



# 2009H1 Results Investor Conference

August 12, 2009

**YOUNG**Optics





- Except for historical information contained herein, the matters set forth in this presentation are forward-looking statements that are subject to significant risks and uncertainties and actual results may differ materially from those contained in any forward-looking statements.
- The forward-looking statements in this release reflect the current belief of Young Optics as of the date of this release and Young Optics undertakes no obligation to update these forward-looking statements for events or circumstances that occur subsequent to such date.

# 1 H09 Financial Highlight

(consolidated)



<b>NTD : Millions</b>	<b>09'1H</b>	<b>08'2H</b>	<b>08'1H</b>
<b>Net sales</b>	<b>2,885</b>	<b>3,733</b>	<b>3,280</b>
<b>Gross Margin(%)</b>	<b>26.7</b>	<b>21.2</b>	<b>25.7</b>
<b>Net income</b>	<b>229</b>	<b>296</b>	<b>310</b>
<b>EPS* (NT\$)</b>	<b>2.15</b>	<b>2.78</b>	<b>2.98</b>
<b>Cash and cash equivalents</b>	<b>1,513</b>	<b>948</b>	<b>1,363</b>
<b>Interest-bearing Debt</b>	<b>45</b>	<b>34</b>	<b>537</b>
<b>Shareholders' equity</b>	<b>2,165</b>	<b>2,289</b>	<b>1,892</b>
<b>EBITDA**</b>	<b>457</b>	<b>498</b>	<b>497</b>
<b>ROE(%)</b>	<b>26</b>	<b>29</b>	<b>23</b>

\*EPS was calculated based on the weighted average of outstanding 106,559,785 shares.

\*\*EBITDA = Net income + interest + tax + depreciation & amortization expenses



Amount: NT\$ Million Except Per Share Data

	09'1H	08'2H	09'1H vs 08'2H(%)	08'1H	09'1H vs 08'1H(%)
<b>Net sales</b>	<b>2,885</b>	<b>3,733</b>	-22.7%	<b>3,280</b>	-12.0%
<b>Gross profits</b>	<b>769</b>	<b>792</b>	-2.9%	<b>844</b>	-8.8%
Gross margin	26.7%	21.2%	25.8%	25.7%	3.8%
Operating expenses	<b>465</b>	<b>501</b>	-7.1%	<b>449</b>	3.6%
<b>Operating income</b>	<b>304</b>	<b>291</b>	4.7%	<b>395</b>	-23.0%
Fx Gain(Loss)	<b>8</b>	<b>45</b>	-82.2%	<b>(30)</b>	-126.9%
Other non-operating item	<b>13</b>	<b>20</b>	-36.0%	<b>18</b>	-28.8%
<b>Income before income taxes</b>	<b>325</b>	<b>356</b>	-8.8%	<b>383</b>	-15.2%
Income tax expenses	<b>96</b>	<b>60</b>	59.2%	<b>73</b>	31.1%
<b>Net income</b>	<b>229</b>	<b>296</b>	-22.6%	<b>310</b>	-26.1%
<b>EPS before tax*</b>					
Consolidated net income	3.05	3.34		3.59	
Minority interest (before acquired)				0.07	
<b>Belong to parent company</b>	<b>3.05</b>	<b>3.34</b>	-8.7%	<b>3.66</b>	-16.6%
<b>EPS after tax*</b>					
Consolidated net income	2.15	2.78		2.91	
Minority interest (before acquired)				0.07	
<b>Belong to parent company</b>	<b>2.15</b>	<b>2.78</b>	-22.7%	<b>2.98</b>	-27.9%
<b>EBITDA**</b>	<b>457</b>	<b>498</b>	-8.3%	<b>497</b>	-8.1%

\* EPS was calculated based on the weighted average of outstanding 106,559,785 shares.

\*\* EBITDA = Net income + interest + tax + depreciation & amortization expenses

# 2009.06.30 Balance Sheet

(Consolidated)



Amount : NT\$ Million	2009.06.30		2008.12.31		2008.06.30	
	Amount	%	Amount	%	Amount	%
Cash and cash equivalents	1,513	40.1	948	25.8	1,363	32.0
Accounts receivable-net	893	23.7	1,114	30.3	1,311	30.8
Inventories, net	438	11.6	520	14.1	452	10.6
<b>Total current assets</b>	<b>2,940</b>	<b>78.0</b>	<b>2,725</b>	<b>74.1</b>	<b>3,245</b>	<b>76.3</b>
<b>Fixed assets</b>	<b>688</b>	<b>18.2</b>	<b>777</b>	<b>21.1</b>	<b>823</b>	<b>19.4</b>
<b>Other assets</b>	<b>142</b>	<b>3.8</b>	<b>176</b>	<b>4.8</b>	<b>184</b>	<b>4.3</b>
<b>Total assets</b>	<b>3,770</b>	<b>100.0</b>	<b>3,678</b>	<b>100.0</b>	<b>4,252</b>	<b>100.0</b>
Short-term loans	45	1.2	34	0.9	537	12.6
Accounts payables	505	13.4	556	15.1	796	18.7
Accrued expenses & other payables	797	21.1	487	13.2	677	15.9
<b>Total current liabilities</b>	<b>1,438</b>	<b>38.2</b>	<b>1,241</b>	<b>33.7</b>	<b>2,193</b>	<b>51.6</b>
<b>Other liabilities</b>	<b>167</b>	<b>4.4</b>	<b>148</b>	<b>4.1</b>	<b>167</b>	<b>3.9</b>
<b>Total liabilities</b>	<b>1,605</b>	<b>42.6</b>	<b>1,389</b>	<b>37.8</b>	<b>2,360</b>	<b>55.5</b>
<b>Shareholders' equity</b>	<b>2,165</b>	<b>57.4</b>	<b>2,289</b>	<b>62.2</b>	<b>1,892</b>	<b>44.5</b>

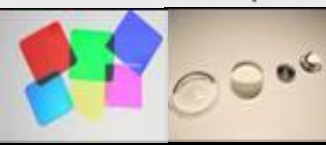


# Key Financial Ratio

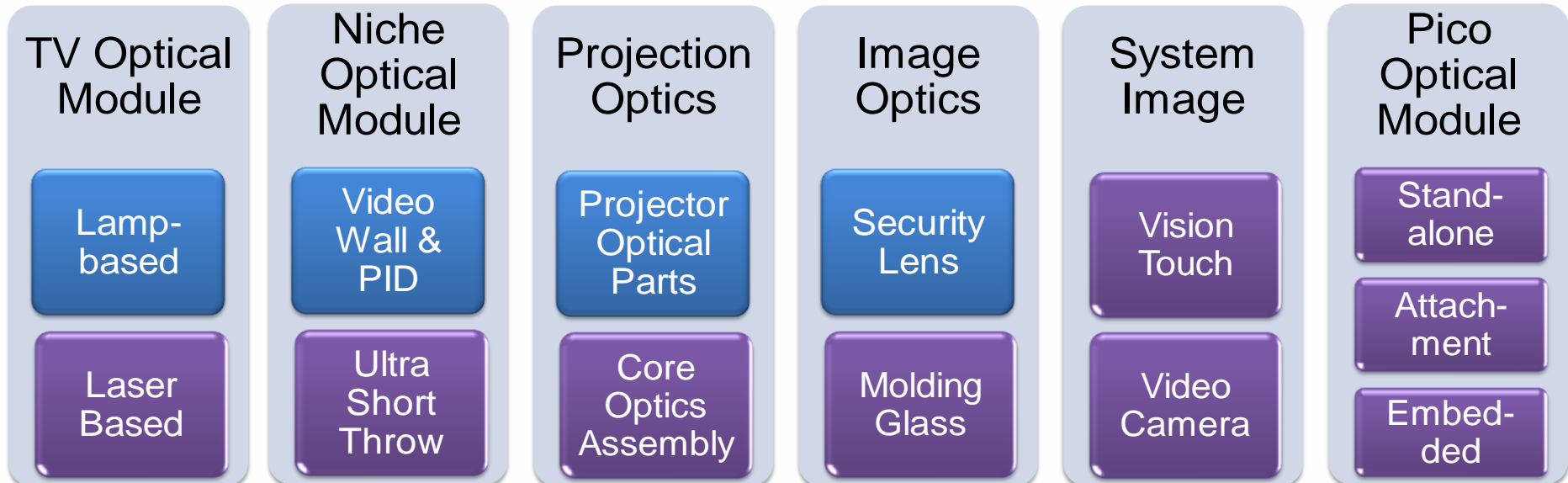
(Consolidated)

	<b>2009</b>	<b>2008</b>	
	<b>06/30</b>	<b>12/31</b>	<b>06/30</b>
<b>Current Ratio(%)</b>	<b>204</b>	<b>220</b>	<b>148</b>
<b>AR Turnover Days</b>	<b>62</b>	<b>53</b>	<b>67</b>
<b>Inventory Turnover Days</b>	<b>32</b>	<b>28</b>	<b>38</b>
<b>Total Liab./ Total Assets(%)</b>	<b>43</b>	<b>38</b>	<b>56</b>
<b>Returns On Assets(%)</b>	<b>13</b>	<b>18</b>	<b>11</b>
<b>Returns On Equity(%)</b>	<b>26</b>	<b>29</b>	<b>23</b>

Note : The ratios are calculated on the trailing twelve months basis.



# What is Young Optics Doing?



## Optical Solutions for Vision Applications

### Design Competence

Imaging- Projection & Capture

Illumination- Light Modulation

Precision Mechanical & Thermal

Driver Electronics

Image- Processing & SW

### Process Competence

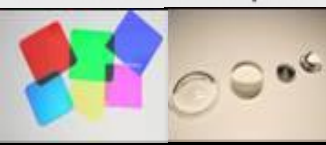
Glass-Polish  
Glass-Molding  
Mold-Injection

Thin-Film Coating

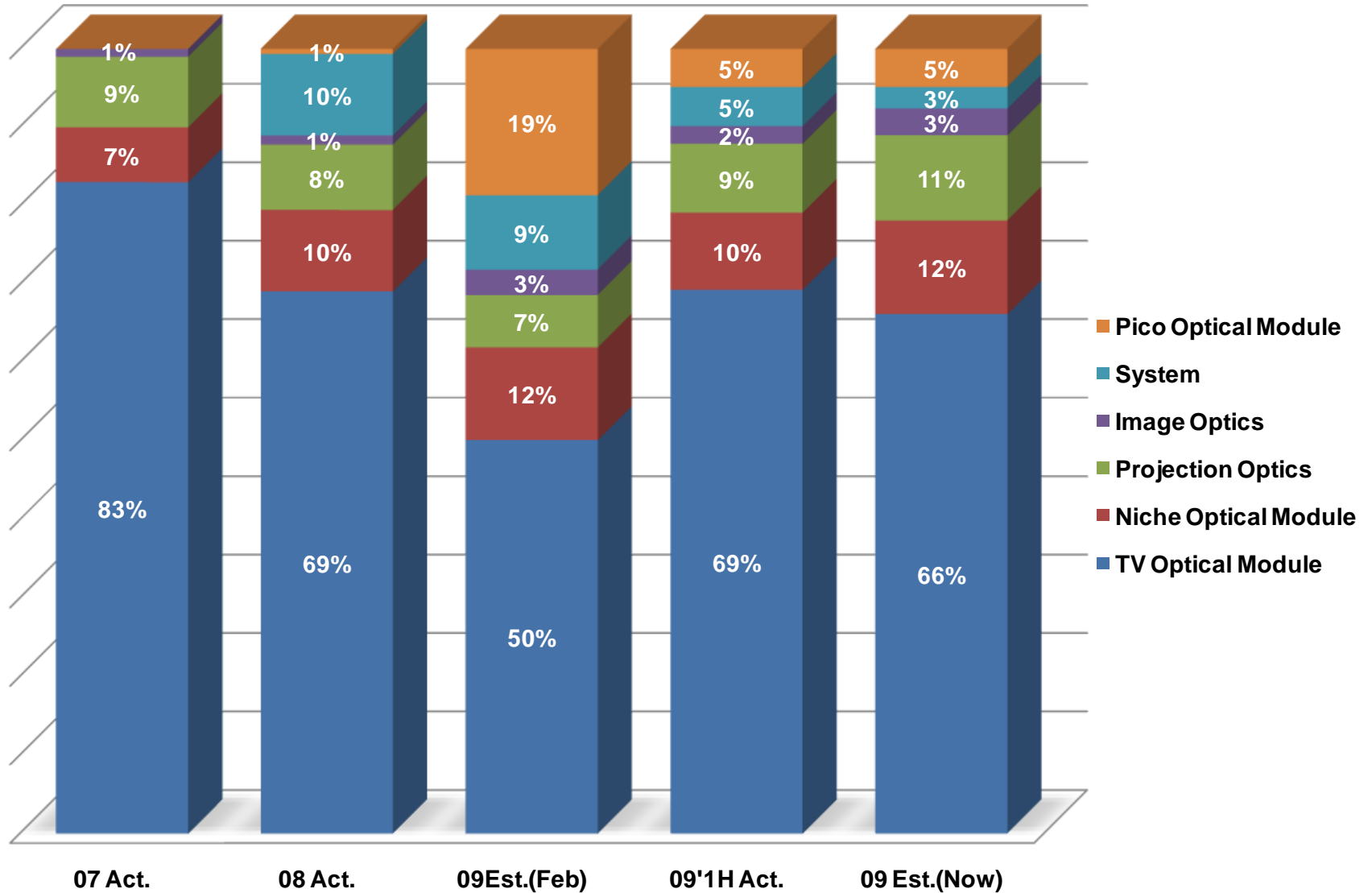
Precision Machining & Tooling

Optical Alignment & Assembly

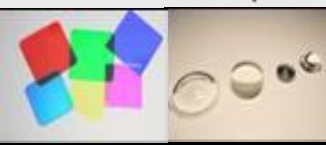
Image Quality Tweaking



# Biz Lines Momentum







# Estimate of Pico Market

**Enablers of Pico Growth**

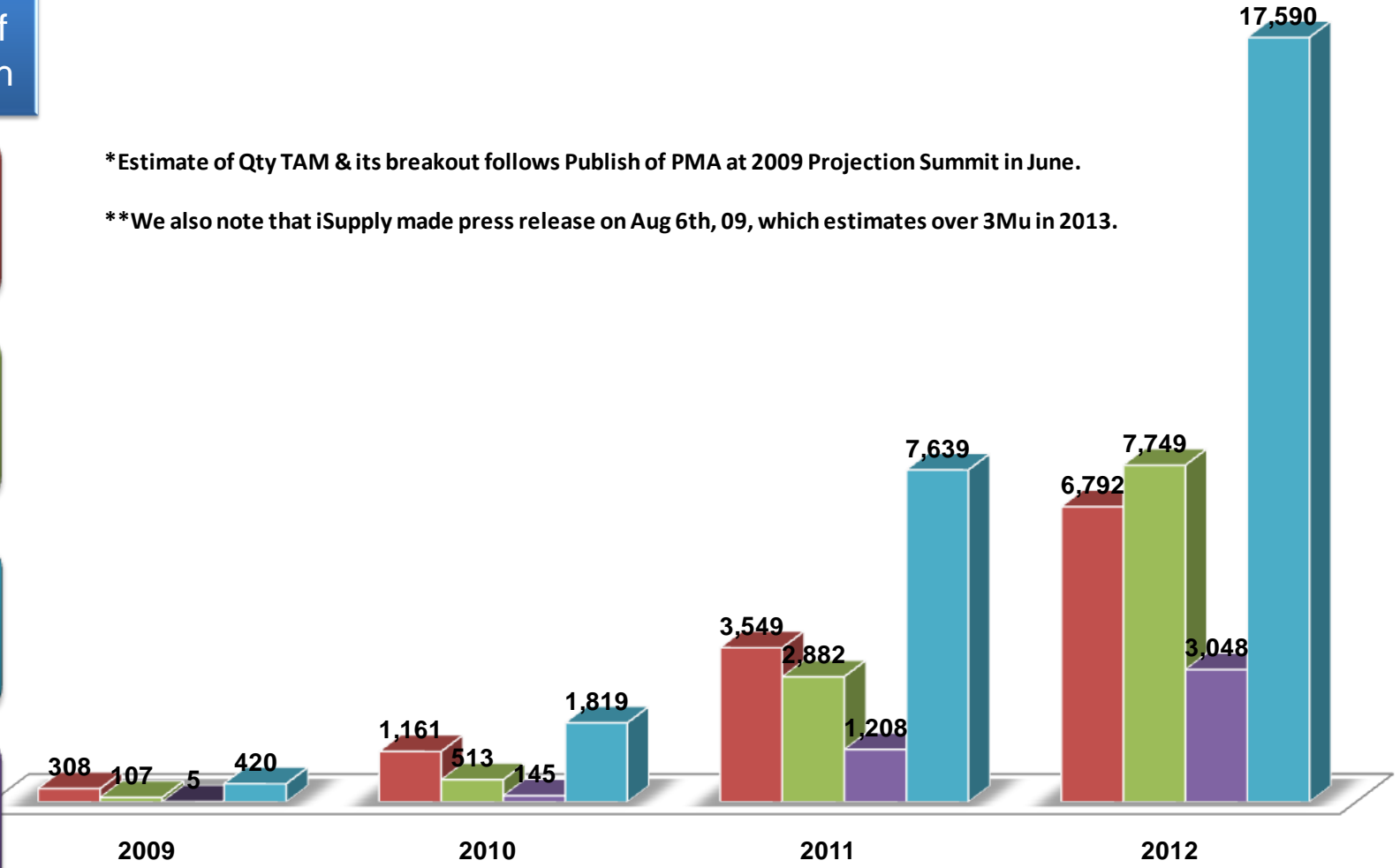
**Price**

**Performance**

**Contents & Apps**

**Comm. Infra**

■ Companion ■ Embedded Mobile ■ Embedded Fixed ■ TAM Ku



\*Estimate of Qty TAM & its breakout follows Publish of PMA at 2009 Projection Summit in June.

\*\*We also note that iSupply made press release on Aug 6th, 09, which estimates over 3Mu in 2013.



# Questions & Answers

website: [www.youngoptics.com](http://www.youngoptics.com)

