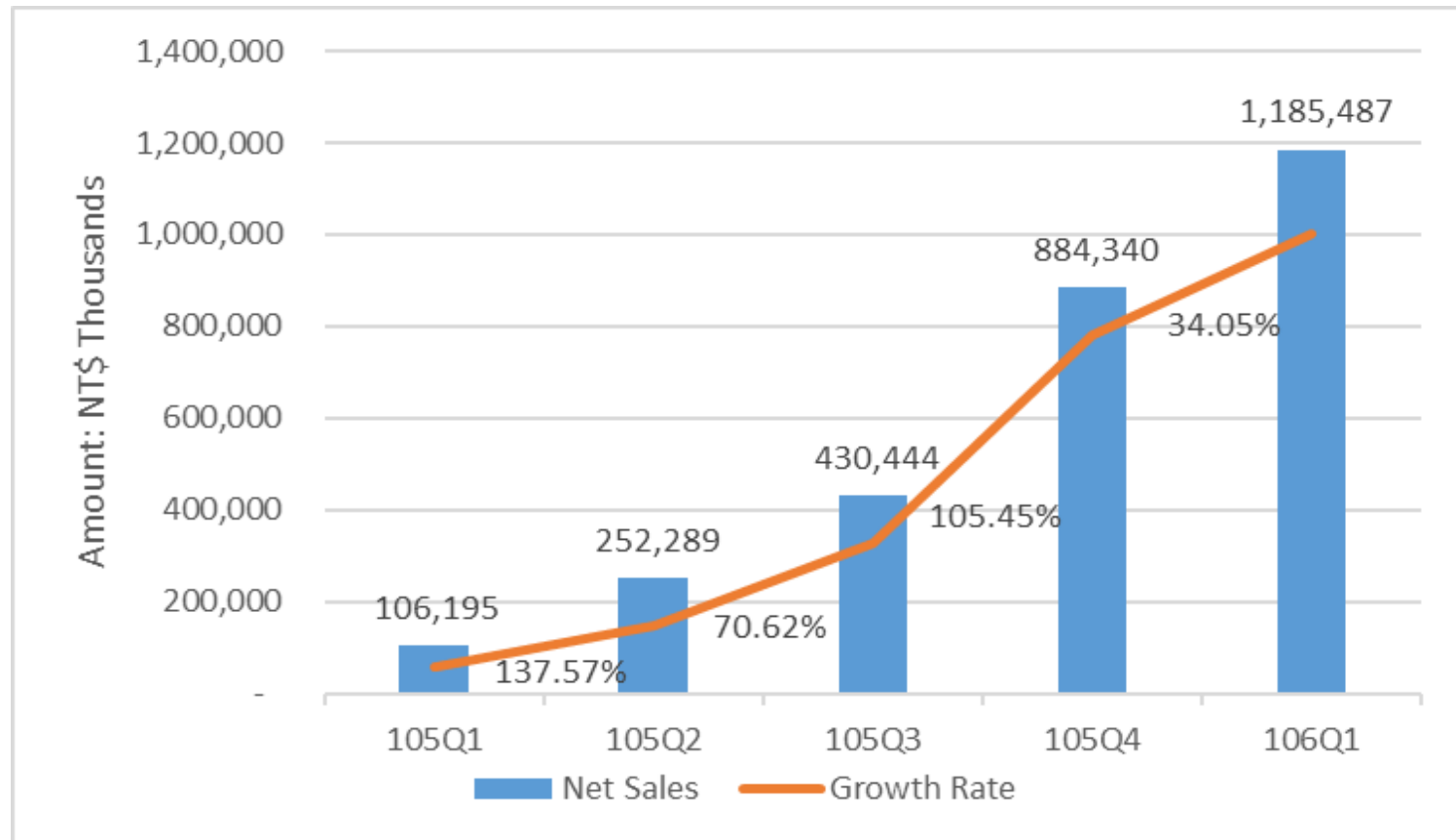




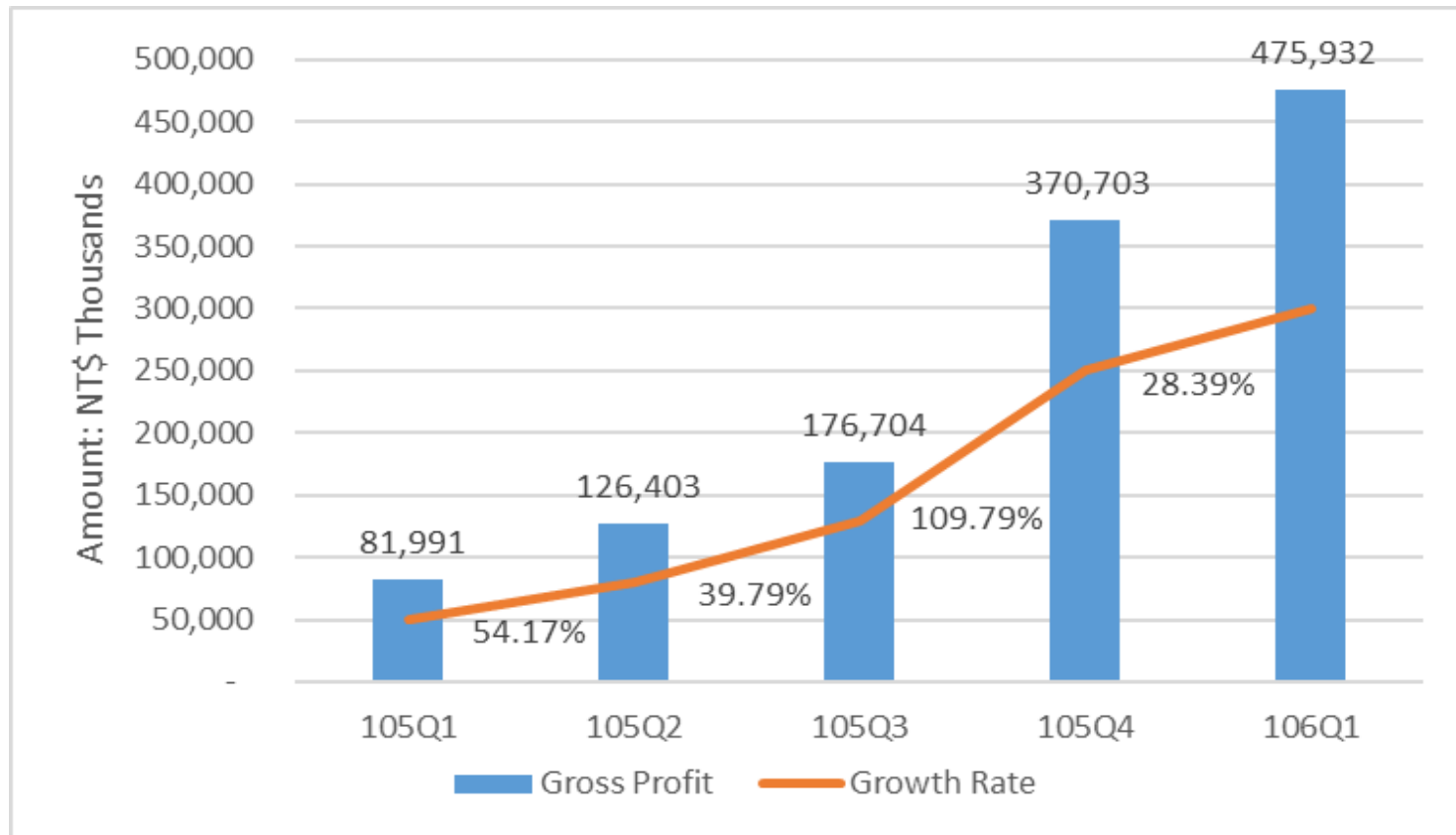
Egis Technology Inc.
2017 Q1



2016 Q1 ~ 2017 Q1 Net Sales

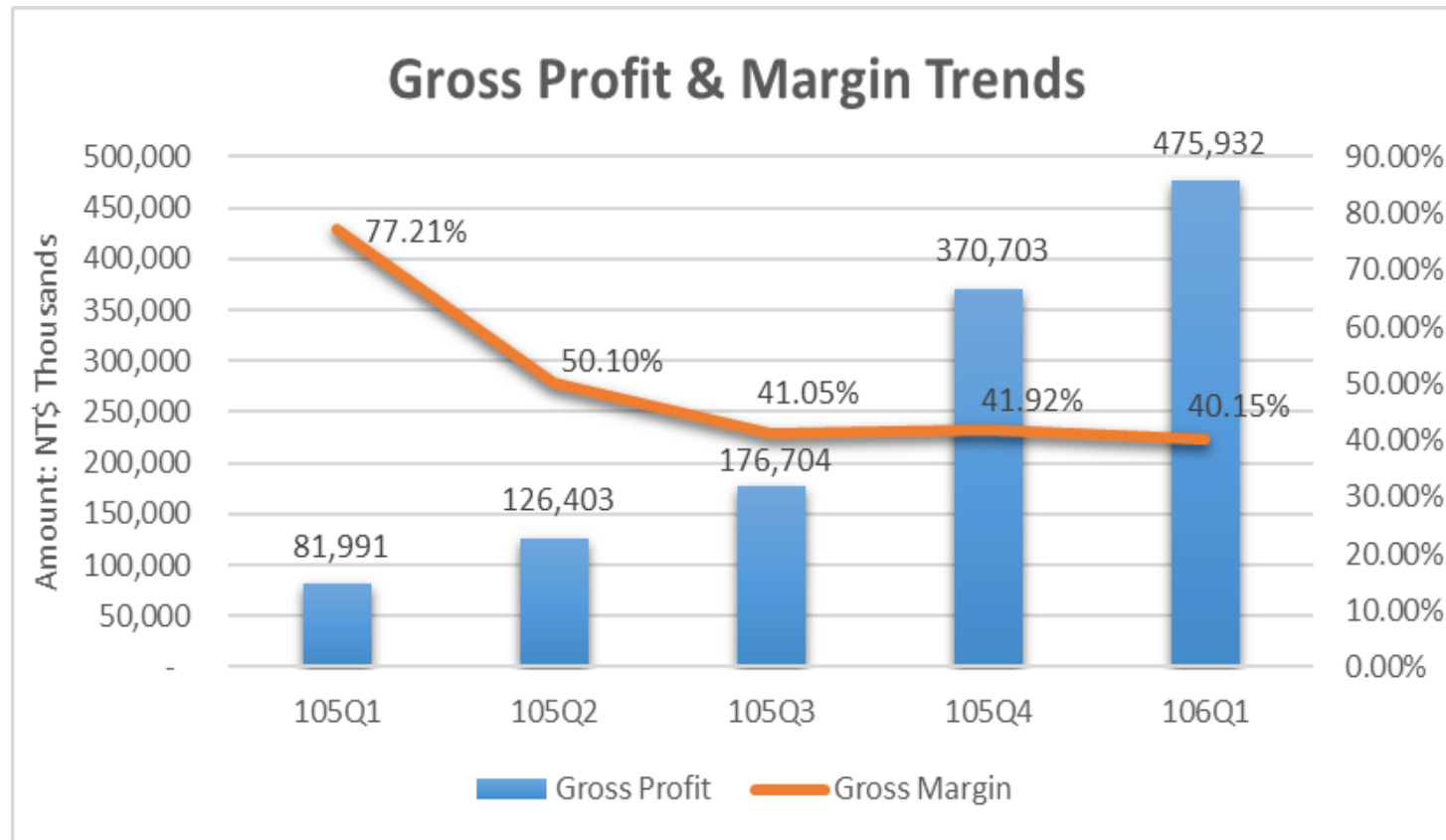


2016 Q1 ~ 2017 Q1 Gross Profit

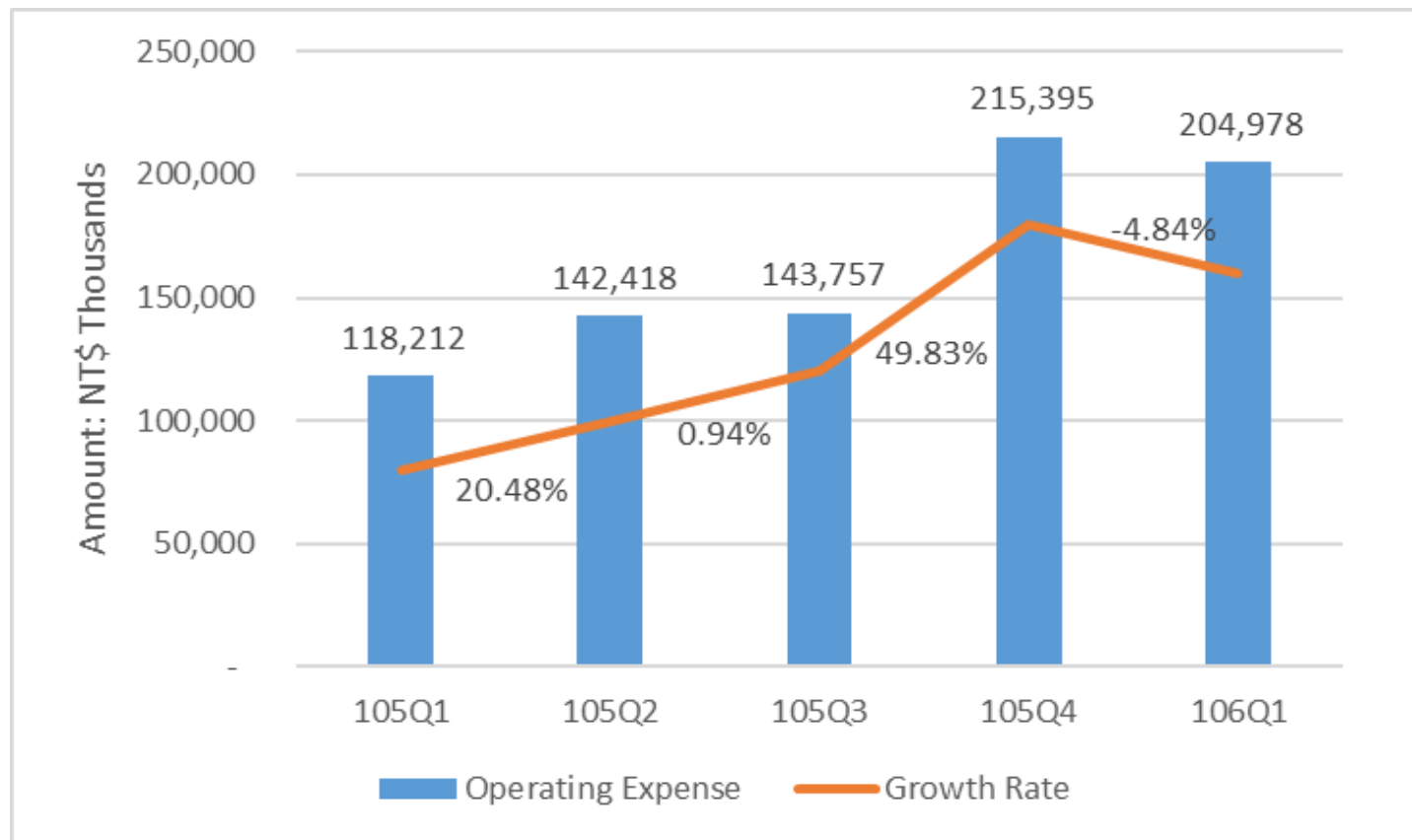


2016 Q1 ~ 2017 Q1

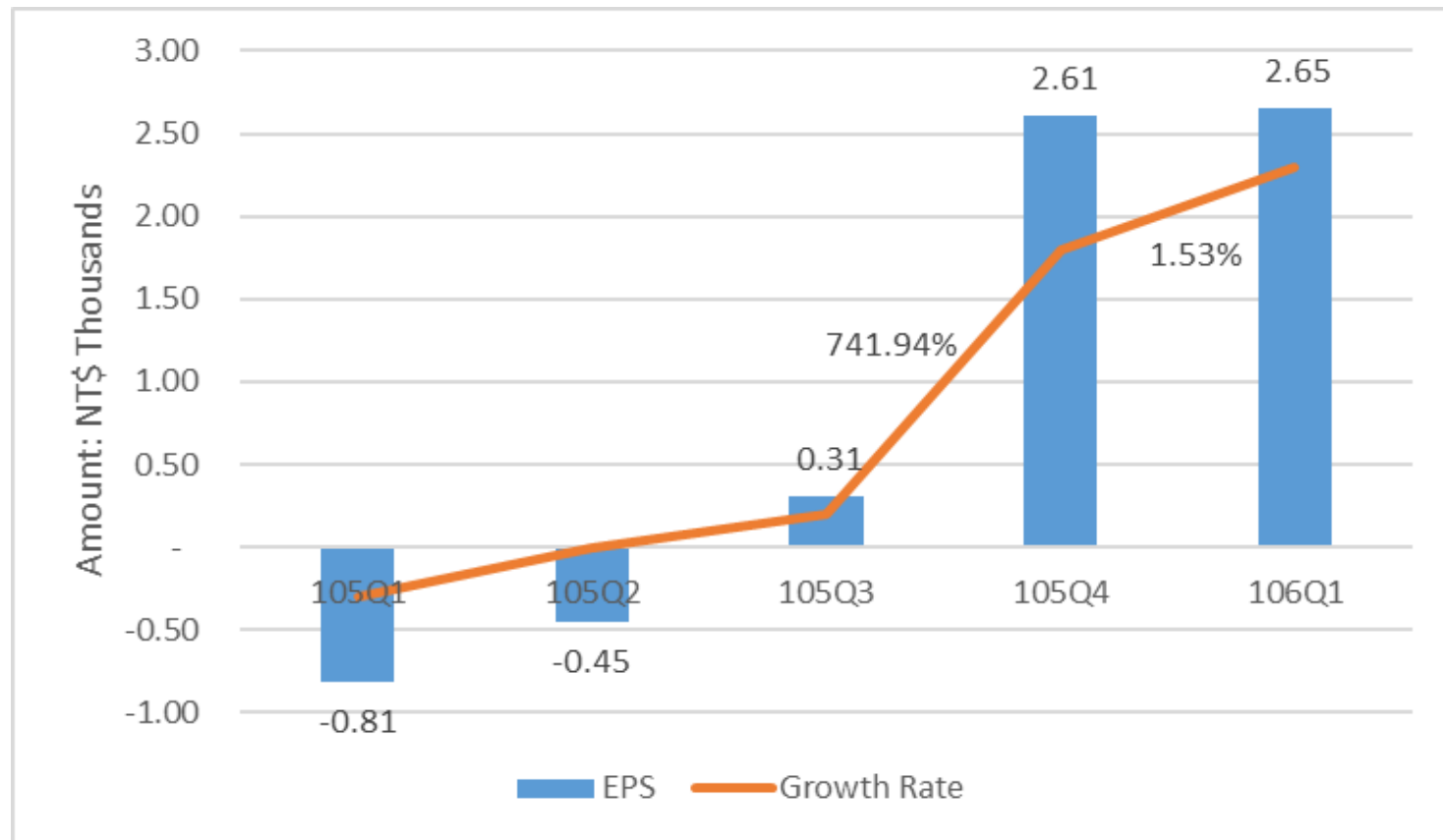
Gross Profit & Margin Trends



2016 Q1 ~ 2017 Q1 Operating Expense



2016 Q1 ~ 2017 Q1 EPS



Income Statement Summary



Amount : NT Thousands

	2017Q1	2016Q1	Growth Rate
Net Sales	1,185,487	106,195	1,016%
COGS	709,555	24,204	2,831%
Gross Profit	475,932	81,991	480%
Gross Margin	40.15%	77.21%	(48%)
Operating Expense	204,978	118,212	73.40%
Operating Income	270,954	(36,221)	848.06%
Non-operating Income and Expense	(37,983)	(2,988)	(1171.18%)
Income before Tax	232,971	(39,209)	694.18%
Income Tax	48,076	16,499	191.39%
Net Income (Lose)	184,895	(55,708)	431.90%
Other comprehensive income	183,550	(55,963)	427.45%
EPS	2.65	(0.81)	427.16%

Balance Sheet



Amount : NT Thousands

	2017Q1	2016Q1
Current assets		
Cash and cash equivalents	1,111,387	536,227
Notes and accounts receivable, net	452,451	132,791
Inventories	560,352	188,010
Prepaid expenses and other current assets	59,929	11,335
Total Current assets	2,402,987	1,256,278
Non-Current assets		
Credit goodwill	106,827	106,827
Total Non-Current assets	319,217	211,906
Total Assets	2,722,114	1,468,184
Current liabilities		
Short-term borrowings	518,519	30,000
Notes and accounts payable	274,230	42,303
Accrued expenses and other current liabilities	171,404	90,006
Total Current liabilities	964,153	162,309
Non-Current liabilities		
Deferred tax	1,285	-
Total Liabilities	965,438	162,309
Total Equity	1,756,676	1,305,875
Current Ratio	249%	774%
Debt ratio	35%	11%

Guidance

- Optimistic regarding full year shipment target to major customer
- Continue cost down effort on foundry suppliers in Q4 by qualifying new vendor and improving foundry processing
- Further diversification on customer portfolio starting in Q2 with China shipment
- More R&D effort in optical solution targeting new fingerprint high-end application in late 2017 and 2018
- Controllable OPEX in line with revenue growth
- Q2 inventory adjustment remains intact due to product transition in Q2 and weak China mobile market in Q1, resuming growth momentum in second half

Market

- China mobile phone fingerprint sensor attachment rate continues to increase and more market penetration to boost sales in China
- More biometric sensing technology such as Iris and 3D facial recognition will be used in High-end models as complimentary security solution to fingerprint sensing
- Fingerprint sensor is still the most cost effective and best user experience in mobile device environment
- More application of fingerprint sensing in IOT, smart-card, automobile will be emerging in the near future

Thank you !