Compal Electronics, Inc.

Worldwide Leading Design & Manufacturing Service Company

Sep 2021

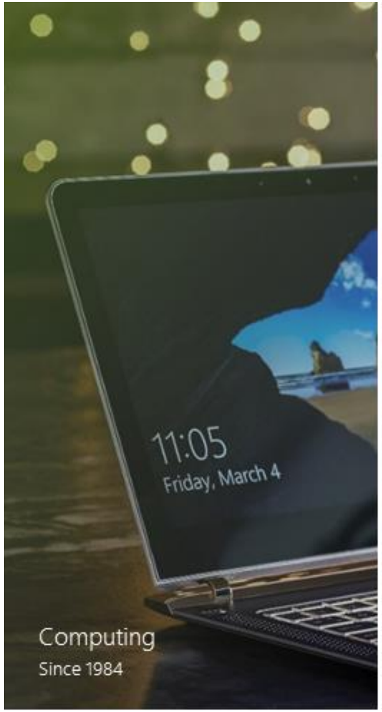
Safe Harbor Statement

Except for historical information contained herein, the matters set forth in this presentation are forward looking statements that are subject to risks and uncertainties that could cause actual results to differ materially. These forward looking statements are not based on historical facts but rather on management's expectations regarding future growth, results of operations, performance, future capital and other expenditures, competitive advantages, business prospects and opportunities. Statements in this presentation about our future plans and intentions, results, level of activities, performance, goals or achievements or other future events constitute forward looking statements. Wherever possible, words such as "anticipate", "believe", "expect", "may", "could", "will", "potential", "intend", "estimate", "should", "plan", "predict", or the negative or other variations of statements reflect management's current beliefs and assumptions and are based on the information currently available to our management.

Investors are cautioned not to place undue reliance on these forward looking statements, which are made as of the date of this presentation, and we assume no obligation to update or revise any forward looking statements.

COMPAL

Company Overview



Established	Business Coverage	FY2020 Revenue
1984	5C	$35.6B
	Computing, **C**ommunication, **C**onsumer, **C**loud, **C**onnecting	**USD**

Taiwan Ranking	Taiwan ESG Ranking	Global Ranking
No.5	20%	FORTUNE 500
CommonWealth Magazine Taiwan Top 2000 Companies	Taiwan Stock Exchange Corp. Governance Ranking	

Note: Compal is publicly traded in TWSE (Ticker: 2324 TW) and GDR listed in Luxembourg

ESG Performance

Sustainalytics ESG Risk Rating (100-0, 0 is best)	MSCI ESG Rating (CCC-AAA)	FTSE Russell ESG Rating (0-5, 5 is best)	ISS Environment Rating (1-10, 1 is best)	ISS Social Rating (1-10, 1 is best)	TWSE CG Ranking (Top 5% is best)
19.53 Low Risk	BBB	3.9	1	3	6%~20%

Source: TDCC IR Platform (2021.08)

ESG Commitment

Despite the harsh environment caused by the COVID-19 pandemic, Compal continued to devote ourselves strengthening ESG performance. Our emphasis earned us a Platinum Award in the Corporate Sustainability Report Awards from the 2020 Taiwan Corporate Sustainability Awards (TCSA); We have also been selected as a constituent of the **FTSE4GOOD Index** and **FTSE4GOOD TIP Taiwan ESG Index** for the past several years. Furthermore, facing the environmental impacts of climate change, we have increasingly committed resources in green product design as well as carbon and waste reduction.

Since 2010, Compal had published Corporate Social Responsibility (CSR) reports annually and disclosed the reports on Compal website.

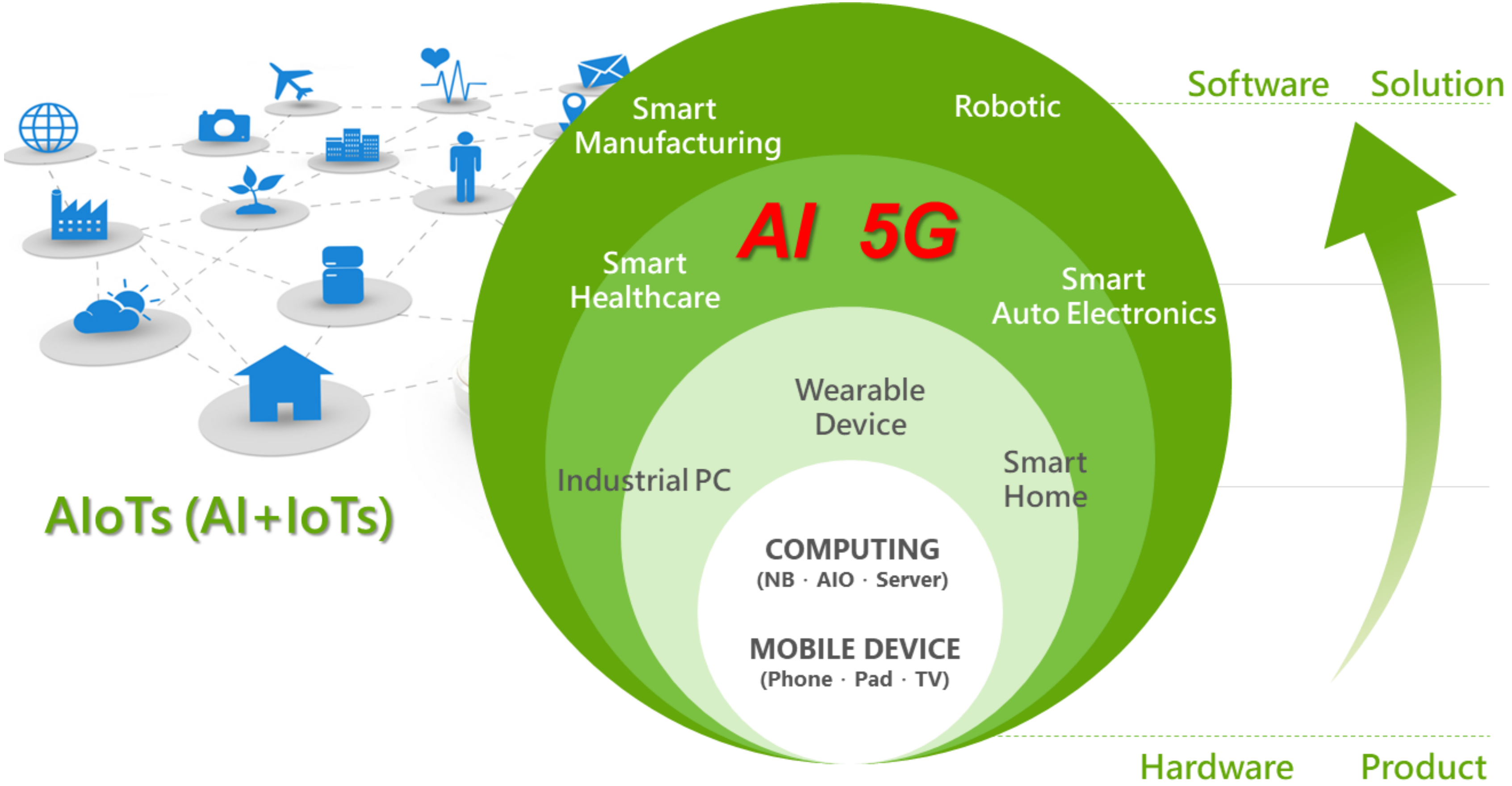
2010.... 2018

2019

2020

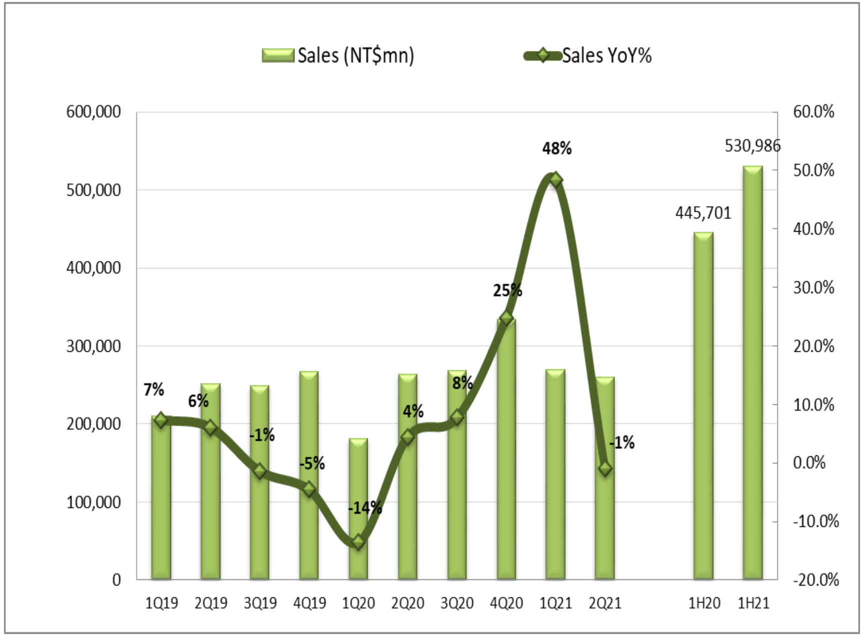
Download Report

Business Scope

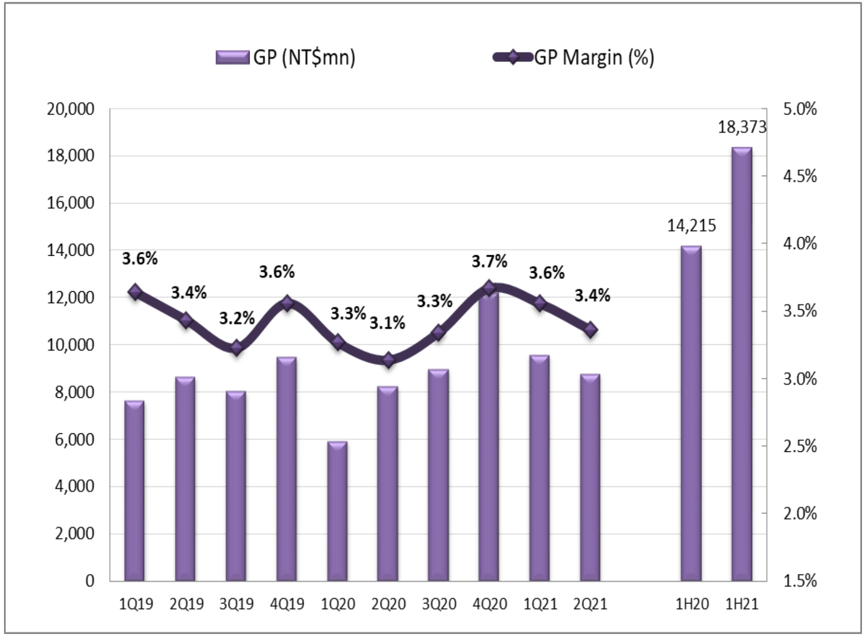


Revenue & Gross Profit

Sales Revenue (NT$M)

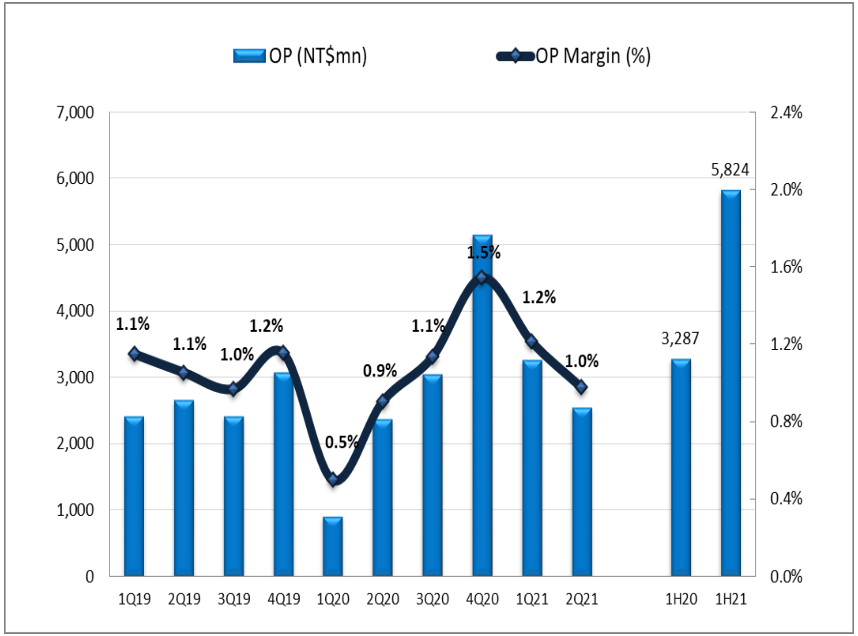


Gross Profit (NT$M)

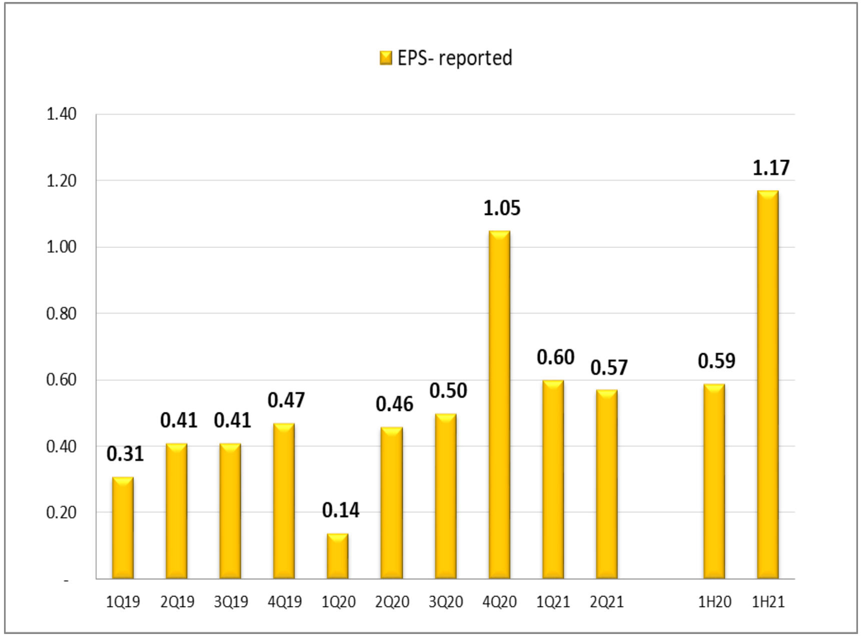


Operating Profit & EPS

Operating Profit (NT$M)



Earning Per Share (NT$)



Cons. Income Statement

NT$ Million	2Q 2021		1Q 2021		2Q21 vs. 1Q21	2Q 2020		2Q21 vs. 2Q20	1H 2021		1H 2020		1H21 vs. 1H20
Net Sales	**260,994**	**100.0%**	**269,992**	**100.0%**	*-3%*	**263,654**	**100.0%**	*-1%*	**530,986**	**100.0%**	**445,701**	**100.0%**	*19%*
Gross Margin	**8,771**	**3.4%**	**9,602**	**3.6%**	*-9%*	**8,269**	**3.1%**	*6%*	**18,373**	**3.5%**	**14,215**	**3.2%**	*29%*
Operating Exp	6,222	2.4%	6,327	2.3%		5,887	2.2%		12,549	2.4%	10,928	2.5%	
Operating Margin	**2,549**	**1.0%**	**3,275**	**1.2%**	*-22%*	**2,382**	**0.9%**	*7%*	**5,824**	**1.1%**	**3,287**	**0.7%**	*77%*
Non-Operating Items	900	0.3%	394	0.1%		463	0.2%		1,293	0.2%	647	0.1%	
Pre-Tax Income	**3,449**	**1.3%**	**3,669**	**1.4%**	*-6%*	**2,845**	**1.1%**	*21%*	**7,117**	**1.3%**	**3,934**	**0.9%**	*81%*
Income Tax	729	0.3%	760	0.3%		659	0.2%		1,488	0.3%	977	0.2%	
Net Income	**2,720**	**1.0%**	**2,909**	**1.1%**		**2,186**	**0.8%**		**5,629**	**1.1%**	**2,957**	**0.7%**	
Net Income to Parent	**2,467**	**0.9%**	**2,620**	**1.0%**	*-6%*	**1,987**	**0.8%**	*24%*	**5,087**	**1.0%**	**2,592**	**0.6%**	*96%*
Minority	253	0.1%	289	0.1%		199	0.1%		542	0.1%	365	0.1%	
EPS (NT$)	**0.57**		**0.60**			**0.46**			**1.17**		**0.59**		

Note: All figures in million of NT$ except for earnings per share; Financial data is IFRS adoption

Cons. Balance Sheet

NT$ Million	2Q 2021		1Q 2021		2Q 2020	
Cash and Cash Equivalents	**79,470**	**17%**	**84,468**	**19%**	**58,264**	**14%**
Account Receivable	205,279	45%	215,868	48%	218,059	54%
Inventories	118,680	26%	91,460	21%	86,518	21%
Current Assets	411,984	90%	401,593	90%	368,502	90%
Total Assets	**457,656**	**100%**	**446,141**	**100%**	**407,319**	**100%**
Accounts Payable	180,106	39%	181,794	41%	167,403	41%
Current Liabilities	331,988	73%	319,500	72%	282,992	69%
Total Liabilities	**344,907**	**75%**	**334,783**	**75%**	**297,284**	**73%**
Shareholders' Equity	**112,749**	**25%**	**111,358**	**25%**	**110,036**	**27%**
BVPS - Parent (NT$)	**$ 23.6**		**$ 23.3**		**$ 23.0**	
AR days	72		73		75	
Inventory days	43		32		31	
AP days	65		64		60	
CCC days	**50**		**41**		**47**	

Note: All figures in million of NT$ except for book value per share; Financial data is IFRS adoption

Earning Distribution

NT$	2015	2016	2017	2018	2019	2020
from Retain Earnings	1.0	1.0	1.0	1.0	1.0	1.2
from Capital Surplus	0.2	0.2	0.2	0.2	0.2	0.4
Total Cash Dividends	**$1.2**	**$1.2**	**$1.2**	**$1.2**	**$1.2**	**$1.6**
Reported EPS	**2.01**	**1.88**	**1.32**	**2.05**	**1.60**	**2.15**
One-Time Loss Adj EPS	—	—	**2.14**	—	—	—
Payout Ratio %	**60%**	**64%**	**91%**	**59%**	**75%**	**74%**
Adj Payout Ratio %	—	—	**56%**	—	—	—

Note: 2020 earning distribution was approved by BOD in Mar and cash payment was made on May 21, 2021.

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Thank you

http://www.compal.com

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