

YFY Inc.

1Q25 Earnings Conference

2025/05/19

1907.TW

Disclaimer

This presentation is prepared according to the reviewed financial statements by CPA and the financial numbers hereby were based on IFRS, please refer to the published financial statements for full content.

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Financial Results

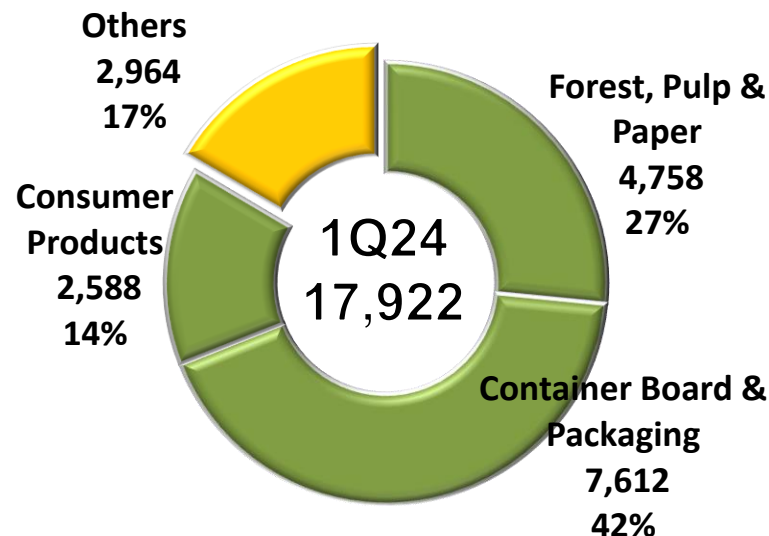
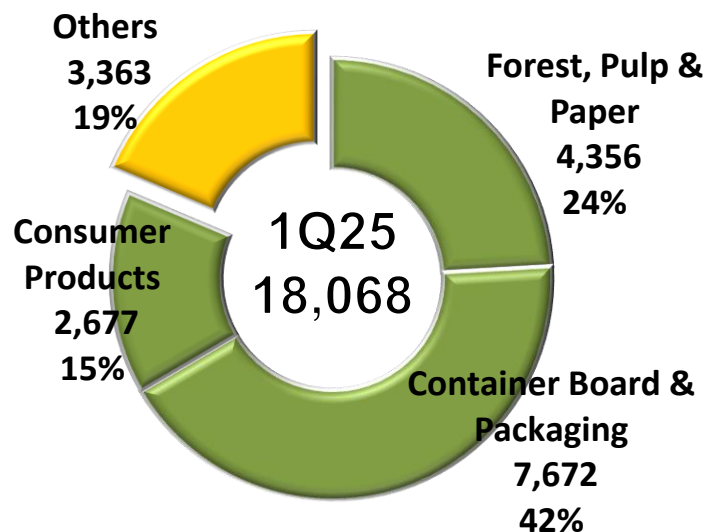
(NTD \$M)	1Q25	1Q24	Y/Y
Revenue	18,068	17,922	0.8%
Gross Profit	2,260	2,700	-16.3%
Operating Profit	(406)	193	-
None-Operating Income/Expenses	380	460	-17.5%
Profit Attributable to Parent Company	(145)	279	-
EPS (NTD)	(0.09)	0.17	-

Non-Operating Income/Expenses

(NTD \$M)	1Q25	1Q24	Y/Y
Profit from Equity Method	354	215	65.0%
Financial Costs	(307)	(255)	20.2%
Interest Income	137	107	28.8%
FX Gains/Losses	38	264	-85.5%
Dividend Income	3	0	-
Other Income	153	130	17.9%
Total	380	460	-17.6%

Revenue by Operating Segment

(NTD \$M)



Forest, Pulp and Fine Paper Business Group:

Including pulp, cultural paper, packaging paper, specialty paper, and cardboard.

Containerboard and Packaging Business Group:

Including industrial cardboard containers, colored cases, and food containers.

Consumer Product Business Group:

Household products including tissue paper, napkins, and cleaning products.

Others Business:

Products other than paper including specialty materials, RFID, packaging designs , and other services.

Performance by Operation

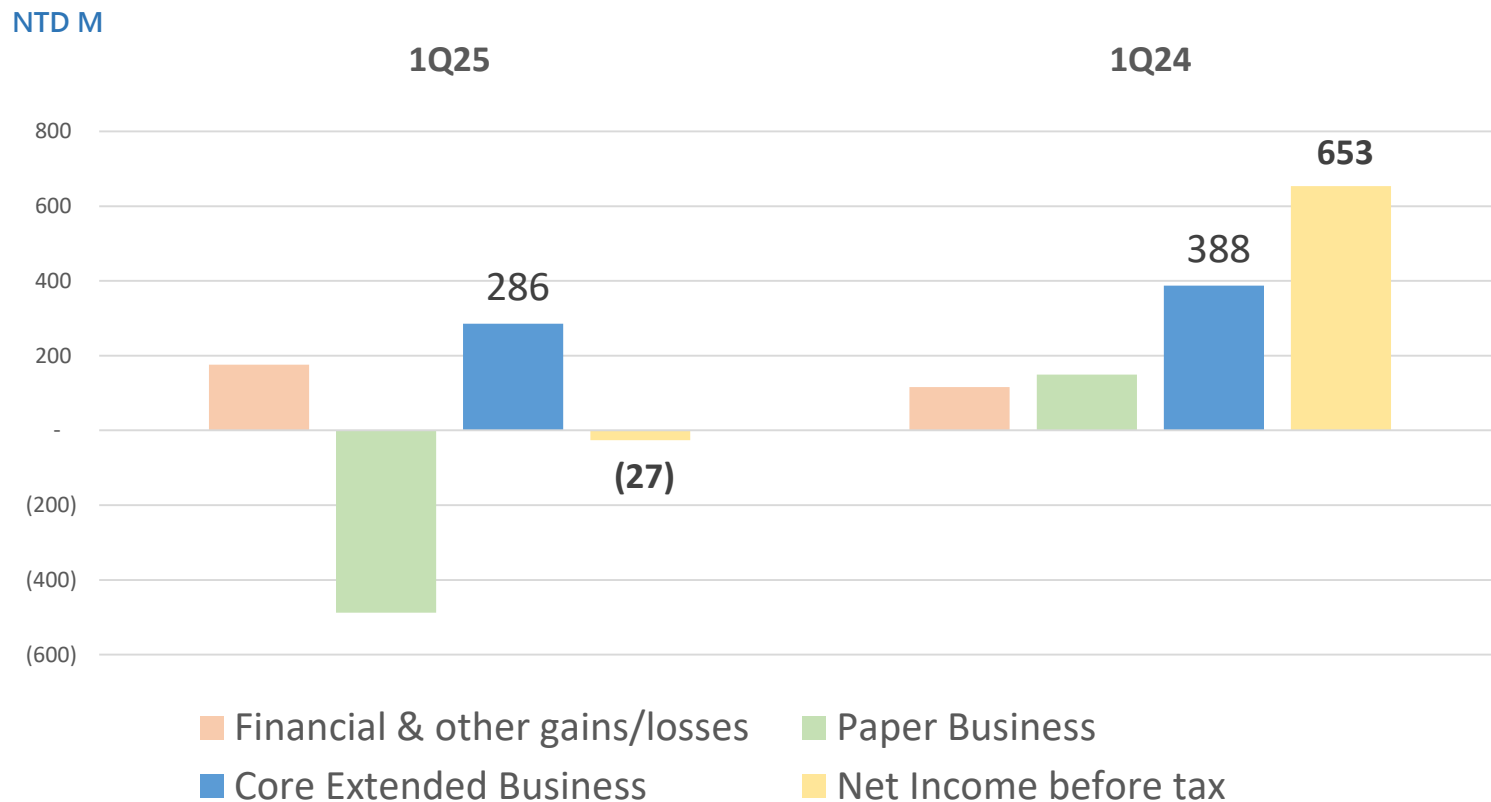
(NTD \$M)	1Q25	1Q24	Y/Y
Operation			
Forest, Pulp & Paper	(459)	15	-
Containerboard & Packaging	(307)	(209)	-47.4%
Consumer Products	252	315	-19.9%
Others	107	72	50.1%
Operating Profit	(406)	193	-
Non-operation			
Investments from Equity method	354	215	64.8%
Dividend Income	3	0	-
Subtotal of Investments from Equity Method and Dividend Income	357	215	66.2%

Note:

The performance of each segment was measured by operating profits of each business. Revenue and profit among segments have been adjusted with intra-segment elimination to reconcile with consolidated financial statements.

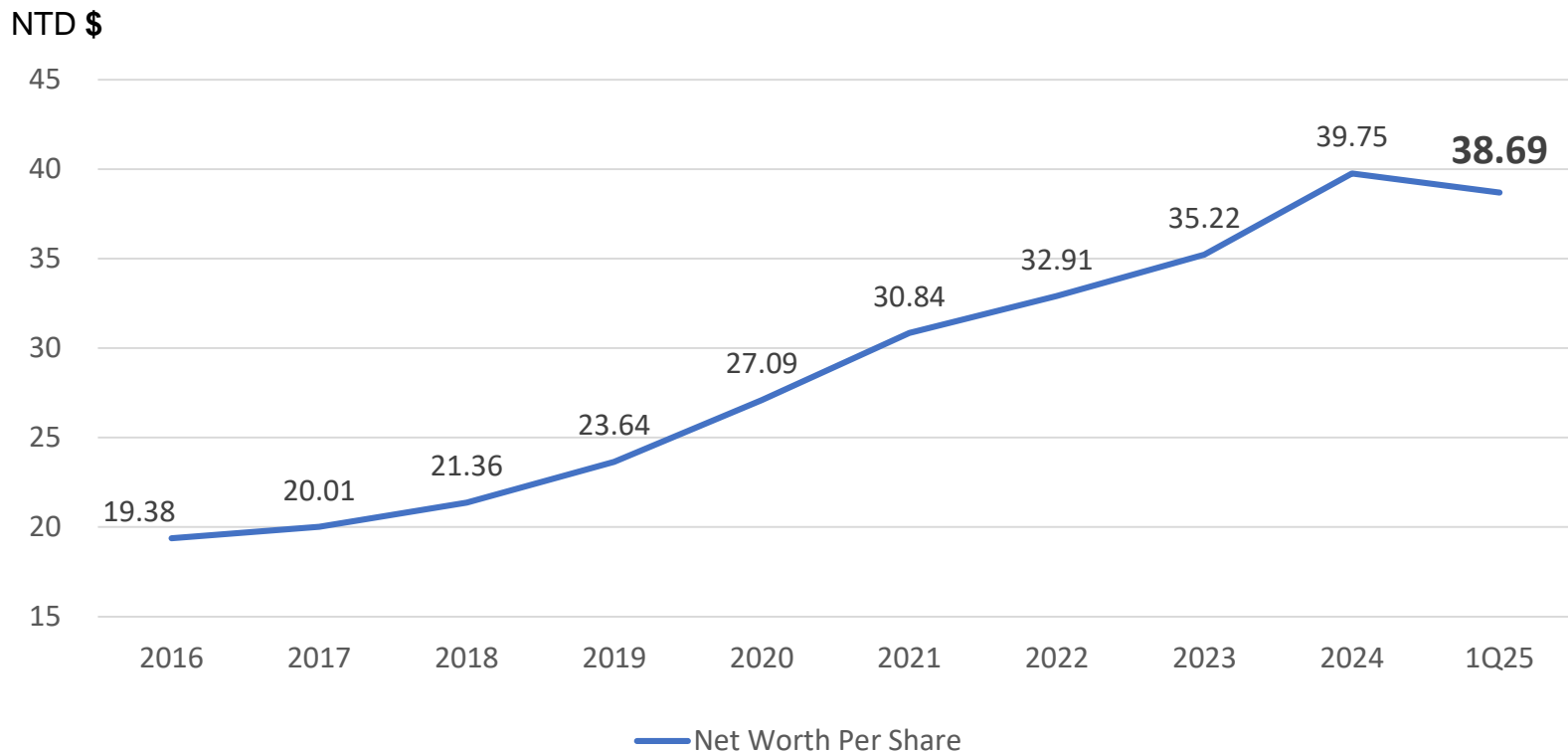
Diversified Business Profit Sources

The profitability of diversified business development is a positive and sustainable trend, and those business are driving for profit optimization.



YFY Inc. Stable Growth from Diversified Business Strategy

1Q25YTD net worth per share reached NT\$38.69. CAGR over 9%. YFY continuous expansion of diversified business as a long-term strategy to enhance the profite stability of the product portfolio and strengthen the resilience required to face macroeconomic uncertainty.



Business Groups are Transitioning Towards Renewable Energy Development



Forest, Pulp and Paper BG



中華紙漿股份有限公司
Chung Hwa Pulp Corporation

Forest, Pulp and Paper BG:

Refining lignin to increase renewable energy concentration. The only lignin-based biomass power plant in Taiwan, currently generating 150 million kWh of green electricity annually, and also holds green energy certificates.

Containerboard & Packaging BG



Containerboard & Packaging BG:

Transition to renewable energy by increasing biomass energy source. The containerboard paper facility in Xinwu houses Taiwan's largest biogas power generation system. Utilizing patented anaerobic microbial technology, organic matter in the process water is converted into methane. The power generation system has an installed capacity of 5,200 kW.

Consumer Products BG



Consumer Products BG:

Reduce carbon emissions by replacing energy source and equipment.

Conclusion – 1Q25 Operating Performance

1. Revenue reached NT\$18.07 billion and 0.8% increased from 1Q24. Growth contributed from Container board and Packaging Group, Consumer Product Group, and Others Business.
2. Operating loss reached to NT\$406 million. Profit declined compared to the same period last year due to regular annual equipment maintenance and pricing pressure.
3. Non-operating income was approximately NT\$379 million, mainly from E Ink Holdings under equity method.
4. Consolidated net profit attributable to the parent company was NT\$145 million and EPS was NT\$ -0.09.
5. With diversified profit sources, the net asset value per share reached NT\$38.69.

Conclusion – Outlook for Business Group

1. Forest, Pulp and Paper Group: Significantly enhance the capacity of renewable energy, and increase lignin concentration to multiply the efficiency of green energy generation. Continue expanding the application of paper fibers to implement solutions for the Saccharide Economy.
2. Container board and Packaging Group: Energy transition planning will evolve from replacing coal to biomass. The growth strategy will be on increasing product added value through vertical integration of research and development, production, and market collaboration.
3. Consumer Product Group: Continues to innovate, optimize product portfolios, and enhance cooperation with strategic partners.
4. Others Business: Create value-added benefits for green electricity; The easy adaption of RFID labels will lead to new operational models.
5. Equity Method & FVOCI: Demand increase from the new generation e-paper technology; dividend income will benefit from strong performance of the invested companies.

YFY Inc. will lead the group transforming into climate-tech industry on the foundation of existing operations synergy. Converting climate and environmental challenges into new business models incorporated with modern technology to ensure sustainable growth of the company, and continuously creating reasonable investment value for shareholders.

App. 1 Profit Composition of YFY Inc. Presented in Financial Statements

Consolidated Operating Profit

Investments from equity method

Dividend Income

Consolidated Net Profit

Forest, Pulp and Paper BG



中華紙漿股份有限公司
Chung Hwa Pulp Corporation

Containerboard & Packaging BG

永豐餘工業用紙

Consumer Products BG

永豐餘消費品實業

Others Group



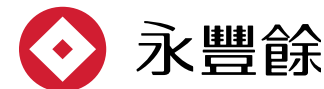
Share of Profit

Eink

Other Investments

永豐金控
SinoPac Holdings

YFY Inc.



App.2 YFY Inc.'s Diversified Investment Portfolio

Classification	Investment Portfolio	Profit and Loss Recognition Method	
		Investment Gain/Loss	Valuation Gain/Loss
Equity-method investments-subsidiary corporation	CHP、YFY Packaging、YFYCPG Shingfoong Arizon RFID Other : YFY Jupiter	Operating Profit ↓ Net Profit Net Profit of Subsidiary Company x percentage of shareholding	Other Comprehensive Income (Loss) Subsidiary's FVOCI Valuation Gain/Loss x percentage of shareholding
Equity-method investments-Affiliated Companies	E Ink.	Non-operating Income ↓ Net Profit Affiliated Companies's net profit x percentage of shareholding	Other Comprehensive Income (Loss) Affiliate's FVOCI Valuation Gain/Loss x percentage of shareholding
FVOCI Current financial assets at fair value through other comprehensive income	SinoPac Holdings	Non-operating Income ↓ Net Profit Dividends	Other Comprehensive Income (Loss) FVOCI Valuation gain/loss

Blue : Included in EPS calculation.

Green : Included in the net value calculation.
Not included in EPS.

Q&A



Thank you
