

3Q20 Earnings Conference

LITEON Technology

October 30th, 2020

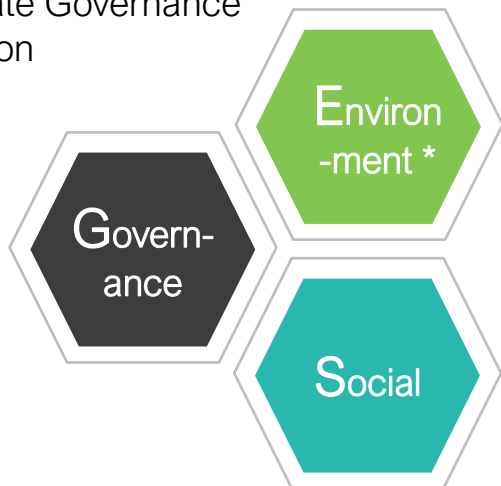


Safe Harbor Notice

- 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.***

LITEON continuous efforts in ESG to achieve sustainability

- ◆ Corporate Sustainability Committee reporting to BOD
- ◆ Thorough information security and privacy management
- ◆ Ranked Top 5% in TWSE 2020 Corporate Governance evaluation



- ◆ On 'A list' in 2019 CDP
- ◆ Environmental targets approved by SBTi
- ◆ Greenhouse Gas Emissions ▼18%
- ◆ Waste generation ▼15%
- ◆ Renewable energy usage ratio 13%
- ◆ Product green design

- ◆ In compliance with Responsible Business Alliance (RBA) code of conduct in employee, health, safety and business ethics

Recognized by indicative organizations



* Year 2019 Result comparing the base year

Please visit our website for further info: <http://www.liteon.com/en-us/globalcitizenship/365>

3Q20 Results

<i>In NT Millions</i>	3Q20		2Q20		QoQ	3Q19		YoY
	Amount	%	Amount	%	%	Amount	%	%
Net Sales	41,326	100.0	41,796	100.0	-1	48,158	100.0	-14
COGS	33,482	81.0	33,682	80.6	-1	40,368	83.8	-17
Gross Profit	7,844	19.0	8,114	19.4	-3	7,790	16.2	1
Operating Expense	3,856	9.3	4,467	10.7	-14	4,543	9.4	-15
Operating Profit	3,987	9.6	3,646	8.7	9	3,247	6.7	23
Other Income/ Expense	-75	-0.2	834	2.0	-	866	1.8	-
Profit Before Tax	3,913	9.5	4,481	10.7	-13	4,113	8.5	-5
Income Tax Expense	900	2.2	1,030	2.5	-13	987	2.1	-9
Non-Controlling Interest	22	0.1	6	0.0	279	17	0.0	26
Profit Attributable to Parent	2,991	7.2	3,445	8.2	-13	3,109	6.5	-4
After Tax EPS	1.29		1.48			1.34		
Shares (mm shares)	2,324		2,324			2,324		

9M20 Results

<i>In NT Millions</i>	9M20		9M19		YoY
	Amount	%	Amount	%	%
Net Sales	115,698	100.0	133,799	100.0	-14
COGS	95,023	82.1	113,603	84.9	-16
Gross Profit	20,674	17.9	20,196	15.1	2
Operating Expense	12,288	10.6	13,422	10.0	-8
Operating Profit	8,386	7.2	6,775	5.1	24
Other Income/ Expense	1,720	1.5	2,412	1.8	-29
Profit Before Tax	10,106	8.7	9,187	6.9	10
Income Tax Expense	2,324	2.0	2,206	1.6	5
Non-Controlling Interest	-226	-0.2	13	0.0	-
Profit Attributable to Parent	8,008	6.9	6,968	5.2	15
After Tax EPS	3.45		3.00		
Shares (mm shares)	2,324		2,324		

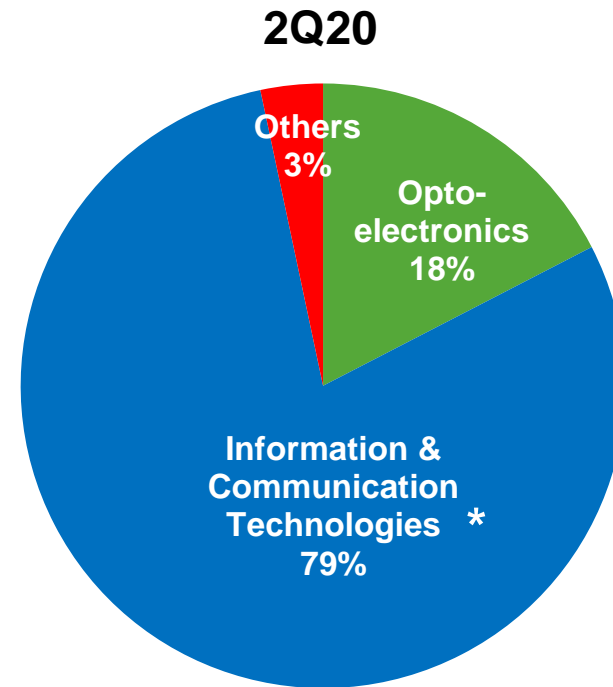
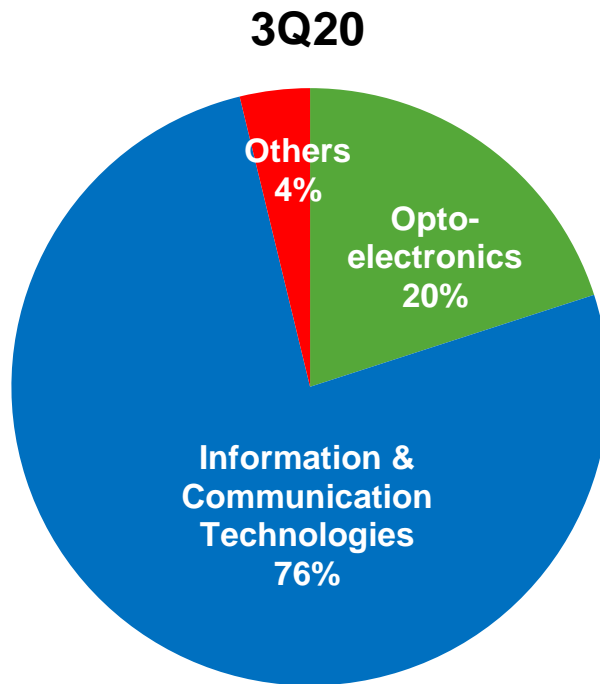
Other Incomes/ Other Expenses

In NT\$ Millions	3Q20	9M20
Net Interest	269	846
FX	268	899
Others	-612 [*]	-25
Total OIOE	-75	1,720

* In accordance with IAS 36 and periodic asset impairment tests, LITEON has recognized the goodwill impairment of ~NT\$700 mn at ODD (optical disc drives) business after evaluating its current conditions and future prospects of the global ODD market in Sep. 2020.

It would cause no impact to cashflow and further strengthen a robust balance sheet and the corporate governance.

Revenue Contribution by Segment



Opto-electronics	LED Components & Lighting Products, Camera Modules and Automotive Electronics
Information & Communication Technologies	Products used in Server, Networking Devices, NB, Tablets, DT, 5G, AIoT, Optical Disk Drives, and Multifunction Peripheral
Others	Other products not yet reaching quantitative thresholds

* Note: SSD has been transferred since 3Q20, before then, it was inclusive of ICT revenue.

Revenue by Segment

In NT Millions

Revenue By Segment	3Q20	2Q20	QoQ
Opto-electronics	8,272	7,278	14%
Information & Communication Technologies	31,487	33,128 [*]	-5%
Others	1,566	1,391	13%

* Note: SSD has been transferred since 3Q20, before then, it was inclusive of ICT revenue.

Operating Profit by Segment

In NT Millions

OP by Segment	3Q20	2Q20	QoQ
Opto-electronics	1,161	994	17%
Information & Communication Technologies	3,204	3,308 [*]	-3%
Others	31	(382)	-

* Note: SSD has been transferred since 3Q20, before then, it was inclusive of ICT operating profit.

Balance Sheet

<i>In NT millions</i>	3Q20		2Q20		2Q19	
	Amount	%	Amount	%	Amount	%
Cash & Equivalent	68,629	39%	66,381	37%	64,489	34%
Accounts Receivable	36,029	20%	34,448	19%	44,590	23%
Inventories	24,447	14%	23,360	13%	25,013	13%
Current Assets	140,747	80%	139,831	78%	149,814	78%
Total Assets	176,675	100%	178,895	100%	191,131	100%
Short Term Debt	26,438	15%	30,242	17%	30,887	16%
Accounts Payable	42,458	24%	36,859	21%	46,831	25%
Current Liabilities	100,351	57%	105,855	59%	115,763	61%
Long Term Debt	0	0%	0	0%	0	0%
Total Liabilities	102,885	58%	108,295	61%	118,340	62%
Equities	73,789	42%	70,601	39%	72,791	38%

Key Indices

Current Ratio (x)	1.40	1.32	1.29
Quick Ratio (x)	1.16	1.11	1.08
Net Cash (NT Millions)	42,191	36,139	33,601

Thank You!