

Fitipower 1Q2021 Investor Conference

2021.5.19

*Drive your heart
Power your life*

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AGENDA

- 1Q21 Financial Results
- Fitipower Overview
- Key Growth Driver
- Q&A

James Chen IR

The background of the slide features a close-up, slightly blurred image of a laptop's internal components. A flexible circuit board, likely for a display or touchpad, is visible, showing intricate gold-colored circuitry and various electronic components. The board is connected to a larger, greyish-blue component, possibly the laptop's main body or another part of the display assembly. The overall lighting is soft, highlighting the metallic and plastic textures of the hardware.

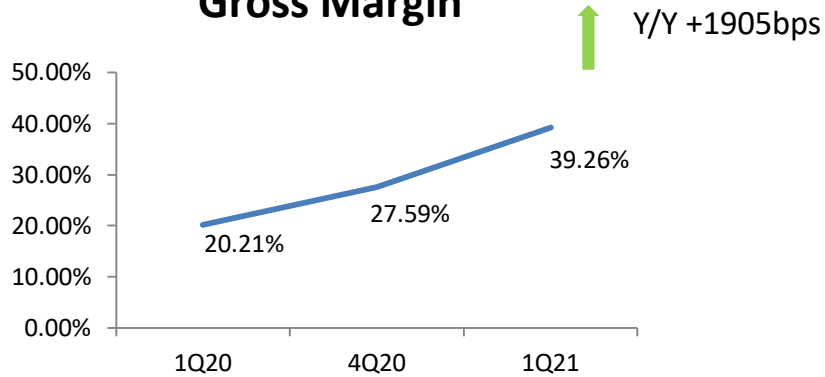
1Q2021 Financial Results

1Q21 Consolidated Income Statement

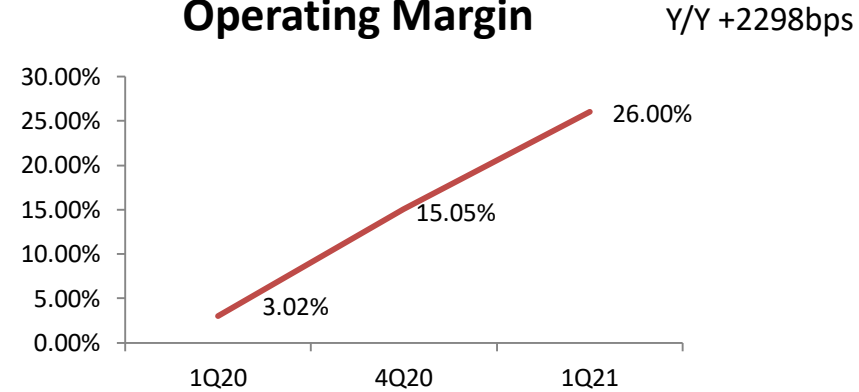
ITEM (In NT Thousands)	1Q21	4Q20	Q/Q	1Q20	Y/Y
Revenue	4,004,227	3,637,539	10.08%	2,097,629	90.89%
Gross Profit	1,572,070	1,003,675	56.63%	423,888	270.87%
Gross Margin	39.26%	27.59%	11.67%	20.21%	19.05%
Selling expenses	(74,266)	(81,831)	-9.24%	(55,803)	33.09%
Administration expenses	(60,496)	(67,187)	-9.96%	(41,992)	44.07%
R&D expenses	(395,661)	(310,323)	27.50%	(272,659)	45.11%
Operating expenses	(530,827)	(456,216)	16.35%	(360,454)	47.27%
Operating Expense Ratio	13.26%	12.54%	0.71%	17.18%	-3.93%
Operating income	1,041,243	547,459	90.20%	63,434	1541.46%
Operating Margin	26.00%	15.05%	10.95%	3.02%	22.98%
Net non-operating income	(10,449)	15,651	166.76%	7,848	233.14%
Net income before income tax	1,030,794	563,110	83.05%	71,282	1346.08%
Income tax expense	(150,532)	(66,859)	125.15%	(3,994)	3668.95%
Net income	880,262	496,251	77.38%	67,288	1208.20%
Owners of the parent	790,637	445,815	77.35%	67,613	1069.36%
Net income Margin	21.98%	13.64%	8.34%	3.21%	18.78%
EPS (NT Dollar)	4.78	2.69	77.70%	0.41	1065.85%
ROE of the parent company	13.86%	9.36%	4.50%	1.73%	12.13%

Key Ratio Chart

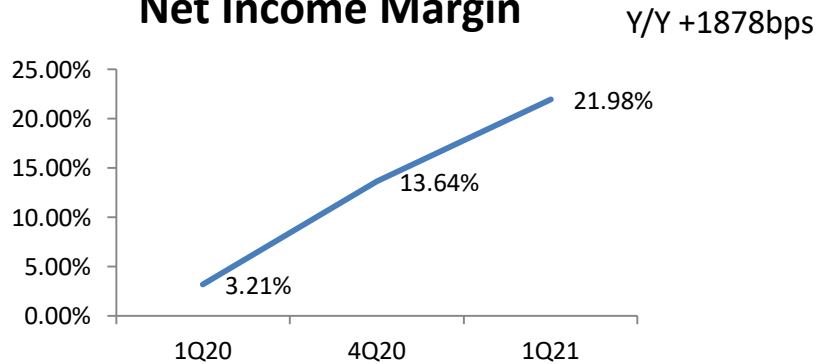
Gross Margin



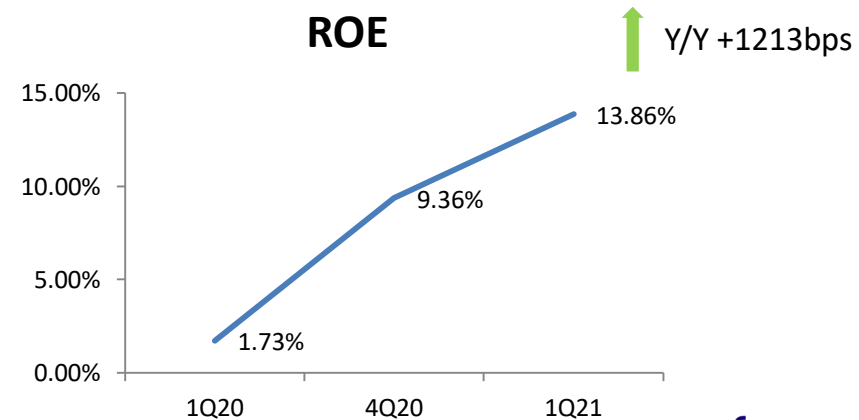
Operating Margin



Net Income Margin



ROE

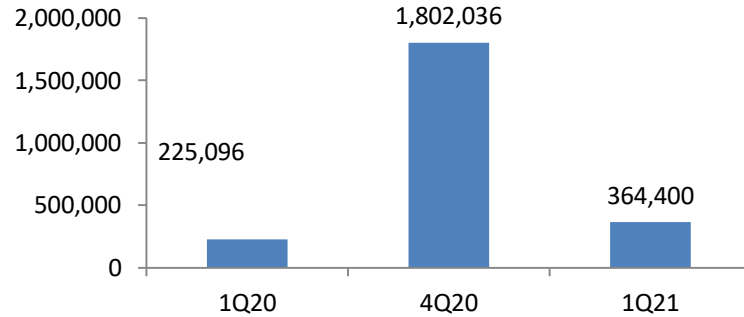


1Q21 Consolidated Balance Sheets & Key Indices

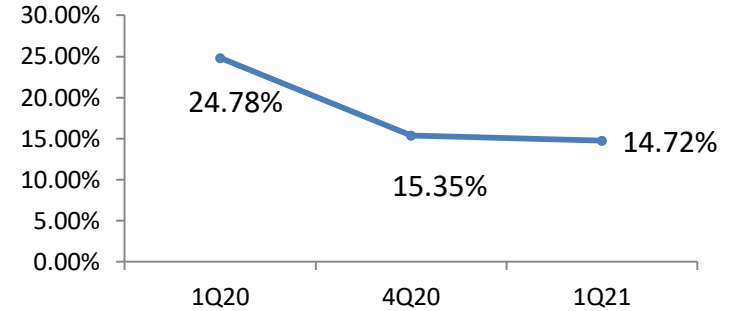
Selected Items from Balance Sheets (In NT Thousands)	1Q21		4Q20		1Q20	
	Amount	%	Amount	%	Amount	%
Cash&Marketable Securities	4,404,671	41.7	2,863,625	30.9	1,872,847	28.8
CFAFV	1,102,537	10.4	2,159,722	23.3	0	0.0
Accounts Receivable	1,942,770	18.4	1,802,679	19.4	2,132,762	32.8
Inventories	1,554,558	14.7	1,422,473	15.3	1,611,508	24.8
Other current assets	607,501	5.8	156,582	1.7	139,798	2.1
Net PP&E	366,315	3.5	332,385	3.6	273,237	4.2
Intangible assets	234,943	2.2	236,358	2.5	246,073	3.8
Other non current assets	145,139	1.4	98,586	1.1	120,256	1.8
Total Assets	10,562,598	100.0	9,269,684	100.0	6,503,353	100.0
Short-term debt	256,815	2.4	0	0.0	667,973	10.3
Accounts Payable	2,131,304	20.2	2,218,626	23.9	1,072,346	16.5
Other current liabilities	520,228	4.9	460,918	5.0	329,672	5.1
Total non current liabilities	168,694	1.6	165,757	1.8	147,024	2.3
Total Liabilities	3,427,849	32.5	2,993,535	32.3	2,548,836	39.2
Total Shareholders' Equity	7,134,749	67.5	6,276,149	67.7	3,954,517	60.8
Net Shareholders' Equity of the Parent Company	6,094,800		5,316,161		3,937,194	
Key indices						
A/R Turnover Days	42.09		54.49		94.39	
Inventory Turnover Days	55.08		47.95		84.4	
Cash from operating activities	364,400		1,802,036		225,096	
Free cash flow	288,721		1,745,177		169,667	

Key Indices

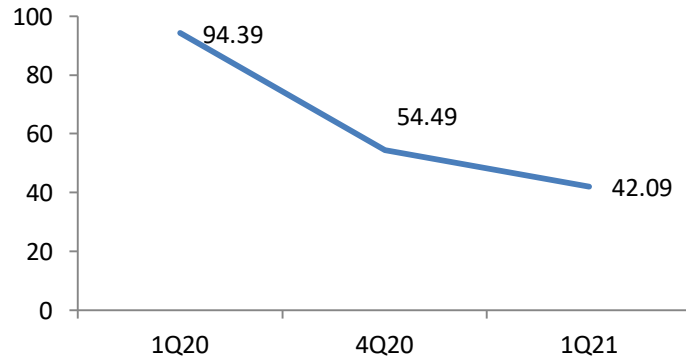
Cash from operating activities



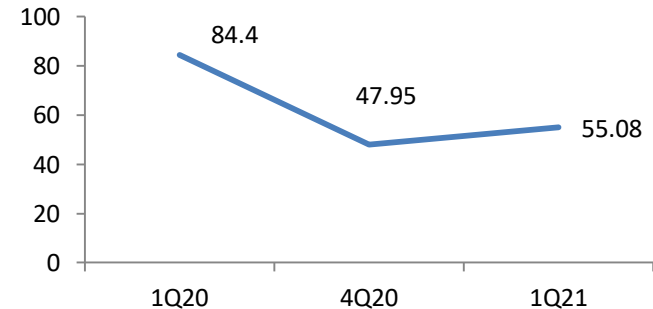
Inventories by Total Assets



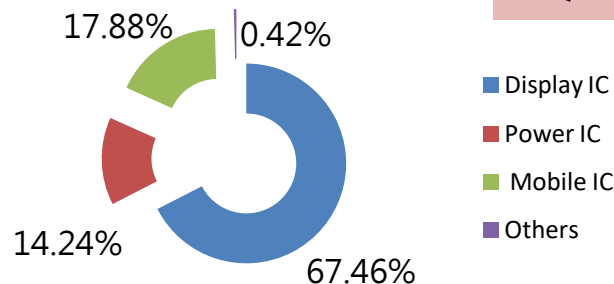
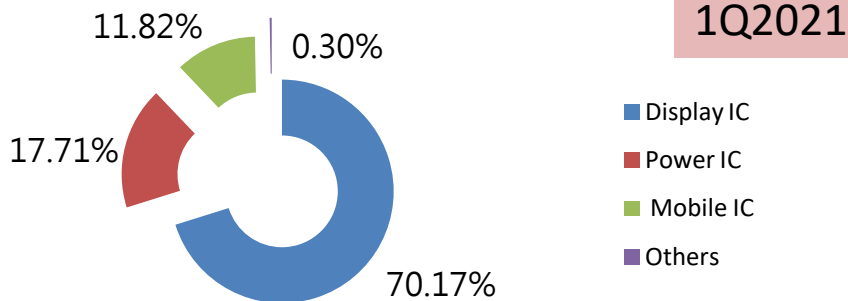
A/R Turnover Days



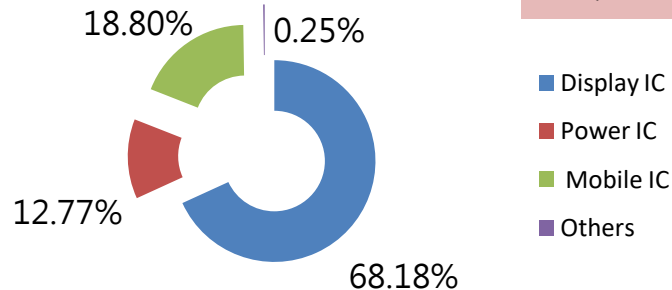
Inventories Turnover Days



1Q21 Revenues By Product Segment



Segment	1Q2020	4Q2020	Q/Q Change%	1Q2021
Display IC	68.18%	67.46%	+2.71%	70.17%
Power IC	12.77%	14.24%	+3.47%	17.71%
Mobile IC	18.80%	17.88%	-6.06%	11.82%
Others	0.25%	0.42%	-0.12%	0.30%



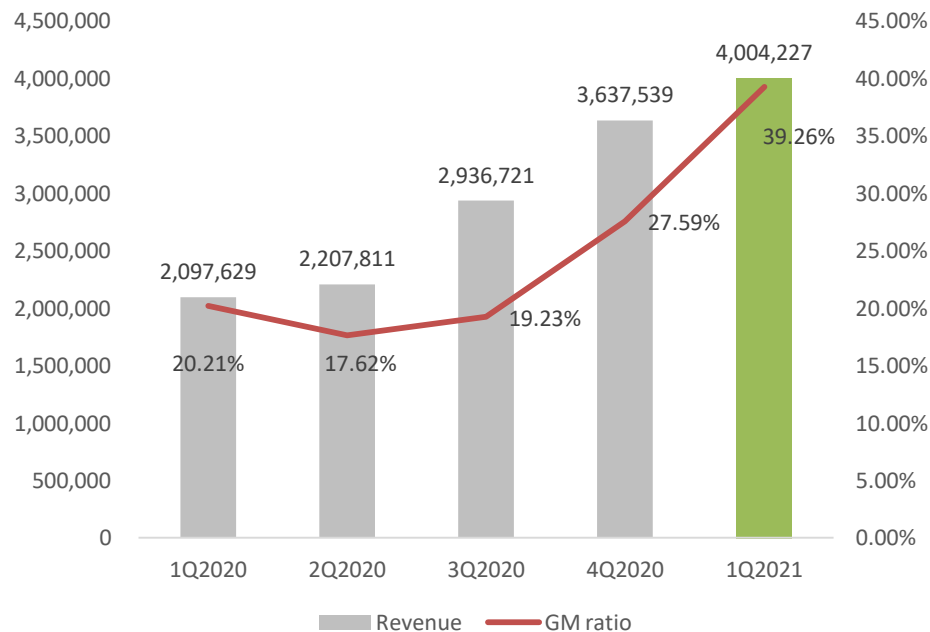
Display IC including T-CON/EPD/ESL

Consolidated REV and GM in past 5 quarter

Revenue((Unit: NT Thousands)

Highlights

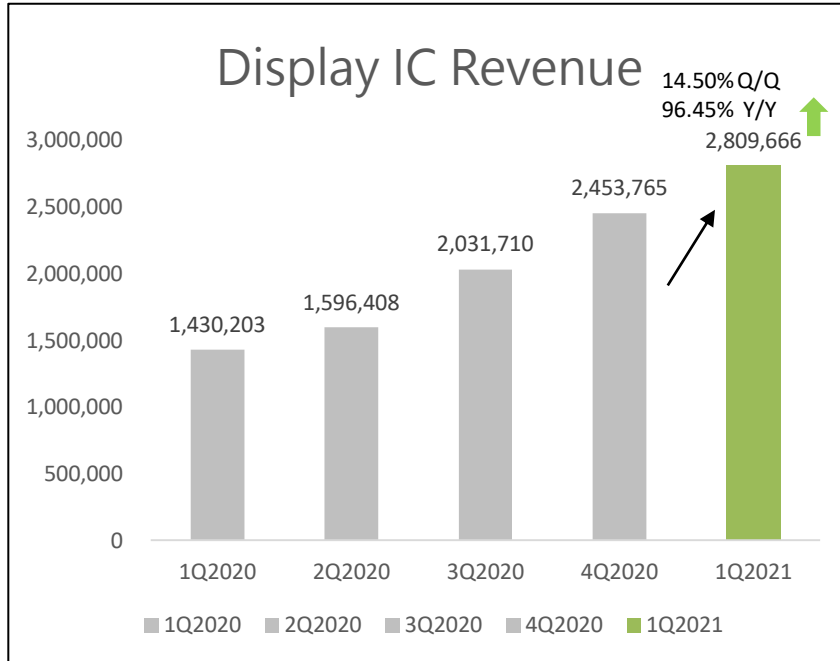
Revenue and GM ratio in past 5Q



- 1Q21 Revenue Q/Q+10.08% , Y/Y+90.89%,record high in historical period.
- Mainly benefit from WFH and humans accelerate digitization process ,all product line are in the strong demand situation. Q and P are all rise up.
- Diversify our product mix to gain more profit.
- Quarterly growth rate mainly drive by Power IC/Display IC(large and medium size , including TCON).
- Annual growth rate mainly drive by Power IC/Display IC/Mobile IC.
- Gross margin ratio rise to 35-40%.

Display IC

Revenue(Unit: NT Thousands)



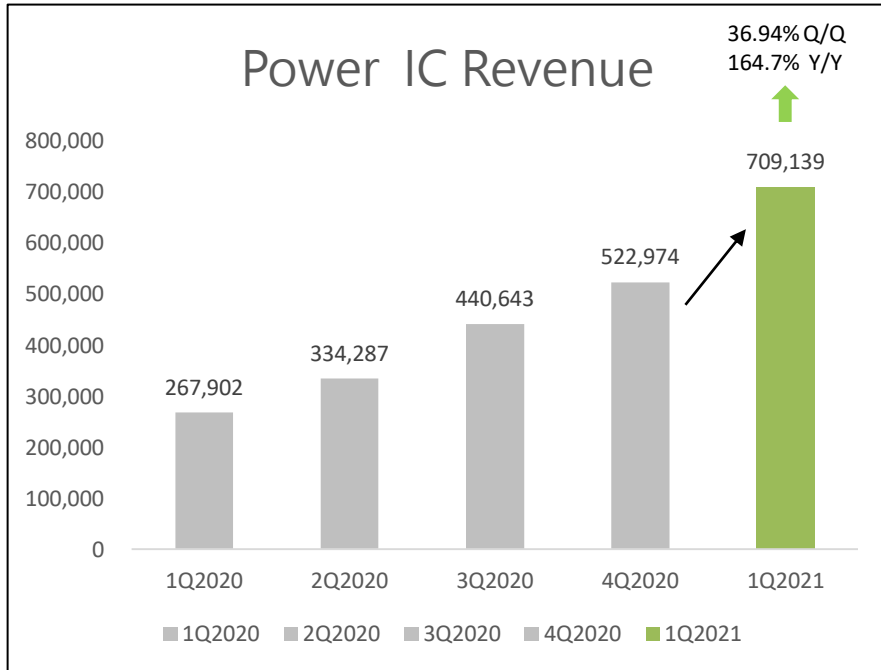
Highlights

- Quarterly growth rate mainly drive by ESL/medium size(Pad, Automotive Display, IPC)/E-BOOK.
- Annual growth rate mainly drive by ESL/NB/E-BOOK.
- Most product line gain positive quarterly and annual growth rate because WFH and strong demand in semiconductor industry.

Revenues are including parent and subsidiaries

Power IC

Revenue(Unit: NT Thousands)



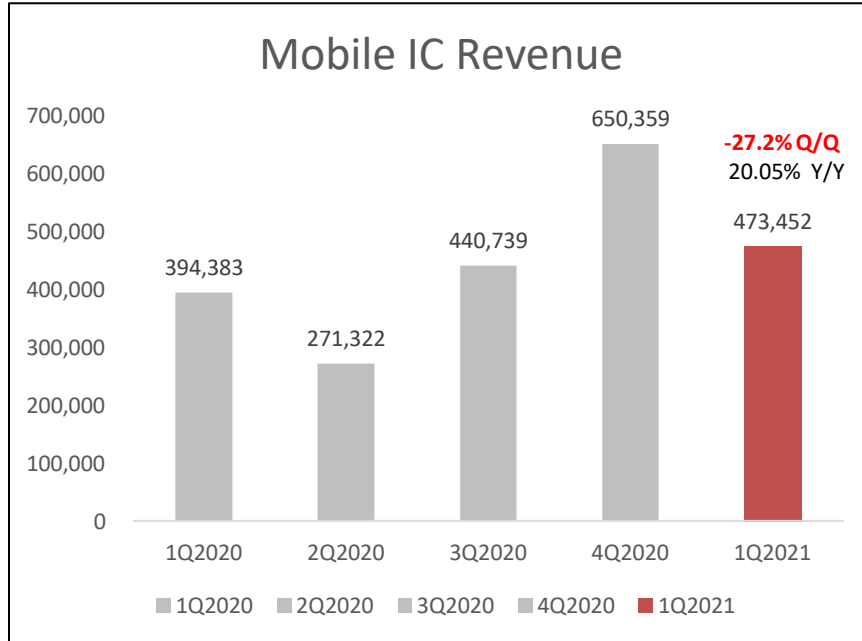
Highlights

- Quarterly growth rate mainly drive by E-BOOK PMIC/HVBUCK/Mobile PMIC.
- Annual growth rate mainly drive by HVBUCK/Mobile PMIC/E-BOOK PMIC.

Revenues are including parent and subsidiaries

Mobile IC

Revenue(Unit: NT Thousands)



Highlights

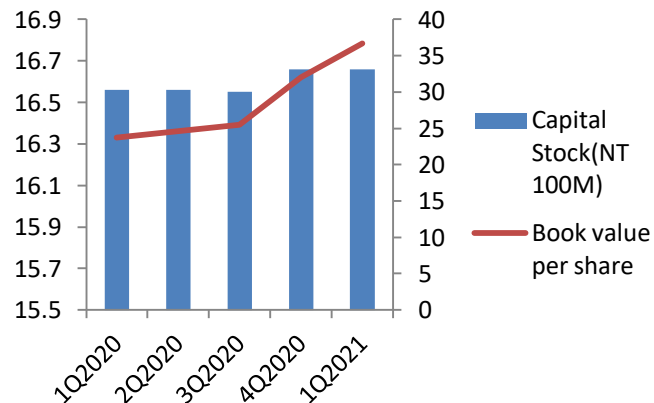
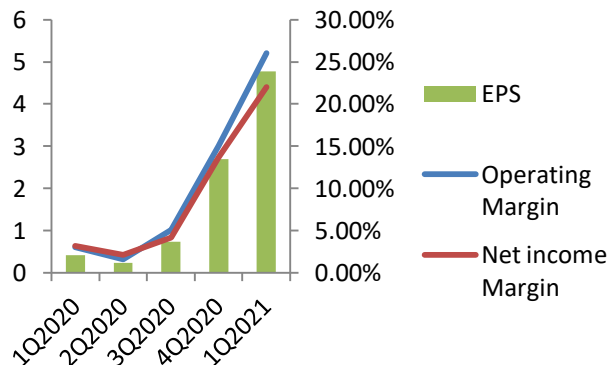
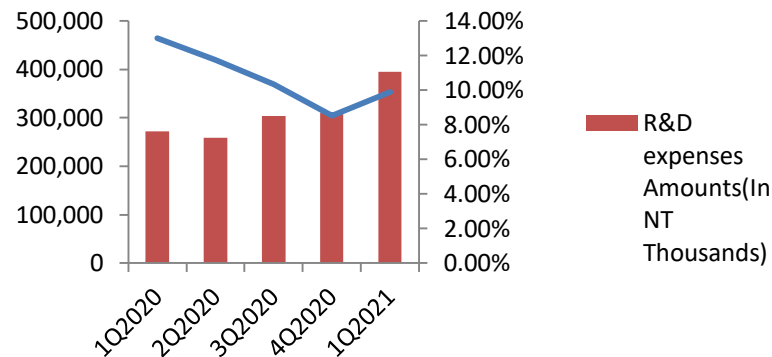
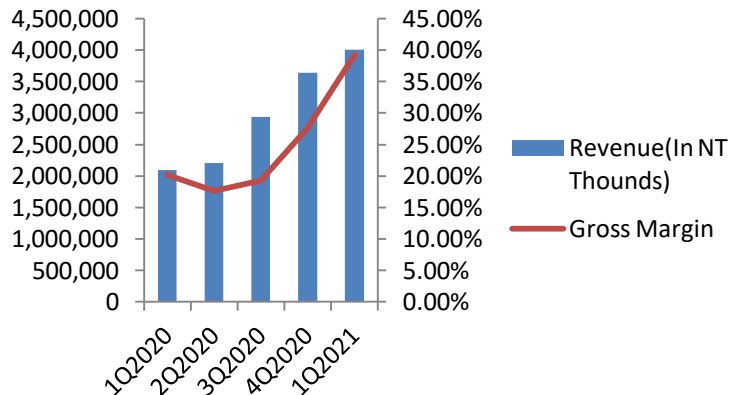
- Management team change the product mix more favorable to total gross margin ,mobile shipment decrease, but price still rise up .
- Our Subsidiary's TDDI IC had small shipment in 4Q2020,MP in 2Q2021, we will see obviously income in Q3 .

Revenues are including parent and subsidiaries

Consolidated Financial Results in past 5 Quarters

Item/Year	1Q2020	2Q2020	3Q2020	4Q2020	1Q2021
Revenue(In NT Thounds)	2,097,629	2,207,811	2,936,721	3,637,539	4,004,227
Gross Margin	20.21%	17.62%	19.23%	27.59%	39.26%
R&D expenses ratio	13.00%	11.75%	10.34%	8.53%	9.88%
R&D expenses Amounts(In NT Thousands)	272,659	259,520	303,516	310,323	395,661
Operating Margin	3.02%	1.56%	5.04%	15.05%	26.00%
Net income Margin	3.21%	2.10%	4.15%	13.64%	21.98%
EPS	0.41	0.24	0.73	2.69	4.78
Capital Stock(NT 100M)	16.56	16.56	16.55	16.66	16.66
Book value per share	23.77	24.64	25.47	31.98	36.67
Total Assets(NT Thounds)	6,503,353	6,626,146	7,242,710	9,269,684	10,562,598
Debt Ratio	39.19%	34.77%	38.37%	32.29%	32.45%

Key Indices in past 5 Quarters

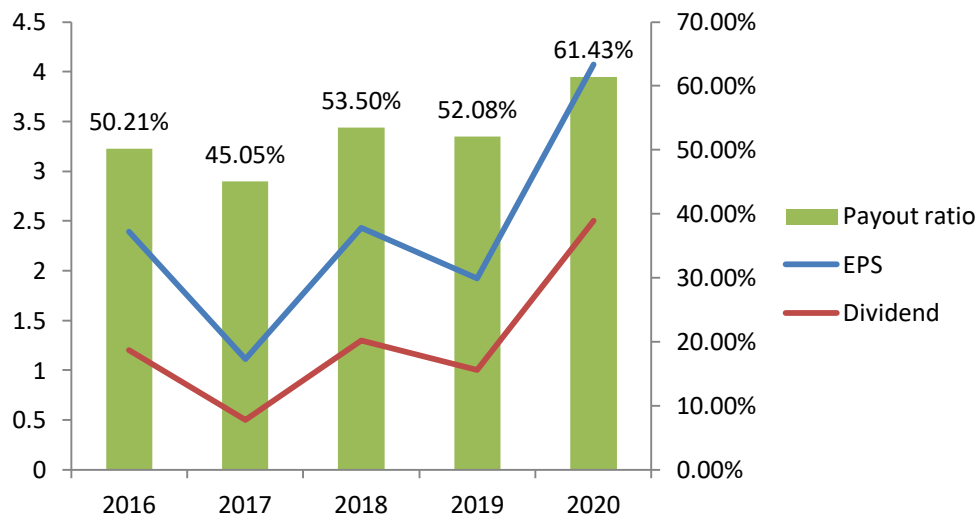


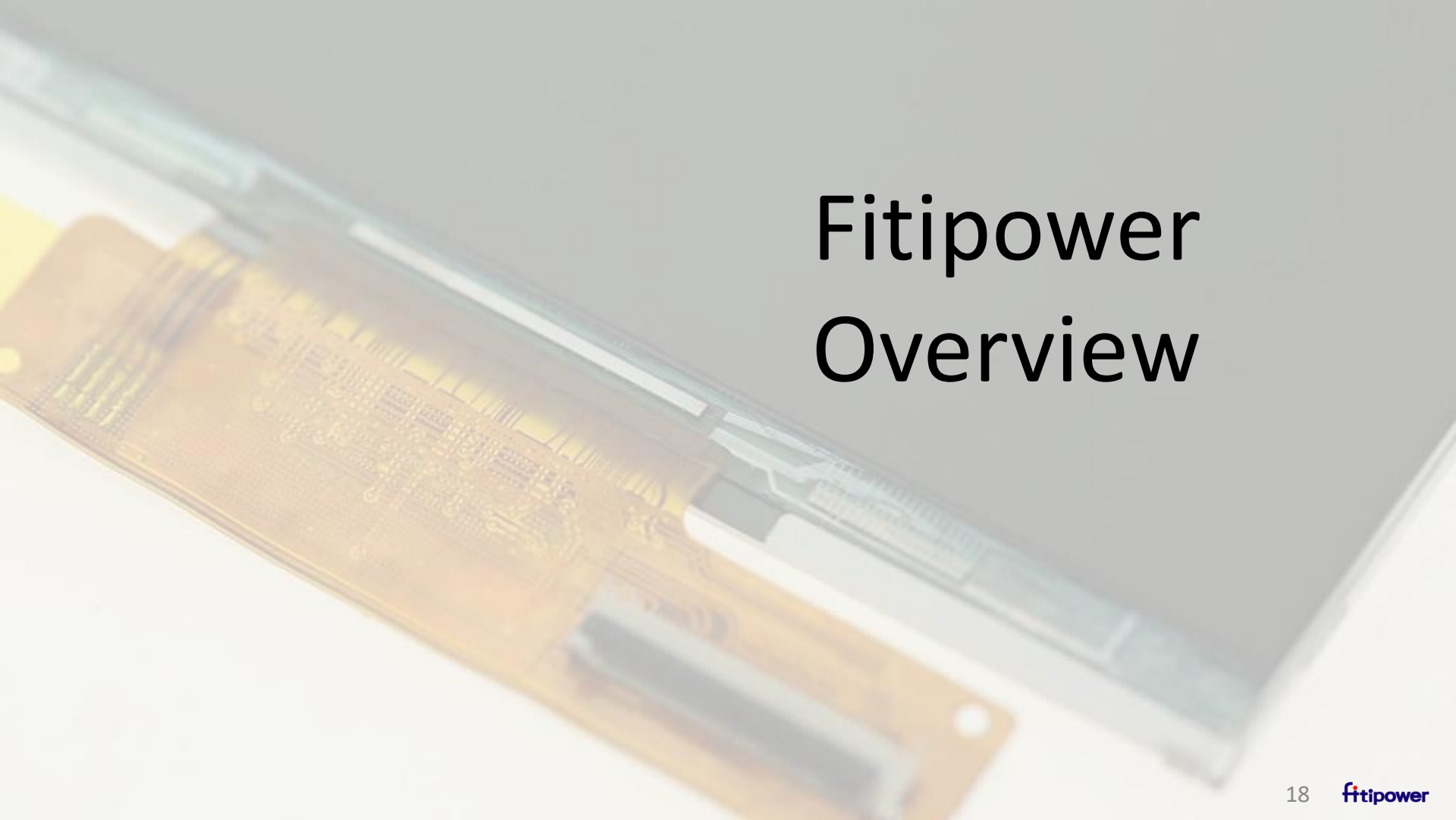
Consolidated Financial Results in past 5 years and 1Q21

Item/Year	2016	2017	2018	2019	2020	1Q2021
Revenue(In NT Thounds)	6,902,506	7,169,758	8,852,376	9,166,293	10,879,700	4,004,227
Gross Margin	19.93%	18.77%	20.13%	19.92%	21.89%	39.26%
R&D expenses ratio	10.68%	11.88%	10.84%	11.71%	10.53%	9.88%
R&D expenses Amounts(In NT Thousands)	737,263	851,427	959,525	1,073,083	1,146,018	395,661
Operating Margin	5.12%	2.58%	5.02%	3.85%	7.29%	26.00%
Net income Margin	4.61%	2.04%	3.93%	3.37%	6.73%	21.98%
EPS	2.39	1.11	2.43	1.92	4.07	4.78
Dividend	1.2	0.5	1.3	1	2.5	
Payout ratio	50.21%	45.05%	53.50%	52.08%	61.43%	
Capital Stock(NT 100M)	13.88	14.15	16.28	16.56	16.65	16.65
Book value per share	18.45	18.6	22.4	23.32	31.98	36.59
Total Assets(NT Thounds)	4,812,116	5,517,214	6,437,575	5,921,421	9,269,684	10,562,598
Debt Ratio	46.90%	52.47%	43.32%	34.75%	32.29%	32.45%

Dividend and Payout Ratio

Item/Year	2016	2017	2018	2019	2020
EPS	2.39	1.11	2.43	1.92	4.07
Cash Dividend	1.2	0.5	1.3	1	2.5
Payout ratio	50.21%	45.05%	53.50%	52.08%	61.43%





Fitipower Overview

**Fitipower —
An IC DESIGN PLATFORM
COMPANY**

HQ :
Hsinchu Science Park
Taiwan

Headcount :

2020.10/651

2020.12/686

2021.2/717

2021.4/759

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

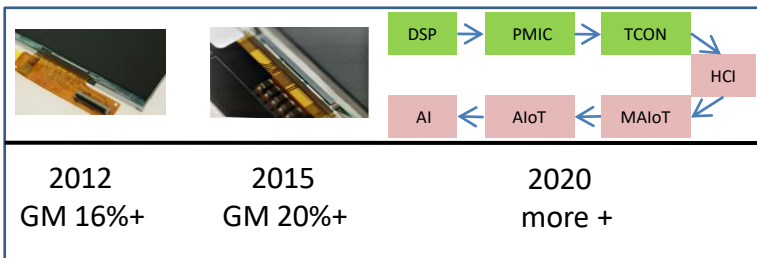
Fitipower Overview

A Platform of HCI

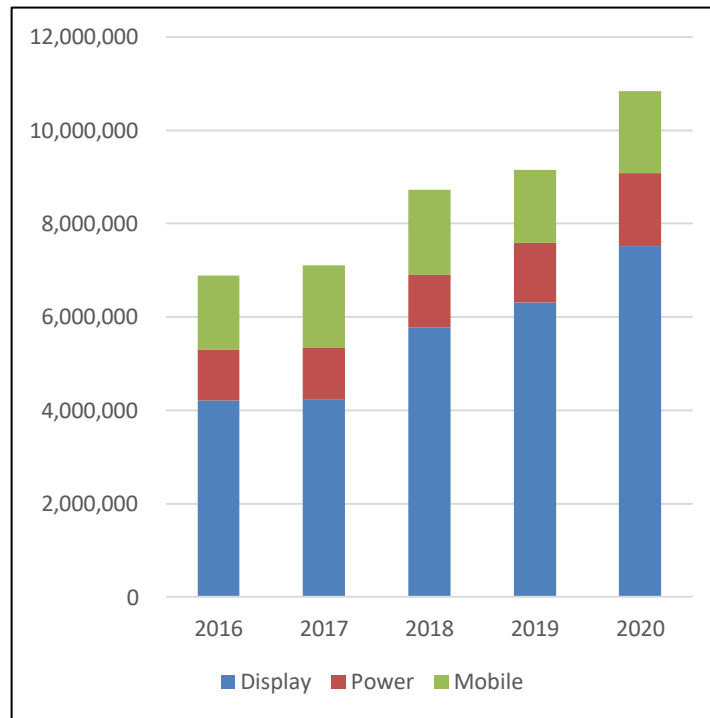
Brief History

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.

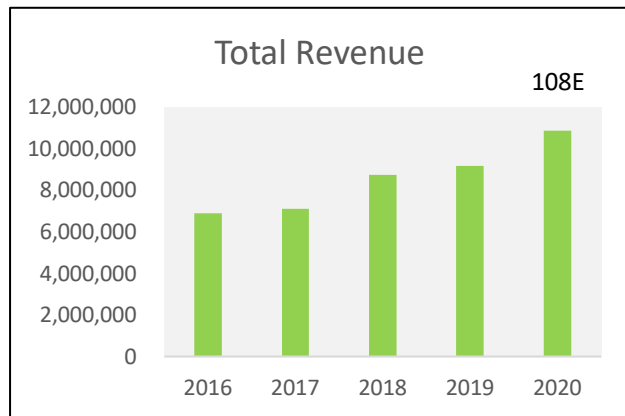
From driver IC to HCI



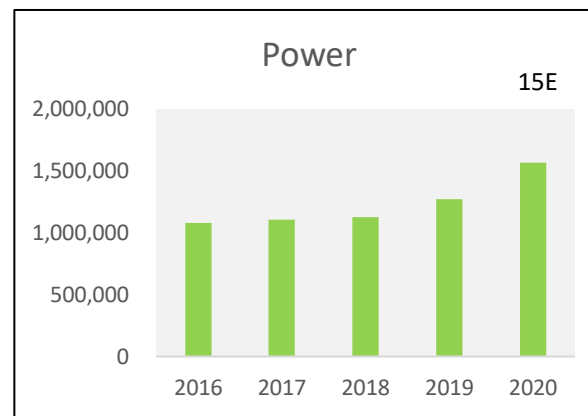
Revenue by Product line



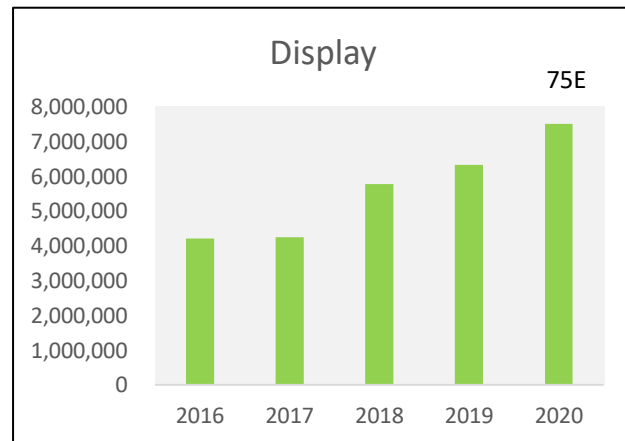
Core Business CAGR in past 5 Years



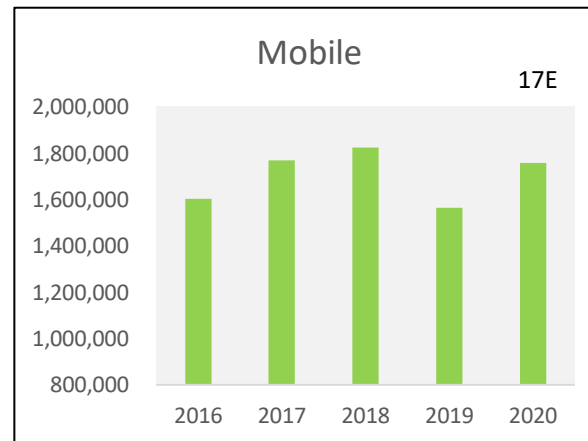
Total Revenue
CAGR 11.97%



Power Revenue
CAGR 9.68%

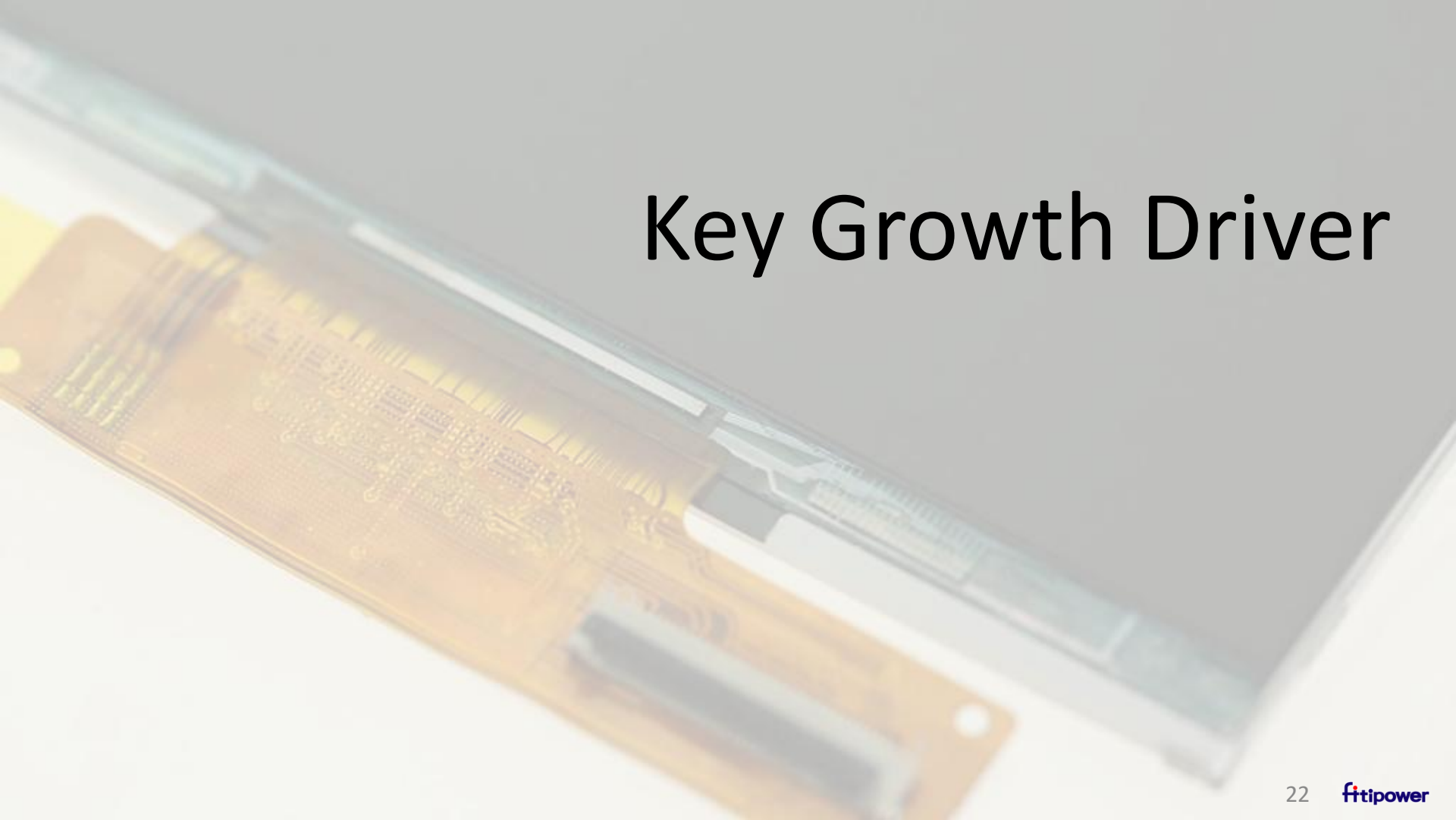


Display Revenue
CAGR 15.58%



Mobile Revenue
CAGR 2.33%





Key Growth Driver

Key Growth Driver

DC/DC

Demand from diversify application are strong. Including IPC/Wifi6 router/smart door bell/cable modem/5G CPE/5G router/web cam

PD/QC*

Strong demand from charger/car charger/portable charger , continue to provide total solutions to our clients

POWER

Gray Scale EPD(E-BOOK)

Shipment continues increase.

Color EPD(E-BOOK)

- 1.Product map on schedule .
- 2.Q4 small shipment,2022 MP.

ESL

- 1.Revenues will rise up again in may. 2.Fitipower will gain more market share .



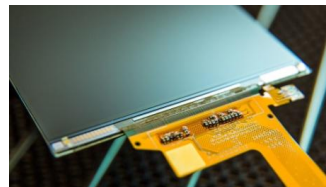
EPD/ESL*

TDDI

- 1.Already small shipment.
- 2.2Q 2021 MP, we can see revenue obviously in 3Q.

AMOLED

- 1.Wearable product 2Q/3Q MP.
2. Mobile product start project in 4Q.



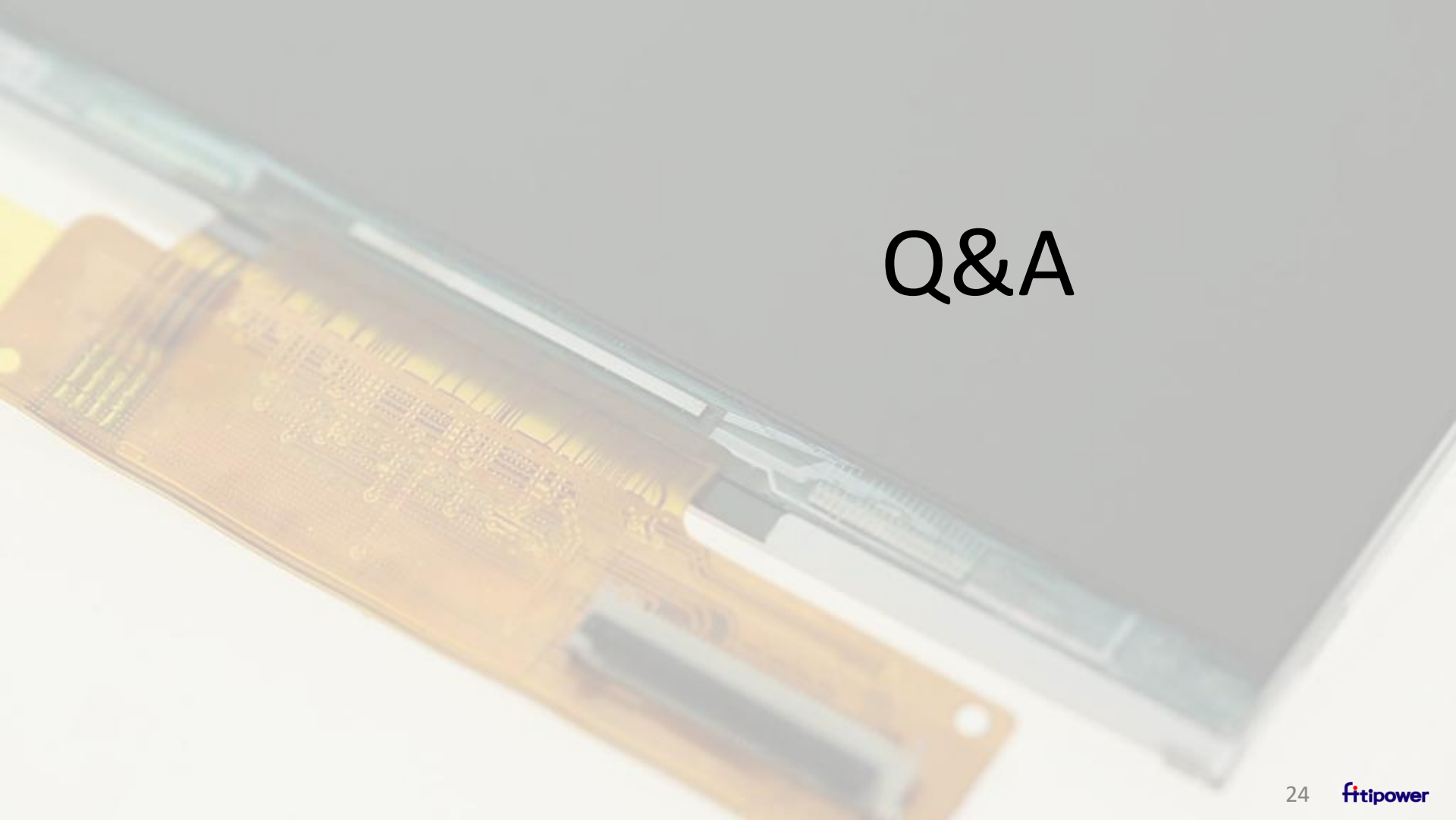
TDDI and AMOLED*

Large Size Total Solution

Our clients have high acceptability of the solution, because tight supply situation.



Large Size
Total Solution



Q&A



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