FOREST WATER ENVIRONMENTAL ENGINEERING CO., LTD.

Stock code ：**8473**

Presentation Outline

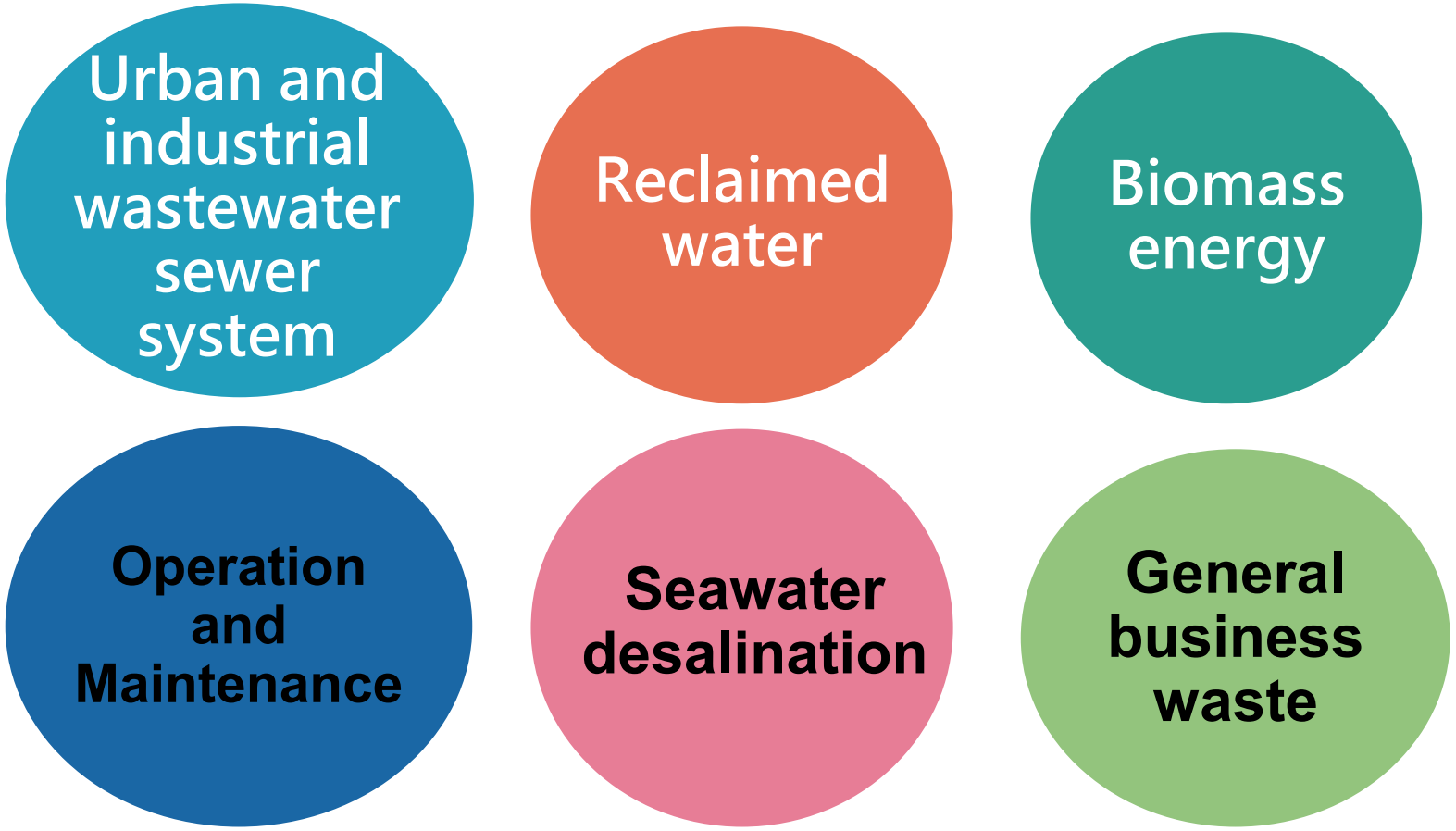
I、Company Introduction

II、Financial Performance

III、Business Execution and Outlook

Forest Water Mainly engaged in green energy & environmental protection industry

Forest Water Environmental Engineering specializes in professional environmental protection engineering. The main projects span the following six major business areas and is committed to the development of “circular economies.”



Through engineering design and construction, professional operation management, and large-scale PPP investment

Create social, economic and environmental influences

Protecting the water safety of 1/5 of Taiwan's households

🥇 **First BOT Project for Sewage System** (Kaohsiung City Nanzi Sewage and Drainage Project BOT Project)

🥇 **First Successful Integration of Night Market BOT for Sewerage System Project** (Luodong Sewage System BOT Project)

🥇 **First Major Turnkey Project for Sewage Systems** (Changhua City Sewage System Project)

Supporting high-tech output

🥇 **The first high-tech water plant** (Tainan City Yongkang Reclaimed Water Plant)

✅ **Operation and maintenance of the Science Park sewer system** (Central Taiwan Science Park Wastewater Treatment Plant)

✅ **Science Park Wastewater Treatment Plant Expansion Project** (Baoshan Phase II Wastewater Treatment Plant)

Energy conservation and carbon reduction, waste-to-energy conversion

🥇 **The first food waste biomass power plant** (Taichung City Waipu Green Energy Ecological Park)

🥇 **First major incinerator bottom ash reuse plant** (Re-use Environmental Co., Ltd)

🥇 **The first carbon neutral demonstration plant** (Kaohsiung City Qimei Wastewater Treatment Plant)

Key Milestones in 20 Years

Company Establishment
Paid-in capital of $6,000,000 at the time of establishment

Registered for trading on TPEx on September 8, 2016

Paid-in capital of $ 1,808,524,180 as of June 2025.

Green Forest Development Enterprise Co., Ltd. 2004 ~ 2041

Perfection Forest Development Enterprise Co., Ltd. 2016 ~ 2032

Magong Desalination Plant Opening Ceremony (+15 Years Maintenance)

Qimei Desalination Plant Opening (+15 Years Maintenance)

2004 2005 2015 2016 2017 2018 2020 2022 2023 2024 2025

Central Taiwan Science Park Sewage Drainage System Operation and Maintenance Work (2015 ~ 2029)

Orient Forest Development Enterprise Co., Ltd. 2005 ~ 2040

Grain Forest Green Energy Co., Ltd. 2017 ~2044

Re-use Environmental Co., Ltd

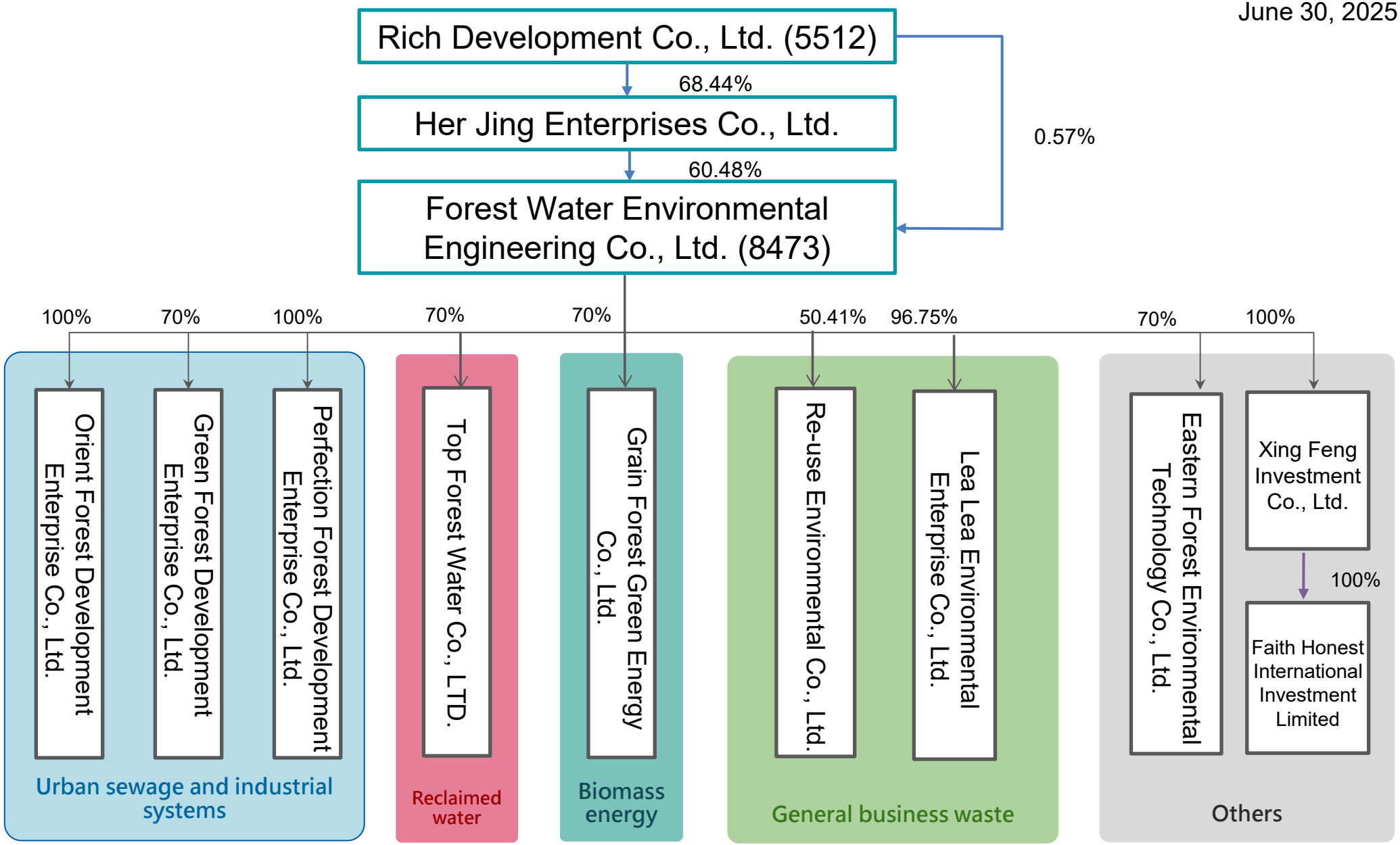
Yongkang Reclaimed Water Plant Opening Ceremony (+15 Years Maintenance)

Top Forest Water Co., LTD. 2023 ~ 2044

- Urban sewage and industrial systems
- Biomass energy
- Reclaimed water
- General business waste
- Seawater desalination

Organizational structure

June 30, 2025



First half of 2025：50% growth compared to the same period last year

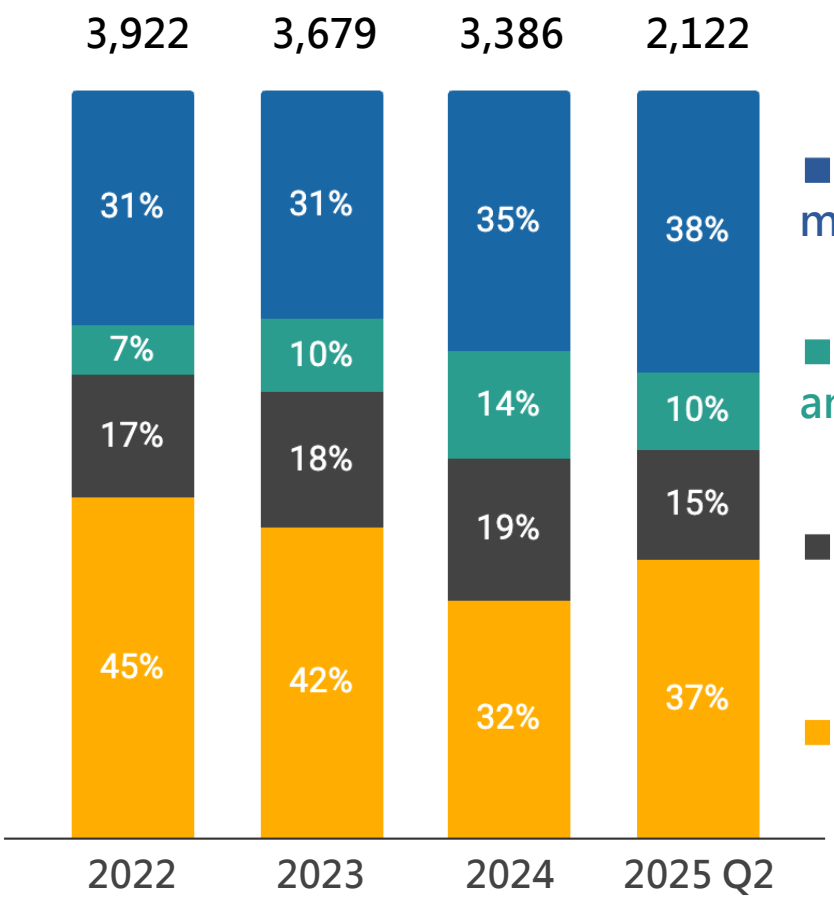
Consolidated Income Statement

Unit: NTD thousand

Item/Year	January to June 2024	January to June 2025	Yearly change
Operating income	**1,415,035**	**2,122,686**	**+50%**
Operating margin	474,870	618,334	+30%
Operating profits	356,481	477,050	+34%
Non-operating income and expenses	-48,728	-71,775	+47%
Net profit after tax for the period	236,374	313,633	+33%
Equity of owners attributable to the parent company	162,418	273,792	+69%
EPS(NTD)	**0.98**	**1.51**	**+54%**

Operating income：Water treatment and engineering contracting drive growth

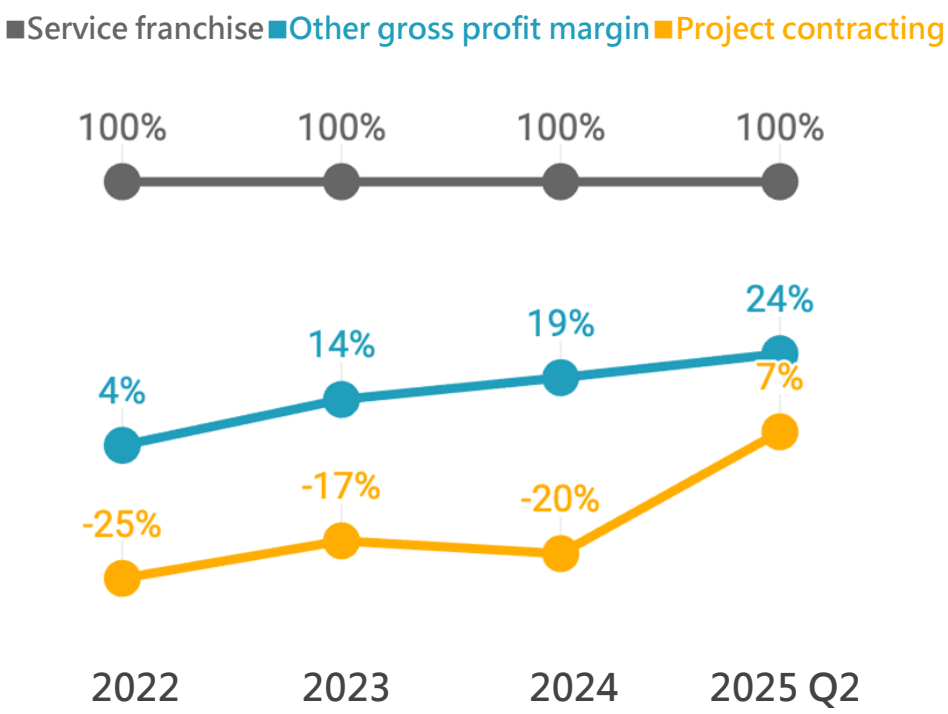
Annual revenue (Unit: NTD million)



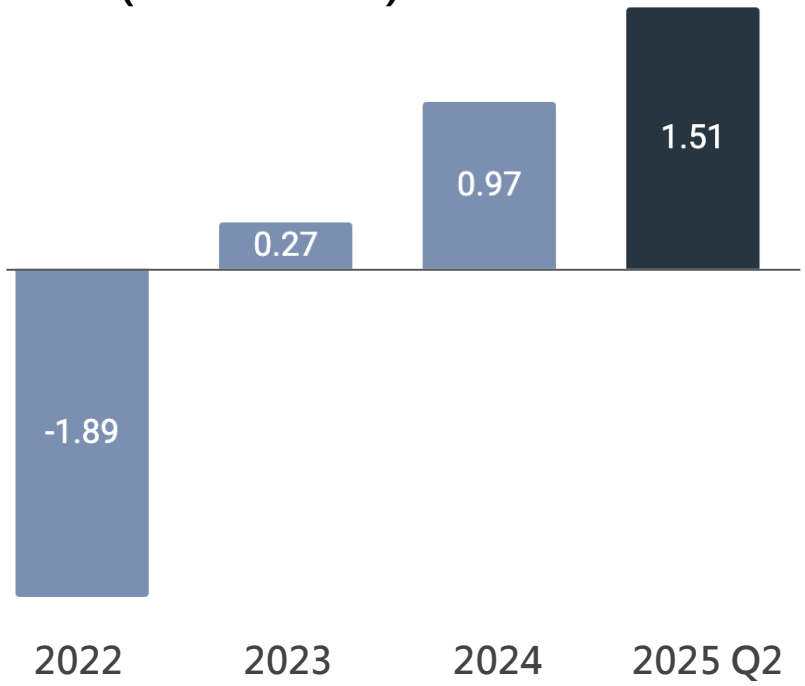
	2022-2024 2-Year Compound Annual Growth Rate(CAGR)	2025 Q2 Year-over-Year Growth Rate (YoY)	
■Operation and maintenance	-2%	38%	↑
■Waste treatment and electricity sales	35%	-12%	
■Service franchise	0%	-3%	
■Project contracting	-22%	203%	↑

Profitability： Structural improvement

Classification gross profit margin (Unit：%)



EPS (Unit：NTD)



Note：Operations in the first half of the year, including profit from property transfer income & Differences in contract execution progress, with the characteristics of fluctuating gross profit margins

Healthy ‘s balance sheet

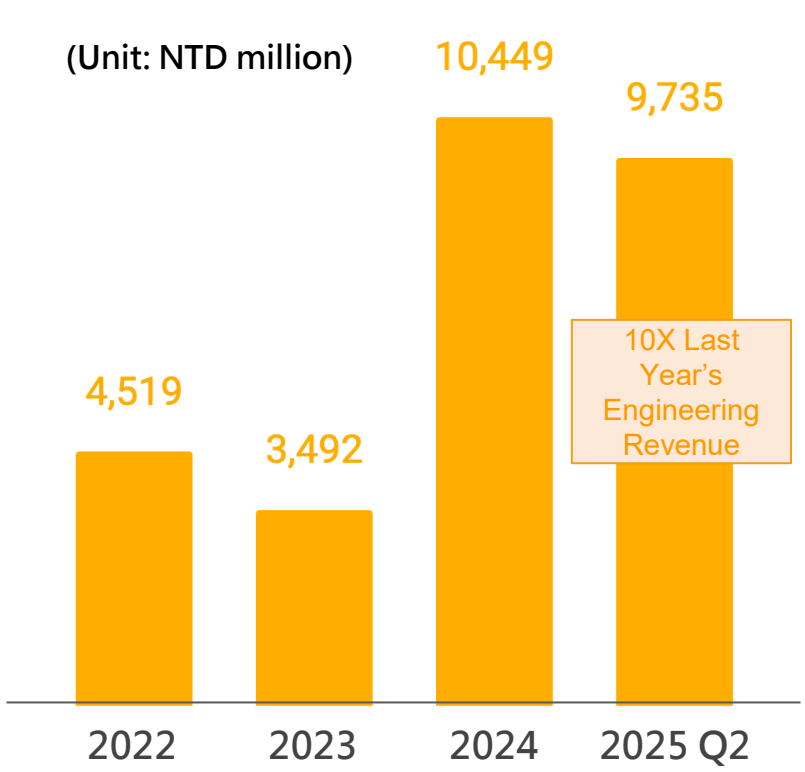
Consolidated Balance Sheet

(Unit: NTD million)

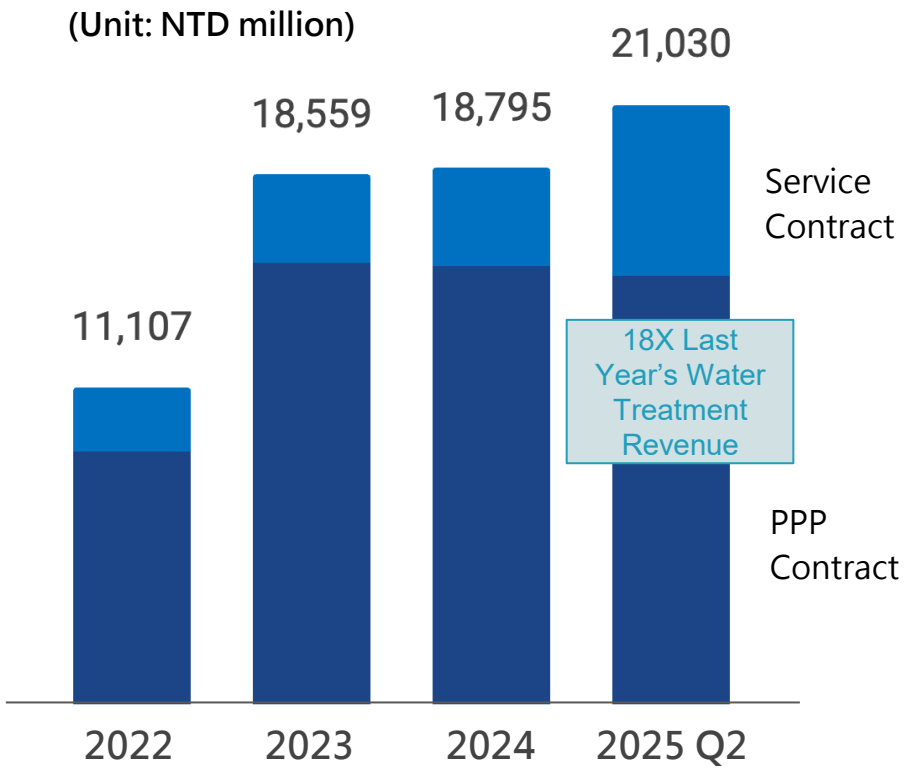
	2024.06.30		2024.12.31		2025.06.30	
	Amount	%	Amount	%	Amount	%
Cash and Cash Equivalents	1,607	11%	2,750	18%	2,873	18%
Contract Assets	799	5%	1,068	7%	909	6%
Accounts Receivable (Net)	1,679	11%	1,232	8%	1,707	11%
Intangible Assets	2,067	14%	2,039	13%	1,974	12%
Long-term Receivables	6,644	44%	6,512	42%	6,585	41%
Total Assets	15,102	**100%**	15,678	**100%**	16,006	**100%**
Short-term & Current Liabilities	3,003	20%	2,232	14%	2,399	15%
Contract Liabilities – Current	163	1%	246	2%	248	2%
Accounts Payable & Notes Payable	778	5%	1,088	7%	1,098	7%
Long-term Liabilities	1,541	10%	3,055	19%	2,957	18%
Corporate Bonds Payable	653	4%	249	2%	251	2%
Total Liabilities	7,731	**49%**	7,845	**50%**	8,012	**50%**
Total Equity	7,730	**51%**	7,832	**50%**	7,993	**50%**

30 billion in revenue

Stock of projects under construction： 9.7billion



Water operation contract inventory： 21.0 billion



Engineering: Step-by-Step Execution of NT$10 Billion Ongoing Projects

Projects	Pre-tax Amount (NTD million)	2022	2023	2024	2025	2026	2027	2028	2029	2030
Qimei Seawater Desalination Project	185									
TaiSugar Pig Farm Reconstruction Phase I Project	2,554									
Erlin Phase I, Stage 1 Project	636									
Futian Reclaimed Water Project	299									
Baoshan Phase II Wastewater Project	2,074									
Yilan Water Resources Phase II Project	169									
Top Forest–Nanzi Reclaimed Water Construction Project	7,761									

* 2025/5/29 Submitted for Completion Acceptance, Under Review

* 2025/3/1 Submitted for Completion Acceptance, Under Dispute Mediation

* 2025/2/13 Submitted for Completion Acceptance, Under Review

* Contract Completion Date: May 23, 2026 – On Schedule

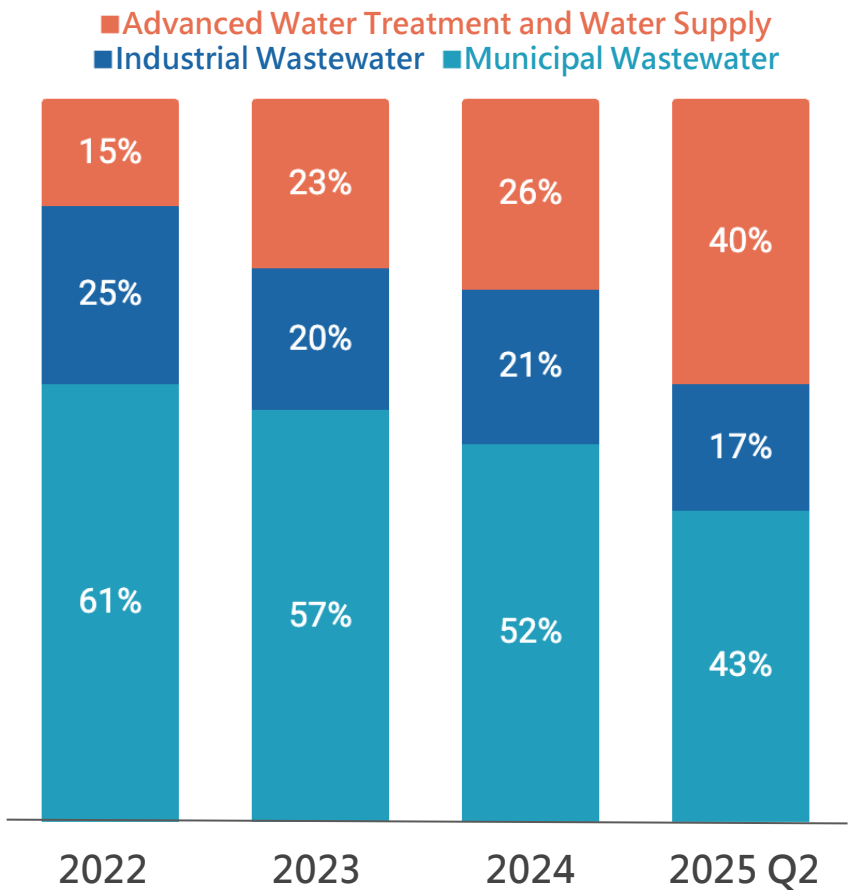
* Contract Completion Date: May 1, 2026 – On Schedule

* Contract Completion Date: April, 2026 – On Schedule

* Construction Period：7 Years, in Three Phases by the end of 2030, supply of 70,000 CMD reclaimed water。
Phase I: Construction commenced in April 2025, ahead of schedule, with accelerated progress。
By the end of 2028, Phase I will supply 20,000 CMD reclaimed water。

Water Treatment： Advanced Water Treatment Driving Growth

Revenue Breakdown by Water Treatment Segment



Advanced Water Treatment and Water Supply as the Main Growth Drivers in Water Treatment

- Municipal Water Supply : Zhengqing Lake Water Plant, Qimei Desalination
- High-Tech Water Supply : Yongkang Reclaimed Water, additional 15,500 CMD
- High-Tech Wastewater Treatment : Increased capacity at Central Taiwan Science Park, Chihkan Industrial Park (TSMC), additional 30,000 CMD of wastewater treatment

Stable Improvement in Water Treatment Operations and Technology, Optimizing Cost Structure

- Example : Perfection Forest Water Plant conversion from quality stabilization to profit contribution
- Example : Enhancement of reclaimed water and seawater desalination for pharmaceutical and chemical factories

Maintaining Stable Market Share

- 22 plants, 25%
- 100% renewal rate

National Water Resources Development：NT$160 Billion Investment over 10 Years

Advanced Water Treatment

Reclaimed Water + **Seawater Desalination** + **Others (Reservoir Backup, Water-Saving Facilities, etc.)**

Production Capacity By 2025：

170,000+ CMD

Additional 460,000 + CMD over the next 10 years

Total Water Supply Growth：

+350%

Seawater Desalination Plants 7

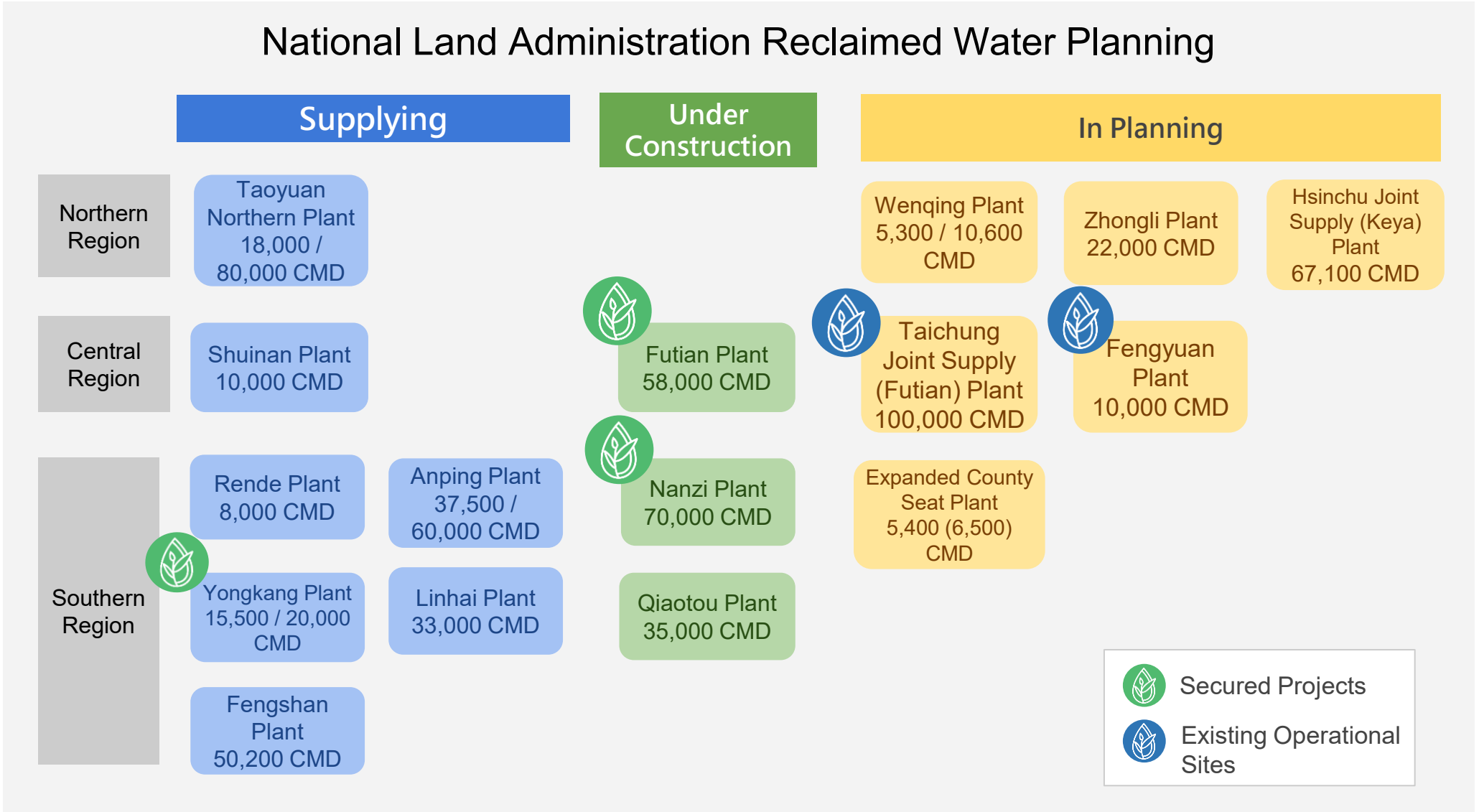
existing plants (totaling 3,000+CMD)

2 under construction, 6 in planning

Total Supply Growth：

+370%

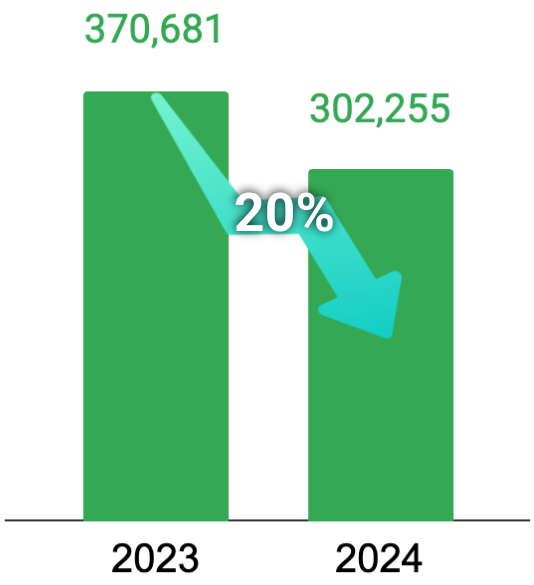
Competitive Advantages of Forest Water



Energy-Saving and Carbon-Reduction Technology Development

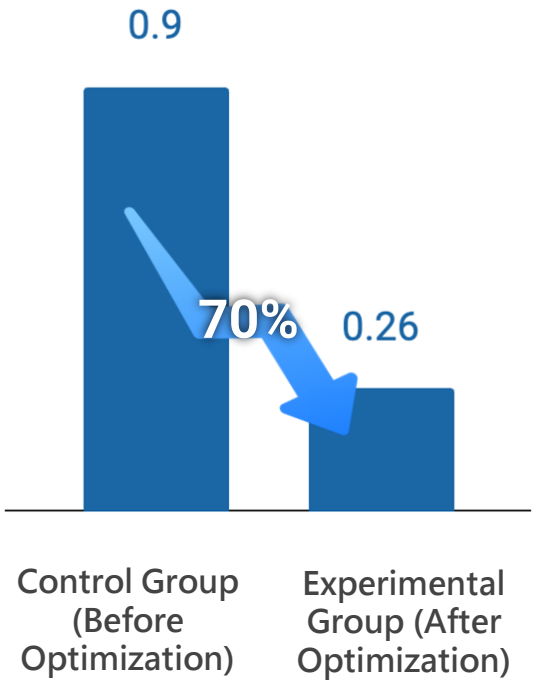
Annual 20% Energy Saving in Water Operations

Historical Total Energy Consumption (Unit: GJ)



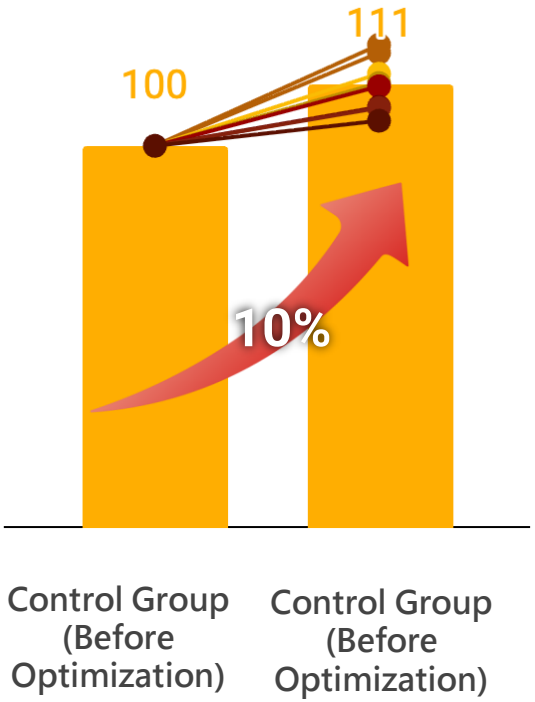
Advanced Water Treatment Successful Pilot Test: 70% Reduction in Chemical Usage

Unit Chemical Cost (Unit: NTD/m³)



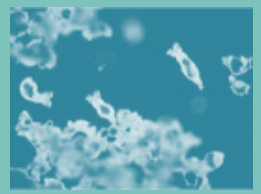
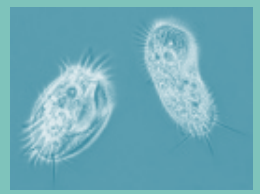
Waste-to-Energy Average 10% Increase in Gas Production

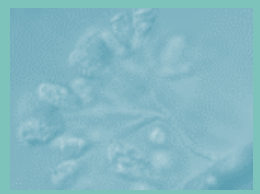
Gas Production (Unit: mL)



Thank you for your attention and support



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