

LITEON[®]

2Q22 Earnings Conference

LITEON Technology

July 19th, 2022



Safe Harbor Notice

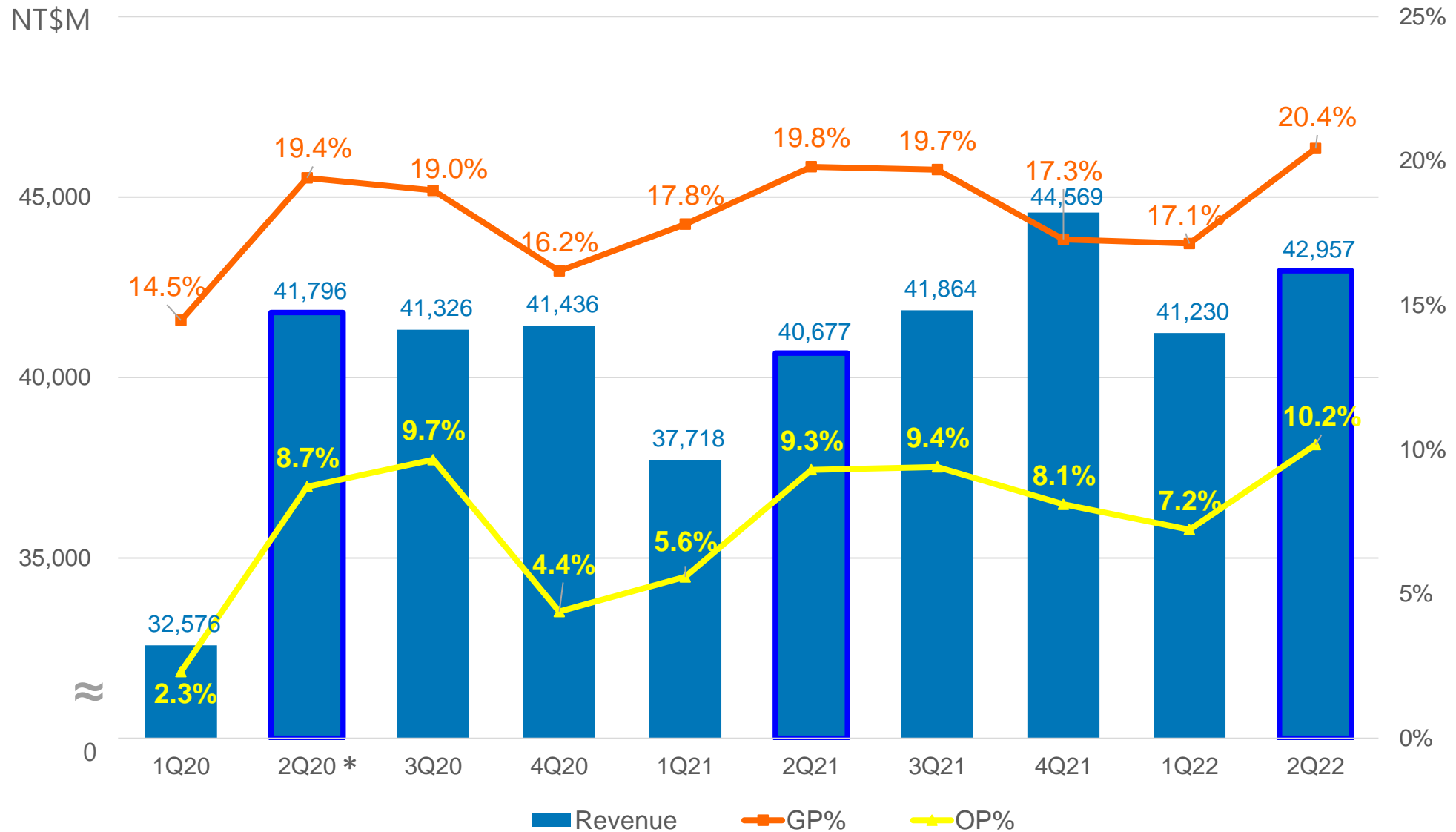
LITEON Technology's statement of its current expectations are forward-looking statements which are subject to significant risks and uncertainties. Actual results may differ materially from those contained in any forward-looking statements.

The numbers of the presentation are prepared under IFRS.

2Q22 Income Statement

<i>In NT Millions</i>	2Q22		1Q22		QoQ	2Q21		YoY
	Amount	%	Amount	%	%	Amount	%	%
Net Sales	42,957	100.0	41,230	100.0	4	40,677	100.0	6
COGS	34,180	79.6	34,163	82.9	0	32,684	80.3	5
Gross Profit	8,777	20.4	7,067	17.1	24	7,994	19.7	10
Operating Expenses	4,407	10.3	4,086	9.9	8	4,193	10.3	5
Operating Profit	4,370	10.2	2,981	7.2	47	3,801	9.3	15
Other Income/ Expense	623	1.5	-324	-0.8	-	1,314	3.2	-53
Profit Before Tax	4,993	11.6	2,657	6.4	88	5,115	12.6	-2
Income Tax Expense	1,024	2.4	545	1.3	88	1,067	2.6	-4
Non-Controlling Interests	10	0.0	8	0.0	13	14	0.0	-32
Profit Attributable to Parent	3,960	9.2	2,104	5.1	88	4,034	9.9	-2
After Tax EPS	1.74		0.92			1.74		

Record GPM and OPM in 2Q22



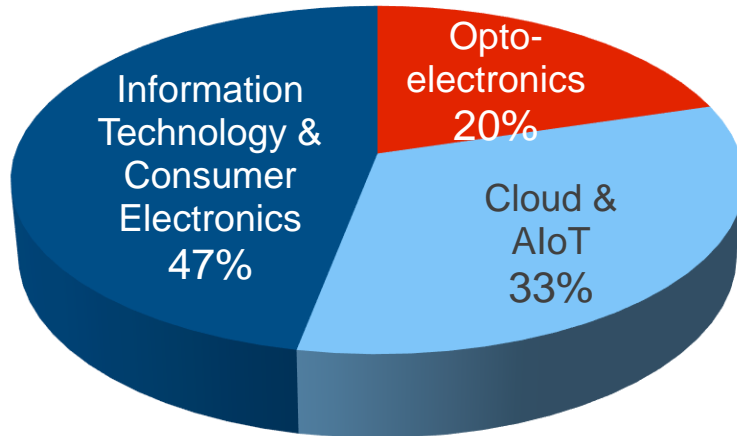
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Profitable Growth from Each Segment in 2Q22

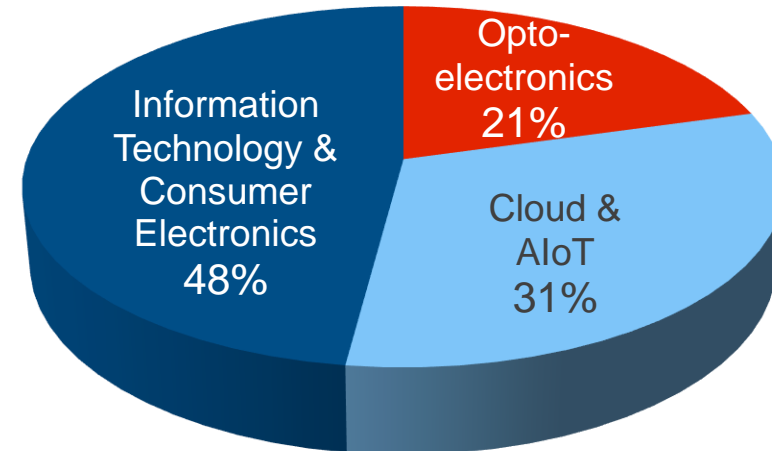
<i>In NT Millions</i>	1H22		1H21		YoY
	Amount	%	Amount	%	%
Net Sales	84,187	100.0	78,395	100.0	7
COGS	68,343	81.2	63,684	81.2	7
Gross Profit	15,844	18.8	14,711	18.8	8
Operating Expense	8,493	10.1	8,804	11.2	-4
Operating Profit	7,351	8.7	5,908	7.5	24
Other Income/ Expense	299	0.4	4,695	6.0	-94
Profit Before Tax	7,650	9.1	10,602	13.5	-28
Income Tax Expense	1,568	1.9	2,279	2.9	-31
Non-Controlling Interests	18	0.0	26	0.0	-30
Profit Attributable to Parent	6,064	7.2	8,298	10.6	-27
After Tax EPS	2.66		3.57		

52% Revenue Contribution from Opto-Electronics and Cloud& AIoT

2Q22



2Q21

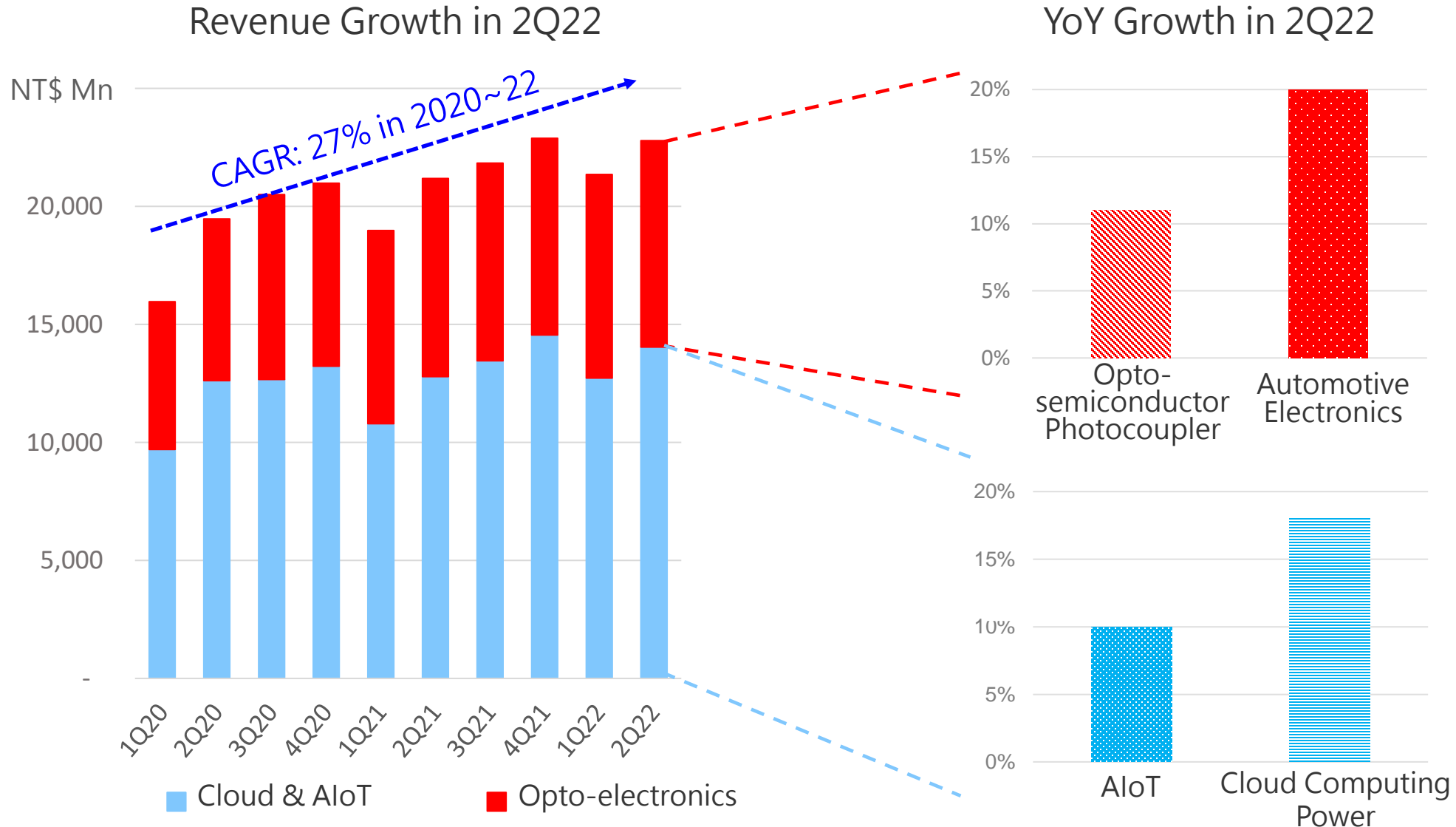


Opto-electronics	Optoelectronics Product Solutions, Automotive Electronics and Outdoor Lighting Solution
Cloud & AIoT	Datacenter, Server, Networking, AIoT, Smart Devices and Video Intelligence Solutions
Information Technology & Consumer Electronics	NB, Tablets, DT, Gaming, Consumer Electronics and Multifunction Peripherals applications

Profitable Growth from Each Segment in 2Q22

NT\$MIn	Revenue			Gross Profit Margin Range	Operating Profit	
	Amount	YoY	%		Amount	YoY
Opto-electronics	8,741	4%	20%	22%~32%	1,149	4%
Cloud & AIoT	14,042	10%	33%	15%~26%	1,310	60%
Information Technology & Consumer Electronics	20,174	4%	47%	13%~18%	2,639	15%

Yearly Growth in Core Businesses in 2Q22



Balance Sheet

<i>In NT millions</i>	2Q22		1Q22		2Q21	
	Amount	%	Amount	%	Amount	%
Cash & Equivalent	70,468	36%	68,517	37%	65,612	37%
Accounts Receivable	41,528	21%	38,099	20%	36,448	21%
Inventories	30,738	16%	31,307	17%	28,646	16%
Current Assets	157,965	82%	150,602	81%	138,492	79%
Short Term Debt	38,386	20%	27,304	15%	16,643	10%
Accounts Payable	42,340	22%	44,646	24%	42,477	24%
Current Liabilities	114,092	59%	110,997	60%	98,641	56%
Equities	76,151	39%	72,199	39%	74,291	42%
Key Indices						
Quick Ratio (x)	1.12		1.07		1.11	
Net Cash (NT Millions)	32,082		41,213		48,969	

2Q22 & 1H22 Executive Summary

- 2Q22 consolidated sales of NT\$ 43 billion, up 4% QoQ, hitting second quarter record high in 3 consecutive years, despite the global supply chain and logistics being affected by the pandemic.
- GPM 20.4%, +3.3ppt QoQ, and OPM 10.2%, 2.9ppt QoQ, both hitting record and reaching the long-term profitability goal of GPM 20%/ OPM 10%
- Continuing profitable growth thanks to product mix optimization, flexible global manufacturing and procurement as well as operational resilience and efficiency
- Opto-electronics segment and Cloud & AIoT segment accounted for 53% of total revenue, higher than last quarter
- 1H22 consolidated sales of NT\$ 84 billion, up 7% YoY, also hitting first half record high in 3 consecutive years
- GPM 18.8% and OPM 8.7%; OPM up 1.2ppt YoY, hitting first half record
- Gross profit up by 8% YoY and Operating profit up by 24%, achieving profitable growth

Outlook for 3Q22

- Stable profit and sales growth from core businesses is expect, under the assumption that the global supply chain and logistics getting stable
- Key growth drivers: Cloud computing, Automotive electronics, and Opto semiconductor IR products for green energy and industrial automation.
- ITCE sustainable growth thanks to product-mix, supply chain management and customer relations continuously improvement

2021 LITEON Sustainability Report

14 Years Of Continued Commitment To ESG Transparency

Enhancing The Climate Risk Assessment

TCFD

- Further enhanced the information disclosure of TCFD (Task Force on Climate-related Financial Disclosures)
- 8 climate opportunities and 10 climate risks clearly identified
- Systematically improved operational resilience and pre-built the capacity to cope with climate change

Demonstrating Comprehensive ESG Management

SASB

- Voluntarily disclosed according to the SASB (Sustainability Accounting Standards Board) metrics
- Provided a clearer look at LITEON' s ESG management and initiatives, including product safety, employee diversity and inclusion, product life cycle, supply chain management, material procurement, and other aspects.





Empowering Sustainability

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