SPACE SHUTTLE HI-TECH CO.,LTD.

2022 Second Quarter Earnings Conference

September , 2022

Since 1985

Connecting today and tomorrow

Safe Harbor Notice

SPACE's statements of its current expectations are forwardlooking statements subject to significant risks and uncertainties and actual results may differ materially from those contained in the forward-looking statements.

※Except as required by law, we undertake no obligation to update any forward-looking statement, whether as a result of new information, future events, or otherwise.

Agenda

- Company Profile
- Product description
- Operating overview
- Competitive Advantage
- Future Outlook

SPACE SHUTTLE HI-TECH CO., LTD.

COMPANY PROFILE

- **Established in 1985**
- **Public listed on Taiwan Stock Market in Year 2000**
- **Capital $1.39 billion NT**
- **2 Plants in China**
- **Total Employees Approx. 485**
- **Headquartered in Taiwan**

FACTORY LOCATION

DONGGUAN LUCKY FLY CONDUCTOR CO.LTD

With major business being production and sale of twisted copper wires.

DONG GUAN HOU JIE XI TOU SPACE SHUTTLE HI-FI WIRE & CABLE CO., LTD

With major business being production and sale of Raw Cable.

Company history

1985	Setting up Space Shuttle Electric Wire Co., Ltd., with paid-in capital of NT$2 million Factory was established in Tucheng, New Taipei City, producing computer wire
1989	Increasing paid-in capital to NT$40 million and moving the factory to Shulin District of New Taipei City
1995	Obtaining ISO9002 certification and increasing paid-in capital to NT$195 million
1996	Equity investment in Space Shuttle Hi-Tech Co., Ltd. (Hong Kong) and transplanting computer-wire **plant to Houjieh of Tongguan, mainland China's Guangdong Province**, for the processing of imported materials; increasing paid-in capital to NT$580 million
1998	Moving headquarters to Chutung plant in Hsinchu County of Taiwan; increasing paid-in capital to NT$800 million
2000	**Going public listed on Taiwan Stock Market ; increasing paid-in capital to NT$1,072 million**
2001	Introduction of technology and equipment for optical passive components for production at Chutung plant; increasing paid-in capital to NT$1.5 billion.
2002	**Setting up Space Shuttle Hi-Tech Co., Ltd. (Suzhou)** and Dongguan Zhongju Co. Ltd. for production and sale of wiring materials on China's domestic market

Company history

2003	● Increasing paid-in capital to NT$1,968 million ● **Engagement in production and sales of active components at Chutung plant**
2004	● Increasing paid-in capital to NT$2,320 million
2005	● **Increasing paid-in capital to NT$3,320 million, in the wake of NT$1 billion capital increment via private share placement**
2006	● **NT$920 million of capital increment via three private share placements and two capital reductions totaling NT$1,180 million**, with paid-in capital standing at NT$2,440 million ● Dismantling the Optical Passive Component and Optical Cable Division
2007	● **NT$770 million capital reduction**, with paid-in capital standing at NT$1,670 ● Sales of the optical active components division's inventories, fixed assets, and deferred assets
2008	● Capital increment with retained earnings and cash capital increment, with paid-in capital standing at NT$1,930 million
2009	● **Write-off of treasury stocks** and capital reduction to make up for loss, with paid-in capital standing at NT$1,391,173,000

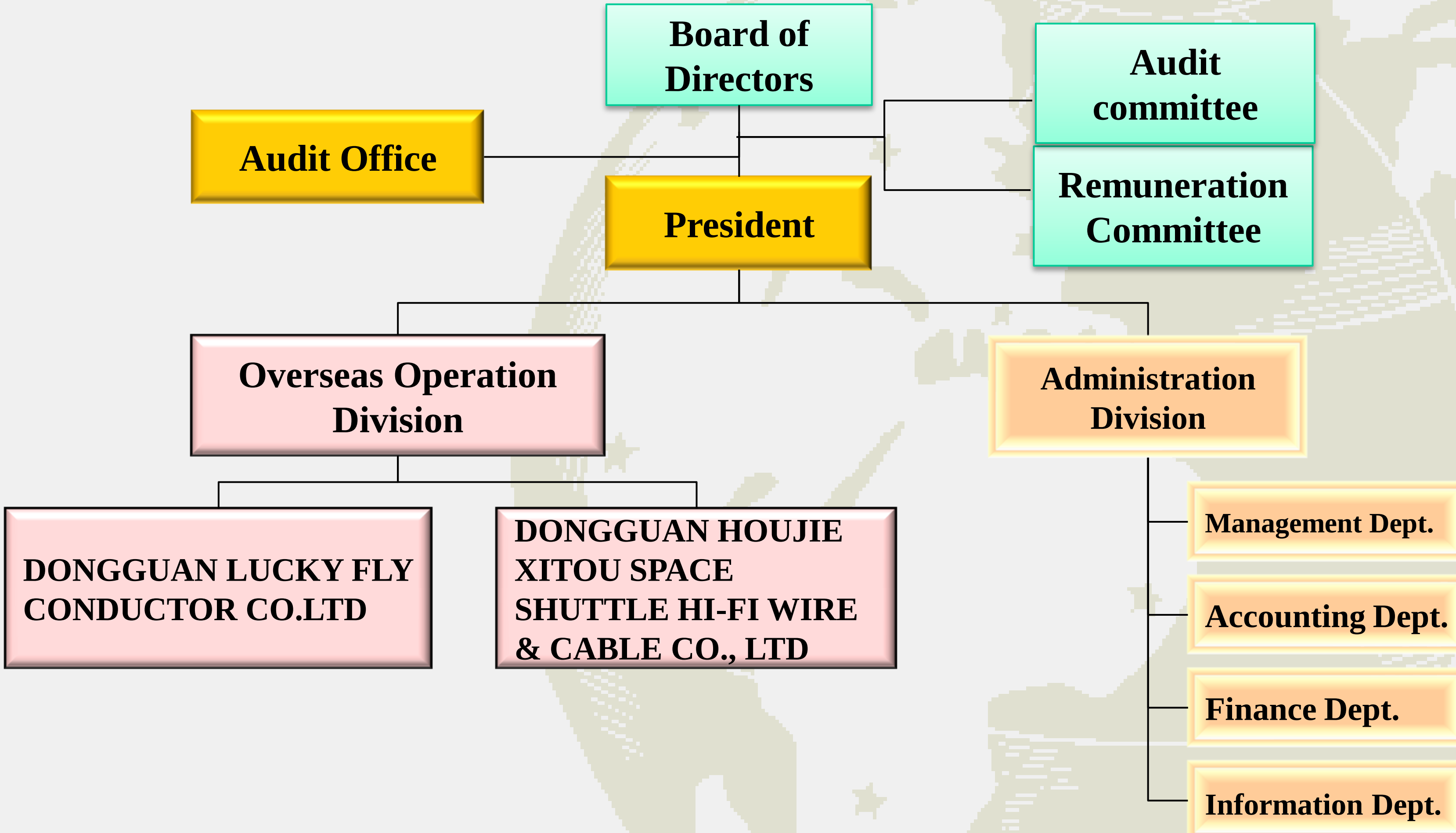
Company history

2012	● Conversion of the following two establishments from processing plants for imported materials to companies limited by shares: – DONGGUAN HOU JIE XI TOU SPACE SHUTTLE HI-FI WIRE & CABLE CO., LTD, with major businesses being production and sale of electric wires and new plastic particles. – DONGGUAN FEITAI ELECTRONICS CO., LTD, with major business being production and sale of computer wires and adaptors ● **Setting up DONGGUAN LUCKY FLY CONDUCTOR CO., LTD,** with major business being production and sale of twisted copper wires.
2013	● Disposal of 20% stake in DONGGUAN ZHONG JU CO.,LTD, leaving 30% stake in ownership ● Liquidation of the company's equity investment in SPACE SHUTTLE (SUZHOU) ELECTRIC LINE MATERIAL CO.,LTD
2015	● **Sale of 81% stake in** DONGGUAN FEITAI ELECTRONICS CO., LTD, **with share holding now standing at 19%**
2016	● Waiving the right to take part in capital increment of DONGGUAN ZHONG JU CO.,LTD, reducing its **stake from 30% to 19.15%**

Company history

2016	● **Waiving the right to take part in capital increment of DONGGUAN ZHONG JU CO.,LTD, reducing its stake from 30% to 19.15%**
2018	● Received IATF 16949 automobile quality management system certification.
2020	● Moved to the newly purchased location in Zhubei, Hsinchu. ● Received ISO 13485Medical Devices - Quality Management Systems ● Waiving the right to take part in capital increment of DONGGUAN ZHONG JU CO.,LTD, reducing its **stake from 19.15% to 17.53%**

Company Organization Chart



Directors Shareholding ratio

Job titles	Name	Number of shares	Shareholding ratio
Chairman	WANG,HSUAN-HUI	11,579,000	8.32%
Director	WANG,KUN-TIEN	33,207,685	23.87%
Director	LO,CHIU-HSIANG	11,100,801	7.98%
Director	LEE,TUNG-HSING	22,651	0.02%
Independent director	WU,CHENG-TE	0	0.00%
Independent director	CHU,HSIAO-KANG	0	0.00%
Independent director	CHIN CHIH-YUNG	0	0.00%

Business philosophy

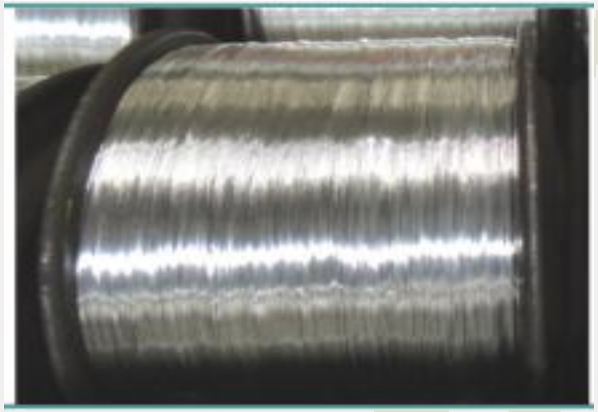
Since its inception for the production of RGB cable, management of Space Shuttle, regardless change in ownership, has been constantly developing products meeting market demand, under the principle of "quality, speed, flexibility, and service," so as to create value for customers and enhance corporate competitiveness.

Main Products

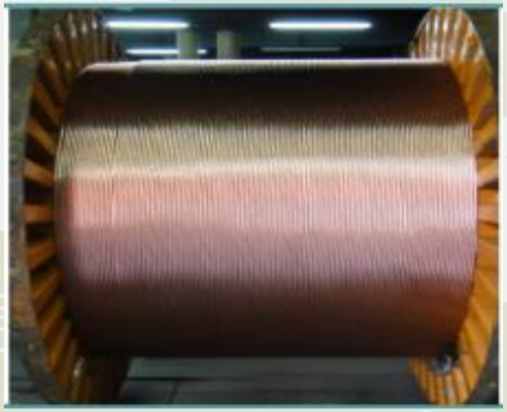
Tinned copper stranded wire

Copper strand

Tinned copper single wire



Copper single wire



Main Products


Thunderbolt3/USB4


SFP&QSFP


Mini sas


Car line Cable


Medical line Cable


USB 3.1 (Coaxial)


USB 3.1 (Twist)


SCSI Cable


RG Type Cable


LVDS Cable


CAT Cable


USB 3.0 Cable


HDMI Cable


Display Port Cable

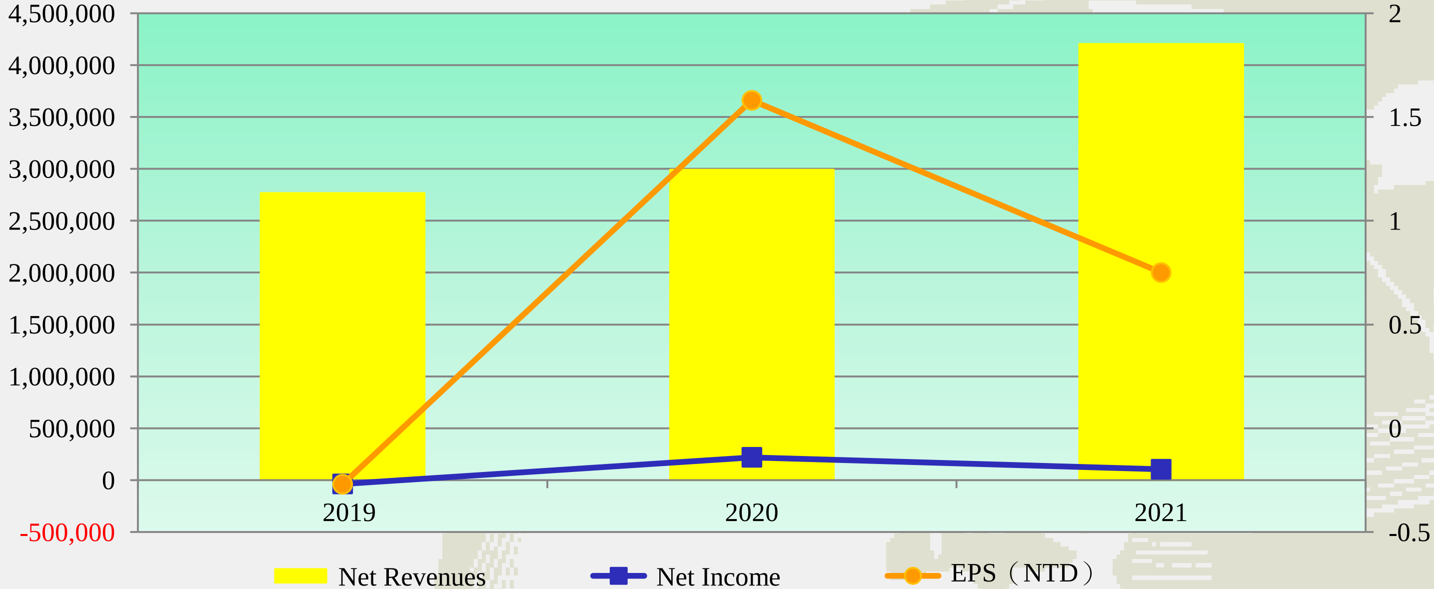

1394 Cable

Sales Revenue by Business

Unit：NTD in thousand

Items	2020		2021		2021 1~6M		2022 1~6M	
	Revenue	%	Revenue	%	Revenue	%	Revenue	%
Transmission cable	532,239	17.80%	729,327	17.35%	378,628	16.85%	324,429	18.71%
Assembly product	2,039	0.07%	2,887	0.07%	1,475	0.07%	534	0.03%
Copper wires	2,455,799	82.13%	3,470,746	82.58%	1,867,062	83.09%	1,409,192	81.26%
Total	2,990,077	100.00%	4,202,960	100.00%	2,247,165	100.00%	1,734,155	100.00%

Financial Overview- Statements of Income



Unit：NTD in thousand

Items	2019	2020	2021
Net Revenues	2,766,521	2,990,077	4,202,960
Gross Profit	170,728	268,862	308,713
Operating Profit	10,610	126,665	157,531
Net Income	(36,875)	219,766	104,692
EPS（NTD）	-0.27	1.58	0.75

SPACE SHUTTLE HI-TECH CO., LTD.
Statements of Comprehensive Income

in thousands of new taiwan dollars,except EPS

Items	Jan.~ Jun. 2022		Jan.~ Jun. 2021		YoY
	Amount	%	Amount	%	
Net Revenues	1,734,155	100.00	2,247,165	100.00	-22.83%
Gross Profit	85,812	4.95	158,528	7.05	-45.87%
Operating Expenses	85,303	4.92	71,113	3.16	19.95%
Operating Profit	509	0.03	87,415	3.89	-99.42%
Income Before Tax	(10,581)	-0.61	81,326	3.62	-113.01%
Net Income	(27,948)	-1.61	61,193	2.72	-145.67%
Net Income (attribute to owners of the parent)	(27,948)	-1.61	61,193	2.72	-145.67%
EPS (NTD)	(0.20)		0.44		

Terminal Customers

SONY
SAMSUNG
IBM
belkin
HUAWEI
LG
hp
BLACK BOX NETWORK SERVICES
OKANO
WAL★MART Save money. Live better.
oppo
vivo
mazda
KRAMER ELECTRONICS
ASIAN INTEGRATION CO.,LTD AIC
LITEON
AOC EYES VALUE
PHILIPS
D-Link Building Networks for People
MSS TECHNOLOGIES, INC.
航空電子
DELL
Lenovo
鴻海科技集團
FUJITSU
Panasonic
amazon
wistron 緯創軟體

The main supplier

WALSIN 華新麗華

江西铜业集团公司
JIANGXI COPPER CORPORATION

科城精铜（广州）有限公司
SCI COPPER (GUANGZHOU) CO.,LTD.

COPARTNER 嘉森塑胶

Competitive edge

- High extent of vertical integration of the group, with industrial chain spanning twisted copper and wiring materials, conducive to high quality and punctual delivery
- High visibility of the company's brand on the market, owning world-class customers
- Quality supply chain, securing grip on fluctuation in copper prices and suppliers

Future Outlook

- Transfering into the car wire and medical wire and other safety and security industry market
- Strengthen risk management, to accommodate change of environment.
- Permanent business development

SPACE SHUTTLE HI-TECH CO.,LTD.

THANK YOU

FOR YOUR ATTENTION