



Lien Chang Electronic Enterprise Co., Ltd.

2023 H1 Investor Conference

2023.09.05



聯昌電子企業股份有限公司  
LIEN CHANG ELECTRONIC ENTERPRISE CO., LTD.

# Safe Harbor Statement

This Presentation contains certain forward-looking statements that are based on current expectations and are subject to known and unknown risks and uncertainties that could cause actual results to differ materially from those expressed or implied by such statements.

Except as required by law, we undertake no obligation to update any forward – looking statements, whether as a result of new information, future events or otherwise.

# History of Lien Chang

1968	Established in Taipei, Taiwan, with the products of coil, deflection-yoke and fly-back transformer of CRT-monitor ◦
1983	Cooperated and invested with TECO to produce research and develop Flyback Transformer and Deflection Yoke(DY) of the Monochrome monitor.
1996	Set up factory in Dongguan, PR China ◦
1997	Listed in public stock-board of Taiwan ◦
1998	Started RD for power-product of LCD-products ◦
1999	Set up factory in Suzhou, PR China ◦
2000	Listed in TWSE of Taiwan ◦
2011	2nd stage factory of Suzhou was completed ◦
2013	Taipei headquarter moved from Hsin Chuang Dist. To Neihu Dist. ◦
2016	Expand R&D team and dedicate into household appliance manufacturing. Product line includes control board and power board of Air conditioner, Refrigerator and so on for white goods
2017	Factory passed IATF16949 certification and starts to develop air conditioners , refrigerators for new energy vehicles.
2018	Launch power board of Signage TV
2019	Launch control board Semiconductor thermal test equipment
2021	Step into Electrification Product field and ECM control board of Industrial DC motor.
2022	Development and sales of TYPE C PD Fast Charger , and promotion of 2W/3W EV Motor+Controller ◦
2023	Released a full range of 120W~3.7KW EC Motor drive control solutions and slim E-Bike chargers.

# 2023 2<sup>nd</sup> Quarter Financials Results

Sep. 05, 2023

# Consolidated Statements of Comprehensive Income

In Thousands of New Taiwan Dollars

Item	For the six-months periods ended June 30,				Growth%
	2023		2022		
	Amount	%	Amount	%	
Operating revenues	292,814	100.0	520,663	100.0	(43.8)
Operating costs	298,408	101.9	486,864	93.5	(38.7)
Gross profit ( loss )	(5,594)	(1.9)	33,799	6.5	(116.6)
Operating expense	61,258	20.9	79,860	15.3	(23.3)
Operating loss	(66,852)	(22.8)	(46,061)	(8.8)	(45.1)
Non-Operating income and expense	35,542	12.1	42,393	8.1	(16.2)
Loss before income tax	(31,310)	(10.7)	(3,668)	(0.7)	(753.6)
Net loss	(35,562)	(12.1)	(6,063)	(1.2)	(486.5)
Loss per share(NT\$)		(0.32)		(0.05)	

# Consolidated Balance Sheets

In Thousands of New Taiwan Dollars

Item	2023.06.30		2022.12.31		2022.06.30	
	Amount	%	Amount	%	Amount	%
Cash	787,182	46%	901,822	48%	950,436	48%
Financial Assets	175,067	10%	3,043	-	23,292	1%
Accounts Receivable	117,682	8%	176,431	10%	243,092	13%
Inventory	211,491	13%	251,202	13%	286,848	14%
Long-term Investments	91,573	5%	80,266	4%	69,184	3%
Property, Plant and Equipment	127,159	7%	152,408	8%	130,057	7%
Investment property, net	149,048	9%	150,106	8%	156,578	8%
Others	40,725	2%	166,617	9%	123,593	6%
<b>Total Assets</b>	<b>1,699,927</b>	<b>100%</b>	<b>1,881,895</b>	<b>100%</b>	<b>1,983,080</b>	<b>100%</b>
Current Liabilities	274,483	16%	368,887	20%	462,232	23%
Non-current Liabilities	30,177	2%	66,450	3%	95,637	5%
<b>Total Liabilities</b>	<b>304,660</b>	<b>18%</b>	<b>435,337</b>	<b>23%</b>	<b>557,869</b>	<b>28%</b>
<b>Total Equity</b>	<b>1,395,267</b>	<b>82%</b>	<b>1,446,558</b>	<b>77%</b>	<b>1,425,211</b>	<b>72%</b>
<b>Total Liabilities &amp; Equity</b>	<b>1,699,927</b>	<b>100%</b>	<b>1,881,895</b>	<b>100%</b>	<b>1,983,080</b>	<b>100%</b>

# Consolidated Statements of Cash Flows

In Thousands of New Taiwan Dollars

Item	For the six-months periods ended June 30,	
	2023	2022
Net cash flows used in operating activities	(38,212)	(13,994)
Net cash flows from ( used in ) operating activities	(54,155)	35,190
Net cash flows used in financing activities	(3,886)	(3,583)
Effect of exchange rate changes	(18,387)	15,169
<b>Net ( decrease ) increase in cash and cash equivalents</b>	<b>(114,640)</b>	<b>32,782</b>
Cash and cash equivalents at beginning of year	901,822	917,654
Cash and cash equivalents at end of year	787,182	950,436

# Key Financial Indices

Key Indices	Jun. 30, 2023	Dec. 31, 2022	Jun. 30, 2022
AR Turnover(times)	3.98	4.23	3.86
Inventory Turnover(times)	2.58	3.48	3.36
Current Ratio	475%	399%	345%
Quick Ratio	396%	329%	278%
Debt Ratio	18%	23%	28%



# Q&A



**Thank you!**

