



# CHICONY ELECTRONICS

## 3Q21 Financial Results

November 5, 2021

# Safe Harbor Notice

Chicony's statement of its current expectations are forward-looking statements which are subject to significant risks and uncertainties. Actual results may differ materially from those contained in any forward-looking statements.





# Sustainability Snapshot

## Corporate Governance Performance

- Included in TWSE's "Taiwan High Compensation 100 Index"
- Listed in TWSE's "Taiwan Sustainability Value Index"
- Selected as a constituent of "TIP Taiwan Market CSR Small/Mid-Cap Index"
- Included in FTSE4 Good Index

## Sustainable Value Chain Performance

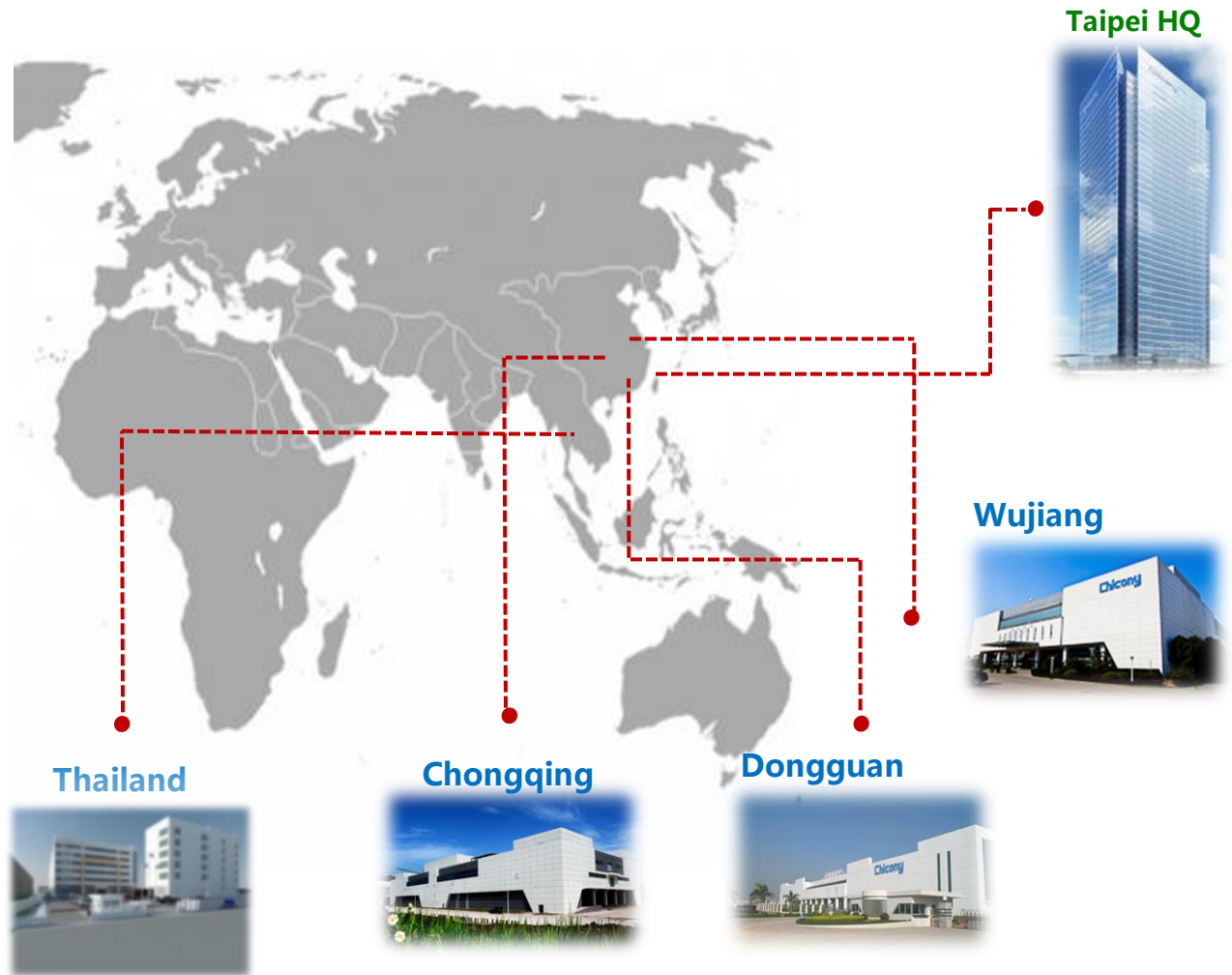
- Started increasing the use of recycled plastics, around 10%~30%, in production for input device products and mobile keyboard modules
- All suppliers have signed "Commitment Statement on RBA Code of Conduct", "Letter of Undertaking of Integrity for Suppliers" and "Declaration of Conflict-free Minerals"
- To reduce carbon emissions from transportation in Chicony's factories, local procurement reached an average of 76% except for the new Thailand factory

## Environmental Protection and Sustainability Performance

- The SBTi and TCFD projects were introduced in 2020 for the regular inventory and disclosure of climate change risk and opportunity management
- The Headquarters and factories in China and Thailand all completed ISO 14064-1:2018 validation and verification, which shall be the basis for the implementation of SBTi reduction
- In order to work with the "Three-Year Action Plan for Winning the Blue Sky Defense Battle", the company's factories in China conducted a survey on raw material suppliers. Raw materials not complying with standards were all replaced



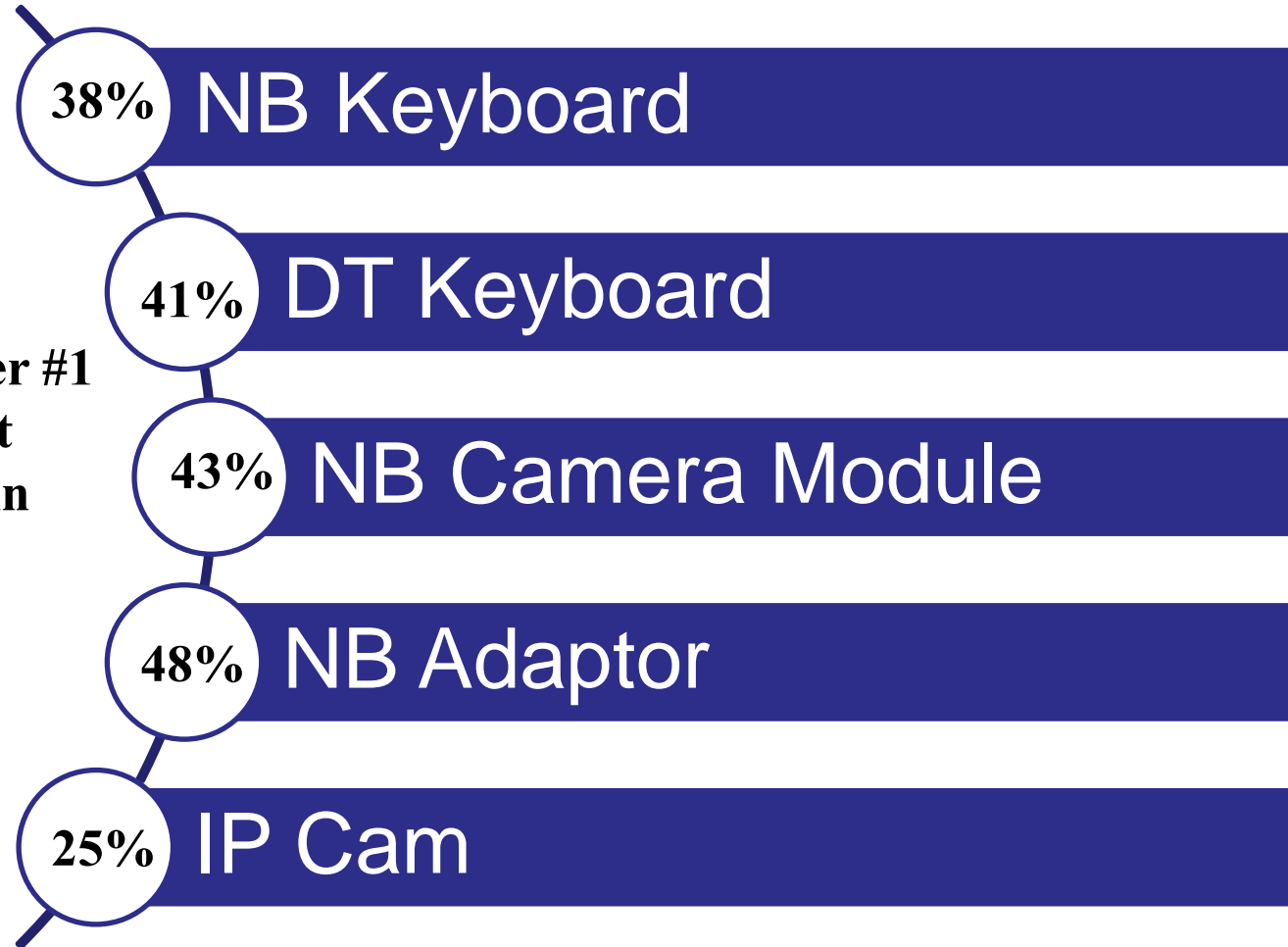
# Chicony's Global Manufacturing Network




# Positioned as Number 1 Global Market Leader

## Chicony Continued to Achieve Leading Market Share

**Number #1  
Market  
Share in  
2020**



# Consistent Dividend Pay-Out Policy to Reward Investors



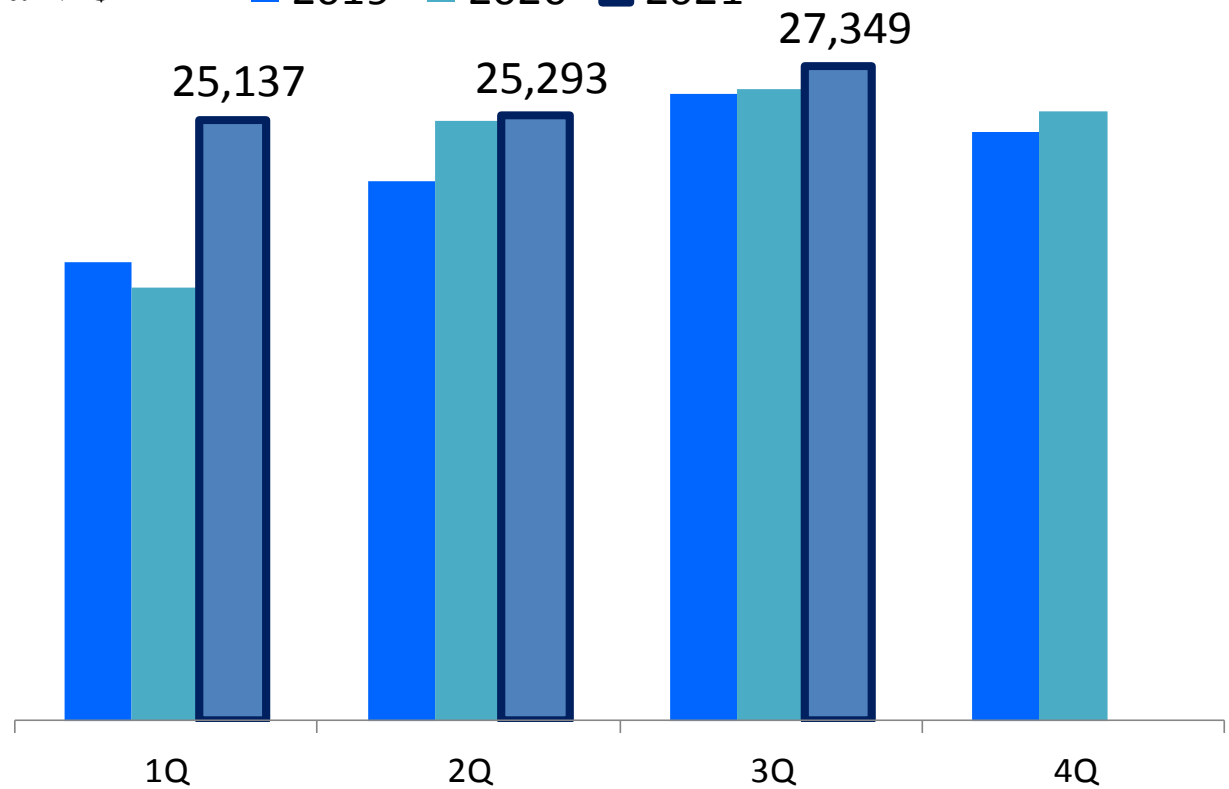
Chicony	2016	2017	2018	2019	2020
EPS	5.24	5.9	5.22	8.45	7.80
Cash Dividend	4.25	4.45	3.80	5.90	5.50
Stock Dividend	0.05	0.05	0	0	0
Dividend Payout %	82%	76%	73%	70%	71%
Cash Yield Rate %	5.25	6.1%	4.8%	7.1	5.2

# Record High 3Q21 Revenue Driven by Strong Demand

## 2019~2021 Quarterly Revenue

Unit: NT\$M

■ 2019 ■ 2020 ■ 2021





# 3Q21 Operating Margin Beat Expectation

Million NT\$	3Q 2021		2Q 2021		QoQ %	3Q 2020		YoY %
Net Sales	<b>27,349</b>	<b>100.0</b>	25,293	100.0	<b>8.1</b>	26,421	100.0	<b>3.5</b>
COGS	<b>(22,498)</b>	<b>(82.3)</b>	(20,892)	(82.6)		(20,981)	(79.4)	
Gross Profit	<b>4,851</b>	<b>17.7</b>	4,401	17.4	<b>10.2</b>	5,440	20.6	<b>-10.8</b>
Operating Expense	<b>(2,402)</b>	<b>(8.8)</b>	(2,554)	(10.1)		(2,689)	(10.2)	
Operating Profit	<b>2,449</b>	<b>9.0</b>	1,847	7.3	<b>32.6</b>	2,751	10.4	<b>-11.0</b>
Other Income/Expense	<b>1</b>	<b>0.0</b>	177	0.7		(54)	(0.2)	
Profit Before Tax	<b>2,450</b>	<b>9.0</b>	2,025	8.0	<b>21.0</b>	2,697	10.2	<b>-9.1</b>
Tax	<b>(459)</b>	<b>(1.7)</b>	(388)	(1.5)		(535)	(2.0)	
Net Income	<b>1,596</b>	<b>5.8</b>	1,323	5.2	<b>20.7</b>	1,787	6.8	<b>-10.7</b>
After Tax EPS	<b>2.25</b>		1.87		<b>20.3</b>	2.55		<b>-11.8</b>

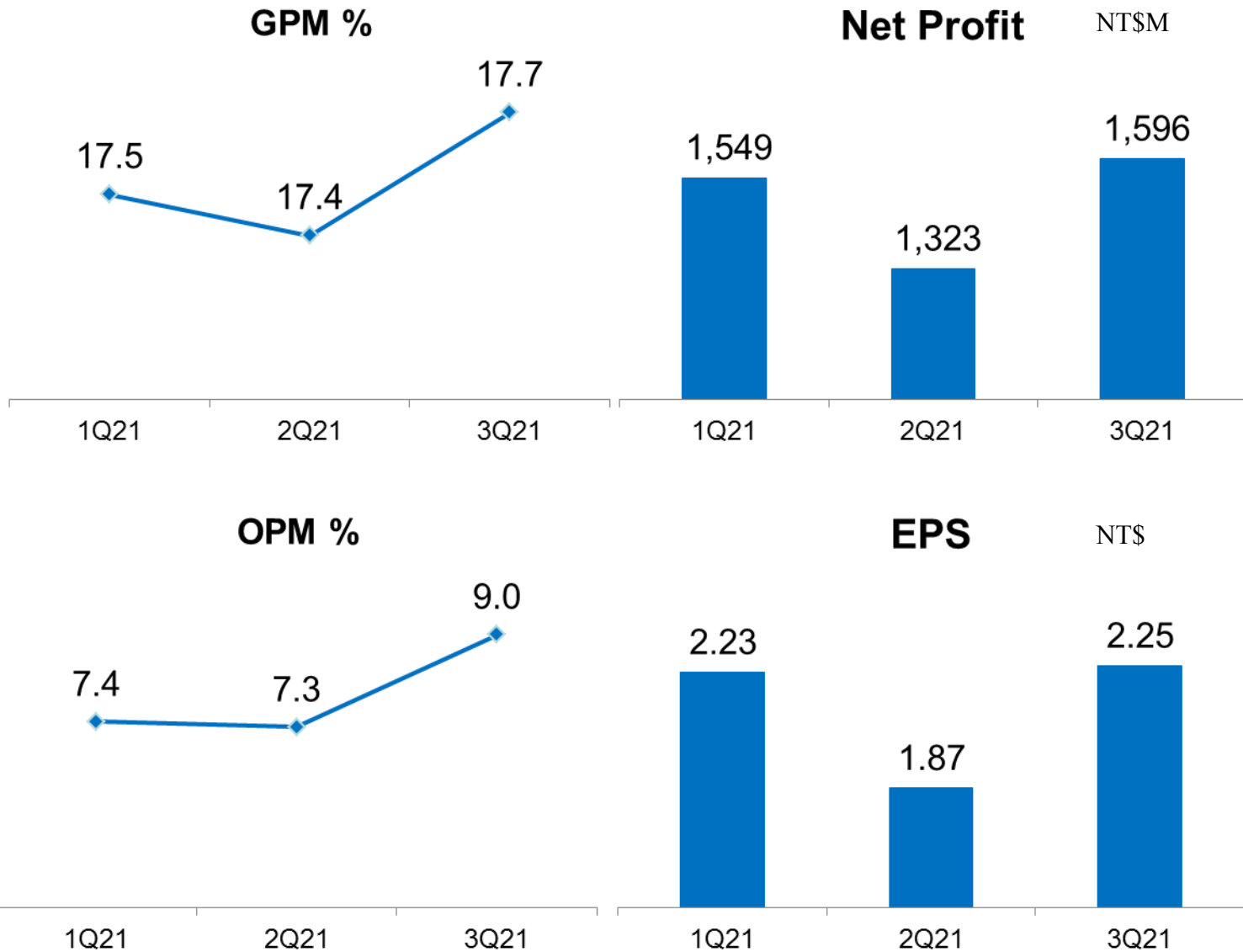




# 1~3Q21 EPS Reached NT\$6.35 with 5% YoY Increase

Million NT\$	1~3Q 2021		1~3Q 2020		YoY %
Net Sales	<b>77,779</b>	<b>100.0</b>	69,628	100.0	<b>11.7</b>
COGS	<b>(64,131)</b>	<b>(82.5)</b>	(56,339)	(80.9)	
Gross Profit	<b>13,648</b>	<b>17.5</b>	13,288	19.1	<b>2.7</b>
Operating Expense	<b>(7,503)</b>	<b>(9.6)</b>	(6,947)	(10.0)	
Operating Profit	<b>6,145</b>	<b>7.9</b>	6,342	9.1	<b>-3.1</b>
Other Income/Expense	<b>682</b>	<b>0.9</b>	(266)	(0.4)	
Profit Before Tax	<b>6,827</b>	<b>8.8</b>	6,076	8.7	<b>12.4</b>
Tax	<b>(1,312)</b>	<b>(1.7)</b>	(1,056)	(1.5)	
Net Income	<b>4,488</b>	<b>5.8</b>	4,216	6.1	<b>6.5</b>
After Tax EPS	<b>6.35</b>		6.02		<b>5.5</b>

# In 2021, EPS and Profit Margins All Peaked in 3Q



# Record High Revenue YTD with NT\$6.35 EPS

