

PEGATRON



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2021 Second Quarter Business Review

August 10, 2021

- **Financial Results**
- **Business Highlight**

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

2Q2021 Consolidated Financial Result

Consolidated Income Statements

<i>(NT\$ Mn)</i>	1H2021		1H2020		YoY
Net Revenue	488,899	100%	606,321	100%	-19.4%
COGS	469,950	96.1%	585,831	96.6%	-19.8%
Gross Profit	18,949	3.9%	20,490	3.4%	-7.5%
Operating Expense	14,039	2.9%	14,322	2.4%	-2.0%
Operating Income (Loss)	4,910	1.0%	6,168	1.0%	-20.4%
Net Non-Operating Income (Loss)	7,043	1.4%	6,309	1.0%	11.6%
FX Gain (Loss)	1,463	0.3%	611	0.1%	139.4%
Others	5,580	1.1%	5,698	0.9%	-2.1%
PBT	11,953	2.4%	12,477	2.1%	-4.2%
Tax	(260)	0.1%	(3,367)	0.6%	-92.3%
Net Income	11,693	2.4%	9,110	1.5%	28.4%
Net Income Attributable to the Parent	10,016	2.0%	8,619	1.4%	16.2%
EPS	3.76		3.30		13.9%

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Consolidated Income Statements (Quarter-over-Quarter)

<i>(NT\$ Mn)</i>	2Q 2021		1Q 2021		QoQ	2Q 2020		YoY
Net Revenue	272,277	100%	216,622	100%	25.7%	327,843	100%	-16.9%
COGS	262,566	96.4%	207,384	95.7%	26.6%	313,518	95.6%	-16.3%
Gross Profit	9,711	3.6%	9,238	4.3%	5.1%	14,325	4.4%	-32.2%
Operating Expense	7,017	2.6%	7,022	3.2%	-0.1%	7,874	2.4%	-10.9%
Operating Income (Loss)	2,694	1.0%	2,216	1.0%	21.6%	6,451	2.0%	-58.2%
Net Non-Operating Income (Loss)	5,411	2.0%	1,632	0.8%	231.6%	4,327	1.3%	25.1%
FX Gain (Loss)	1,014	0.4%	449	0.2%	125.8%	(21)	0.0%	4928.6%
Others	4,397	1.6%	1,183	0.5%	271.7%	4,348	1.3%	1.1%
PBT	8,105	3.0%	3,848	1.8%	110.6%	10,778	3.3%	-24.8%
Tax	(1,627)	0.6%	1,367	0.6%	-219.0%	(2,827)	0.9%	-42.4%
Net Income	6,478	2.4%	5,215	2.4%	24.2%	7,951	2.4%	-18.5%
Net Income Attributable to the Parent	5,344	2.0%	4,673	2.2%	14.4%	7,074	2.2%	-24.5%
EPS	2.01		1.75		14.9%	2.71		-25.8%

Consolidated Balance Sheet

<i>(NT\$ Mn)</i>	2021/6/30		2020/12/31		Diff	2020/6/30		Diff
Cash and Equivalents	106,910	19%	125,997	18%	(19,087)	176,682	28%	(69,772)
AR (Net)	161,278	28%	223,964	33%	(62,686)	189,862	30%	(28,584)
Inventory (Net)	143,892	25%	165,142	24%	(21,250)	119,530	19%	24,362
Other Current Assets	46,918	8%	67,028	10%	(20,110)	49,512	8%	(2,594)
Total Current Assets	458,998	80%	582,131	85%	(123,133)	535,586	85%	(76,588)
Fixed Assets (Net)	65,352	11%	83,385	12%	(18,033)	77,960	12%	(12,608)
Total Non-Current Assets	112,099	20%	102,216	15%	9,883	92,708	15%	19,391
Total Assets	571,097	100%	684,347	100%	(113,250)	628,294	100%	(57,197)
Short-term Borrowings	118,160	21%	112,198	16%	5,962	139,084	22%	(20,924)
AP	167,469	29%	256,879	38%	(89,410)	190,864	30%	(23,395)
Total Current Liabilities	348,485	61%	444,312	65%	(95,827)	405,242	64%	(56,757)
Long-term Loans	38,499	7%	35,538	5%	2,961	29,826	5%	8,673
Total Liabilities	390,610	68%	485,406	71%	(94,796)	440,559	70%	(49,949)
Equity Attributable to the Parent	155,804	27%	162,595	24%	(6,791)	152,981	24%	2,823
Total Equity	180,487	32%	198,941	29%	(18,454)	187,735	30%	(7,248)
Total Liabilities and Equity	571,097	100%	684,347	100%	(113,250)	628,294	100%	(57,197)
Current Ratio	132%		131%		-	132%		-
Debt Ratio (TTL Liabilities / TTL Assets)	68%		71%		-	70%		-
Interest-bearing Debt Ratio	27%		22%		-	27%		-

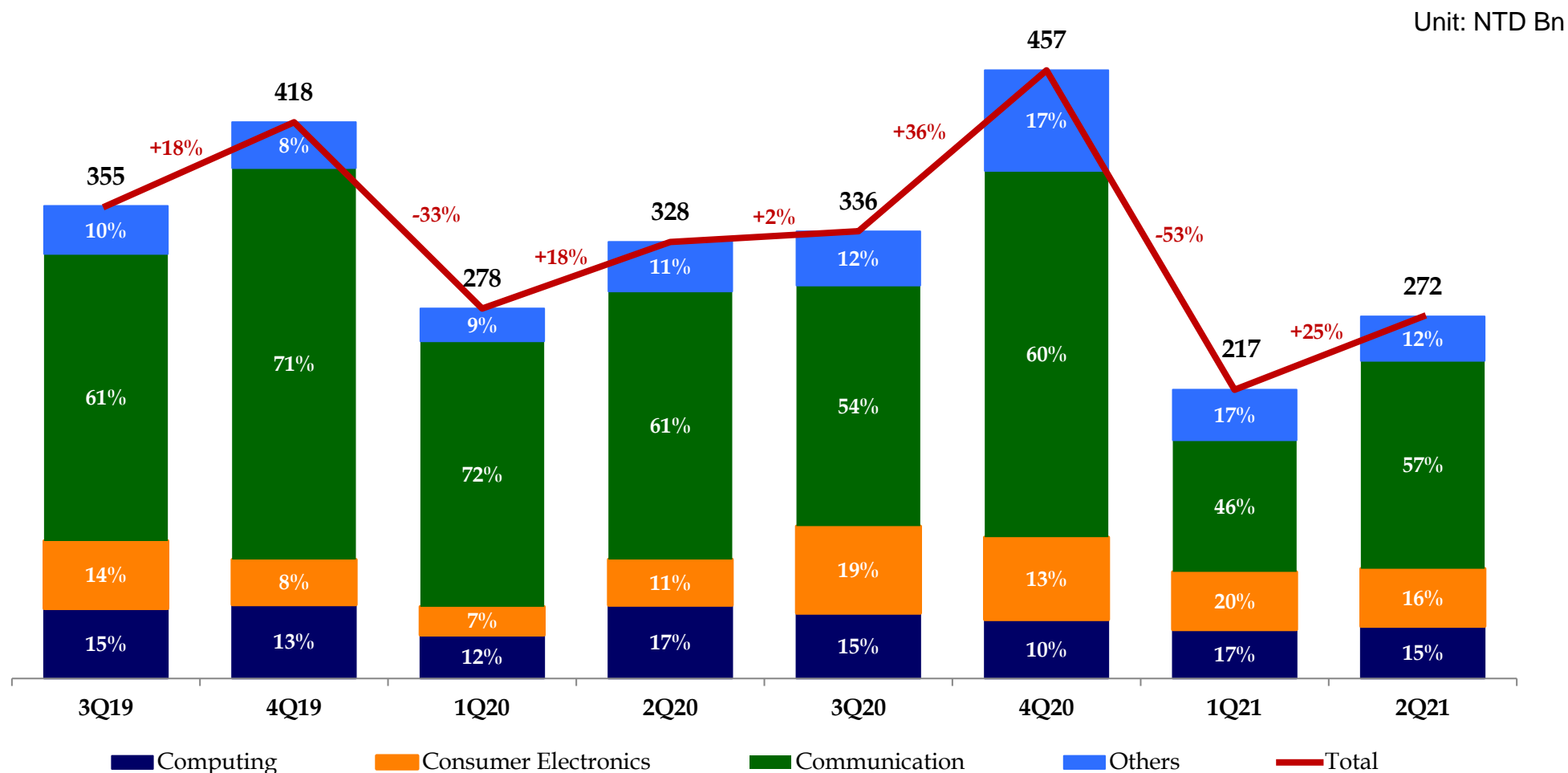
Consolidated Cash Flows Statement

<i>(NT\$ Mn)</i>	1H2021	1H2020
Cash Flows from Operating Activities:	31,538	(31,195)
Cash Flows from Investing Activities:	(44,175)	(6,803)
Cash Flows from Financing Activities:	(4,734)	70,391
Impact from Changes in FX Rate	(1,716)	(1,507)
Net Increase in Cash	(19,087)	30,886
Cash, beginning of the period	125,997	145,796
Cash, end of the period	106,910	176,682

<i>Note:</i>	1H2021	1H2020
Depreciation and amortization	6,978	9,124

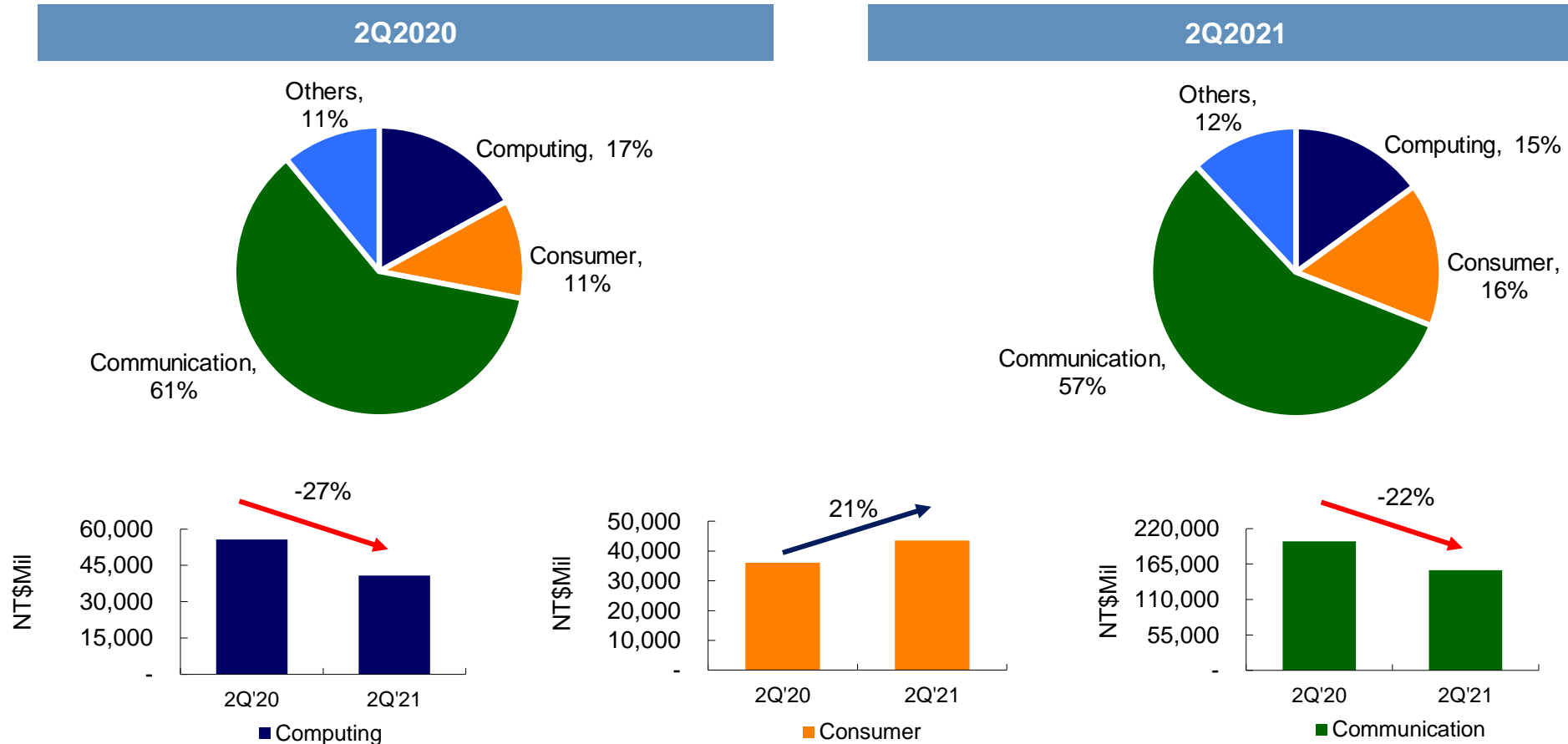
Business Highlight

Consolidated Revenue Trend



Consolidated revenue totaled NT\$272Bn in 2Q2021, increased by 25% QoQ, mainly attributable to better contribution from Computing and Communication segments.

Revenue Breakdowns by Products (Year-over-Year)

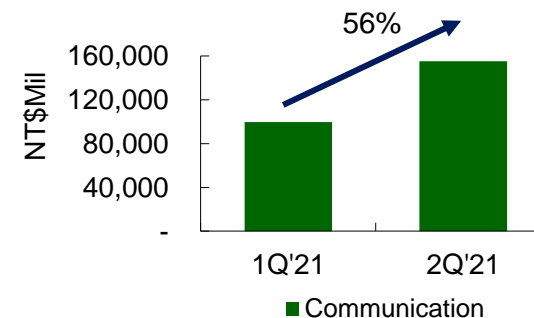
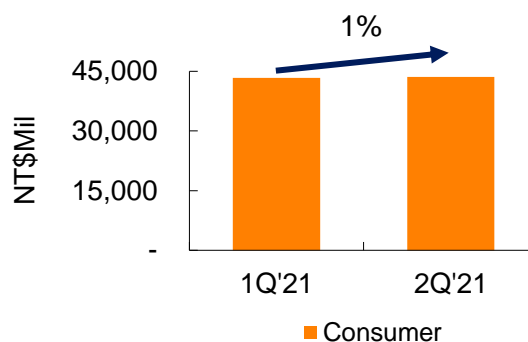
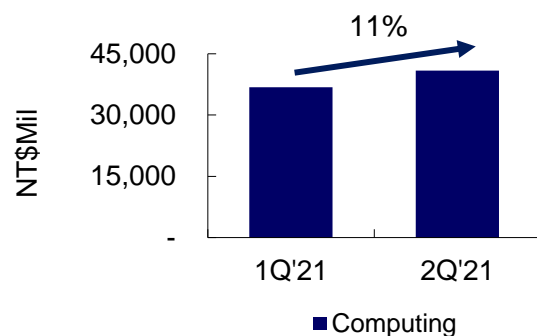
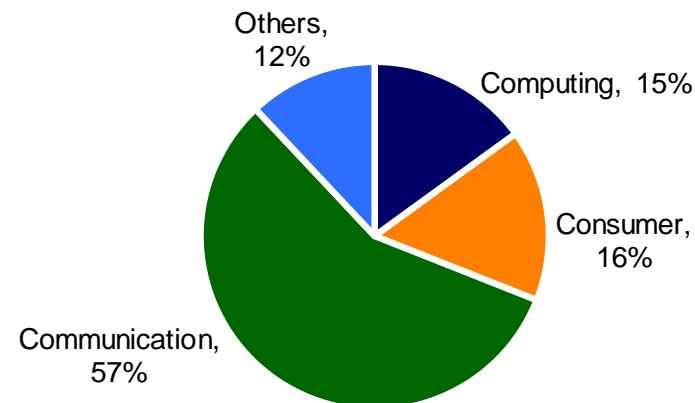
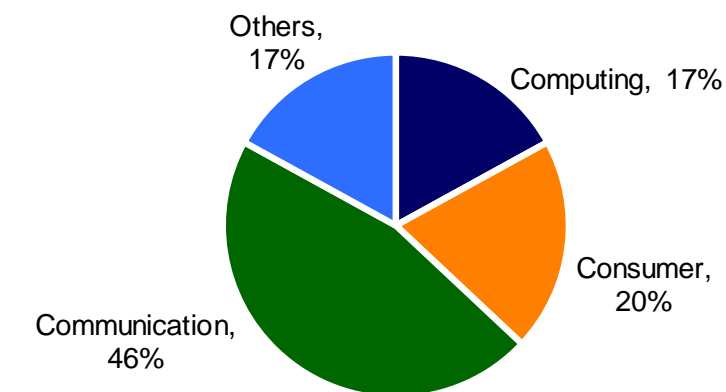


Benefitting from new product launch, revenue from Consumer Electronic segment was up by 21% YoY. Revenue from Computing segment declined by 27% YoY due to product mix and component shortage, while that of Communication segment declined by 22% YoY as a result of slower demand.

Revenue Breakdowns by Products (Quarter-over-Quarter)

1Q2021

2Q2021



Driven by better demand, revenue from Computing and Communication segments were up by 11% and 56% QoQ respectively, while revenue from Consumer Electronics segment remained flattish.

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