

# Walsin Lihwa Corporation

## 2023 First Quarter Investor Conference

2023/05/05



# 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

- Critical Investments and CapEx
- 1Q23 Financial Results
- Appendix
  - Business Group Definitions



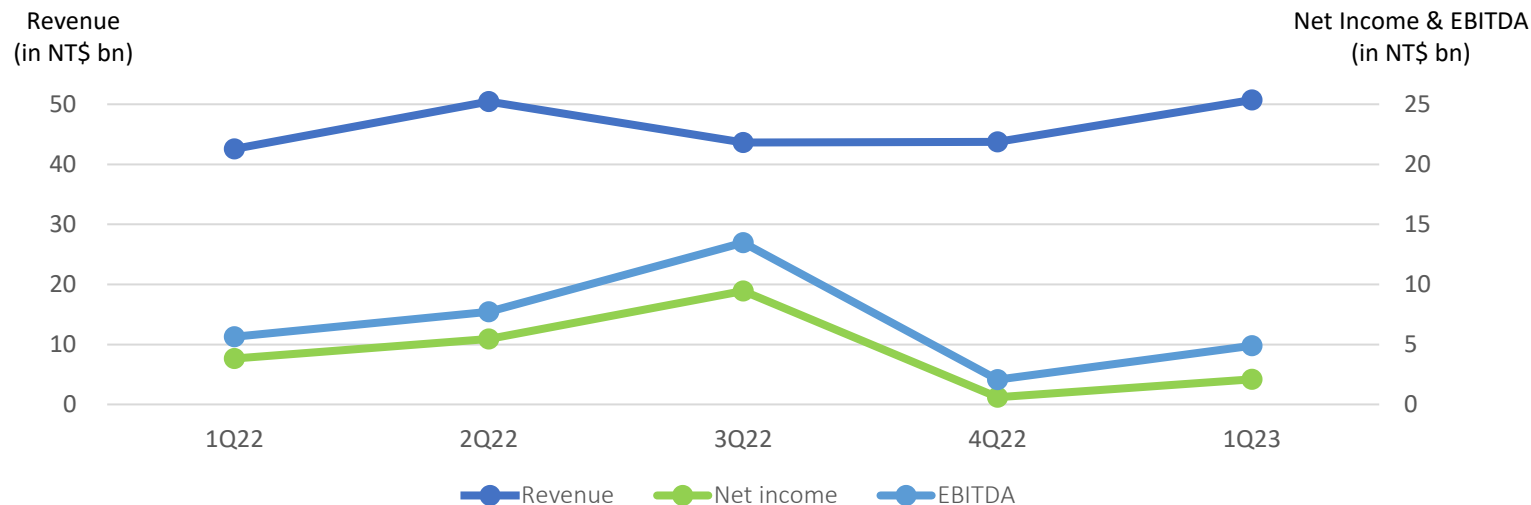
# Critical Investments and CapEx

Critical Investments and CapEx		Progress	Targeted Timeline
Stainless Steel BG	Cogne (Italy)	<ul style="list-style-type: none"> <li>Signed contract with Finnish company Outokumpu for acquiring its wire rod manufacturing plants in Sweden. Estimated deal completion time is 3Q23</li> <li>Signed contract with German private equity firm, Mutares, to obtain British stainless steel and nickel based alloy manufacturer SMP's 100% shareholding. Equity transferred to be completed in 3Q23</li> </ul>	Profits will be generated in 4Q23
	Wire Rod and Cold Finished Bar of Yantai Plant	<b>Trial Run</b> <ul style="list-style-type: none"> <li>Wire Rod Plant                             <ul style="list-style-type: none"> <li>Hot-Rolled Bar – completed in 1Q23</li> <li>Wire Rod – 2Q23</li> </ul> </li> <li>Cold finished bar plant – 3Q23</li> </ul>	<b>Mass Production</b> <ul style="list-style-type: none"> <li>Hot-Rolled Bar – 2Q23</li> <li>Wire Rod – 3Q23</li> <li>Cold finished bar– 1Q24</li> </ul>
Resource BG	PT. Sunny Metal	Grid of energy generation plant was connected in Mar23	Mass production – Mar23
	PT. Westrong Metal	Trial run to be completed in 3Q23	Mass production – 1Q24
Wire and Cable BG	Intelligent Manufacturing Project of Yangmei Plant	<ul style="list-style-type: none"> <li>Manufacturing plant to be completed in 3Q23</li> <li>Equipment installation to be completed in 2H23</li> <li>Trial run to be completed in 4Q23</li> </ul>	Mass production will commence in different stages in 1H24
	Walsin Energy Cable System Co., Ltd. (subsea cable)	Partnership with NKT, a leading cable solution provider in Europe, to gain technology licensing and get into subsea cable industry	Operation will start in 2027 to meet the demand for Phase III of Grid Resilience Strengthening Construction Plan by TaiPower

# 1Q23 Financial Results

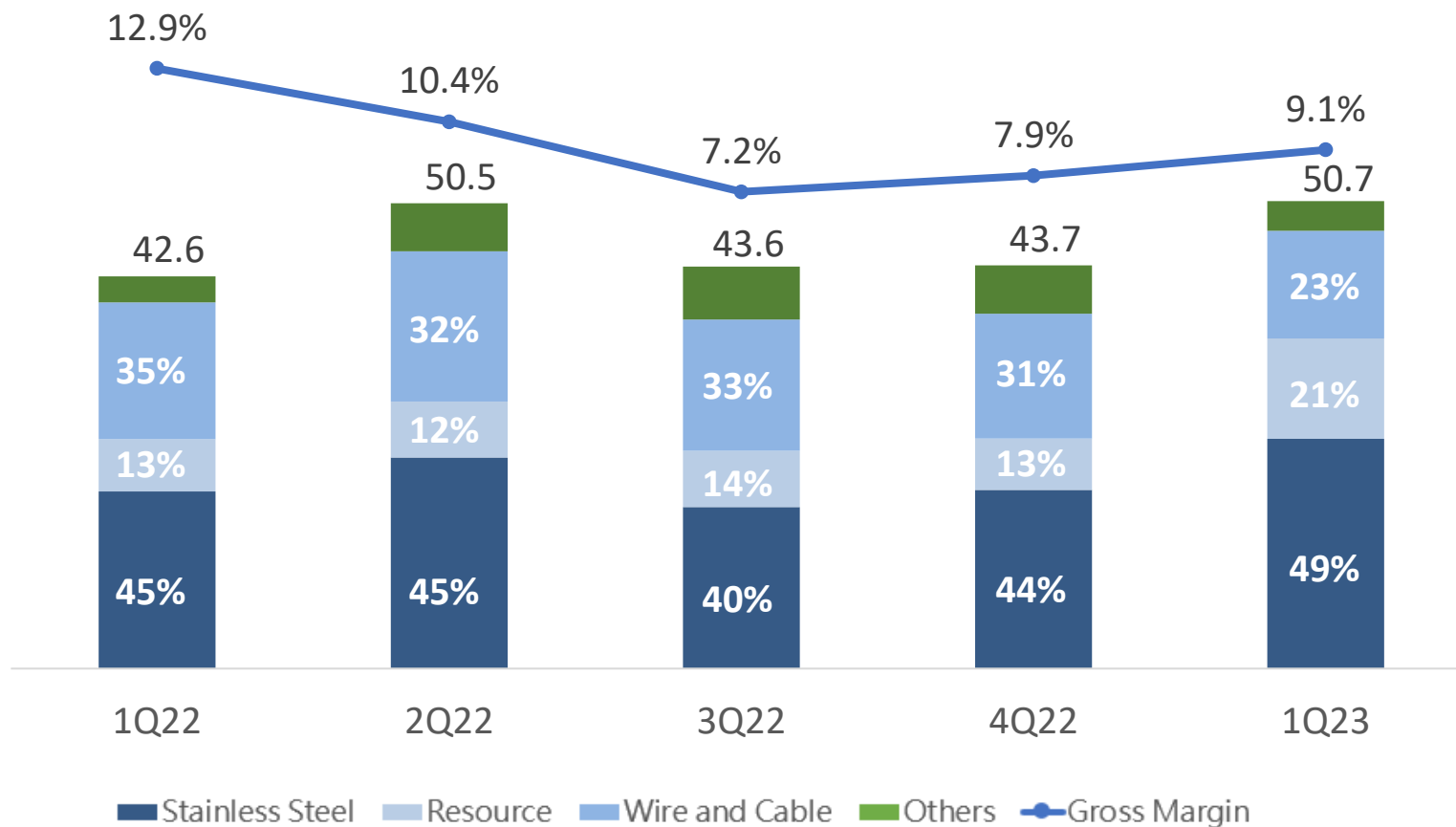
- Net Income was **NT\$2.1 billion** with **EPS of NT\$0.56** in 1Q23

(in NT\$ billion)	1Q22	2Q22	3Q22	4Q22	1Q23
Revenue	42.56	50.48	43.62	43.74	50.71
Gross profit	5.50	5.27	3.13	3.46	4.63
Net income (Attributable to owners of WLC)	3.83	5.46	9.46	0.60	2.10
Earnings per share (in NT\$)	1.12	1.59	2.63	0.08	0.56
EBITDA	5.63	7.71	13.48	2.07	4.89



# 1Q23 Revenue and Gross Margin by Business Group

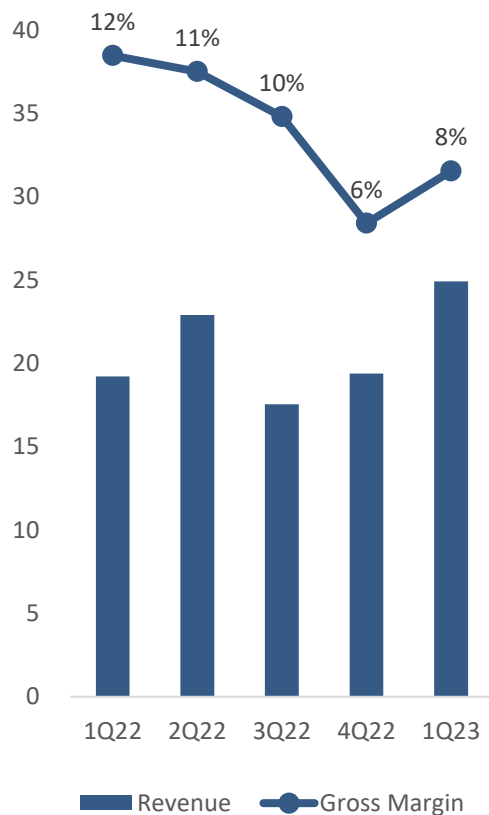
Revenue  
(in NT\$ billion)



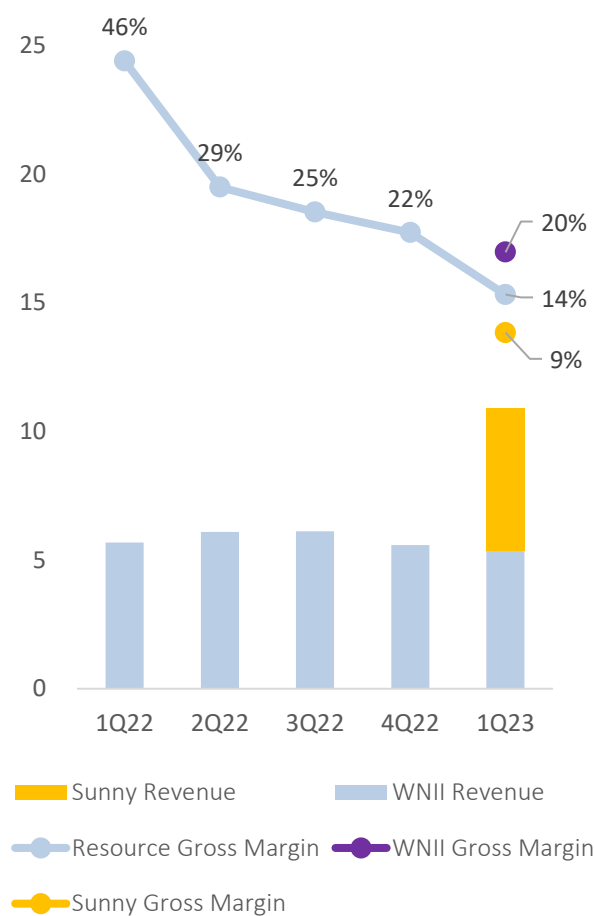
# 1Q23 Revenue and Gross Margin by Business Group

(in NT\$ billion)

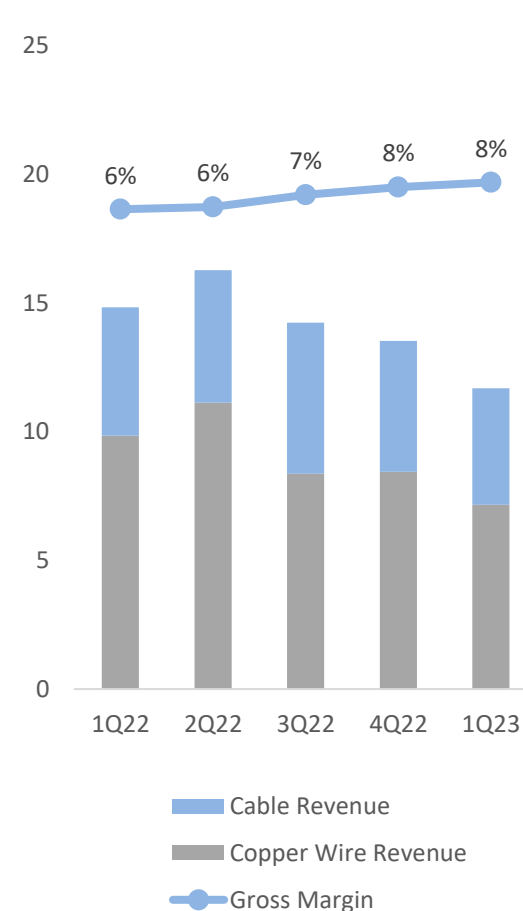
## Stainless Steel



## Resource



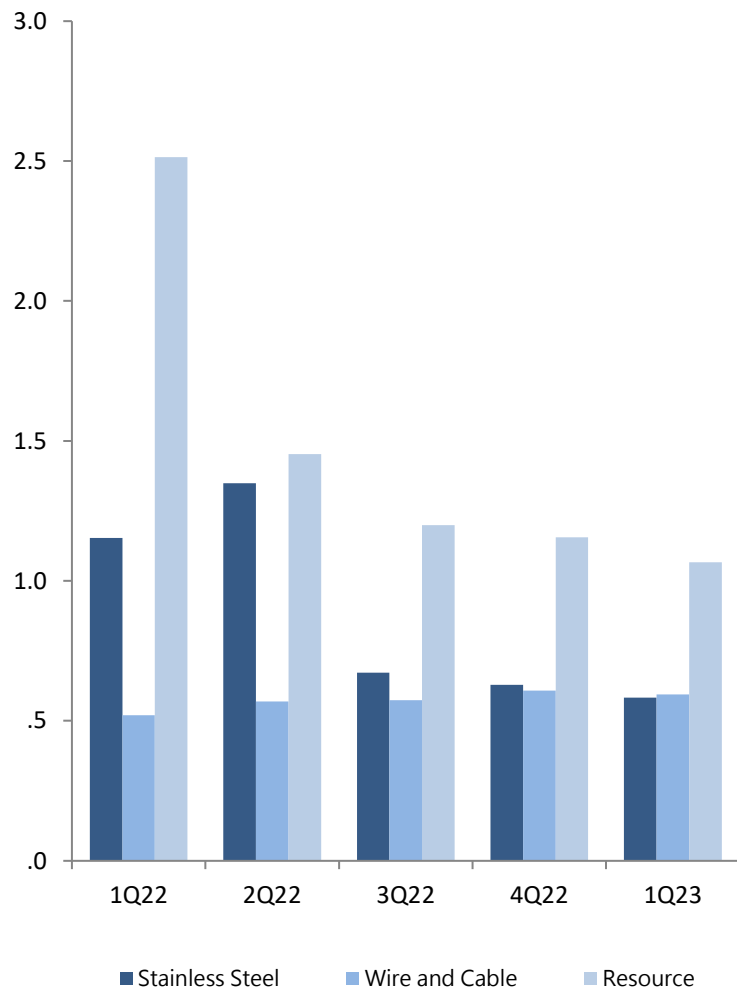
## Wire and Cable



# 1Q23 Net Income by Segment

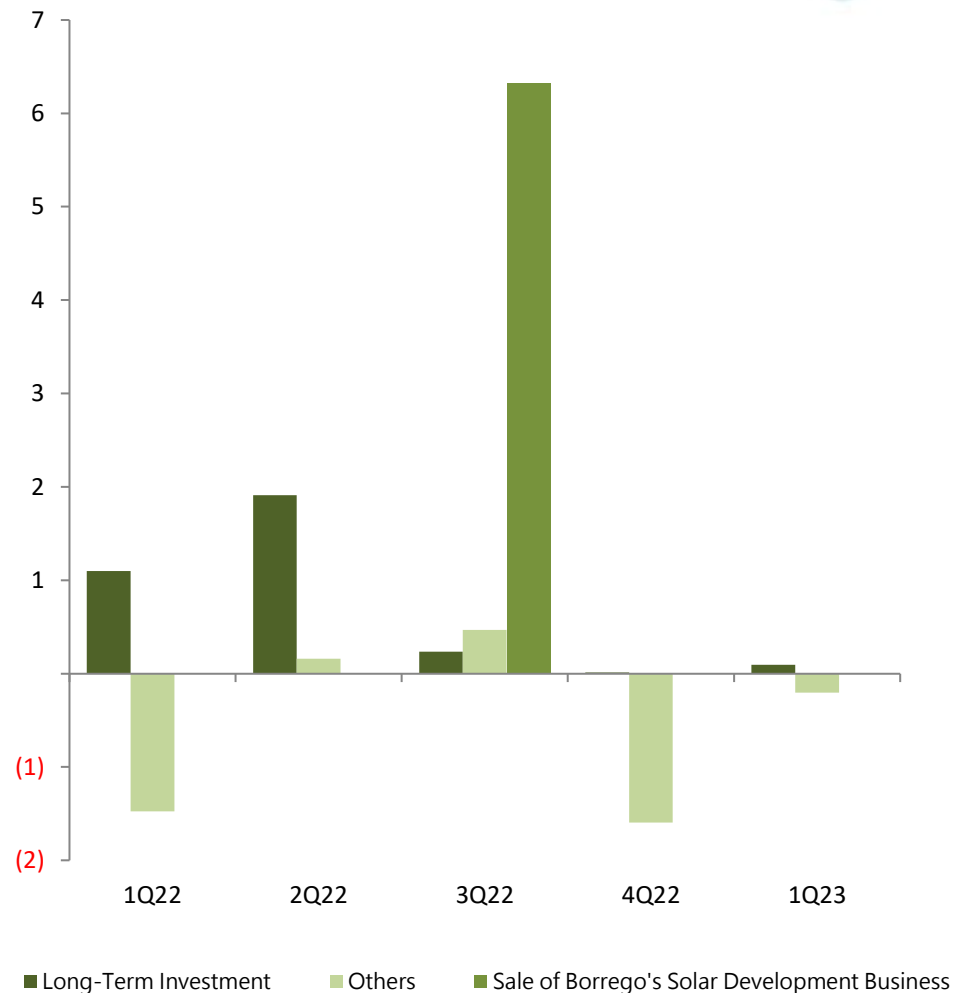
## Manufacturing Segment

(in NT\$ billion)



## Long Term Investments and Others

(in NT\$ billion)

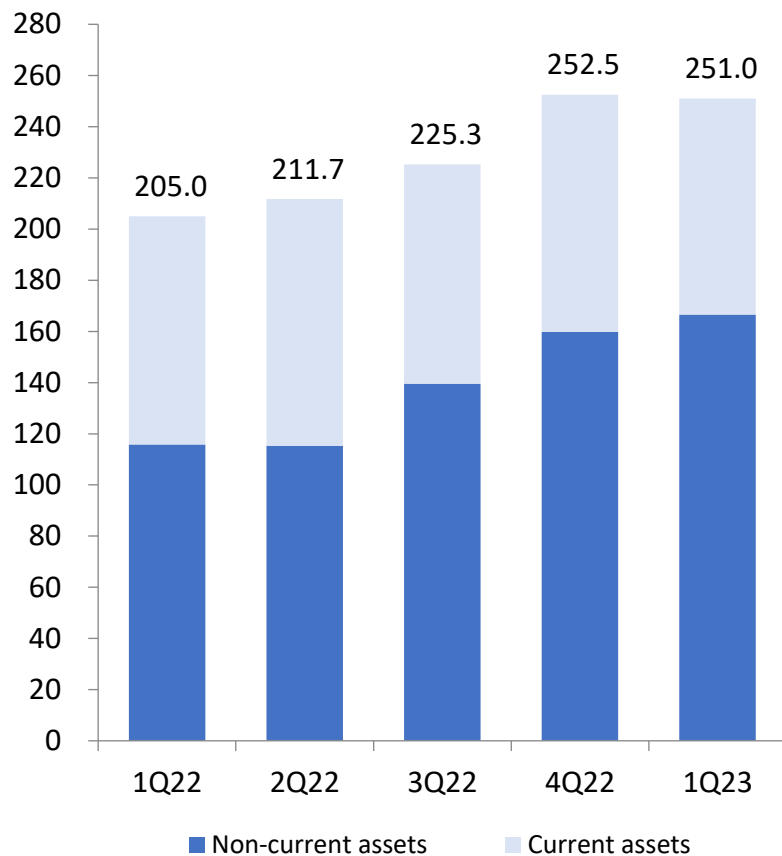




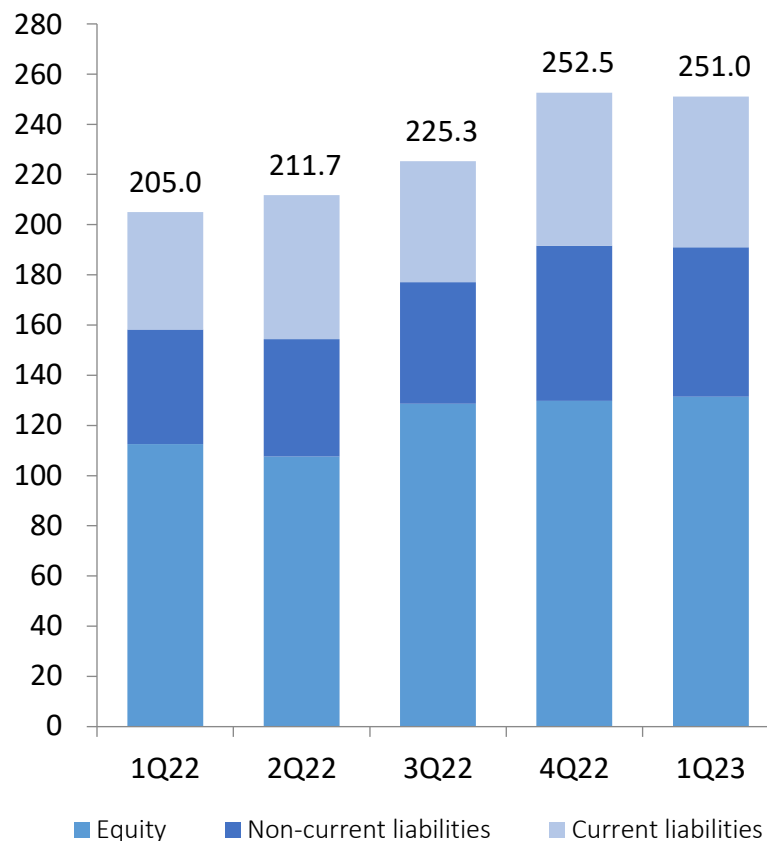
# 1Q23 Balance Sheet

## ■ Total Assets and Liabilities

(in NT\$ billion)



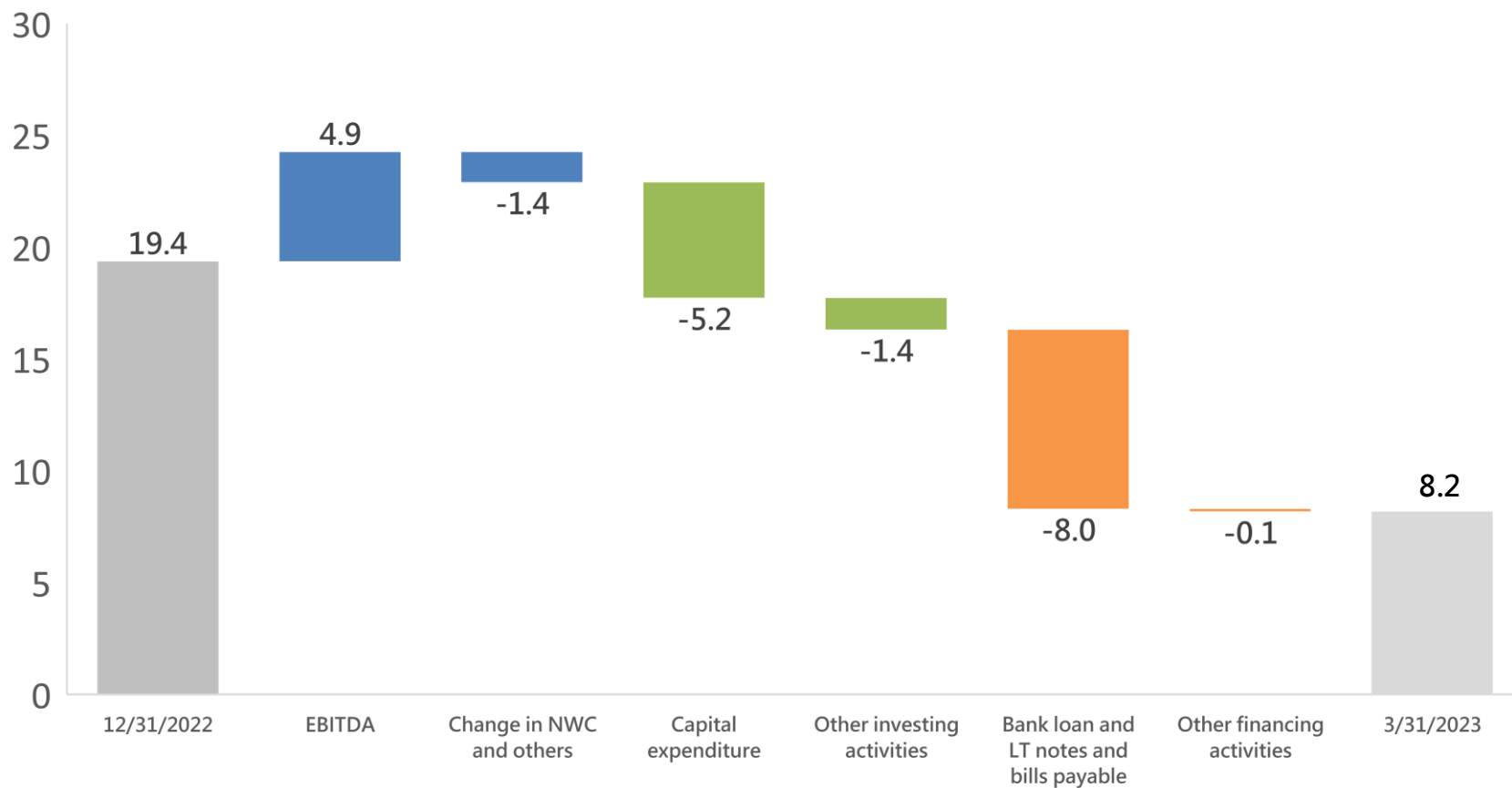
(in NT\$ billion)




# 1Q23 Cash Flow Statement

## ■ Cash Flow

(in NT\$ billion)





**Should you have any query, please dial  
+886 2 3396 1191 then press 9808505#**

**Thank you**

**IR@walsin.com**  
**<http://www.walsin.com/>**

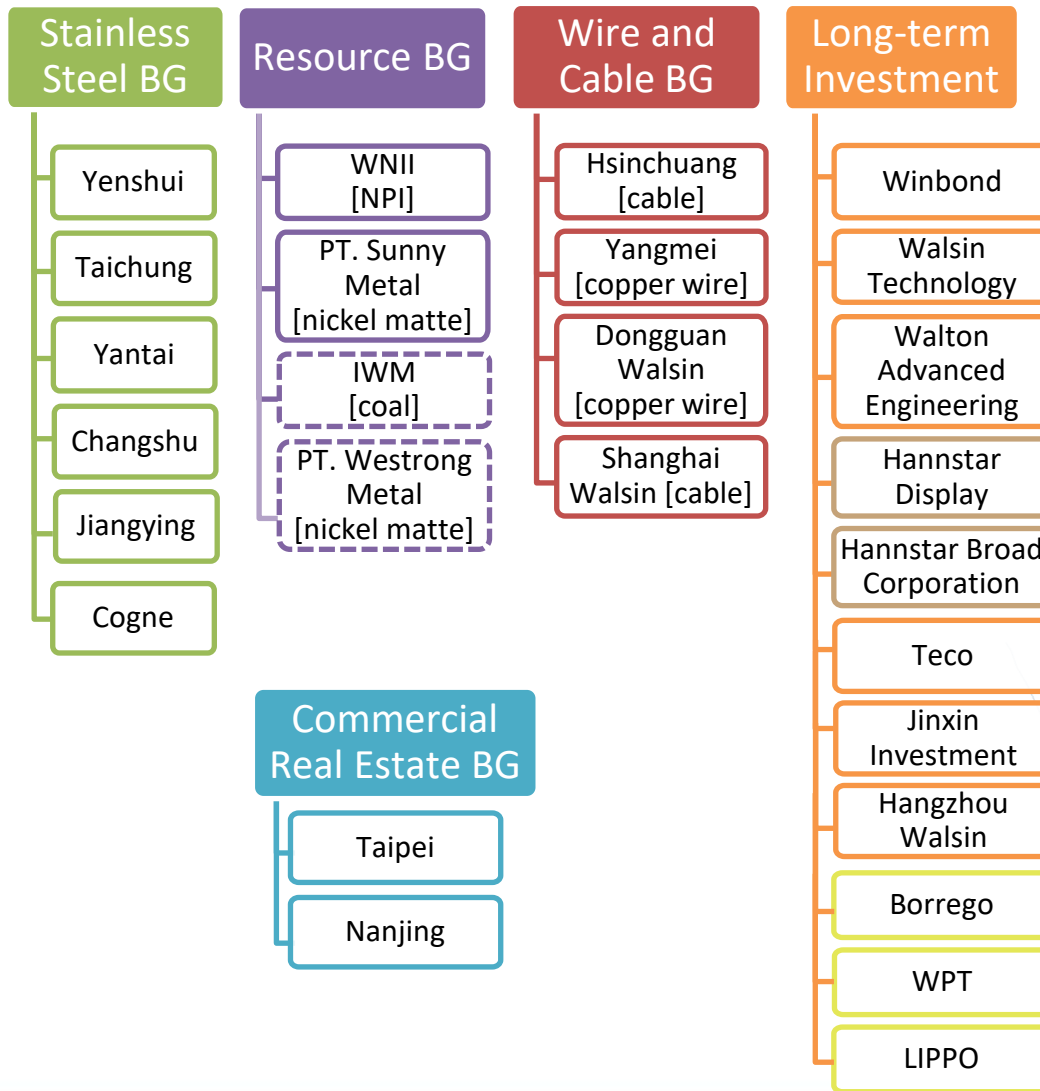


# Appendix

# Business Group Definitions

- **Stainless Steel BG:** Yenshui Plant, Taichung Plant, Yantai Walsin, Jiangying Walsin (alloy), Changshu Walsin, and Cogne
- **Wire and Cable BG:** Hsinchuang Plant, Yangmei Plant, Dongguan Walsin, and Shanghai Walsin
- **Resource BG:** WNII, PT. Sunny Metal, PT. Westrong Metal, and procurement and risk management
- **Long-Term Investment BG:** Winbond, Walsin Technology Corporation, Walton Advanced Engineering, Hannstar Display Corporation, Hannstar Broad Corporation, Borrego, Lippo, WPT, Hangzhou Walsin Power Cable & Wire Co., Ltd., Jinxin Investment, and Teco
- **Others:** Derivatives valuation gains/losses and others, material trading business, Real Estate BG

# Business Group Definitions (cont.)



## Commercial Real Estate BG

- Taipei
- Nanjing

