Elite Material Co., Ltd.

Global leader of high end eco-friendly laminates

Presentation

May, 2022

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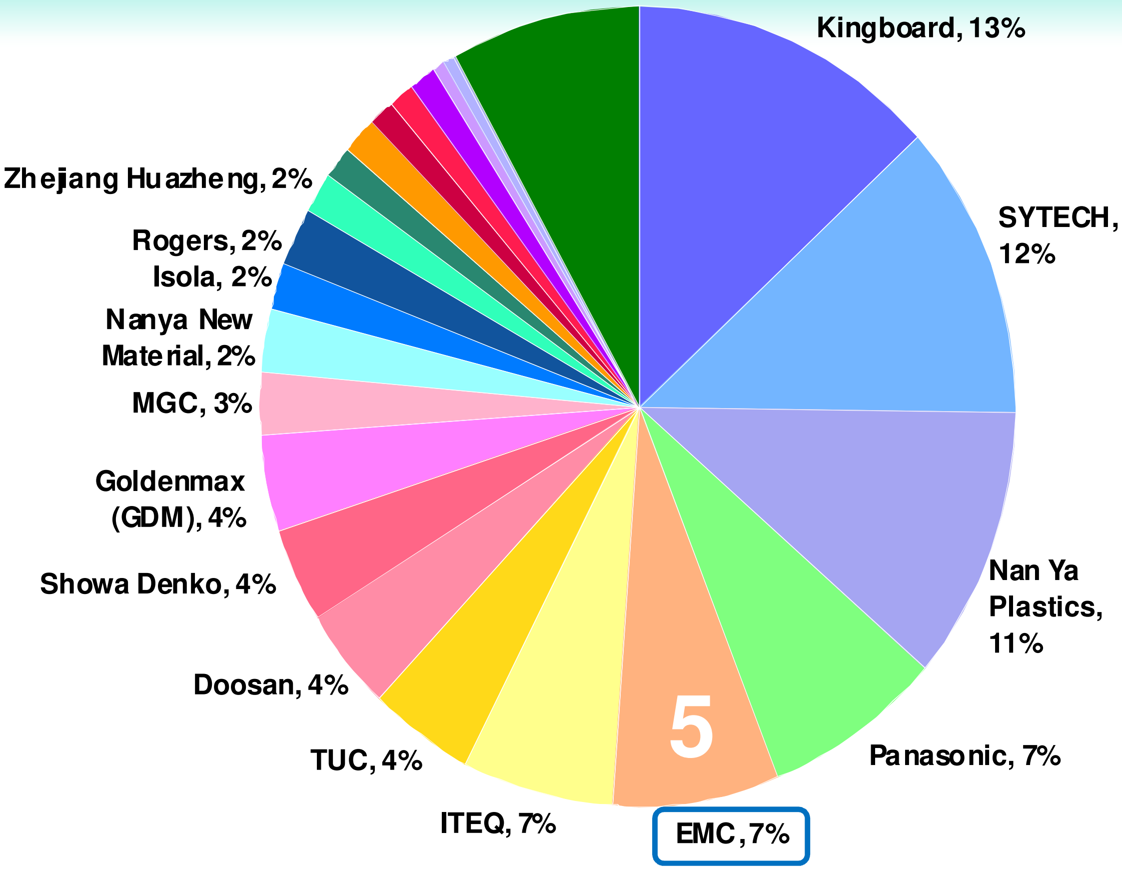
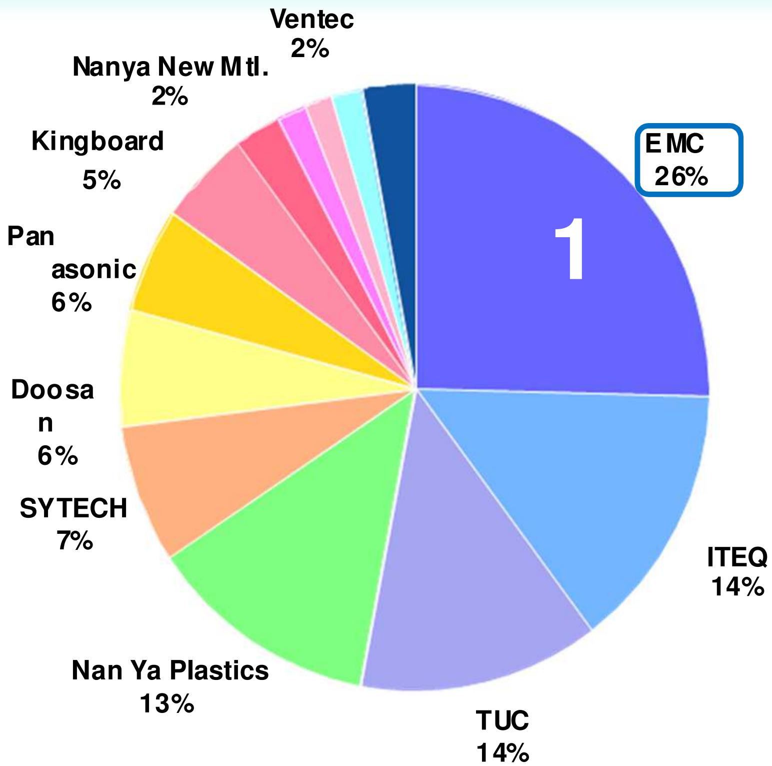
World #1 HF material supplier in 2020

Global Laminate Market	Global Green Laminate Market



TOTAL: $12,896M



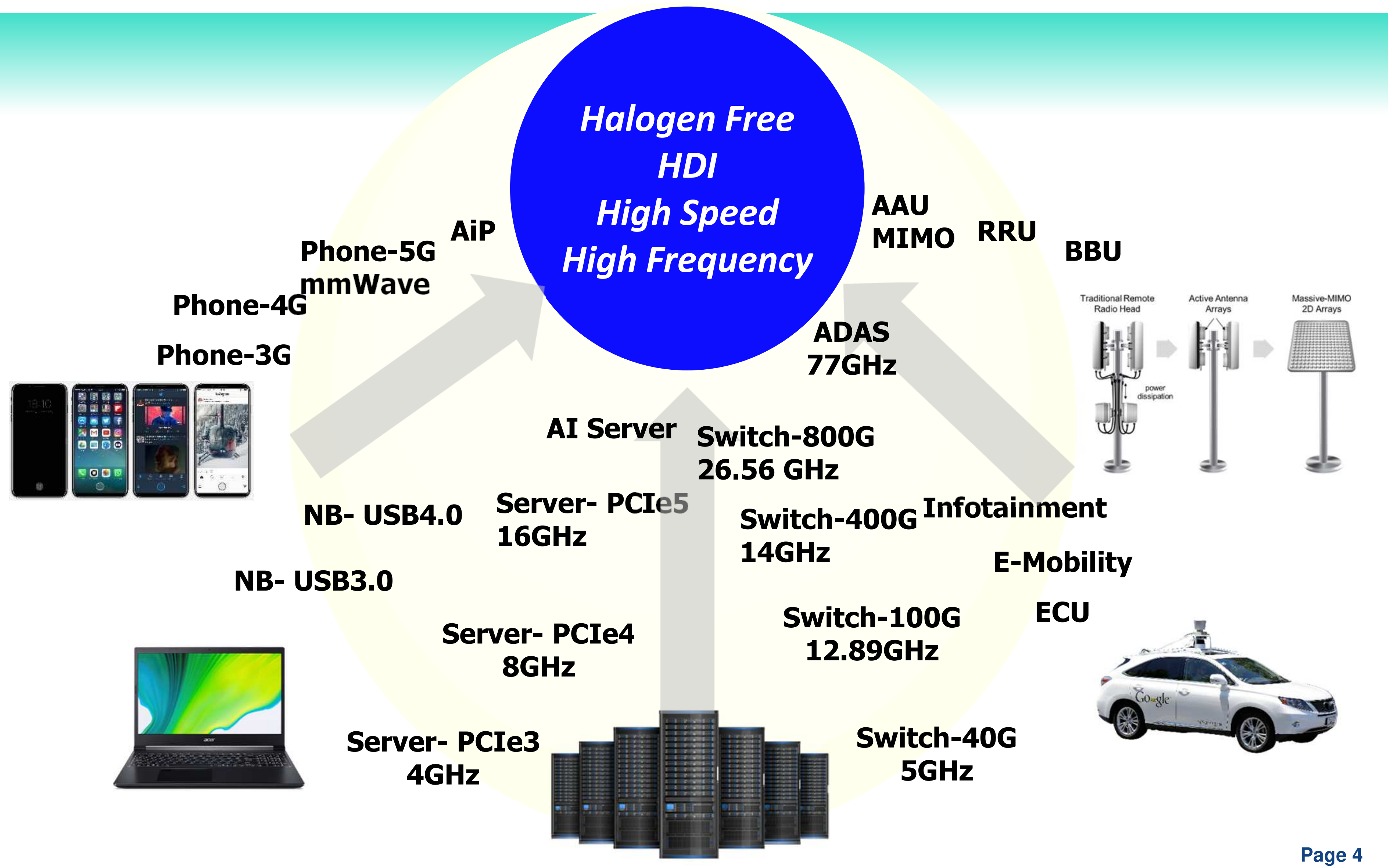
TOTAL LAMINATE: $3,094M

Mass Lam sales is excluded.

PRISMARK PARTNERS LLC

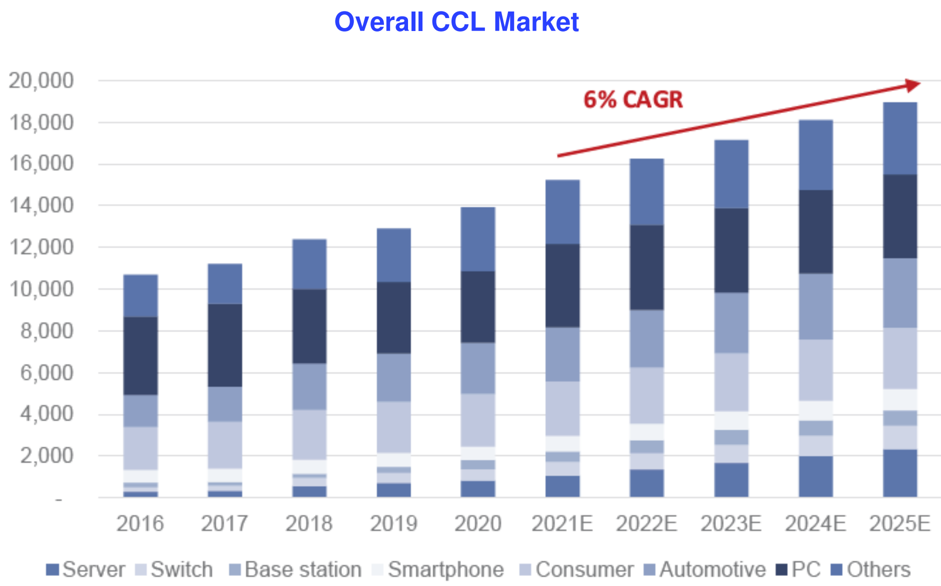
May 2021

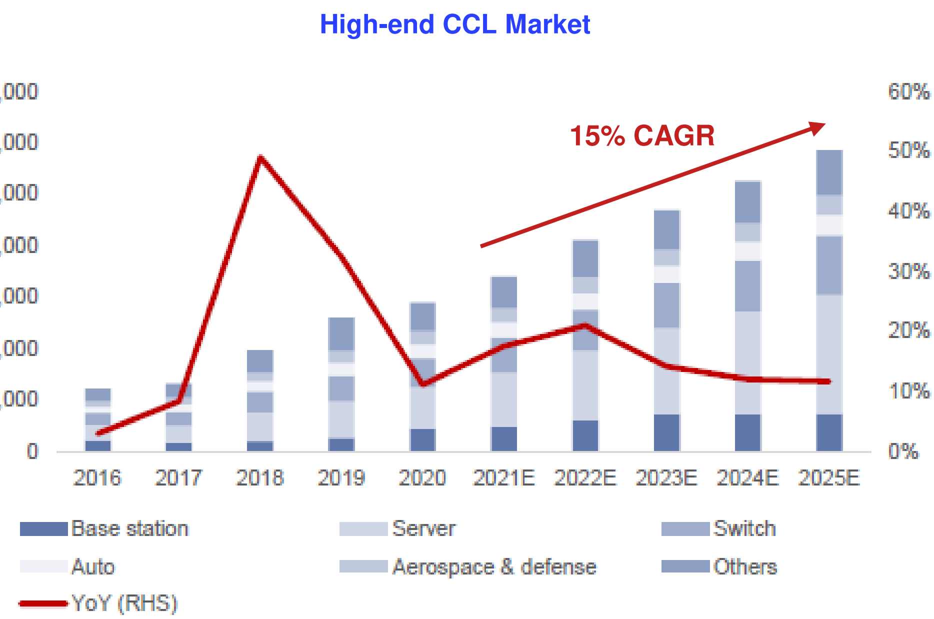
Trend of 5G infrastructure development: HF, HDI, High Speed, High Frequency



High-end CCL(HDI & High-speed/ frequency)

- High-end CCL market grows at **15% CAGR (2021-2025)**
- Overall CCL market grows at **6% CAGR (2021-2025)**
- Commodity CCL market grows at **3% CAGR (2021-2025)**

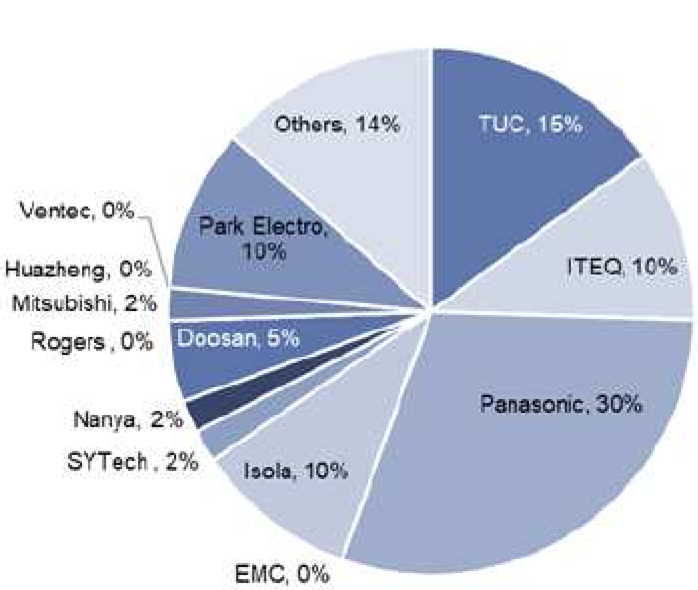




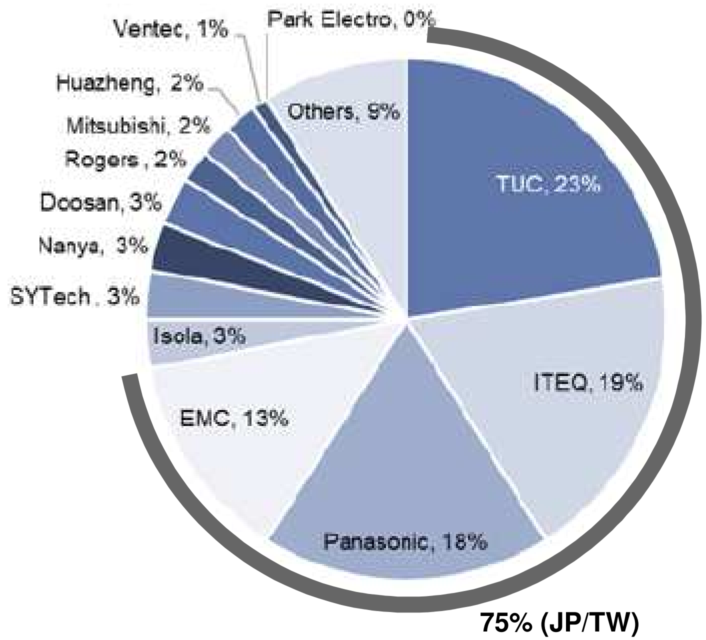
Source: Company data, Goldman Sachs Global Investment Research

High-speed CCL – JP/TW with 75% Share

High speed CCL 2017 market share



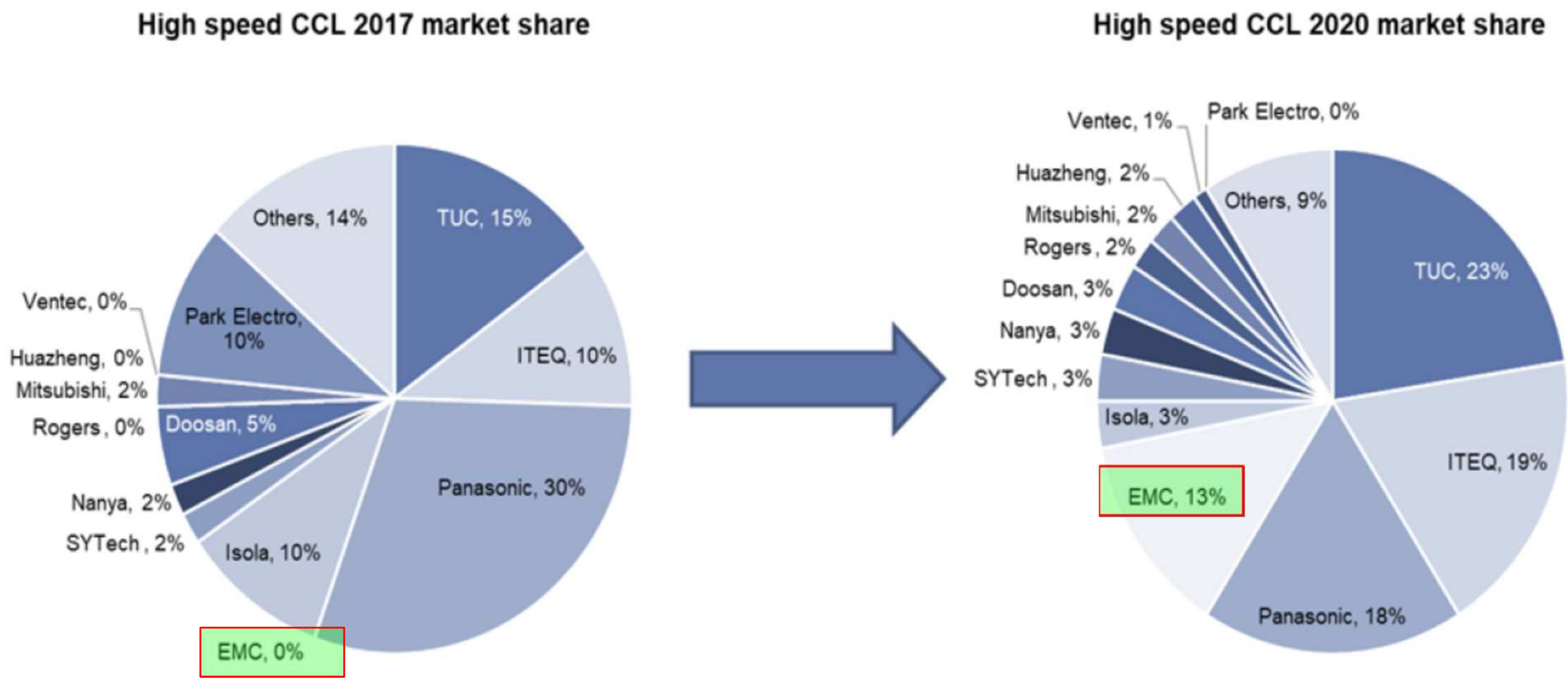
High speed CCL 2020 market share



Source: Company data, Goldman Sachs Global Investment Research, Prismark

EMC Momentum in High speed CCL – from Nothing to 13% Global Share in 3 years

Driven by Halogen Free and HDI requirement

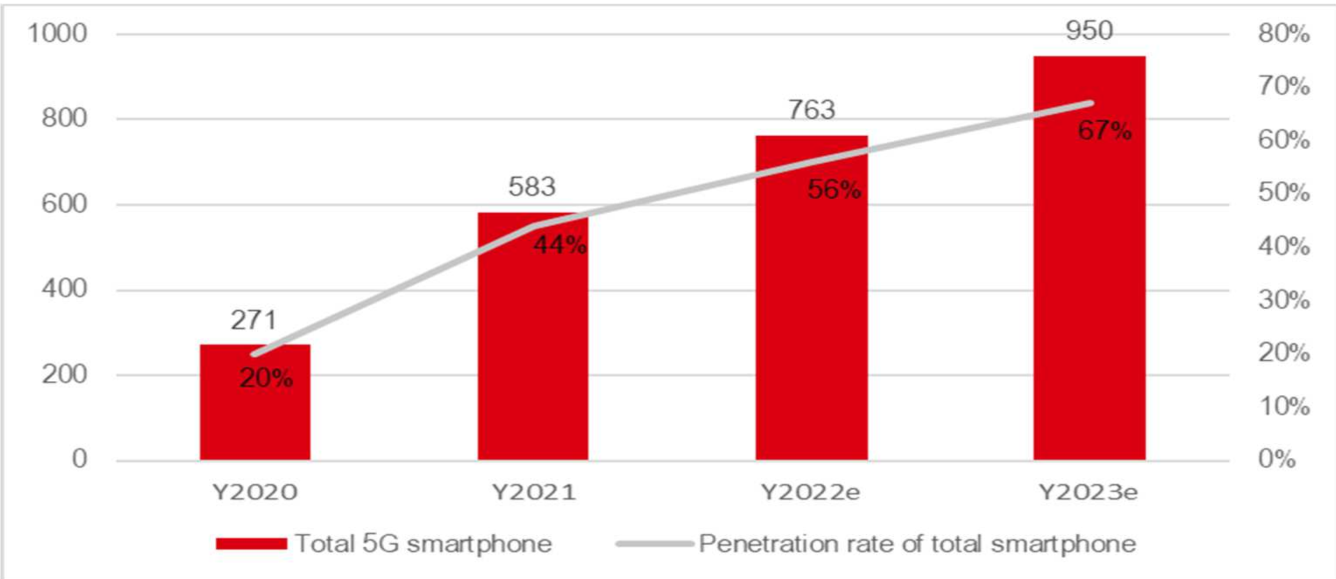


Source: Company data, Goldman Sachs Global Investment Research, Prismark

The strong 5G smartphone shipment

EMC takes the significant majority share in the 5G smart phone application dominating in HDI from standard layer, any layer, through SLP CCL

Unit: Million

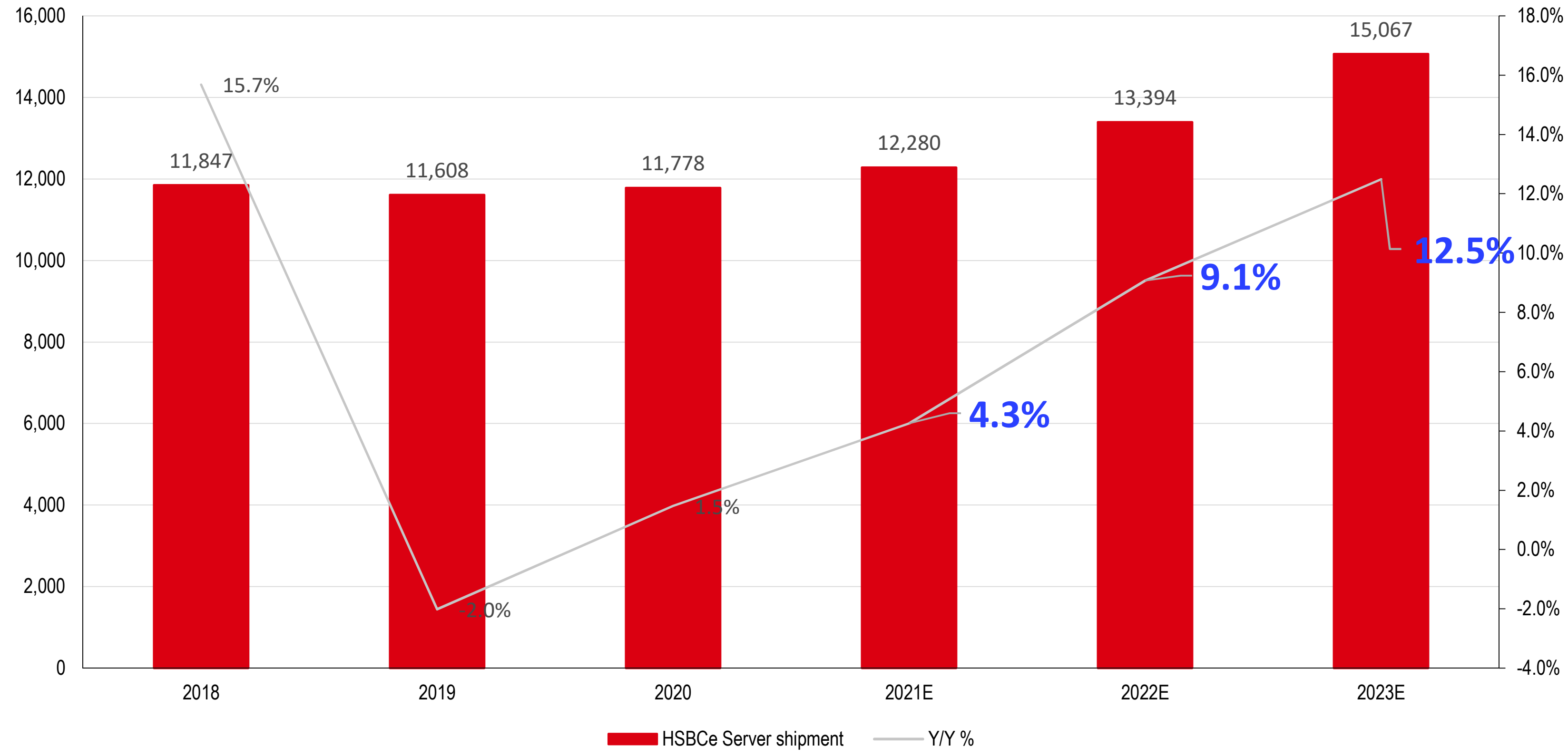


Source：IDC, HSBC estimates, 2021/7

Global server shipment expects to have strong growth in the coming three year

EMC expects to gain significant share in current and next generation platform

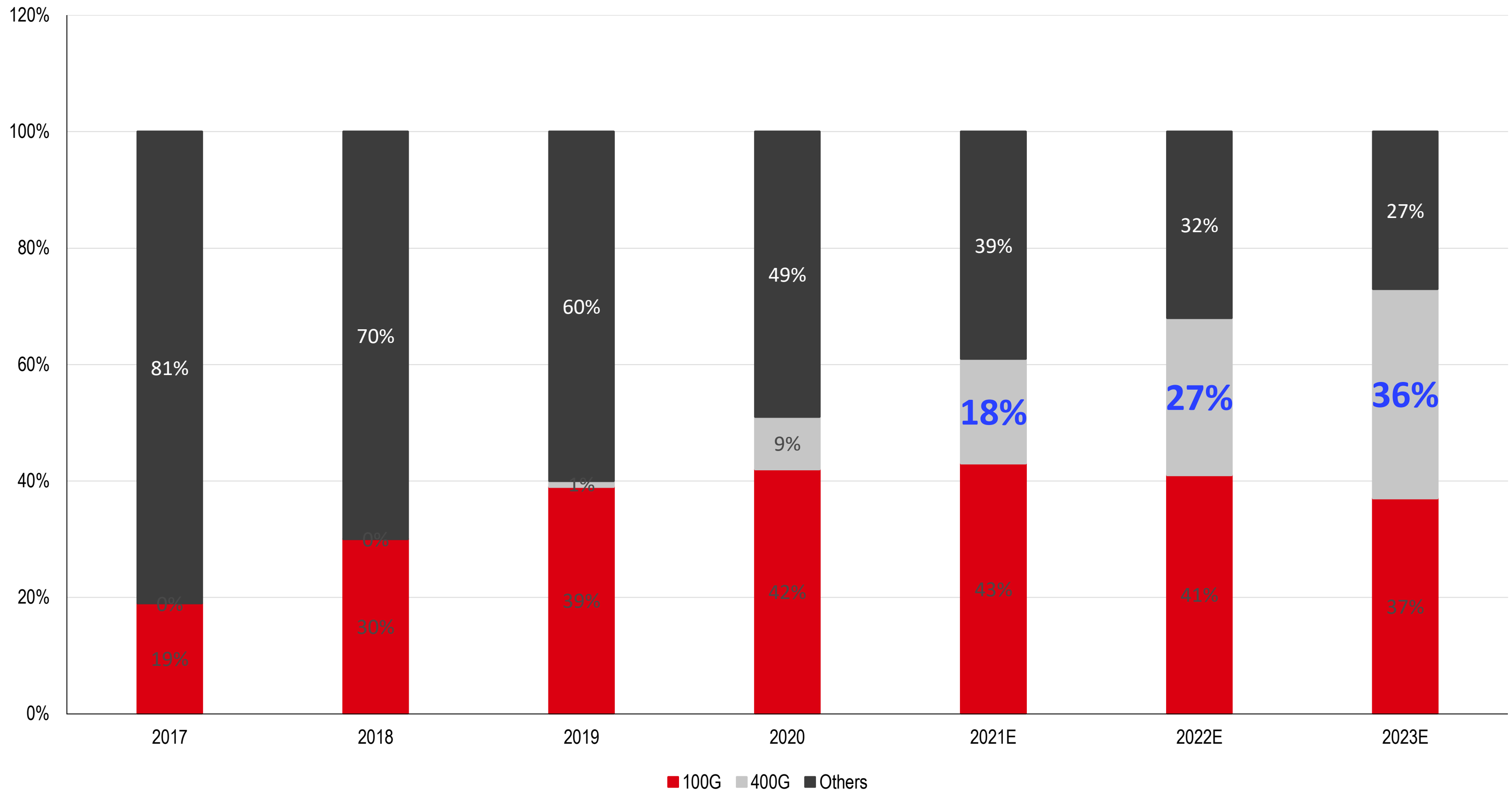
Unit: Thounsand



Source：IDC, HSBC estimates, 2021/7

The 400G switch will have the highest growth among all switches

EMC will take the majority share



Source: IDC, HSBC estimates, 2021/7

CCL Production in the USA

EMC is the only CCL manufacturer, among all Taiwanese & Chinese makers, having production capacity in the USA meeting President Biden's "Made in USA" initiative requirement.

**9433 Hyssop Dr,
Rancho Cucamonga, CA 91730, United States**

Arlon, a CA-based company at Rancho Cucamonga, makes specialty laminates and prepregs for PCBs used in the aerospace, defense and semiconductor industries, also known as Arlon EMD.

Manufacturing Locations and Capacity Expansion

EMC monthly laminate capacity will increase by **30%** and reach **4.6mn** sheets/mon in **2Q,2023**

EMC (HS)
Huangshi
CCL: 600k sheets
PP: 2.4kk meters
Manpower: 500+
+300K SHT/ Month by June, 2022

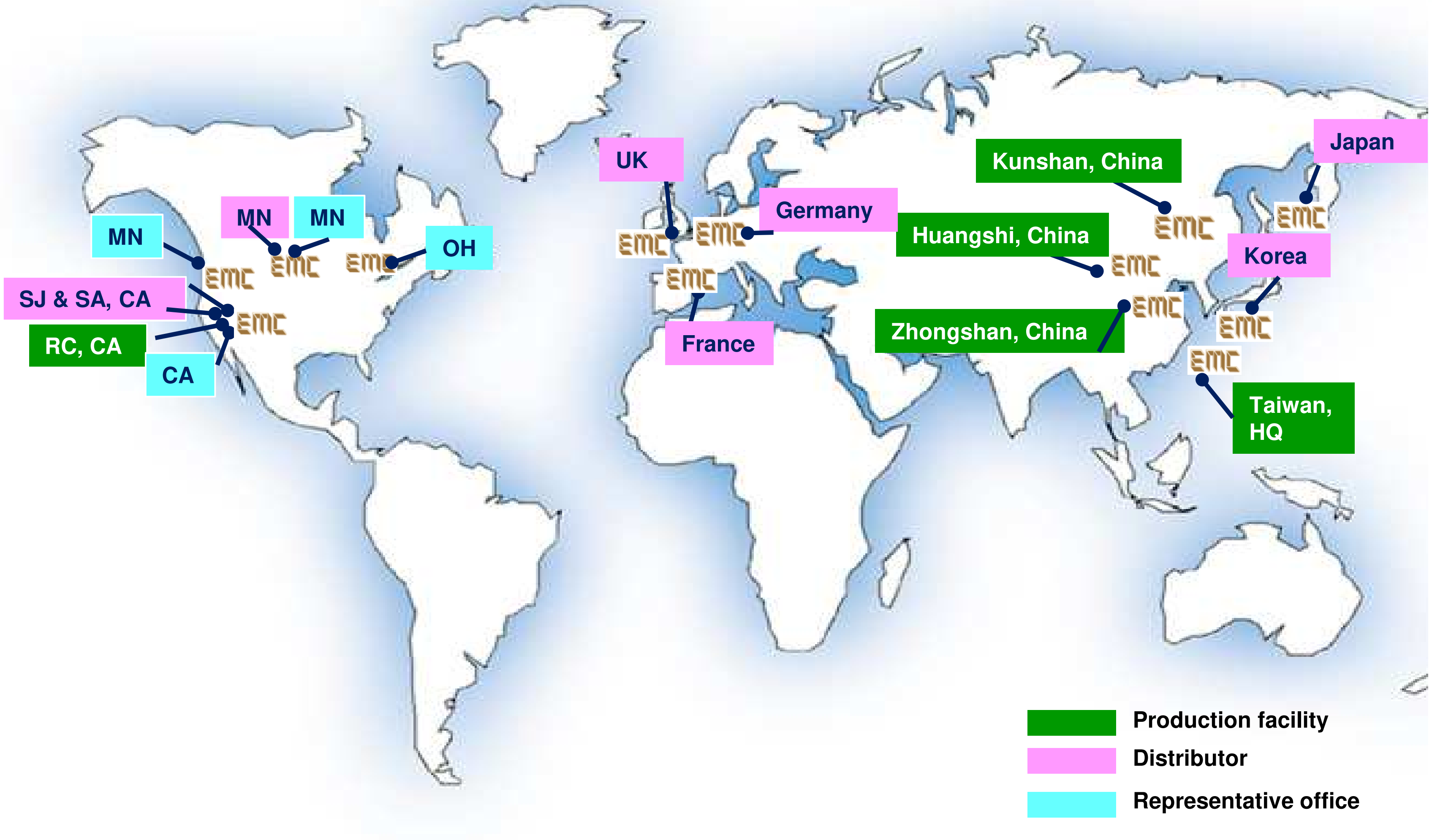
EMC (KS)
Kunshan
CCL: 1.35kk sheets
PP: 3.3kk meters
Manpower: 1,000+
+750K SHT/M in 2Q,2023

EMC (TW)
Taoyuan
CCL: 500k sheets
PP: 1.8kk meters
Manpower: 600+
+300K SHT/M in 2024

EMC (TW)
Hsinchu
CCL: 150k sheets
PP: 1.1kk meters
Mass Lam: 800k ft2
Metal Core: 40k pnls
Manpower: 300+

EMC (ZS)
Zhongshan
CCL: 950k sheets
PP: 2.1kk meters
Manpower: 800+

Global Footprint- pan US, pan EU & pan Asia sales distribution network

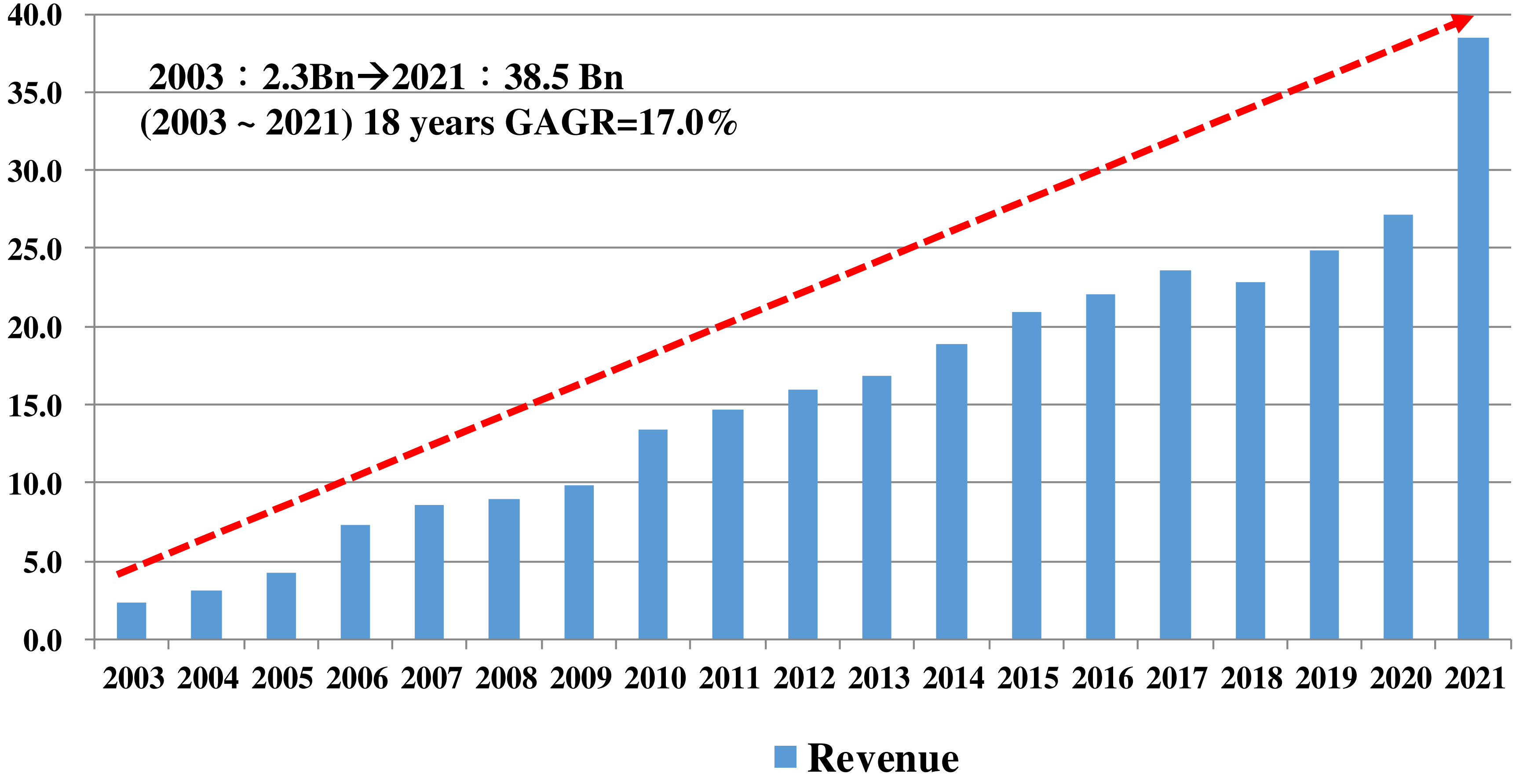


The Corporate Social Responsibility Report

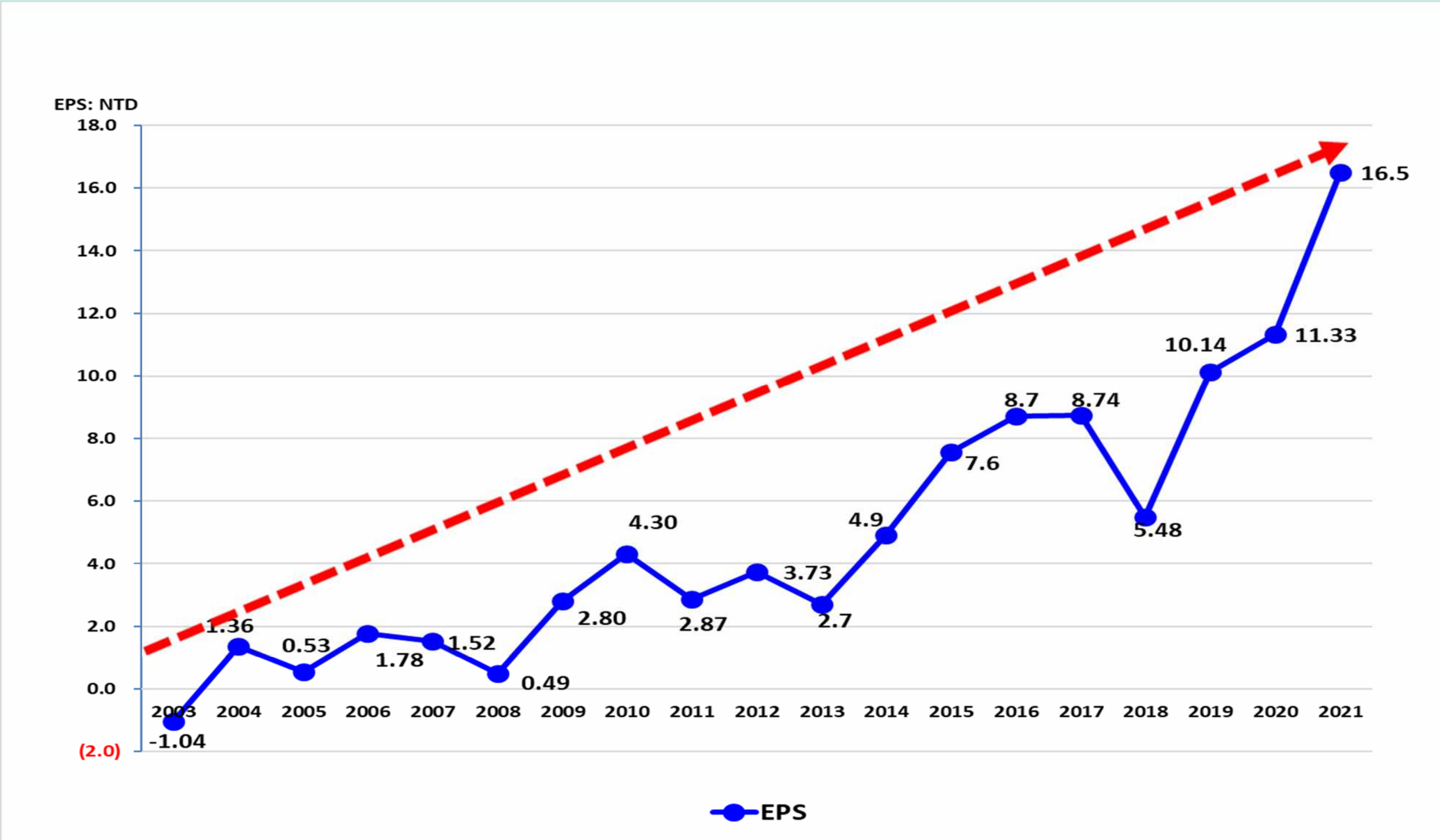
By Royal Charter

Steadily Sales Growth

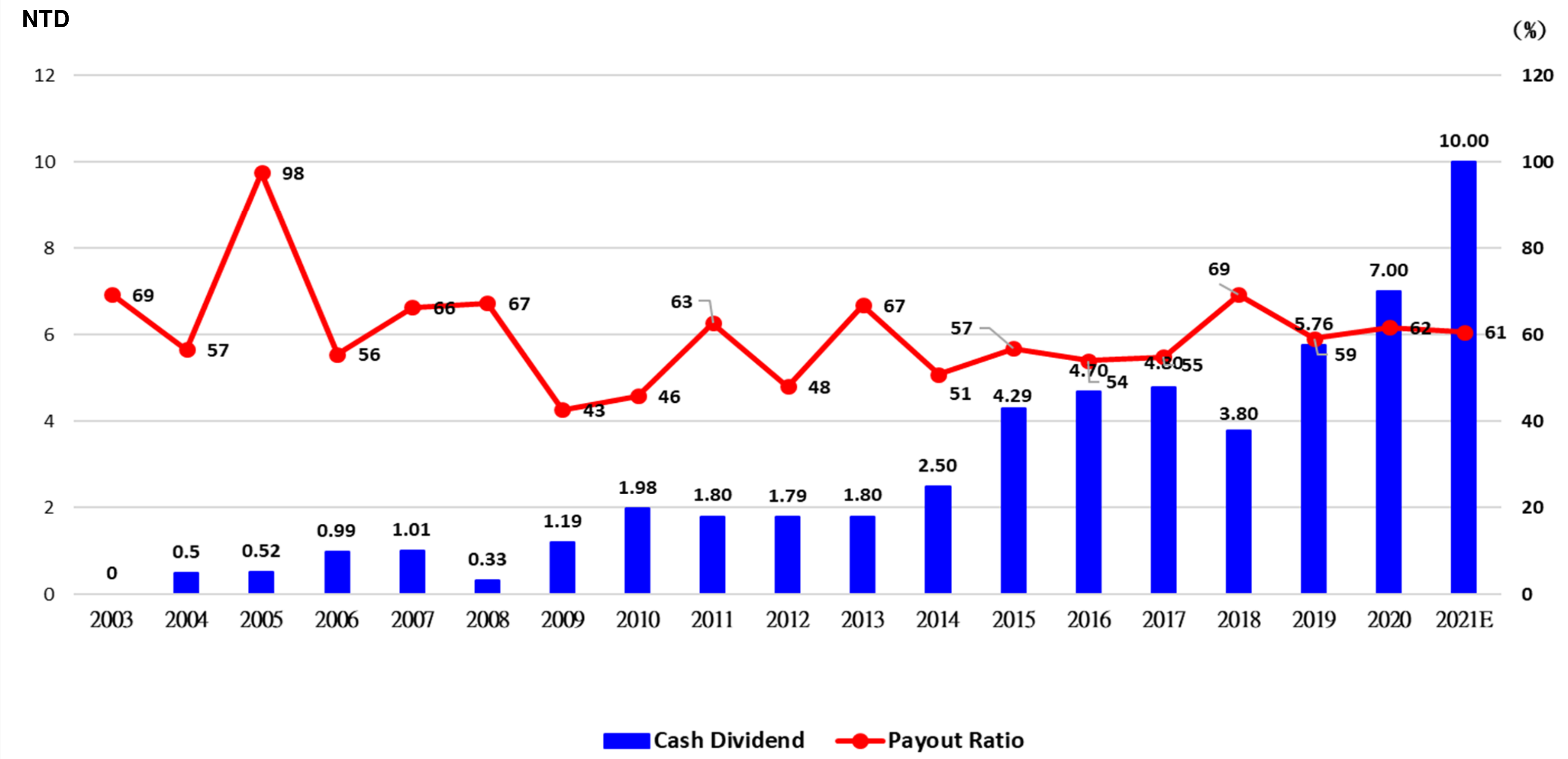
NTD：Billion



Sustainable Operation Performance



History of Cash dividend and Payout ratio



1Q22 P&L summary

Unit: NT$ million

	1Q22	4Q21	QoQ	1Q21	YoY
Revenue	9,918	10,162	-2.4%	8,004	23.92%
Gross profit	2,478	2,758	-10.2%	1,887	31.32%
Operating profit	1,651	1,843	-10.4%	1,233	33.88%
Income before tax	1,669	1,825	-8.5%	1,224	36.43%
Tax expenses	(343)	(333)	3.0%	(259)	13.80%
Net income	1,326	1,492	-11.2%	965	37.47%
EPS (NT$) - basic	3.98	4.47	-11.0%	2.89	37.72%
Gross margin (%)	25.0%	27.1%		23.6%	
Operating margin (%)	16.6%	18.1%		15.4%	
Net margin (%)	13.4%	14.7%		12.1%	

1Q22 Abstracted Balance Sheet

Unit:NT$ million	1Q22		4Q21		1Q21	
	Amount	%	Amount	%	Amount	%
Cash & Equivalent	8,368	20.9%	6,642	18.2%	6,567	21.5%
A/R+N/R	13,318	33.3%	13,274	36.3%	10,495	34.3%
Inv	5,476	13.7%	5,465	14.9%	4,386	14.3%
PPE	10,232	25.5%	8,469	23.2%	6,729	22.0%
Total Assets	40,047	100.0%	36,565	100.0%	30,609	100.0%
Short term Debt	4,397	11.0%	2,917	8.0%	1,696	5.5%
A/P	7,891	19.7%	8,128	22.2%	7,018	22.9%
Long term Debt	774	1.9%	721	2.0%	300	1.0%
Shareholder's Equity	21,652	54.1%	19,774	54.1%	17,633	57.6%
Total Debt and Equity	40,047	100.0%	36,565	100.0%	30,609	100.0%

Q & A