

Inventec Corporation and Subsidiaries

2017 Second Quarter Investor Conference



自主創新
Rapid Innovation



綠能環保
Sustainable Energy



雲端應用
Cloud Solutions



移動生活
Mobile Lifestyle



新興市場
Emerging Markets

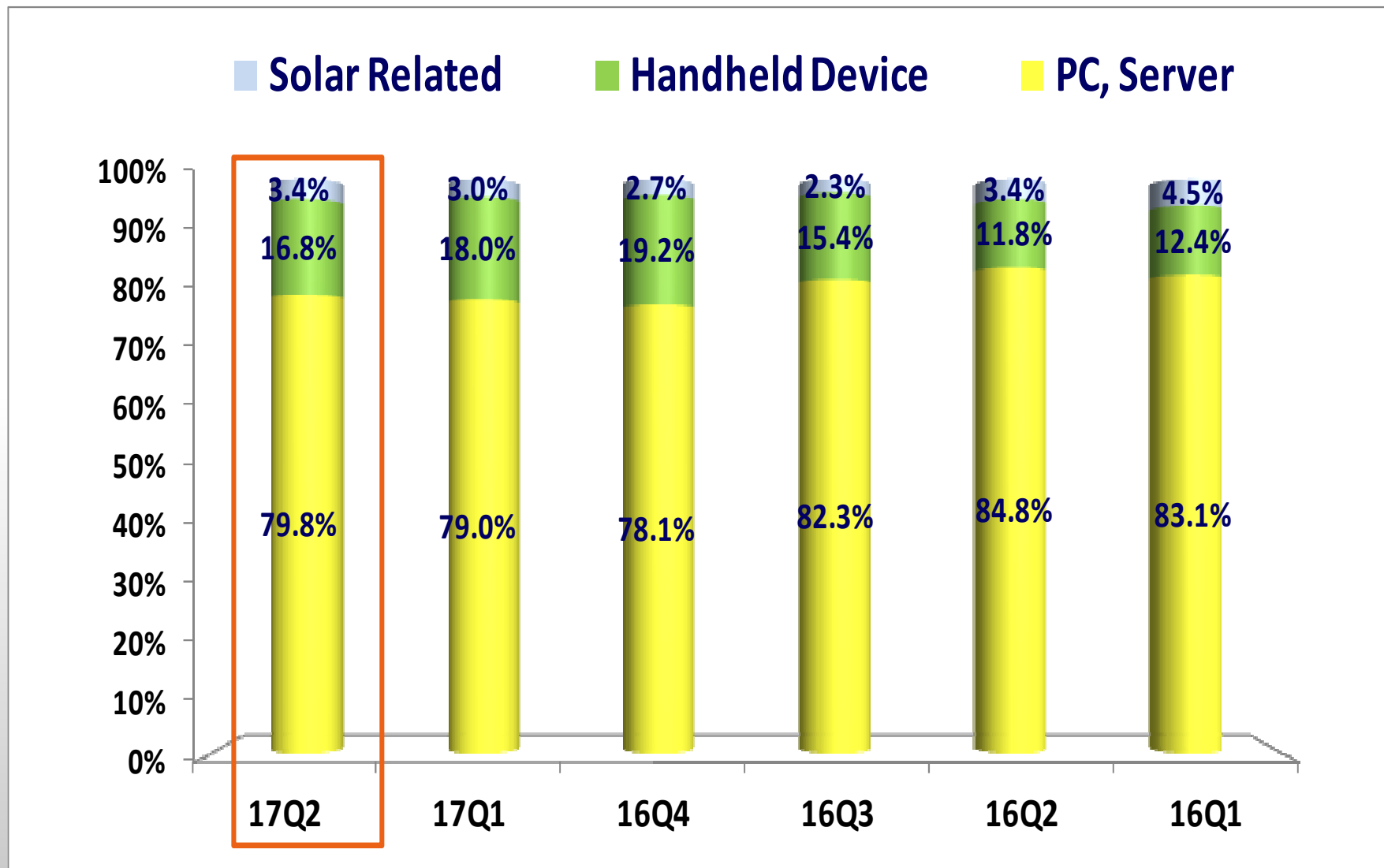
Consolidated Statements of Comprehensive Income

NT\$ Million	2017 H1		2016 H1		YoY %
Sales Revenue	210,875	100.0%	203,695	100.0%	4%
Gross Profit	11,561	5.5%	11,646	5.7%	-1%
Operating Expense	7,832	3.7%	7,696	3.8%	2%
Operating Profit	3,729	1.8%	3,950	1.9%	-6%
Non Operating Income and Expenses	(536)	-0.3%	(237)	-0.1%	126%
Profit Before Income Tax	3,193	1.5%	3,713	1.8%	-14%
Profit for the Period	2,083	1.0%	2,669	1.3%	-22%
Total Comprehensive Income	1,517	0.7%	1,624	0.8%	-7%
<u>Profit Attributable to</u>					
Owners of the Parent	2,604	1.2%	2,646	1.3%	
Non-Controlling Interest	(521)	-0.2%	23	0.0%	
<u>Total Comprehensive Income Attributable to</u>					
Owners of the Parent	2,037	0.9%	1,606	0.8%	
Non-Controlling Interest	(520)	-0.2%	18	0.0%	
EPS (NT\$)	0.73		0.74		

Consolidated Statements of Comprehensive Income

NT\$ Million	2017 Q2	2017 Q1	QoQ %	2016 Q2	YoY %
Sales Revenue	111,120 100.0%	99,755 100.0%	11%	108,331 100.0%	3%
Gross Profit	6,009 5.4%	5,552 5.6%	8%	6,001 5.5%	0%
Operating Expense	3,902 3.5%	3,930 3.9%	-1%	3,916 3.6%	0%
Operating Profit	2,107 1.9%	1,622 1.6%	30%	2,085 1.9%	1%
Non Operating Income and Expenses	457 0.4%	(993) -1.0%	-146%	(256) -0.2%	-279%
Profit Before Income Tax	2,564 2.3%	629 0.6%	308%	1,829 1.7%	40%
Profit for the Period	1,725 1.6%	357 0.4%	383%	1,304 1.2%	32%
Total Comprehensive Income	2,371 2.1%	(854) -0.9%	-378%	600 0.6%	295%
<u>Profit Attributable to</u>					
Owners of the Parent	1,925 1.8%	678 0.7%		1,414 1.3%	
Non-Controlling Interest	(200) -0.2%	(321) -0.3%		(110) -0.1%	
<u>Total Comprehensive Income</u>					
<u>Attributable to</u>					
Owners of the Parent	2,565 2.3%	(528) -0.6%		715 0.7%	
Non-Controlling Interest	(194) -0.2%	(326) -0.3%		(115) -0.1%	
EPS (NT\$)	0.54	0.19		0.40	

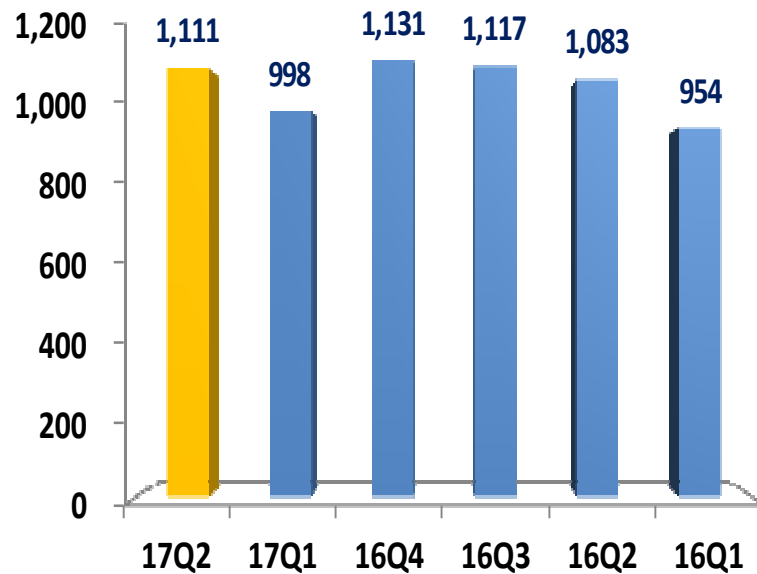
Consolidated Sales Revenue



Financial Trend Analysis

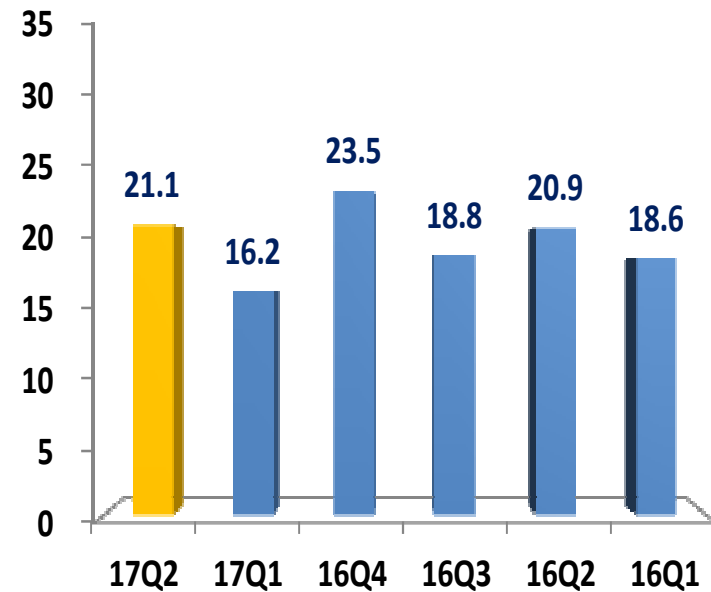
Sales Revenue

Unit: NT\$ one hundred million



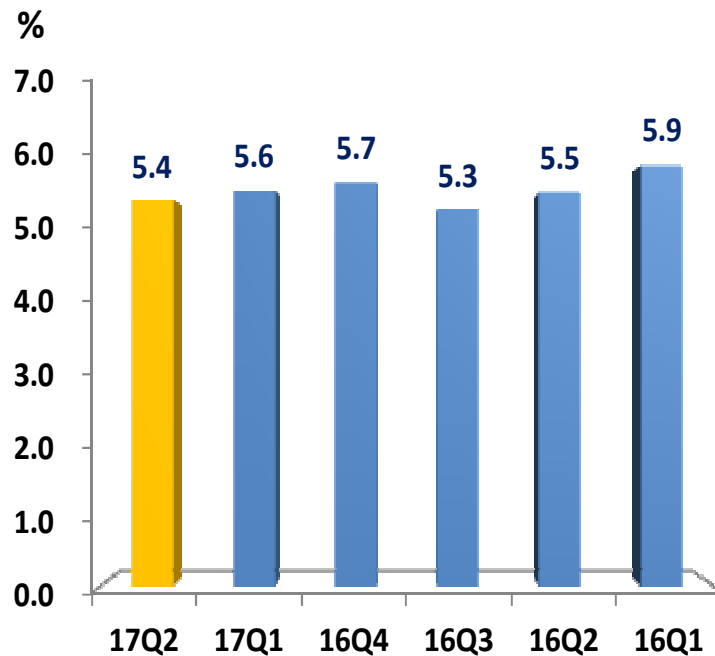
Operating Profit

Unit: NT\$ one hundred million

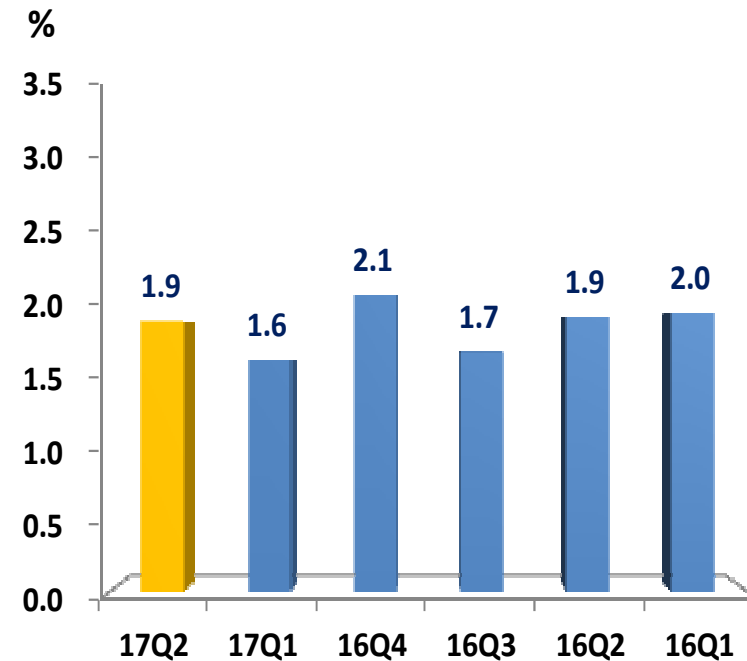


Financial Trend Analysis

Gross Profit Margin



Operating Profit Margin



Non-Operating Income and Expense

NT\$ Million	2017 Q2	2016 Q2	2017 H1	2016 H1
Other Income	315	228	595	558
Other Gain (Loss)	(53)	304	89	365
Foreign Exchange Gain (Loss) (Realized and Unrealized)	454	(646)	(754)	(958)
Finance Cost	(250)	(131)	(442)	(195)
Share of the Profit or Loss of Associates and JV Accounted for Using the Equity Method	(9)	(11)	(24)	(7)
Total Non-Operating Income and Expense	<u>457</u>	<u>(256)</u>	<u>(536)</u>	<u>(237)</u>

Consolidated Balance Sheets

NT\$ Million	2017/6/30	2016/12/31	2016/6/30
Cash	20,698	25,973	27,576
Accounts Receivable	84,012	71,270	59,343
Inventories	35,701	31,935	34,338
Other Current Assets	19,363	7,615	4,682
Non-Current Assets	45,012	45,580	46,040
Total Assets	204,786	182,373	171,979
Current Liabilities	141,214	115,083	105,112
Non-Current Liabilities	6,750	6,783	7,392
Total Liabilities	147,964	121,866	112,504
Total Equity	56,822	60,507	59,475

Financial Ratio Analysis

%	2017/6/30	2016/12/31	2016/6/30
Current Ratio	113.1%	118.9%	119.8%
Debt Ratio	72.3%	66.8%	65.4%

%	2017 H1	2016 H1
ROA	2.5%	3.3%
ROE	7.1%	8.7%

Note1: ROA and ROE have been converted into yearly values.

Note2: $ROA = \{[\text{semi-annual net income (loss)} + \text{semi-annual interest expense} \times (1 - \text{Tax rate})] / \text{semi-annual average total assets}\} \times 2$

Note3: $ROE = (\text{semi-annual net income (loss)} / \text{semi-annual net average shareholders' equity}) \times 2$

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THANK YOU!

Questions and Answers