

## TAX REPORTING

We are committed to an open and principles-based approach towards taxation, being transparent in our economic contributions, and providing clarity in our reporting.

### Overview of the Indorama Business

Indorama Ventures ('IVL') is a major global intermediate and downstream petrochemicals producer with 148 sites in 35 countries around the world (as of December 31, 2023). The constituent entities of IVL are engaged in providing value-added and differentiated products and services to several diversified consumer goods industries which serve common consumer needs in hygiene, improved lifestyle and safety.

### Organization of the Indorama Business

The various constituent entities of the Indorama Group operate in three segments. These segments include:

- A. Combined PET;
  - Integrated Polyethylene Terephthalate ('PET') including the aromatic and PET value chain
  - Specialty Chemicals comprising of Purified Isophthalic Acid ('PIA'), Naphthalene Dicarboxylate ('NDC')
  - Packaging
- B. Fibers
- C. Integrated Oxides and Derivatives

### CIT contribution for 2023

We provide our country-by-country report to the tax authorities in Mauritius, in line with the Base Erosion and Profit Shifting ('BEPS') Action Plan initiated by the OECD and enacted into the Mauritius legislation.

In-line with our continued efforts at transparency, we are providing information on the following Country-by-Country information. The information provided reflects a break-down of the 2023 Revenues, Profit (Loss) before taxes, Corporate Tax Accrued (Current year), Corporate Taxes Paid/(Refund) and the Number of IVL employees in the key countries and regions where IVL operates:

Country THB Million	Revenues (A)	Profit (Loss) Before Taxes (B)	Corporate Tax Accrued (Current Year) (C)	Corporate Taxes Paid/ (Refund) (D)	No. of Employees (E)
United States	172,713	(14,348)	964	323	3,455
Brazil	51,629	921	626	(153)	1,859
Thailand	41,423	6,093	761	671	3,765
India	40,194	(531)	237	139	2,336
Mexico	29,432	1,495	309	127	1,423
Indonesia	22,648	(1,343)	434	68	1,983
Egypt	21,027	1,344	46	93	768
China	20,131	868	353	146	1,860
Other Countries	142,262	(8,095)	1,986	1,824	8,644
<b>Total</b>	<b>541,458</b>	<b>(13,597)</b>	<b>5,715</b>	<b>3,238</b>	<b>26,093</b>

(A) Revenue for each region/country excludes intercompany transactions

(B) Profit (Loss) Before Taxes includes certain Accounting (Non-Taxable) Adjustments

(C) Corporate Tax Accrued is the current tax expense recognized in the Year 2023.

(D) Corporate Taxes paid (Refund) includes tax payments / refunds relating to previous years. The Corporate taxes paid also includes withholding taxes.

(E) No. of employees reflects full time employees and does not include temporary staff / labor on contract basis

**The country-wise information tabulated above reflects the information in respect of all constituent entities of the organization that operate in the respective jurisdictions.**

The difference between the corporate taxes paid and corporate tax accrued reported are caused by various factors including but not limited to certain provision to return adjustments and advance taxes paid.

Besides the corporate income tax stated above, the various constituent entities of the IVL Group also pays and bears other indirect form of taxes and duties such as custom and excise duties, sales taxes and others. These taxes are not included in the overview above.

During FY 2023, IVL has reported a loss at consolidated level. However, various constituent entities of IVL in different jurisdictions paid the cash taxes during FY 2023 primarily on account of the following (i) Advance taxes and self-assessment taxes (ii) withholding taxes. Given this, the overall cash tax % is negative. The cash tax paid can be traced back to IVL Annual report in its cash flow statement on page 120.

## Effective Tax and Cash Tax Reporting

Reconciliation of effective tax rate is explained in the following table:

<b>Reconciliation of effective tax rate</b>	<b>Consolidated financial statements</b>			
	2023		2022	
	Rate (%)	(in million Baht)	Rate (%)	(in million Baht)
Profit before income tax expense		(13,597)		40,104
Income tax using the Thai corporation tax rate	20.00	(2,719)	20.00	8,021
Income tax reduction - deferred - other countries		6		(363)
Effect of different tax rates in foreign jurisdictions		(1,108)		(711)
Income not subject to tax and tax privileges		(1,095)		(2,857)
Coupon payment on subordinated perpetual debentures recognised in equity		(150)		(150)
Expenses not deductible for tax purposes		1,219		3,161
Utilisation of previously unrecognised tax losses		(252)		(188)
Recognition of deferred tax assets from previously unrecognised tax losses		(6)		(2,491)
Current year losses for which no deferred tax asset was recognised		1,784		692
Under provided in prior years		425		390
Written-off unrecoverable deferred tax assets from loss carry forward		199		166
Share of profit of joint ventures accounted for using equity method		(82)		(77)
Foreign exchange differences arising from transaction of intercompany loans considered as part of net investment in foreign operations		186		(89)
Change in recognition of temporary difference		(659)		(171)
Others		(432)		441
<b>Total</b>	<b>19.74</b>	<b>(2,684)</b>	<b>14.40</b>	<b>5,774</b>

The table below states the average reported effective tax rate as well as cash tax rate for IVL for the 2022 and 2023 period:

<b>Financial reporting in THB Million</b>	<b>FY 2023</b>	<b>FY 2022</b>	<b>Calculated average rate</b>
Earnings before Tax	(13,597)	40,104	
Reported Taxes	(2,684)	5,774	
<b>Cumulative acceptable adjustments</b>	<b>6</b>	<b>2,491</b>	
<b>Effective Tax Rate (in %)</b>	<b>19.69%</b>	<b>20.61%</b>	<b>21.08%</b>
Cash Taxes Paid	5,715	8,909	
<b>Cash Tax Rate (in %)</b>	<b>-42.03%</b>	<b>22.21%</b>	<b>55.17%</b>

Note:

The cumulative adjustment amount refers to the exclusion of deferred tax asset which have been created in the year 2022 and 2023 on Net Operating Losses ('NOLs'). These NOLs have been incurred outside of the two-year reported period.

The recognition of deferred tax asset on such NOLs contributed in reduction of overall ETR for the Year-end 2022 as well as 2023. Considering the same, the impact of above recognition of these deferred tax assets on past NOLs is excluded / removed in order to reflect the ETR which more appropriately corresponds to the profitability of the Group. This is documented in the IVL Annual Report on page 200 under Schedule 28 relating to Income Tax. Further, the exchange rate used to convert the NOLs in USD is FY 2023: 1 USD = 34.8094THB and FY 2022: 1 USD = 35.0667 THB. (*Source: Average exchange rate as per Bank of Thailand*)