

2017Q2 Update

August 3rd 2017



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The actual results of operations, financial condition and business prospects may differ from those explicitly or implicitly indicated in those forward-looking statements for a variety of reasons, including but not limited to market demand, price fluctuations, competition, supply chain issues, global economic conditions, exchange rate fluctuation and other risks and factors beyond TPK’s controls.

The forward-looking statements in this presentation, if any, only reflect the current view of TPK Holding Co., Ltd. as of the date of its release. TPK undertakes no obligation to update those forward-looking statements for events or circumstances that occur subsequently.

Disclosure Notice

公告原則

- All financial numbers are prepared in accordance with IFRS which is approved by regulators in Taiwan
- All financial numbers are unaudited
- 本公司財務報表係依照臺灣主管機關認可之國際財務報導準則編製
- 所有財務數字均為本公司自結數

2Q17 Result Summary

2017年第二季營運簡報

2Q17	Revenues	Net Profits	EPS
NT\$	22.4 bn	327 mn	0.95

- Healthy demand for smartphone, ramp-ups in new tablet products and increasing popularity of 2-in-1 laptops prevailed over conventional weaker seasonality in 2Q
- Targeted profitability achieved via efficiency enhancement and lower depreciation cost.
- Operating expenses remained at the lowest level in the past 7 years
- 2H outlook remains intact with new product ramp-ups and seasonality



Financials

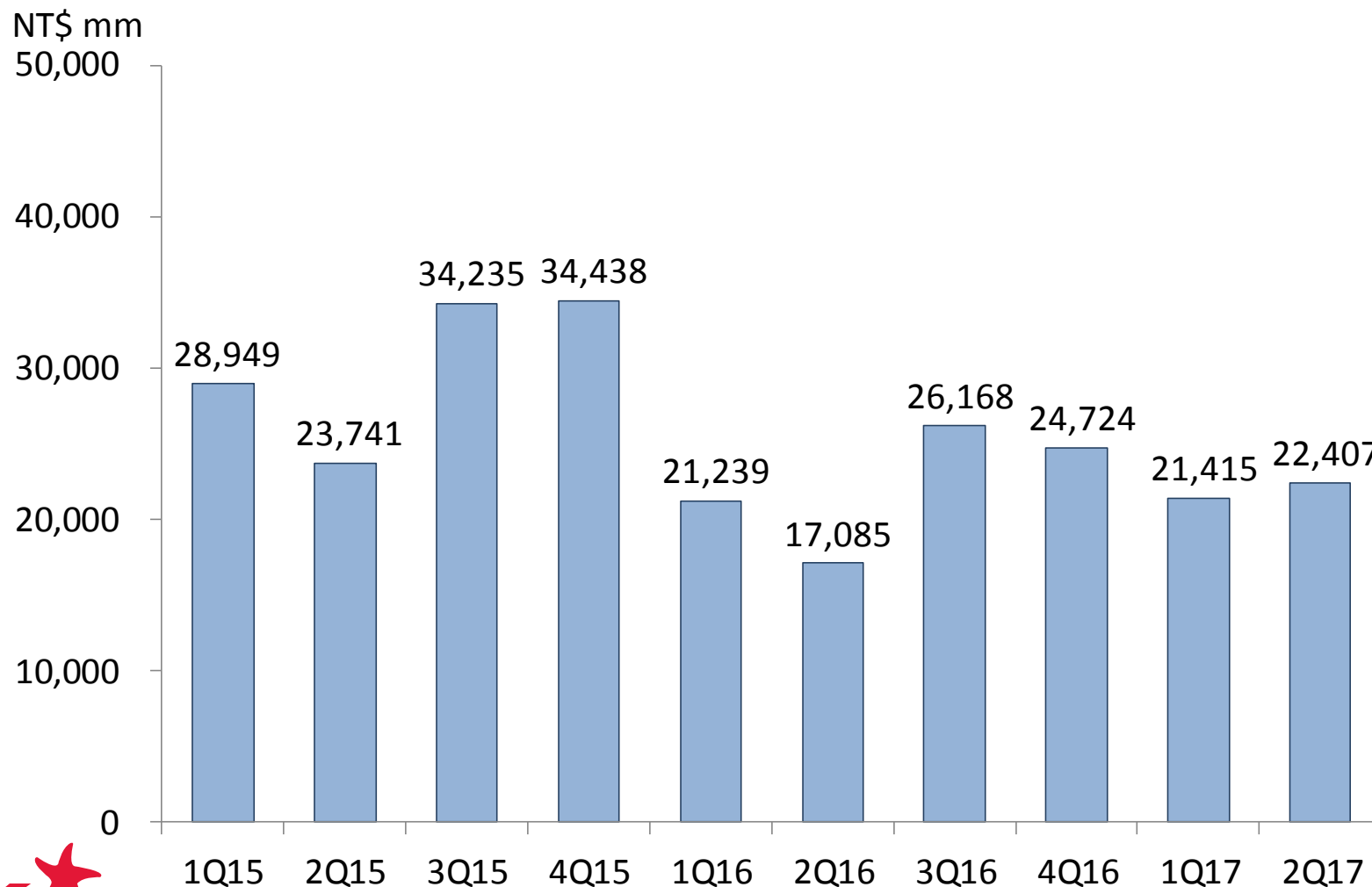
2Q17 Profit & Loss

2017年第二季損益表

Profit & Loss	2Q17	1Q17	QoQ	2Q16	YoY
(NT\$ million)					
Revenues	22,407	21,415	4.6%	17,085	31.2%
COGS	(20,897)	(20,215)		(18,673)	
Gross Profits	1,510	1,200	26%	(1,588)	n.m.
Operating Expenses	(1,080)	(1,080)		(1,155)	
SG&A	(874)	(877)		(944)	
R&D	(205)	(203)		(211)	
Operating Profits	430	120	258%	(2,743)	n.m.
Non-Op Inc/(Exp)	85	621		68	
<i>Int Inc/(Exp)</i>	<i>(203)</i>	<i>(235)</i>		<i>(192)</i>	
<i>FX Gain/(Loss)</i>	<i>(124)</i>	<i>(100)</i>		<i>60</i>	
<i>Invest Inc/(Loss)</i>	-	-		<i>69</i>	
<i>Others</i>	<i>412</i>	<i>955</i>		<i>131</i>	
Earnings Before Tax	516	741		(2,675)	
Income Tax	(176)	(122)		161	
Net Income (Parent)	327	616		(2,499)	
EPS (Parent)	0.95	1.78		(7.28)	
EBITDA	2,835	3,290		(259)	
Margin:					
GM	6.7%	5.6%		(9.3%)	
OM	1.9%	0.6%		(16.1%)	
NM	1.5%	2.9%		(14.6%)	
Op Exp	(4.8%)	(5.0%)		(6.8%)	

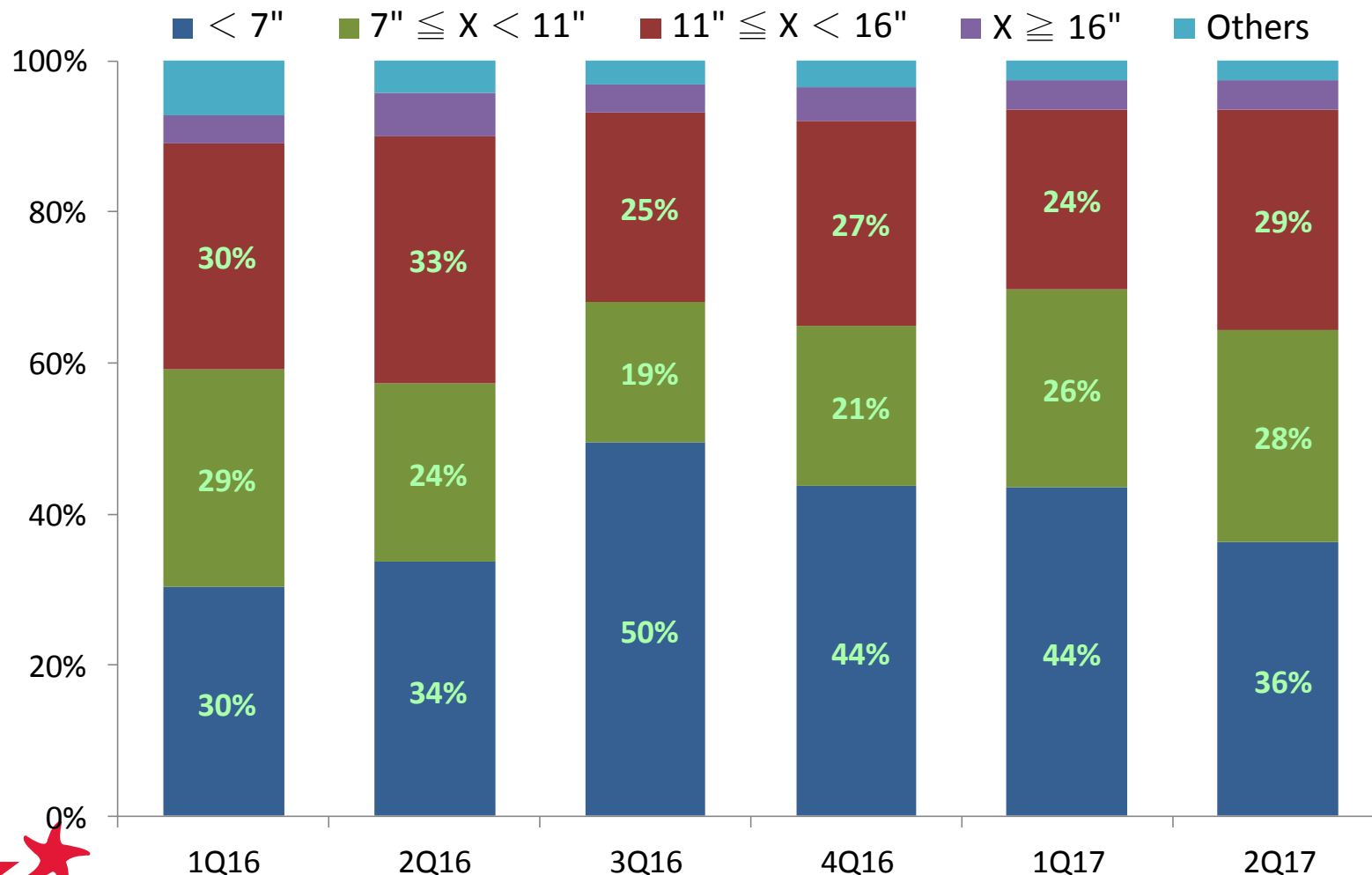
Quarterly Sales

季營收



Quarterly Sales by Form Factors

季營收結構



2Q17 Balance Sheet

2017年第二季資產負債表

Balance Sheet	2017/6/30	2017/3/31
(NT\$ million)		
Cash Equivalents	19,344	19,498
Debt Inv with no active market	1,526	619
Receivables	7,346	5,255
Inventories	5,604	6,583
Current Assets	35,628	37,491
Long-term Investments	258	258
Property, Plant and Equipment	38,320	39,249
Total Assets	78,030	80,668
ST Loans	20,104	25,003
Payables	10,344	10,396
Current Liabilities	36,328	42,579
Convertible Bonds	6,289	6,227
LT Loans	4,173	1,237
Total Liabilities	48,917	52,031
Common Shares	3,466	3,466
Non-Controlling Interest	253	235
Total Shareholder's Equities	29,112	28,637
Ratio Analysis:		
Quick Ratio	0.83	0.73
Current Ratio	0.98	0.88
ROE (YTD Annualized)	6.5%	8.6%
Net Debt to Equity	0.39	0.45



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新聞稿

TPK 公告 2017 年第二季自結營運成果

中華民國·台灣·台北·2017 年 8 月 3 日 – TPK Holding Co., Ltd. 宸鴻科技 (TWSE: 3673) (“宸鴻”或“本公司”) 今日公告 2017 年第二季自結營運成果。本季自結稅後淨利為新台幣 3 億 2 仟 7 佰萬元，稅後稀釋每股淨利為新台幣 0.95 元。合計 2017 年上半年稅後稀釋每股淨利為新台幣 2.75 元。

營運成果分析

本公司第二季自結合併營收為新台幣 224.1 億元，較去年同期成長 31.2%，亦較上季成長 4.6%，主要係受惠於終端市場智慧型手機銷售情況平穩，平板電腦新產品開始出貨且二合一筆電需求持續成長所致。第二季營業毛利為新台幣 15.1 億元。因生產效率提升，加上折舊費用下降，第二季營業毛利率由前一季 5.6% 提升至 6.7%。

在銷售成本結構方面，原料成本由第一季新台幣 157.7 億元，增加為新台幣 166.1 億元；人工成本則由上季新台幣 17.9 億元減少為新台幣 16.6 億元。本季折舊攤提費用為新台幣 19.1 億元，為自 2015 年第 4 季以來之最低水平。

第二季營業費用為新台幣 10.8 億元，與上季新台幣 10.8 億元相當，同為本公司近 7 年來單季營業費用最低水位。本季淨利息費用約為新台幣 2.0 億元。另外，第二季認列外匯損失約為新台幣 1.2 億元，主要係因人民幣兌美金升值。截至 2017 年 6 月 30 日，本公司員工總人數為 29,429 人，與前一季底 28,489 人相當。

資本結構及資本支出

截至 2017 年 6 月 30 日，本公司帳上現金餘額為新台幣 193.4 億元，與第一季底新台幣 195.0 億元約略相同。宸鴻持續致力於降低財務槓桿，本季底合計銀行借款餘額及人民幣債券餘額由前季底新台幣 262.4 億元減少至新台幣 242.8 億元，淨負債權益比率亦由上季底 0.45 降為 0.39。第二季 EBITDA 為新台幣 28.4 億元，資本支出則約為新台幣 10.4 億元。第二季營運活動所產生之現金流足以支應資本支出並協助公司持續降低負債。

註：本公司之財務數字係依照臺灣主管機關認可之國際財務報導準則編製。

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關於 TPK 宸鴻科技

TPK 為專業的觸控技術應用領導廠商，透過垂直整合的生產製程提供客戶全方位的觸控技術應用解決方案，包括產品設計、研發到量產。公司持續專注於觸控技術的研發與創新，以維持技術的領先地位，並透過新材質的開發、技術的提昇及製程的改善達到降低成本的效益，以期擴大觸控技術在各種電子產品的應用並滿足客戶需求。本公司之主要生產基地位於中國廈門。

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Note: PP&E includes prepayments.