

# Walsin Lihwa Corporation Investor Conference for 2022 Q3

2022/11/04



# Safe Harbor Notice

- Walsin's statements of its current expectations are forward looking subject to significant risks and uncertainties, and actual results may differ materially from these forward-looking statements.
- Except as required by law, Walsin assumes no obligation to update any forward-looking statement, whether as a result of new information, future events, or otherwise.

# Agenda

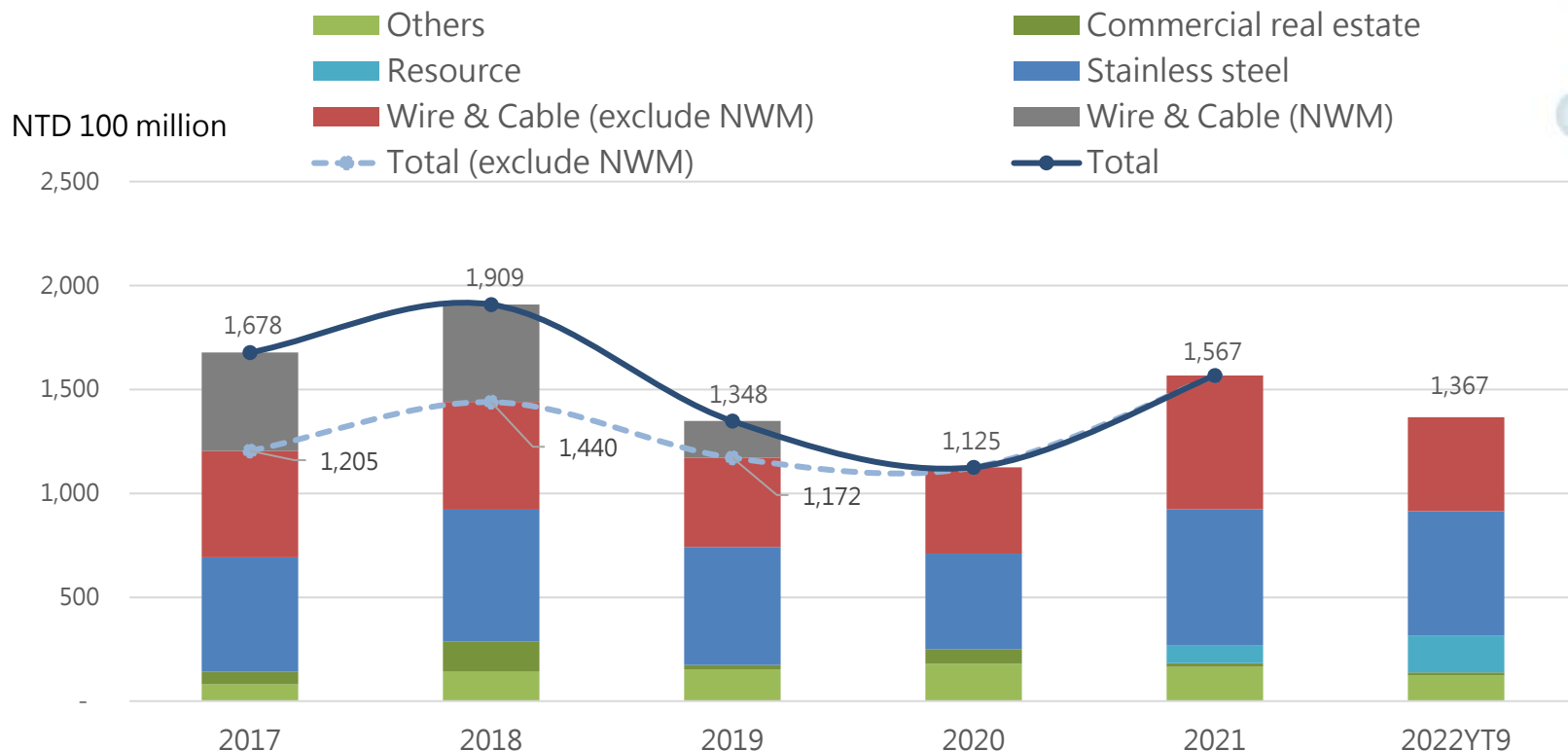


- **Future Strategies for Walsin**
- **2022 Q3 Operating Results**
- **Appendix**
  - Segment Definitions

# Future Strategies for Walsin

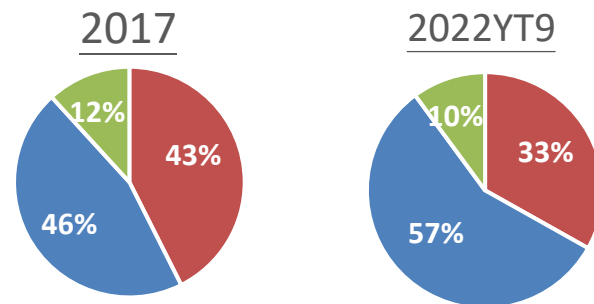
Critical Investment		Current progress	Estimated time
Stainless Steel BG	Cogne	Equity transfer will be completed in 2022Q4 and Cogne will become a subsidiary of Walsin .	Inject profits will start in 2023 Q1
	Cold Finished Bar and Wire Rod project of Yantai plant	Progress of project Wire rod : 90% Cold finished bar : 30%	Mass production will start in Q3 2023 for wire rod and in Q1 2024 for cold finished bar
Resources BG	PT. Sunny Metal	Equity transfer has been completed and PT. Sunny Metal has become a subsidiary of Walsin in 2022Q3.	Mass production will start in 2023Q1
	PT. Westrong Metal	MOEA has granted the investment approval in Oct. 2022 and equity transfer is expected to be completed in 2022Q4.	Mass production will start in 2024Q1
	IWM	MOEA has granted the investment approval in Aug. 2022.	Mass production will start in 2024Q1
Wire and Cable BG	Intelligent manufacturing project of Yangmei plant	Progress of project : 90%	Mass production will start in 2024Q1

# Strive for High Value-Added Revenue Growth



Note : Nanjing Walsin Metal Co., Ltd hereinafter called "NWM".

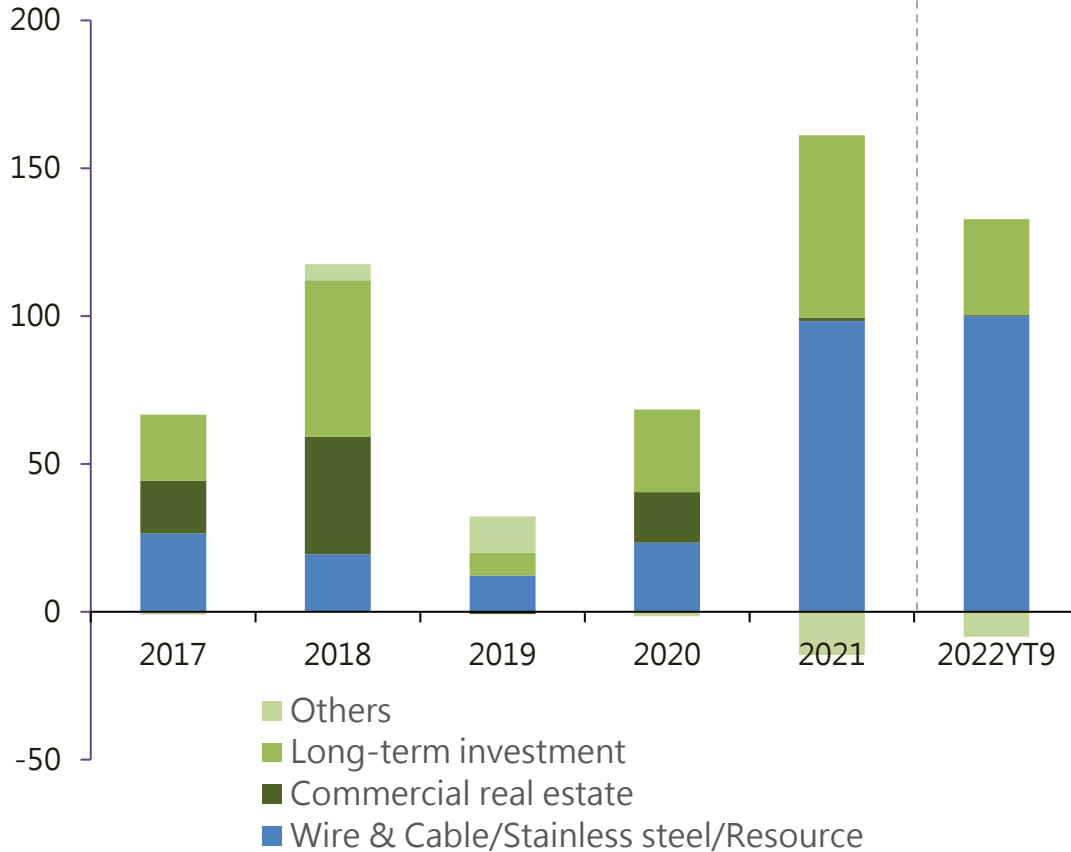
1. NWM was sold to Zhuhai Gree Group Co., Ltd. in 2019.
2. Resource BG Indonesia started mass production of nickel pig iron in 2021.
3. Revenue has reached NTD 136.7 billion in 2022YT9 , of which stainless steel & nickel pig iron account for 57%



■ Wire & Cable (exclude NWM) ■ Stainless steel & Resource ■ Others

# Enhance Walsin Profit Stability

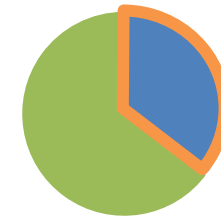
Net income after tax (NTD 100 million)



Note : Long-term investment in 2022YT9 excludes one-time gains on disposal of Borrego Development business.

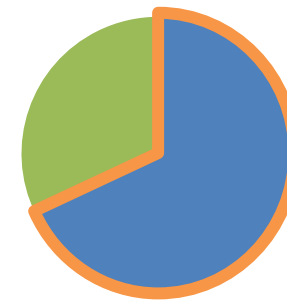
■ Wire & Cable/Stainless steel/Resource ■ Commercial real estate, Long-term investment and Others

2020



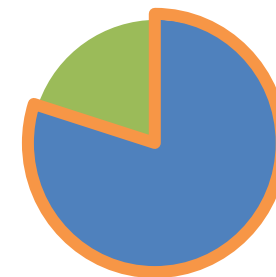
35%

2021



68%

2022YT9



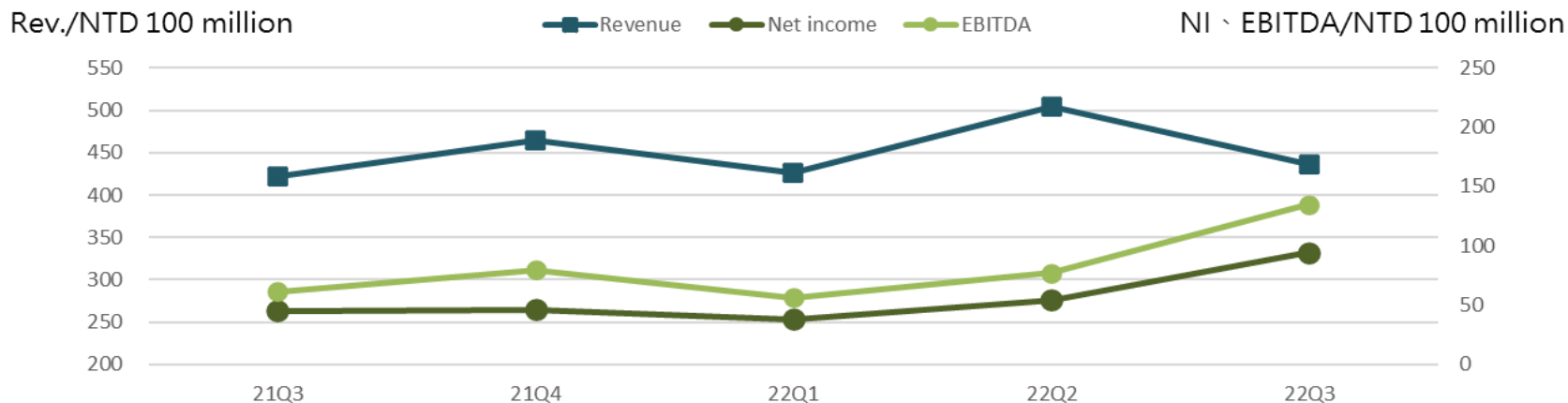
80%

# 2022 Q3 Financial Results

■ The Net Income for 2022Q3 was NT\$ 9.46 billion, with EPS of NT\$ 2.63.

In NTD 100 million	2021YT9	2022YT9	2021Q3	2022Q2	2022Q3
Revenue	1,102	1,367	422.6	504.8	436.2
Gross profit	113.5	138.8	52.8	52.6	31.3
Net Income	99.9	187.5	45.2	54.6	94.6
Earnings Per Share (NTD)	2.92	5.37	1.32	1.59	2.63
EBITDA	137.8	268.2	61.2	77.1	134.8

## ■ Financial Results (Quarterly)

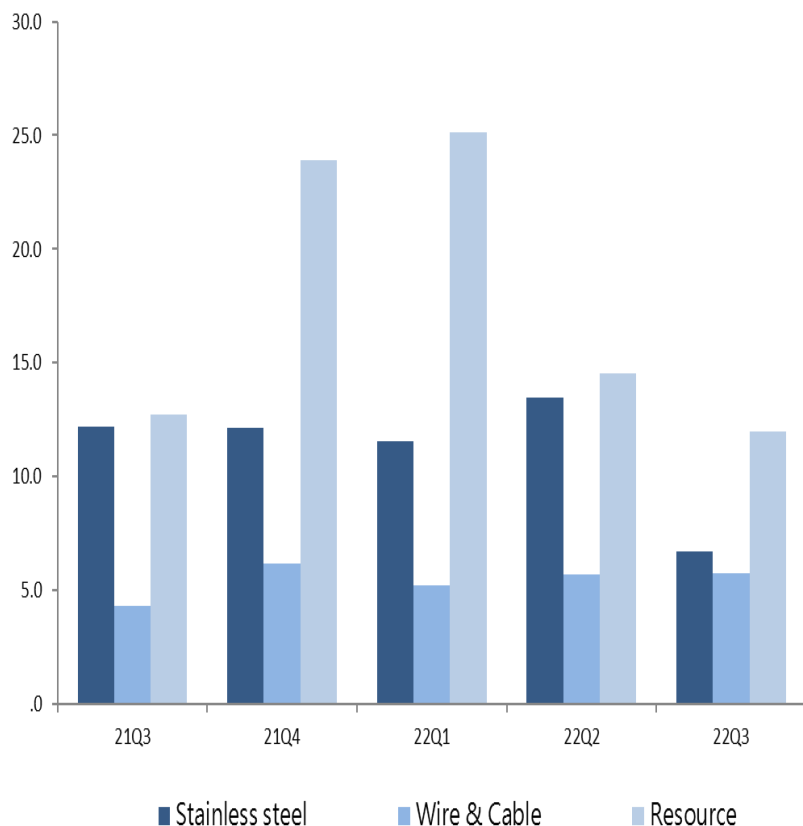


# 2022 Q3 Operating Results by Segment

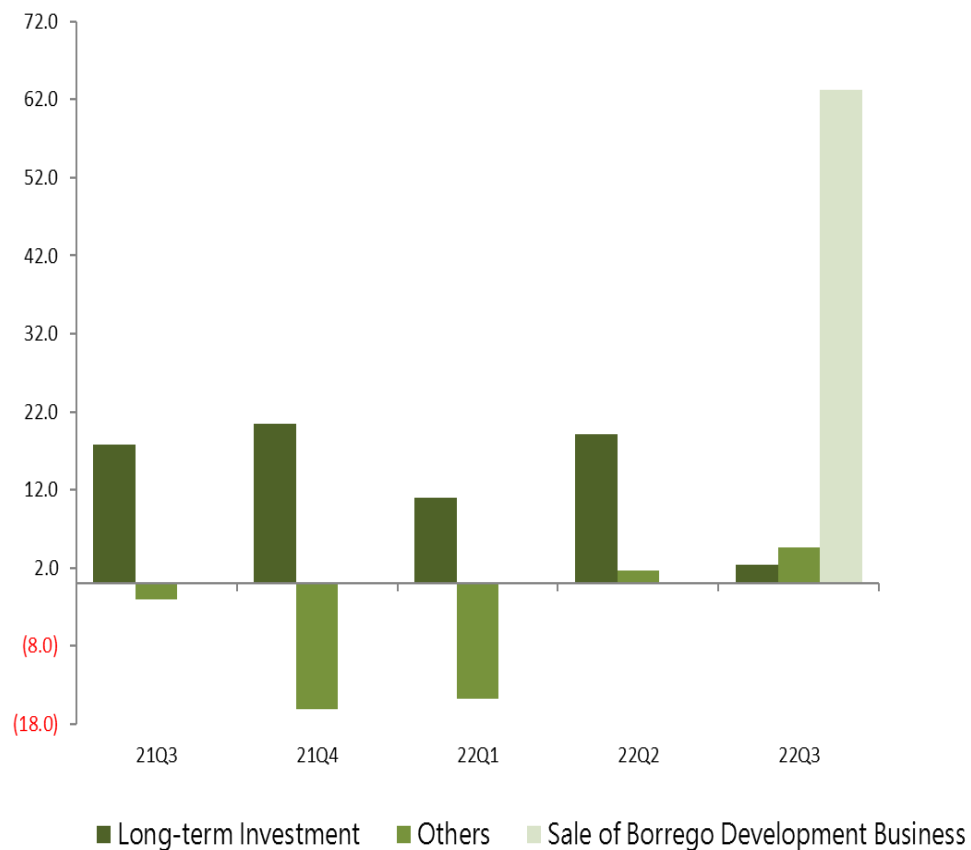
## Manufacturing Segments

## Long-Term Investments, Others

NTD 100 million



NTD 100 million

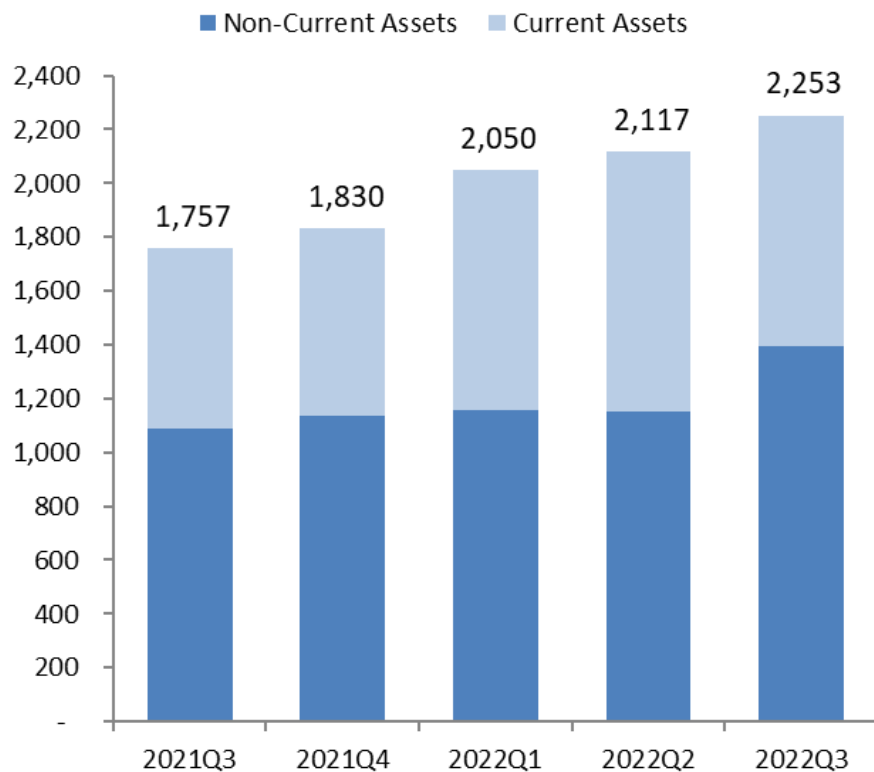




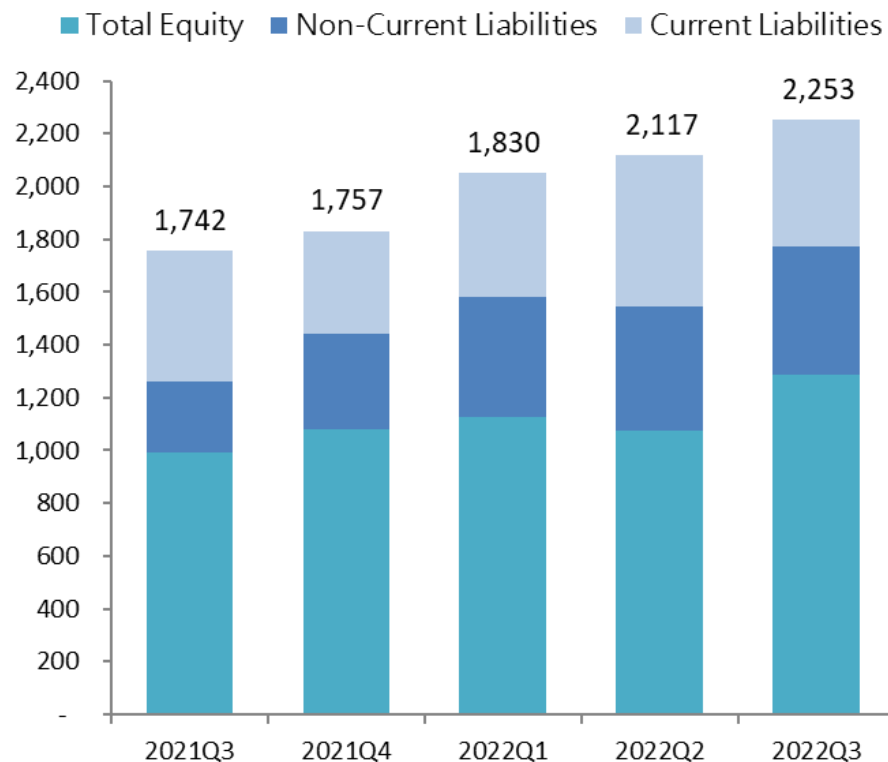
# 2022 Q3 Financial Results

## Total Assets and Liabilities

NTD 100 million



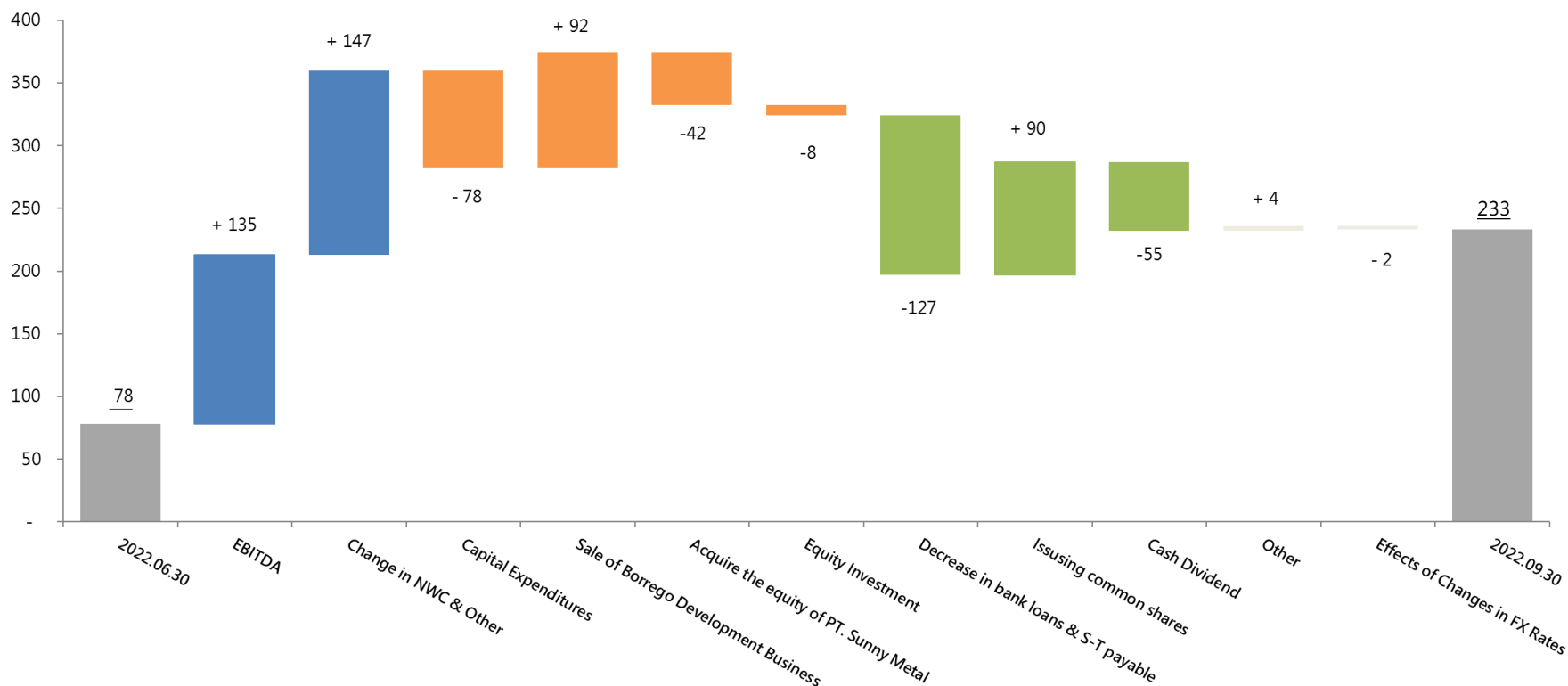
NTD 100 million



# 2022 Q3 Financial Results

## Cash Flow

NTD 100 million





# Appendix

# Segment Definitions

- **Stainless Steel Segment:** Yenshui Plant, Taichung Plant, Yantai Walsin, Jiangying Walsin (Alloy), Changshu Walsin and Jiangying Walsin (Steel & Wire)
- **Wire and Cable Segment:** Hsinchuang Plant, Yangmei Plant, Dongguan Walsin, Shanghai Walsin
- **Resource Business:** WNII(Nickel pig iron sale and production), PT. Sunny Metal ,Procurement and risk management, Material trading business
- **Long-term Investment:** Winbond, Walsin Technology Corporation, Walton Advanced Engineering, Hannstar Display Corporation, Hannstar Broad Corporation, Borrego, Lippo, WPT, Hangzhou Walsin Power Cable & Wire Co., Ltd. and Jinxin Investment
- **Others:** Derivatives valuation gains/losses and others



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