

## TSRC Corporation

# Key Highlights of 2024 1<sup>st</sup> Virtual Investor Conference Presentation

**TSRC Corporation** is a leading company in synthetic rubber and elastomers with the objective of becoming a global specialty chemical enterprise. In its 1<sup>st</sup> Investor Conference this year, TSRC reviewed its financial performance, 2024 outlook, and key initiatives updates.

2023 has been a challenging year for the chemical industry and TSRC financial performance was impacted by the weak demand, margin compression, and intense competition. Its 2023 consolidated operating profit was NTD 948 million, 65% decrease from the previous year, and net income was NTD 680 million with an EPS of NTD 0.82. In 1Q2024, TSRC's consolidated operating profit was NTD 416 million, and net income was NTD 261 million with an EPS of NTD 0.32, a sequential quarterly improvement amid modest demand recovery.

The 2024 market outlook is expected to remain moderate with demand stabilization due to an end of destocking activity, improved sentiment in the manufacturing sector, and a buoyant automotive market. However, some challenges and uncertainties will persist amidst geopolitical tension, economic slowdown in mainland China, and intense price competition due to industry oversupply. As a result, compressed margins and high operating costs are expected to pose challenges to business profitability. TSRC is also expected to make further in-road in EV tires and medical application and remain positive on India economic growth.

TSRC provides an update on its key investments. The Shenhua Chemical plant relocation project is on-track to complete by the end of 2024. In addition, TSRC made solid progress on ESG targets and milestones in 2023 and will continue to execute on its mid to long-term initiatives in the pursue of profitable business growth.