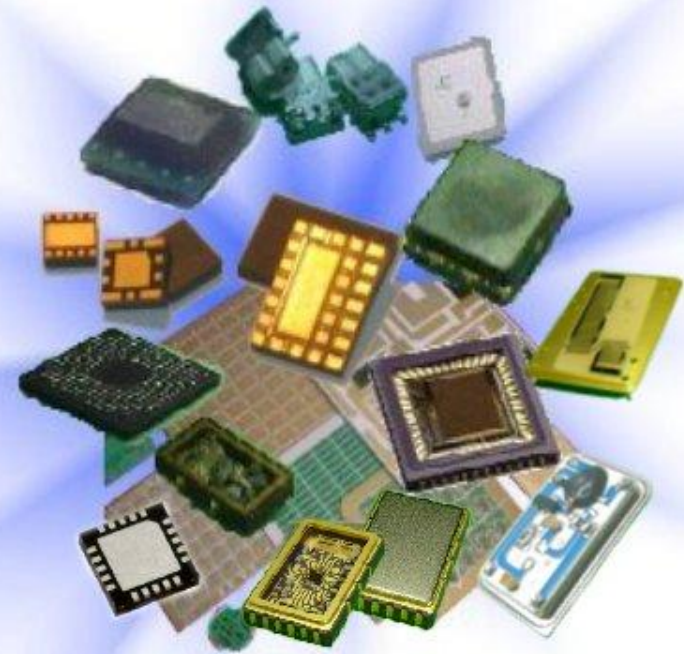


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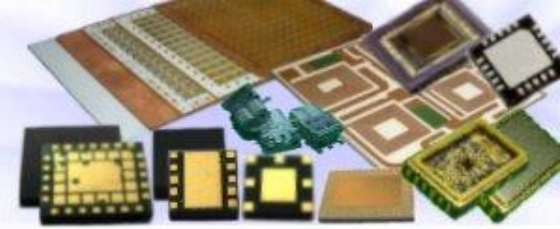
**Fourth Quarter 2018
Earnings Conference
Mar 15th, 2019**



Excellence in Custom Electronics Manufacturing



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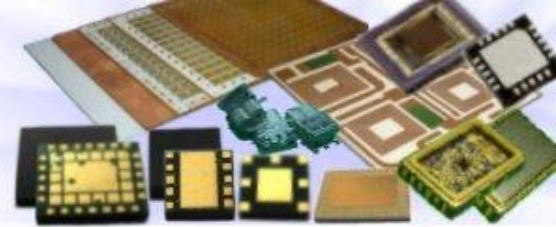


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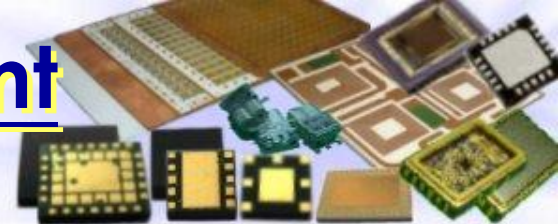
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1. Financial Update
2. Business Update



4Q 18 Income Statement QoQ Comparison



 consolidated

Unit: NT\$Thousand

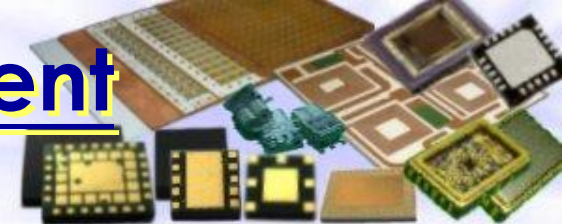
	4Q 2018 (Audited)	%	3Q 2018 (Reviewed)	%	Chg %
Net Revenue	1,917,076	100.0%	2,012,241	100.0%	-4.7%
Cost of Sales	1,399,255	73.0%	1,392,510	69.2%	0.5%
Gross Profit	517,821	27.0%	619,731	30.8%	-16.4%
Operating Expenses	175,103	9.1%	180,446	9.0%	-3.0%
Operating Income	342,718	17.9%	439,285	21.8%	-22.0%
Non-Operating Items	21,416	1.1%	13,670	0.7%	56.7%
Income before Income Tax	364,134	19.0%	452,955	22.5%	-19.6%
EPS(NT\$) before Tax	2.20		2.74		
Income Tax Expense	69,377	3.6%	93,248	4.6%	-25.6%
Net Income	294,757	15.4%	359,707	17.9%	-18.1%
EPS(NT\$) after Tax	1.78		2.18		

*2018 Q4 Weighted Average Outstanding Shares : 165.36Million

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4Q 18 Income Statement YoY Comparison



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Unit: NT\$Thousand

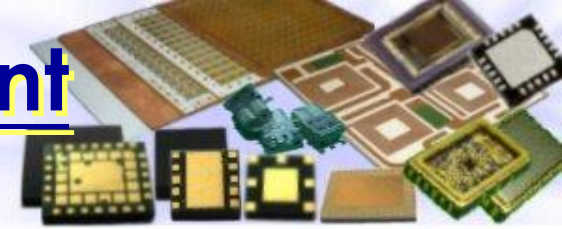
	4Q 2018 (Audited)	%	4Q 2017 (Audited)	%	Chg %
Net Revenue	1,917,076	100.0%	1,994,679	100.0%	-3.9%
Cost of Sales	1,399,255	73.0%	1,429,561	71.7%	-2.1%
Gross Profit	517,821	27.0%	565,118	28.3%	-8.4%
Operating Expenses	175,103	9.1%	185,585	9.3%	-5.6%
Operating Income	342,718	17.9%	379,533	19.0%	-9.7%
Non-Operating Items	21,416	1.1%	(14,890)	-0.7%	-243.8%
Income before Income Tax	364,134	19.0%	364,643	18.3%	-0.1%
EPS(NT\$) before Tax	2.20		2.21		
Income Tax Expense	69,377	3.6%	64,034	3.2%	8.3%
Net Income	294,757	15.4%	300,609	15.1%	-1.9%
EPS(NT\$) after Tax	1.78		1.82		

*2018 Q4 Weighted Average Outstanding Shares : 165.36Million

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Y18 Income Statement YoY Comparison



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Unit: NT\$Thousand

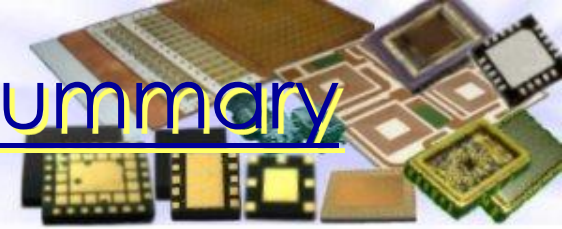
	Y2018		Y2017		Chg %
	(Audited)	%	(Audited)	%	
Net Revenue	7,413,512	100.0%	7,745,602	100.0%	-4.3%
Cost of Sales	5,511,828	74.3%	5,847,890	75.5%	-5.7%
Gross Profit	1,901,684	25.7%	1,897,712	24.5%	0.2%
Operating Expenses	763,123	10.3%	735,896	9.5%	3.7%
Operating Income	1,138,561	15.4%	1,161,816	15.0%	-2.0%
Non-Operating Items	106,722	1.4%	(62,047)	-0.8%	272.0%
Income before Income Tax	1,245,283	16.8%	1,099,769	14.2%	13.2%
EPS(NT\$) before Tax	7.53		6.68		
Income Tax Expense	231,680	3.1%	125,880	1.6%	84.0%
Net Income	1,013,603	13.7%	973,889	12.6%	4.1%
EPS(NT\$) after Tax	6.13		5.91		

*2018 Weighted Average Outstanding Shares : 165.36Million

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4Q 18 Operating Results Summary



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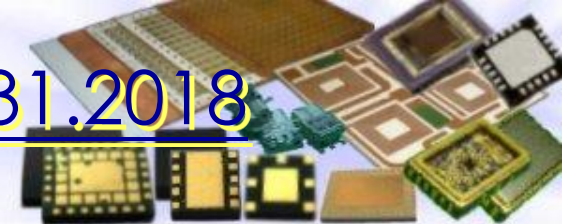
Unit: NT\$Thousand	4Q 2018 (Audited)	3Q 2018 (Reviewed)	4Q 2017 (Audited)
Net Revenues	1,917,076	2,012,241	1,994,679
Net Income	294,757	359,707	300,609
EPS(NT\$) before Tax	2.20	2.74	2.21
EPS(NT\$) after Tax	1.78	2.18	1.82
Depreciation	202,449	218,150	235,876
Capital Expenditure*	231,811	169,067	149,699
EBITDA**	569,655	673,797	605,708

*Additions to property, plant and equipment

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



Balance Sheet Highlight – 12.31.2018



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Unit: NT\$Thousand	12.31.2018 (Audited)	%	12.31.2017 (Audited)	%
Cash and Cash Equivalents	5,168,430	41.5%	5,883,990	45.4%
Current financial assets at fair value through profit or loss	100,394	0.8%	-	0.0%
Fixed Assets	4,197,116	33.7%	4,400,965	33.9%
Total Assets	12,463,341	100.0%	12,964,187	100.0%
Long-term borrowings, current portion	-	0.0%	562,887	4.3%
Long-term borrowings	-	0.0%	65,000	0.5%
Shareholders' Equity	10,448,685	83.8%	10,413,938	80.3%
Depreciation-YTD	875,959		1,008,962	
Capital Expenditure-YTD*	657,252		617,953	
EBITDA-YTD**	2,133,803		2,139,254	

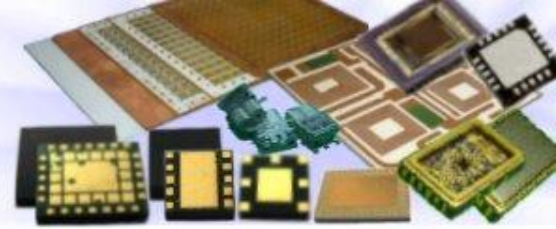
*Additions to property, plant and equipment

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

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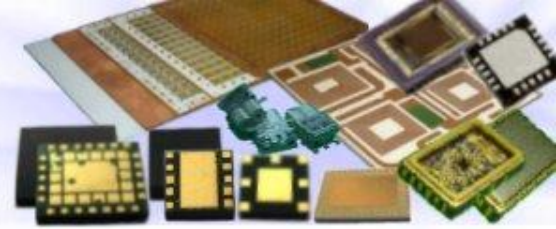
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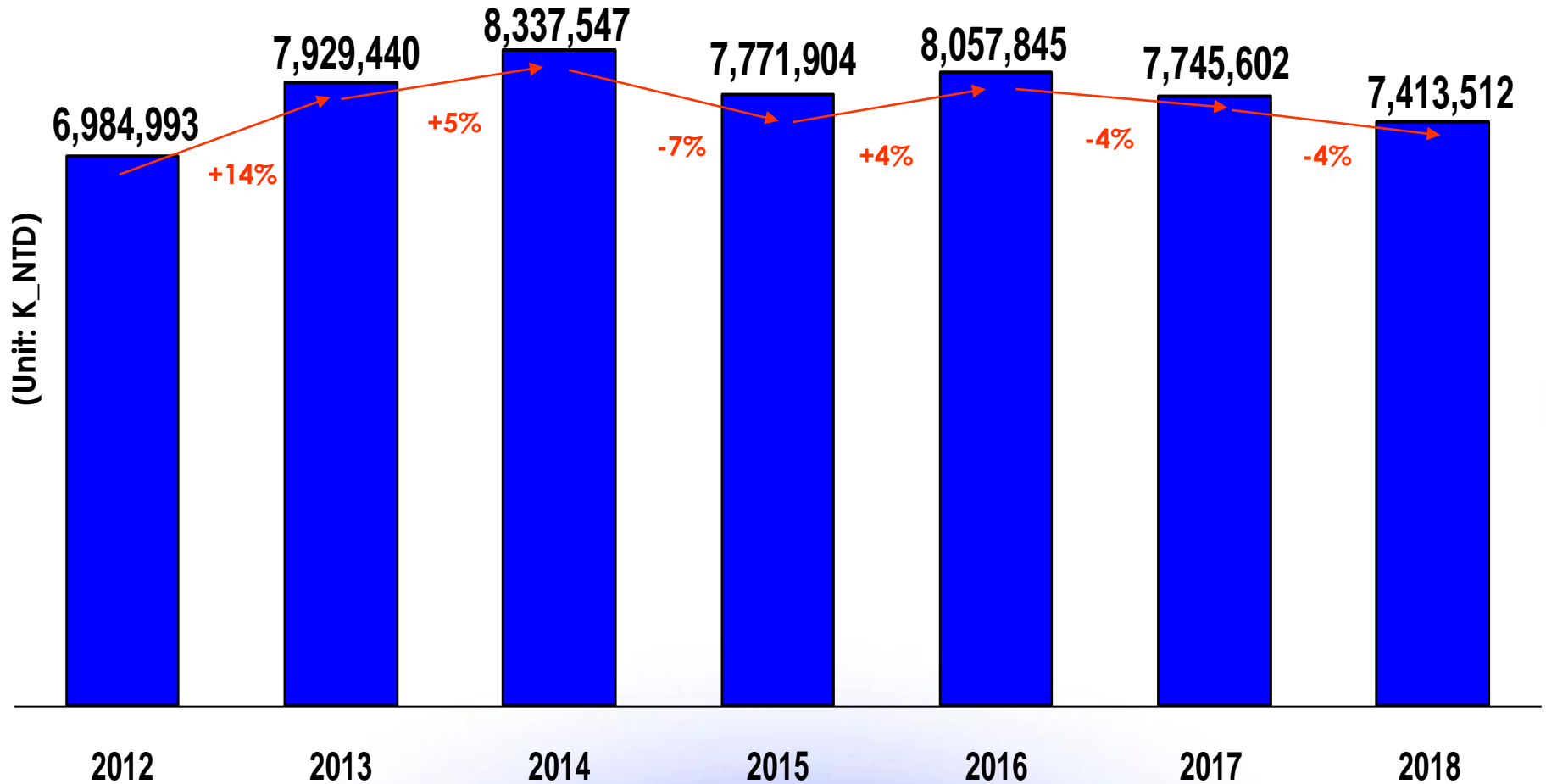
1. Financial Update
2. Business Update



Tong Hsing Revenue History

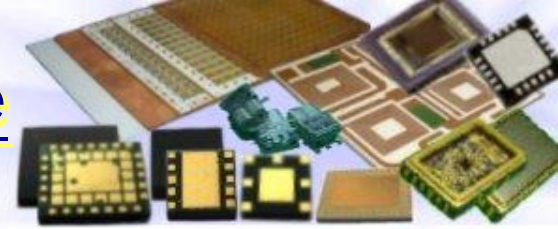


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Tong Hsing Quarterly Revenue

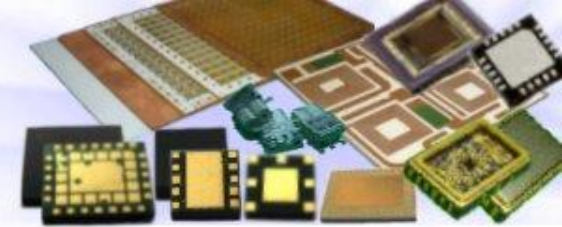


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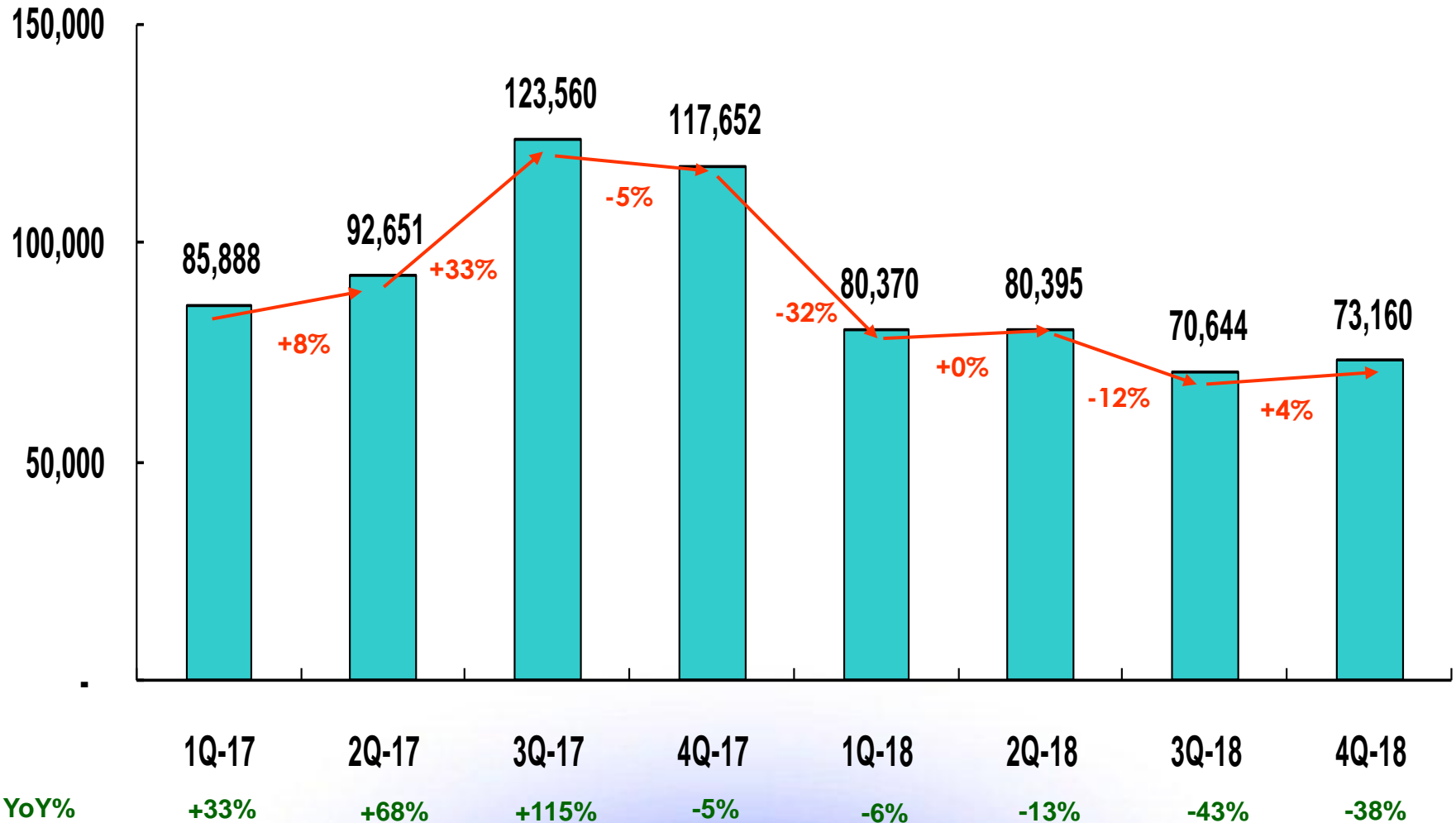


RF Module Quarterly Revenue Trend



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Unit:K_NTD



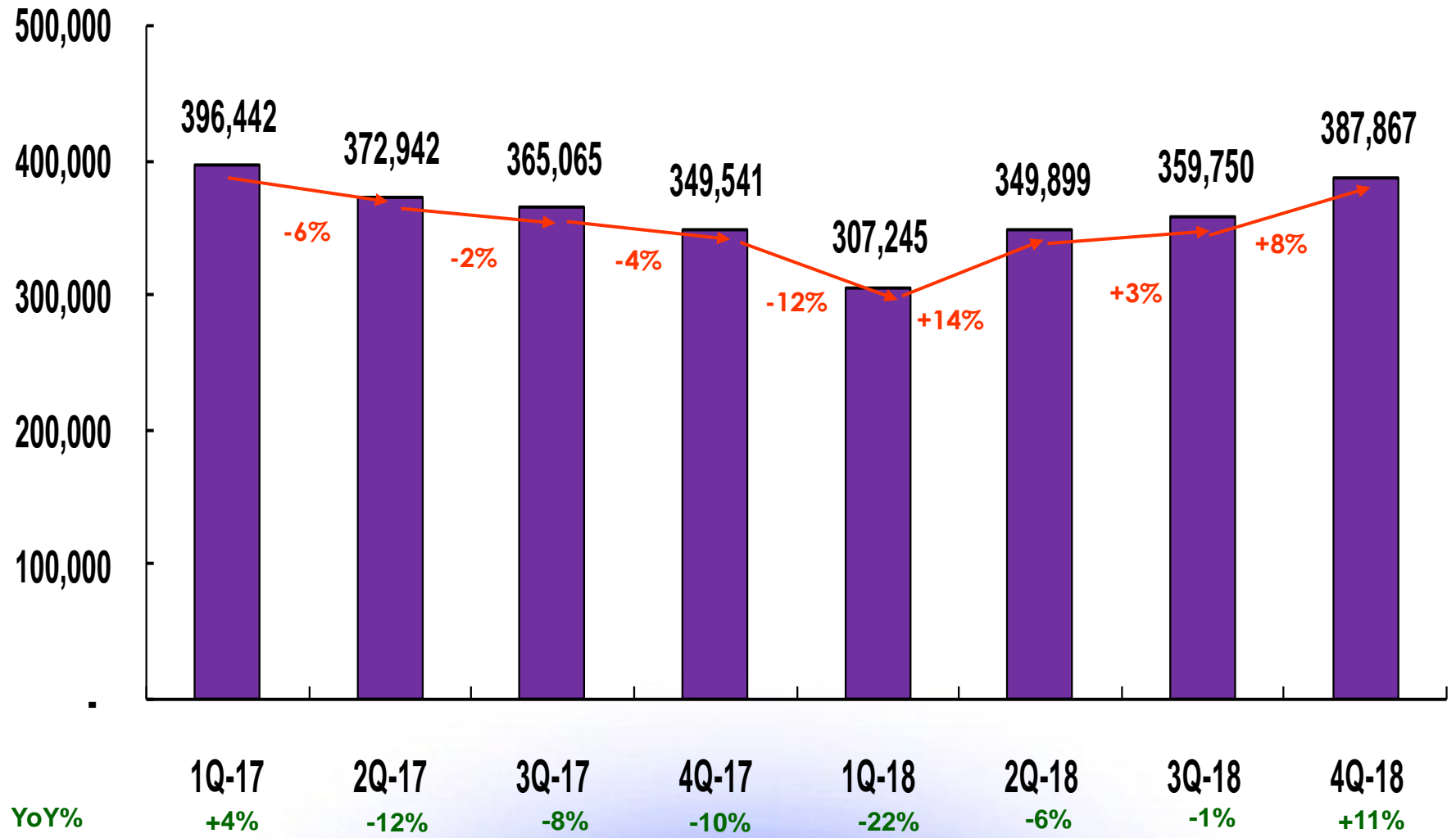


Hybrid Modules & Specialty Packaging Quarterly Revenue Trend



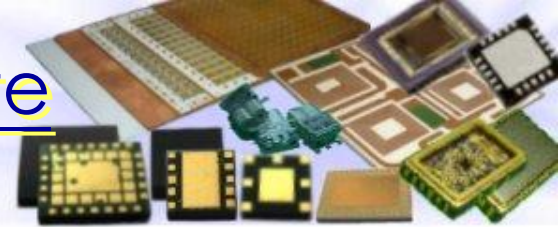
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Unit:K_NTD





Ceramic Metallized Substrate Quarterly Revenue Trend



Unit:K_NTD

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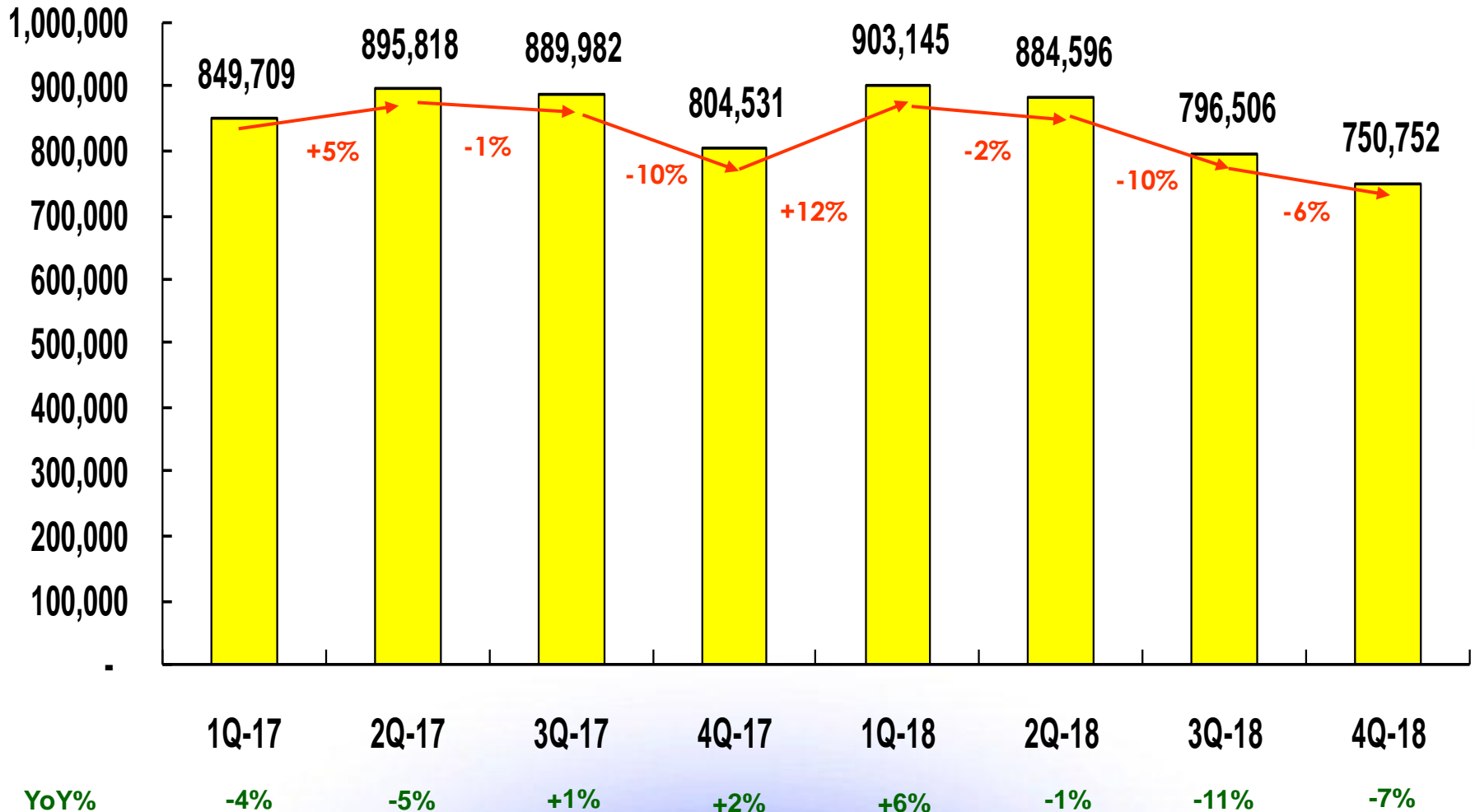
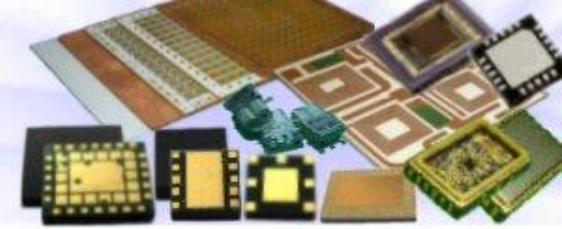


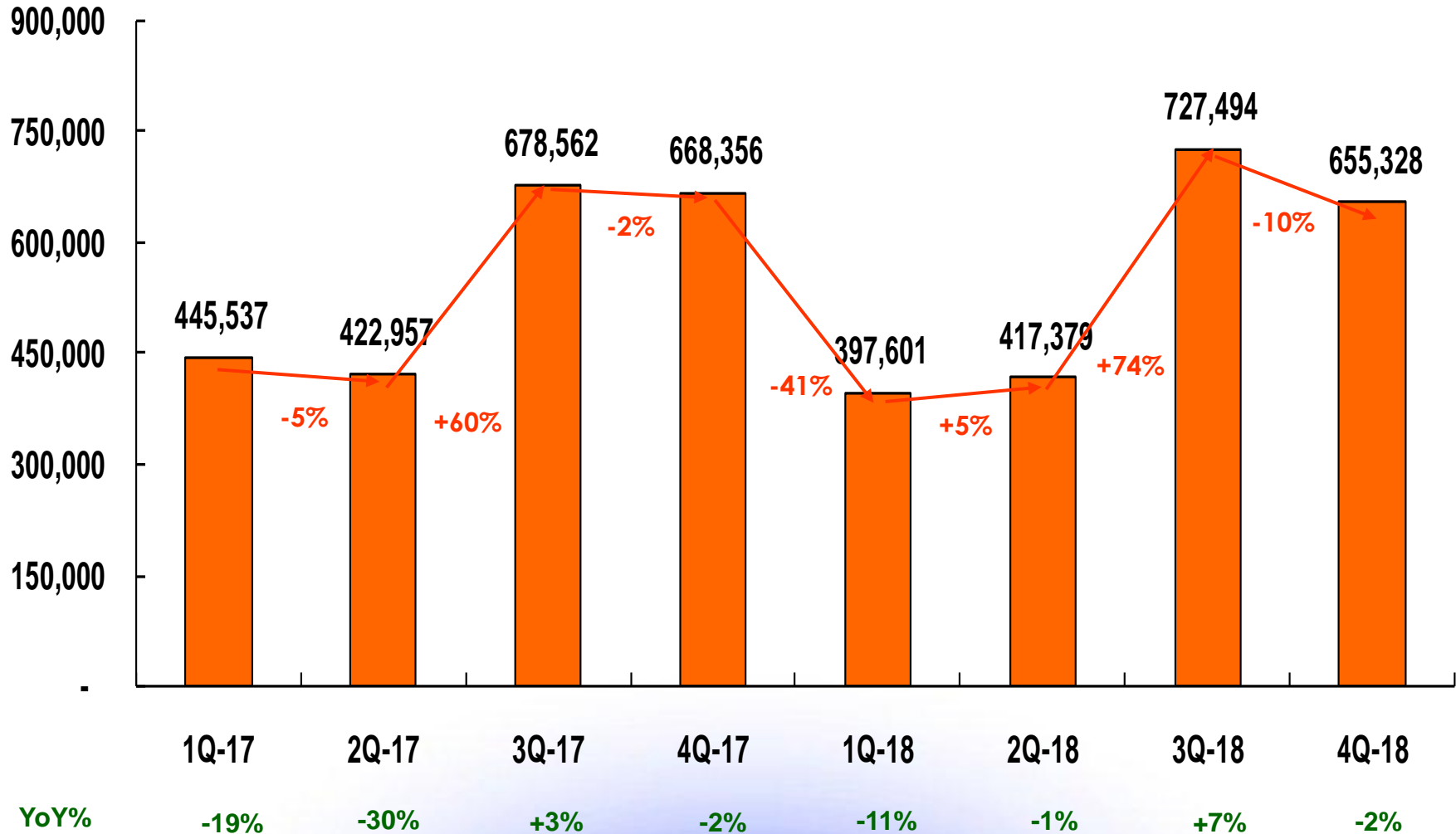


Image Products Quarterly Revenue Trend

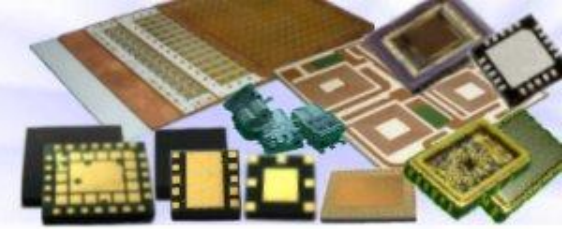


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Unit:K_NTD

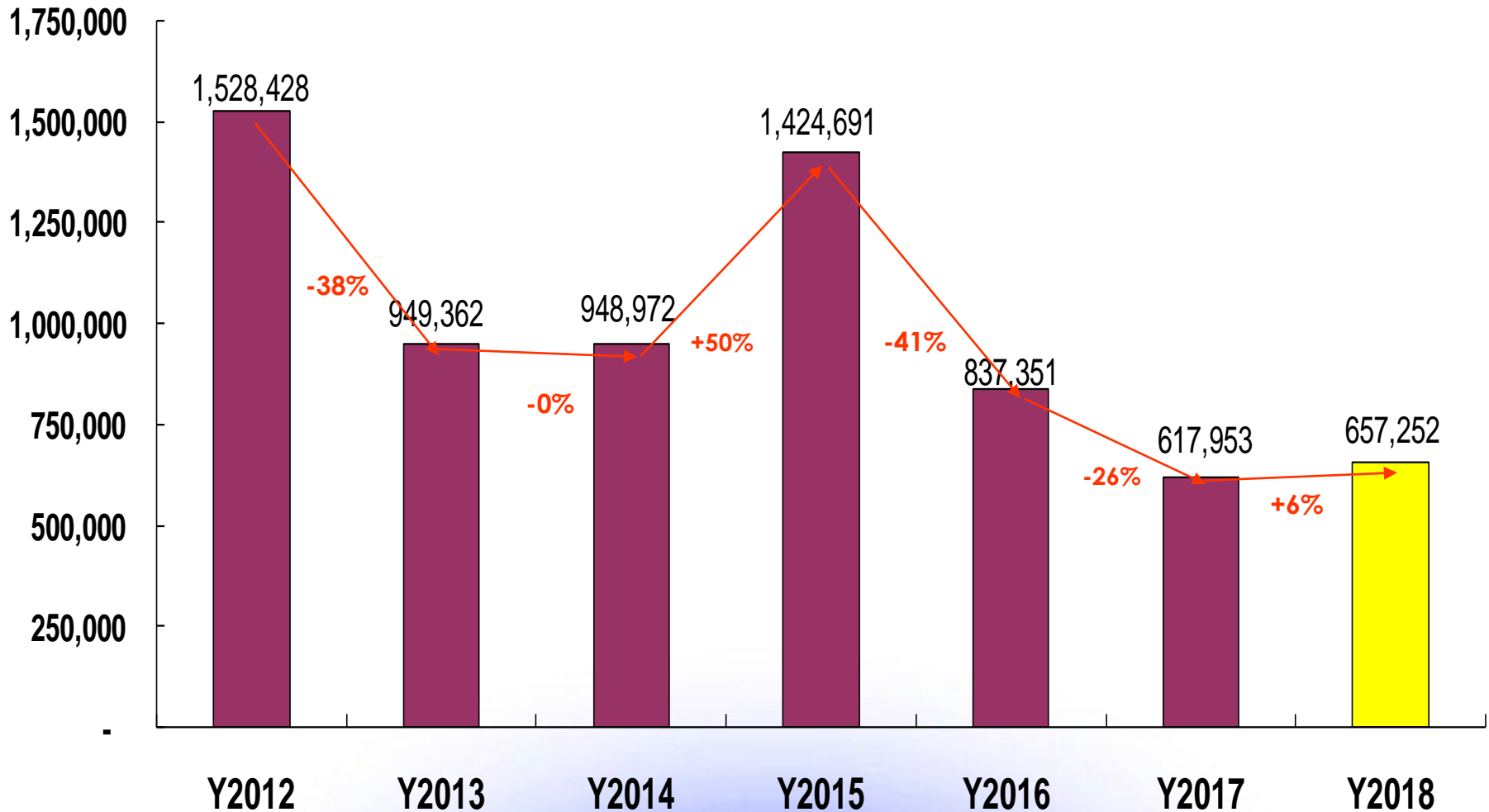


Capital Expenditure



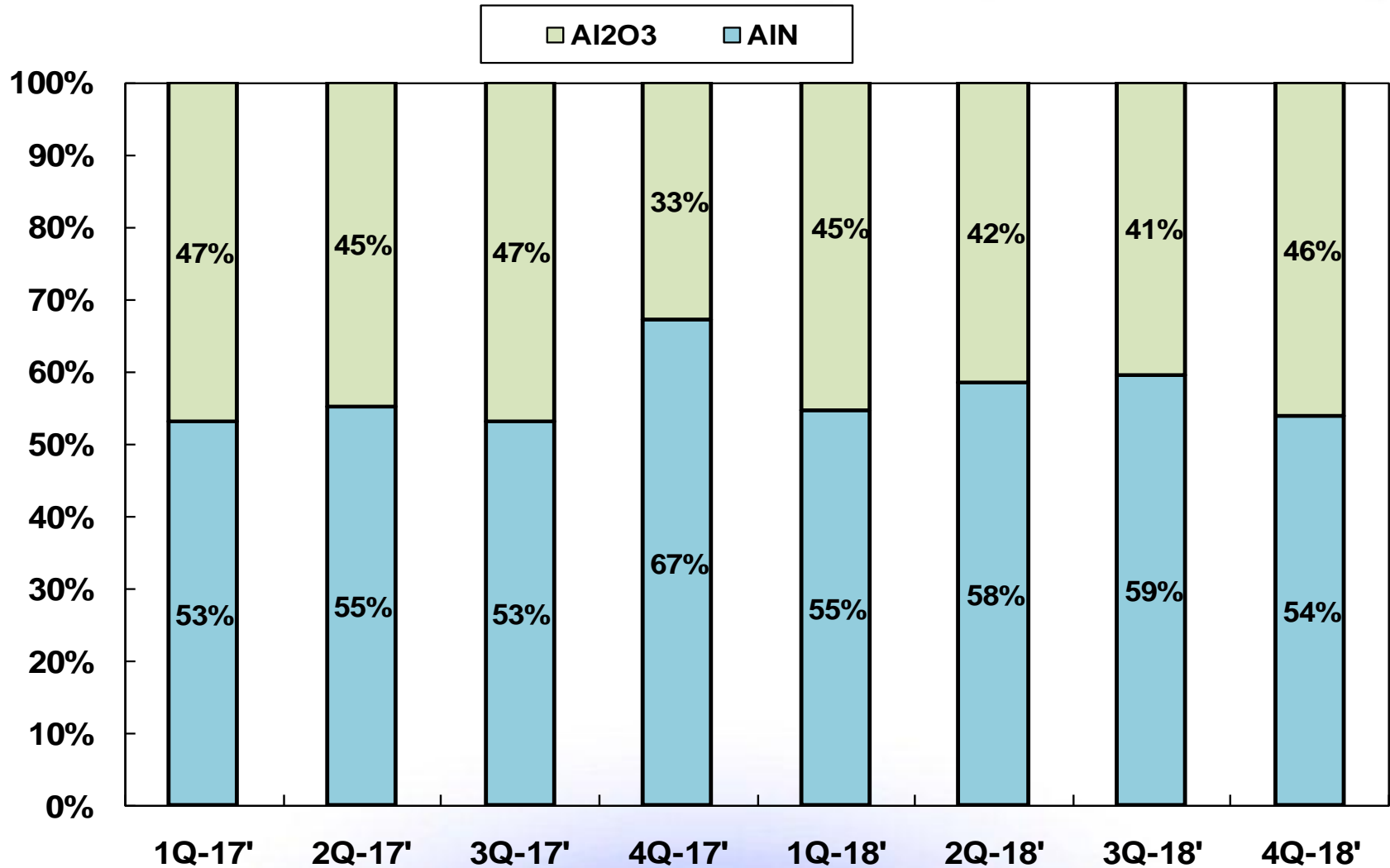
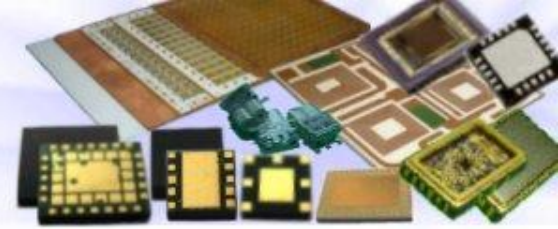
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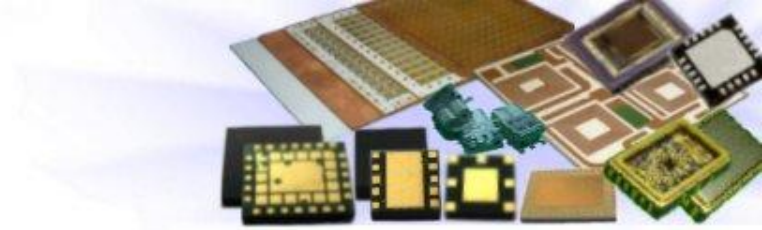
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