

YOUNGOptics *Everyone's Optics*



2019 2H Results Investor Conference

Feb 14, 2020

Disclaimer

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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.

Income Statement(Consolidated)_HoH

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Amount: NT\$ Million Except Per Share Data

	2019 2H		2019 1H		HoH	2018 2H		YoY
Net Sales	2,384	100%	2,436	100%	(2.1%)	3,455	100%	(31.0%)
Cost of Goods Sold	(1,856)	(77.9%)	(1,935)	(79.4%)	(4.1%)	(2,752)	(79.7%)	(32.6%)
Gross Profit	528	22.1%	501	20.6%	5.4%	703	20.3%	(24.9%)
Operating Expenses	(551)	(23.1%)	(486)	(20.0%)	13.4%	(580)	(16.7%)	(5.0%)
Operating Income	(23)	(1.0%)	15	0.6%	(253.3%)	123	3.6%	(118.7%)
Non-operating Income, Net	(3)	(0.1%)	16	0.7%	(118.8%)	39	1.1%	(107.7%)
Income Before Tax	(26)	(1.1%)	31	1.3%	(183.9%)	162	4.7%	(116.0%)
Net Income	(33)	(1.4%)	38	1.6%	(186.8%)	122	3.5%	(127.0%)
Shareholders of the Parent Company	(34)		38		(189.5%)	121		(128.1%)
Non-Controlling Interests	0		0		35.8%	1		(22.3%)
Basic EPS (NT\$)^(a)	(0.29)		0.33		(187.9%)	1.07		(127.1%)
EBITDA	145	6.1%	195	8.0%	(25.6%)	290	8.4%	(50.0%)

Prepared by YoungOptics on a consolidated basis

(a) Basic EPS was calculated based on the total weighted average outstanding shares(114,059,785 shares in 2019 2H , 2019 1H and 2018 2H)

Income Statement(Consolidated)_YoY

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Amount: NT\$ Million Except Per Share Data

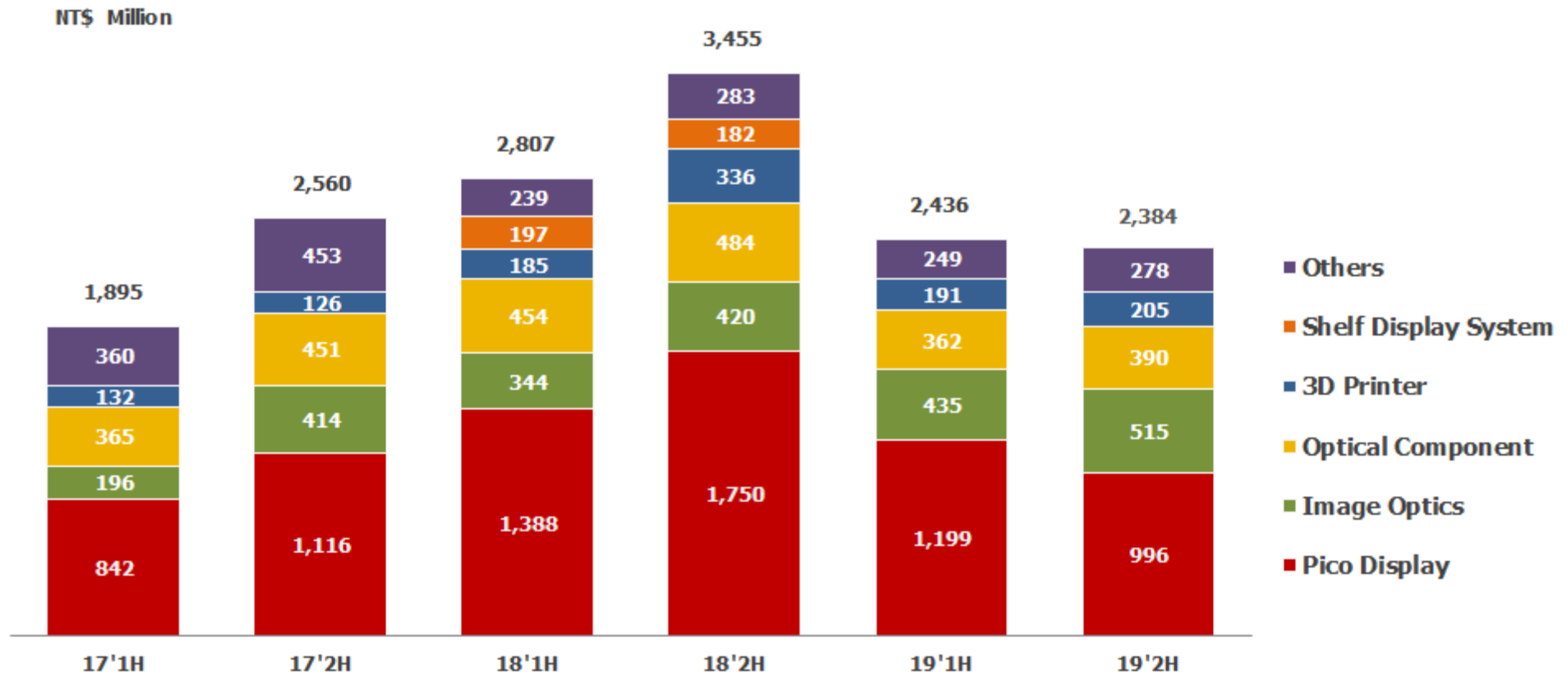
	2019		2018		YoY
Net Sales	4,820	100%	6,262	100%	(23.0%)
Cost of Goods Sold	(3,791)	(78.7%)	(5,007)	(80.0%)	(24.3%)
Gross Profit	1,029	21.3%	1,255	20.0%	(18.0%)
Operating Expenses	(1,037)	(21.5%)	(1,088)	(17.3%)	(4.7%)
Operating Income	(8)	(0.2%)	167	2.7%	(104.8%)
Non-operating Income, Net	13	0.3%	77	1.2%	(83.1%)
Income Before Tax	5	0.1%	244	3.9%	(98.0%)
Net Income	5	0.1%	180	2.9%	(97.2%)
Shareholders of the Parent Company	4		179		(97.8%)
Non-Controlling Interests	1		1		—
Basic EPS (NT\$)^(a)	0.04		1.57		(97.5%)
EBITDA	340	7.1%	494	7.9%	(31.2%)

Prepared by YoungOptics on a consolidated basis

(a) Basic EPS was calculated based on the total weighted average outstanding shares(114,059,785 shares in 2019 and 2018)

Revenue Trend

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Balance Sheet Highlight(Consolidated)

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Amount: NT\$ Million Except Net Worth Per Share

	2019.12.31	2019.6.30	2018.12.31	▲
Cash and Cash Equivalents	1,267	1,305	1,287	(20)
Notes & Accounts Receivable, Net (including related)	1,000	1,015	902	98
Inventory	571	697	874	(303)
Property, plant and equipment	2,381	2,230	2,127	254
Short Term Debt ^(a)	827	704	648	179
Long Term Debt	183	205	287	(104)
Equity	3,413	3,532	3,531	(118)
Total Assets	6,184	6,280	5,701	483
Net Worth Per Share (NT\$) ^(b)	30	31	31	(1)

	2019	2019 1H	2018
Inventory Turnover (Days) ^(c)	70	74	60
Debt to Assets	45%	44%	38%
Return on Equity ^(d)	0%	2%	5%

Prepared by YoungOptics on a consolidated basis

(a) Short term debt = short term bank loan + current portion of long term loan

(b) Based on the outstanding shares of the balance sheet date: (114,059,785 shares in 2019.12.31 , 2019.6.30 and 2018.12.31)

(c) Calculated by dividing the average inventory into the annualized cost of goods sold during such period, then multiplying by 365 days

(d) Calculated by dividing the average shareholders' equity of parent company into the annualized net income during such period

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