

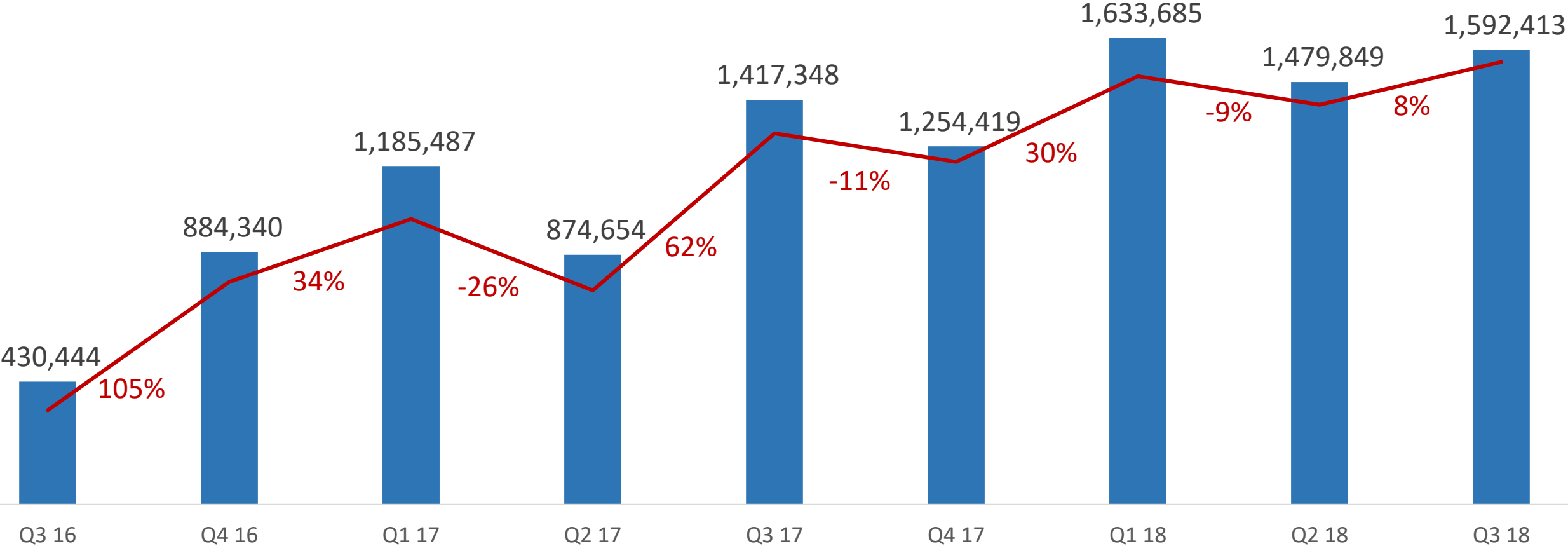
Egis Technology Inc.

Q3 2018

Confidential



Net Sales Trend

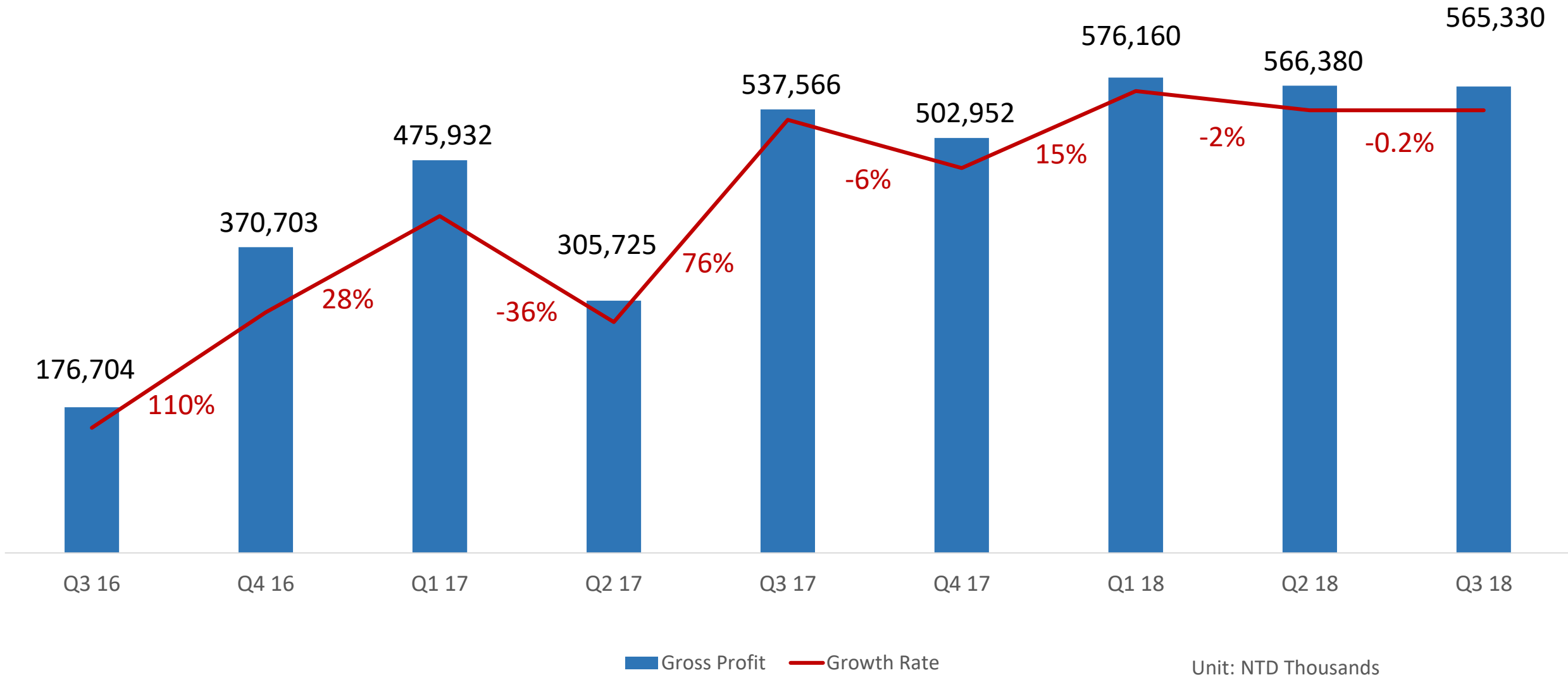


■ Net Sales — Growth Rate

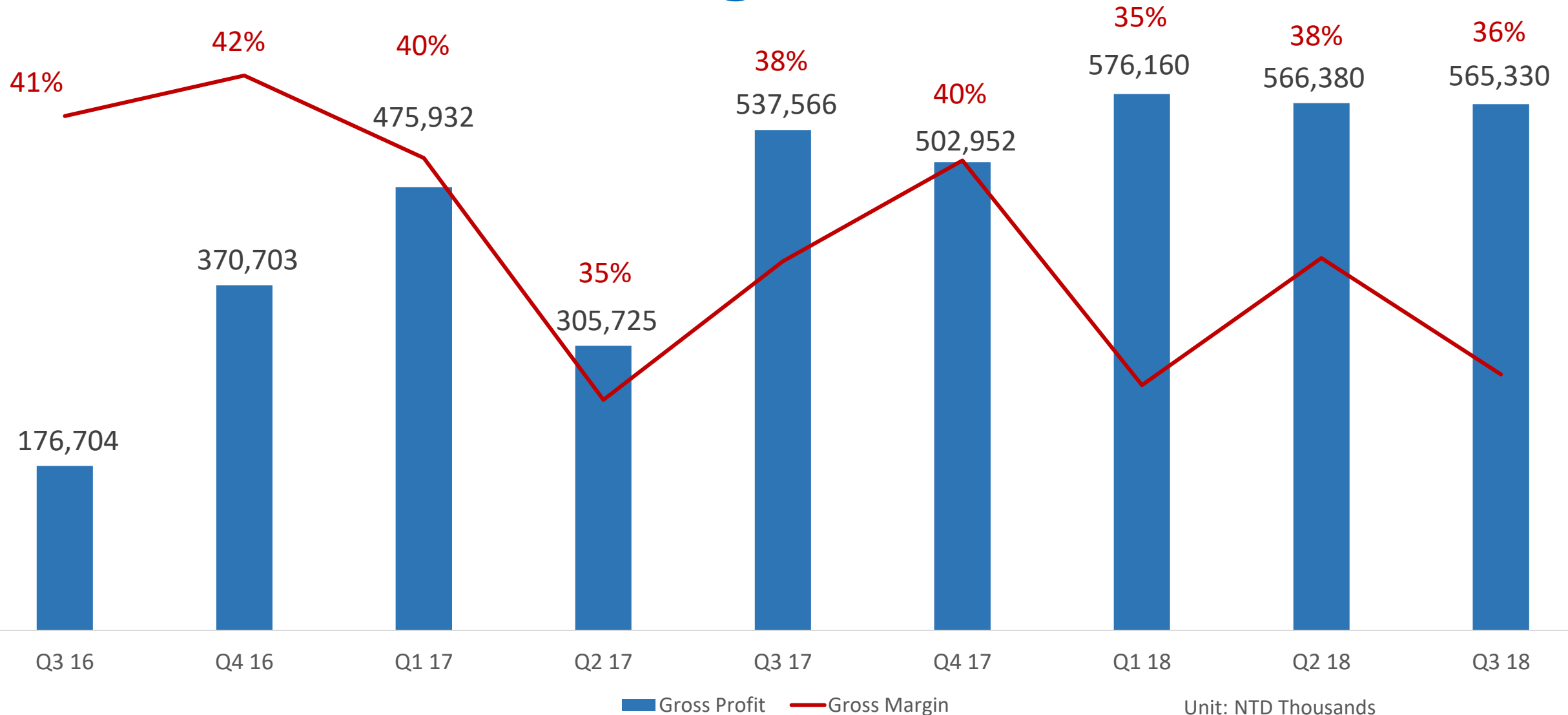
Unit: NTD Thousands



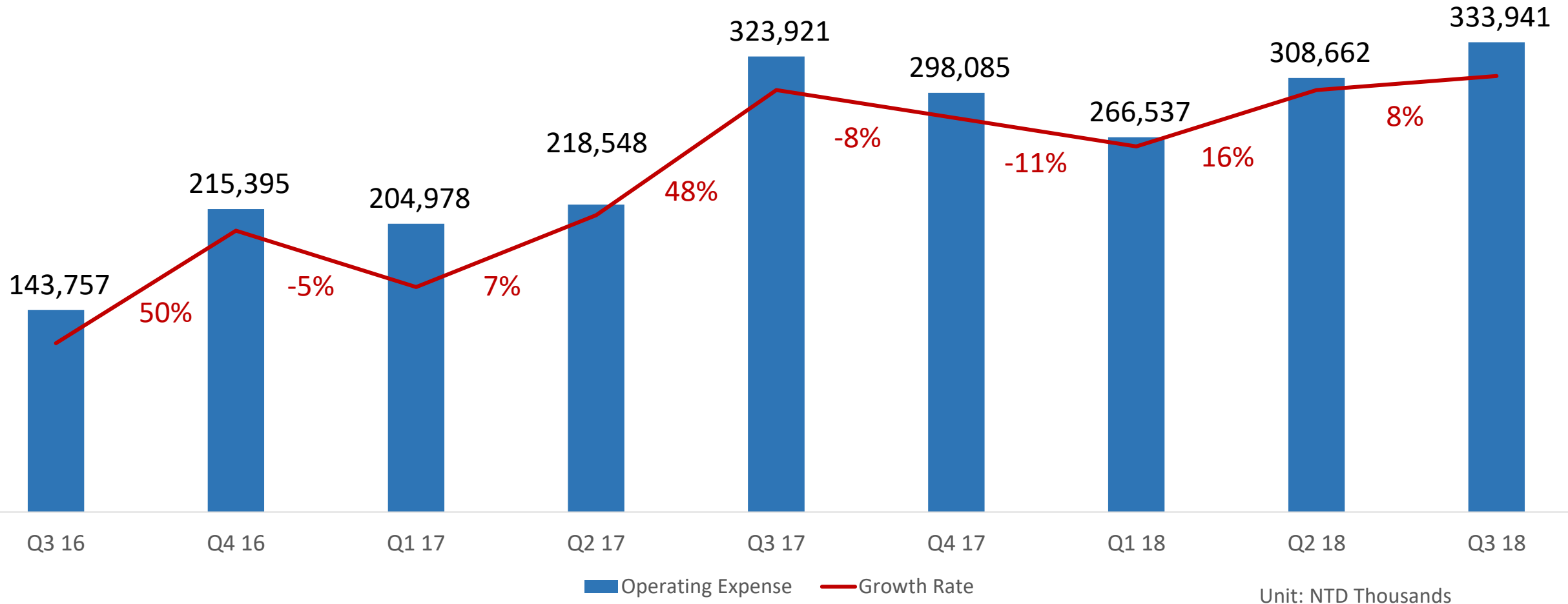
Gross Profit



Gross Profit & Margin Trends



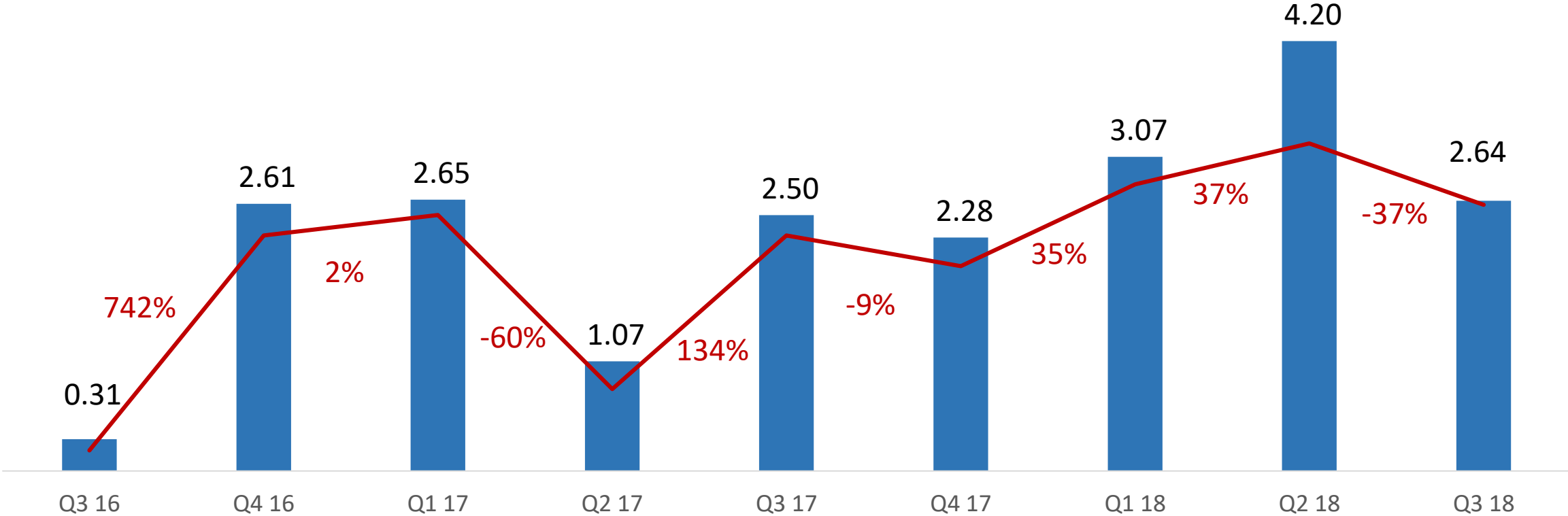
Operating Expense



EPS

Unit: NTD

■ EPS — Growth Rate



Income Statement Summary

Q3 18 vs. Q3 17

Unit: NTD Thousands	Q3 2018	Q3 2017	Growth Rate
Net Sales	1,592,413	1,417,348	12%
COGS	1,027,083	879,782	17%
Gross Profit	565,330	537,566	5%
Gross Margin	36%	38%	(6%)
Operating Expense	333,941	323,921	3%
Operating Expense %	21%	23%	(8%)
Operating Income	231,389	213,645	8%
Operating Margin	15%	15%	(4%)
Non-operating Income and Expense	6,605	571	1057%
Income before Tax	237,994	214,216	11%
Income Tax	53,797	39,739	35%
Net Income (Loss)	184,197	174,477	6%
Net Margin	12%	12%	(6%)
Total comprehensive income	135,573	173,830	(22%)
EPS (NT\$)	2.64	2.50	6%

Income Statement Summary

Q1-Q3 18 vs. Q1-Q3 17

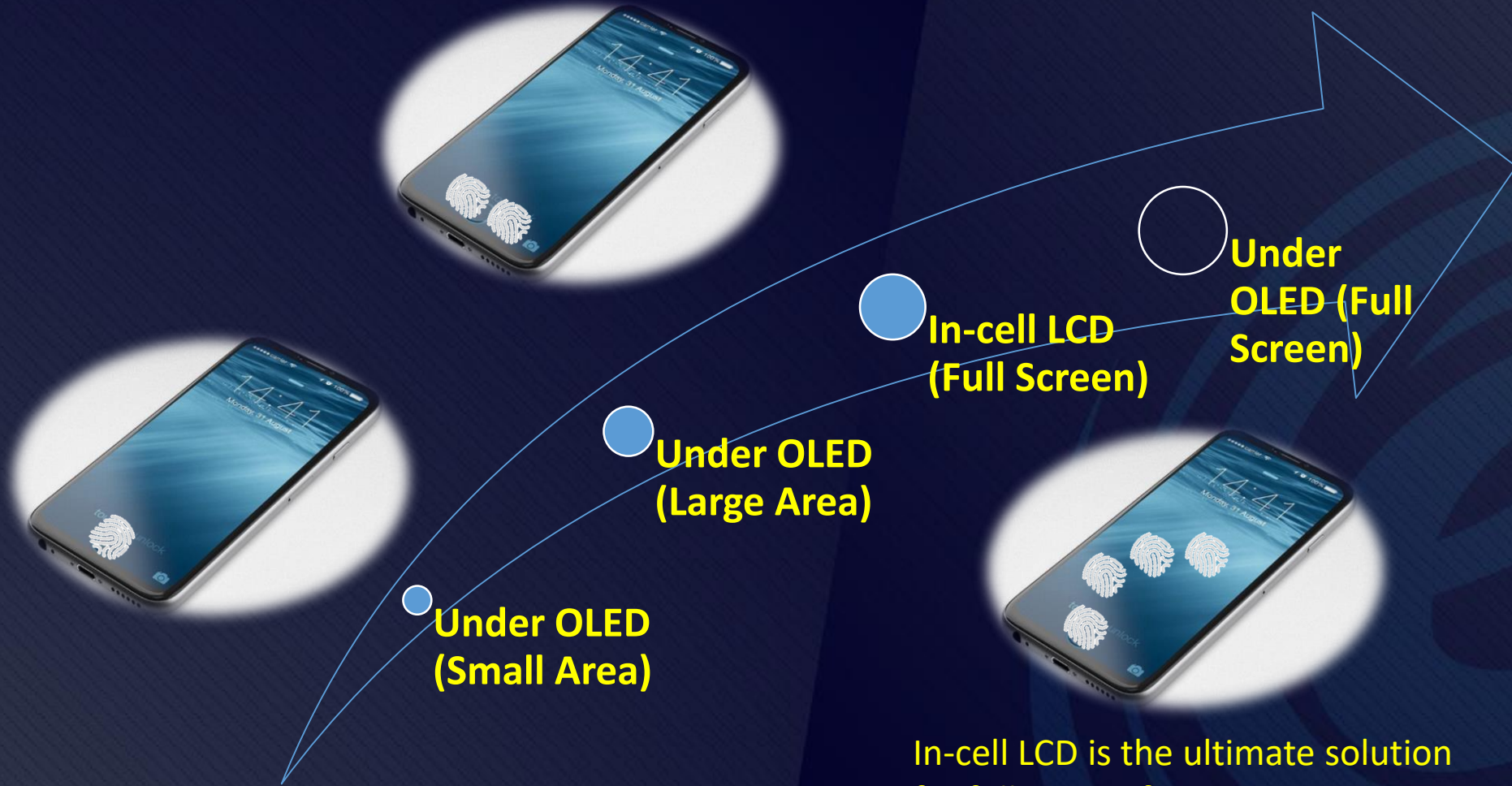
Unit: NTD Thousands	Q1-Q3 2018	Q1-Q3 2017	Growth Rate
Net Sales	4,705,947	3,477,489	35%
COGS	2,998,077	2,158,266	39%
Gross Profit	1,707,870	1,319,223	29%
Gross Margin	36%	38%	(4%)
Operating Expense	909,140	747,447	22%
Operating Expense %	19%	21%	(10%)
Operating Income	798,730	571,776	40%
Operating Margin	17%	16%	3%
Non-operating Income and Expense	72,764	(29,655)	345%
Income before Tax	871,494	542,121	61%
Income Tax	176,380	107,855	64%
Net Income (Loss)	695,114	434,266	60%
Net Margin	15%	12%	18%
Total comprehensive income	639,819	432,373	48%
EPS (NT\$)	9.91	6.22	59%

Balance Sheet

Unit: NTD Thousands

	Q3 2018	Q3 2017
<i>Current assets</i>		
Cash and cash equivalents	1,747,271	1,420,430
Notes and accounts receivable, net	1,240,250	633,298
Inventories	838,444	270,138
Prepaid expenses and other current assets	156,857	44,098
Total Current assets	4,009,755	2,712,851
<i>Non-Current assets</i>		
Total Non-Current assets	398,944	356,870
Total Assets	4,408,699	3,069,721
<i>Current liabilities</i>		
Short-term borrowings	717,436	388,145
Notes and accounts payable	513,865	291,838
Accrued expenses and other current liabilities	466,243	272,251
Total Current liabilities	1,889,936	1,051,484
<i>Non-Current liabilities</i>		
Deferred tax	-	1,285
Total Liabilities	1,889,936	1,052,769
Total Equity	2,518,763	2,016,952
Current Ratio	212%	258%
Debt ratio	43%	34%

Roadmap of In-Display Fingerprint Sensor



In-cell LCD is the ultimate solution for full screen fingerprint sensing

Guidance

2018

- Traditional capacitive sensors shipment to customers were in line with expectation

2019

- Optical under-display solution will be the top driver of revenue growth and margin expansion from top tier customers
- More R&D effort to enhance the optical solution for Under OLED and full screen sensing capability. AI neural chip will be designed for IOT and full screen sensing signal process application. All these solution will be available for demo in MWC 2019.
- Customer diversification in China will be achieved

Thank you