



*Compound Semiconductor Solutions
from RF to Lightwave*

穩懋半導體

WIN Semiconductors 1Q2022 Investor Conference

April 2022



Safe Harbor Notice

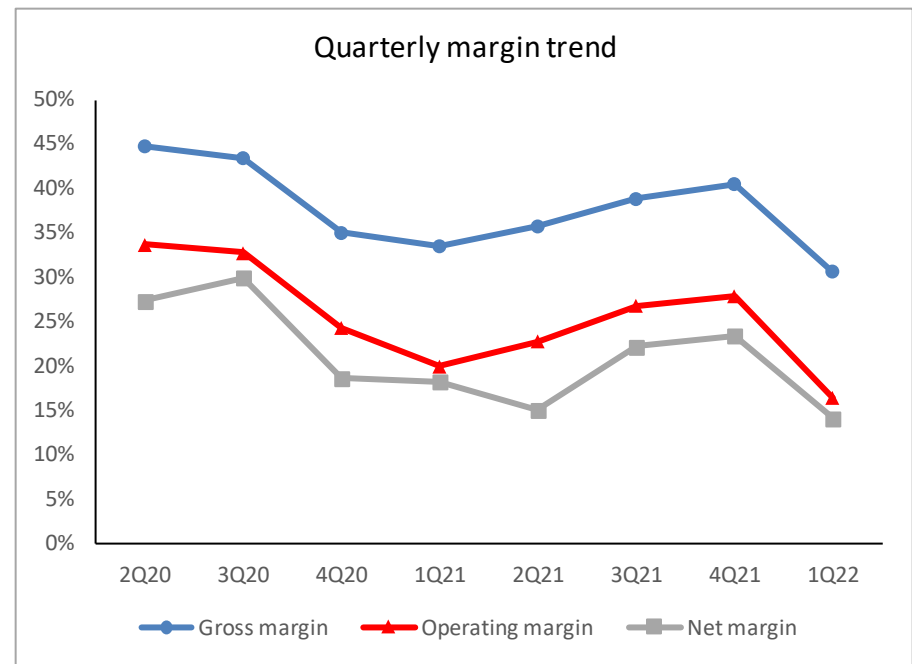
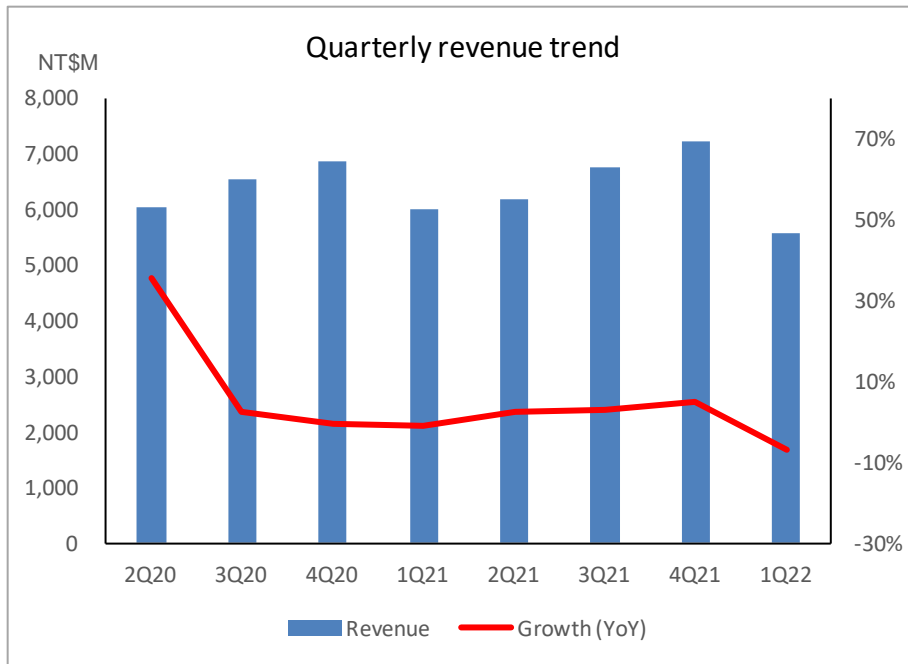


- **This presentation contains certain forward-looking statements that are based on current expectations and are subject to known and unknown risks and uncertainties that could cause actual results to differ materially from those expressed or implied by such statements.**
- **Except as required by law, we undertake no obligation to update any forward-looking statements, whether as a result of new information, future events or otherwise.**

QUARTERLY RESULTS & GUIDANCE

Revenue & Margin Trend

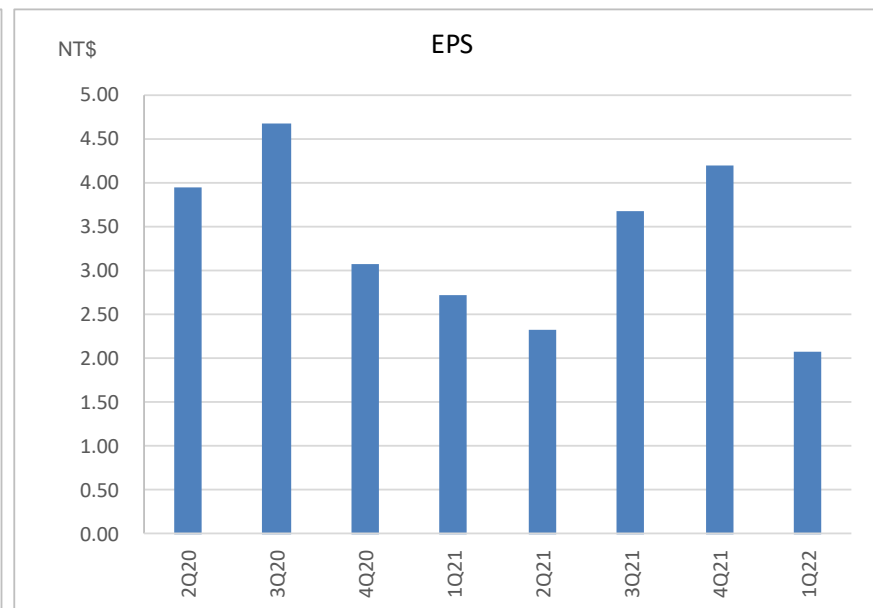
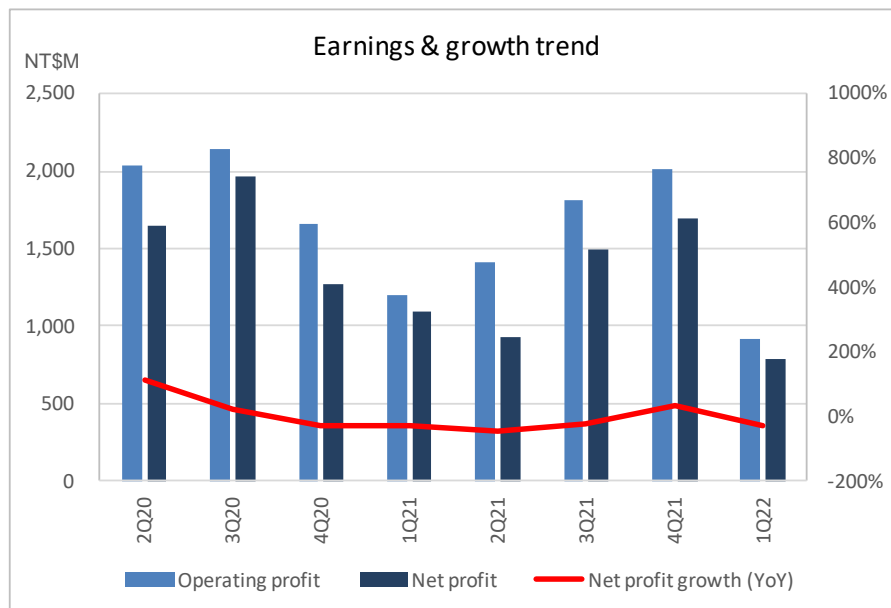
- 1Q22 revenue was NT\$5.6b, down 22% QoQ and down 7% YoY.
- 1Q22 gross margin declined by 9.9 pp sequentially to 30.6% and operating margin declined by 11.5 pp to 16.4%. The declines were mainly caused by a decline in capacity utilization rate.



Source: company.

Earnings Trend

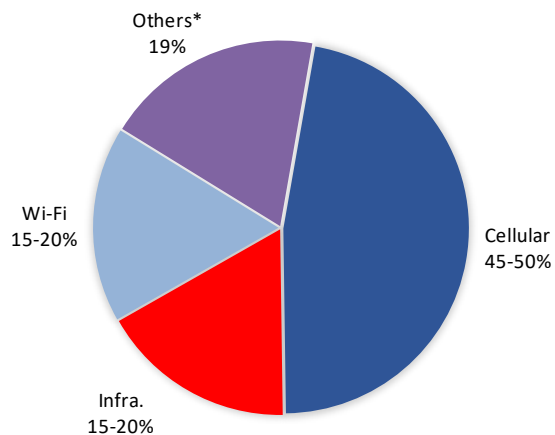
- **1Q22 net profit was NT\$ 786m, down 53% QoQ and down 28% YoY.**
EPS came in at NT\$2.08, compared to NT\$4.19 in 4Q21.



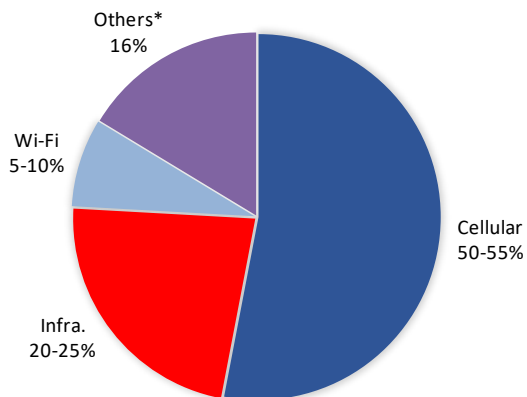
Source: company.

Product Mix

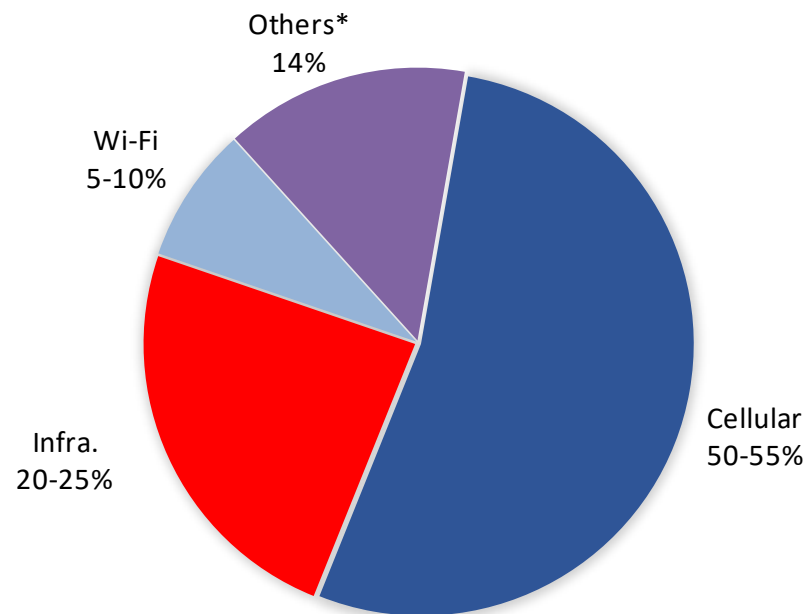
1Q21



4Q21



1Q22



* Others: Revenue not attributable to main product segments and additional revenue being consolidated in accordance with IFRS.

Source: company.

2Q22 Guidance



- We expect 2Q22 revenue to decline high-single digit QoQ.
- We expect 2Q22 gross margin will be between the level of high-twenties and low-thirties.

FINANCIAL SUMMARY

Consolidated Statements of Comprehensive Income - Quarterly



Unit: NTD Million	1Q'21	4Q'21	1Q'22 (unaudited)	QoQ	YoY
Net revenue	6,009	7,217	5,597	-22%	-7%
Gross profit	2,012	2,923	1,714	-41%	-15%
<i>Gross margin (%)</i>	<i>33.5%</i>	<i>40.5%</i>	<i>30.6%</i>		
Operating expenses	(816)	(914)	(798)	-13%	-2%
<i>Operating expenses rate (%)</i>	<i>-14%</i>	<i>-13%</i>	<i>-14%</i>		
Operating income	1,196	2,009	916	-54%	-23%
<i>Operating margin (%)</i>	<i>19.9%</i>	<i>27.8%</i>	<i>16.4%</i>		
Non-operating incomes and expenses	191	41	75		
Income before income tax	1,386	2,049	991	-52%	-29%
Income tax expense	(291)	(360)	(205)		
Net income	1,095	1,690	786	-53%	-28%
<i>Net margin (%)</i>	<i>18.2%</i>	<i>23.4%</i>	<i>14.0%</i>		
EPS (NT\$)	2.72	4.19	2.08	-50%	-24%
Other comprehensive income, net	(14)	380	374		
Comprehensive income	1,081	2,069	1,160	-44%	+7%
ROE(%)	14%	21%	10%		
Approx. Utilization (%)	80%	100%	70%		
Depreciation	1,000	1,018	1,058		
CAPEX	1,834	2,256	1,320		

Non-operating Items

Unit: NTD Million	1Q'21	1Q'22 (unaudited)
Foreign exchange gains (losses)	191	339
Gains (losses) on disposals of property, plant and equipment	(5)	(0.1)
Gains on financial assets (liabilities) at fair value through profit or loss, net	78	(279)
Share of gains (losses) of associates and joint ventures accounted for using equity method	(39)	61
Others	(34)	(47)
Total	191	75

Consolidated Balance Sheets

(Unit: NTD Million)	Major Item	2021/3/31		2021/12/31		2022/3/31 (unaudited)	
		\$	%	\$	%	\$	%
	Cash and cash equivalents	22,334	32%	16,332	22%	14,207	19%
	Current financial assets at fair value through profit or loss	896	1%	62	0.1%	57	0.1%
	Notes and accounts receivable, net	1,999	3%	2,718	4%	2,020	3%
	Inventories	5,945	8%	6,671	9%	6,295	8%
	Long-term investments	8,525	12%	14,414	19%	14,621	20%
	Net property, plant and equipment	27,519	39%	30,991	41%	33,003	45%
	Total Assets	70,149	100%	74,894	100%	74,073	100%
	Current liabilities	11,368		7,215		11,036	
	Bonds payable	13,160		13,287		13,329	
	Long-term borrowings	11,536		15,993		13,520	
	Total Liabilities	36,919	53%	37,772	50%	39,177	53%
	Common stock	4,240		4,240		4,240	
	Total equity attributable to owners of parent	31,643		34,938		32,739	
	Total Equity	33,230	47%	37,122	50%	34,896	47%
	Book value per share (NT\$) ¹	74.62		82.41		77.22	
	Key Indices						
	Current ratio (<i>Current assets / Current liabilities</i>)	279%		367%		210%	
	Debt ratio (<i>Total liabilities / Total assets</i>)	53%		50%		53%	

¹ Book value per share = total equity attributable to owners of parent / number of common shares

Q & A

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