Fitipower Investor Conference

2020.12.15

Drive your heart
Power your life

Disclaimer Statement

- This presentation contains forward looking statements which are estimated based on the current status of Fitipower Integrated Technology Inc. and general economic conditions.

- The actual results of operations, financial condition, and business prospects may differ from those explicitly or implicitly indicated in those forward-looking statements for a variety of reasons, including but not limited to market demand, price fluctuations, competition, supply chain issues, global economic conditions, exchange rate fluctuation and other risks and factors beyond Fitipower Integrated Tech's controls.

- Forward-looking statements involve significant risks and uncertainties, should not be read as guarantees of future performance or results, and will not necessarily be accurate indications of whether or not such results will be achieved.

- Fitipower Integrated Technology Inc. expressly disclaims any obligation to review, update or correct these materials after the date there of Fitipower Integrated Technology Inc. may update, amend, supplement or otherwise alter the information contained in any such materials by subsequent presentations, reports, filings, or other means without notice. This presentation may not be stored, copied, distributed and transmitted.

AGENDA

- 3Q20 Financial Results — James Chen IR
- Fitipower Overview — James Chen IR
- Growth driver and Strategy — Young Lin Chairman
- Q&A

3Q20
Financial Results

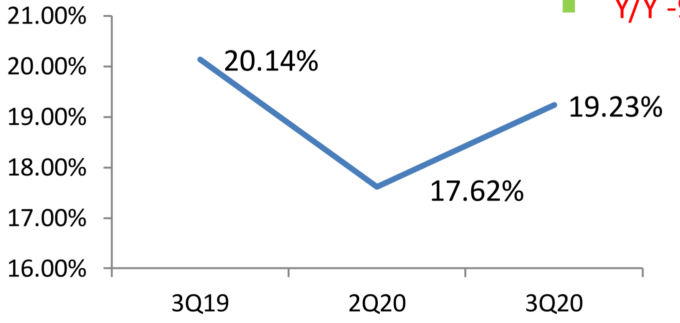
Consolidated Income Statement

ITEM (In NT Thousands)	3Q20	2Q20	Q/Q	3Q19	Y/Y
Revenue	2,936,721	2,207,811	33.02%	2,351,177	24.90%
Gross Profit	564,707	388,906	45.20%	473,521	19.26%
Gross Margin	**19.23%**	**17.62%**	**161bps**	**20.14%**	**-91bps**
Selling expenses	(64,939)	(58,108)	11.76%	(62,357)	4.14%
Administration expenses	(48,660)	(39,313)	23.78%	(39,138)	24.33%
R&D expenses	(303,516)	(259,520)	16.95%	(272,747)	11.28%
Operating expenses	(416,832)	(354,426)	17.61%	(375,328)	11.06%
Operating income	147,875	34,480	328.87%	98,193	50.60%
Operating Margin	**5.04%**	**1.56%**	**348bps**	**4.18%**	**86bps**
Net non-operating income	(2,923)	22,516	-112.98%	4,506	-164.87%
Net income before income tax	144,952	56,996	154.32%	102,699	41.14%
Income tax expense	(23,017)	(10,642)	116.28%	(14,549)	58.20%
Net income	121,935	46,354	163.05%	88,150	38.33%
Owners of the parent	118,708	39,553	200.12%	88,150	34.67%
Net income Margin	**4.15%**	**2.10%**	**205bps**	**3.75%**	**40bps**
EPS (NT Dollar)	0.73	0.24	204.17%	0.55	32.73%
ROE	**2.78%**	**1.12%**	**166bps**	**2.39%**	**39bps**

Key Ratio Chart

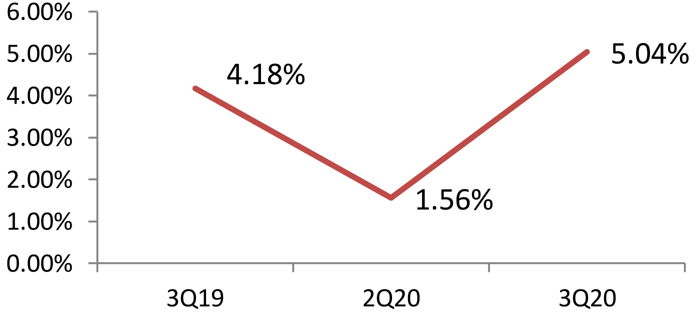
Gross Margin

Q/Q +161bps
Y/Y -91bps



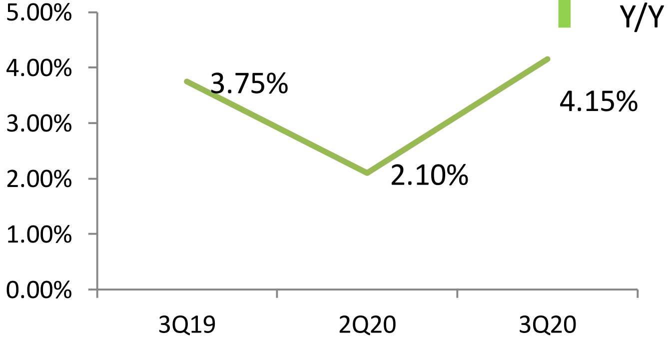
Operating Margin

Q/Q +348bps
Y/Y +86bps



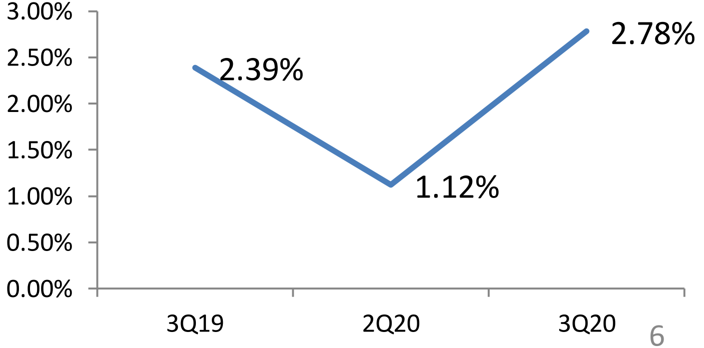
Net Income Margin

Q/Q +205bps
Y/Y +40bps

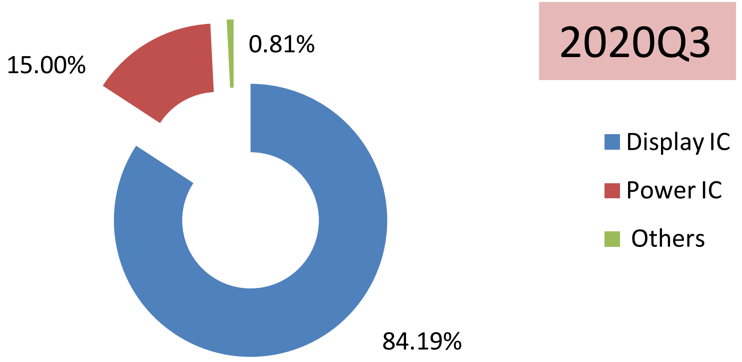


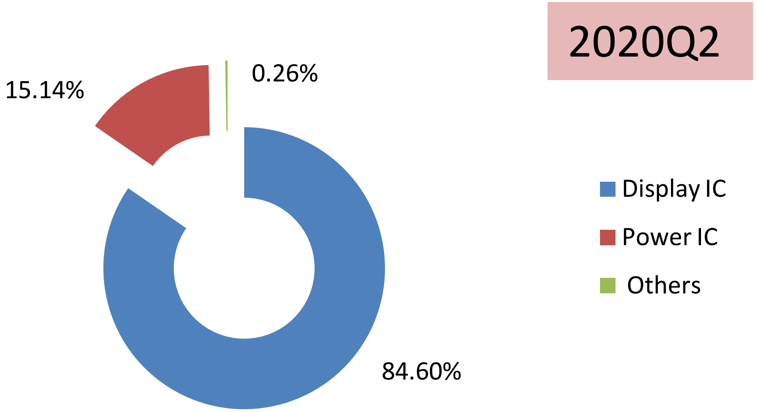
ROE

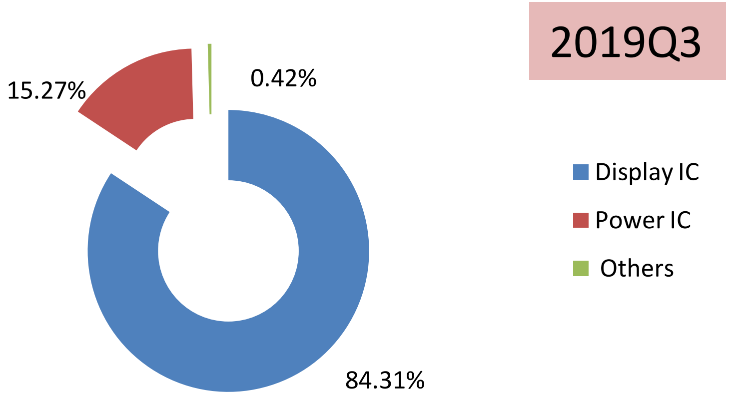
Q/Q +166bps
Y/Y +39bps



Revenues 3Q By Product Segment



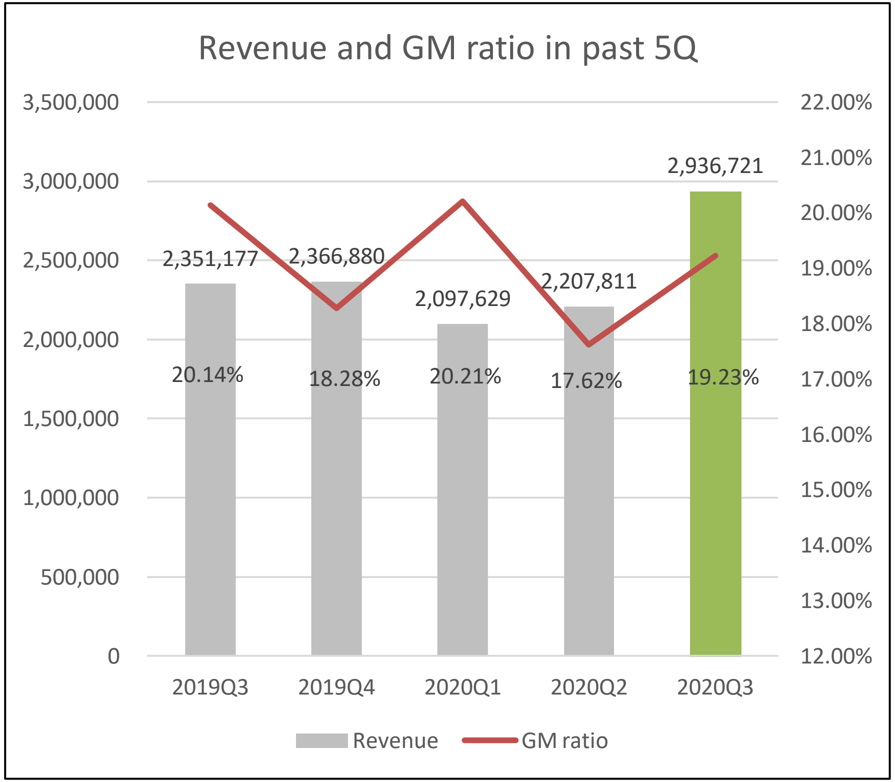




	2019Q3	2020Q2	2020Q3
Display IC	84.31%	84.6%	84.19%
Power IC	15.27%	15.14%	15%
Others	0.42%	0.26%	0.81%

Consolidated REV and GM in past 5 quarter

Revenue((Unit: NT Thousands)

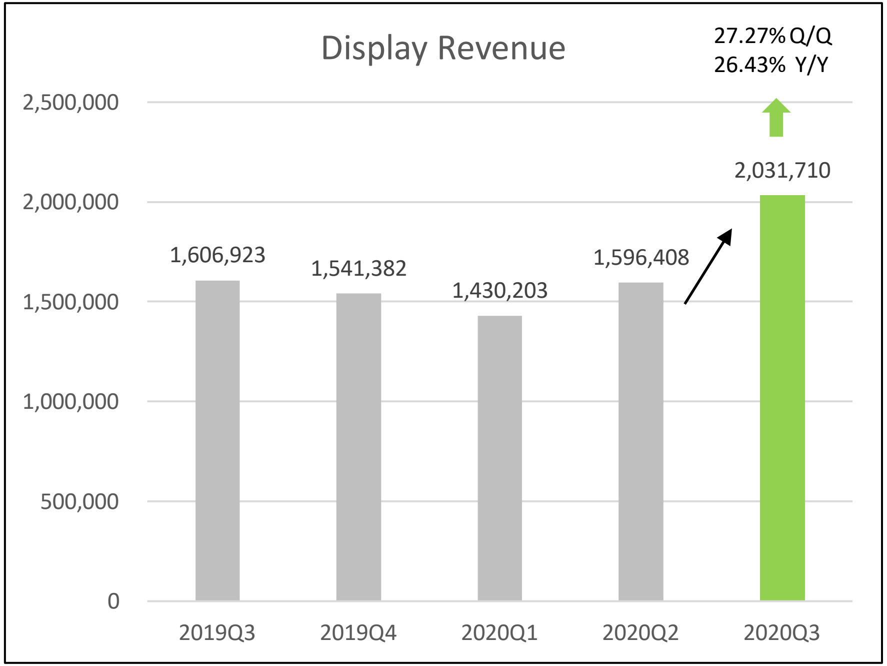


Highlights

- 2020 Q3 Revenue Q/Q+33.02%，Y/Y+24.9%，record high in historical period.
- Benefit from WFH，all product line are in the strong demand situation.
- Quarterly growth rate mainly drive by mobile(small size)/power products/large and medium sized panel.
- Annual growth rate mainly drive by large and medium sized panel/power products/mobile(small size).
- Gross margin ratio stabilize in 20%.

Display IC

Revenue(Unit: NT Thousands)

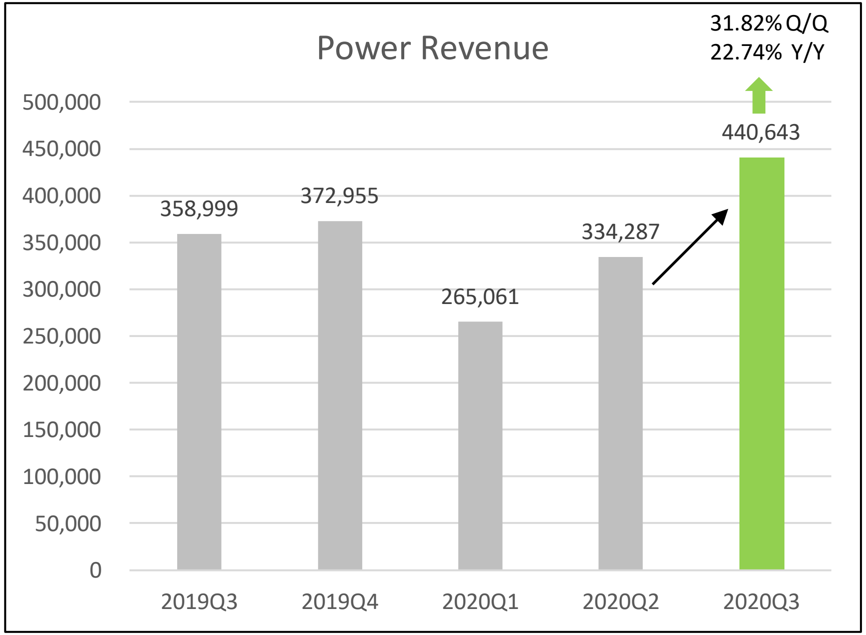


Highlights

- Quarterly growth rate mainly drive by E-book/medium size(Pad, Automotive Display, IPC)/TV.
- NB demand also perform well because WFH.
- Annual growth rate mainly drive by ESL(700%)/NB/T-CON.
- All product line gain positive growth rate beside medium size panel product.

Power IC

Revenue(Unit: NT Thousands)

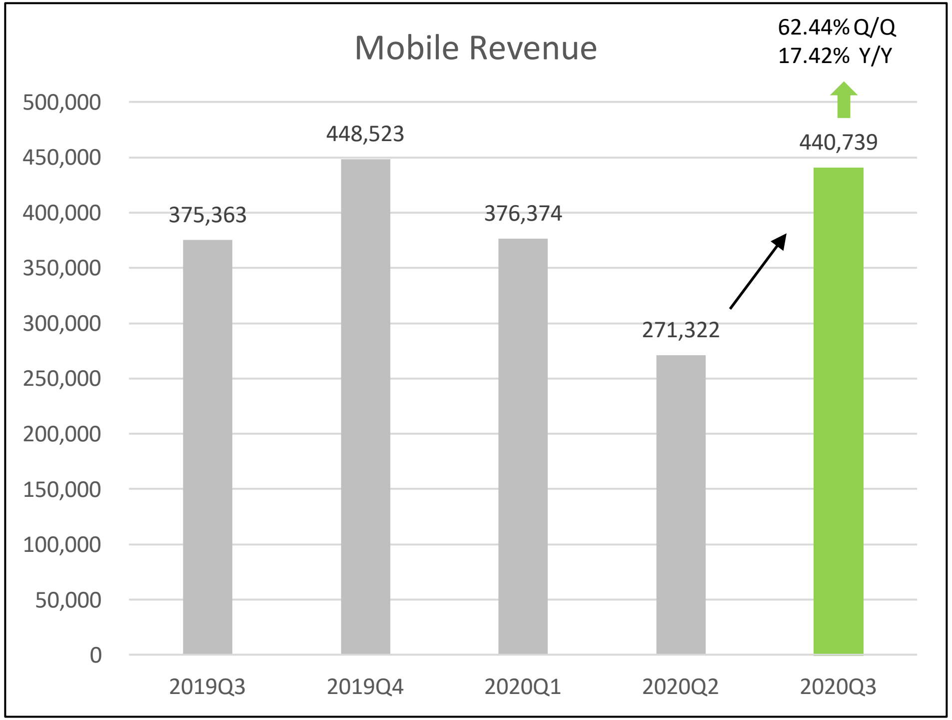


Highlights

- Quarterly growth rate mainly drive by E-BOOK PMIC/LVBUCK/Panel Power/QC.PD.
- Annual growth rate mainly drive by Panel Power/LVBUCK.

Mobile IC

Revenue(Unit: NT Thousands)



Highlights

- 2020 Q3 Revenue Q/Q+62.44% ， Y/Y+17.42%.
- Mainly benefit from China’s strong demand.

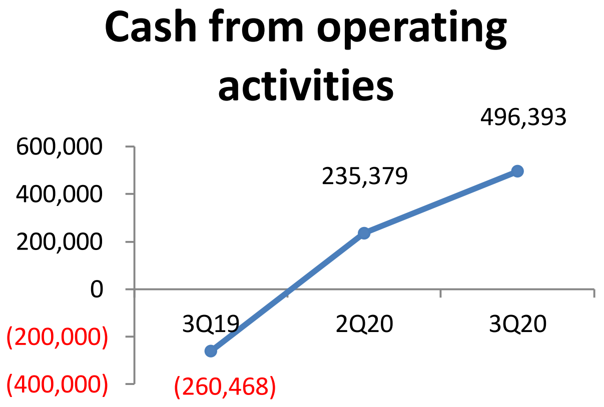
fitipower

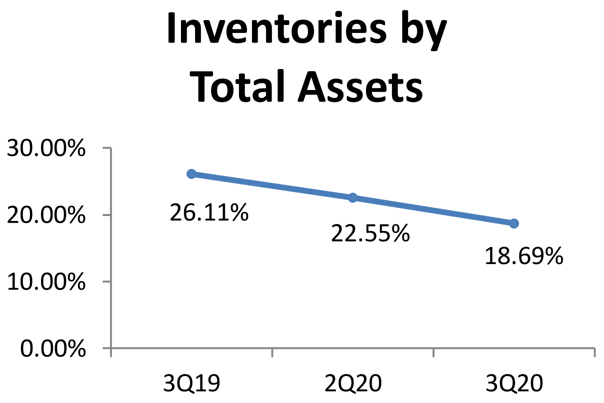
Consolidated Balance Sheets & Key Indices

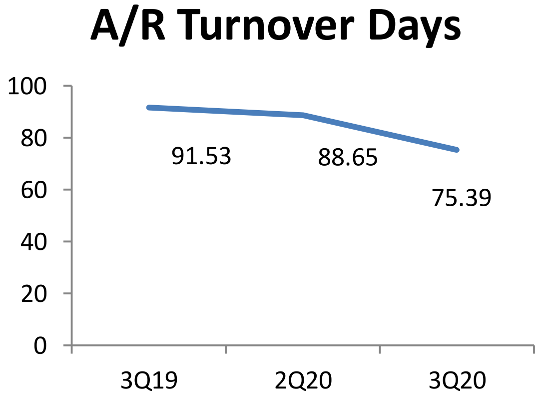
Selected Items from Balance Sheets	3Q20		2Q20		3Q19	
(In NT Thousands)	Amount	%	Amount	%	Amount	%
Cash&Marketable&Securities	2,289,058	31.6	1,757,808	26.5	1,149,430	18.5
Accounts Receivable	2,691,370	37.2	2,500,363	37.7	2,482,168	40.0
Inventories	1,353,457	18.7	1,494,168	22.5	1,618,986	26.1
Other current assets	154,609	2.1	105,668	1.6	293,614	4.7
Net PP&E	304,037	4.2	286,430	4.3	221,245	3.6
Intangible assets	240,204	3.3	242,378	3.7	203,246	3.3
Other non current assets	119,086	1.6	136,626	2.1	128,808	2.1
Total Assets	**7,242,710**	**100.0**	**6,626,146**	**100.0**	**6,199,747**	**100.0**
Short-term debt	226,980	3.1	317,041	4.8	583,176	9.4
Accounts Payable	1,885,501	26.0	1,297,457	19.6	1,132,692	18.3
Other current liabilities	382,668	5.3	328,614	5.0	354,540	5.7
Total non current liabilities	157,904	2.2	128,007	1.9	154,217	2.5
Total Liabilities	**2,778,934**	**38.4**	**2,304,165**	**34.8**	**2,464,671**	**39.8**
Total Shareholders' Equity	**4,463,776**	**61.6**	**4,321,981**	**65.2**	**3,735,076**	**60.2**
Key indices						
A/R Turnover Days	75.39		88.65		91.53	
Inventory Turnover Days	54.62		77.69		75.64	
Cash from operating activities	547,358		281,990		(203,601)	
Free cash flow	496,393		235,379		(260,468)	

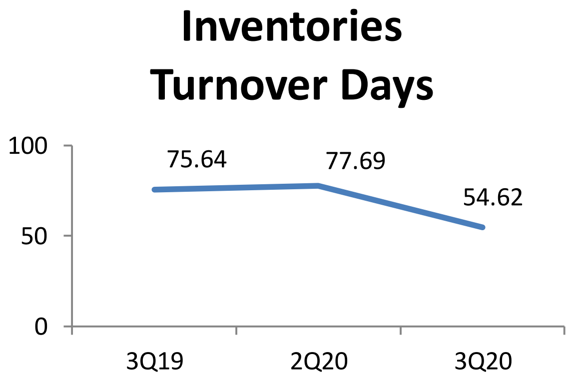
fitipower

Key Indices


Cash from operating activities
496,393
235,379
600,000
400,000
200,000
0
(200,000)
(400,000)
3Q19
2Q20
3Q20
(260,468)


Inventories by Total Assets
30.00%
20.00%
10.00%
0.00%
26.11%
22.55%
18.69%
3Q19
2Q20
3Q20

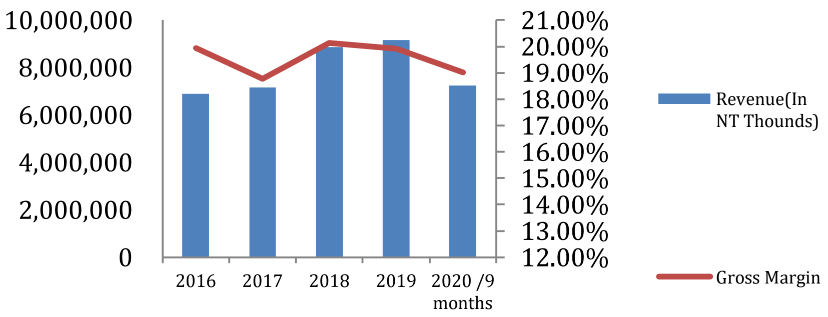

A/R Turnover Days
100
80
60
40
20
0
91.53
88.65
75.39
3Q19
2Q20
3Q20

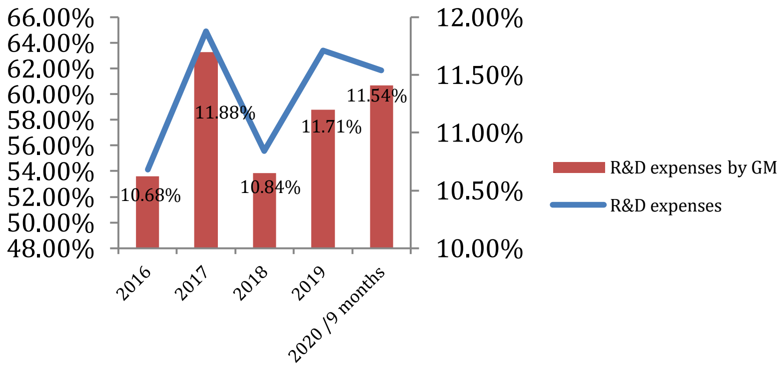

Inventories Turnover Days
100
50
0
75.64
77.69
54.62
3Q19
2Q20
3Q20

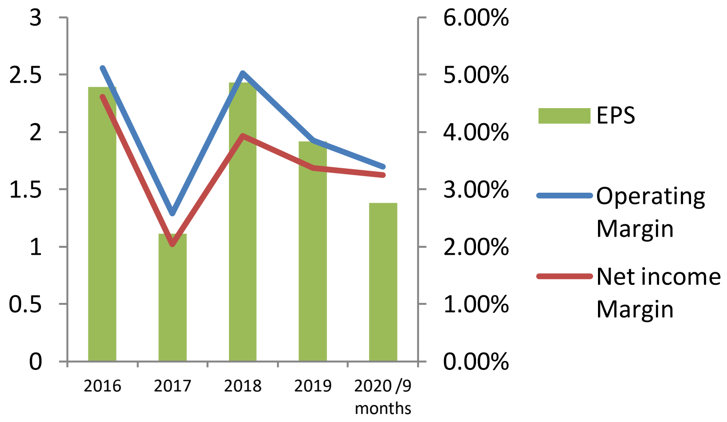
Financial Results in past 5 Years

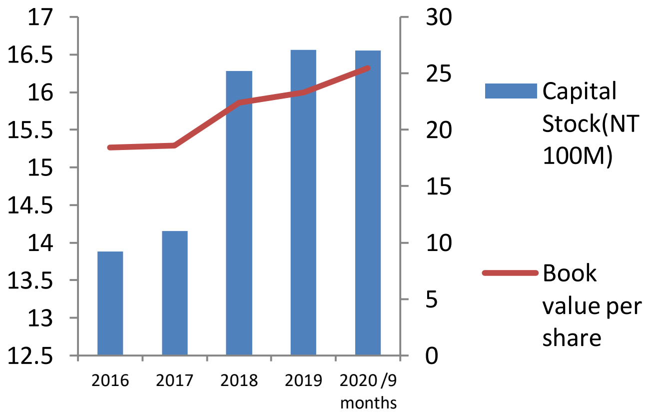
Item/Year	2016	2017	2018	2019	2020 /9 months
Revenue(In NT Thounds)	6,902,506	7,169,758	8,852,376	9,166,293	7,242,161
Gross Margin	19.93%	18.77%	20.13%	19.92%	19.02%
R&D expenses	10.68%	11.88%	10.84%	11.71%	11.54%
R&D expenses by GM	53.59%	63.29%	53.85%	58.79%	60.67%
Operating Margin	5.12%	2.58%	5.02%	3.85%	3.39%
Net income Margin	4.61%	2.04%	3.93%	3.37%	3.25%
EPS	2.39	1.11	2.43	1.92	1.38
Dividend	1.2	0.5	1.3	1	
Payout ratio	50.21%	45.05%	53.50%	52.08%	
Capital Stock(NT 100M)	13.88	14.15	16.28	16.56	16.55
Book value per share	18.45	18.6	22.4	23.32	25.47
Total Assets(NT Thounds)	4,812,116	5,517,214	6,437,575	5,921,421	7,242,710
Debt Ratio	46.90%	52.47%	43.32%	34.75%	38.38%

Key Indices in past 5 Years

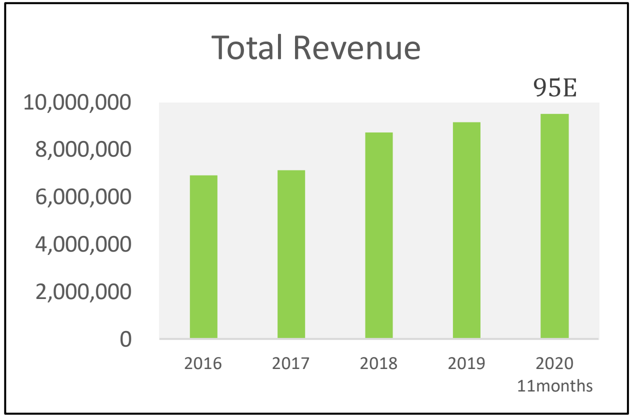




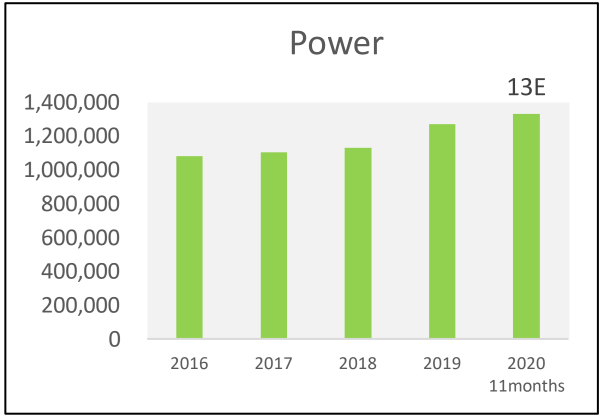




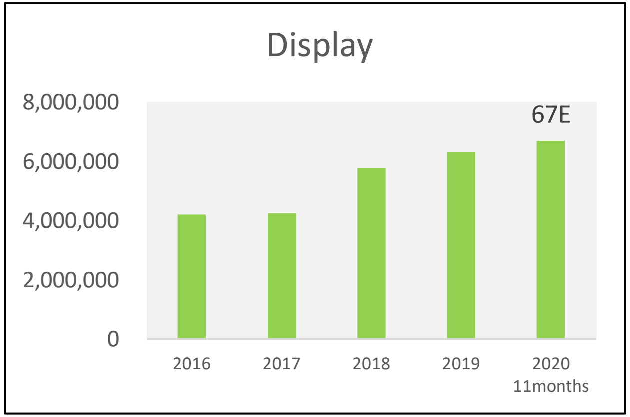
CAGR in past 5 Years



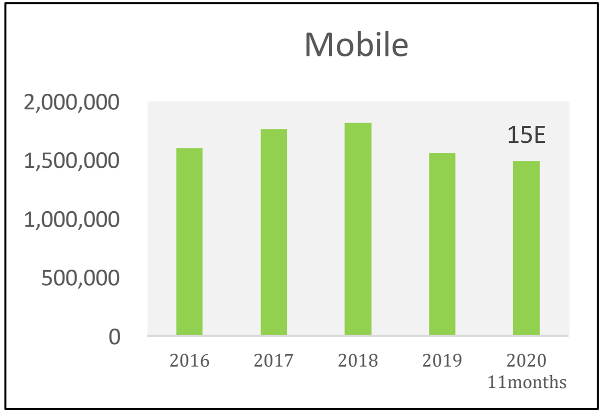
Total Revenue
CAGR 8.35%



Power Revenue
CAGR 5.3%



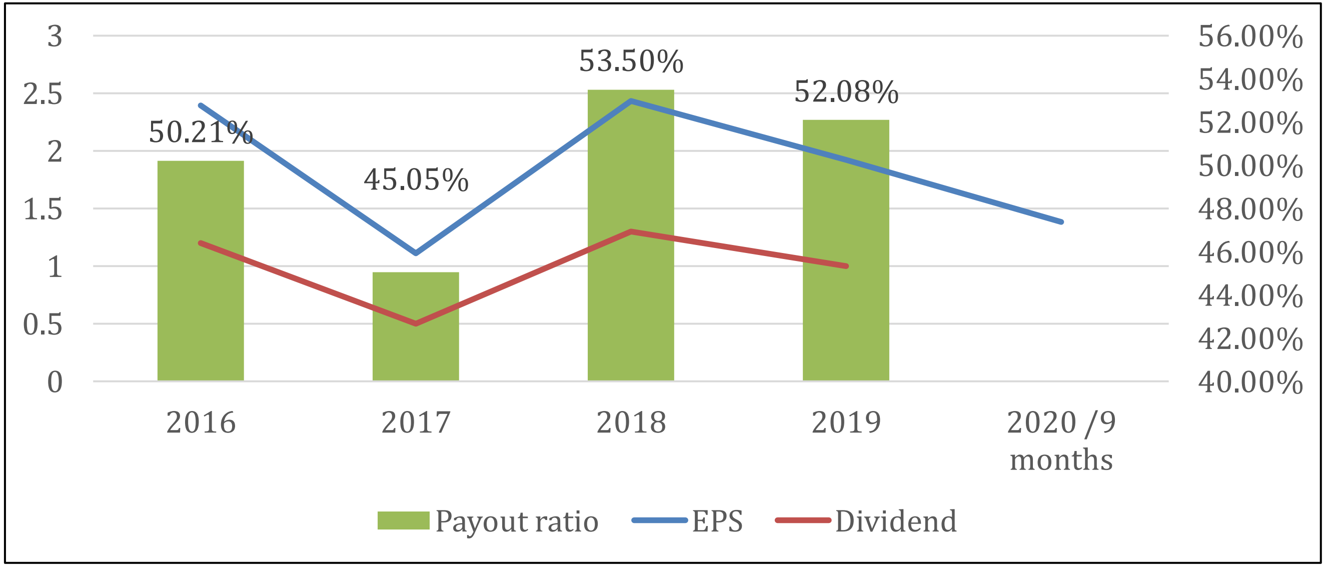
Display Revenue
CAGR 12.24%



Mobile Revenue
CAGR -1.7%

Dividend and Payout Ratio

Item/Year	2016	2017	2018	2019	2020 / 9 months
EPS	2.39	1.11	2.43	1.92	1.38
Dividend	1.2	0.5	1.3	1	
Payout ratio	50.21%	45.05%	53.50%	52.08%	



fitipower

Fitipower Overview

Fitipower —
An IC DESIGN PLATFORM COMPANY

HQ：
Hsinchu Science Park
Taiwan

Headcount：651

Fitipower, a ic design house talent platform,we will play the role of the pioneer at the HCI area in the future.

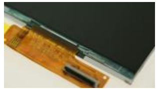
Fitipower Overview

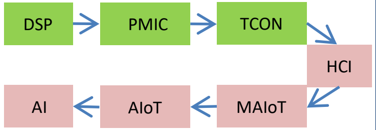
A Platform of HCI

Brief History

1995：Founded in Taiwan
2006：Acquisition HongXin Semiconductor
2010：Acquisition TPower
2012：Foxconn Technology become a shareholder
2013：Innolux Corporation become a shareholder
2018：IPO on TWSE
2020：Acquisition Visual-Sensing Technology Corp.

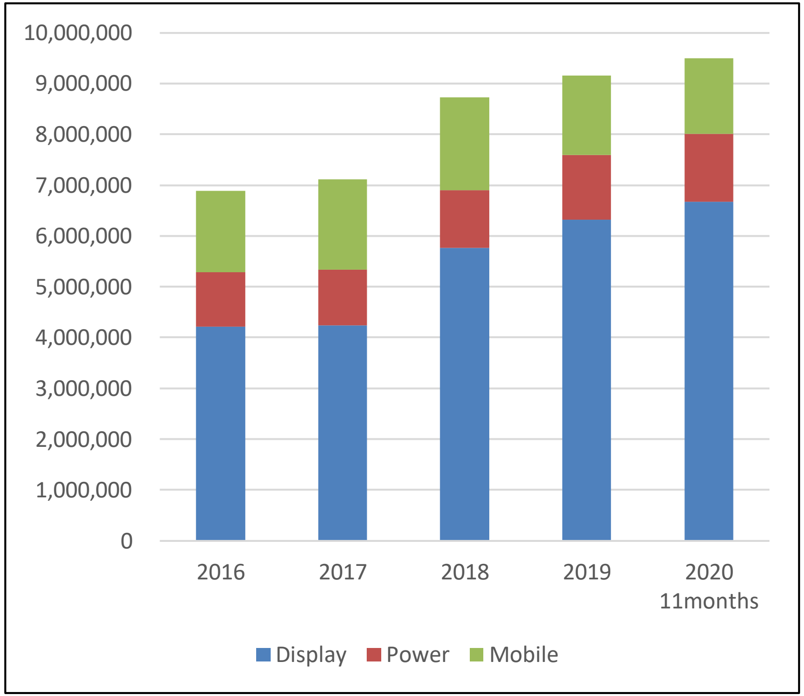
From driver IC to HCI



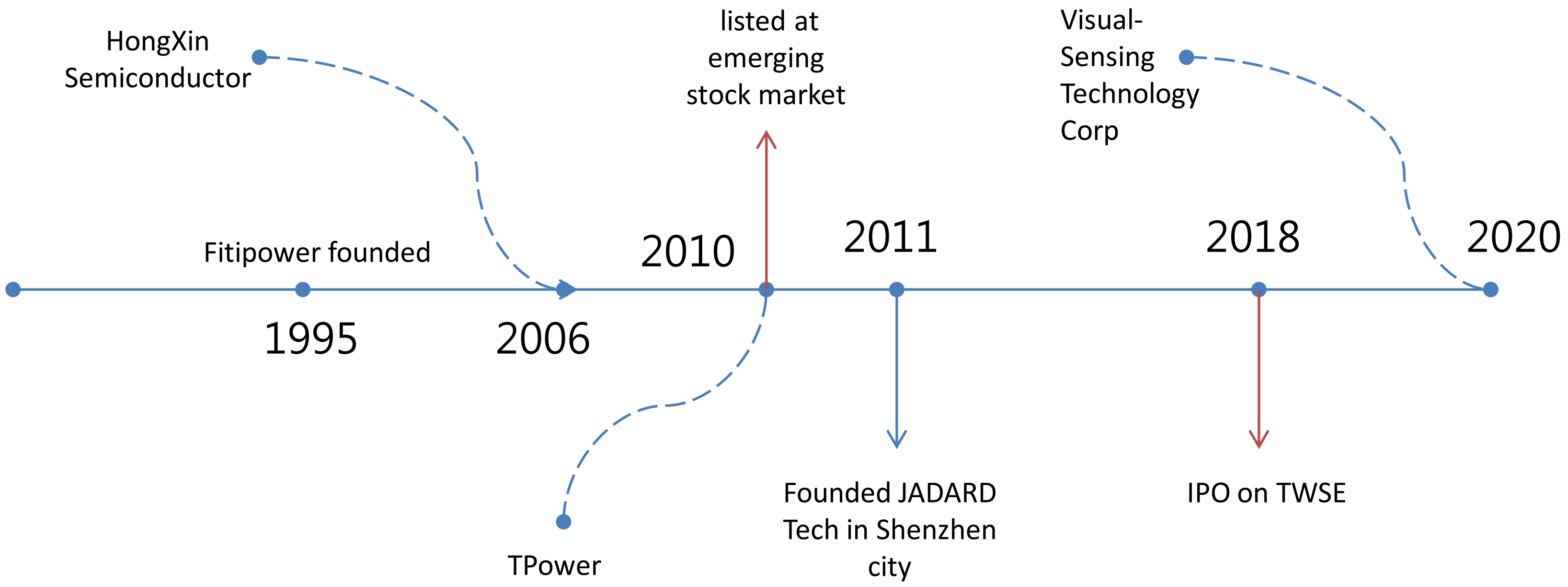


2012	2015	2020
GM 16%+	GM 20%+	more +

Revenue by Product line



Fitipower timeline for 25 years



Timeline in past 1 year

Jan
FHD & HD TV
Total Solution

Feb
UD PMIC &
Level Shift ASIC

Mar
8 line SMA OIS AF+VCM IC*

APR
UD TV Total Solution

May
FHD MNT ES8.0 Total
Solution \
High speed 3Gbps & low
temperature TV P2P
Driver at 12 '' Fab

Jun
<3″ high resolution and
low power consumption
ESL Driver*

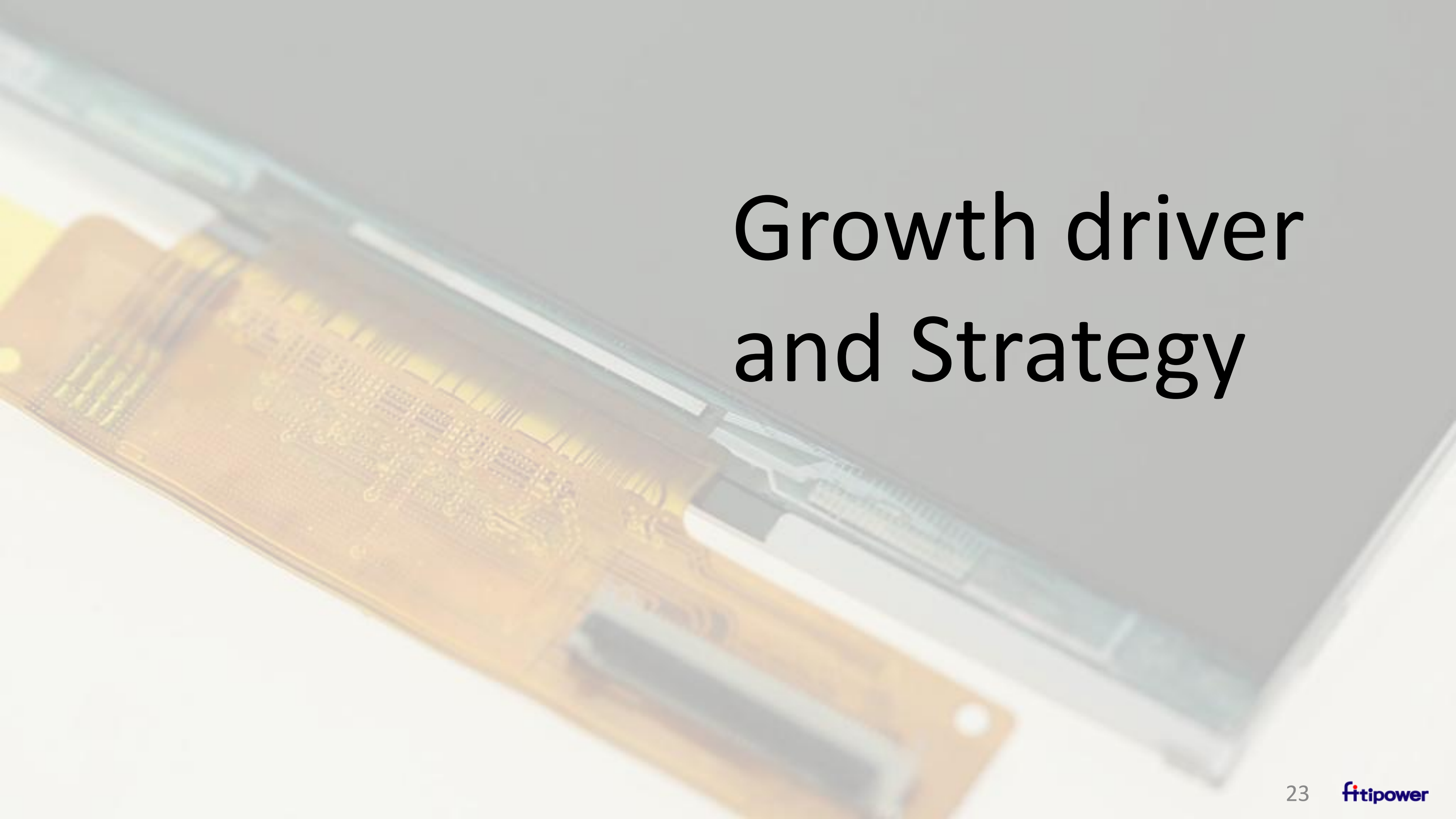
Aug
TV Total solution
For china market

Oct
Small size FHD
TDDI driver IC
*

Nov
iPhone12 20W PD3.0 IC*

Dec
Wearable AMOLED driver
IC*/HD TDDI driver IC*

*Subsidiary



Growth driver and Strategy

Growth driver and Strategy

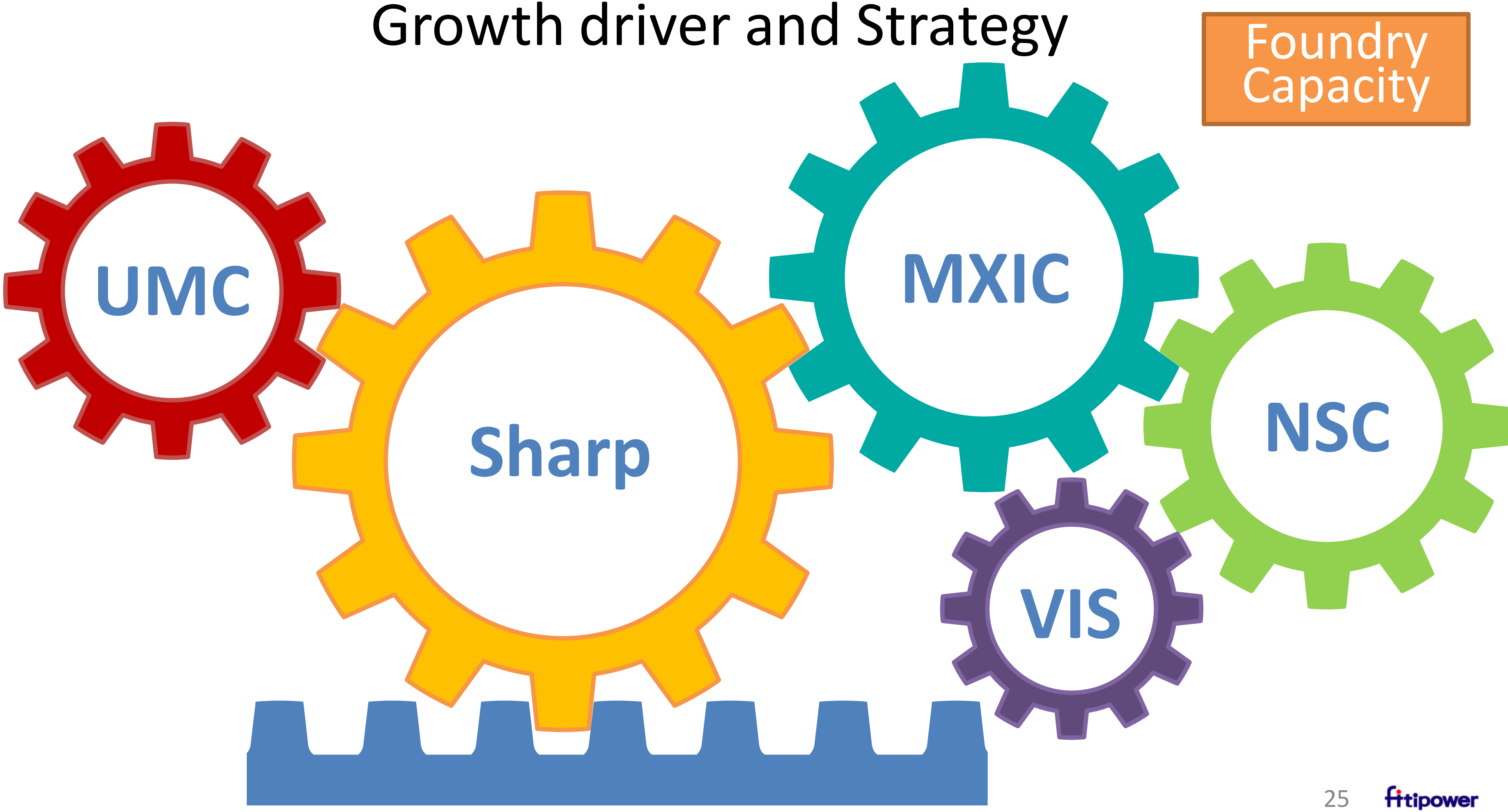
Main Product

Main Product in 2021

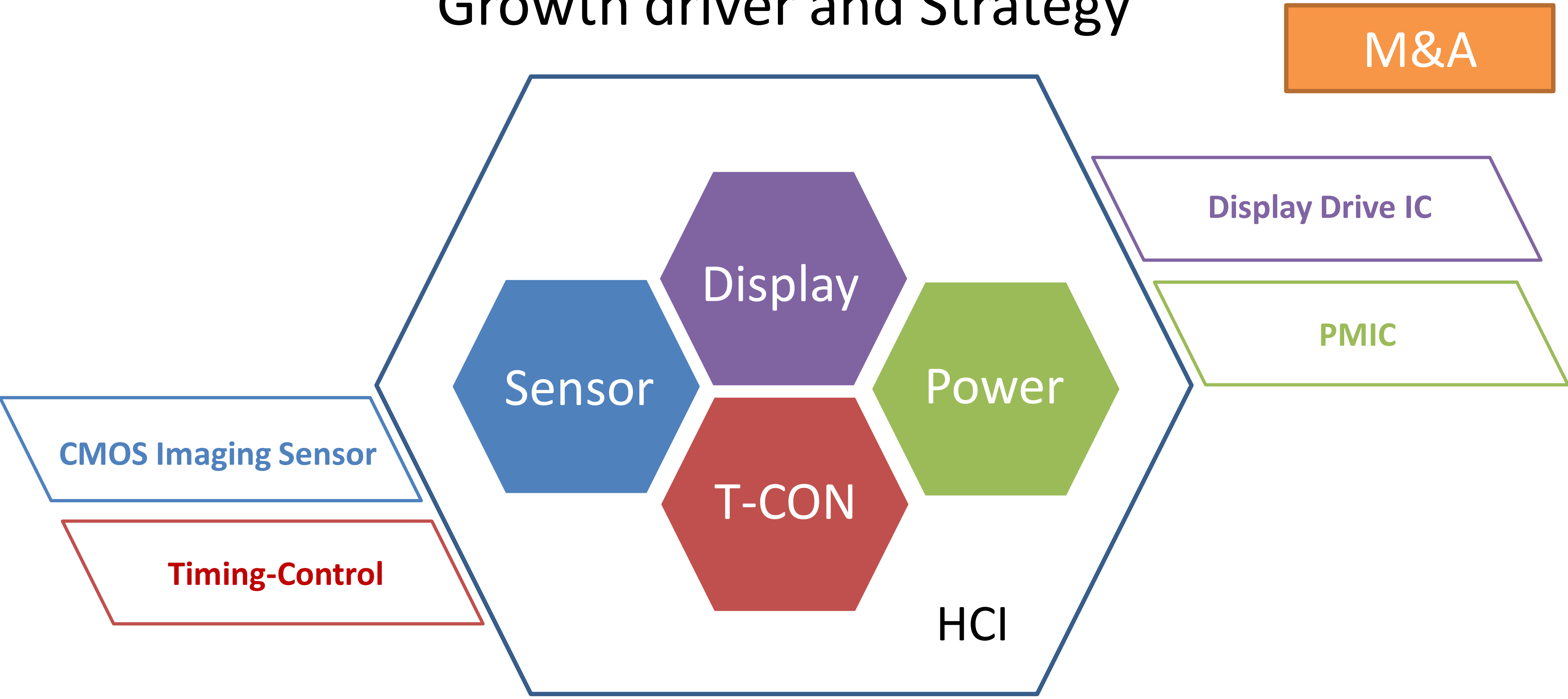
Large Size Total solution	Driver IC + TCON + PMIC
miniLED	Passive Matrix Q4
TDDI*	Mobile Q1/Q2
AMOLED*	Wearable Q1/Mobile Q4
EPD(color)	E-BOOK(color)Q4
ESL*	Gain market share further
DC/DC	Raise our market share with wifi 6 demand
PD/QC*	Ready for strong demand from market
VCM*	Gain market share (China and Korea)

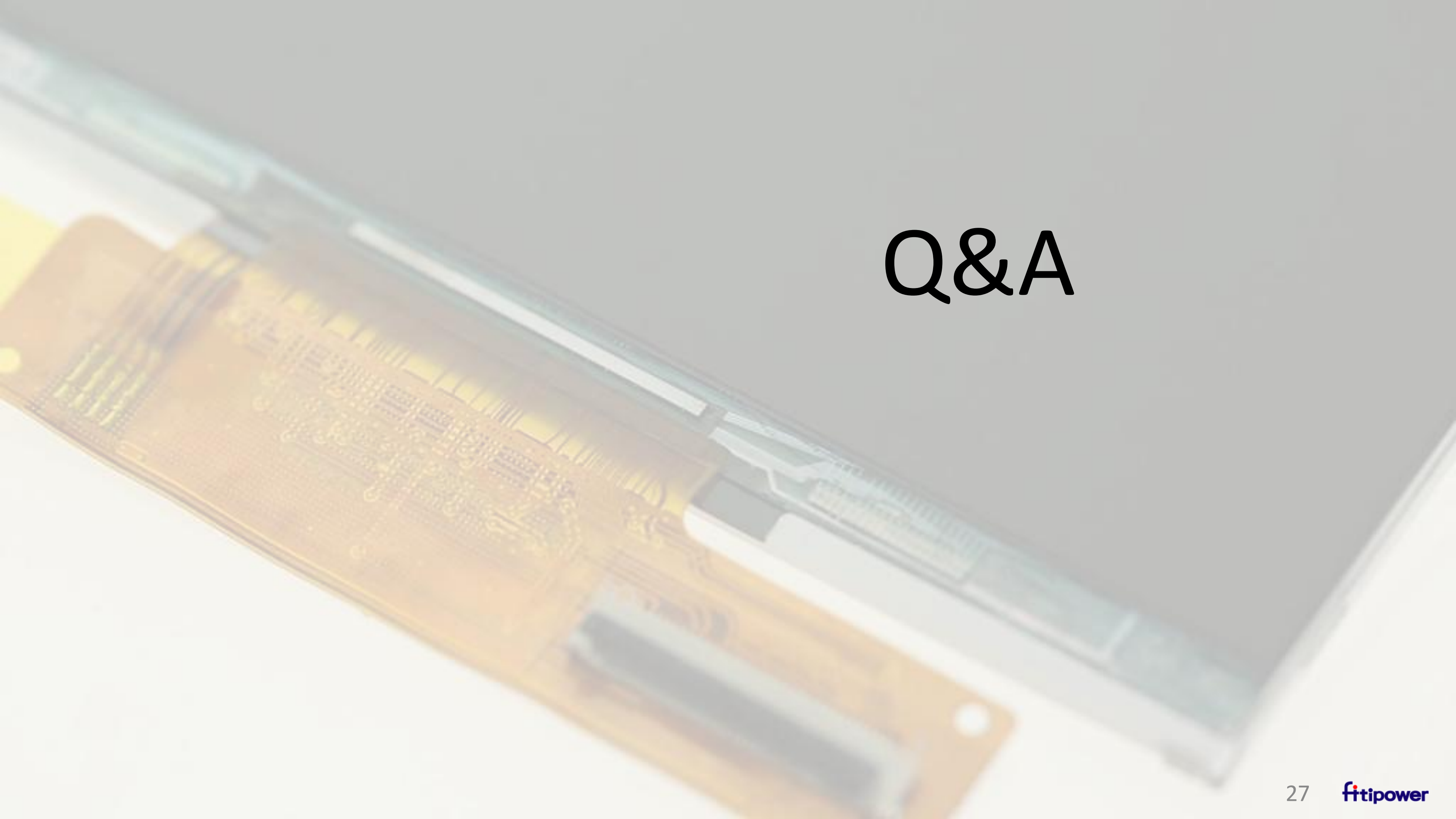
*Subsidiary

Growth driver and Strategy



Growth driver and Strategy





Q&A

https://www.fitipower.com
IR@fitipower.com