
Formosa Plastics Corporation



台灣塑膠工業股份有限公司

2016 Q2

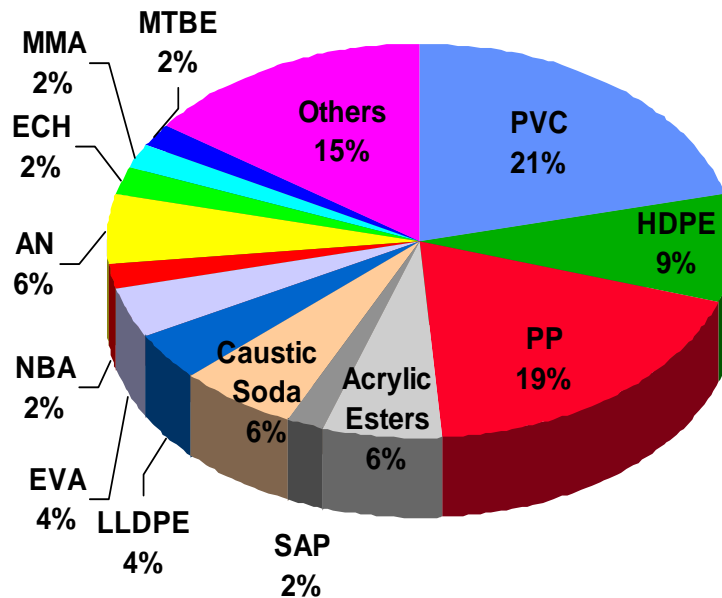
Operation Performance Highlights



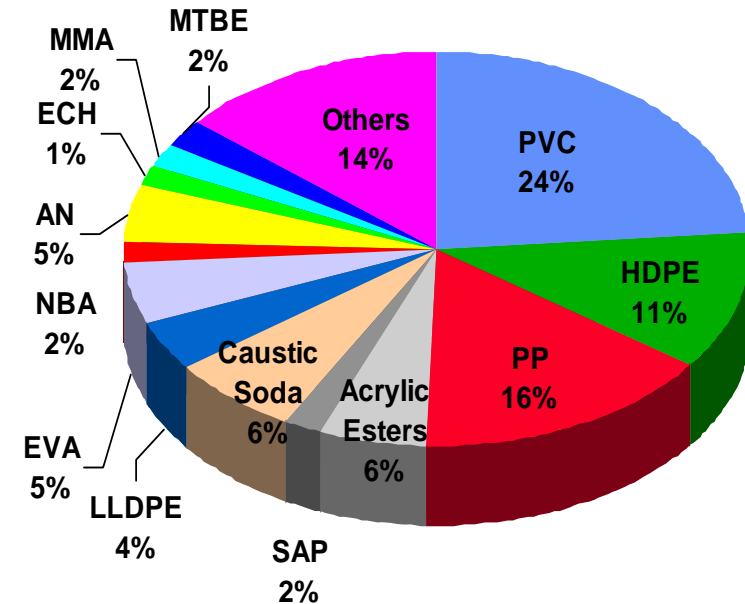
June 30, 2016

Revenue Breakdown by Product (IFRS)

**2015 Q2 Net Sales:
NT\$51.0 billion**



**2016 Q2 Net Sales:
NT\$44.8 billion**



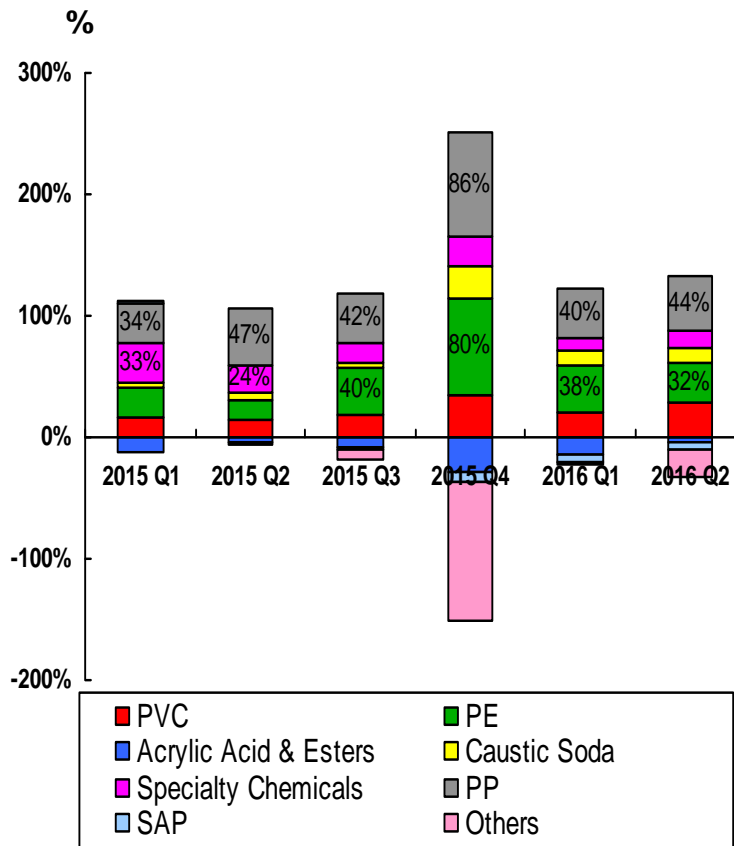
- PVC accounted for 24% and 21% of revenue in 2016 Q2 and 2015 Q2 respectively
- PE (HDPE/EVA/LLDPE) accounted for 20% and 17% of revenue in 2016 Q2 and 2015 Q2, respectively
- Specialty Chemicals (AN/MMA/ECH/MTBE) accounted for 10% and 12% of revenue in 2016 Q2 and 2015 Q2, respectively
- Revenue in 2016 Q2 fell 12.2% from 2015 Q2, mainly due to decreasing ASP of all products and sales volume of Caustic Soda, LLDPE and PP



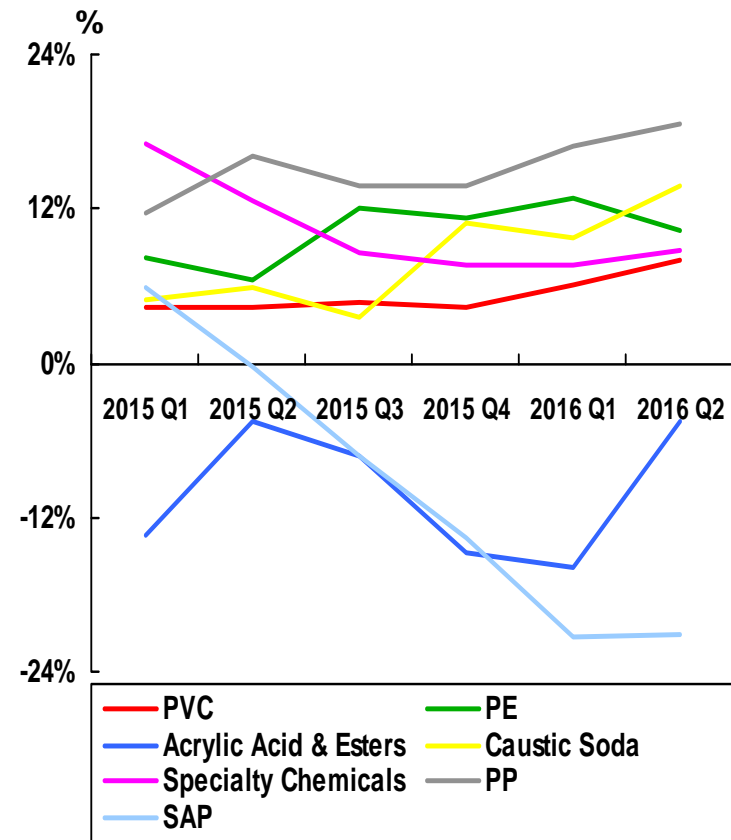
Operating Profits Breakdown *by Product*

PP & PE are the key profit contributors

Operating Profits



Operating Margins



Note : Specialty Chemicals include AN, MTBE, MMA and ECH

Capacity Expansion Plan

1. Ningbo , China (Total investment US\$ 676 mn)

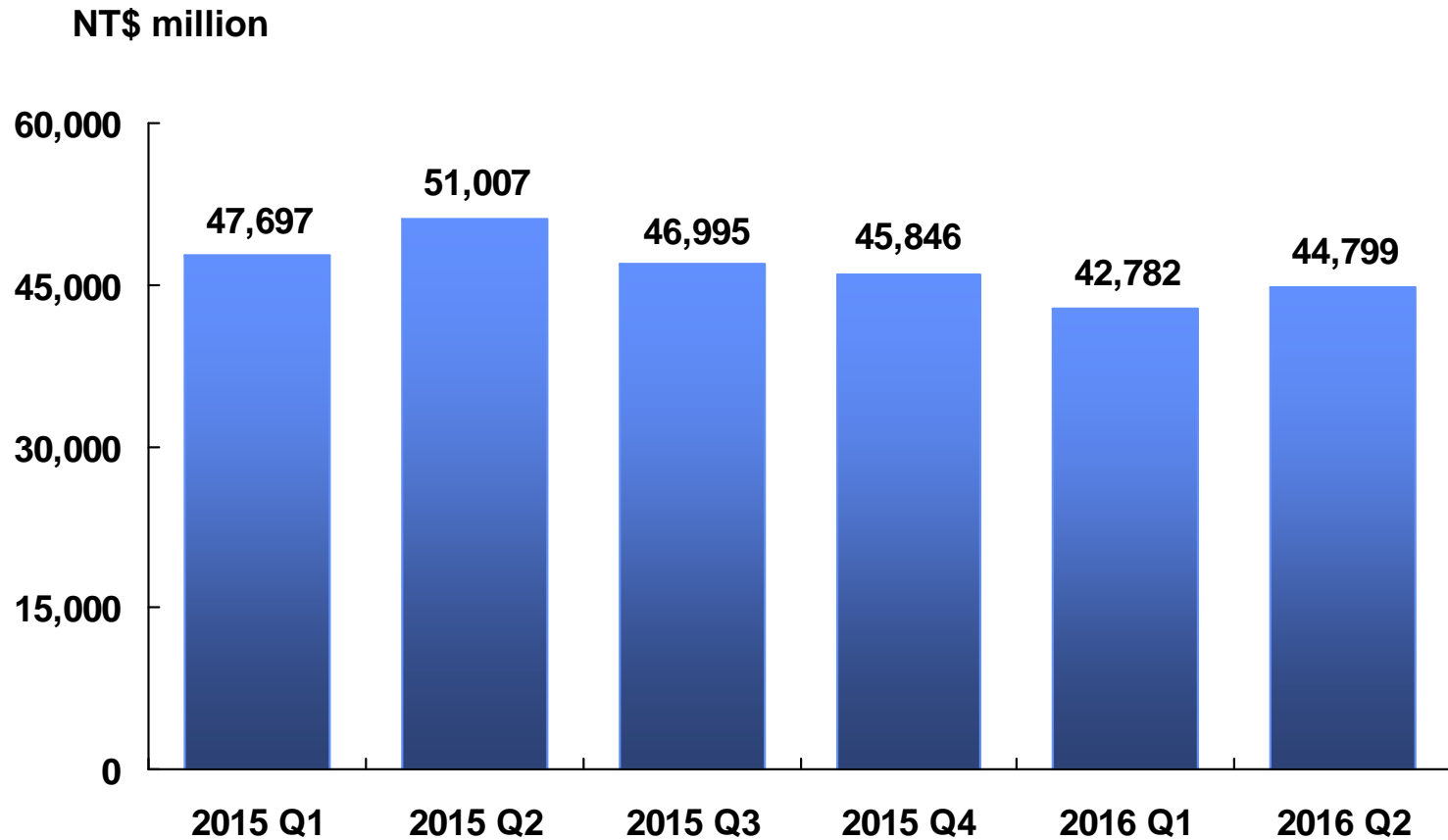
Main Products	Current Capacity (p.a.)	Expansion (MT/p.a.)	Completion Date	Capacity Increase (%)
PVC	400,000 MT	70,000 MT	1/2015	17.50
AE	230,000 MT	190,000 MT	7/2015	82.61
SAP	45,000 MT	45,000 MT	4/2015	100.00
EVA	-	72,000 MT	4/2016	-

2. Texas, USA (Total investment US\$ 540 mn)

Main Products	Current Capacity (p.a.)	Expansion (MT/p.a.)	Completion Date	Capacity Increase (%)
HDPE	-	400,000 MT	9/2018	-



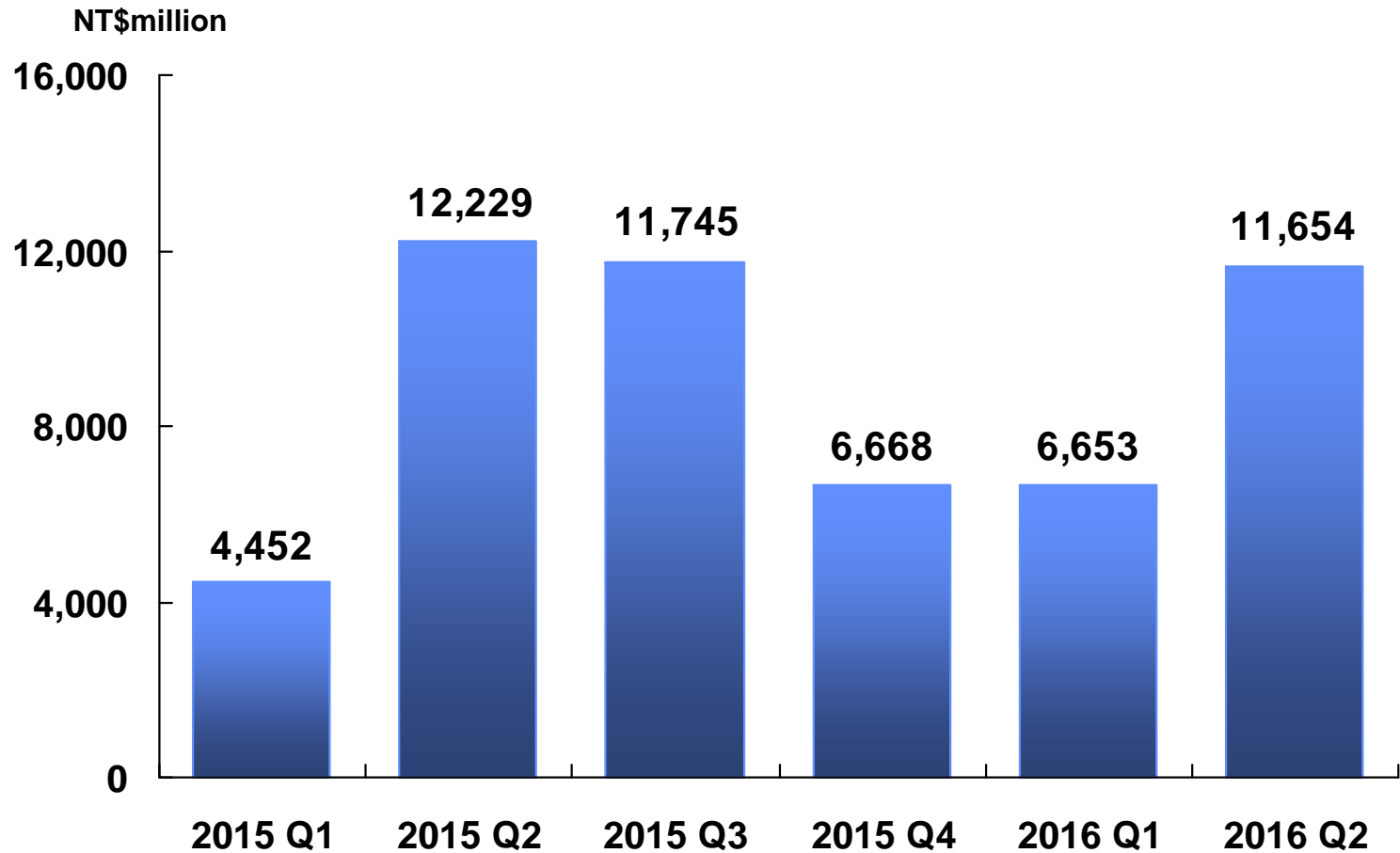
Consolidated Revenue (IFRS)



- Revenue rose 4.7% in 2016 Q2 from 2016 Q1 mainly due to increasing ASP of PVC, PE, PP and AE, increasing sales volume of AN and PE/EVA



Pre-tax Income



- Pre-tax income rose in 2016 Q2 from 2016 Q1 mainly due to increasing investment income from FPCC