

Investor Conference

– The First Half of Year 2017

July 28, 2017



Agenda



Financial Report

Iris Chen,
Finance Director

Business Outlook

Jeff Chou,
CFO

Q&A

Disclaimer



These presentations and discussions contain certain forward-looking statements with respect to the results of operation, financial condition and current expectation about future events. By their nature, forward-looking statements involve risk and uncertainty because they relate to events and depend on circumstances that will occur in the future.

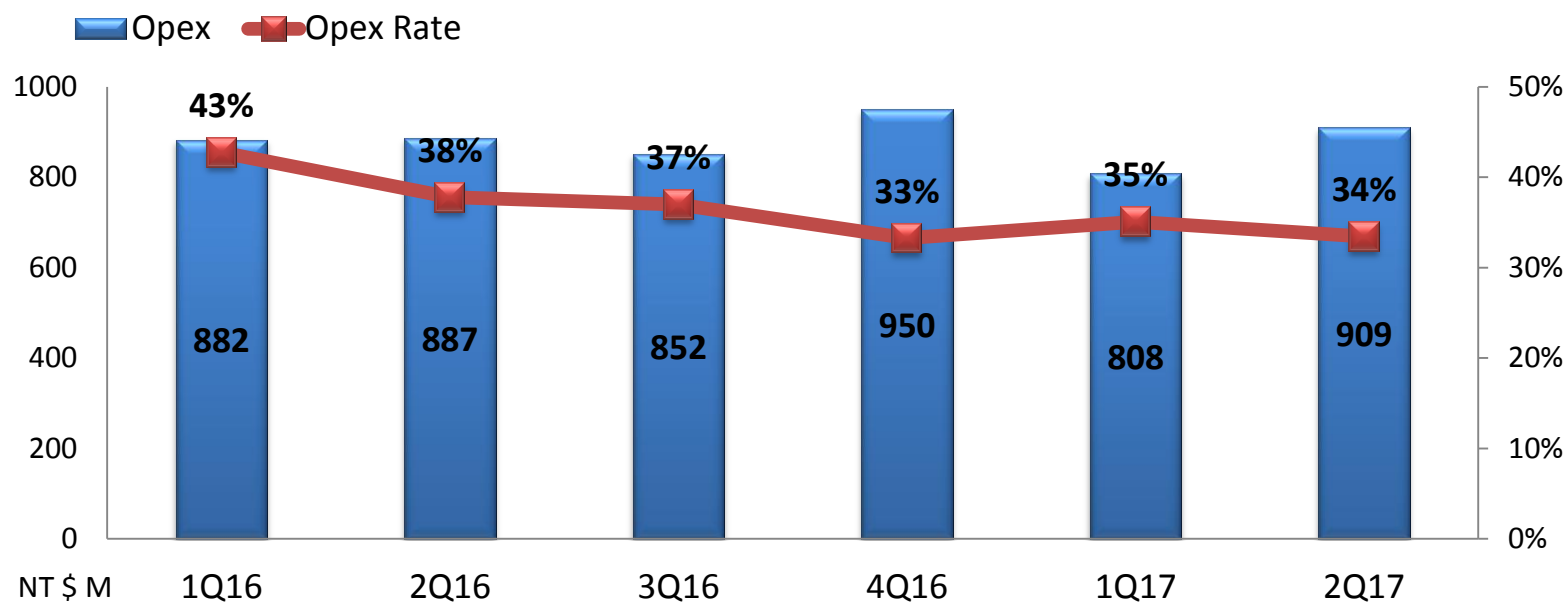
We undertake no obligation to publicly update or revise any forward looking statements whether as a result of new information, future events or otherwise. The actual result could differ materially from those anticipated in these forward looking statements.

Statement of Comprehensive Income



<i>Amount : NT\$ Million</i>	1H'17		1H'16		YoY	2Q'17		1Q'17		QoQ
	Amount	%	Amount	%	%	Amount	%	Amount	%	%
Net Sales	5,023	100	4,411	100	13.9	2,721	100	2,302	100	18.2
COGS	3,084	61	2,467	56	25.0	1,698	62	1,386	60	22.6
Gross Profit	1,939	39	1,944	44	-0.3	1,022	38	917	40	11.5
Operating Expenses	1,717	34	1,769	40	-2.9	909	34	808	35	12.6
Operating Income	222	5	175	4	26.9	113	4	109	5	3.6
Other Income/Expenses	-34	-1	2	0	NA	36	2	-70	-3	NA
Income Before Tax	189	4	177	4	6.6	149	6	39	2	281.9
Net Income	145	3	150	3	-2.9	122	5	24	1	410.6
Basic EPS(NT\$)	0.67		0.70		-4.3	0.56		0.11		409.1

Detail of Operating Expense



<i>Amount : NT\$ Million</i>	1H'17		1H'16		YoY %	2Q'17		1Q'17		QoQ %
	Amount	%	Amount	%		Amount	%	Amount	%	
Sales	495	10	533	12	-7.1	257	10	238	10	7.8
Admin	445	9	480	11	-7.3	256	9	189	8	35.2
R&D	778	15	757	17	2.8	397	15	381	17	4.3
Operating Expenses	1,717	34	1,769	40	-2.9	909	34	808	35	12.6

Consolidated Balance Sheet Highlights



<i>Amount : NT\$ Million</i>	<u>2017.6.30</u>	<u>2016.12.31</u>	<u>2016.6.30</u>
Cash & Financial asset	2,053	1,857	1,877
AR	1,693	1,966	1,759
Inventory	2,468	1,728	1,819
AP	2,186	1,479	1,460
Short-term loan	466	507	577
Long-term loan	100	200	-
Liability	4,281	3,384	3,668
Equity	4,377	4,686	4,456
Total Assets	8,658	8,070	8,123

Days of Sales Outstanding (DSO)	66.5	66.6	68.0
Days of Inventory at hand (DOH)	124.2	117.2	131.7
Days of Payable Outstanding (DPO)	108.5	87.2	94.8
Cash Conversion Cycle (CCC)	82.2	96.5	104.8
Debt rate	49.4%	41.9%	45.1%
ROE	6.4%	10.0%	7.2%
BV/per share	20.1	21.5	20.5

Consolidated Cash Flows Highlights



Amount : NT\$ Million

	1H'17	1H'16	YoY(\$)
From Operating Activities	522	216	305
Income before Tax	189	177	12
Depreciation & Amortization	149	144	6
Net Change in Operating assets and liabilities	123	-113	236
From Investing Activities	58	-251	309
Net change in Investments in debt instrument without active market	160	-285	445
Net change in Available-for-sale financial assets	0	151	-151
Net change in Capital Expenditures - PP&E and Software	-89	-128	40
From Financing Activities	-142	26	-168
Issuing shares	0	969	-968
Net change in Debt	-142	-942	800
Exchange Rate Influence	-65	-20	-45
Net Change in Cash	373	-28	401



Business Outlook

Jeff Chou
CFO

Sales breakdown by product

HIM, 25%



EPM, 40%



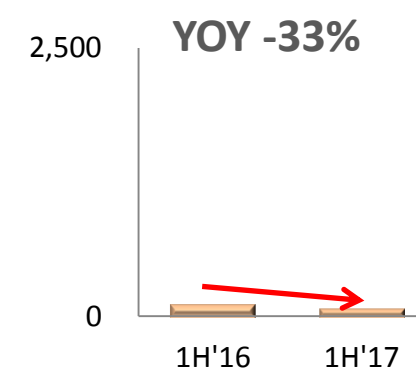
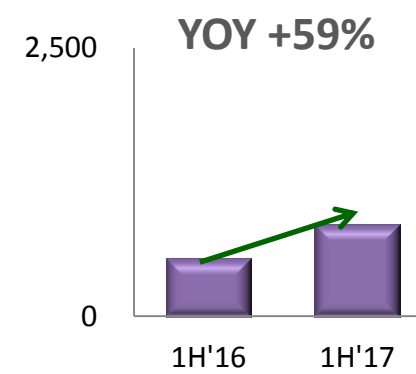
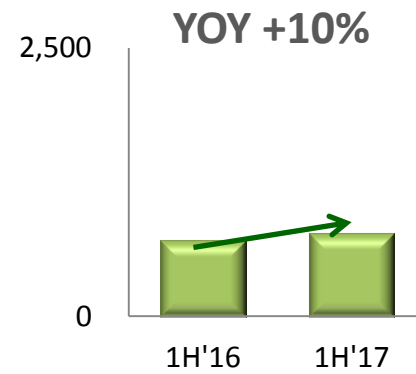
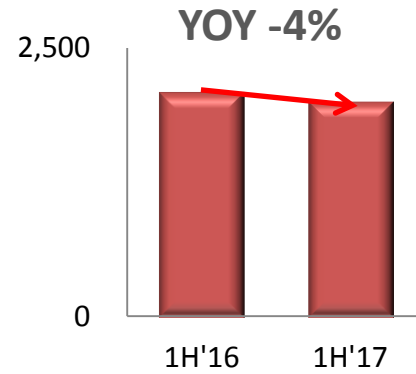
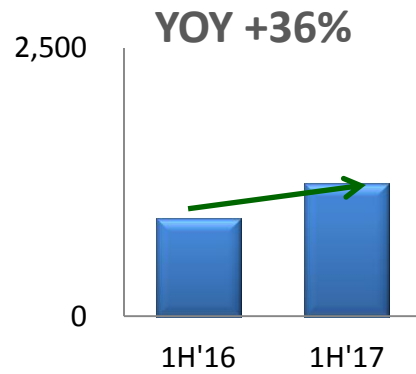
NCP, 15%



DMSC, 17%



PT, 2%

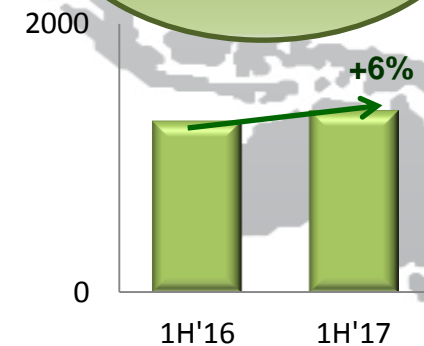
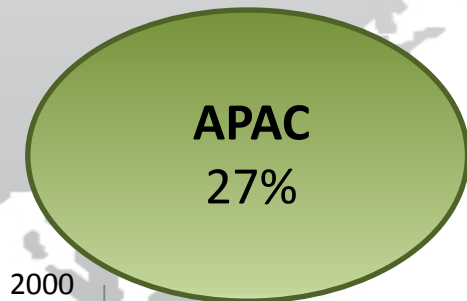
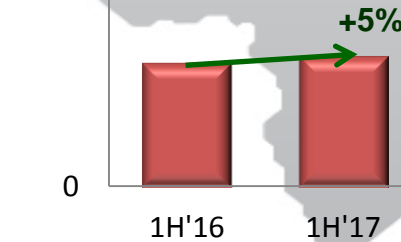
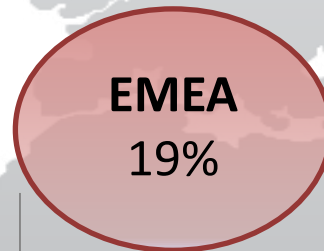
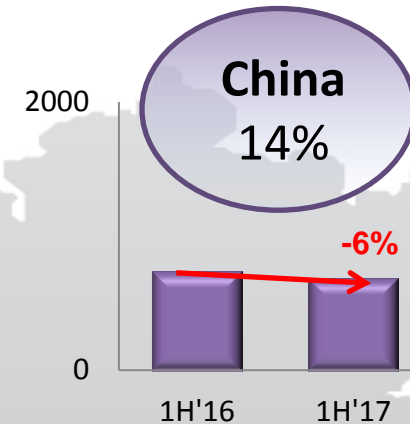
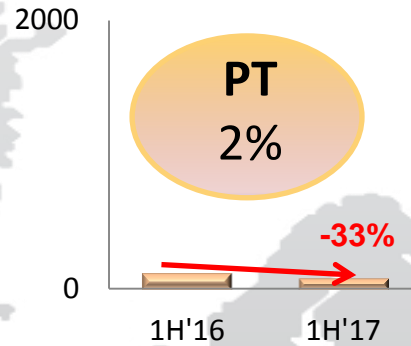
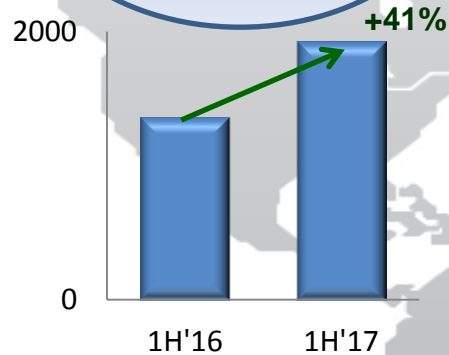
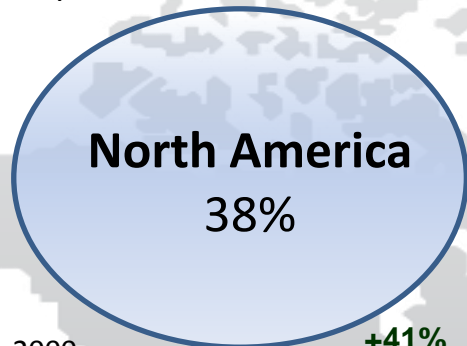


Amount : NT\$ Million

Geographic Footprint & 1H'17 Claimed New DW



Amount : NT\$ Million



RBU	1HY claimed DW
AATI	8
EMEA	8
CHN	6
APAC	10

