



Fitipower
2Q2024
Investor Conference

2024.8.9

*Drive your heart
Power your life*

Safe Harbor Notice


- 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

- 2Q24 Financial Results
- 1H24 Financial Results
- Fitipower Overview
- CEO Key Messages
- Q&A

James Chen IR

Young Lin Chairman



2Q2024 Financial Results

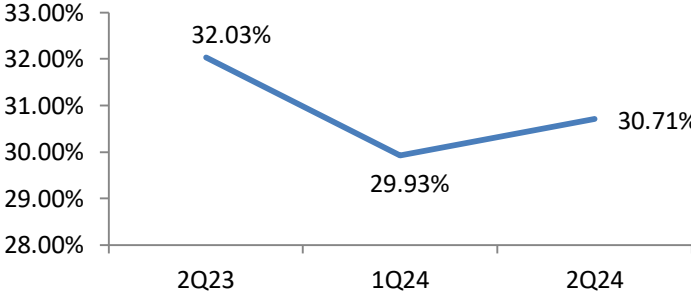
2Q24 Consolidated Income Statement

ITEM (In NT Thousands)	2Q24	1Q24	Q/Q	2Q23	Y/Y
Revenue	5,022,949	3,722,907	34.92%	4,340,870	15.71%
Gross Profit	1,542,698	1,114,165	38.46%	1,390,503	10.95%
Gross Margin	30.71%	29.93%	0.78%	32.03%	-1.32%
Selling expenses	(110,780)	(85,078)	30.21%	(91,535)	21.02%
Administration expenses	(95,521)	(91,951)	3.88%	(84,981)	12.40%
R&D expenses	(631,790)	(554,245)	13.99%	(592,241)	6.68%
Operating expenses	(838,087)	(731,281)	14.61%	(767,417)	9.21%
Operating Expense Ratio	16.69%	19.64%	-2.95%	17.68%	-0.99%
Operating income	704,611	382,884	84.03%	623,086	13.08%
Operating Margin	14.03%	10.28%	3.75%	14.35%	-0.32%
Net non-operating income	139,076	141,121	-1.45%	158,394	-12.20%
Net income before income tax	843,687	524,005	61.01%	781,480	7.96%
Income tax expense	(109,716)	(74,611)	47.05%	(123,167)	-10.92%
Net income	733,971	449,395	63.32%	658,313	11.49%
Owners of the parent	594,009	384,155	54.63%	582,371	2.00%
Net income Margin	14.61%	12.07%	2.54%	15.17%	-0.55%
EPS (NT Dollar)	4.91	3.17	54.89%	3.13	56.87%
ROE of the parent company	3.42%	2.19%	1.23%	3.36%	0.06%

Key Ratio Chart

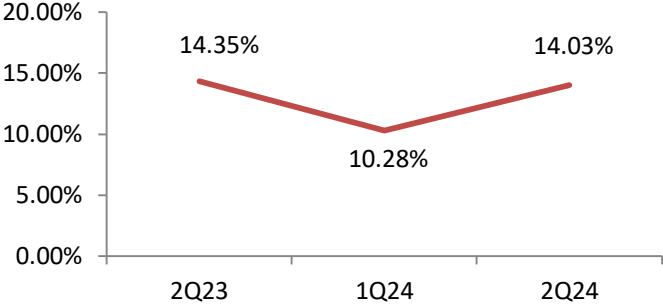
Gross Margin

Y/Y -132 bps



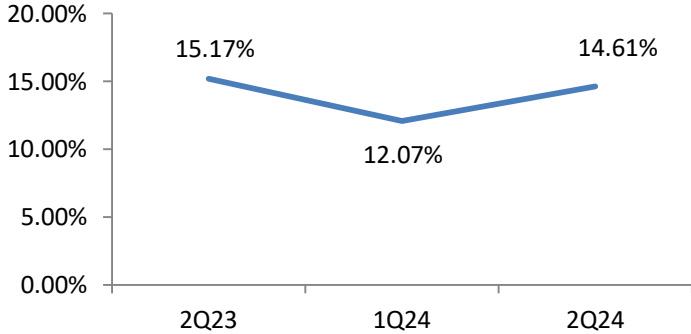
Operating Margin

Y/Y -32bps

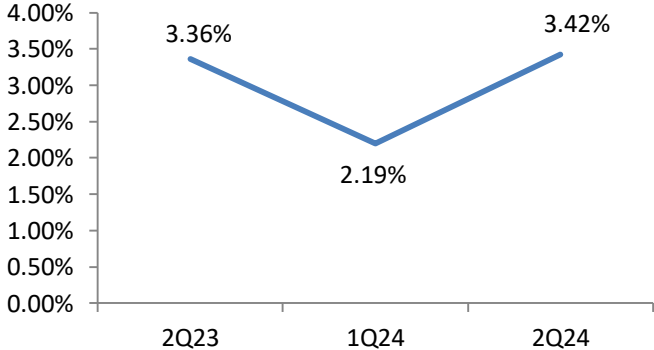


Net Income Margin

Y/Y -56bps



ROE

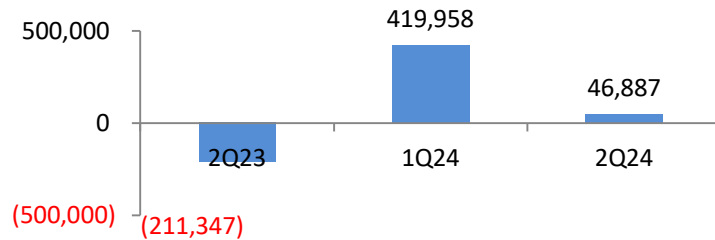


2Q24 Consolidated Balance Sheets & Key Indices

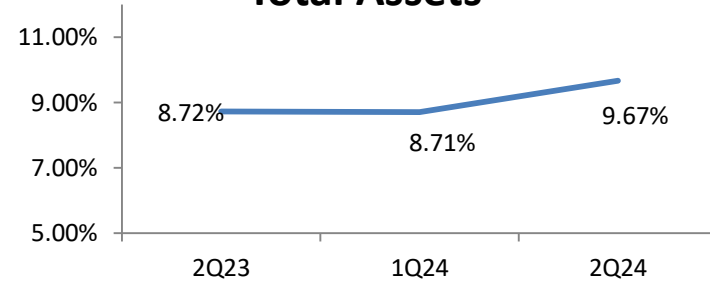
Selected Items from Balance Sheets (In NT Thousands)	2Q24		1Q24		2Q23	
	Amount	%	Amount	%	Amount	%
Cash&Marketable Securities	2,133,579	7.9	2,038,512	7.9	2,192,417	8.6
CFAFV	10,204,655	37.6	10,800,335	41.9	10,672,294	41.8
Accounts Receivable	3,691,566	13.6	2,838,848	11.0	3,083,934	12.1
Inventories	2,623,765	9.7	2,245,885	8.7	2,227,797	8.7
Other current assets	414,898	1.5	201,204	0.8	458,682	1.8
Non-current financial assets at amortised cost	5,822,950	21.5	5,862,640	22.7	4,838,660	18.9
Net PP&E	1,020,682	3.8	1,023,173	4.0	1,036,109	4.1
Intangible assets	109,986	0.4	125,656	0.5	71,248	0.3
Other non current assets	362,713	1.3	341,213	1.3	802,783	3.1
Total Assets	27,138,273	100.0	25,775,818	100.0	25,546,702	100.0
Accounts Payable	3,901,899	14.4	3,004,084	11.7	2,728,807	10.7
dividends payable	1,288,127	4.7		0.0	1,582,499	6.2
Other current liabilities	14,128	0.1	14,568	0.1	26,281	0.1
Total non current liabilities	472,208	1.7	478,973	1.9	257,202	1.0
Total Liabilities	6,046,198	22.3	4,162,986	16.2	5,088,298	19.9
Total Shareholders' Equity	21,092,075	77.7	21,612,832	83.8	20,458,404	80.1
Net Shareholders' Equity of the Parent Company	17,040,548		17,701,716		16,768,145	
Key indices						
A/R Turnover Days	58.51		66.06		61.88	
Inventory Turnover Days	62.97		72.31		65.1	
Cash from operating activities	46,887		419,958		(211,347)	
Free cash flow	(53,733)		329,970		(300,711)	

Key Indices

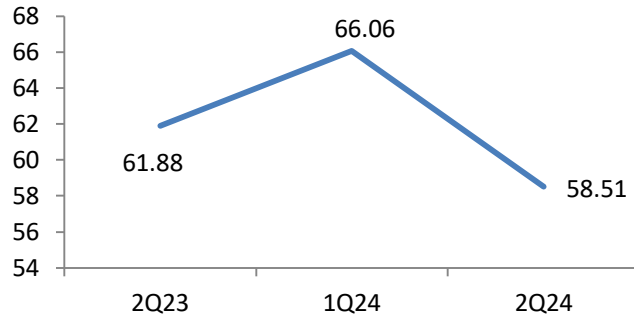
Cash from operating activities



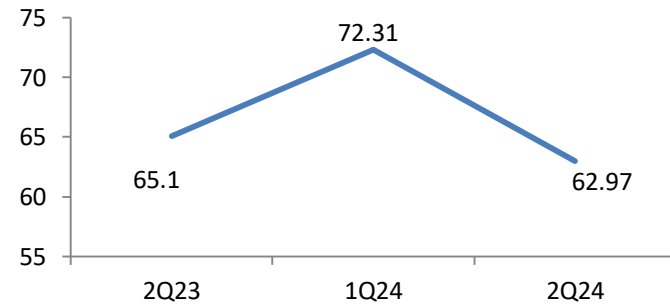
Inventories by Total Assets



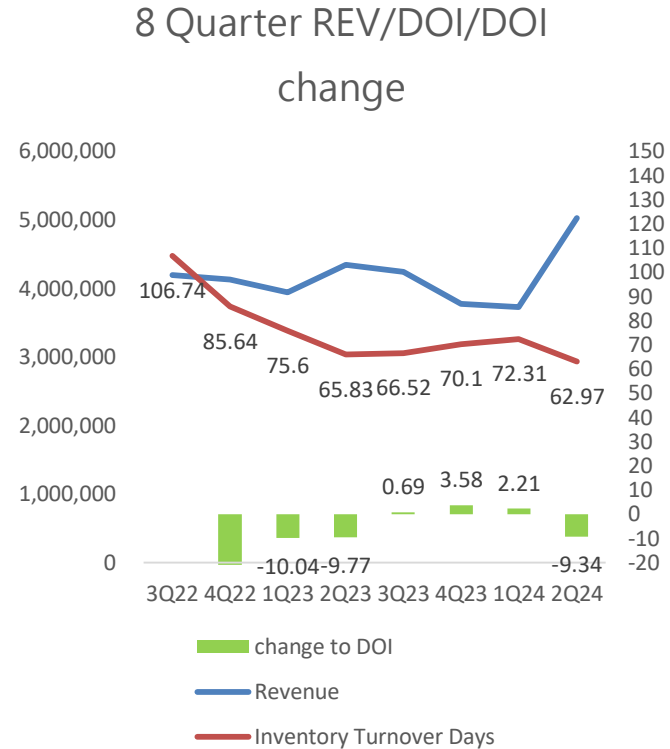
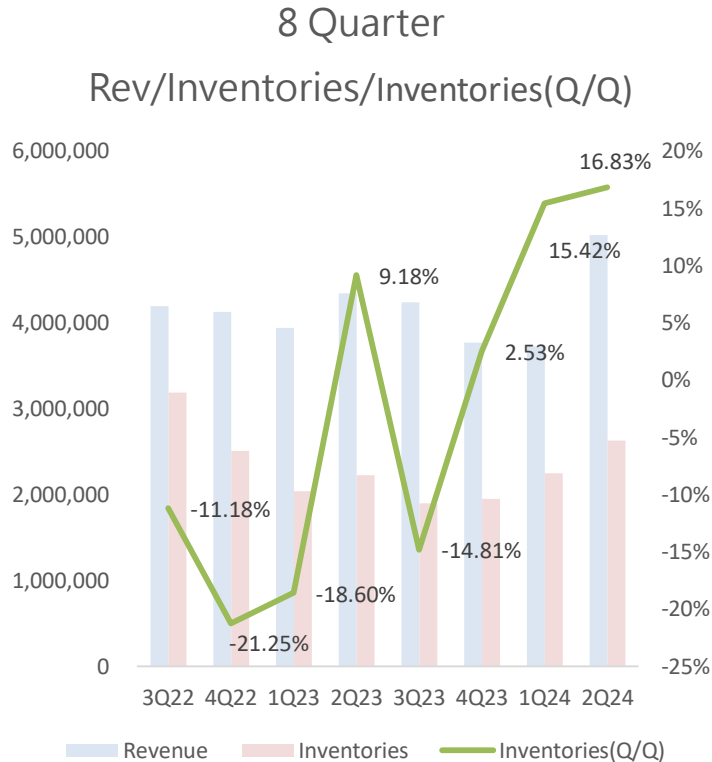
A/R Turnover Days



Inventories Turnover Days

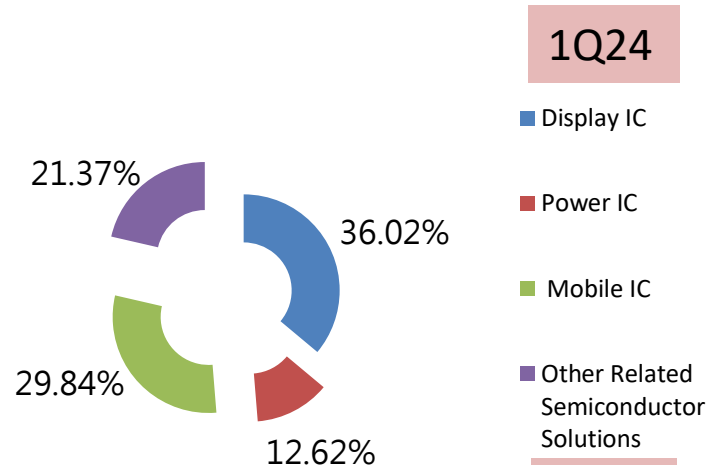
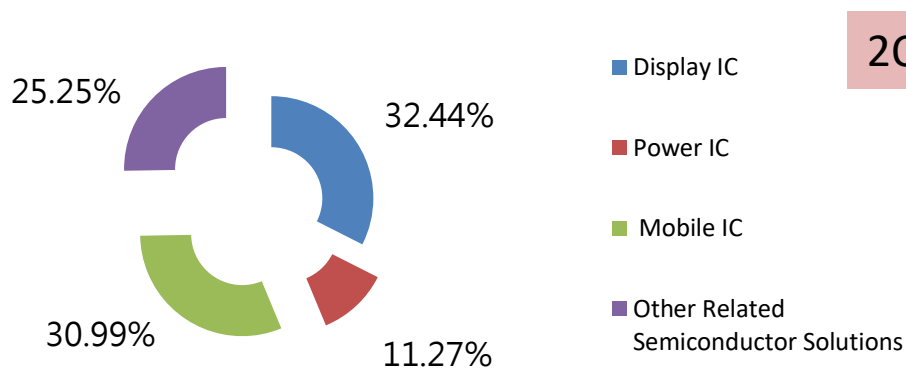


Past 8 quarters Rev/Inventories/change to DOI

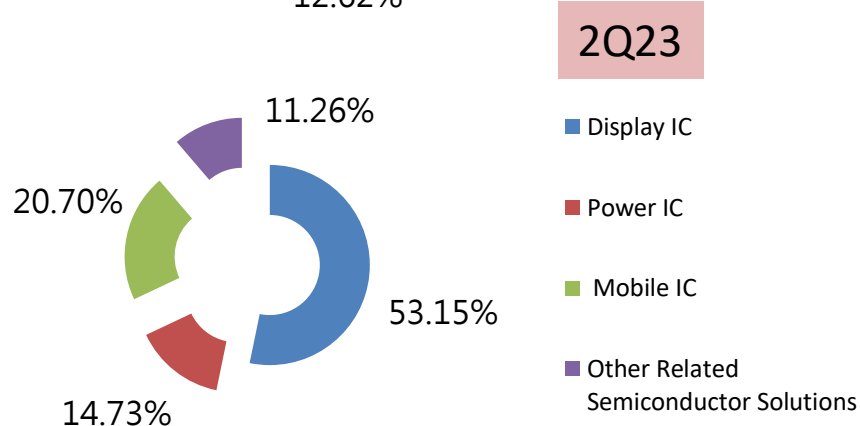


DOI lower than past 5 years average

2Q24 Revenues By Product Segment



Segment	2Q2023	1Q2024	Q/Q Change%	2Q2024
Display IC	53.15%	36.02%	-3.58%	32.44%
Power IC	14.73%	12.62%	-1.35%	11.27%
Mobile IC	20.70%	29.84%	+1.15%	30.99%
Other Related Semiconductor Solutions	11.26%	21.37%	+3.88%	25.25%

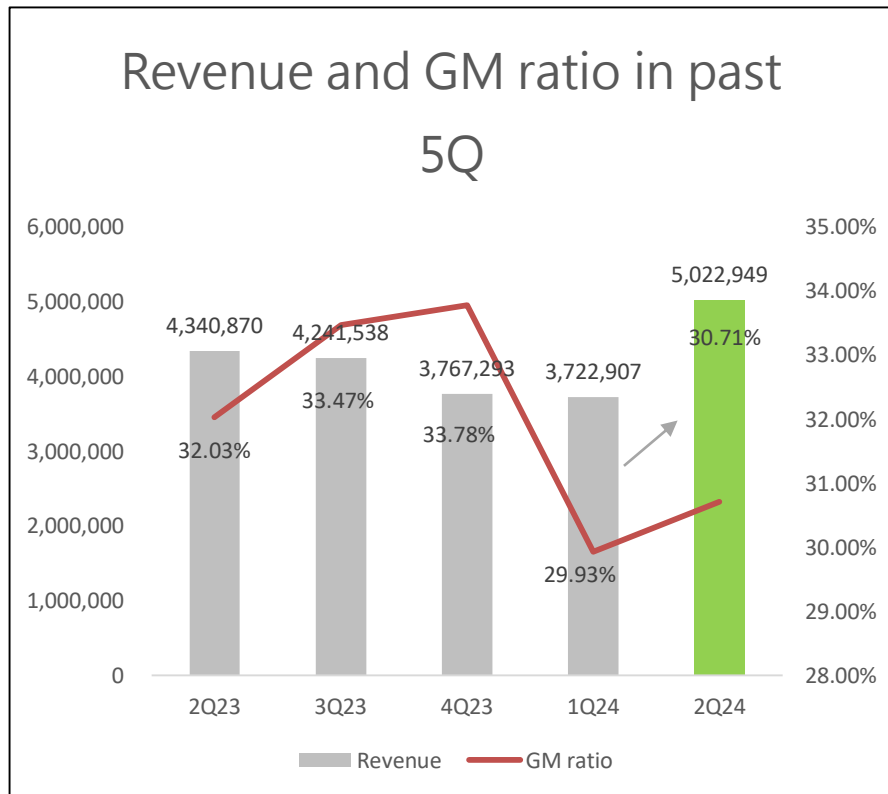


Display IC including Large(TV/NB/MNT)/Medium(Automotive/IPC) DDIC
 Other Related Semiconductor Solutions including T-CON/EPD/ESL

Consolidated REV and GM in past 5 quarter

Revenue(Unit: NT Thousands)

Highlights

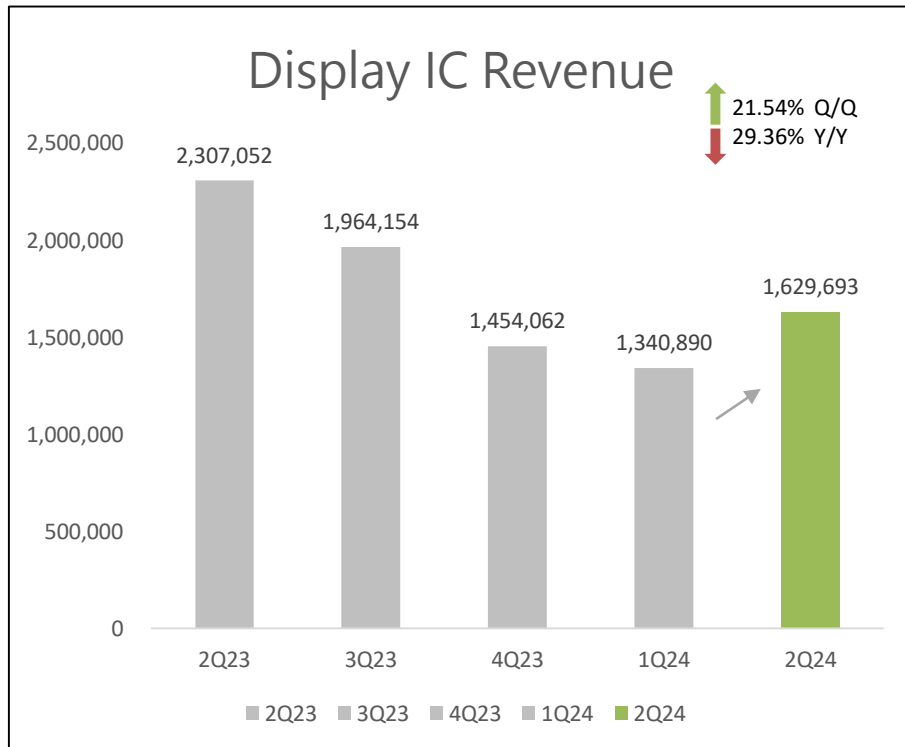


- ▶ In the second quarter of 2024, revenue increased by 34.92% quarter-over-quarter (Q/Q) and by 15.71% year-over-year (Y/Y), reaching a new high for the past eight quarters. All four major product lines saw growth compared to the previous quarter.
- ▶ In terms of Q/Q revenue growth, the main drivers were related to other semiconductor ICs, mobile ICs, display driver ICs, and power management ICs. For Y/Y revenue growth, the primary contributors were other semiconductor ICs and mobile ICs.
- ▶ Gross margin continued to balance factors concerning customers, manufacturers, and inventory while seeking the optimal equilibrium. The rise in gross margin for the second quarter was mainly influenced by the addition of new products and changes in the product mix.

Revenues are including parent and subsidiaries

Display IC(large and medium size)

Revenue(Unit: NT Thousands)



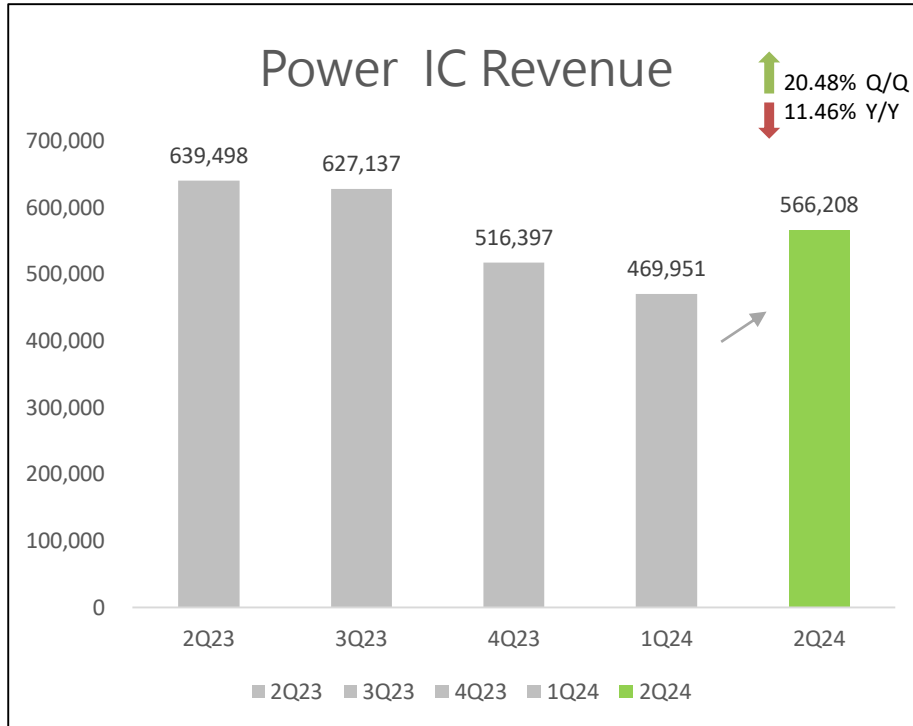
Highlights

- ▼ In the consolidated revenue quarter-over-quarter (Q/Q), the main growth drivers were TVs, notebooks (NB), and mid-sized products. Year-over-year (Y/Y), the performance of monitors (MNT) was weaker.
- ▼ In the overall mid-sized market, the second quarter saw growth across the board due to new product shipments and customer inventory replenishment. Efforts to increase market share across all product categories continue.

Large Size DDIC are including TV/NB/MNT
Medium Size DDIC are including Auto/IPC
Revenues are including parent and subsidiaries

Power IC

Revenue(Unit: NT Thousands)



Highlights

- ▼ In the consolidated revenue quarter-over-quarter (Q/Q), the main growth drivers were EPD PMICs, mobile PMICs, and regulators, in that order. Year-over-year (Y/Y), the primary growth drivers were EPD PMICs and regulators. Existing products continue to expand their customer base and market presence, particularly in emerging markets such as India and Brazil.

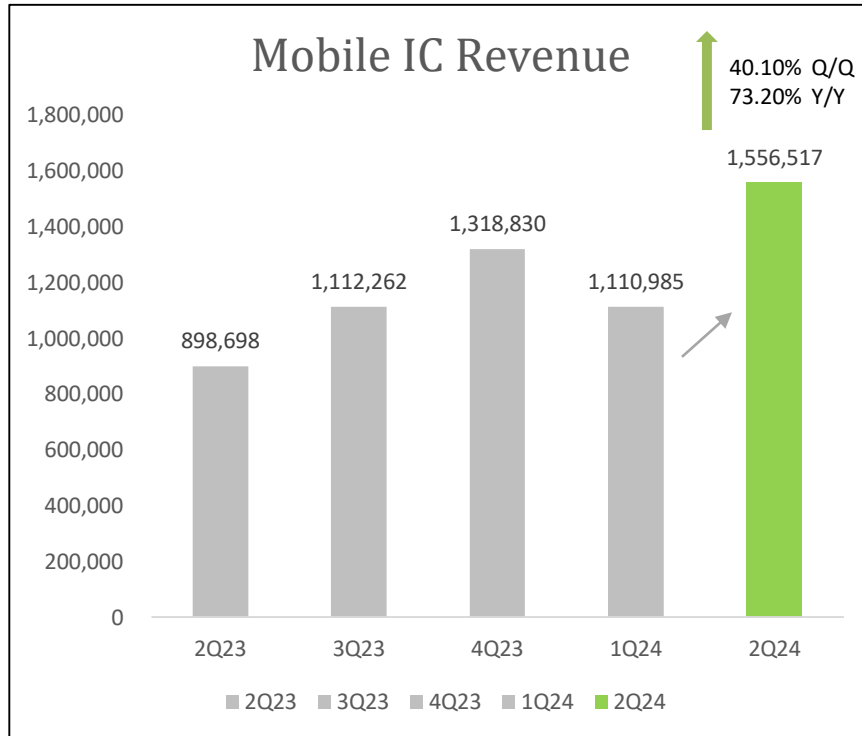
Regulator(LVBUCK,LDO,BOOST)

Others are including LED/SW/Motor/DDR5

Revenues are including parent and subsidiaries

Mobile IC

Revenue(Unit: NT Thousands)



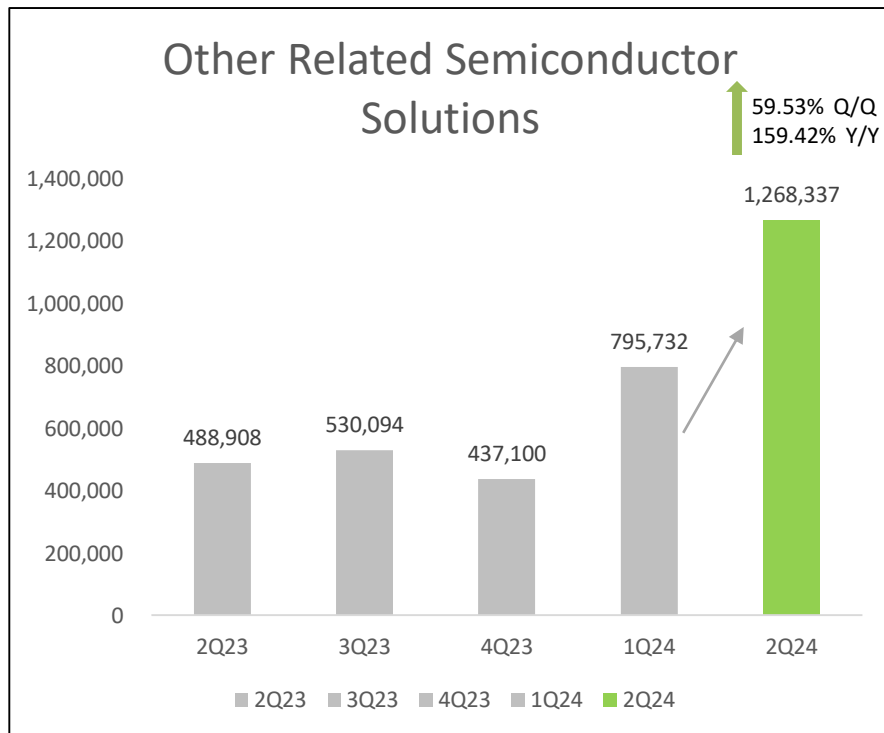
Highlights

- ▶ The sources of growth in Q/Q order are OLED Wear, TDDI TAB, and TFT Wear. In Y/Y terms, the primary growth drivers are TDDI TAB, OLED Wear, and TFT Wear. All products are fully focused on increasing market share to contribute to revenue.

Mobile IC are including SDDI/TDDI/TFT wearable/OLED wearable/AMOLED smartphone
Revenues are including parent and subsidiaries

Other Related Semiconductor Solutions

Revenue(Unit: NT Thousands)



Highlights

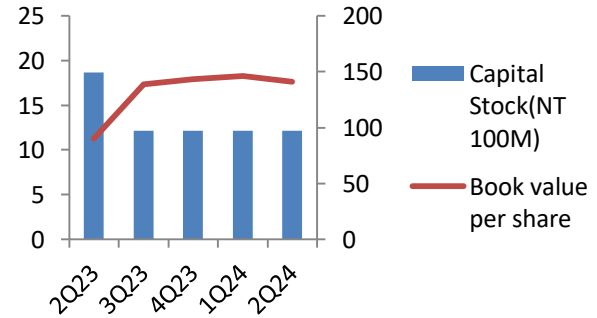
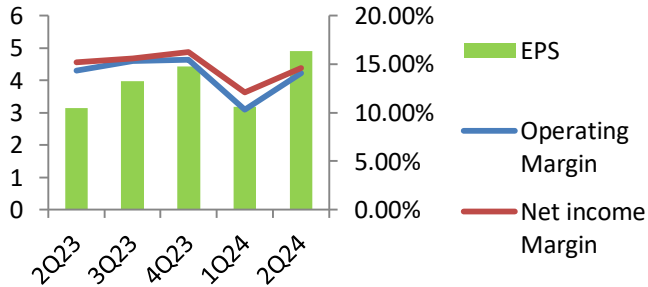
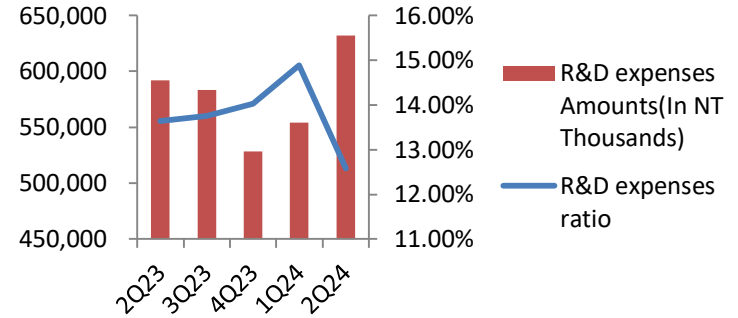
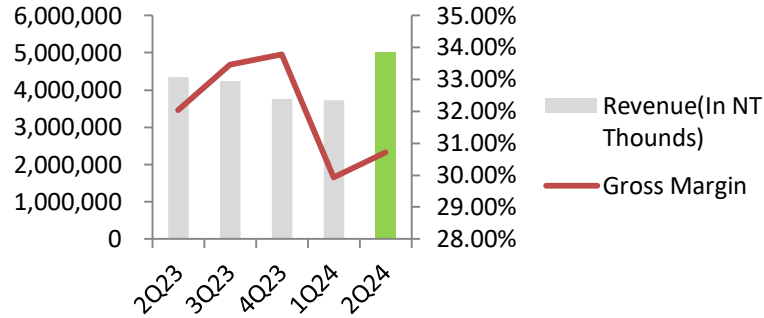
- ▶ The primary sources of growth in merged revenue on a Q/Q basis are ESL, EPD, and T-CON, in that order. On a Y/Y basis, the main growth drivers in merged revenue are also ESL, EPD, and T-CON, in that order. T-CON 1Q24NB products will begin production, and sensors will also start production in Q1 2024. New product lines will be included in this segment in future quarters.


Other Related Semiconductor Solutions are including T-CON/EPD/ESL Revenues are including parent and subsidiaries

Consolidated Financial Results in past 5 Quarters

Item/Year	2Q23	3Q23	4Q23	1Q24	2Q24
Revenue(In NT Thounds)	4,340,870	4,241,538	3,767,293	3,722,907	5,022,949
Gross Margin	32.03%	33.47%	33.78%	29.93%	30.71%
R&D expenses ratio	13.64%	13.75%	14.03%	14.89%	12.58%
R&D expenses Amounts(In NT Thousands)	592,241	583,346	528,580	554,245	631,790
Operating Margin	14.35%	15.33%	15.43%	10.28%	14.03%
Net income Margin	15.17%	15.57%	16.25%	12.07%	14.61%
EPS	3.13	3.98	4.43	3.17	4.91
Capital Stock(NT 100M)	18.65	12.12	12.12	12.12	12.12
Book value per share	89.89	138.85	143.12	146.25	140.78
Total Assets(NT Thounds)	25,546,702	24,576,699	24,872,281	25,775,818	27,138,273
Debt Ratio	19.92%	15.73%	14.78%	16.15%	22.28%

Key Indices in past 5 Quarters





1H2024 Financial Results

1H24 Consolidated Income Statement

ITEM	1H2024	1H2023	Y/Y
(In NT Thousands)			
Revenue	8,745,856	8,277,689	5.66%
Gross Profit	2,656,863	2,590,424	2.56%
Gross Margin	30.38%	31.29%	-0.91%
Selling expenses	(195,858)	(171,363)	14.29%
Administration expenses	(187,472)	(171,756)	9.15%
R&D expenses	(1,186,035)	(1,133,336)	4.65%
Operating expenses	(1,569,368)	(1,476,135)	6.32%
Operating Expense Ratio	17.94%	17.83%	0.11%
Operating income	1,087,495	1,114,289	-2.40%
Operating Margin	12.43%	13.46%	-1.03%
Net non-operating income	280,197	210,409	33.17%
Net income before income tax	1,367,692	1,324,698	3.25%
Income tax expense	(184,327)	(230,095)	-19.89%
Net income	1,183,365	1,094,603	8.11%
Owners of the parent	978,164	1,002,814	-2.46%
Net income Margin	13.53%	13.22%	0.31%
EPS (NT Dollar)	8.08	5.39	49.91%
ROE	5.69%	5.87%	-0.18%



Fitipower Overview

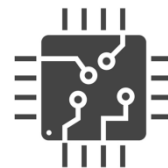
“IT'S OFFICIAL: FITIPOWER IS NOT JUST A DRIVER IC COMPANY ANYMORE”



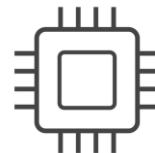
HQ :
Hsinchu
Science Park
Taiwan
Headcount : 900

Our Core Business

Display IC



PMIC

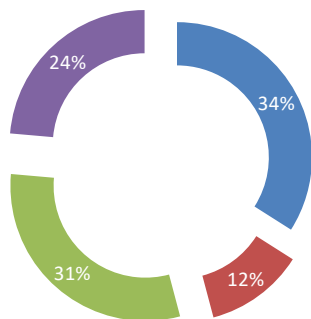


Others
SEMI



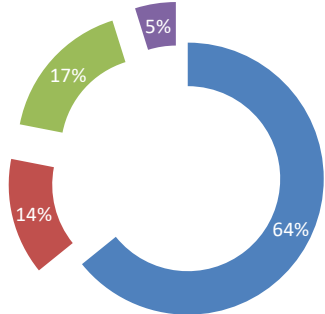
Change from Our Revenue Segment

DDIC 65%
1H2024



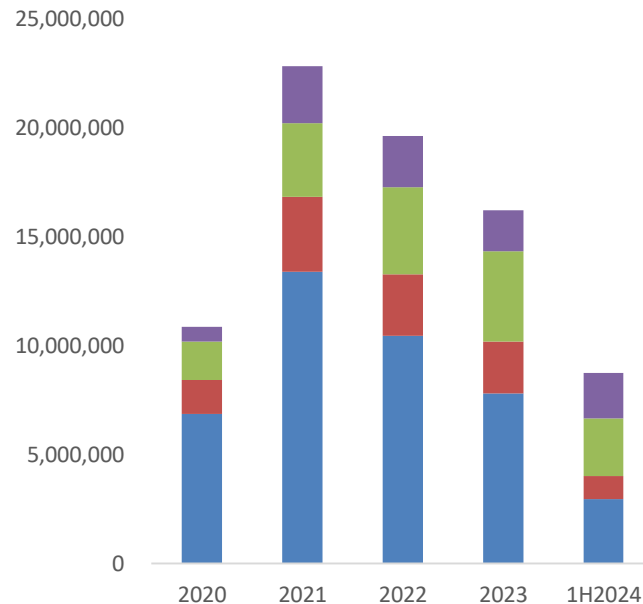
- L&M DDIC
- POWER IC
- S DDIC
- Others SEMI

DDIC 81%
2019



- L&M DDIC
- POWER IC
- S DDIC
- Others SEMI

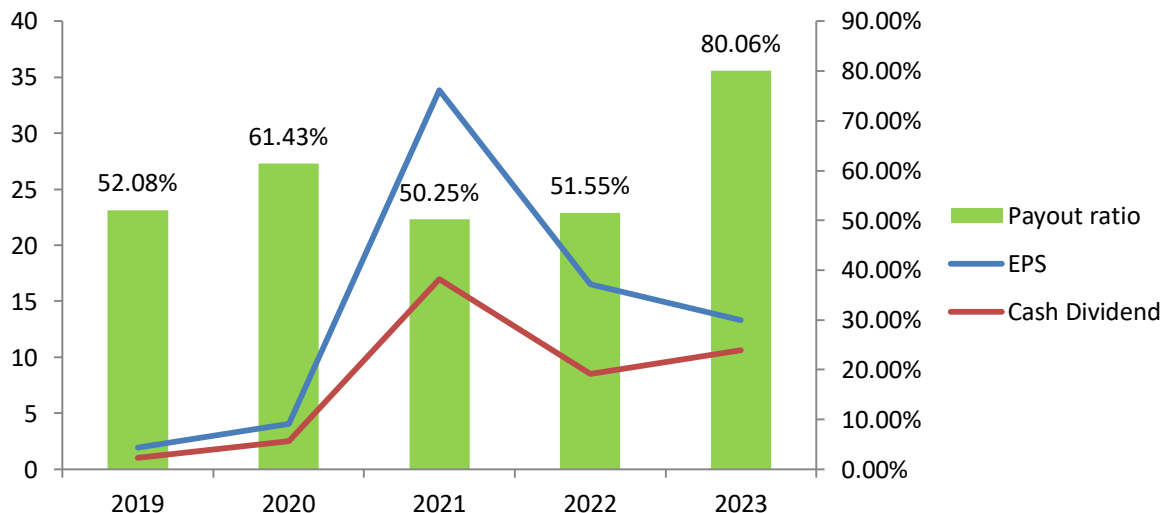
Business Mix (%)



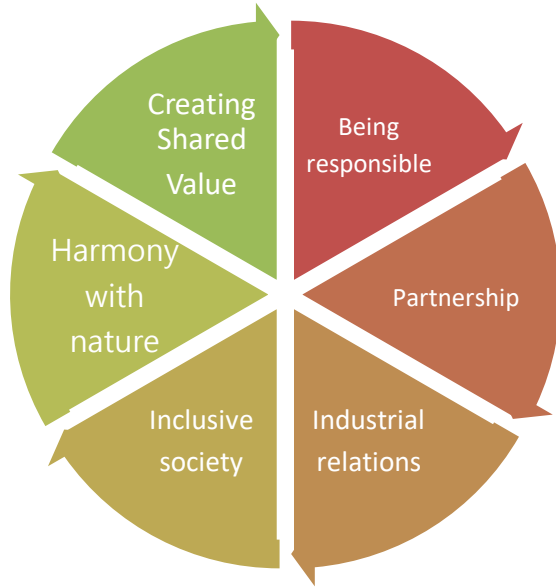
- Other Related Semiconductor Solutions
- Mobile
- Power
- Display

Dividend and Payout Ratio

Item/Year	2019	2020	2021	2022	2023
EPS	1.92	4.07	33.83	16.49	13.29
Cash Dividend	1	2.5	17	8.5	10.64
Payout ratio	52.08%	61.43%	50.25%	51.55%	80.06%



COMMITMENT TO ESG



- ▶ In 2023, the company's governance rating increased to Level 2 (6%-20%). In 2023, a management system was established to obtain international certifications for environmental and occupational health and safety, as well as information security (ISO 14001, ISO 45001, ISO 27001). A Supplier Code of Conduct was issued, requiring relevant suppliers to comply and undergo regular assessments related to sustainability as part of the cooperation considerations. In 2023, the company completed the implementation of management systems for environmental health and safety (ISO 14001, ISO 45001) as well as information security (ISO 27001).
- ▶ Furthermore, to enhance carbon management, the company will improve climate-related financial disclosures (TCFD) in 2024, with the results report expected to be published in 2025. A greenhouse gas inventory will also be conducted, with verification planned for Q1 2025 (ISO 14064). Additionally, we will gradually conduct carbon footprint assessments for our main products (ISO 14067) to achieve net-zero carbon emissions by 2050 through comprehensive carbon data inventory and risk management measures.

Glory of Fitipower

- ▼ 2022- Ranked 3rd in the Top 50 Performing Companies by CommonWealth Magazine.
- ▼ 2022- Ranked as one of the HBR TOP 100 CEOs.
- ▼ 2023- Ranked 2nd on HBR's (Female) Top Executives in the Publicly Listed Companies as the General Manager.
- ▼ 2023-Taiwan Best-in-Class 100
- ▼ 2024-7th Taiwan Mittelstand award by MOEA.
- ▼ 2024-Taiwan Best-in-Class 100
- ▼ 2024- Ranked as one of the HBR TOP 100 CEOs.

Recap of Recent Major Events

- ▼ 2024-The board of directors' resolution for issuing common shares by private placement through cash capital injection(4/18).
- ▼ The Board of Directors approved a proposal of dividend distribution 10.64/share(4/18).
- ▼ Re-election of directors at the 2024 annual general shareholders meeting(5/31).



CEO Key Messages

CEO Key Messages

- ▼ Key Growth Drivers (Short-term and Long/Mid-term)



Q&A



<https://www.fitipower.com>

IR@fitipower.com

<https://www.fitipower-foundation.org/>