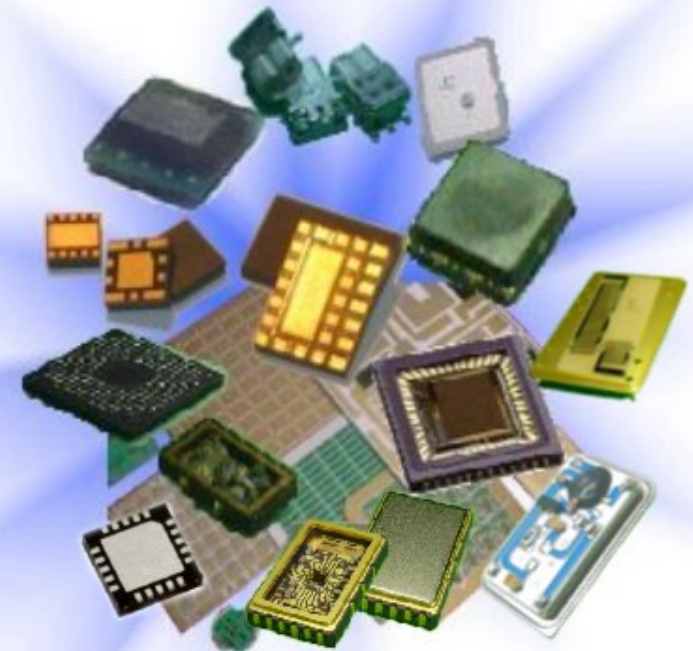




TONG HSING ELECTRONIC INDUSTRIES, LTD.

Tong Hsing

**Second Quarter 2011
Investor Conference
August 10th, 2011**

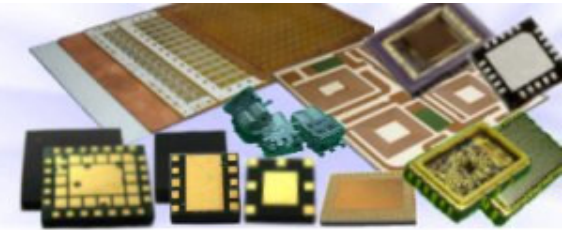


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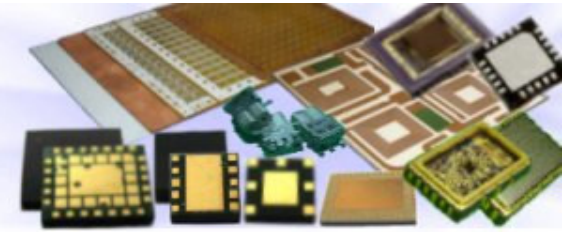


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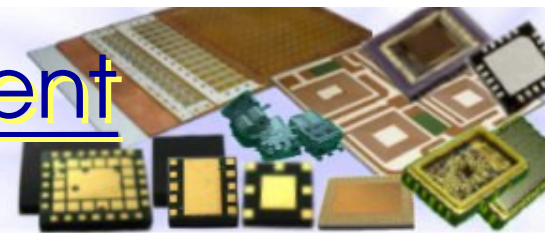


1. Financial Update

2. Business Update



2Q 11 Income Statement QoQ Comparison



consolidated

Unit: NT\$Thousand

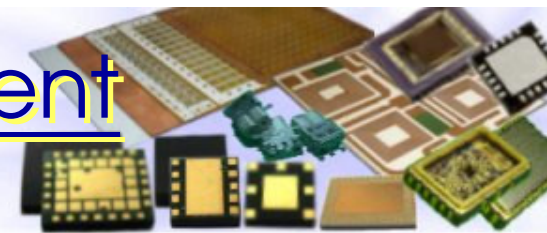
	2Q 2011	%	1Q 2011	%	Chg %
Net Revenue	1,571,359	100.0%	1,521,765	100.0%	3.3%
Cost of Sales	1,093,438	69.6%	1,113,178	73.2%	-1.8%
Gross Profit	477,921	30.4%	408,587	26.8%	17.0%
Operating Expenses	235,786	15.0%	166,633	10.9%	41.5%
Operating Income	242,135	15.4%	241,954	15.9%	0.1%
Non-Operating Income	(73)	0.0%	21,066	1.4%	-100.3%
Non-Operating Expense	1,591	0.1%	2,286	0.2%	-30.4%
Income before Income Tax	240,471	15.3%	260,734	17.1%	-7.8%
EPS(NT\$) before Tax	1.69		1.84		
Income Tax Expense	26,278	1.7%	48,113	3.2%	-45.4%
Net Income	214,193	13.6%	212,621	14.0%	0.7%
EPS(NT\$) after Tax	1.51		1.50		

*2011 Weighted Average Outstanding Shares : 141.81Million

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2Q 11 Income Statement YoY Comparison



consolidated

Unit: NT\$Thousand

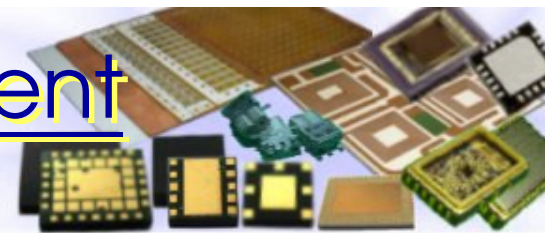
	2Q 2011	%	2Q 2010	%	Chg %
Net Revenue	1,571,359	100.0%	1,466,131	100.0%	7.2%
Cost of Sales	1,093,438	69.6%	1,039,352	70.9%	5.2%
Gross Profit	477,921	30.4%	426,779	29.1%	12.0%
Operating Expenses	235,786	15.0%	196,113	13.4%	20.2%
Operating Income	242,135	15.4%	230,666	15.7%	5.0%
Non-Operating Income	(73)	0.0%	1,682	0.1%	-104.3%
Non-Operating Expense	1,591	0.1%	1,472	0.1%	8.1%
Income before Income Tax	240,471	15.3%	230,876	15.7%	4.2%
EPS(NT\$) before Tax	1.69		1.84		
Income Tax Expense	26,278	1.7%	20,382	1.4%	28.9%
Net Income	214,193	13.6%	210,494	14.4%	1.8%
EPS(NT\$) after Tax	1.51		1.68		

*2011 Weighted Average Outstanding Shares : 141.81Million

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1-H 11 Income Statement YoY Comparison



consolidated

Unit: NT\$Thousand

	2011		2010		YoY Chg %
	1-H	%	1-H	%	
Net Revenue	3,093,124	100.0%	2,587,318	100.0%	19.5%
Cost of Sales	2,206,616	71.3%	1,855,335	71.7%	18.9%
Gross Profit	886,508	28.7%	731,983	28.3%	21.1%
Operating Expenses	402,419	13.0%	336,263	13.0%	19.7%
Operating Income	484,089	15.7%	395,720	15.3%	22.3%
Non-Operating Income	20,993	0.7%	5,677	0.2%	269.8%
Non-Operating Expense	3,877	0.1%	16,549	0.6%	-76.6%
Income before Income Tax	501,205	16.2%	384,848	14.9%	30.2%
EPS(NT\$) before Tax	3.53		3.07		
Income Tax Expense	74,391	2.4%	50,426	1.9%	47.5%
Net Income	426,814	13.8%	334,422	12.9%	27.6%
EPS(NT\$) after Tax	3.01		2.67		

*2011 Weighted Average Outstanding Shares : 141.81Million

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2Q 11 Operating Results Summary



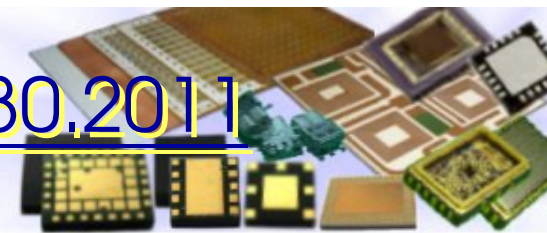
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Unit: NT\$Thousand	2Q 2011	1Q 2011	2Q 2010
Net Revenues	1,571,359	1,521,765	1,466,131
Net Income	214,193	212,621	210,494
EPS(NT\$) before Tax	1.69	1.84	1.84
EPS(NT\$) after Tax	1.51	1.50	1.68
Depreciation	105,338	98,264	78,719
Capital Expenditure	402,028	208,808	372,620
EBITDA *	351,647	364,706	315,954

*EBITDA = Net Income + Interest + Tax + Depreciation & Amortization expenses



Balance Sheet Highlight –06.30.2011

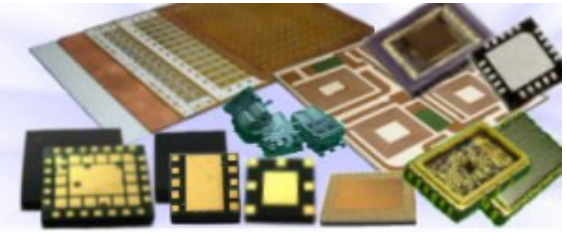


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Unit: NT\$Thousand	06.30.2011	%	06.30.2010	%
Cash and Cash Equivalents	2,376,439	32%	2,339,835	35%
Fixed Assets	3,241,692	44%	2,498,787	38%
Total Assets	7,453,812	100%	6,701,399	100%
LT Debt	65,000	1%	65,000	1%
Shareholders' Equity	5,387,545	72%	5,183,118	77%
Depreciation-YTD	203,602		152,307	
Capital Expenditure-YTD	610,836		570,397	
EBITDA-YTD	716,353		548,963	



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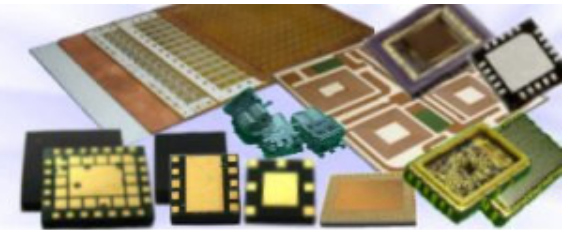


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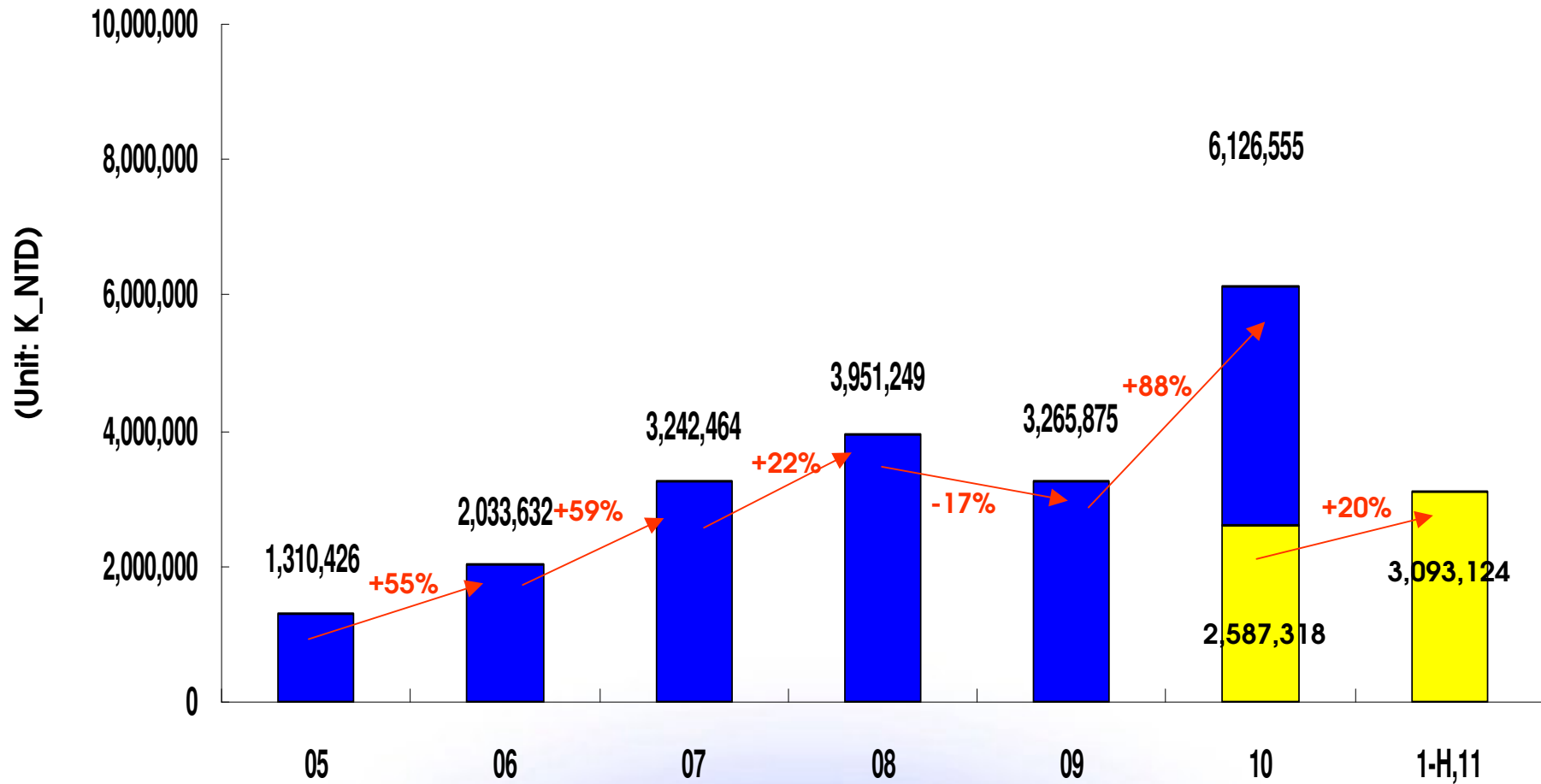
2. Business Update



Tong Hsing Revenue History

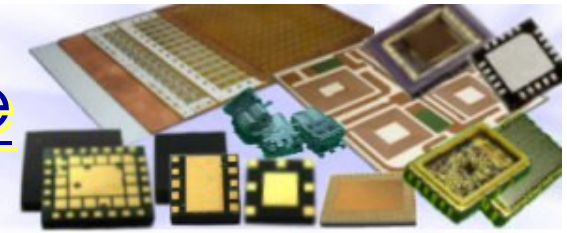


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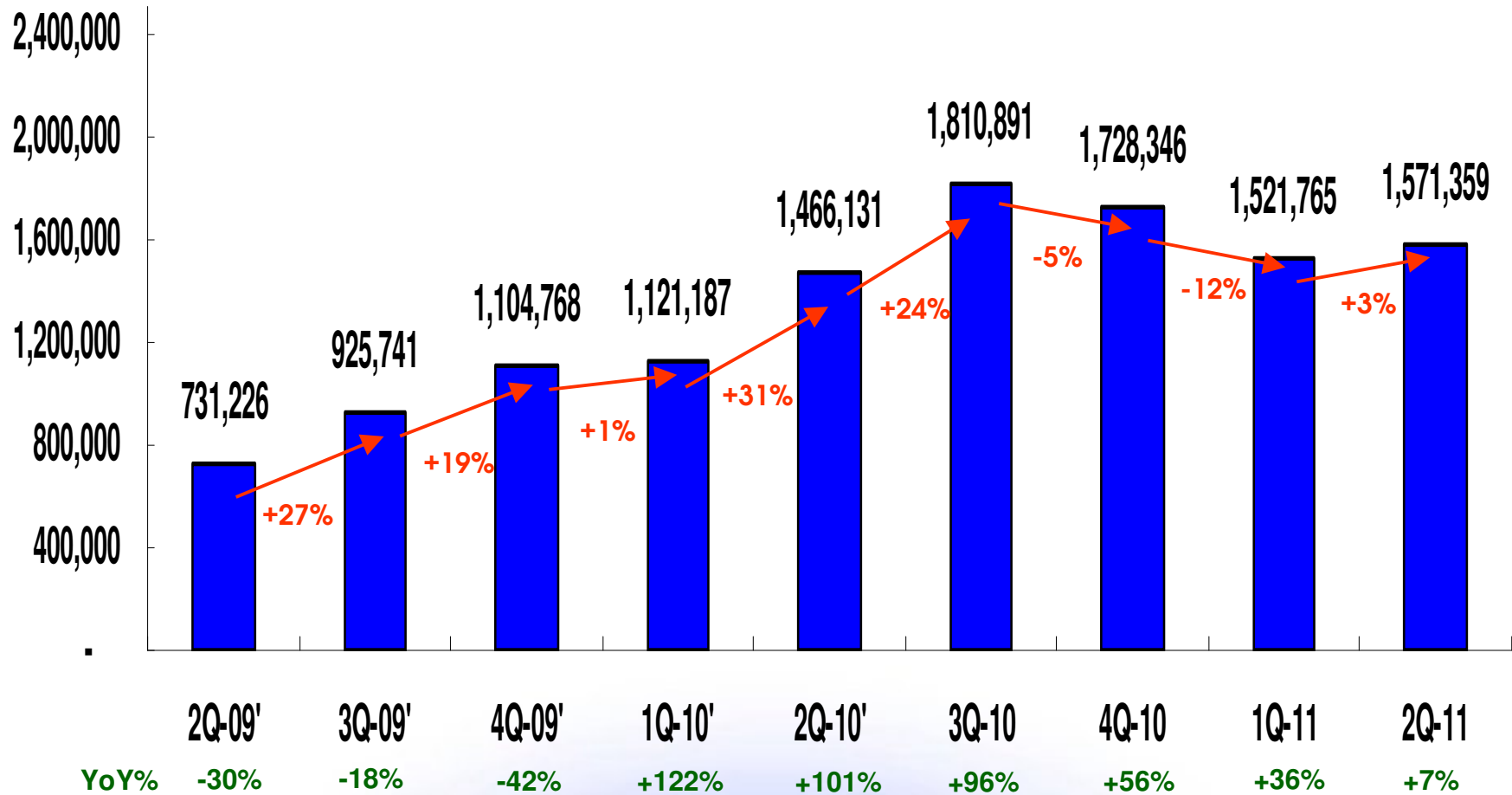


Tong Hsing Quarterly Revenue



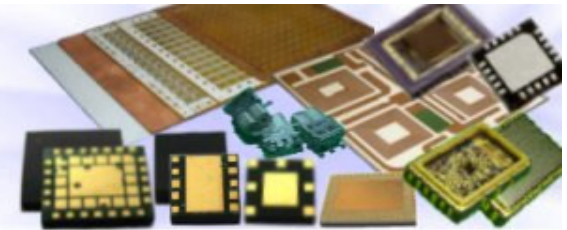
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Unit:K_NTD

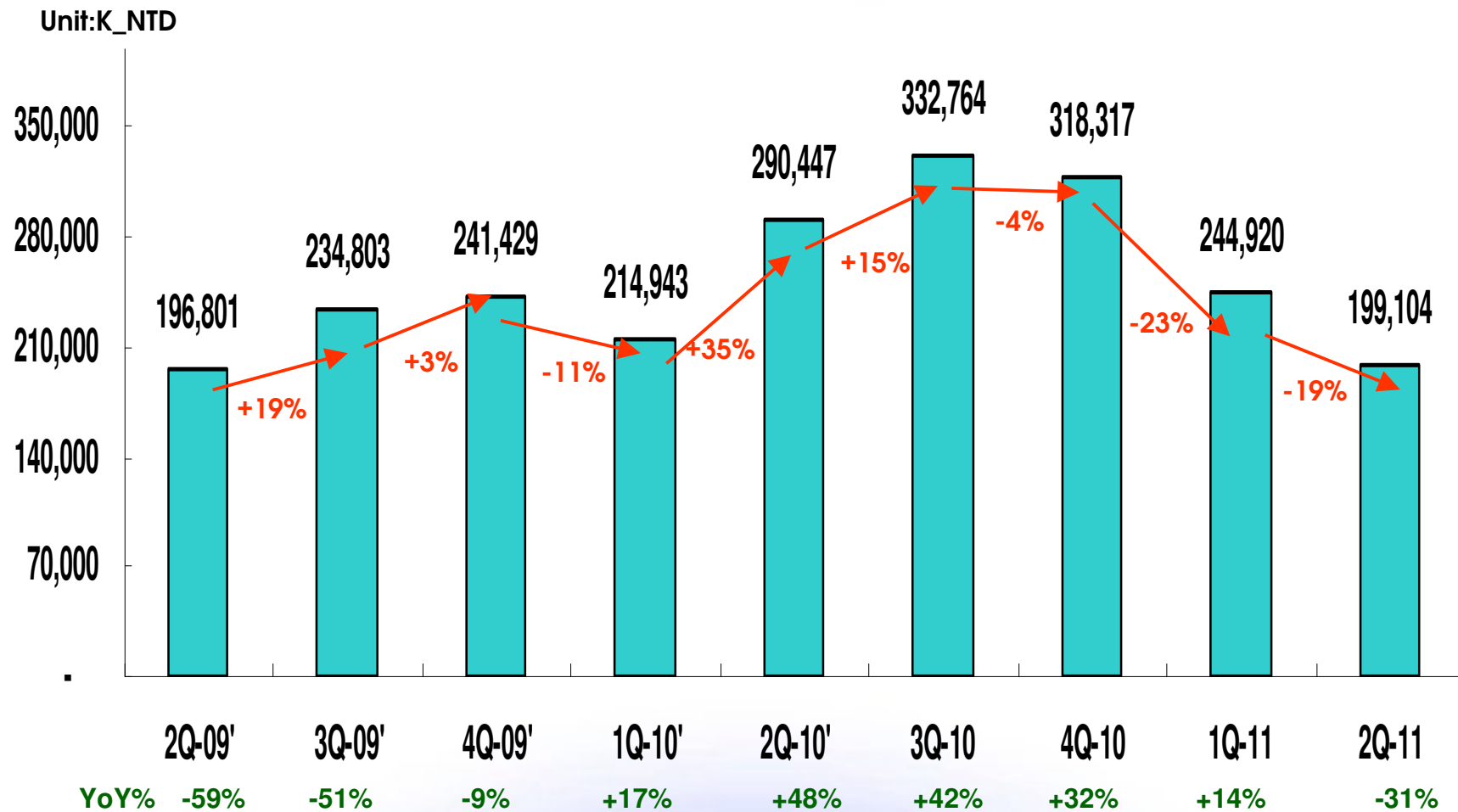




RF Module Quarterly Revenue Trend



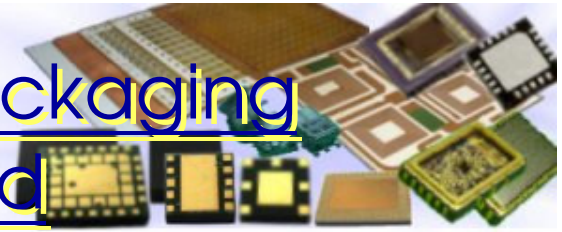
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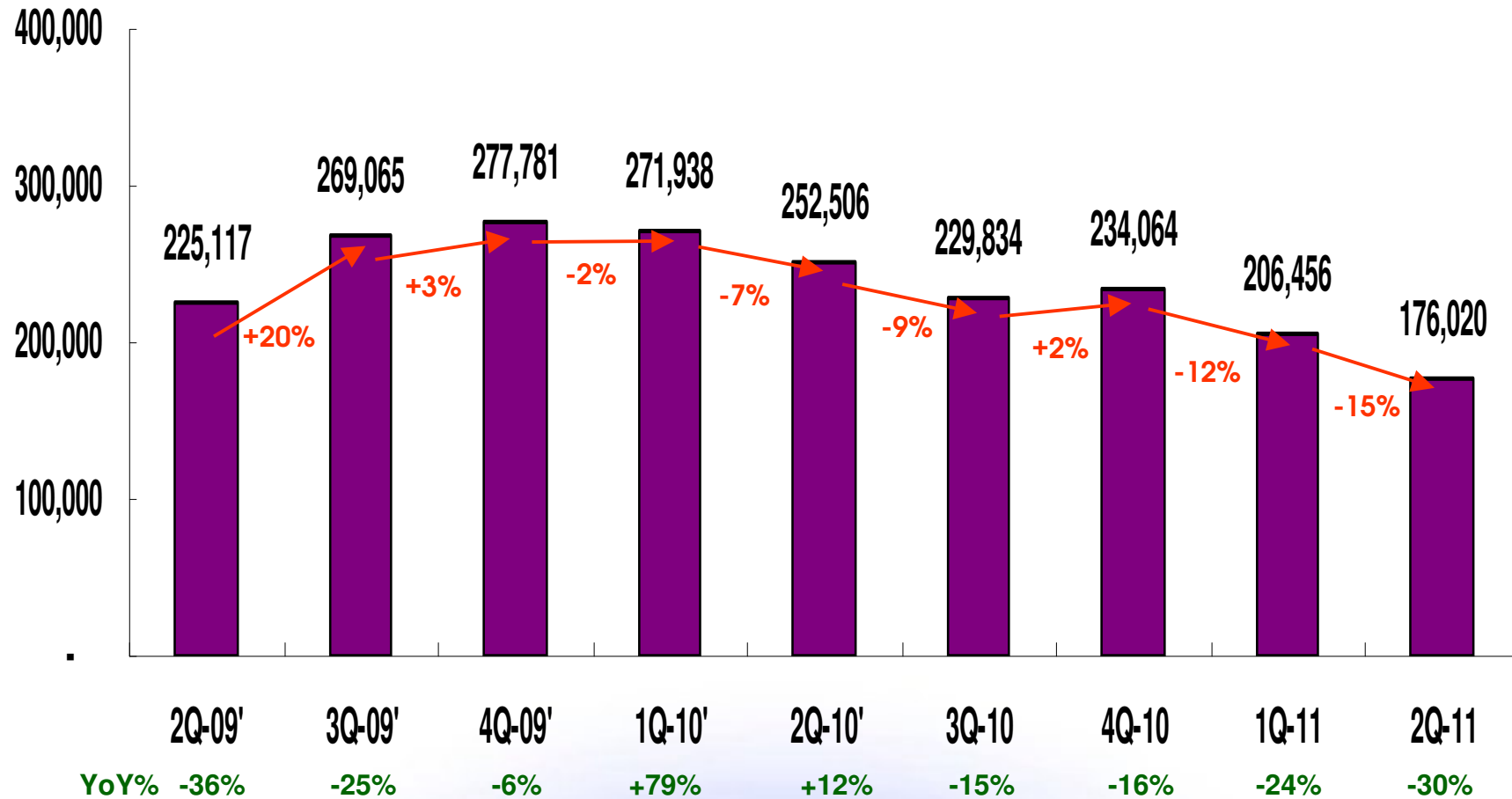
Hybrid Modules & Specialty Packaging

Quarterly Revenue Trend



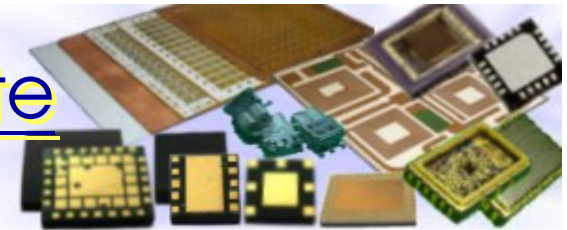
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Unit:K_NTD





Ceramic Metallized Substrate Quarterly Revenue Trend



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Unit:K_NTD

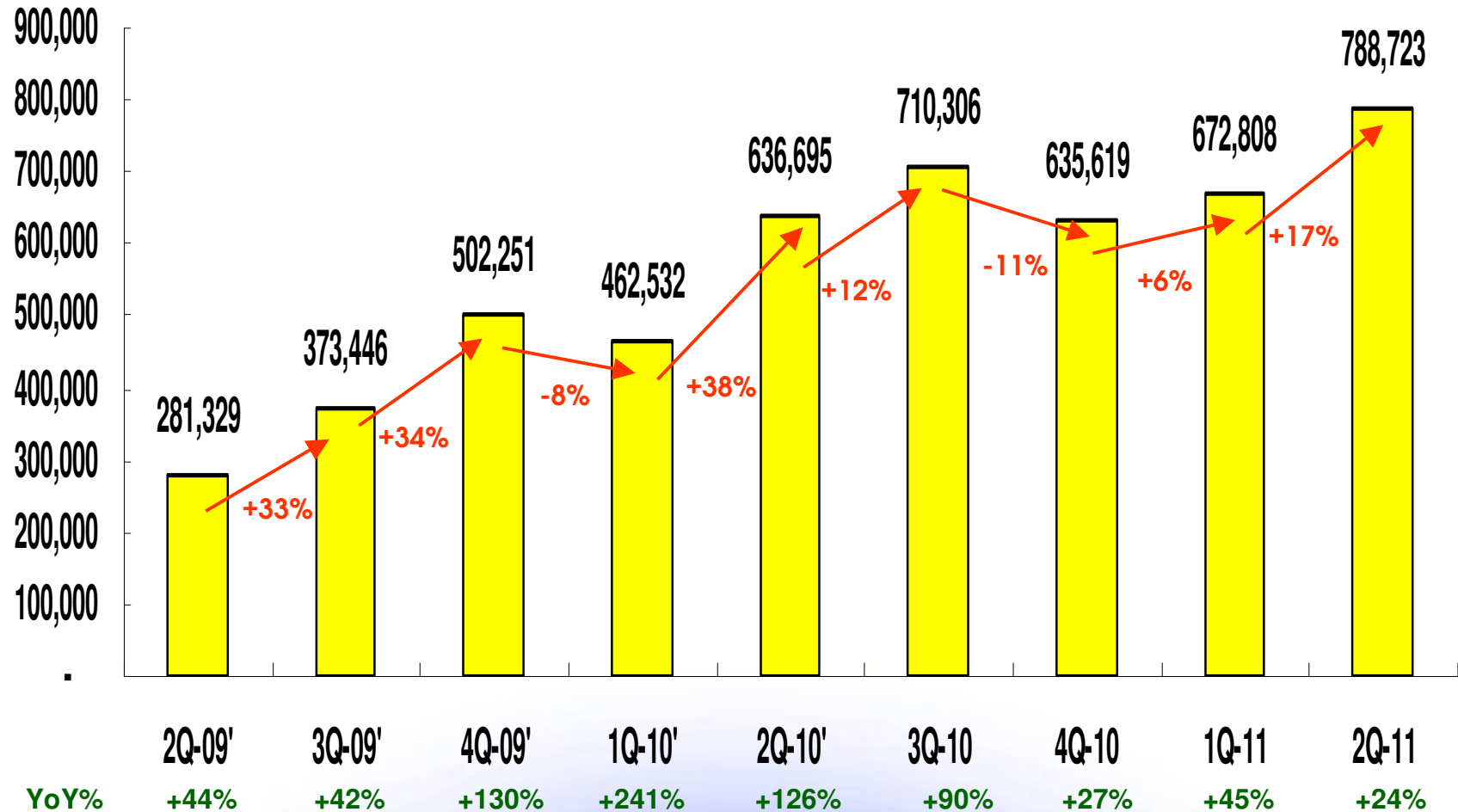
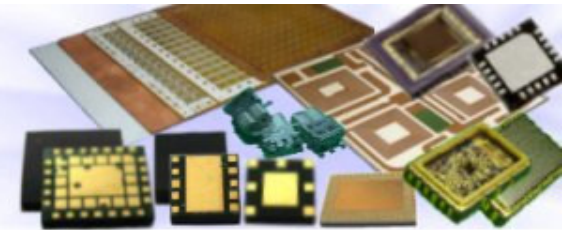


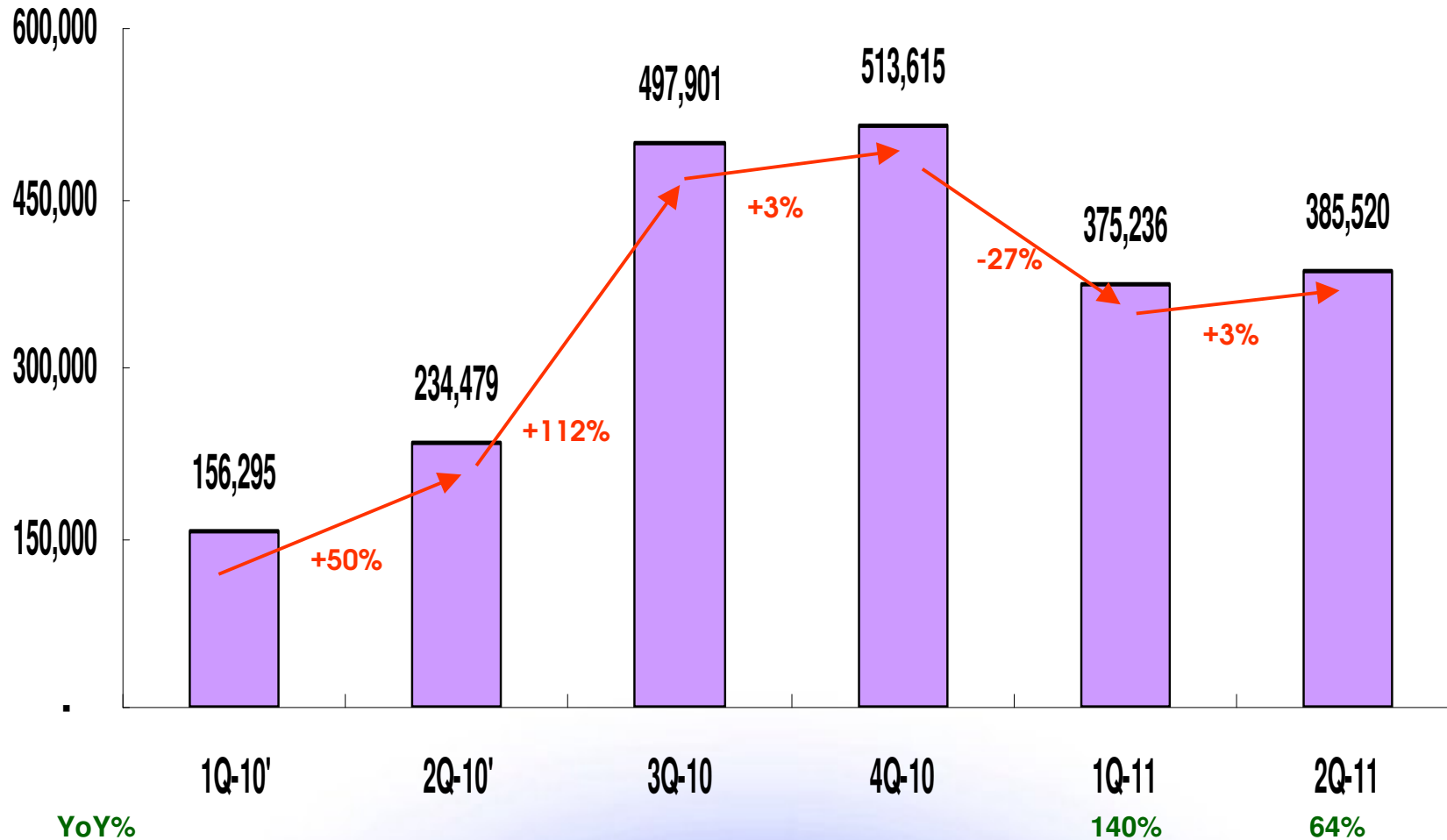


Image Products Quarterly Revenue Trend



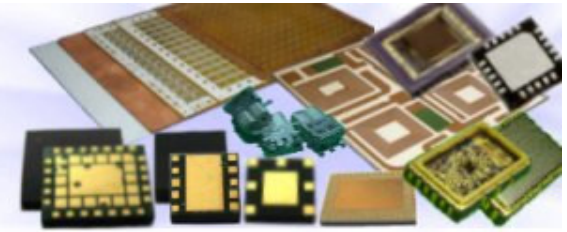
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Unit:K_NTD



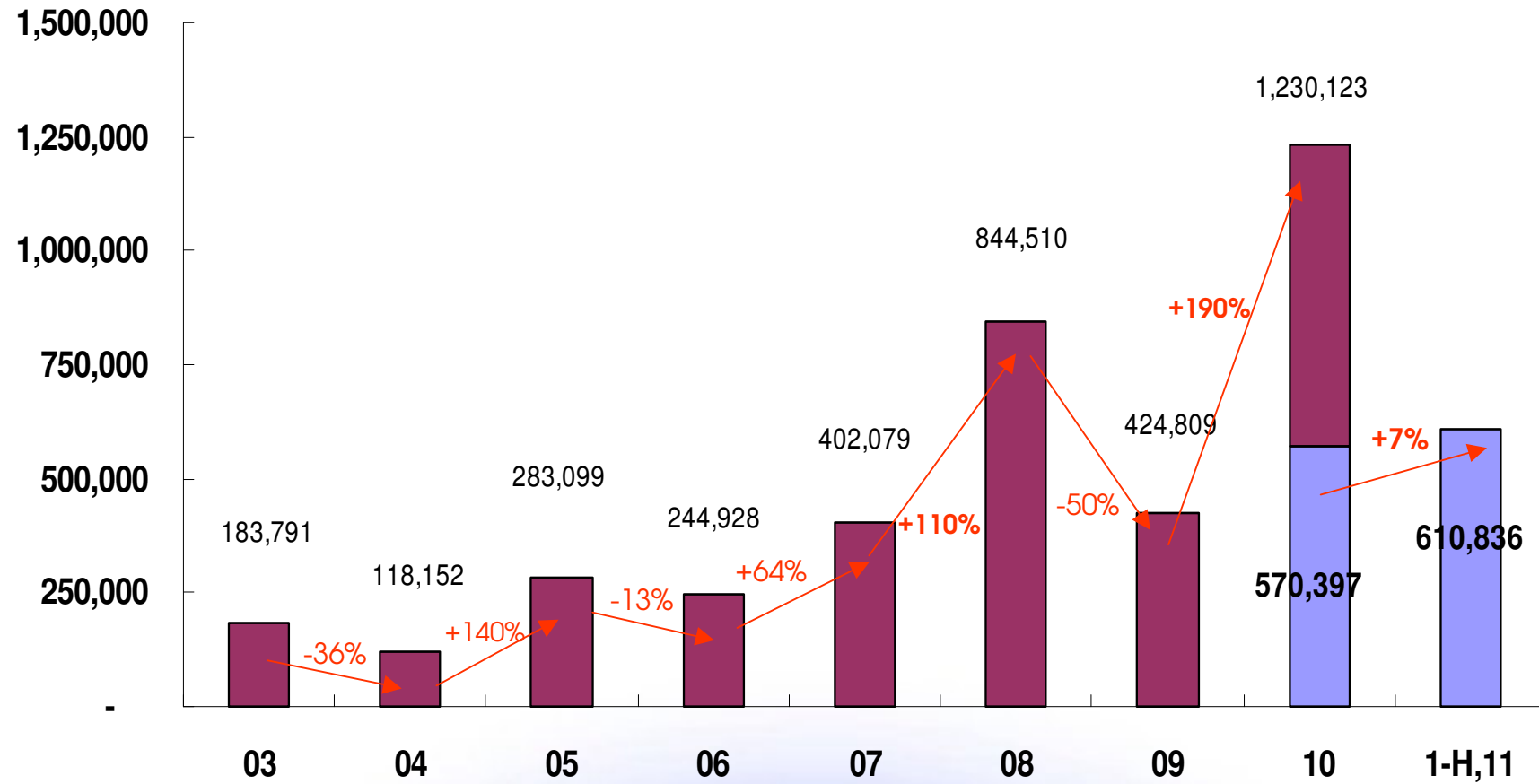


Capital Expenditure



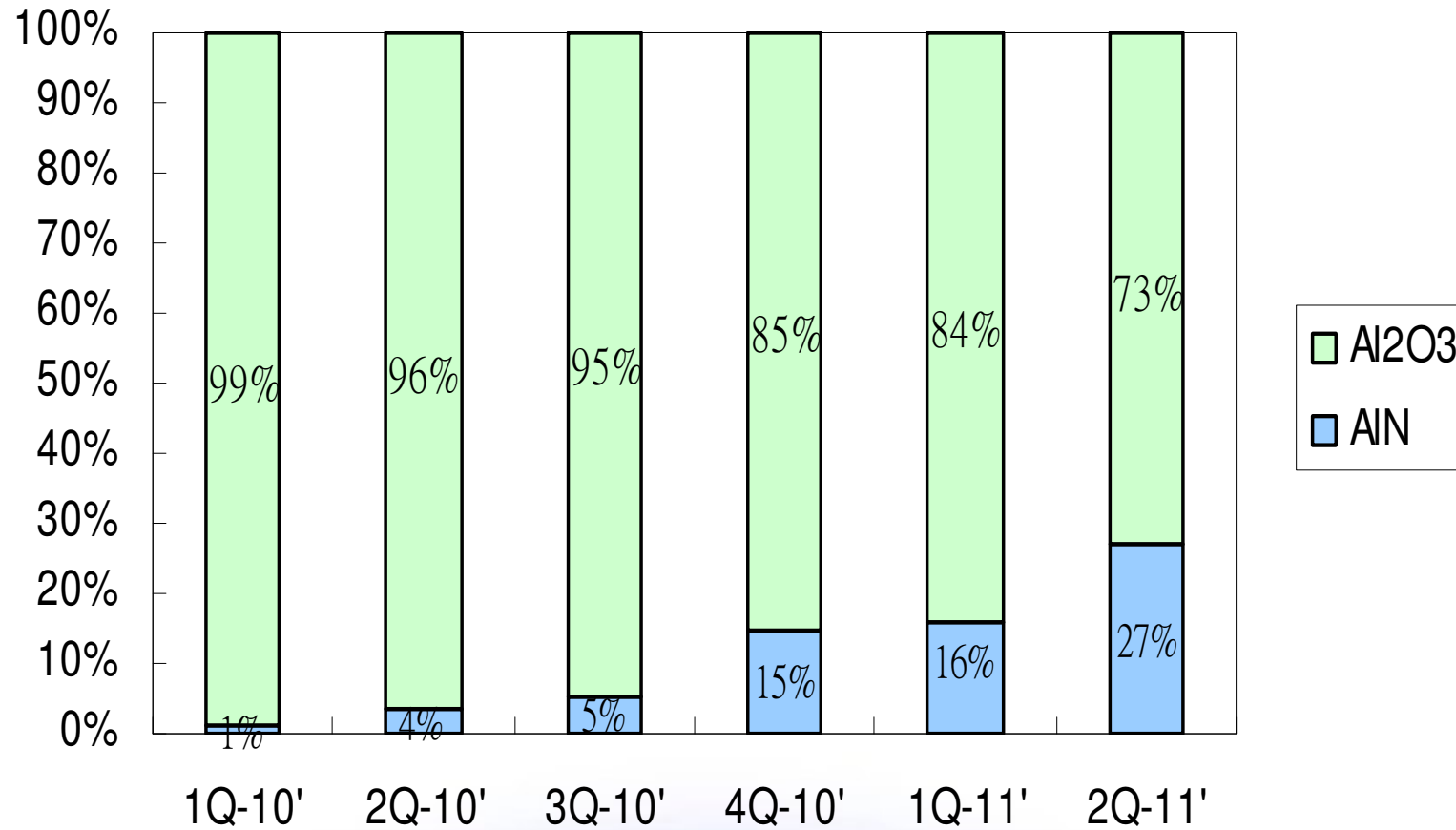
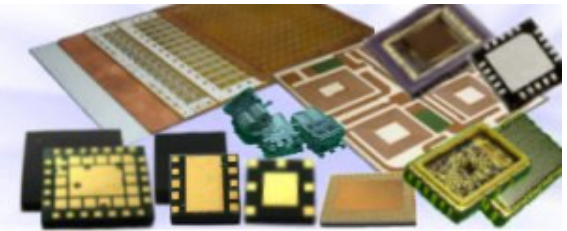
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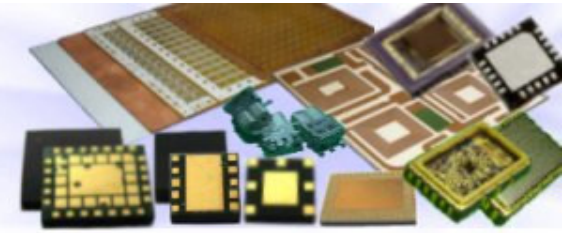
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