

2Q18 Earnings Conference

LITE-ON Technology

2018/8/13



Safe Harbor Notice

- LITE-ON Technology's statement of its current expectations are forward-looking statements which are subject to significant risks and uncertainties. Actual results may differ materially from those contained in any forward-looking statements.
- ***The numbers of the presentation are prepared under IFRS.***

2Q18 Results

| <i>In NT Millions</i> | 2Q18 | | 1Q18 | | QoQ | 2Q17 | | YoY |
|--------------------------------------|---------------|--------------|---------------|--------------|-----------|---------------|--------------|------------|
| | Amount | % | Amount | % | % | Amount | % | % |
| Net Sales | 54,709 | 100.0 | 48,534 | 100.0 | 13 | 53,061 | 100.0 | 3 |
| COGS | 48,196 | 88.1 | 43,132 | 88.9 | 12 | 46,099 | 86.9 | 5 |
| Gross Profit | 6,513 | 11.9 | 5,402 | 11.1 | 21 | 6,962 | 13.1 | -6 |
| Operating Expense | 5,003 | 9.1 | 4,615 | 9.5 | 8 | 4,741 | 8.9 | 6 |
| Operating Profit | 1,510 | 2.8 | 786 | 1.6 | 92 | 2,220 | 4.2 | -32 |
| Other Income/ Expense | 849 | 1.6 | 651 | 1.3 | 30 | 307 | 0.6 | 176 |
| Profit Before Tax | 2,359 | 4.3 | 1,438 | 3.0 | 64 | 2,528 | 4.8 | -7 |
| Income Tax Expense | -637 | -1.2 | -392 | -0.8 | 62 | -639 | -1.2 | 0 |
| Non-Controlling Interest | -34 | -0.1 | 4 | 0.0 | - | 121 | 0.2 | - |
| Profit Attributable to Parent | 1,755 | 3.2 | 1,041 | 2.1 | 69 | 1,767 | 3.3 | -1 |
| After Tax EPS | 0.76 | | 0.45 | | | 0.76 | | |
| Shares:(mm shares) | 2,324 | | 2,324 | | | 2,324 | | |

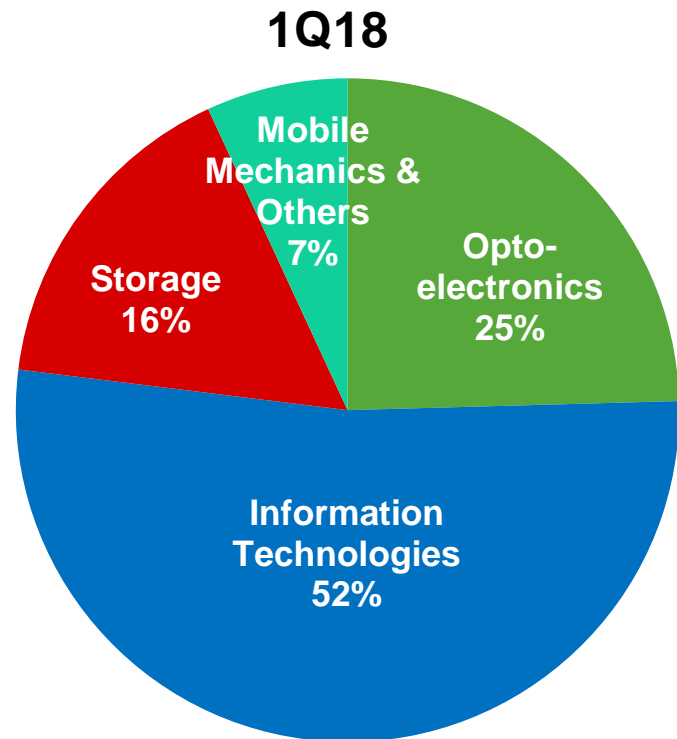
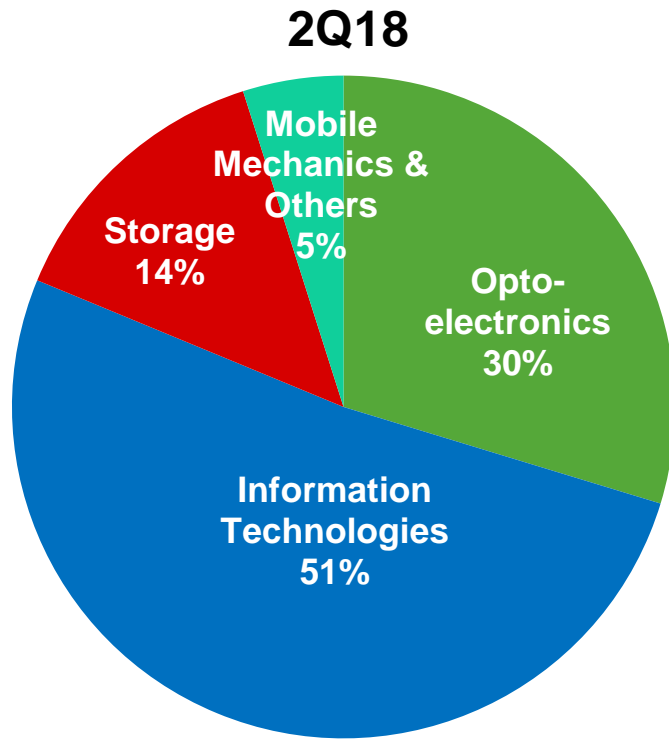
1H18 Results

| <i>In NT Millions</i> | 1H18 | | 1H17 | | YoY |
|-------------------------------|---------|-------|---------|-------|-----|
| | Amount | % | Amount | % | % |
| Net Sales | 103,243 | 100.0 | 104,413 | 100.0 | -1 |
| COGS | 91,327 | 88.5 | 90,759 | 86.9 | 1 |
| Gross Profit | 11,915 | 11.5 | 13,654 | 13.1 | -13 |
| Operating Expense | 9,618 | 9.3 | 9,381 | 9.0 | 3 |
| Operating Profit | 2,297 | 2.2 | 4,273 | 4.1 | -46 |
| Other Income/ Expense | 1,500 | 1.5 | 727 | 0.7 | 106 |
| Profit Before Tax | 3,797 | 3.7 | 5,000 | 4.8 | -24 |
| Income Tax Benefit/ Exp. | -1,029 | -1.0 | -1,264 | -1.2 | 19 |
| Non-Controlling Interest | -29 | 0.0 | -14 | 0.0 | 114 |
| Profit Attributable to Parent | 2,797 | 2.7 | 3,750 | 3.6 | -25 |
| After Tax EPS | 1.20 | | 1.61 | | |
| Shares:(mm shares) | 2,324 | | 2,324 | | |

Other Incomes/Other Expenses

| In NT\$ Millions | 2Q18 | 1H18 |
|------------------|------|-------|
| Net Interest | 196 | 389 |
| FX | 189 | 431 |
| Others | 463 | 680 |
| Total OIOE | 849 | 1,500 |

Revenue Contribution by Segment



| | |
|--------------------------------------|---|
| Opto-electronics | LED Components & Lighting Products, Camera Modules and Automotive Electronics |
| Information Technologies | Products used in Server, Networking Devices, NB, Tablets, DT and Multifunction Peripheral |
| Storage | Optical Disk Drives and Solid State Drives. |
| Mobile Mechanics & Others | Mechanical Products for Mobile Devices and Others |

Revenue by Segment

In NT Millions

| Revenue By Segment | 2Q18 | 1Q18 | QoQ |
|---------------------------|--------|--------|------|
| Opto-electronics | 16,253 | 11,922 | 36% |
| Information Technologies | 28,194 | 25,427 | 11% |
| Storage | 7,580 | 7,835 | -3% |
| Mobile Mechanics & Others | 2,681 | 3,350 | -20% |

Operating Profit by Segment

In NT Millions

| OP by Segment | 2Q18 | 1Q18 | QoQ |
|---------------------------|-------|-------|------|
| Opto-electronics | 553 | 169 | 227% |
| Information Technologies | 1,294 | 723 | 79% |
| Storage | 505 | 417 | 21% |
| Mobile Mechanics & Others | (563) | (288) | -95% |

Balance Sheet

| <i>In NT millions</i> | 2Q18 | | 1Q18 | | 2Q17 | |
|------------------------|---------|------|---------|------|---------|------|
| | Amount | % | Amount | % | Amount | % |
| Cash & Equivalent | 57,603 | 28% | 61,406 | 32% | 62,834 | 31% |
| Accounts Receivable | 58,955 | 29% | 49,105 | 26% | 52,577 | 26% |
| Inventories | 29,620 | 15% | 28,293 | 15% | 27,352 | 14% |
| Current Assets | 162,659 | 80% | 145,902 | 76% | 148,315 | 74% |
| Total Assets | 202,715 | 100% | 191,193 | 100% | 199,631 | 100% |
| Short Term Debt | 30,613 | 15% | 34,329 | 18% | 24,536 | 12% |
| Accounts Payable | 60,143 | 30% | 52,591 | 28% | 55,536 | 28% |
| Current Liabilities | 130,754 | 65% | 113,788 | 60% | 115,328 | 58% |
| Long Term Debt | 0 | 0% | 0 | 0% | 7,204 | 4% |
| Total Liabilities | 132,541 | 65% | 115,685 | 61% | 125,548 | 63% |
| Equities | 70,173 | 35% | 75,508 | 39% | 74,083 | 37% |
| Key Indices | | | | | | |
| Current Ratio (x) | 1.24 | | 1.28 | | 1.29 | |
| Quick Ratio (x) | 1.02 | | 1.04 | | 1.05 | |
| Net Cash (NT Millions) | 26,989 | | 27,078 | | 31,095 | |

Thank You!