

PEGATRON



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2022 Second Quarter Business Review

August 11, 2022

- **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.

2Q2022 Consolidated Financial Result

Consolidated Income Statements

<i>(NT\$ Mn)</i>	1H 2022		1H 2021		YoY
Net Revenue	607,482	100%	488,899	100%	24.3%
COGS	581,534	95.7%	469,950	96.1%	23.7%
Gross Profit	25,948	4.3%	18,949	3.9%	36.9%
Operating Expense	15,174	2.5%	14,039	2.9%	8.1%
Operating Income (Loss)	10,774	1.8%	4,910	1.0%	119.4%
Net Non-Operating Income (Loss)	(211)	0.0%	7,043	1.4%	-103.0%
FX Gain (Loss)	(546)	0.1%	1,463	0.3%	-137.3%
Others	335	0.1%	5,580	1.1%	-94.0%
PBT	10,563	1.7%	11,953	2.4%	-11.6%
Tax	(2,644)	0.4%	(260)	0.1%	916.9%
Net Income	7,919	1.3%	11,693	2.4%	-32.3%
Net Income Attributable to the Parent	4,783	0.8%	10,016	2.0%	-52.2%
EPS	1.79		3.76		-52.4%

Consolidated Income Statements (Quarter-over-Quarter)

<i>(NT\$ Mn)</i>	2Q 2022		1Q 2022		QoQ	2Q 2021		YoY
Net Revenue	283,658	100%	323,825	100%	-12.4%	272,277	100%	4.2%
COGS	269,164	94.9%	312,370	96.5%	-13.8%	262,566	96.4%	2.5%
Gross Profit	14,494	5.1%	11,455	3.5%	26.5%	9,711	3.6%	49.3%
Operating Expense	7,945	2.8%	7,230	2.2%	9.9%	7,017	2.6%	13.2%
Operating Income (Loss)	6,549	2.3%	4,225	1.3%	55.0%	2,694	1.0%	143.1%
Net Non-Operating Income (Loss)	238	0.1%	(449)	0.1%	153.0%	5,411	2.0%	-95.6%
FX Gain (Loss)	(631)	0.2%	85	0.0%	-842.4%	1,014	0.4%	-162.2%
Others	869	0.3%	(534)	0.2%	262.7%	4,397	1.6%	-80.2%
PBT	6,787	2.4%	3,776	1.2%	79.7%	8,105	3.0%	-16.3%
Tax	(2,016)	0.7%	(628)	0.2%	221.0%	(1,627)	0.6%	23.9%
Net Income	4,771	1.7%	3,148	1.0%	51.6%	6,478	2.4%	-26.4%
Net Income Attributable to the Parent	3,116	1.1%	1,667	0.5%	86.9%	5,344	2.0%	-41.7%
EPS	1.17		0.62		88.7%	2.01		-41.8%

Consolidated Balance Sheet

<i>(NT\$ Mn)</i>	2022/6/30		2021/12/31		Diff	2021/6/30		Diff
Cash and Equivalents	96,885	16%	111,024	16%	(14,139)	106,910	19%	(10,025)
AR (Net)	189,209	31%	249,533	37%	(60,324)	161,278	28%	27,931
Inventory (Net)	173,208	28%	148,061	22%	25,147	143,892	25%	29,316
Other Current Assets	39,241	6%	56,233	8%	(16,992)	46,918	8%	(7,677)
Total Current Assets	498,543	81%	564,851	83%	(66,308)	458,998	80%	39,545
Fixed Assets (Net)	76,396	12%	69,737	10%	6,659	65,352	11%	11,044
Total Non-Current Assets	120,661	19%	111,919	17%	8,742	112,099	20%	8,562
Total Assets	619,204	100%	676,770	100%	(57,566)	571,097	100%	48,107
Short-term Borrowings	115,913	19%	97,050	14%	18,863	118,160	21%	(2,247)
AP	176,708	29%	266,662	39%	(89,954)	167,469	29%	9,239
Total Current Liabilities	372,836	60%	428,588	63%	(55,752)	348,485	61%	24,351
Long-term Loans	43,035	7%	47,080	7%	(4,045)	38,499	7%	4,536
Total Liabilities	422,983	68%	482,503	71%	(59,520)	390,610	68%	32,373
Equity Attributable to the Parent	167,453	27%	166,605	25%	848	155,804	27%	11,649
Total Equity	196,221	32%	194,267	29%	1,954	180,487	32%	15,734
Total Liabilities and Equity	619,204	100%	676,770	100%	(57,566)	571,097	100%	48,107
Current Ratio	134%		132%		-	132%		-
Debt Ratio (TTL Liabilities / TTL Assets)	68%		71%		-	68%		-
Interest-bearing Debt Ratio	26%		21%		-	27%		-

Consolidated Cash Flows Statement

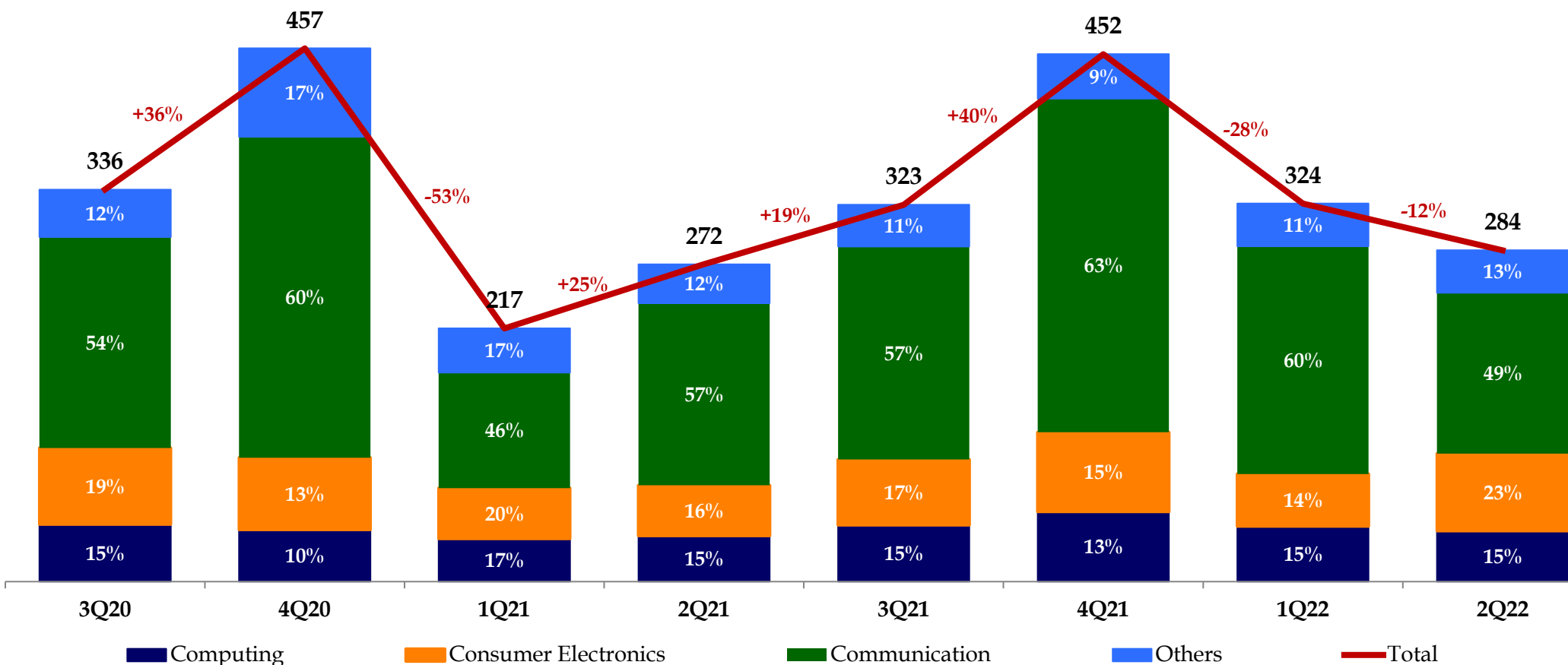
<i>(NT\$ Mn)</i>	<u>1H 2022</u>	<u>1H2021</u>
Cash Flows from Operating Activities:	(22,579)	31,538
Cash Flows from Investing Activities:	(12,339)	(44,175)
Cash Flows from Financing Activities:	14,029	(4,734)
Impact from Changes in FX Rate	6,750	(1,716)
Net Increase in Cash	(14,139)	(19,087)
Cash, beginning of the period	111,024	125,997
Cash, end of the period	96,885	106,910

<i>Note:</i>	<u>1H 2022</u>	<u>1H2021</u>
Depreciation and amortization	7,093	6,978

Business Highlight

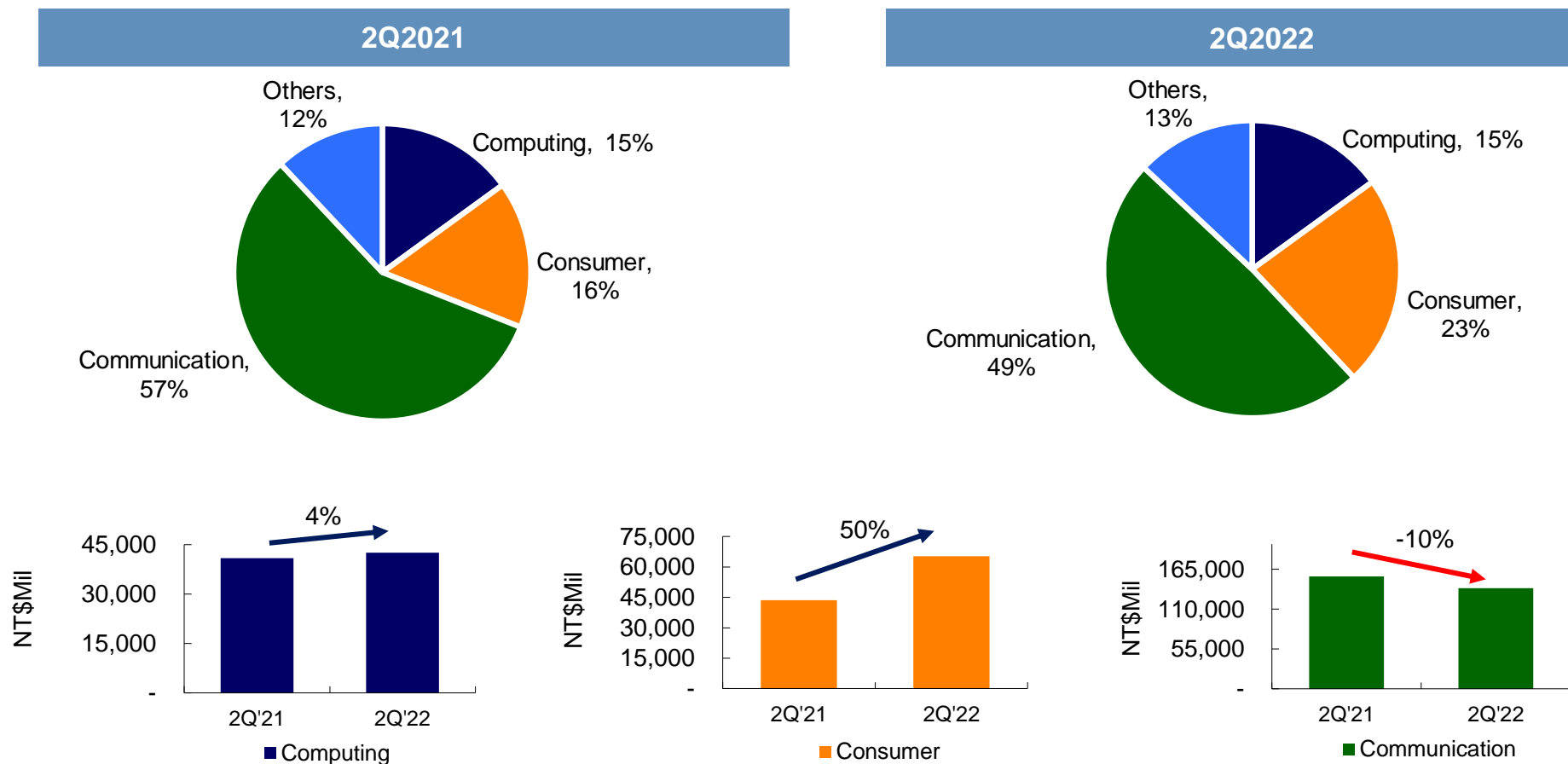
Consolidated Revenue Trend

Unit: NTD Bn



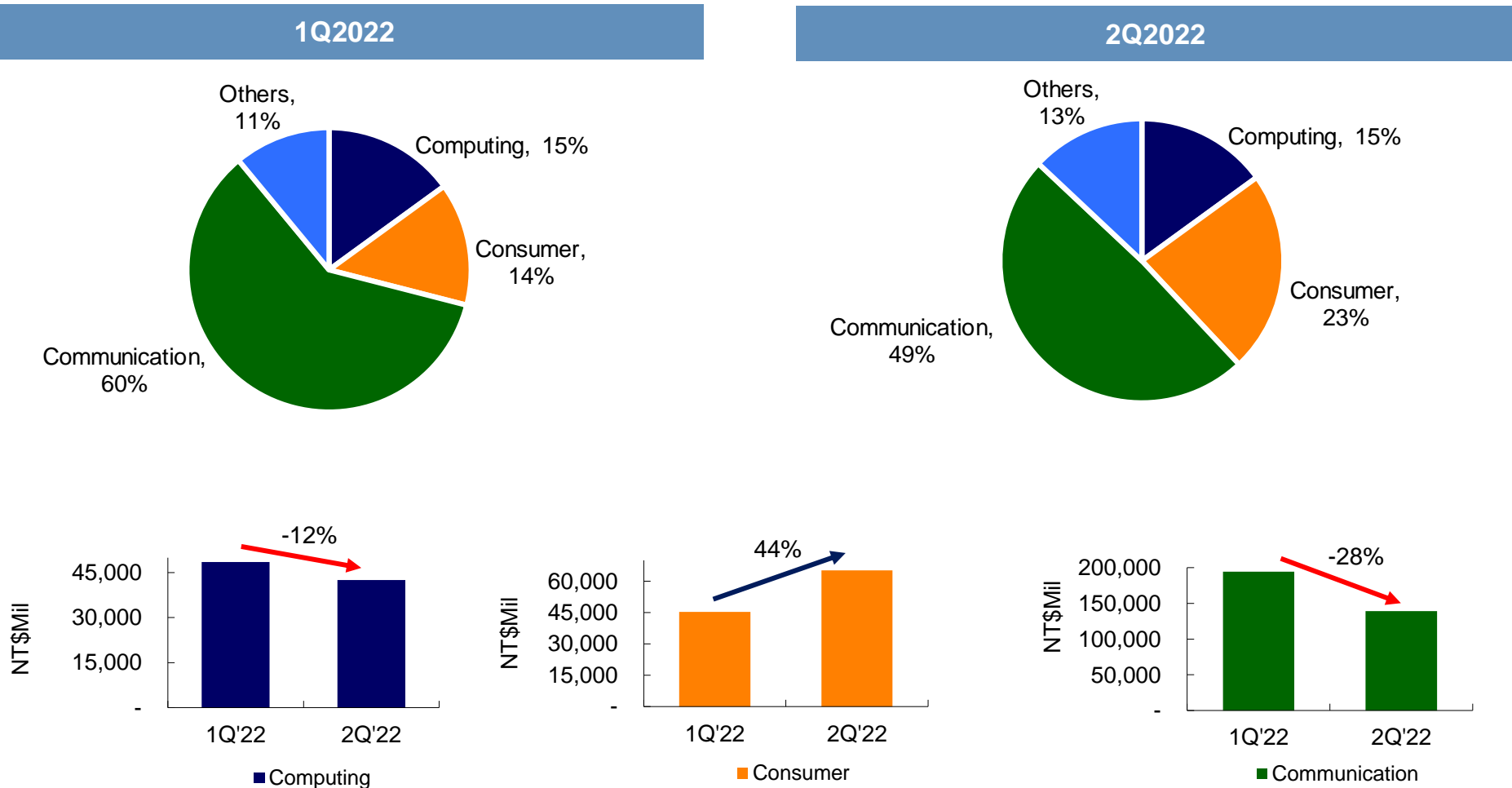
Consolidated revenue totaled NT\$284Bn in 2Q2022, down by 12% QoQ and up by 4% YoY. QoQ decline was attributable to lockdown in China and weaker demand, while YoY slightly increase was mainly due to better demand from Consumer segments.

Revenue Breakdowns by Products (Year-over-Year)



Thanks to better product mix and better demand, revenue from Computing segment and Consumer segment were up by 4% and 50% YoY respectively. Revenue from Communication declined by 10% YoY due to lockdown in China.

Revenue Breakdowns by Products (Quarter-over-Quarter)



Driven by better demand, revenue from Consumer segment was up by 44% QoQ, while Computing and Communication were down by 12% and 28% QoQ respectively due to weaker demand and lockdown in China.

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