2025

Institutional Investors Conference

FROCH ENTERPRISE CO., LTD.

2025/09/26

Disclaimer

●The predictive information provided in this presentation, including operation prospects, financial situations, and business predictions, is integrated from internal data and external economic development situations.

●The information in this presentation represents FROCH’ s knowledge of the future based on the data of the present time. It does not explicitly nor implicitly express or guarantee such information’ s accuracy or integrity or accountability.

FROCH bears no responsibility for the updates or revisions of the information should any changes or adjustments be necessary in the future.

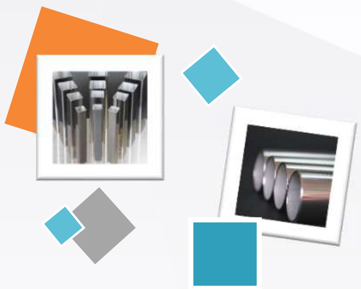
●The actual future outcome of the company in terms of operation results, financial situations, and business results may differ from the predicative information in this presentation. The reasons include,but are not limited to,The changes in market demand, regulatory policies, the integrated economic situations, and other risk factors that are not within the control of the company.

CONTENTS

PART 01

COMPANY PROFILE

- Company Overview
- Industry Properties
- Main Products



Company Overview

TAIWAN PLANT / CHINA PLANT / MOROCCO PLANT

Capital amount: TWD2,805Millions

	Located	Land Size	Number of Employees	SOURCE OF MATERIAL
	Tou-Liu City, Yun-Lin, Taiwan	211,389M2	AROUND 600	DOMESTIC 68% IMPORTED 32%
	Wuxi, Jiangsu, China	250,583M2	AROUND 300	DOMESTIC 100%

Industry Property

Carbon Steel

Carbon steel is with Carbon content from 0.02% to 2.0 % by weight, and small amount of Silicon, Manganese, Sulfur, and Phosphorus.

Stainless Steel

Stainless steel is with Ni, Mo, Cr, Mn and other elements. Among them, Ni, Mo and Cr are the most important elements for corrosion resistant capability of stainless steel.

Hardness

Cost

Corrosion Resistant

Moisture Resistant & High-Temperature Resistant

Industry Property

Material	201	204	304	316	430
Chromium Anti-Rust	18%	18%	18%	18%	18%
Nickel Anti-Acid and Alkali	3.50%	2%	8%	10%	0%
Manganese Ductility	5.50%	8%	2%	2%	1%
Molybdenum Hardness and Corrosion Resistant	0%	0%	0%	2.50%	0%
Corrosion Resistant	★★★	★★★	★★★★	★★★★★	★★★
Hardness	★★★	★★★	★★★★	★★★★☆	★★★
Characteristic	Rust Industrial Grade	Rust Industrial Grade	Widest Uses & Food Grade	Expensive & Medical Grade	Magnetic

Main Products

PART 01

PART 02

PART 03

INDUSTRIAL PIPES:
- High Temperature Resistance
- Corrosion Resistant
- Pressure Resistant

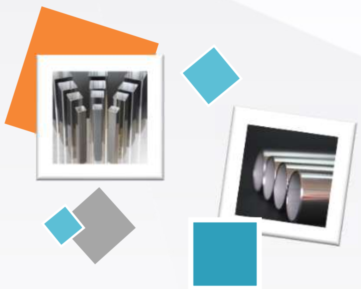
MECHANICAL TUBES:
- Bright Surface
- Round, Square, and Rectangular Shape
- Wide and Various Applications

STAINLESS STEEL :
- Elevators
- Curtain Walls of Buildings
- Kitchenwares

PART 02

Operational Briefing

- Industry Trend
- Analysis of Revenue
- Analysis of Sales Regions
- Balance Sheets
- Cashflow Statement



Industry Trend

03 Indispensability

Demand of Steel is classified as a necessity.
Stainless Steel is 100% recyclable
Stainless Steel is significantly needed in energy and other industries such as nuclear power plants, oil/gas pipelines, medical equipment, and cookware.
Meet Customer Demand and Stablize Company Operations.

01

Trade Protection Barriers
Trading tension arises for 50% steel import tariffs imposed by US.
Geopolitical Risks
Unstable energy prices
High risk for reorganizing supply chain
Unstable Market Situation
Developing Contingency Plans
Adjusting Business Strategies

Impact

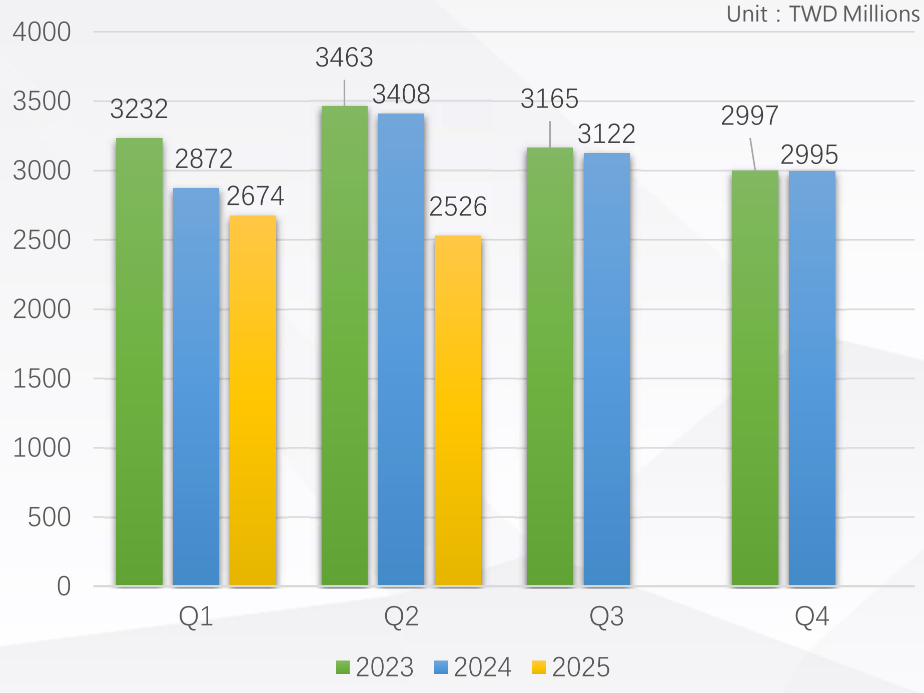
02

Steel Industry
Recovery strength is weaker than expectations
Steel Demand
Prolonged slowdown of demand
Economic order stabilized after reaching agreement of trading negotiations
Proactively Embrace Challenges
Seize on Opportunities
Keep Competitive

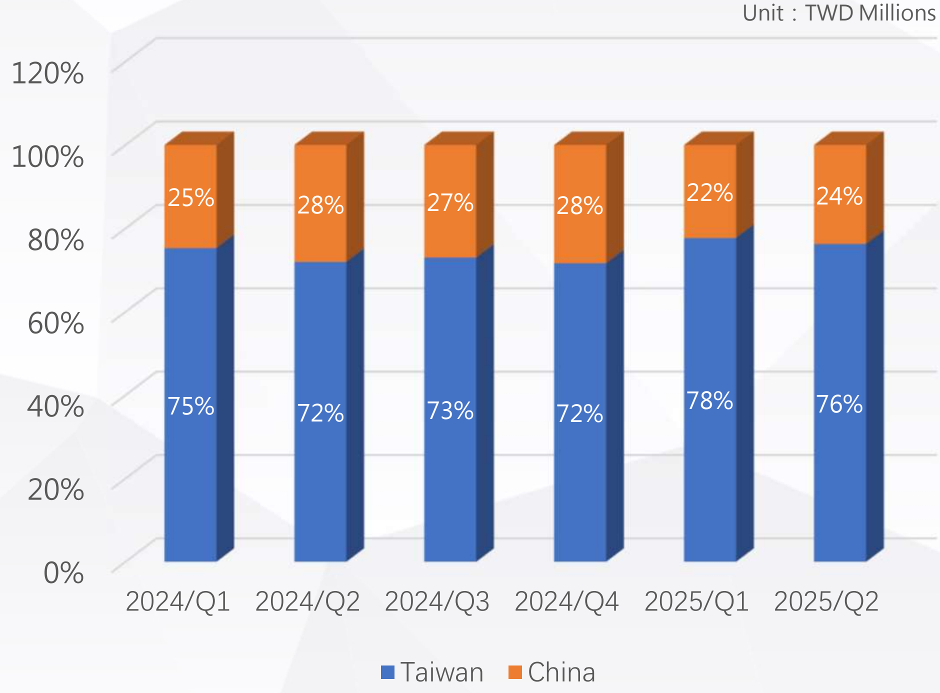
Challenge

Analysis of Revenue

Consolidated Revenue



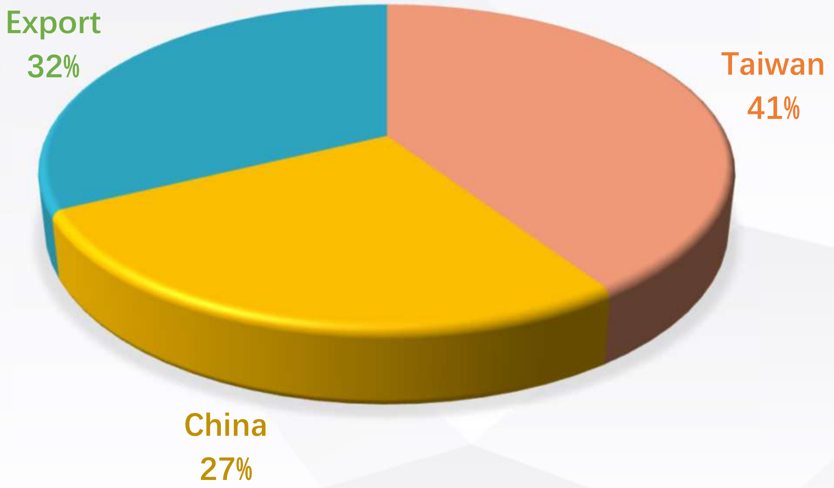
Product Category Percentage



Analysis of Sales Regions

2024

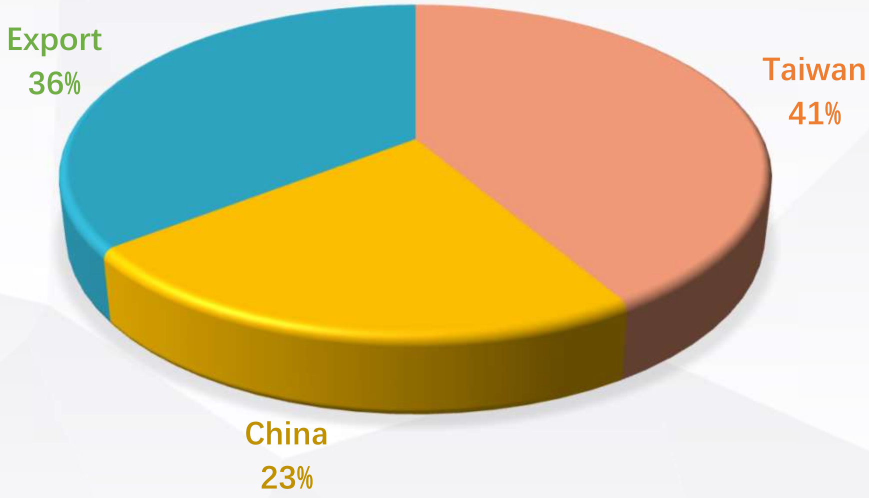
Unit : %



Annual Total Revenue
12.398 billion

2025Q2

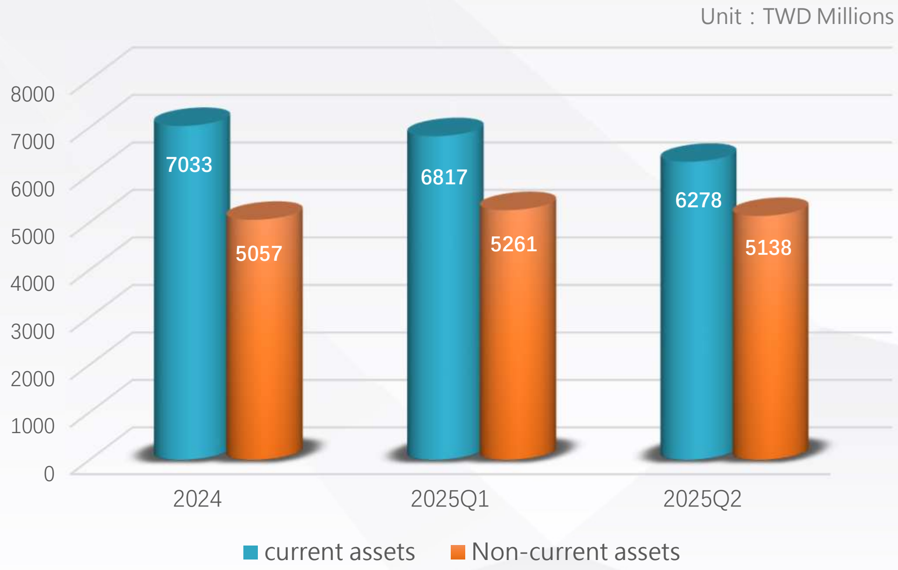
Unit : %



The e Six Months Ended
Total revenue of NTD 5.20 billion

Balance Sheets

Balance Sheets-Assets



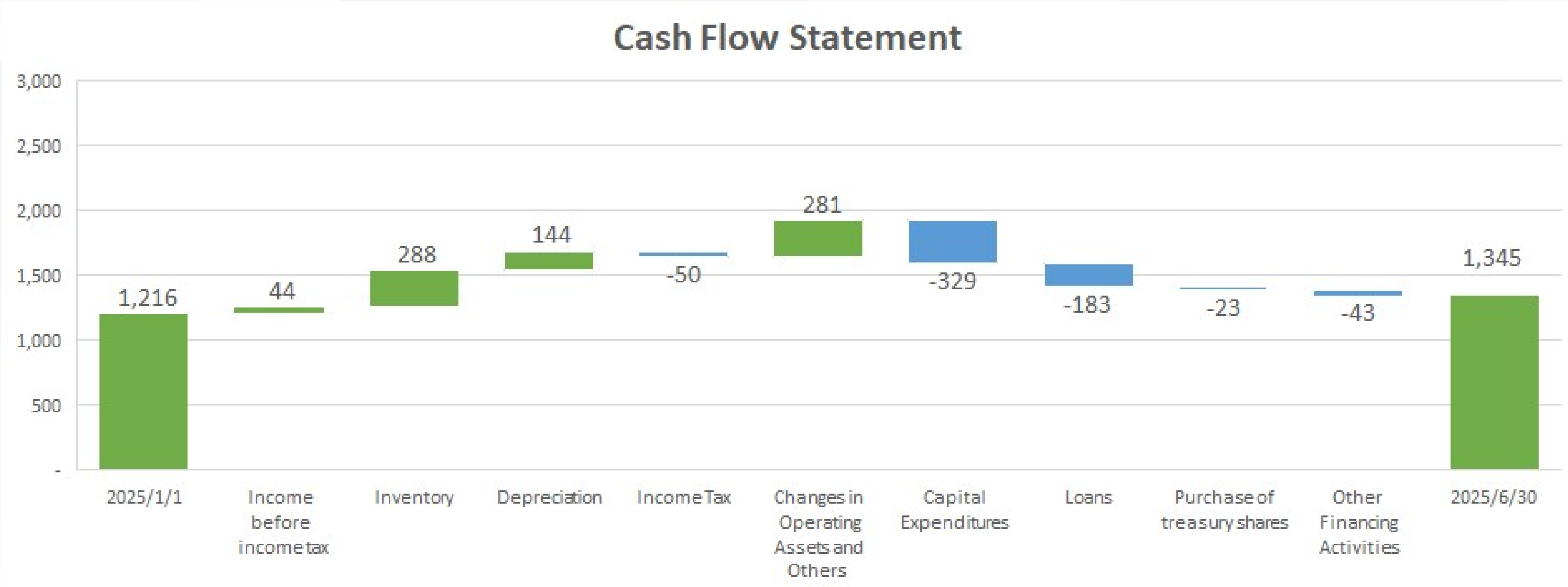
Assets 2024 Inventories 420 TWD Millions
2025Q1 Inventories 410 TWD Millions
2025Q2 Inventories 380 TWD Millions

Balance Sheets-Liabilities

Liabilities 2024 Borrowings 610 TWD Millions
2025Q4 Borrowings 530 TWD Millions
2025Q2 Borrowings 530 TWD Millions

2025 Q2
Cash Flow Statement

Unit：TWD Millions

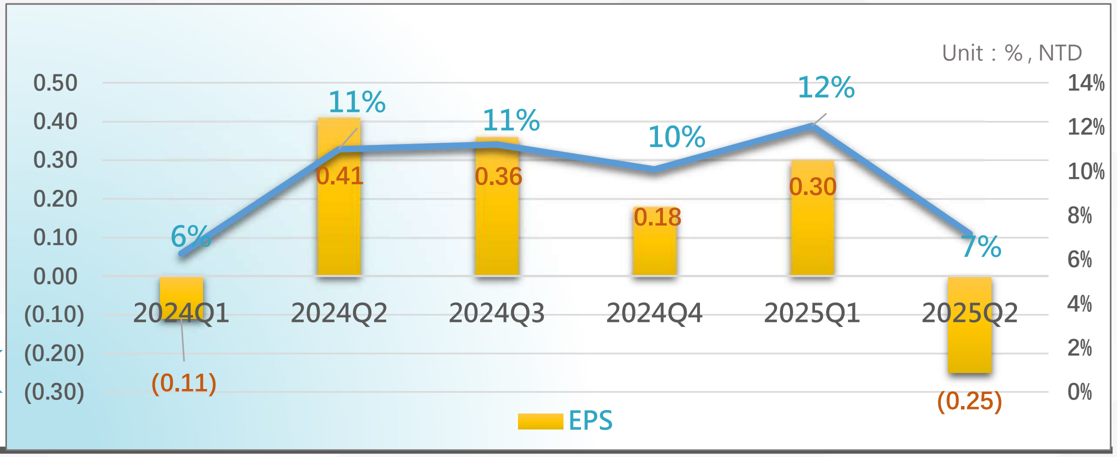


Inventory	288 Millions
Depreciation	144 Millions
Operating Assets	281 Millions

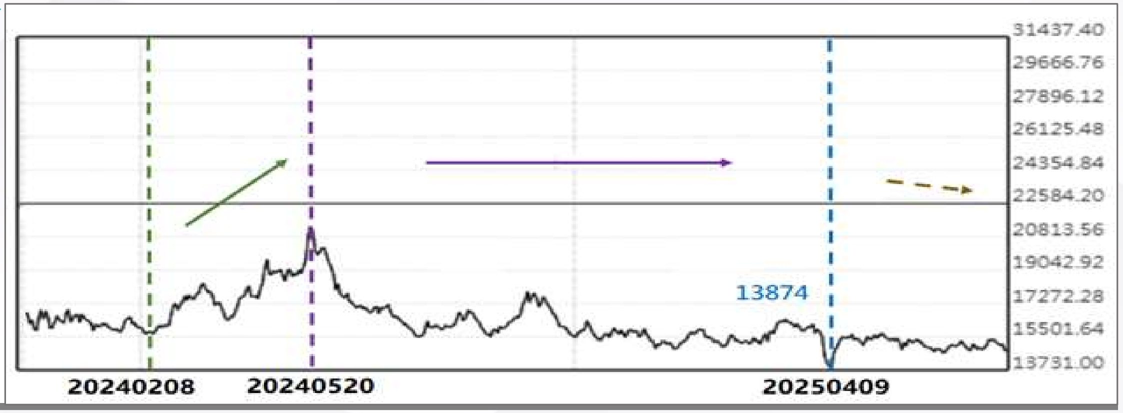
Capital Expenditures	329 Millions
Purchase of Treasury Shares	36 Millions
Refund of Loans	183 Millions

Operational Briefing

Gross profit margin & EPS



Nickel

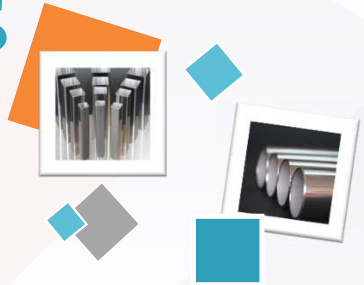


PART 03

Q&A

Rooting Humanity.
Respecting Customer.
Protecting Earth.
Securing Life.

THANKS！



彰源企業股份有限公司
FROCH ENTERPRISE CO., LTD.