.usife.com.tw