Fitipower 2Q2021 Investor Conference

2021.8.11

Drive your heart
Power your life

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AGENDA

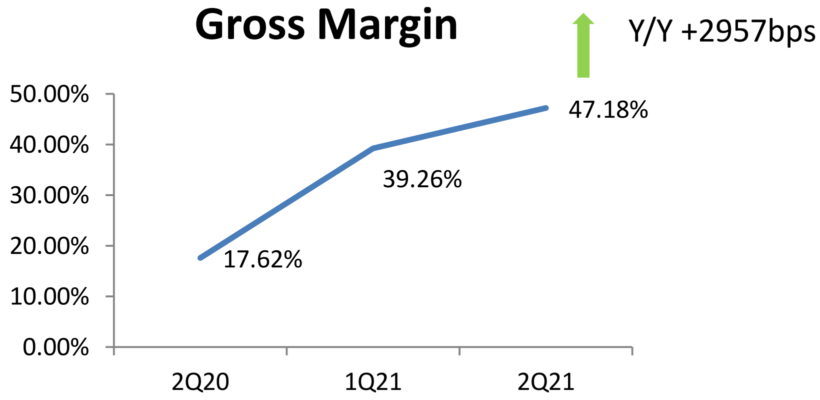
- 2Q21 Financial Results James Chen IR
- 1H21 Financial Results
- Fitipower Overview
- Key Growth Driver
- Q&A

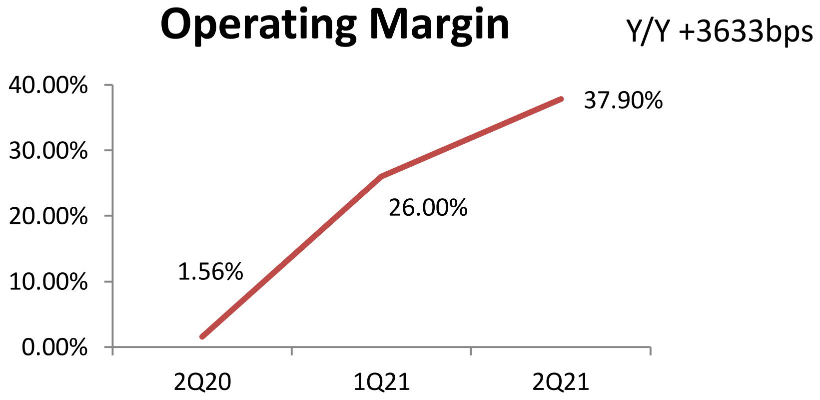
2Q2021
Financial Results

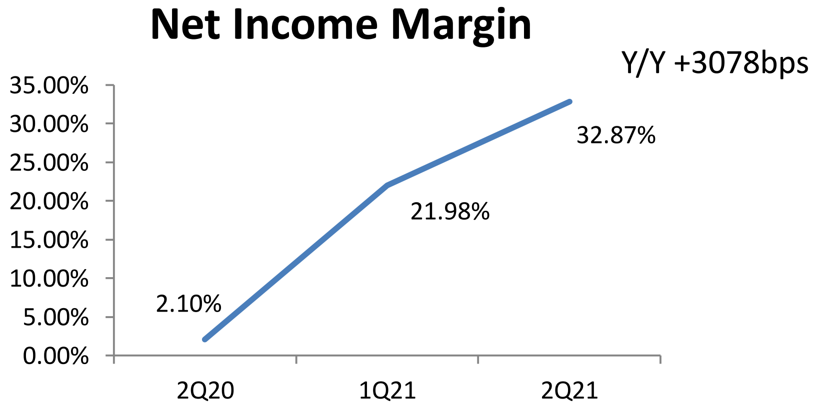
2Q21 Consolidated Income Statement

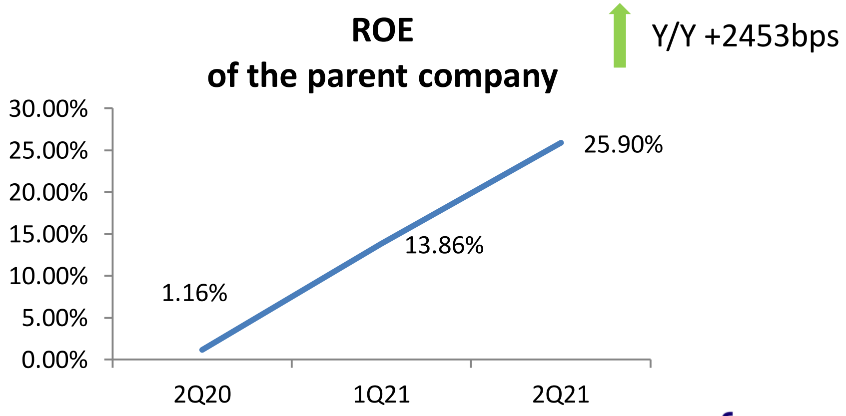
ITEM (In NT Thousands)	2Q21	1Q21	Q/Q	2Q20	Y/Y
Revenue	5,869,798	4,004,227	46.59%	2,207,811	165.87%
Gross Profit	2,769,573	1,572,070	76.17%	388,906	612.14%
Gross Margin	**47.18%**	**39.26%**	**7.92%**	**17.62%**	**29.57%**
Selling expenses	(67,052)	(74,266)	-9.71%	(58,108)	15.39%
Administration expenses	(70,540)	(60,496)	16.60%	(39,313)	79.43%
R&D expenses	(407,043)	(395,661)	2.88%	(259,520)	56.84%
Operating expenses	(545,115)	(530,827)	2.69%	(354,426)	53.80%
Operating Expense Ratio	9.29%	13.26%	-3.97%	16.05%	-6.77%
Operating income	2,224,458	1,041,243	113.63%	34,480	6351.44%
Operating Margin	**37.90%**	**26.00%**	**11.89%**	**1.56%**	**36.33%**
Net non-operating income	41,404	(10,449)	496.25%	22,516	-83.89%
Net income before income tax	2,265,862	1,030,794	119.82%	56,996	3875.48%
Income tax expense	(336,172)	(150,532)	123.32%	(10,642)	3058.92%
Net income	1,929,690	880,262	119.22%	46,354	4062.94%
Owners of the parent	1,750,094	790,637	121.35%	39,553	4324.68%
Net income Margin	**32.87%**	**21.98%**	**10.89%**	**2.10%**	**30.78%**
EPS (NT Dollar)	10.58	4.78	121.34%	0.24	4308.33%
ROE of the parent company	**25.90%**	**13.86%**	**12.05%**	**1.16%**	**24.75%**

Key Ratio Chart









2Q21 Consolidated Balance Sheets & Key Indices

Selected Items from Balance Sheets	2Q21		1Q21		2Q20	
(In NT Thousands)	Amount	%	Amount	%	Amount	%
Cash&Marketable Securities	3,294,790	21.0	4,404,671	41.7	1,254,702	18.9
CFAFV	2,730,749	17.4	1,102,537	10.4	450,106	6.8
Accounts Receivable	4,620,880	29.4	1,942,770	18.4	2,500,363	37.7
Inventories	2,094,447	13.3	1,554,558	14.7	1,494,168	22.5
Other current assets	555,834	3.5	607,501	5.8	105,668	1.6
Net PP&E	484,445	3.1	366,315	3.5	286,430	4.3
Intangible assets	243,052	1.5	234,943	2.2	242,378	3.7
Other non current assets	1,515,639	9.6	145,139	1.4	136,626	2.1
Total Assets	**15,711,181**	**100.0**	**10,562,598**	**100.0**	**6,626,146**	**100.0**
Short-term debt	2,582,622	16.4	256,815	2.4	317,041	4.8
Accounts Payable	2,792,979	17.8	2,131,304	20.2	1,297,457	19.6
Other current liabilities	487,602	3.1	520,228	4.9	328,614	5.0
Total non current liabilities	213,733	1.4	168,694	1.6	128,007	1.9
Total Liabilities	**7,084,599**	**45.1**	**3,427,849**	**32.5**	**2,304,165**	**34.8**
Total Shareholders' Equity	**8,626,582**	**54.9**	**7,134,749**	**67.5**	**4,321,981**	**65.2**
Net Shareholders' Equity of the Parent Company	**7,417,617**		**6,094,800**		**4,071,376**	
Key indices						
A/R Turnover Days	50.32		41.06		88.65	
Inventory Turnover Days	52.97		55.69		77.69	
Cash from operating activities	-298,531		364,400		281,990	
Free cash flow	-472,533		288,721		235,379	

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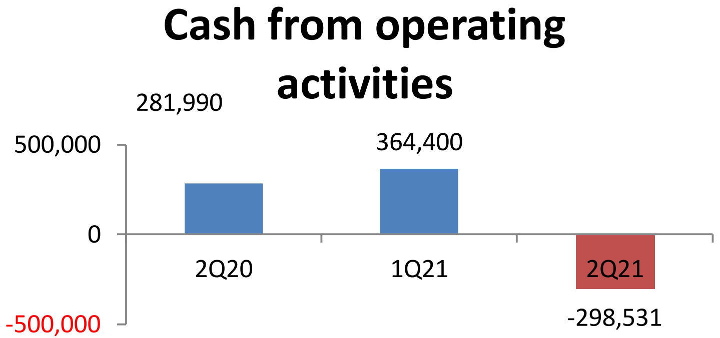
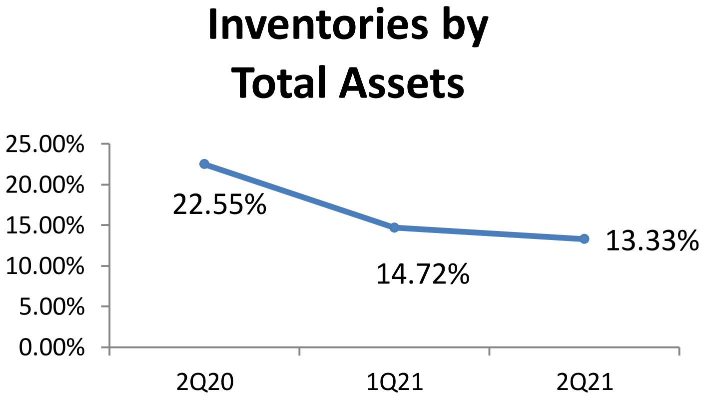
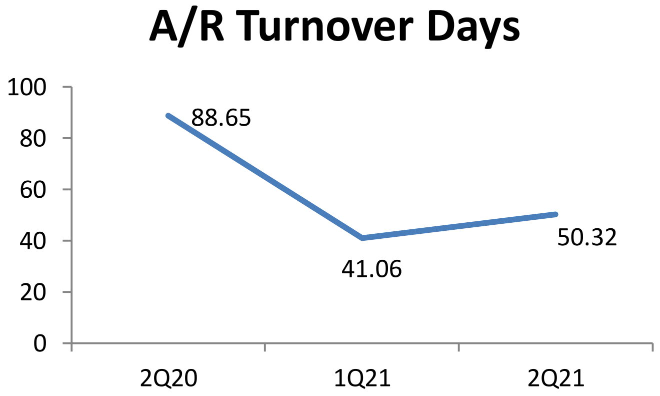
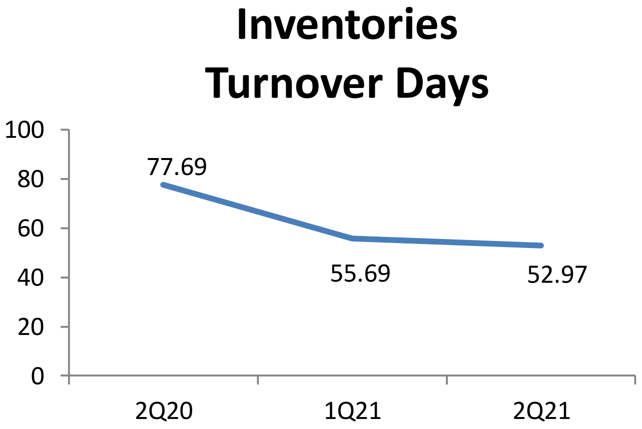
Key Indices









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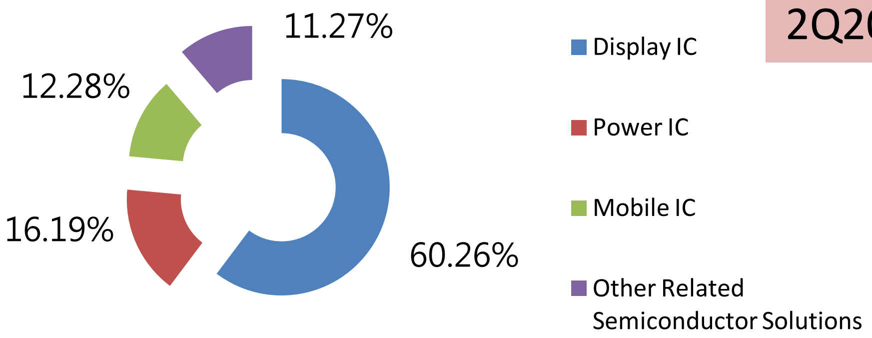
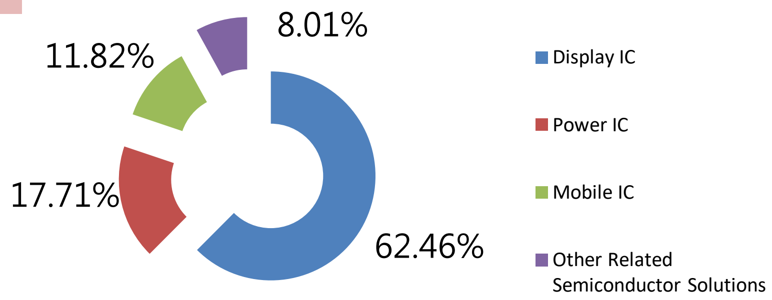
2Q21 Revenues By Product Segment

2Q2021

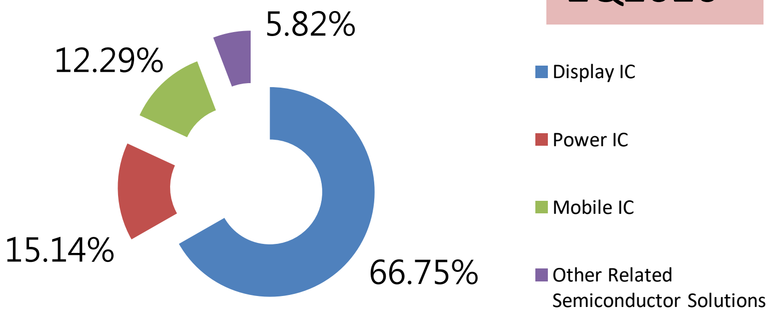


1Q2021



Segment	2Q2020	1Q2021	Q/Q Change%	2Q2021
Display IC	66.75%	62.46%	-2.2%	60.26%
Power IC	15.14%	17.71%	-1.52%	16.19%
Mobile IC	12.29%	11.82%	+0.46%	12.28%
Other Related Semiconductor Solutions	5.82%	8.01%	+3.26%	11.27%

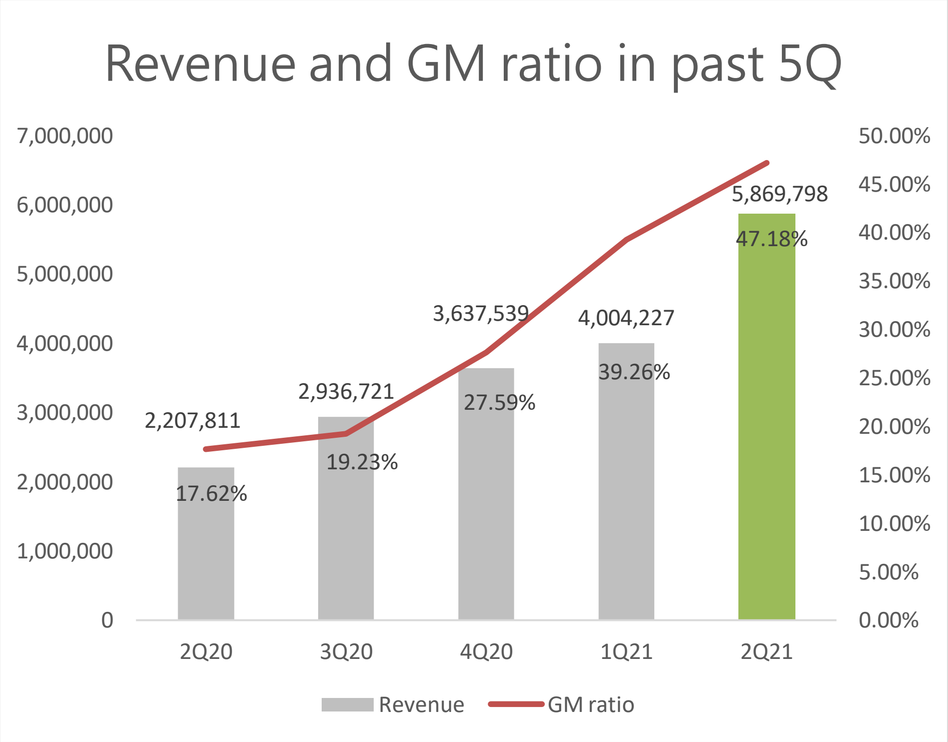
2Q2020



Display IC including Large/Medium DDIC
Other Related Semiconductor Solutions including T-CON/EPD/ESL

Consolidated REV and GM in past 5 quarter

Revenue((Unit: NT Thousands)

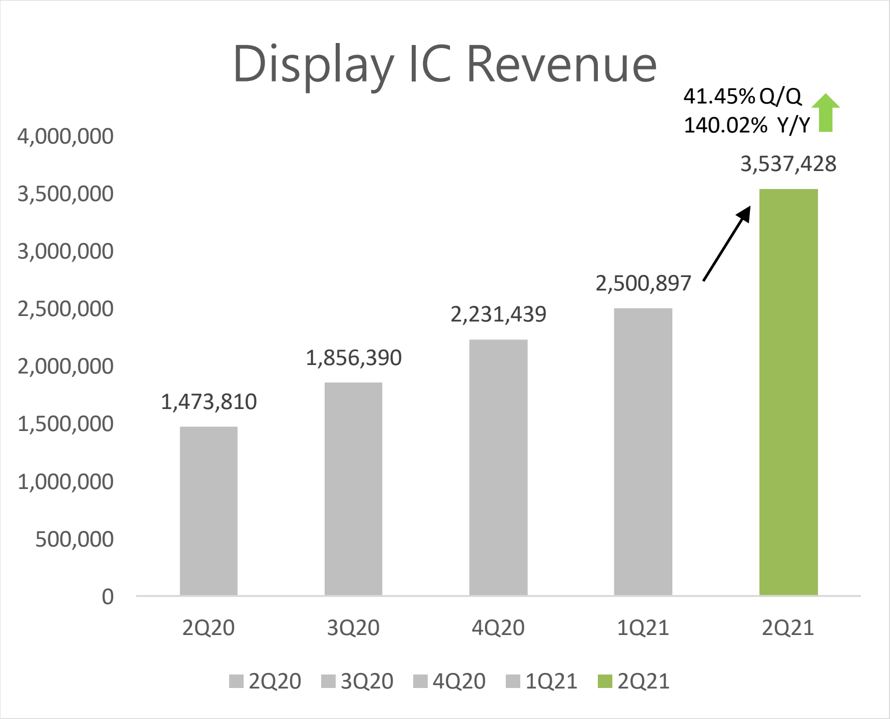


Highlights

- 2Q21 Revenue Q/Q+46.59%， Y/Y+165.86%,record high in historical period.
- Mainly benefit from WFH, humans accelerate digitization process and new tech application ,all product line are in the strong demand situation. Q and P are all rise up. B/B ration still in high level.
- Diversify our product mix to gain more profit still our main path.
- Quarterly growth rate mainly drive by Other Related Semiconductor Solutions/Mobile IC/Display IC(large and medium size)/Power IC.
- Annual growth rate mainly drive by Other Related Semiconductor Solutions/Power IC/Mobile IC/Display IC(large and medium) .
- Gross margin ratio rise to 45-50%.

Display IC(large and medium size)

Revenue(Unit: NT Thousands)



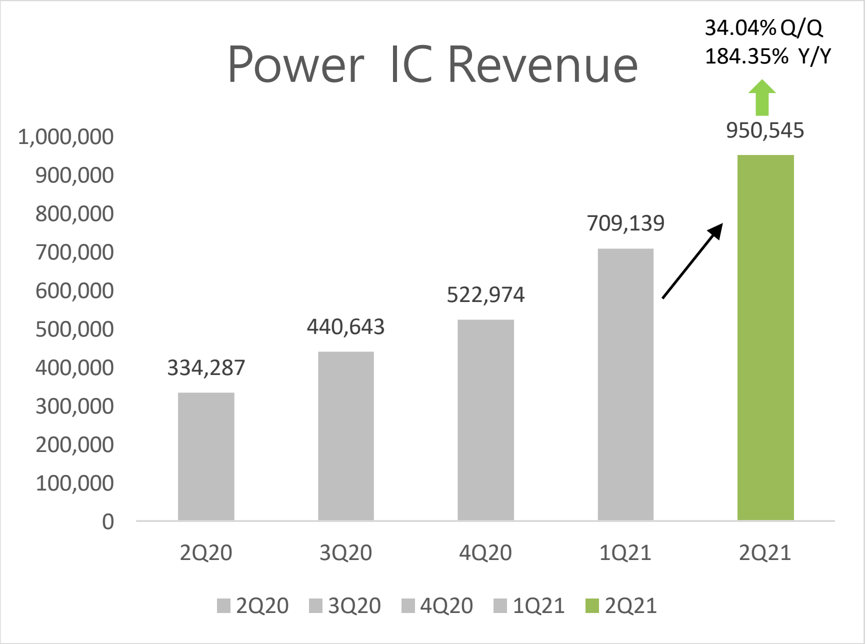
Highlights

- Quarterly growth rate mainly drive by MNT/TV/NB.
- Annual growth rate mainly drive by medium size(Pad,Automotive Display, IPC)/TV/NB
- Most product line gain positive quarterly and annual growth rate because WFH ,strong demand in semiconductor industry , new product launch and FITI gain more market share.

Revenues are including parent and subsidiaries

Power IC

Revenue(Unit: NT Thousands)



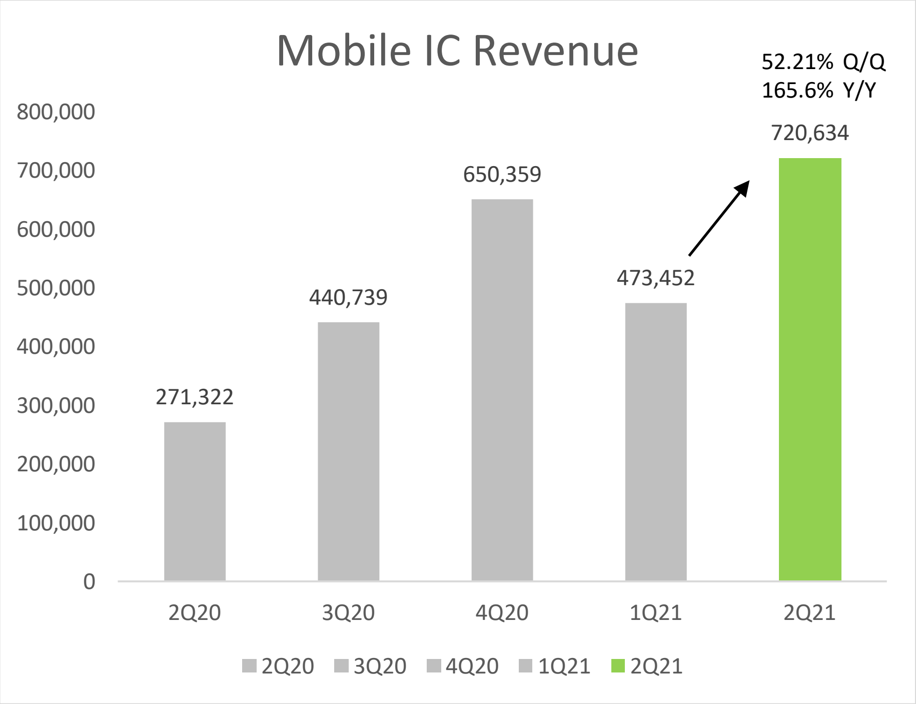
Highlights

- Quarterly growth rate mainly drive by Panel PMIC/Battery/SW.
- Annual growth rate mainly drive by Battery/Panel PMIC/Mobile PMIC.
- HV Buck benefit from Wifi6 related product, quantity rise up.

Revenues are including parent and subsidiaries

Mobile IC

Revenue(Unit: NT Thousands)



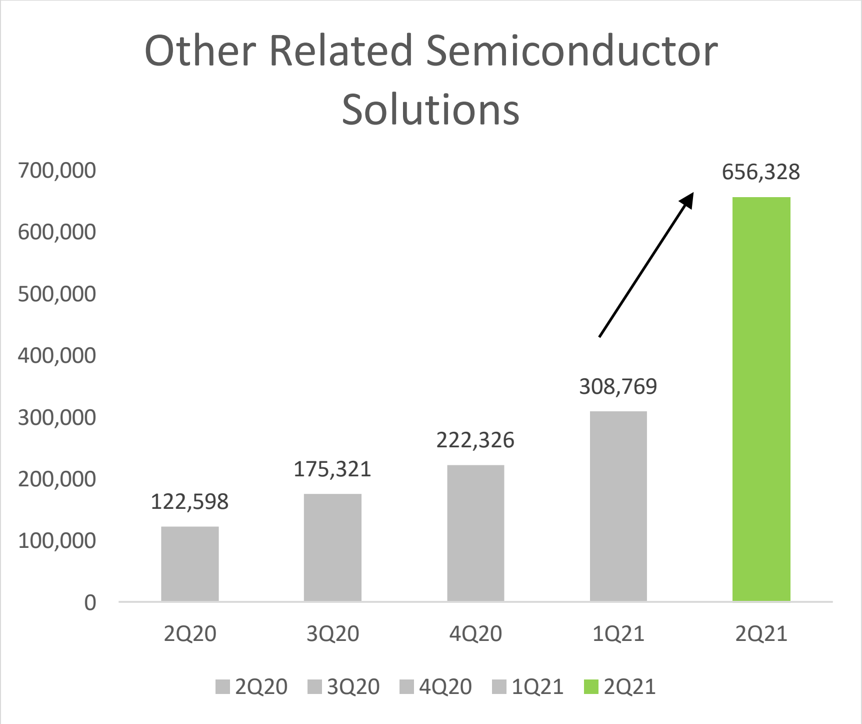
Highlights

- Revenues rise up because new product and more capacity support in 2Q.
- Our Subsidiary's TDDI IC will see obviously income in 3Q .
- Our Subsidiary's AMOLED wearable products will also see income in 3Q.

Revenues are including parent and subsidiaries

Other Related Semiconductor Solutions

Revenue(Unit: NT Thousands)



Highlights

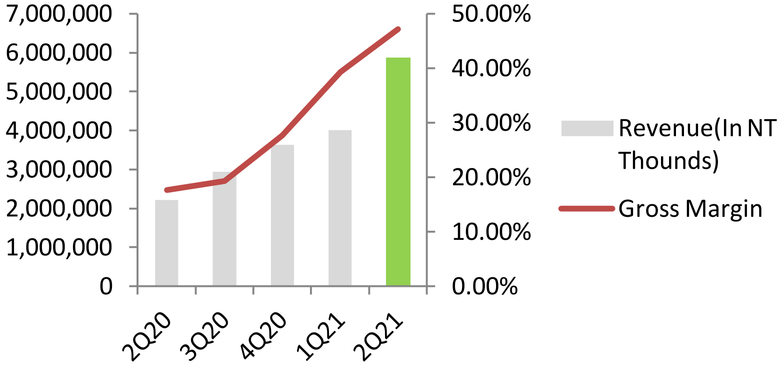
- Quarterly growth rate mainly drive by ESL/T-CON/EPD.
- Annual growth rate mainly drive by EPD/ESL/T-CON.
- Products of other related semiconductor solutions continue rapid grows, we will roll out more new application and new specification to support our clients.

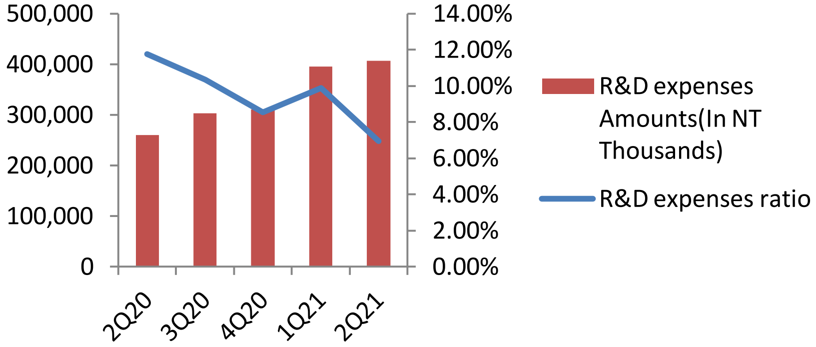
Revenues are including parent and subsidiaries

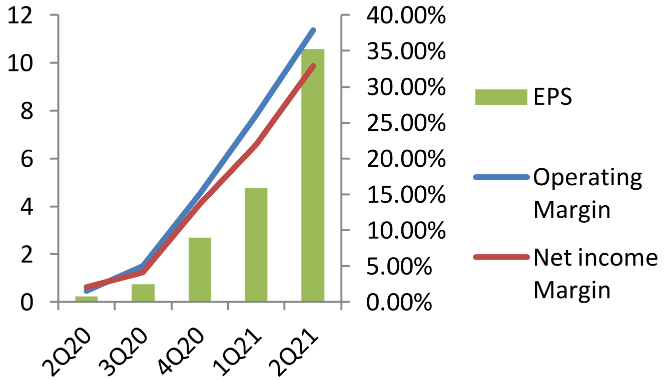
Consolidated Financial Results in past 5 Quarters

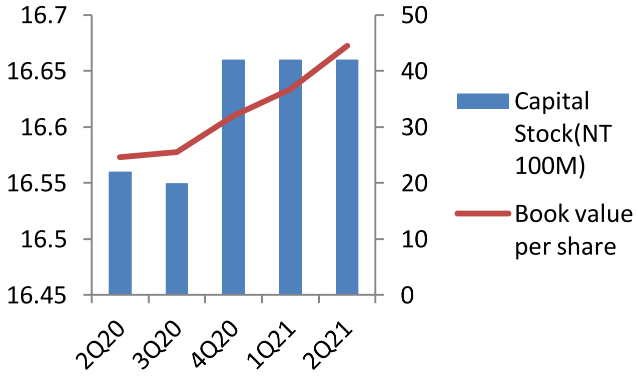
Item/Year	2Q20	3Q20	4Q20	1Q21	2Q21
Revenue(In NT Thounds)	2,207,811	2,936,721	3,637,539	4,004,227	5,869,798
Gross Margin	17.62%	19.23%	27.59%	39.26%	47.18%
R&D expenses ratio	11.75%	10.34%	8.53%	9.88%	6.93%
R&D expenses Amounts(In NT Thousands)	259,520	303,516	310,323	395,661	407,043
Operating Margin	1.56%	5.04%	15.05%	26.00%	37.90%
Net income Margin	2.10%	4.15%	13.64%	21.98%	32.87%
EPS	0.24	0.73	2.69	4.78	10.58
Capital Stock(NT 100M)	16.56	16.55	16.66	16.66	16.66
Book value per share	24.64	25.47	31.98	36.67	44.53
Total Assets(NT Thounds)	6,626,146	7,242,710	9,269,684	10,562,598	15,711,181
Debt Ratio	34.77%	38.37%	32.29%	32.45%	45.09%

Key Indices in past 5 Quarters









1H2021
Financial Results

1H21 Consolidated Income Statement

ITEM (In NT Thousands)	1H21	1H20	Y/Y
Revenue	9,874,025	4,305,440	129.34%
Gross Profit	4,341,644	812,794	434.16%
Gross Margin	**43.97%**	**18.88%**	**25.09%**
Selling expenses	(141,318)	(113,911)	24.06%
Administration expenses	(131,036)	(81,305)	61.17%
R&D expenses	(802,705)	(532,179)	50.83%
Operating expenses	(1,075,943)	(714,880)	50.51%
Operating Expense Ratio	10.90%	16.60%	-5.71%
Operating income	3,265,701	97,914	3235.27%
Operating Margin	**33.07%**	**2.27%**	**30.80%**
Net non-operating income	30,954	30,364	1.94%
Net income before income tax	3,296,655	128,278	2469.93%
Income tax expense	(486,704)	(14,636)	3225.39%
Net income	2,809,951	113,642	2372.63%
Owners of the parent	2,513,875	107,166	2245.78%
Net income Margin	**28.46%**	**2.64%**	**25.82%**
EPS (NT Dollar)	15.35	0.66	2225.76%
ROE	**39.48%**	**2.86%**	**36.62%**

Fitipower Overview

Fitipower —
An IC DESIGN PLATFORM COMPANY

HQ：
Hsinchu Science Park
Taiwan

Headcount：
2020.10/651
2021.2/717
2021.7/836

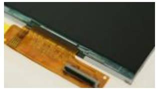
Fitipower, an IC design house talent platform,we will play the role of the pioneer at the HCI area and expand our product line more all round in the future.

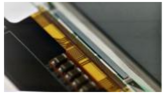
Fitipower Overview

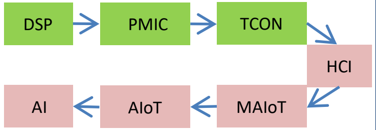
Brief History

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 HCIse

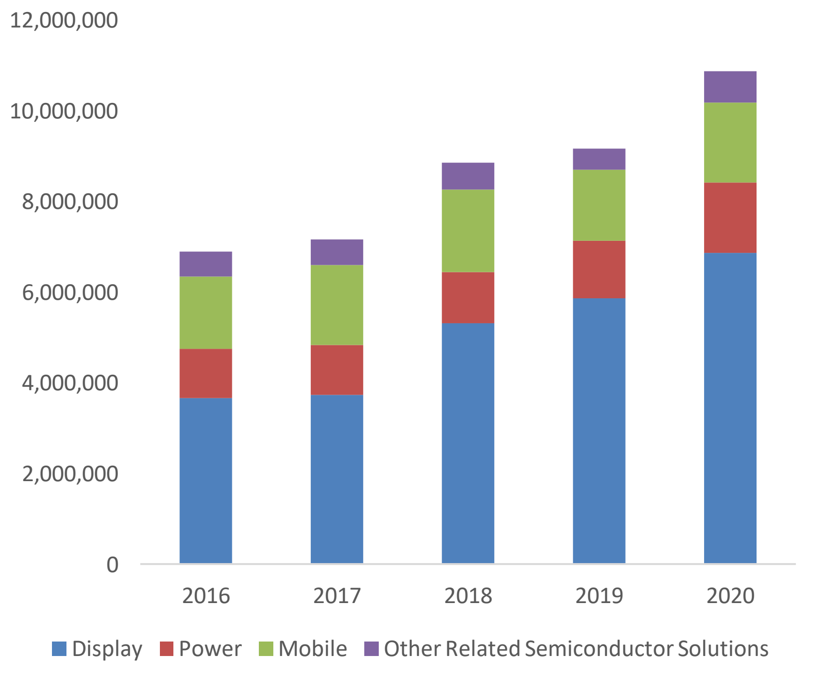






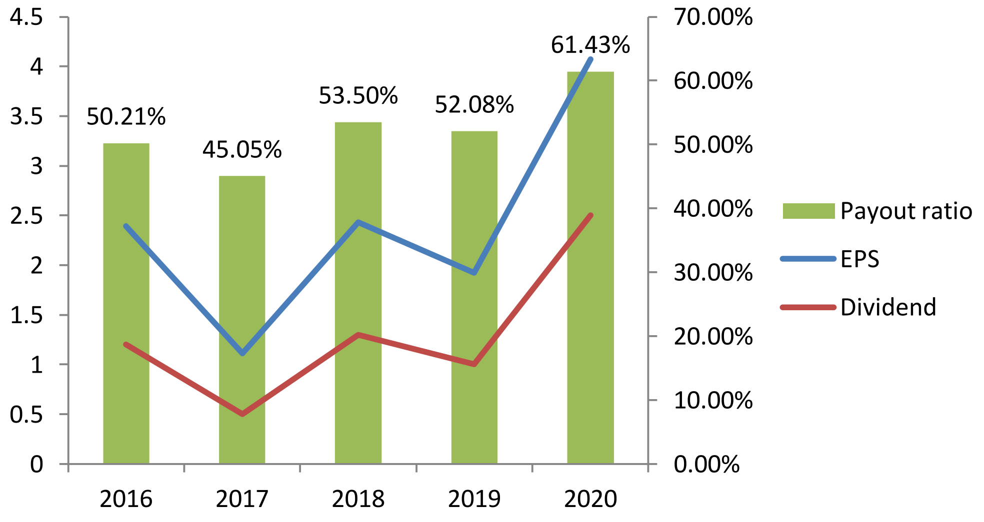
2012	2015	2020
GM 16%+	GM 20%+	more +

Revenue by Product line

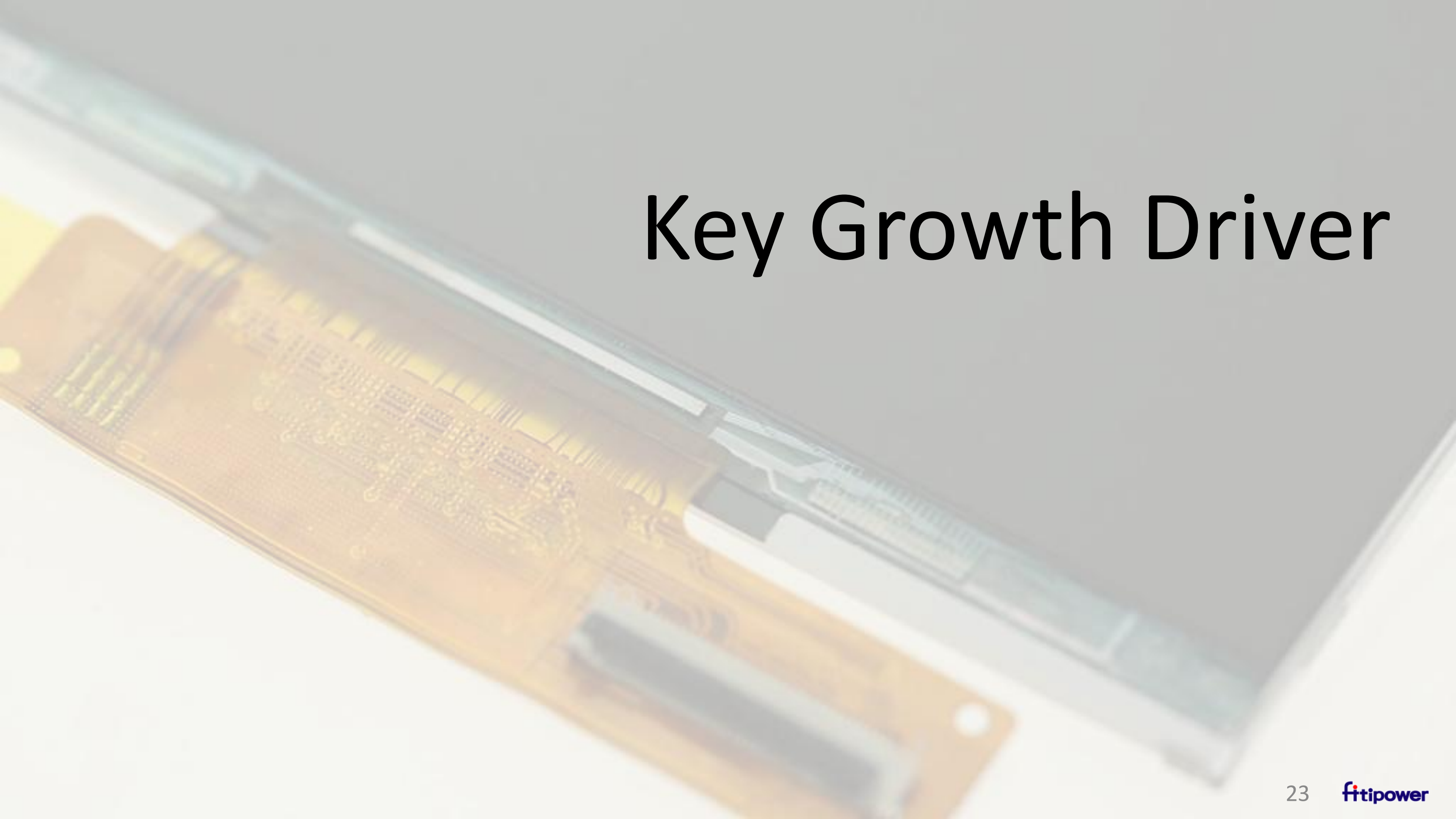


Dividend and Payout Ratio

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%



Key Growth Driver



Key Growth Driver

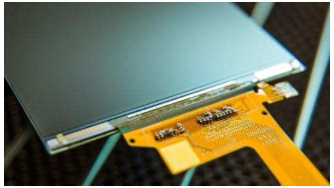
DC/DC
Demand from different application are strong. Including Wifi6 router/smart door bell/5G CPE/5G router/
web cam etc…
EPD PMIC
Already become US client
 biggest IC Provider. China client shipment increasing.
VCM*
Closed loop VCM pass the certification, ready to shipment.
PD/QC*
Strong demand from charger/car charger/ portable charger , provide total solutions to system control.
Motor Driver
BLDC/DC Motor expand more application and gain more market share.

POWER

Gray Scale EPD(E-BOOK)
Shipment increase in 3Q. Products sold to multi-country.
Color EPD(E-BOOK)
1.Print Color ePaper increase shipment in 2H.
2.ACEP model MP in 2022.
ESL*
1.Increasing shipment in 2H.
2.Distribution to system company, larger size and high resolution market.
3.Fitipower will gain more market share .

EPD/ESL

TDDI*
1.Continue rise up shipment , we can see revenue obviously increasing in 3Q.
AMOLED*
1.Smart bracelet ready to shipment.
2.Smart watch MP in 4Q-1Q22.
3. Mobile product start project in 4Q.

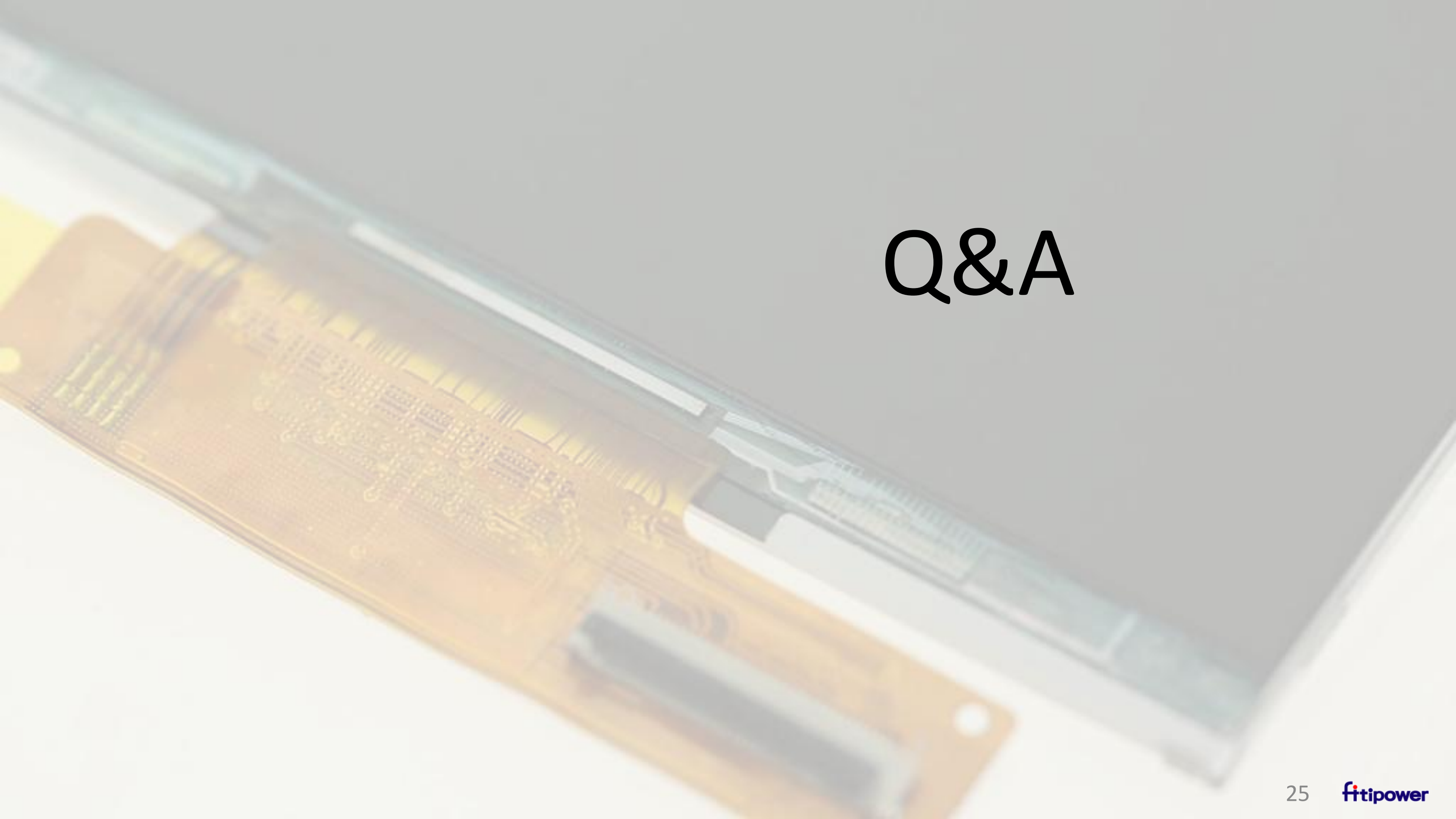


TDDI and AMOLED

Different Size Total Solution
Our clients have high acceptability of the solution, because tight supply situation.

Different Size Total Solution

*Subsidiary



Q&A

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