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# 1.1 Company Introduction (GRI 2-2 \cdot 2-7)

# CGPC (founded in 1964)



CGPC (stock code: 1305) was founded in 1964 and is one of USI Group's affiliates. CGPC is a mid-stream and downstream plastic raw material and goods supplier in the petrochemical industry. Our production and sales services includes PVC resin (Note), chemicals, PVC pellets, as well as secondary processed tapes, fills, pipes, and profile extruded goods.

Company name	CGPC
Industry	Plastics manufacturing
Location of headquarters	12F, No. 37, Jihu Road, Neihu District, Taipei City
Location of plant	No. 571 Minzu Road, Toufen City, Miaoli County
Paid-in capital	NT\$5.81 billion
Main products	Raw material products:  • PVC resin: Annual production capacity of 230,000 tons per year  • Chemicals: Annual production capacity of 68,675 metric tons per year (calculation as per concentration of 100%)  • PVC secondary processed products (including 26,700 tons of building materials products, 24,000 tons of film, and 8,600,000 yards of leather. Total annual production capacity of 357,975 tons
Number of employees	607 people

Note 1: The data in this table is as of December 31, 2023. CGPC company introduction video, Poly vinyl chloride (PVC)

Note 2: Number of employees of CGPC America Corporation as of December 31, 2024: 14.

# **TVCM** (founded in 1970)



In 1970, the Ministry of Economic Affairs launched an initiative to invite six private enterprises, including CGPC, to establish Taiwan VCM Corporation (TVCM) to manufacture vinyl chloride monomer (VCM) to supply the raw materials required by domestic PVC manufacturers. At present, CGPC holds 87.3% of the shares of TVCM.

Company name	Taiwan VCM Corporation
Industry	Petrochemical manufacturing
Location of headquarters	12F, No. 37, Jihu Road, Neihu District, Taipei City
Location of plant	No. 1, Gongye 1st Rd., Linyuan Industrial Park Kaohsiung City
Paid-in capital	NT\$2.97 billion
Main products	VCM: Annual production capacity of 485,000 tons
Number of employees	157 people

Note 1: The data in this table is as of December 31, 2024. TVCM company introduction\_video.

Note 2: GGTC (subsidiary of TVCM) Number of employees as of December 31, 2024: 25, please refer to the website description.

# CGPCP (founded in 2009)

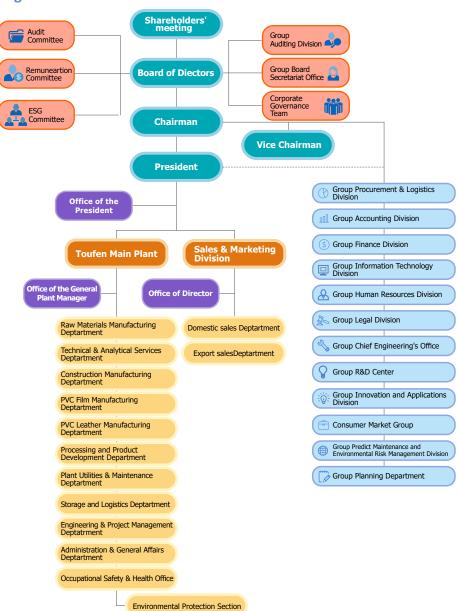


In 2009, CGPC Polymer Corporation established a wholly-owned CGPC Polymer by the Linyuan Plant of TVCM. It mainly produces PVC resin to fully leverage the business advantages of the vertically integrated vinyl chain to reduce costs.

Company name	CGPC Polymer
Industry	Petrochemical manufacturing
Location of headquarters	12F, No. 37, Jihu Road, Neihu District, Taipei City
Location of plant	No.8, Shihua 2nd. Road, Lin Yuan District, Kaohsiung City
Paid-in capital	NT\$ 0.7 billion
Main products	PVC resin: Annual production capacity of 220,000 tons
Number of employees	40 people

Note: The data in this table is as of December 31, 2024.

# **Organizational Chart of CGPC** (GRI 2-8)



# 1.2 Business Philosophy and (GRI 2-6) **Product Introduction**

Since the establishment in 1964, CGPC has adhered to the business philosophy of integrity, care, discipline, and innovation, and has striven to implement corporate governance, fulfill social responsibilities, and promote sustainable management.



#### Honesty and Integrity

To be honest, tell the truth, and not exaggerate matters. Do not make promises to clients easily. Once making a promise, go all out to keep it.



#### Pro-activeness, Responsibility and a Disciplined Team

Comply with laws and regulations, do our share and be responsible at work, establish partnership and mutual trust, and work together to be responsible to clients and the Company.



### Tolerance, respect, care and harmony

Be more tolerant and respectful of colleagues, clients, companies, families, environment, and society for the purpose of humanistic care and establish harmonious relationships.

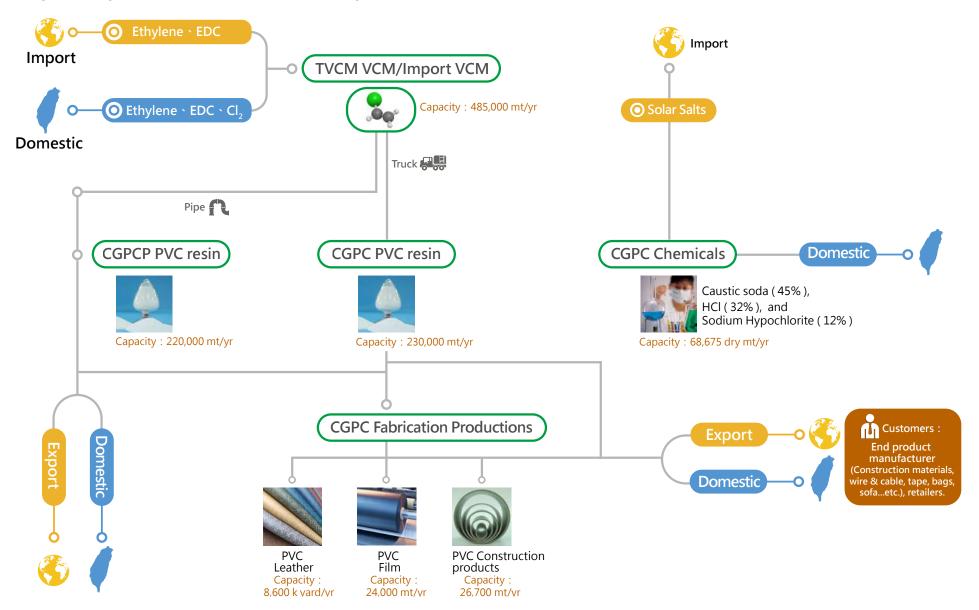


### Seek innovation and change and pursue excellence

Regardless of raw materials, products, production, marketing, R&D, and management, we must continue to innovate and seek changes, to pursue high quality and great business performance.

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# Vinyl-Chain Upstream and Downstream relationships (GRI 2-6)



#### **About PVC** (GRI 2-6 \ 2-9)

#### Contribution of PVC to the environment and society



#### Contribution to reducing resource consumption

- ◆ Reducing CO<sub>2</sub> emissions: PVC has lower energy consumption in its manufacturing and processing compared to other plastics, resulting in lower CO<sub>2</sub> emissions when incinerated.
- PVC composition includes 43% petroleum and the rest is derived from salt, reducing resource consumption compared to other plastics that are predominantly petroleum-based.
- By substituting wood in the production of flooring, wall materials and construction materials, PVC significantly contributes to the reduction of deforestation.
- ◆ PVC can be remade repeatedly and has a long useful life.



# Social responsibility

#### Contribution to society

The PVC related industry, with numerous stakeholders involved (shareholders, employees, suppliers and domestic and international customers), the employment, production, investment, logistics, and the overall economy contributes greatly to societal development and economic activities.



# Recycling and reuse

### Contribution of PVC recycling and re-use

 PVC recycling and reuse have substantial positive benefits in mitigating global warming, energy conservation, petroleum resource conservation, and forest resource protection.



## Industrial development

#### Contribution to industry - sodium hydroxide

- Sodium hydroxide, chlor-alkali plants' joint product (commonly known as caustic soda), is an important raw material for papermaking, chemical fiber, detergent, soap, etc.
- Bleaching powder is another important related product in the chlor-alkali industry, serving as a fundamental raw material in the downstream cleaning chemical industry.



#### Contribution to the convenience of daily life

 PVC is used in infrastructure materials and various consumer products such as: shower curtains, table mats, car seat covers, sofa upholstery and footwear, providing consumers with convenience and the opportunity for re-use, thus minimizing unnecessary waste.

#### PVC can be remade repeatedly and has a long useful life.

 PVC exhibits excellent chemical resistance, transparency and ease of processing, making it valuable in medical products such as blood bags, transfusion tubing and catheters. Its contribution to healthcare and safety is immeasurable, complying with stringent regulations and standards.

# **Product sales** (GRI 2-6)

