Inventec Corporation and Subsidiaries

2019 Second Quarter Investor Conference

創新 品質 虛心 力行

Innovation Quality Open Mind Execution

Consolidated Statements of Comprehensive Income

NT$ Million	2019 Year-to-Q2		2018 Year-to-Q2		YoY %
Sales Revenue	242,667	100.0%	231,709	100.0%	5%
Gross Profit	10,621	4.4%	11,676	5.0%	-9%
Operating Expense	8,084	3.4%	8,031	3.4%	1%
Operating Profit	2,537	1.0%	3,645	1.6%	-30%
Non Operating Income and Expenses	814	0.4%	978	0.4%	-17%
Profit Before Income Tax	3,351	1.4%	4,623	2.0%	-28%
Profit for the Period	2,540	1.0%	3,000	1.3%	-15%
Total Comprehensive Income	3,191	1.3%	3,054	1.3%	4%
Profit Attributable to					
Owners of the Parent	3,061	1.2%	3,508	1.5%	
Non-Controlling Interest	(521)	-0.2%	(508)	-0.2%	
Total Comprehensive Income Attributable to					
Owners of the Parent	3,708	1.5%	3,562	1.5%	
Non-Controlling Interest	(517)	-0.2%	(508)	-0.2%	
EPS (NT$)	0.85		0.98		

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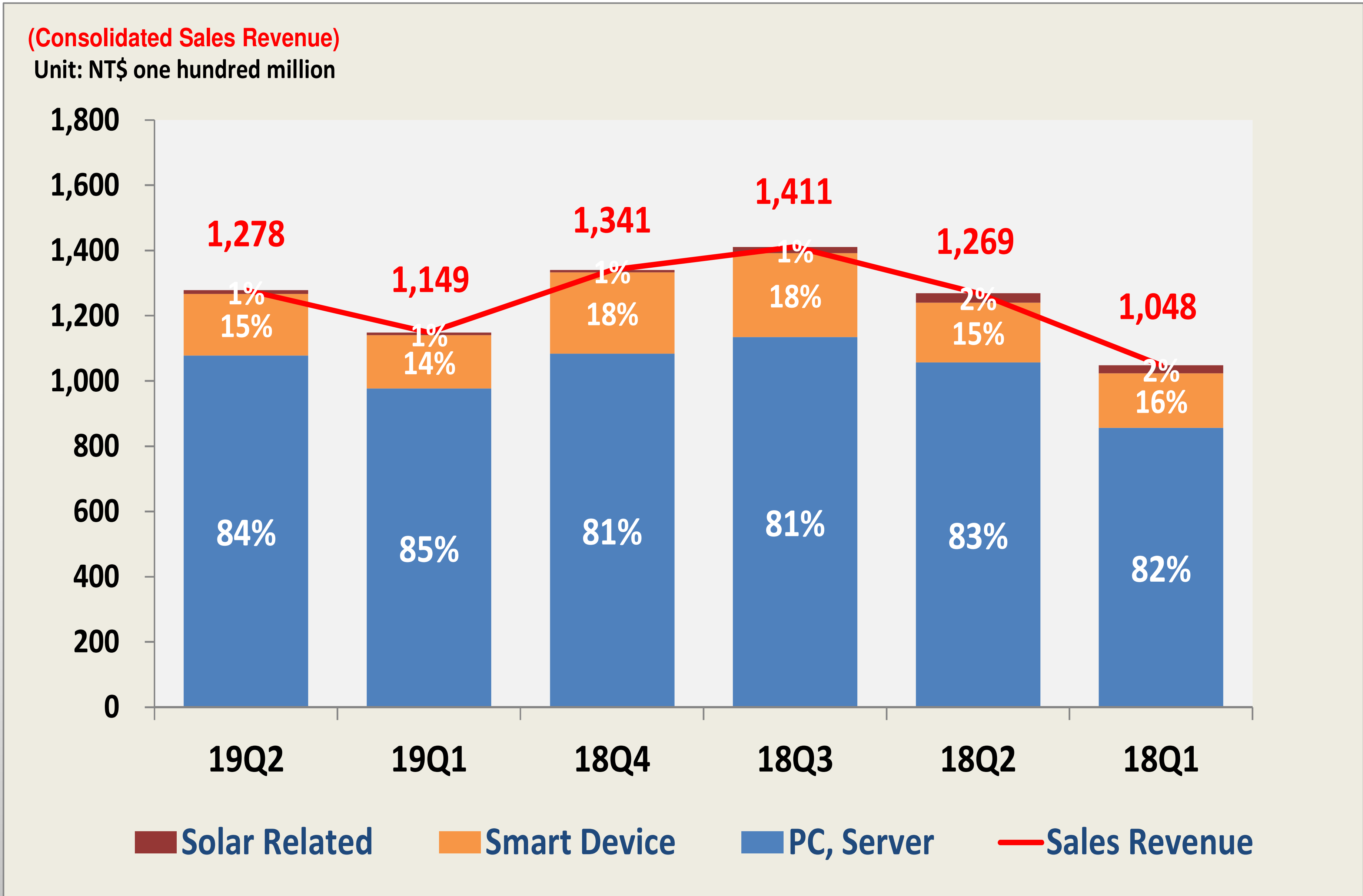
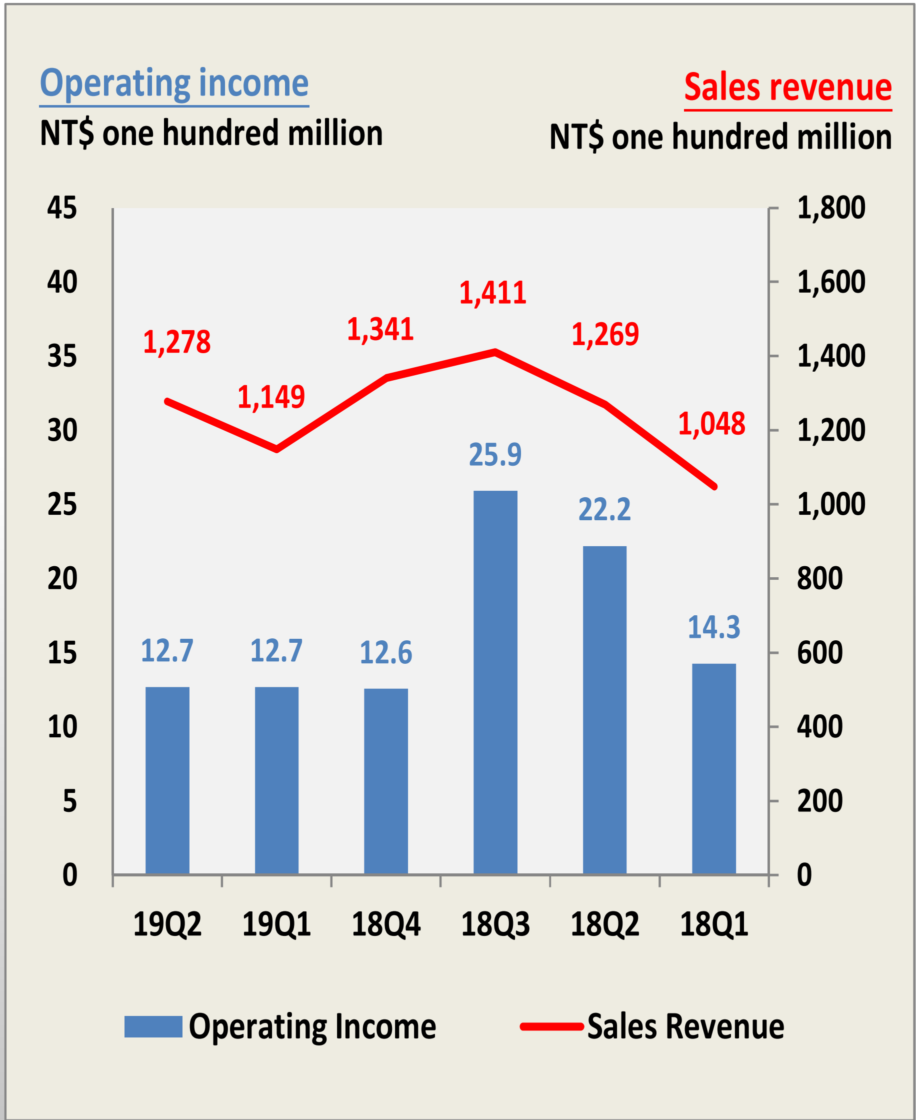
Consolidated Statements of Comprehensive Income

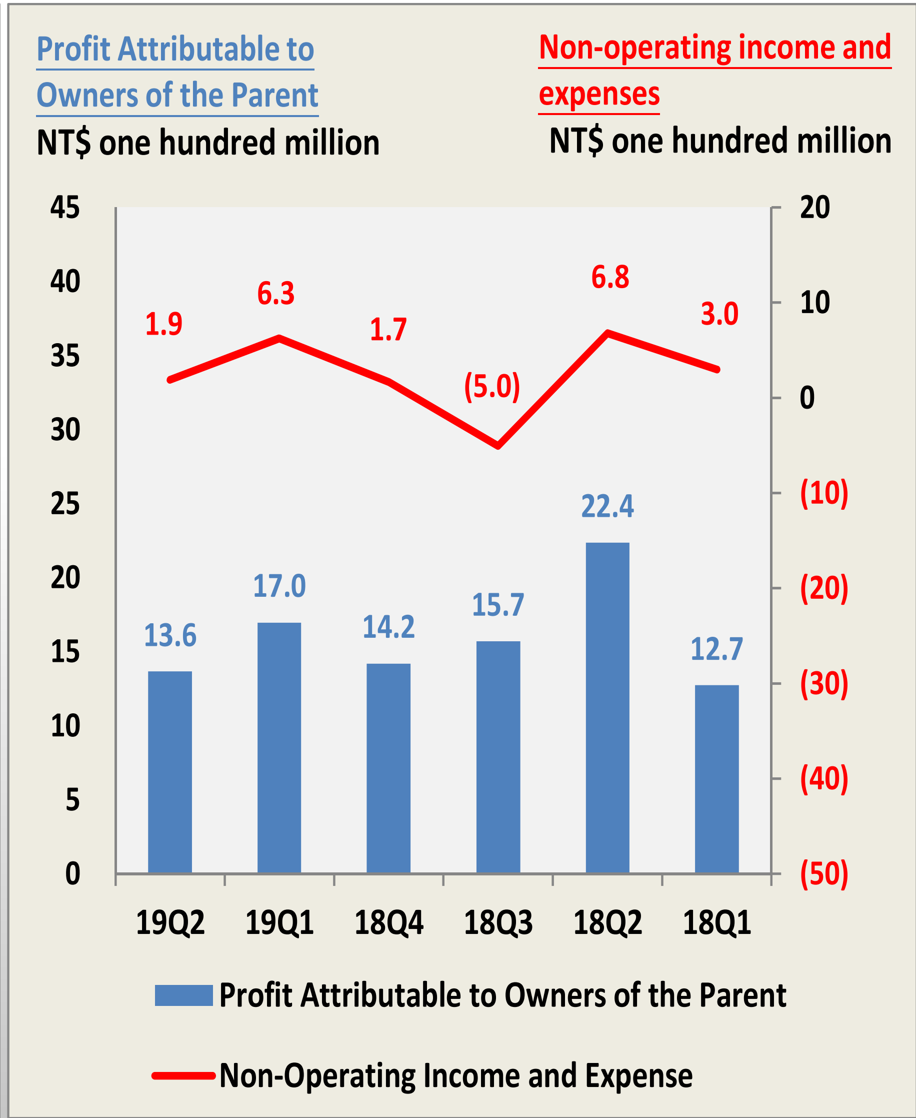
NT$ Million	2019 Q2		2019 Q1		QoQ %	2018 Q2		YoY %
Sales Revenue	127,802	100.0%	114,865	100.0%	11%	126,900	100.0%	1%
Gross Profit	5,216	4.1%	5,404	4.7%	-3%	6,356	5.0%	-18%
Operating Expense	3,948	3.1%	4,135	3.6%	-5%	4,136	3.3%	-5%
Operating Profit	1,268	1.0%	1,269	1.1%	0%	2,220	1.7%	-43%
Non Operating Income and Expenses	188	0.1%	626	0.5%	-70%	681	0.6%	-72%
Profit Before Income Tax	1,456	1.1%	1,895	1.6%	-23%	2,901	2.3%	-50%
Profit for the Period	1,232	1.0%	1,308	1.1%	-6%	2,000	1.6%	-38%
Total Comprehensive Income	972	0.8%	2,218	1.9%	-56%	2,058	1.6%	-53%
Profit Attributable to								
Owners of the Parent	1,365	1.1%	1,697	1.4%		2,237	1.8%	
Non-Controlling Interest	(133)	-0.1%	(389)	-0.3%		(237)	-0.2%	
Total Comprehensive Income Attributable to								
Owners of the Parent	1,110	0.9%	2,598	2.2%		2,296	1.8%	
Non-Controlling Interest	(138)	-0.1%	(380)	-0.3%		(238)	-0.2%	
EPS (NT$)	0.38		0.47			0.62		

Consolidated Sales Revenue

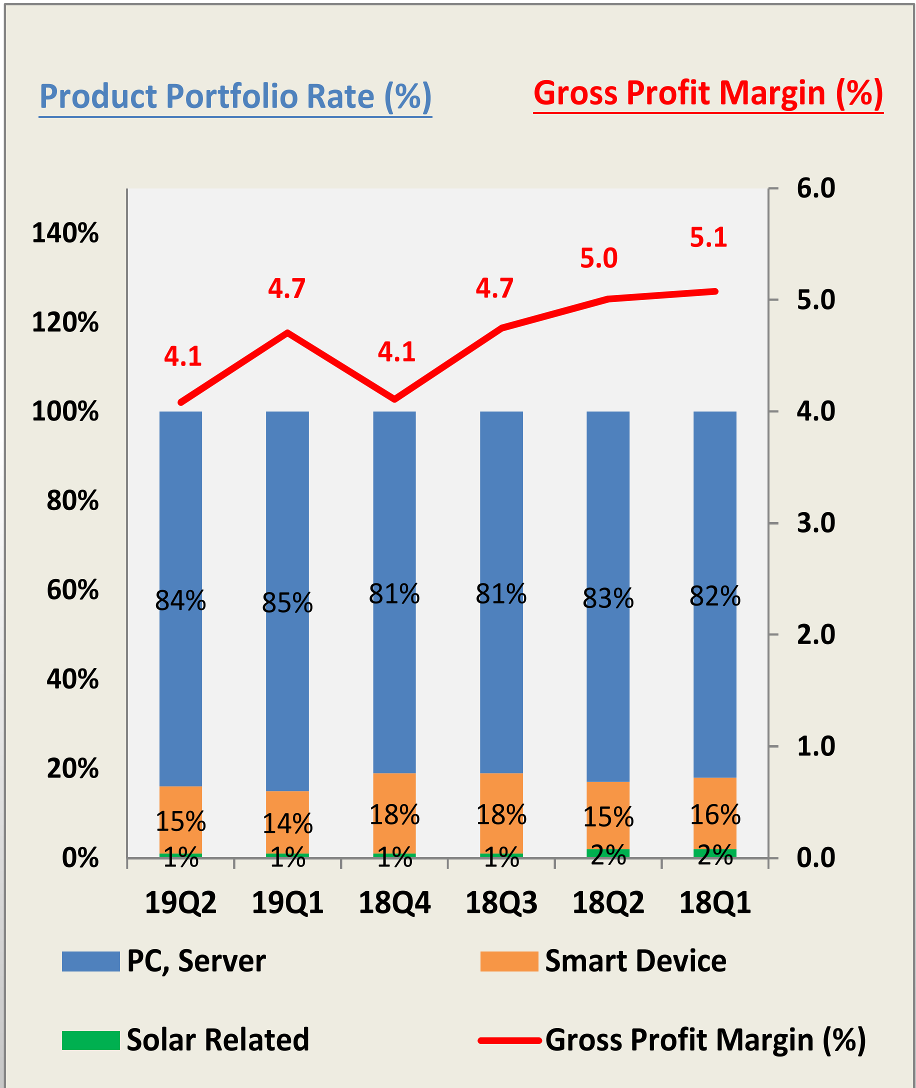


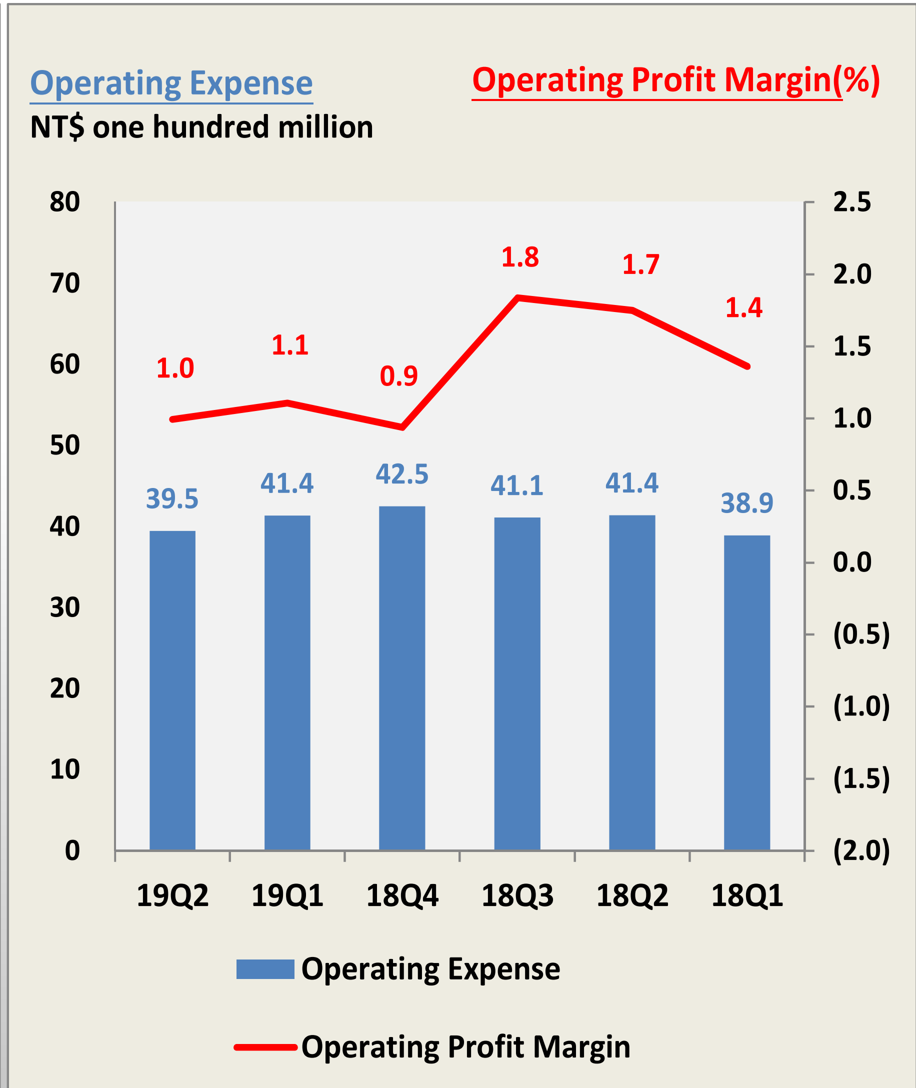
Financial Trend Analysis





Financial Trend Analysis





Non-Operating Income and Expense

NT$ Million	2019 Q2	2018 Q2	2019 Year-to-Q2	2018 Year-to-Q2
Other Income (Interest income)	363	320	621	684
Other Gain (Loss)	298	554	900	876
Foreign Exchange Gain (Loss) (Realized and Unrealized)	(43)	237	175	325
Finance Cost (Interest expenses)	(425)	(425)	(875)	(892)
Share of the Profit or Loss of Associates and JV Accounted for Using the Equity Method	(5)	(5)	(7)	(15)
Total Non-Operating Income and Expense	**188**	**681**	**814**	**978**

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Consolidated Balance Sheets

NT$ Million	2019/6/30	2018/12/31	2018/6/30
Cash	28,016	25,063	24,011
Current financial assets at fair value through profit or loss	2,882	2,467	8,033
Accounts Receivable	93,103	92,235	89,873
Inventories	45,250	42,939	50,054
Other Current Assets	4,477	5,201	8,558
Non-Current Assets	38,126	37,899	38,713
Total Assets	**211,854**	**205,804**	**219,242**
Short-term borrowings	33,886	31,301	33,323
Accounts payable	78,596	76,454	76,928
Other Current Liabilities	35,174	32,937	39,672
Non-Current Liabilities	8,622	7,390	12,947
Total Liabilities	**156,278**	**148,082**	**162,870**
Total Equity	**55,576**	**57,722**	**56,372**

Financial Ratio Analysis

%	2019/6/30	2018/6/30
Current Ratio	117.7%	120.4%
Debt Ratio	73.8%	74.3%

%	2019 Year-to-Q2	2018 Year-to-Q2
ROA	3.1%	3.5%
ROE	9.0%	10.4%

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

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

Note3: ROE=(semi-annual net income (loss)/semi-annual net average shareholders' equity)×2

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THANK YOU!

Questions and Answers