

Unictron Technologies Corp.

August, 2022

Disclaimer

- The material in this presentation has been prepared by Unictron Technologies Corp. (UTC) and is general background information about UTC's activities current as at the date of this presentation. This information may contain forward looking statements regarding our intent, belief or current expectations with respect to UTC's businesses and operations, which are inherently subject to significant risks, contingencies and uncertainties that are difficult to predict and are beyond our control, causing actual results to differ materially from any forecast performance or achievements expressed or implied by these forward looking statements.
- This presentation is given in summary form and does not purport to be complete or accurate, nor does it guarantee the actual future performance, financial results and industry outlook of UTC.
- UTC does not undertake any obligation to publicly release the result of any revisions to these forward looking statements to reflect events or circumstances after the date hereof to reflect the occurrence of unanticipated events.



Agenda

★ **2Q22 Financial Highlights**

★ **Q3 Business Outlook**

★ **Q&A**



2Q2022 Financial Highlights

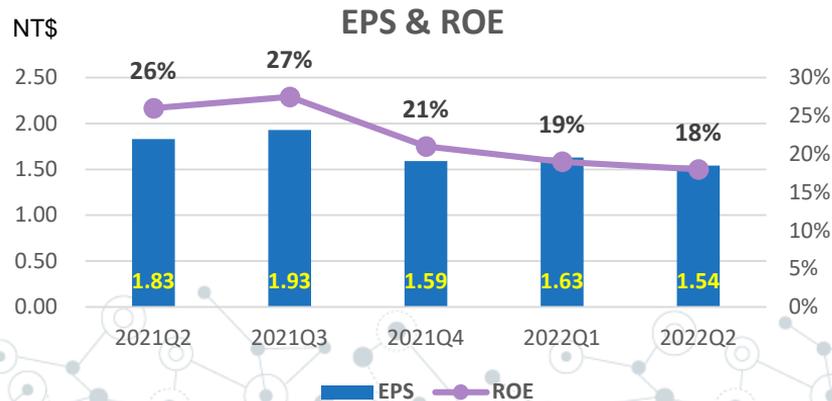
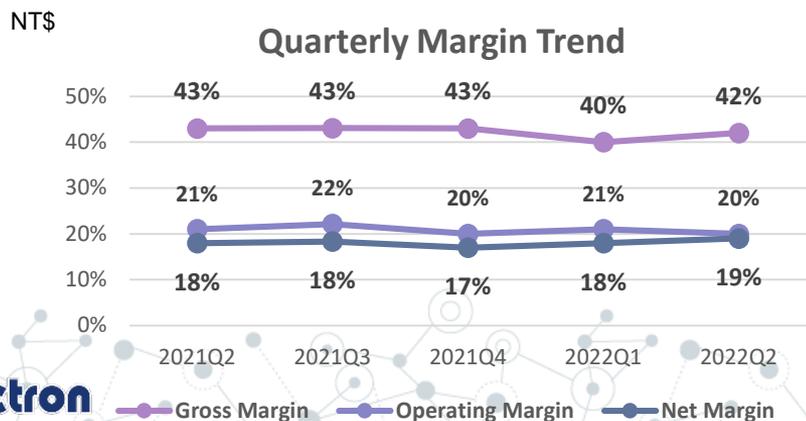
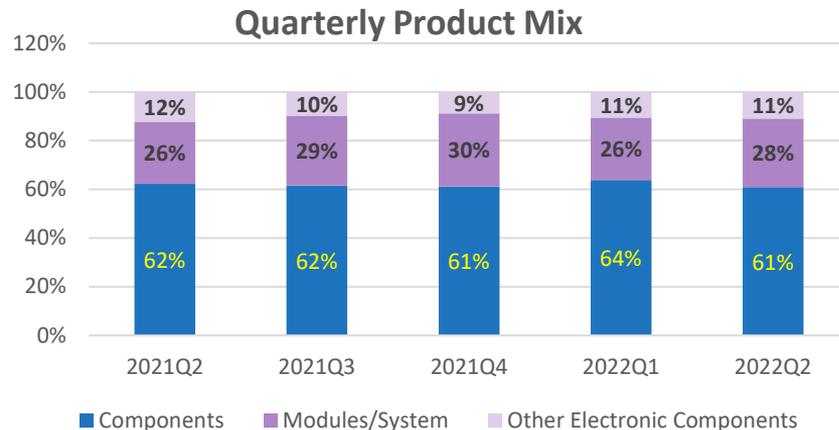
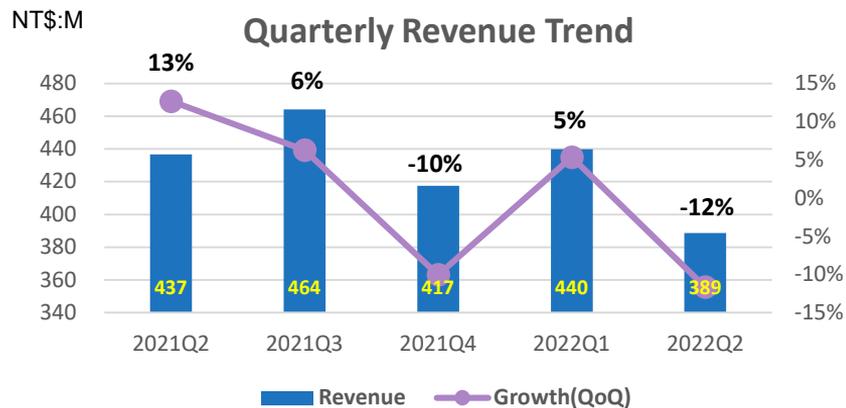
Consolidated Income Statement

NT\$ thousand

	2022Q2	%	2022Q1	%	QoQ%	2021Q2	%	YoY%	2022H1	%	2021H1	%	H1 YoY
Operating revenues	388,562	100	439,797	100	-11.6%	436,669	100	-11.0%	828,359	100	824,262	100	0.5%
Gross profit	161,939	42	177,737	40	-8.9%	188,202	43	-14.0%	339,676	41	342,687	42	-0.9%
Operating expenses	85,551	22	86,832	20	-1.5%	95,500	22	-10.4%	172,383	21	179,312	22	-3.9%
Operating income	76,388	20	90,905	21	-16.0%	92,702	21	-17.6%	167,293	20	163,375	20	2.4%
Non operating income and expenses	7,408	2	6,770	2	9.4%	(832)	(0)		14,178	2	(636)	(0)	
Earning before income tax	83,796	22	97,675	22	-14.2%	91,870	21	-8.8%	181,471	22	162,739	20	11.5%
Net income attributable to stockholders of the parent	73,620	19	78,140	18	-5.8%	79,912	18	-7.9%	151,760	18	136,060	17	11.5%
Earnings per share(NTD)	1.54		1.63			1.83			3.17		3.11		

- Quarterly revenue decrease from weak demand of consumer market.
- The first half of the year revenue has remained constant compared to last year.
- Profitability enhanced significantly with well expense control .

Financial Performance



Consolidated Balance Sheet

NT\$ thousand

	6.30.2022	%	12.31.2021	%	6.30.2021	%	YoY %
Currnt Assets	1,782,272	73	1,815,578	74	1,282,042	53	28%
Cash and cash equivalents	1,023,055	42	1,121,520	46	676,347	28	34%
Accounts receivable	290,039	12	351,272	14	362,458	15	-25%
Inventories	354,111	15	308,639	13	213,717	9	40%
Other current assets	115,067	5	34,147	1	29,520	1	74%
Non-current Assets	655,969	27	622,970	26	615,713	25	6%
Property, plant and equipment	506,497	21	506,228	21	480,927	20	5%
Other assets	149,472	6	116,742	5	134,786	6	10%
Current liabilities	758,673	31	633,209	26	839,676	34	-11%
Short-term bank loans	0	0	72,881	3	202,935	8	
Accounts payable	152,430	6	188,895	8	179,040	7	-17%
Other current liabilities	606,243	25	371,433	15	457,701	19	25%
Non-current liabilities	21,462	1	28,310	1	36,649	2	-71%
Total stockholders' equities	1,658,106	68	1,777,029	73	1,021,430	42	38%
Total assets	2,438,241	100	2,438,548	100	1,897,755	78	22%
Book Value per Share(NT\$)	35		37		23		

- Inventories are increasing since safety stock and key components control..

Consolidated Statements Of Cash Flows

NT\$ thousand

	2022 H1	2021 H1	Change
Net cash provided by operating activities	156,395	193,630	(37,235)
Net cash used in investing activities	(174,232)	(30,358)	(143,874)
Net cash provided by financing activities	(80,916)	159,854	(240,770)
Effects of exchange rate changes	288	(35)	323
Net increase in cash and cash equivalents	(98,465)	323,091	(421,556)
Cash and cash equivalents at beginning of year	1,121,520	353,256	768,264
Cash and cash equivalents at end of year	1,023,055	676,347	346,708
Free cash flow	72,761	165,542	(92,781)

- Cash flows in since the operating profitability.
- Cash flows out since the capital expenditure and debt pay back.

Key Ratio Highlights

	6.30.2022	12.31.2021	6.30.2021
Ratio of debts to assets	32%	27%	46%
Ratio of long-term capital to fixed assets	332%	357%	220%
Current ratio	235%	287%	153%
ROA	12%	15%	15%
ROE	18%	21%	26%
Profit margin	18%	17%	17%

- Current ratio keeps a healthy level.
- ROE remains above the industrial average level.
- Profit margin increase with profitability enhanced.

The text "Business Outlook" is centered within a white rectangular frame. The background of the slide is a dark blue color with a faint, light blue geometric pattern of interconnected lines and dots on the left side.

Business Outlook

-
- ★ **Key components and material shortage**
 - ★ **Customer high stock level**
 - ★ **Push out order**
Inflationary spike and declining of consumption
 - ★ **Expansion capacity in Tainan (Darfon's site)**
 - ★ **Castle antenna designed in Japanese Cars.**
 - ★ **Jointly develop LEO and 5G mm wave antenna with ITRI.**
 - ★ **PZT application in Level sensor and flow meter.**

Meeting Minutes Of 8/2 Board Meeting

Reviewed and approved the Company's Financial Statements for the six months ended June 30, 2022 and 2021.

Approved the 2022 CPA's audit fee.

Approved acquiring right-of-use assets from Darfon.





Q & A