



FORMOSA ADVANCED TECHNOLOGIES CO., LTD.

Best Partner for DRAM Turn-key Services



FATC

Investor Conference

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Agenda

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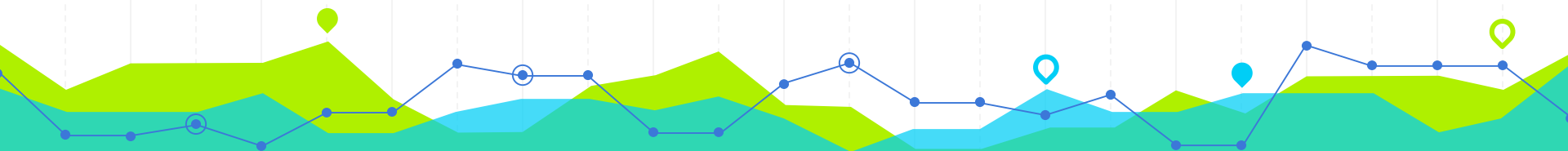
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Q1~Q3 2021 Financial Statements

1



1H'21 Financial Results Summary

(Thousand NT\$)

| Account | Items | Q1~Q3 21 | | Q1~Q3 20 | | Comparison | |
|---------------------------|-------|-----------|-------|-----------|-------|------------|------|
| | | Amount | % | Amount | % | Amount | % |
| Net Sales | | 7,449,895 | 100.0 | 7,342,406 | 100.0 | 107,489 | 1.5 |
| Gross Profit | | 1,494,618 | 20.1 | 1,393,650 | 19.0 | 100,968 | 7.2 |
| Operating Income | | 1,335,559 | 17.9 | 1,243,222 | 16.9 | 92,337 | 7.4 |
| EBITDA | | 2,492,576 | 33.5 | 2,565,570 | 34.9 | -72,994 | -2.8 |
| Income before Tax | | 1,394,811 | 18.7 | 1,307,733 | 17.8 | 87,078 | 6.7 |
| Net Income | | 1,133,452 | 15.2 | 1,086,685 | 14.8 | 46,767 | 4.3 |
| Earnings Per Share (NT\$) | | 2.56 | | 2.46 | | 0.10 | |
| Book Value Per Share | | 26.88 | | 24.64 | | 2.24 | |



Quarterly Profit Comparison

(Thousand NT\$)

| Items | Q3'21 | | Q2'21 | | Q1'21 | |
|---------------------------|-----------|-------|-----------|-------|-----------|-------|
| | Amount | % | Amount | % | Amount | % |
| Net Sales | 2,448,632 | 100.0 | 2,466,909 | 100.0 | 2,534,354 | 100.0 |
| Gross Profit | 476,070 | 19.4 | 518,117 | 21.0 | 500,431 | 19.7 |
| Operating Income | 420,947 | 17.2 | 465,456 | 18.9 | 449,156 | 17.7 |
| EBITDA | 856,428 | 35.0 | 810,190 | 32.8 | 825,958 | 32.6 |
| Income before Tax | 498,594 | 20.4 | 444,671 | 18.0 | 451,546 | 17.8 |
| Net Income | 413,701 | 16.9 | 358,515 | 14.5 | 361,236 | 14.3 |
| Earnings Per Share (NT\$) | 0.94 | | 0.80 | | 0.82 | |
| Book Value Per Share | 26.88 | | 26.16 | | 27.83 | |



Q3'21 VS. Q2'21 Results Comparison

(Thousand NT\$)

| Items Account | Q3'21 | | Q2'21 | | Comparison | | Remarks |
|------------------|-----------|-------|-----------|-------|------------|------|--|
| | Amount | % | Amount | % | Amount | % | |
| Net Sales | 2,448,632 | 100.0 | 2,466,909 | 100.0 | -18,277 | -0.7 | The revenue decreased 0.7% due to the OEM output decreased. |
| Gross Profit | 476,070 | 19.4 | 518,117 | 21.0 | -42,047 | -8.1 | Q3'21 gross profit decreased 8.1% mainly due to the OEM output decreased. |
| Operating Income | 420,947 | 17.2 | 465,456 | 18.9 | -44,509 | -9.6 | Q3'21 operating profit decreased NT\$44,509 thousand mainly due to the decreased gross profit NT\$42,047 thousand, SG&A increased NT\$1,713 thousand, and R&D expense increased NT\$749 thousand. |
| Net Income | 413,701 | 16.9 | 358,515 | 14.5 | 55,186 | 15.4 | Net income increased NT\$55,186 thousand mainly due to OP income decreased NT\$44,509 thousand, exchange losses increased NT\$48,177 thousand, dividend increased NT\$57,808 thousand and income tax decreased NT\$1,263 thousand. |

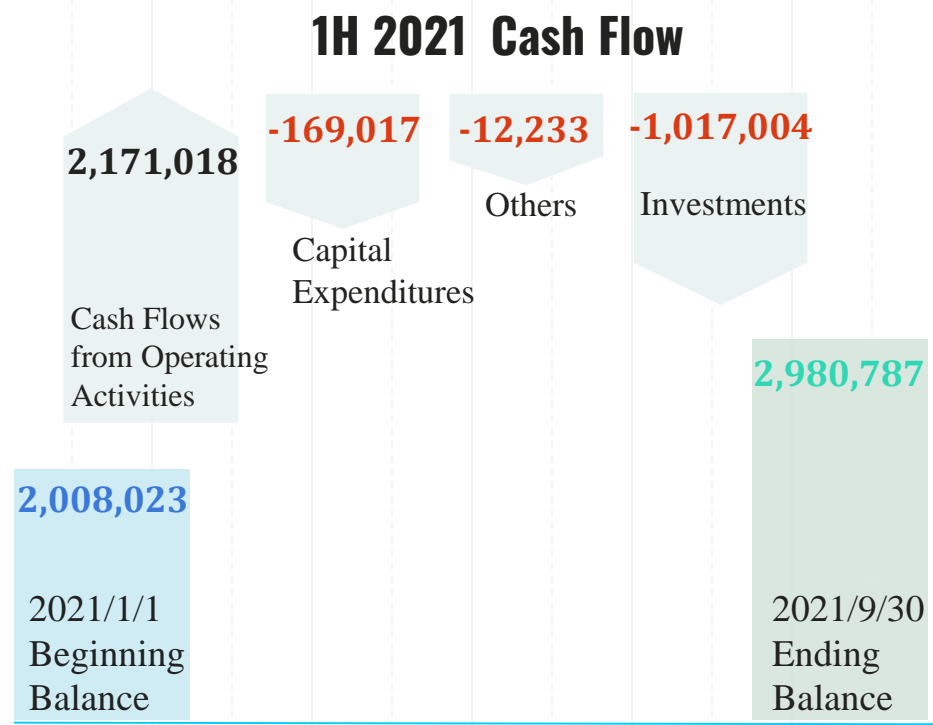


Cash Flow

(Thousand NT\$)

1H 2021 Cash Flow

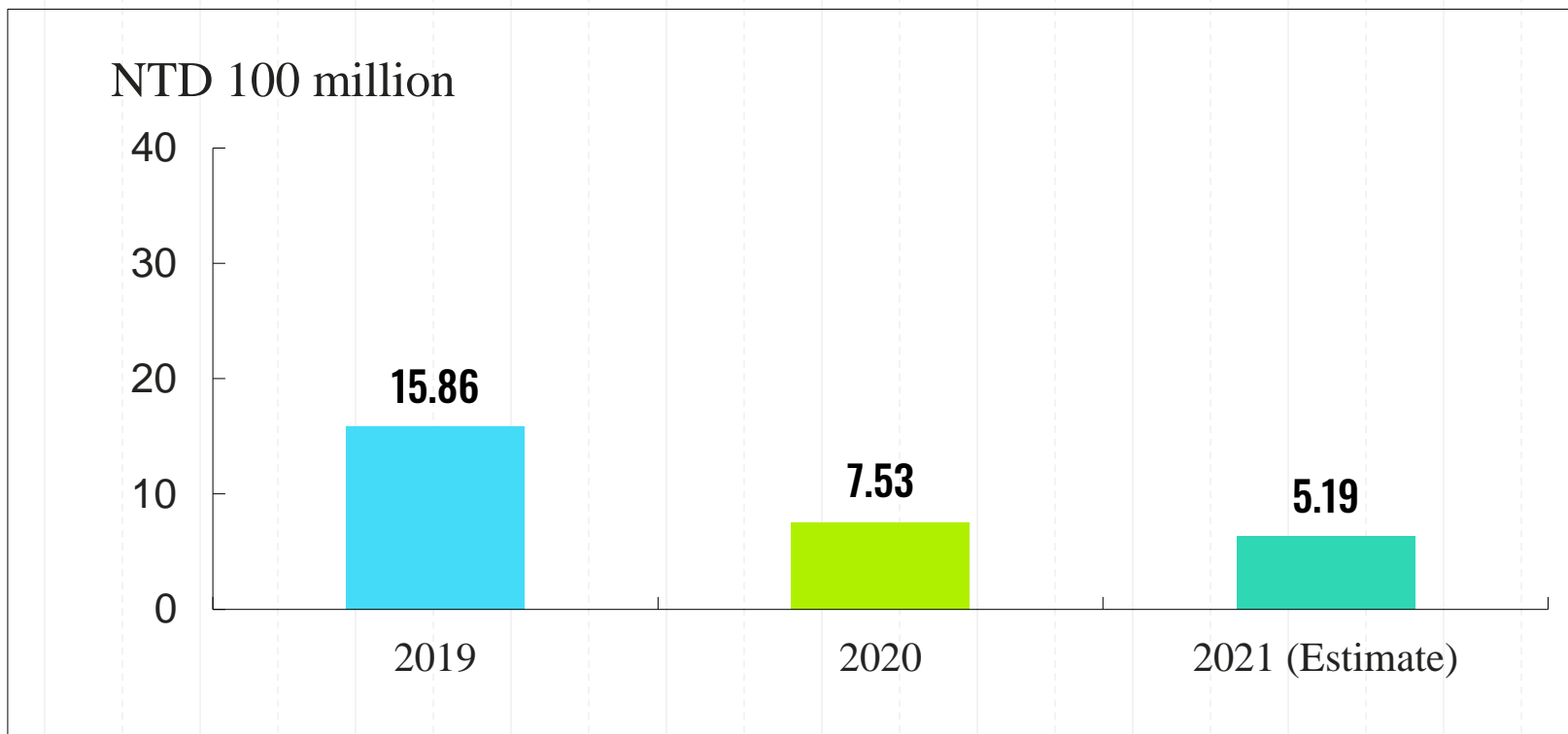
| | Q3'21 | Q2'21 |
|--------------------------------------|------------|-----------|
| Beginning Balance | 3,205,334 | 2,579,005 |
| Cash Flows from Operating Activities | 843,653 | 694,588 |
| Capital Expenditures | -50,952 | -66,186 |
| Others | -244 | -2,073 |
| Investments | -1,017,004 | 0 |
| Ending Balance | 2,980,787 | 3,205,334 |
| Free Cash Flow | 792,701 | 628,402 |



Q1~Q3 21 Free Cash Flow NT\$2,002,001 Thousand

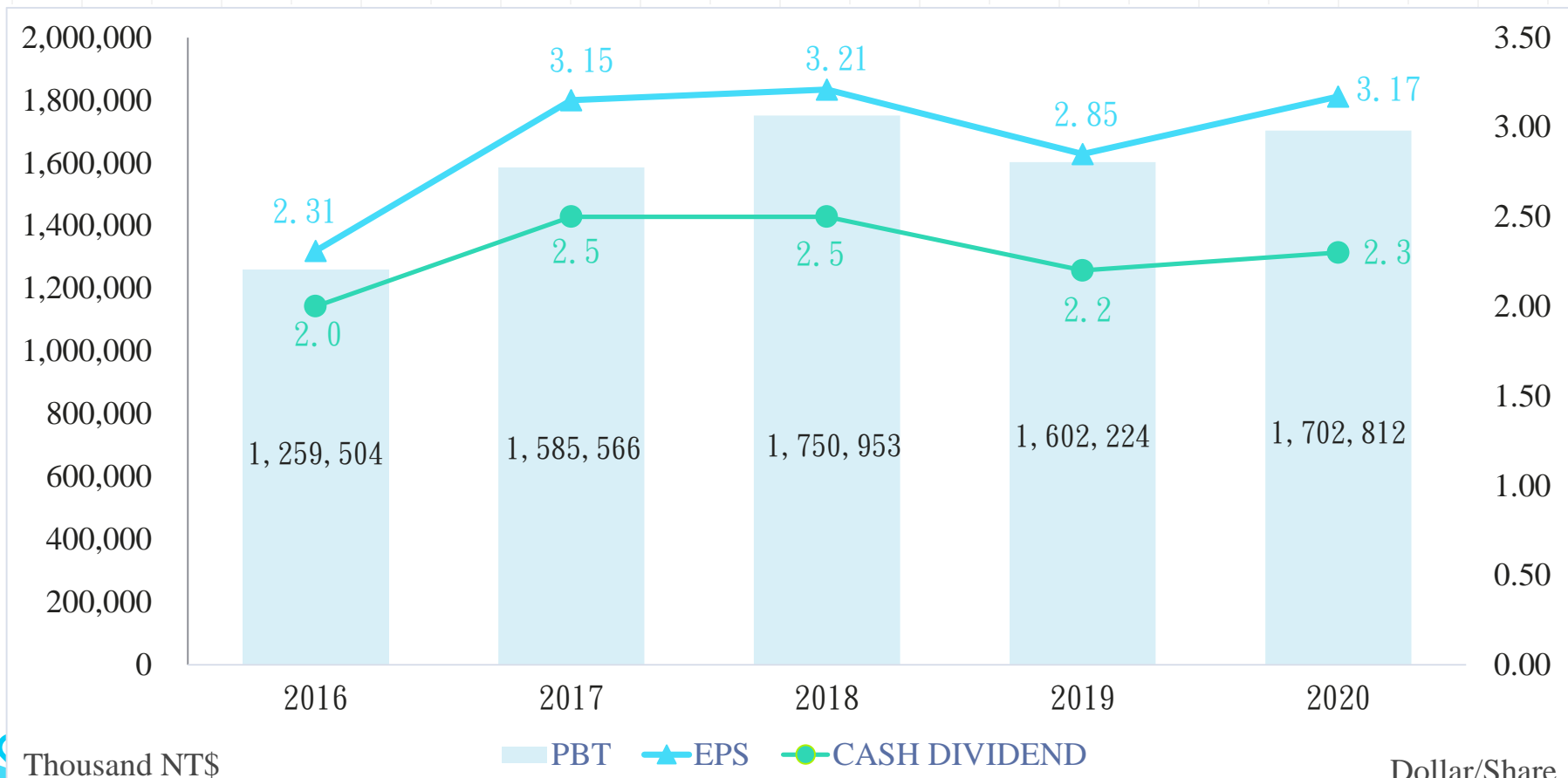


CAPEX





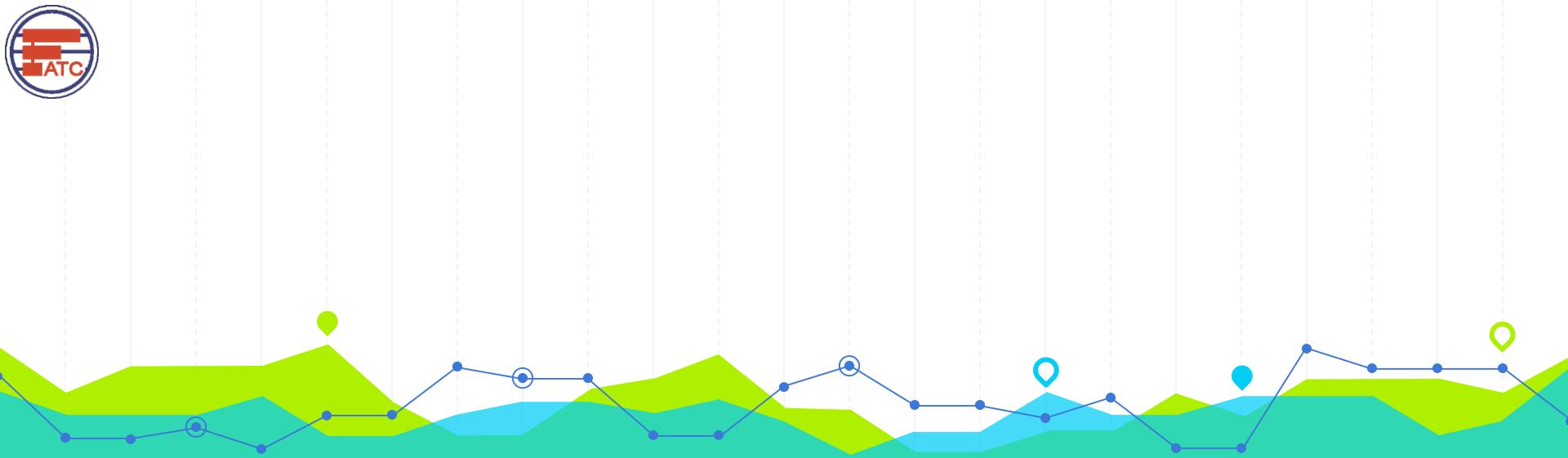
PBT, EPS and CASH DIVIDEND 2016-2020



Thousand NT\$

■ PBT ▲ EPS ● CASH DIVIDEND

Dollar/Share



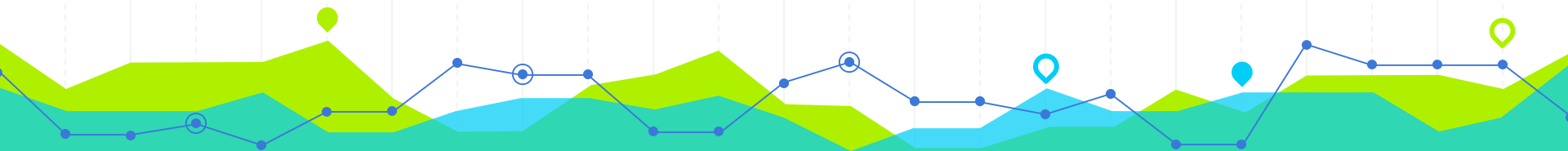
Research and Development Plan **2**



Research & Development Plan

The memory IC has been made towards, high speed, high bandwidth, high capacity, low energy consumption, and FATC's assembly technology development trends include:

- 1** To meet a multi-functional single IC, will integrate different functional chips and miniaturize the signal connection between each chips.
- 2** To meet the goal of light, thin, short, high efficiency packages, will simulate IC with technologies.
- 3** To meet the miniaturization of the wafer process and production of DDR5, will develop on molding and small bump space bonding packaging technology.
- 4** Under the existing developed technology, to satisfying customers' demands of foundry needs.



Business Overview and Market Outlook

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Business Overview

- 1** To meet the increased orders, although there will be some issues in supply chain, it will gradually growth after correction.
- 2** To expend the production capacity to meet the increased memory module orders.
- 3** To expand the advanced technology of high-level memory product, the related Assembly, Burning and high-speed Testing will be ready.



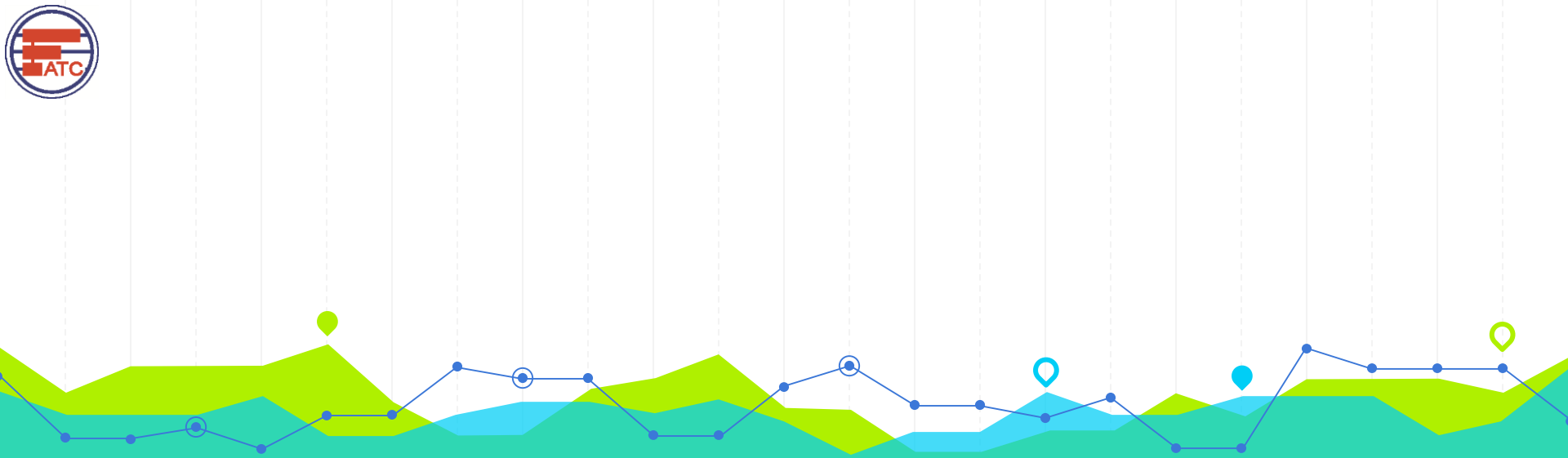
Business Review and Outlook

1 Q3'21 keep going and stable.

2 The market has corrected briefly in Q4'21.

3 The trend of remote working, IoT, and intelligent vehicle, are expected to drive market demand. It will gradually growth after short term correction.

4 Due to the continued material supply shortage, FATC has taken several improvements to respond.



Q & A

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Thanks !