



Tongtai Machine & Tool Co., Ltd. 2022 Q3 Investor Conference

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Agenda

01 Tongtai and TTGroup Introduction

02 Operating Performance of 2022 Q3

Tongtai and TTGroup Introduction



Tongtai Introduction

Tongtai was established in 1969, and was listed on the stock exchange market in 2003. We focused on developing special purpose machines in the beginning and then become a manufacturer that owns diverse production lines. The trade mark of Tongtai is made of two "T" s. The gray "T" represents what Tongtai provides and the blue "T" represents what customers gain.



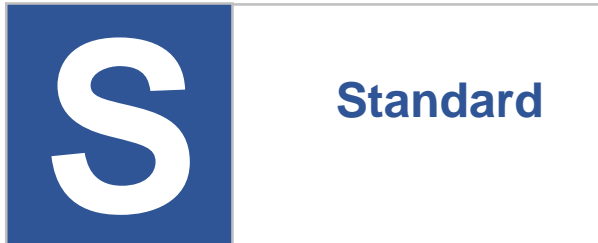
Profile

Capital : NT\$2.56 billion
Stock symbol : 4526.TW
Chairman : Mr. Jui-Hsiung Yen
Employees : 672 (2022.10)
Certification : ISO 9001 、 ISO 14001 、 ISO 50001 、 ISO 45001 、 AEO

Pursue Corporate Sustainability



Product overview of Tongtai Machine Tools



■ Standard Machine

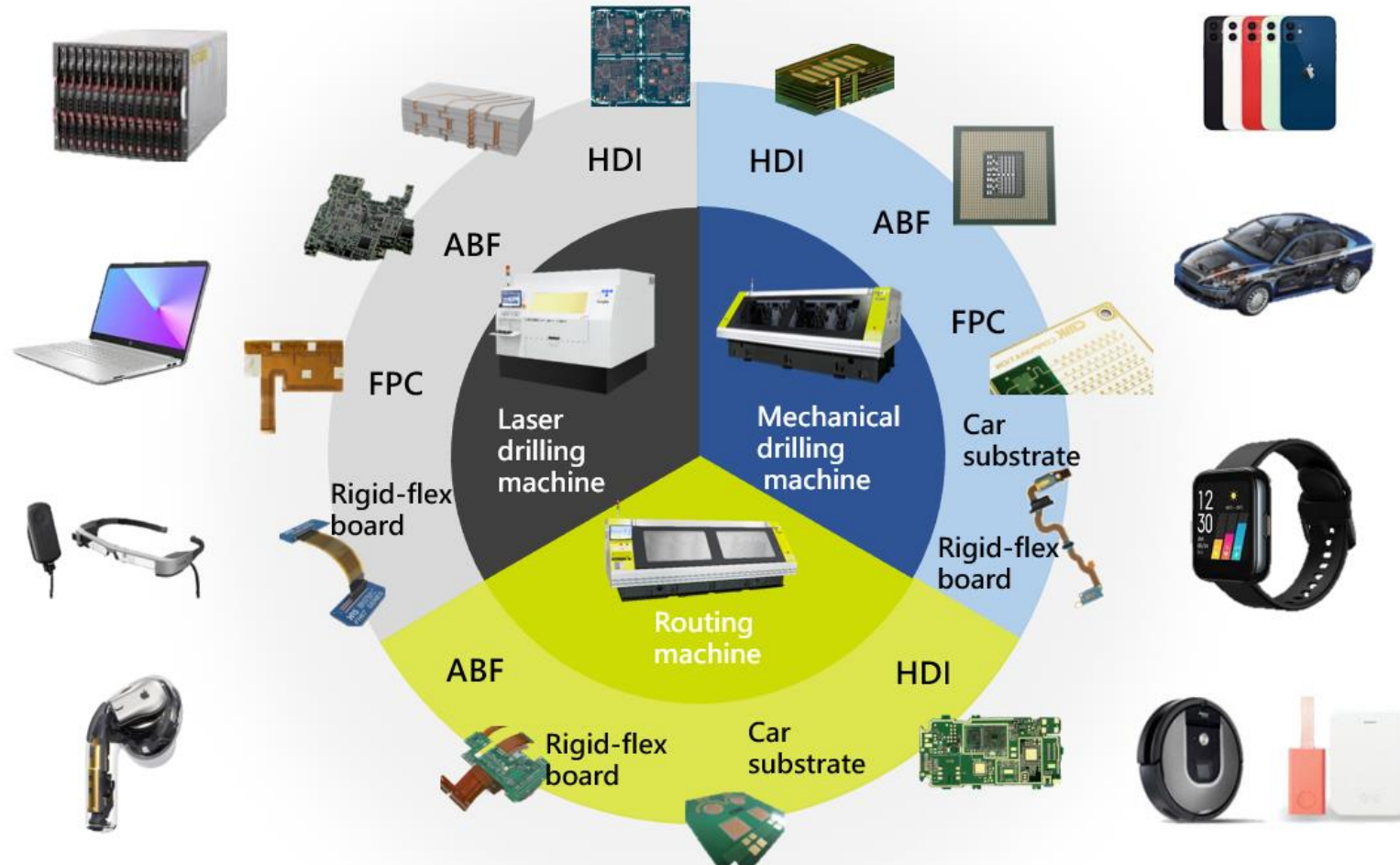


- Typical Industrial Machine
- Special purpose machine (S.P.M.)

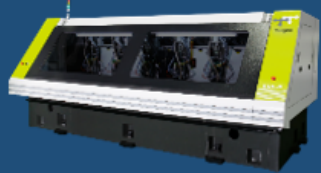




- Turnkey solution
- Intelligent/Automated solutions for single machines
- Intelligent/Automated solutions for production lines
- Intelligent factory planning

Product overview of Tongtai PCB Department

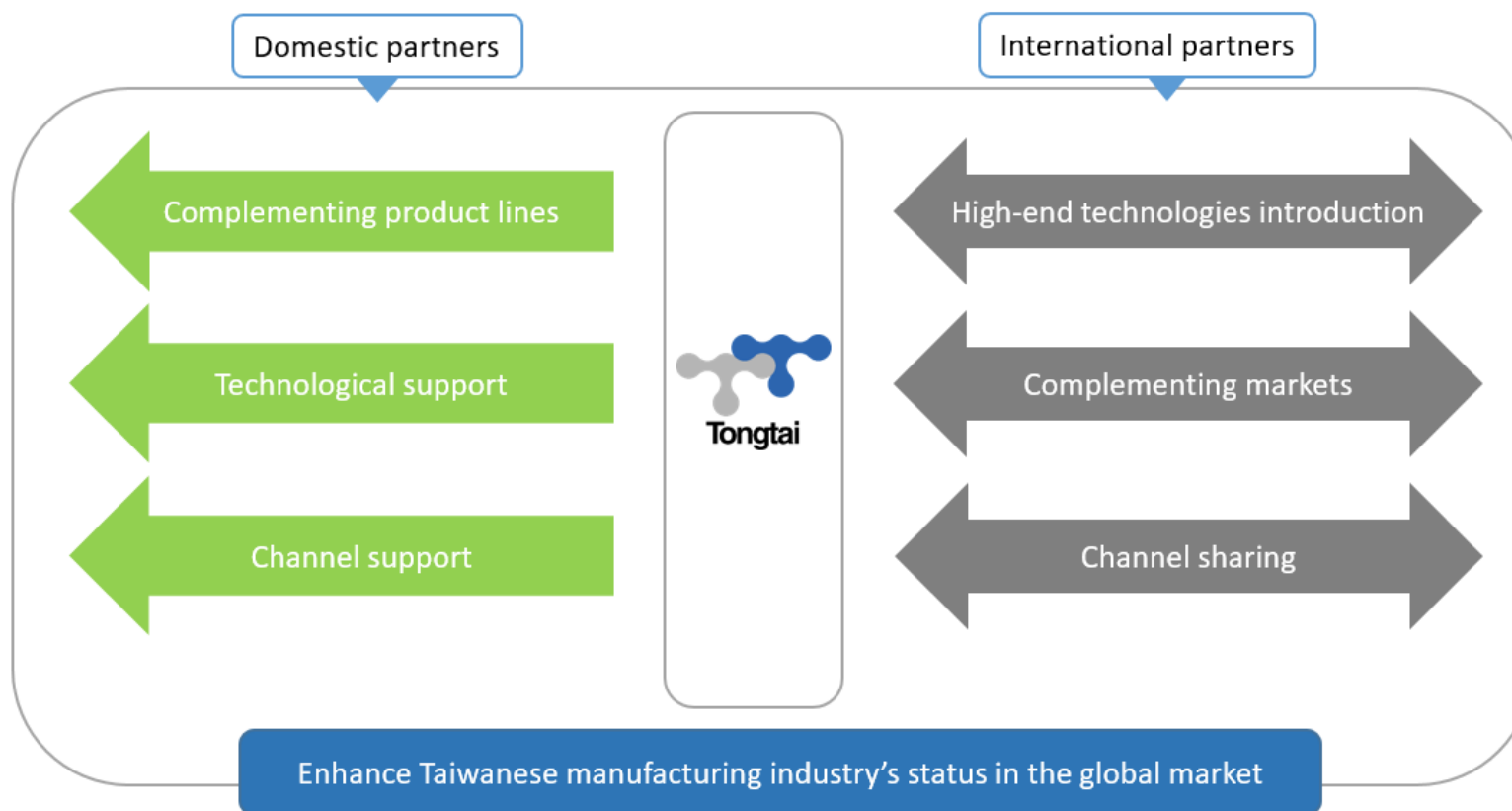


Three major processes achieve high precision, high efficiency and efficient production

| Drilling machine  | Mechanical drilling | Multilayer PCB | Car substrate | Server PCB | Depth control | BGA | FPC | HDI | CCD |
|--|---------------------|----------------|---------------|--------------------|-----------------------|---------|-------------|-----|-----|
| | SD | V | V | V | V | V | V | V | |
| | SDL | V | V | V | V | V | V | V | |
| | TCDM | V | V | V | V | V | V | V | V |
| Routing machine  | Routing machine | Shape Cutting | Depth control | Aluminum substrate | Multi-axis correction | CCD | | | |
| | TRM | V | | V | | V | | | |
| | DCRM | V | V | V | | V | | | |
| | TCRM | V | V | V | V | V | | | |
| Laser drilling  | Laser drilling | HDI | BGA | FPC | Composite Material | Marking | IC Assembly | | |
| | TLC-2H22 | V | V | V | V | | V | | |
| | TLU-1H22 | | | V | | V | V | | |
| | TLMG-400 | | | | | V | V | | |
| | TLCU-660 | | | | V | V | V | | |

TTGroup management philosophy

Tongtai plays a main role in TTGroup and integrates international and domestic resources for enhancing Taiwanese manufacturing industry's status in the global market.



Group Investment Structure



Tongtai (TW-4526)
Machine manufacturer

shareholding
%

Component manufacturer/Solution provider

Machine manufacturer

Trading

TongYeh
60.09%

TongFong
100.00%

SKTD
98.73%

Shuzhou
TongYu
100.00%

Honor
Seiki
54.47%

Asia
Pacific
99.83%

TTM
(Thailand
)
100.00%

TTVN
(Vietnam)
100.00%

TTS
(Malaysia
)
52.00%

HPC
(Austria)
100.00%

PCI
(France)
100.00%

ANGER
(Austria)
100.00%

TTE
(Netherlands
)
100.00%

TTGMx
(Mexico)
100.00%

TT Group
France
100.00%

TTJP
100.00%

TSU
100.00%

Anger
USA
100.00%

Contrel
Technology
(TW-8064)
4.16%

Anger
Deutschland
100.00%

Quicktech
99.14%

6%

>50%

% of consolidated revenue

4%

90%

<50%

Operating Performance of 2022 Q3

Condensed Consolidated Statement of Comprehensive Income

Unit: In NT\$ million, Except Earnings (Loss) Per Share in NT\$

2021 vs 2020

| Item | 2021Y | | 2020Y | | YoY | |
|--|--------|------|--------|------|--------|------|
| | Amount | % | Amount | % | Amount | % |
| Operating Revenues | 9,626 | 100% | 7,779 | 100% | 1,847 | 24% |
| Gross Profit | 1,878 | 20% | 1,108 | 14% | 770 | 69% |
| Profit (Loss) from Operations | 169 | 2% | (670) | -9% | 839 | 125% |
| Non-operating income (expenses) | 55 | 1% | 157 | 2% | (102) | 65% |
| Profit (Loss) before Income Tax | 224 | 2% | (513) | -7% | 737 | 144% |
| Net Profit (Loss) for the Year | 156 | 2% | (397) | -5% | 553 | 139% |
| Net Profit (Loss) Attributable to Shareholders of the Parent | 173 | 2% | (347) | -4% | 520 | 150% |
| Basic Earning (Loss) Per Share | 0.68 | | (1.36) | | 2.04 | |

| Item | 2022Q3 | | 2021Q3 | | YoY | |
|--|--------|------|--------|------|---------|------|
| | Amount | % | Amount | % | Amount | % |
| Operating Revenues | 6,137 | 100% | 7,239 | 100% | (1,102) | -15% |
| Gross Profit | 1,325 | 21% | 1,431 | 20% | (106) | -7% |
| Profit (Loss) from Operations | 94 | 1% | 207 | 3% | (113) | 55% |
| Non-operating income (expenses) | 105 | 2% | (39) | -1% | 144 | 369% |
| Profit (Loss) before Income Tax | 199 | 3% | 168 | 2% | 31 | -18% |
| Net Profit (Loss) for the Year | 141 | 2% | 120 | 2% | 21 | -18% |
| Net Profit (Loss) Attributable to Shareholders of the Parent | 110 | 2% | 147 | 2% | (37) | 25% |
| Basic Earning (Loss) Per Share | 0.43 | | 0.58 | | (0.15) | |

2022Q3 vs 2021Q3

Data Source: 2021, 2020 Audited Consolidated Report

Data Source: 2022 Q3, 2021 Q3 Reviewed Consolidated Report

Important Consolidated Balance Sheet Items and Financial Indicators_1

2021.12.31 VS 2020.12.31

Unit: In NT\$ million

| Item | 2021.12.31 | | 2020.12.31 | | YoY Change | |
|---|------------|------|------------|------|------------|------|
| | Amount | % | Amount | % | Amount | % |
| Cash and cash equivalents | 1,577 | 10% | 1,703 | 11% | (126) | -7% |
| Notes and accounts receivable | 3,456 | 22% | 3,226 | 20% | 230 | 7% |
| Inventories | 5,487 | 34% | 5,016 | 31% | 471 | 9% |
| Total current assets | 11,106 | 69% | 10,962 | 68% | 144 | 1% |
| Property, plant and equipment | 2,975 | 19% | 3,323 | 21% | (348) | -10% |
| Total Assets | 16,003 | 100% | 16,009 | 100% | (6) | 0% |
| Short-term loans and bills payable | 3,170 | 20% | 2,818 | 18% | 352 | 13% |
| Long-term liabilities - current portion | 944 | 6% | 1,889 | 12% | (945) | -50% |
| Notes and accounts payable | 1,858 | 12% | 1,487 | 9% | 371 | 25% |
| Total current liabilities | 8,023 | 50% | 8,476 | 53% | (453) | -5% |
| Long-term bank loans | 1,646 | 10% | 1,321 | 8% | 325 | 25% |
| Total Liabilities | 10,377 | 65% | 10,548 | 66% | (171) | -2% |
| Equity attributable to shareholders of the parent | 5,031 | 31% | 4,883 | 31% | 148 | 3% |
| Total Equity | 5,626 | 35% | 5,461 | 34% | 165 | 3% |
| Current ratio | 138% | | 129% | | | |
| Debt to Equity ratio | 184% | | 193% | | | |

Data Source: 2021, 2020 Audited Consolidated Report

Important Consolidated Balance Sheet Items and Financial Indicators 2

2022.9.30 vs 2021.9.30

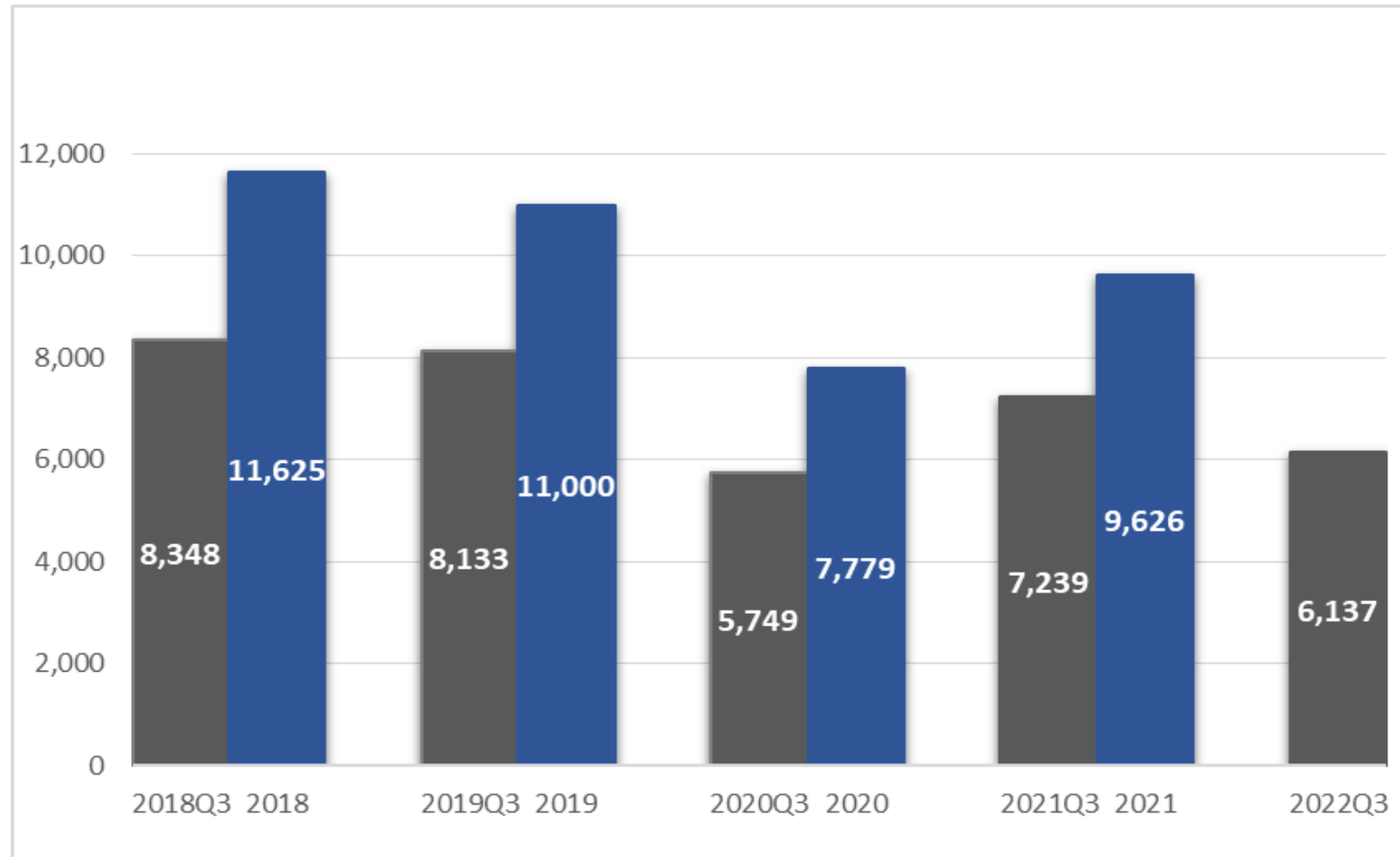
Unit: In NT\$ million

| Item | 2022.9.30 | | 2021.9.30 | | YoY Change | |
|---|-----------|------|-----------|------|------------|------|
| | Amount | % | Amount | % | Amount | % |
| Cash and cash equivalents | 1,520 | 10% | 1,517 | 9% | 3 | 0% |
| Notes and accounts receivable | 3,181 | 21% | 3,449 | 21% | (268) | -8% |
| Inventories | 5,521 | 36% | 5,750 | 35% | (229) | -4% |
| Total current assets | 10,867 | 70% | 11,492 | 70% | (625) | -5% |
| Property, plant and equipment | 2,776 | 18% | 3,190 | 20% | (414) | -13% |
| Total Assets | 15,505 | 100% | 16,361 | 100% | (856) | -5% |
| Short-term loans and bills payable | 3,006 | 20% | 2,824 | 17% | 182 | 6% |
| Long-term liabilities - current portion | 847 | 5% | 685 | 4% | 162 | 24% |
| Notes and accounts payable | 1,646 | 11% | 2,162 | 13% | (516) | -24% |
| Total current liabilities | 7,538 | 48% | 7,915 | 48% | (377) | -5% |
| Long-term bank loans | 1,547 | 10% | 2,125 | 13% | (578) | -27% |
| Total Liabilities | 9,823 | 63% | 10,776 | 66% | (953) | -9% |
| Equity attributable to shareholders of the parent | 5,076 | 33% | 5,050 | 31% | 26 | 1% |
| Total Equity | 5,682 | 37% | 5,585 | 34% | 97 | 2% |
| | | | | | | |
| Current ratio | 144% | | 145% | | | |
| Debt to Equity ratio | 173% | | 193% | | | |

Data Source: 2022 Q3, 2021 Q3 Reviewed Consolidated Report

Consolidated revenue

Unit: In NT\$ million

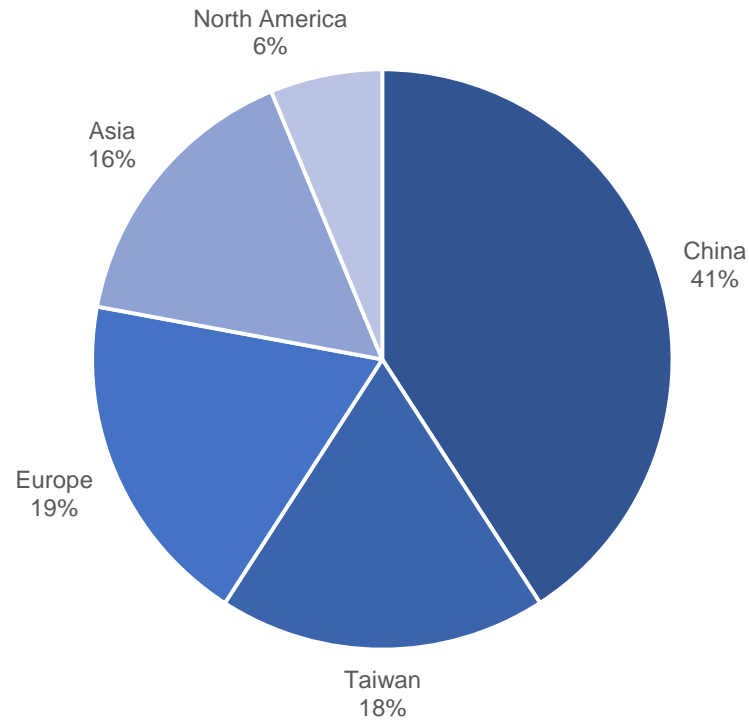


Data Source: 2018-2021 Audited Consolidated Report & 2018 Q1-2022 Q3 Reviewed Consolidated Report

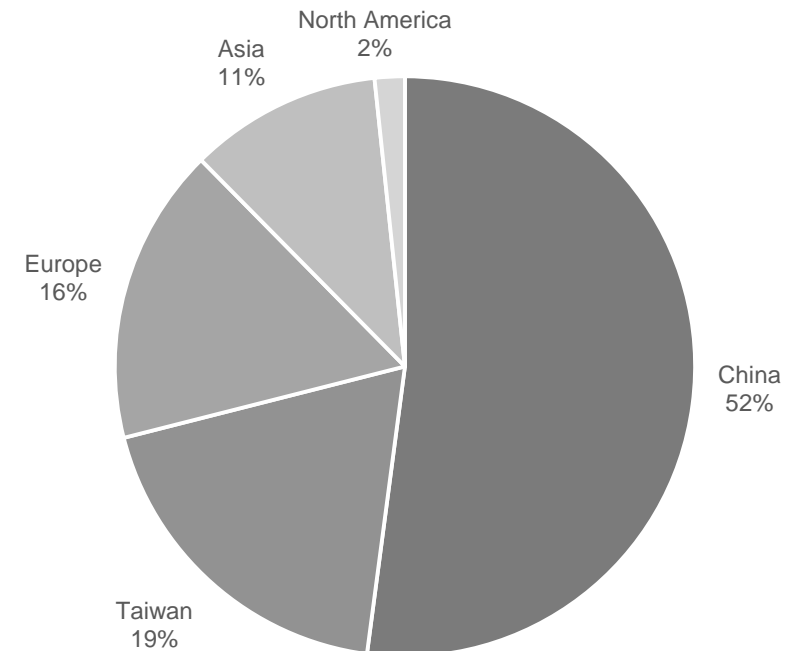
Consolidated Revenue by Geography

Unit : In NT\$ billion / % of revenue

2022 Jan.-Oct. Revenue 6.821billion

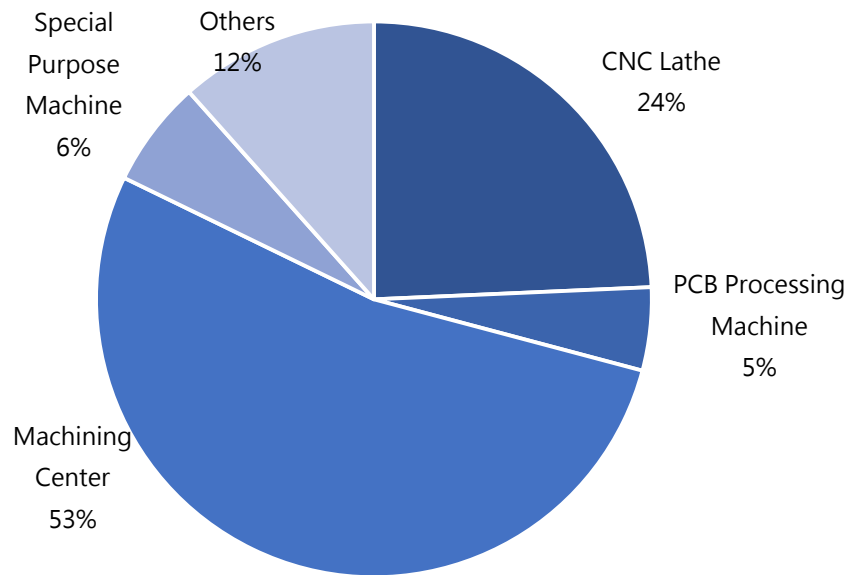


2021 Jan.-Oct. Revenue 7.941billion

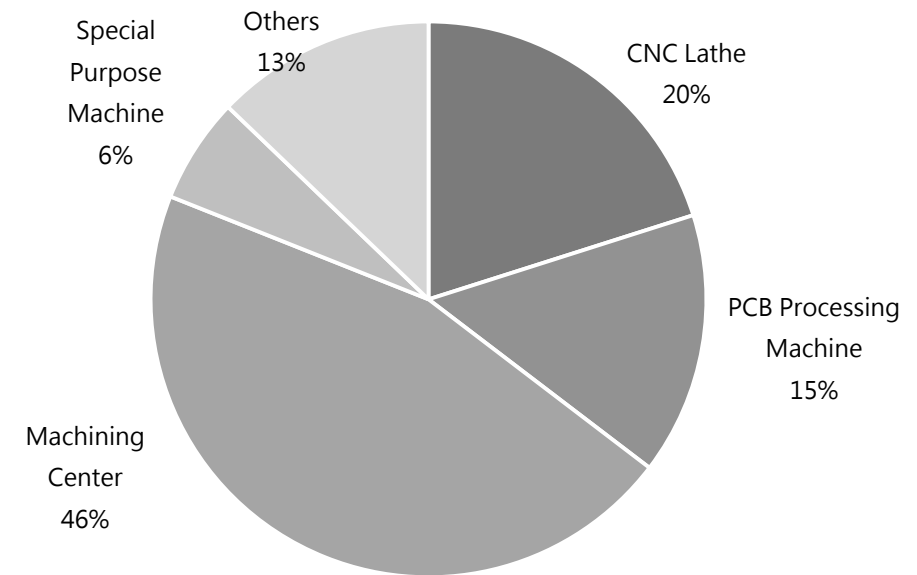


Consolidated Revenue by Product

2022 Jan.-Oct. Revenue
6.821billion



2021 Jan.-Oct. Revenue
7.941billion



Q & A



Thank you!