



京元電子股份有限公司 King Yuan Electronics Co., Ltd

2018 Q2 Operation Results



Safe Harbor Notice

- ❖ This presentation contains certain forward-looking statements. These forward-looking statements may be identified by words such as 'believes,' 'expects,' 'anticipates,' 'projects,' 'intends,' 'should,' 'seeks,' 'estimates,' 'future' or similar expressions or by discussion of, among other things, strategy, goals, plans or intentions. These statements include financial projections and estimates and their underlying assumptions, statements regarding plans, objectives and expectations with respect to future operations, products and services, and statements regarding future performance. Actual results may differ materially in the future from those reflected in forward-looking statements contained in this document, due to various factors.



Consolidated Operating Results Summary

(NT \$ Millions)	2Q18	1Q18	2Q17
Net Revenue	5,040.3	4,580.8	4,842.7
Profit Attributable to the Company	372.2	348.2	588.3
EPS Attributable to the Company- Diluted (NT\$)	0.30	0.28	0.48
Depreciation & Amortization	1,597.1	1,581.4	1,648.1
CAPEX	3,022.5	1955.0	1345.0
EBITDA ⁽¹⁾	2,382.7	2,060.1	2,606.0
Return on Equity(%) ⁽²⁾	6.0%	5.5%	10.0%

Note : (1) EBITDA = Operating Income+Depreciation & Amortization;

(2) Annualized return on equity to the Company for the quarter



Consolidated Statements of Comprehensive Income

Selected Items from Consolidated Statements of Comprehensive Income

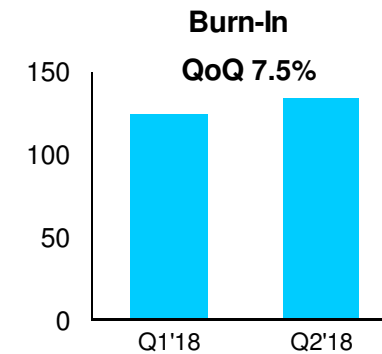
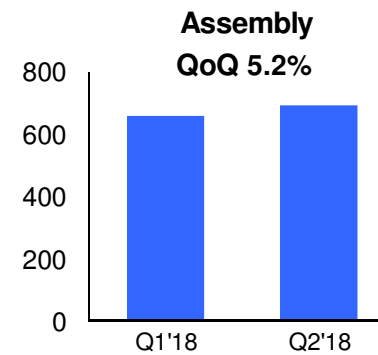
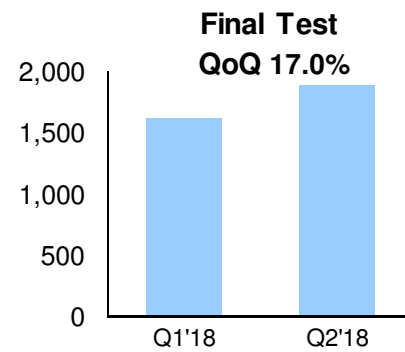
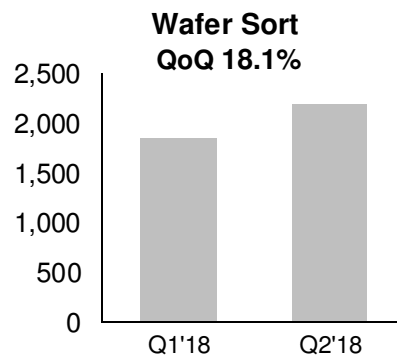
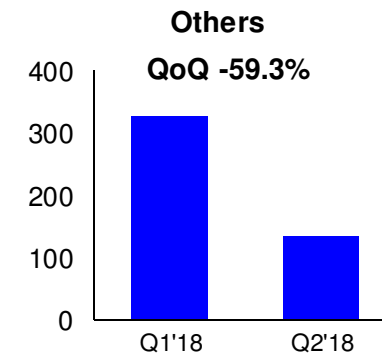
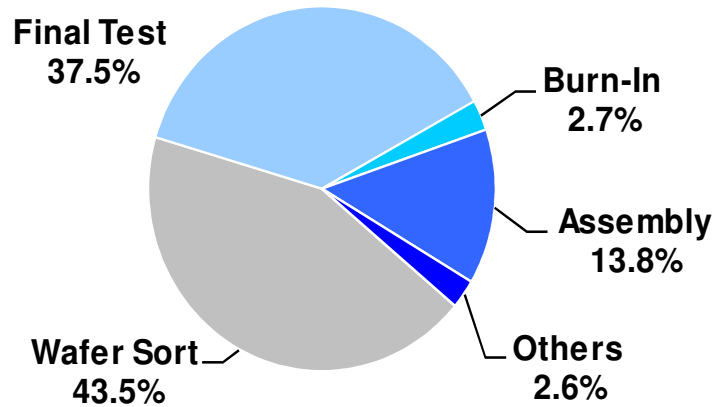
(NT \$ Millions)	2Q18	1Q18	QoQ	2Q17	YoY
Net Revenue	5,040.3	4,580.8	10.0%	4,842.7	4.1%
Gross Profit	1,414.5	1,060.4	33.4%	1,521.0	-7.0%
Gross Margin	28.1%	23.1%	5ppts	31.4%	-3.3ppts
Operating Expenses	-628.9	-581.8	8.1%	-563.1	11.7%
Operating Profit	785.7	478.6	64.2%	957.9	-18.0%
Operating Profit Margin	15.6%	10.4%	5.2ppts	19.8%	-4.2ppts
Non-operating Income (Expenses)	-210.8	-51.2	311.5%	-105.0	100.8%
Profit Attributable to the Company	372.2	348.2	6.9%	588.3	-36.7%
EPS Attributable to the Company- Basic (NT\$)	0.30	0.29	3.4%	0.50	-40.0%
Weighted Average Shares Outstanding(in thousands)- Basic	1,222,745	1,220,922	0.1%	1,171,647	4.4%
EPS Attributable to the Company - Diluted (NT\$)	0.30	0.28	7.1%	0.48	-37.5%
Weighted Average Shares Outstanding(in thousands)- Diluted	1,225,830	1,229,035	-0.3%	1,222,251	0.3%



2Q18 Revenue Breakdown By Process (unaudited)

By Process

Unit: MNT\$

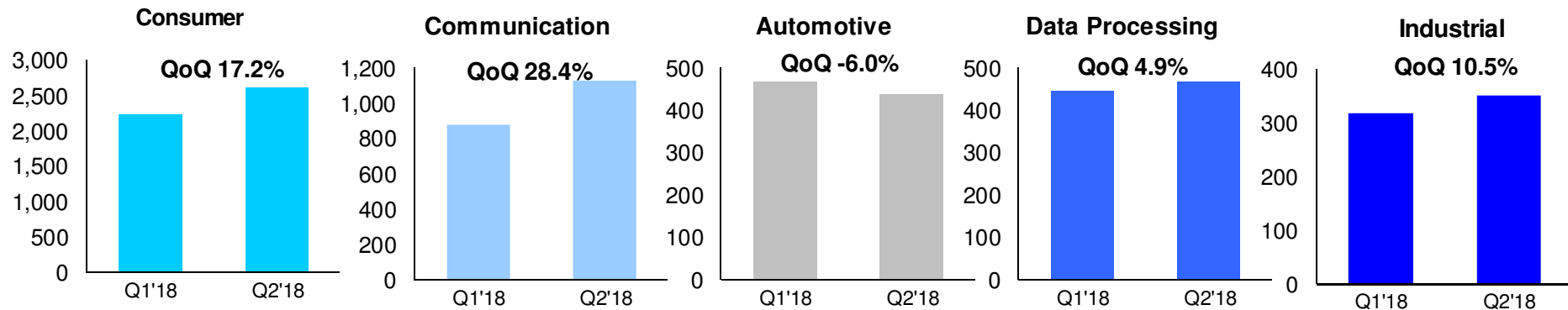
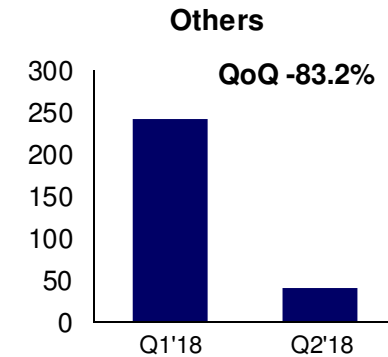
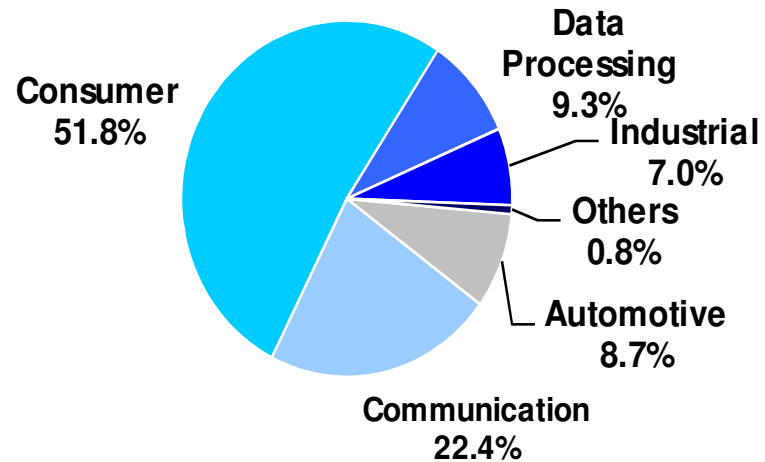




2Q18 Revenue Breakdown By Applications (unaudited)

By Applications

Unit: MNT\$





Consolidated Statements of Financial Position & Key Indices

Selected Items from Consolidated Statements of Financial Position

(NT \$ Millions)	2Q18		1Q18		2Q17	
	Amount	%	Amount	%	Amount	%
Current Assets	11,787.6	27.0%	11,864.3	28.0%	10,891.9	26.1%
Non-current Assets	31,820.0	73.0%	30,512.9	72.0%	30,846.6	73.9%
Total Assets	43,607.5	100.0%	42,377.2	100.0%	41,738.5	100.0%
Current Liabilities	6,581.3	15.1%	6,236.0	14.7%	7,753.4	18.6%
Non-current Liabilities	13,248.1	30.4%	10,482.5	24.7%	11,170.9	26.8%
Total Liabilities	19,829.4	45.5%	16,718.5	39.5%	18,924.3	45.3%
Total Equity	23,778.1	54.5%	25,658.7	60.5%	22,814.2	54.7%
Total Equity and Liabilities	43,607.5	100.0%	42,377.2	100.0%	41,738.5	100.0%

Key Indices

A/R Turnover Days	91	90	87
Inventory Turnover Days	13	13	16



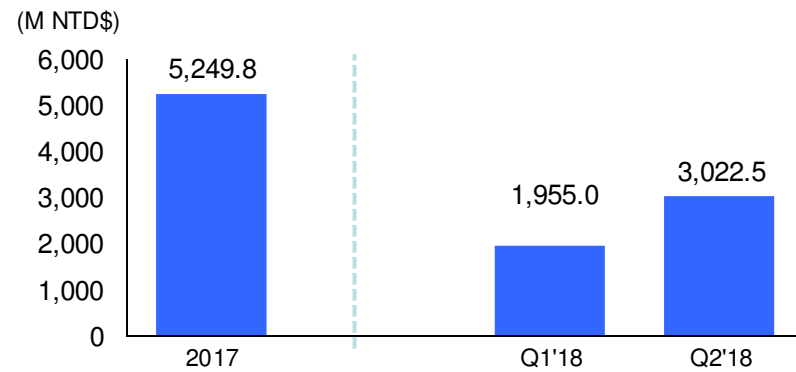
Consolidated Statement of Cash Flows

(NT \$ Millions)	2Q18	2Q17
Cash and Cash Equivalents at Beginning of Period	5,605.2	5,154.6
Net Cash Generated from(used in) Operating Activities	2,033.4	1,926.0
Net Cash Generated from(used in) Investing Activities	-3,504.5	-1,486.5
Net Cash Generated from(used in) Financing Activities	674.2	-528.5
Effect of Exchange Rate Change on Cash	-8.9	-18.3
Cash and Cash Equivalents at End of Period	4,799.2	5,047.4
Free Cash Flow	-880.2	954.8

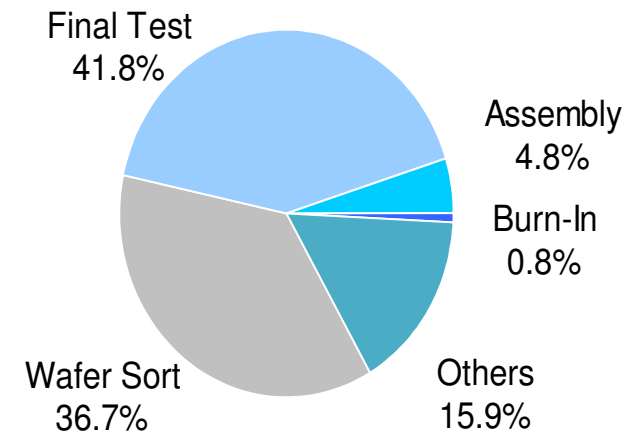


2Q18 Capital Expenditures (unaudited)

CapEx



2Q18 CapEx Breakdown





Company website

■ <http://www.kyec.com.tw>