

 華榮電線電纜股份有限公司

HUA ENG WIRE & CABLE CO., LTD

Q3 Investor Conference

November 11, 2021





Disclaimer

- **The presentation of information in this briefing is based on the Company's assumption of future operations that are forward-looking and is subject to risks and uncertainties and the results of actual operations may differ materially from those of the above-mentioned forward-looking statements.**
- **Except as required by law, the Company undertakes no obligation to update any forward-looking statements, whether as a result of new information, future events or otherwise.**



Agenda

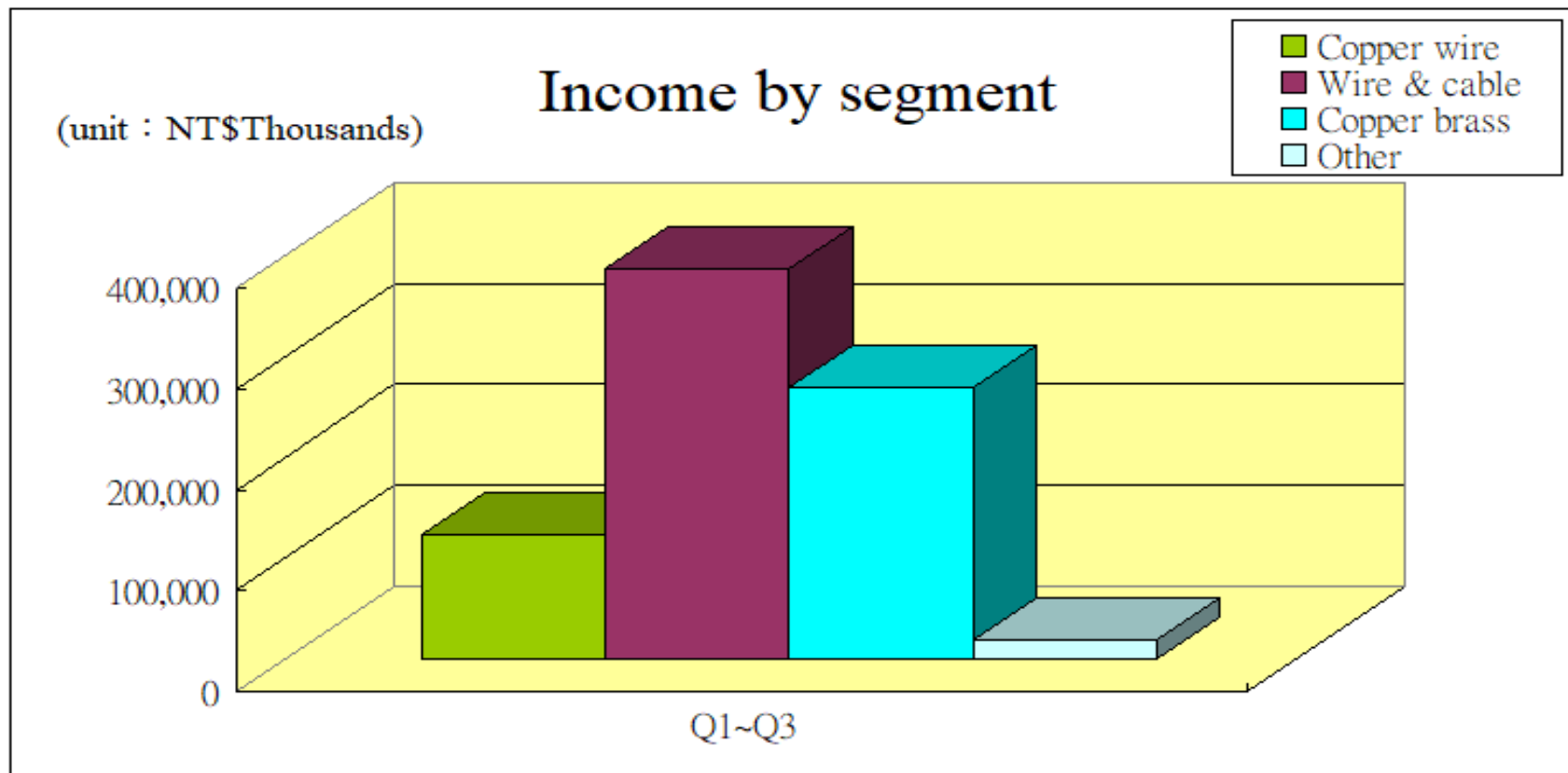
- **Consolidated Income Statement** **P4~5**
- **Copper Price Trend** **P6**
- **Sales Market** **P7~9**

Consolidated Statements of Comprehensive Income - YoY: 9 Months

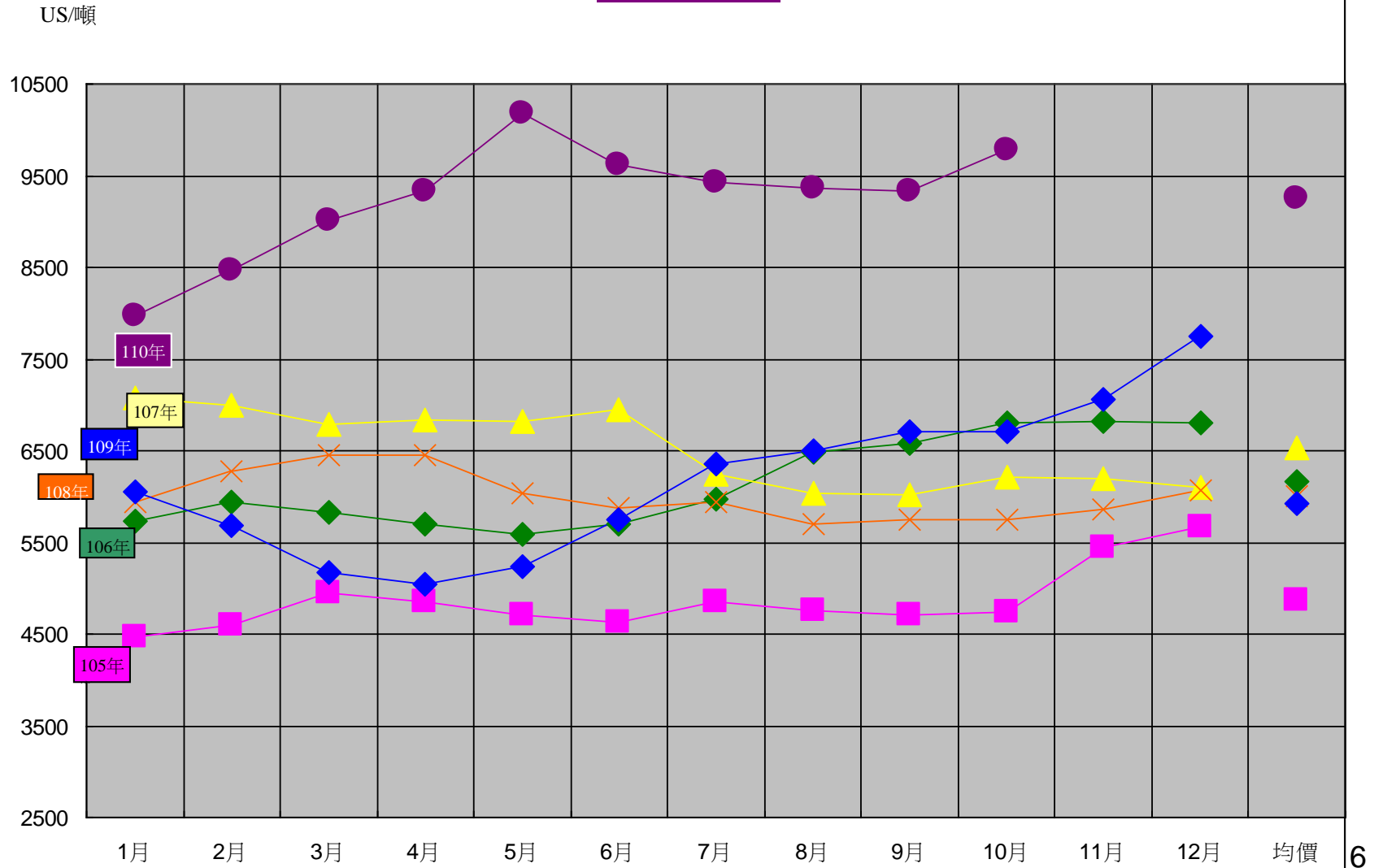
Item	2021		2020		Change %
	Q1~Q3	%	Q1~Q3	%	
Operating revenues	7,582,452	100	5,476,978	100	38
Gross profit(loss)	754,792	9	204,038	4	270
Operating income(loss)	600,182	7	78,999	2	660
Non-operating income & expenses	899,918	11	(165,271)	(3)	645
Profit(loss) before income tax	1,500,100	18	(86,272)	(1)	1,839
Income tax expense	179,007	2	43,000	1	316
Profit(loss)	1,321,093	16	(129,272)	(2)	1,122
Profit attributable to :					
Owners of parent	1,082,272	14	(127,950)	(2)	946
Non-controlling interests	238,821	2	(1,322)		18,165
Basic earnings per share(NT\$)	2.55		(0.30)		

Note : As of Sept. 30, 2021 and 2020 , Weighted-average number of common shares outstanding(shares in thousands) to 424,210

Reportable segment profit



2016 Jan.~2021 Oct. LME Monthly Avg. Price and Annual Average
Price Curve



Sales Market

Copper Rod

- Since the Covid-19 Pandemic, there have been structural changes in the global economy. Among them, the price of raw material copper and oil continue to rise. Due to shipping congestion, Hua Eng strengthens copper inventory control and adjust production turnover, lead to profit increased.
- Electric vehicles and green energy industries that use copper as an important raw material have long-term bullish. Therefore, increase the output and price of high-quality oxygen-free copper materials to supply automobile's components, wind turbines, and semiconductor markets, continuing to expand sales in overseas markets.

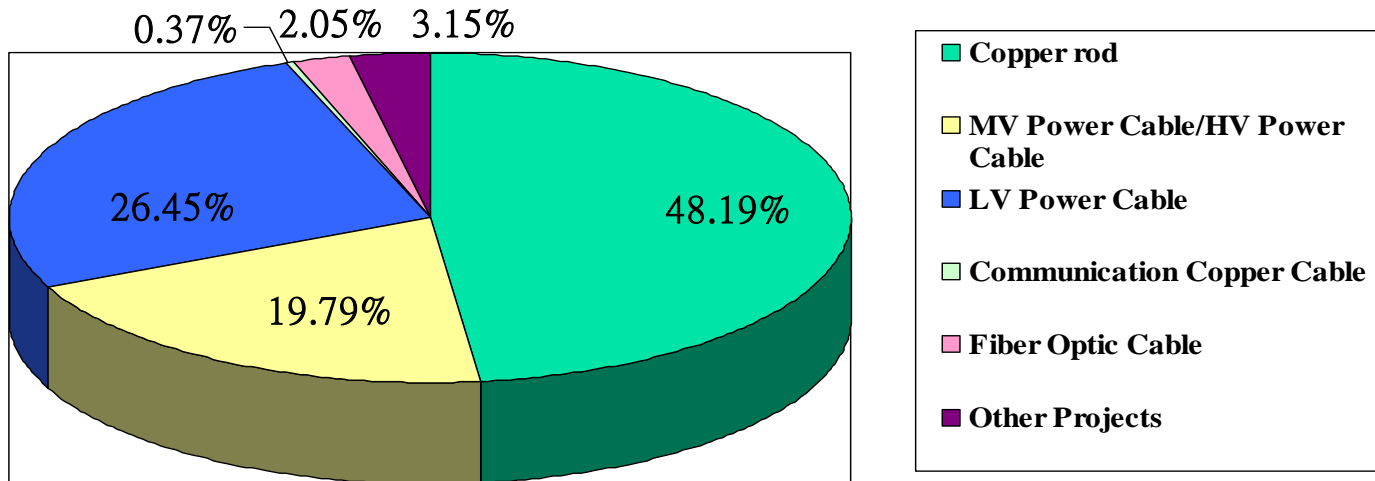


■ Power Cable

- Replacement of 345 kV Ultra-HV and 161 kV Ultra-HV cables with a new laser instrument control system, advanced production planning, expand to increase profit.
- Strengthen the advantages of medium voltage cable products, expand in the offshore wind power and solar markets.
- Strive for instrument control rubber cables for thermal power plants.
- Comply with environmental protection ROHS PVC wires and LSNH (low smoke non-toxic) cables in public construction.
- Facing the impact of Covid 19 Pandemic on the industry, market challenge, massively updated machines and equipment, use smart manufacturing technology to improve efficiency.

■ Communication Copper Cable and Fiber Optic Cable

- Stable the source of optical fiber, improve production capacity, and apply to internet 5G transport network
- Cooperate with the 5G development of domestic telecom networks, and predict the future decline of the copper cable market, adjust business strategy as well.



Product sales portfolio