

偉詮電子股份有限公司
Weltrend Semiconductor, Inc.

Investor Conference

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Safe Harbor Notice

Forward-looking Statements

Weltrend's statements and any others in this release that refer to business outlook, future plans, and expectations are forward-looking statements that involve a number of risks and uncertainties. Statements that refer to or are based on projections, uncertain events or assumptions also identify forward-looking statements. Such statements are based on management's expectations as of the date of this earnings release and involve many risks and uncertainties that could cause actual results to differ materially from those expressed or implied in these forward-looking statements. Weltrend presently considers the following to be important factors that could cause actual results to differ materially from the company's expectations.

1H22 Consolidated Income Statement (YoY)

(Expressed in NT\$K)

	1H22	%	1H21	%	YoY %
Net sales	1,611,011	100	1,656,213	100	(3)
Gross Profit	538,677	33	454,538	27	19
Operating Exp.	(277,062)	(17)	(319,733)	(19)	(13)
Selling & Adm.	(121,626)	(7)	(134,582)	(8)	(10)
R & D Exp.	(155,436)	(10)	(185,151)	(11)	(16)
Operating Income	261,615	16	134,805	8	94
Net Non-Operating Income	(57,014)	(3)	276,213	17	(121)
Income Before Tax	204,601	13	411,018	25	(50)
Income Tax Exp.	(41,777)	(3)	(23,340)	(2)	79
Net Income	162,824	10	387,678	23	(58)
EPS	0.93		2.19		(58)

2Q22 Consolidated Income Statement (YoY)

(Expressed in NT\$K)

	2Q22	%	2Q21	%	YoY %
Net sales	663,669	100	903,621	100	(27)
Gross Profit	211,452	32	269,336	30	(21)
Operating Exp.	(117,753)	(18)	(154,379)	(17)	(24)
Selling & Adm.	(53,474)	(8)	(66,035)	(7)	(19)
R & D Exp.	(64,279)	(10)	(88,344)	(10)	(27)
Operating Income	93,699	14	114,957	13	(18)
Net Non-Operating Income	(50,717)	(8)	99,059	11	(151)
Income Before Tax	42,982	6	214,016	24	(80)
Income Tax Exp.	(11,055)	(1)	(12,106)	(2)	(9)
Net Income	31,927	5	201,910	22	(84)
EPS	0.18		1.14		(84)

2Q22 Consolidated Income Statement (QoQ)

(Expressed in NT\$K)

	2Q22	%	1Q22	%	QoQ %
Net sales	663,669	100	947,342	100	(30)
Gross Profit	211,452	32	327,225	35	(35)
Operating Exp.	(117,753)	(18)	(159,309)	(17)	(26)
Selling & Adm.	(53,474)	(8)	(68,152)	(7)	(22)
R & D Exp.	(64,279)	(10)	(91,157)	(10)	(29)
Operating Income	93,699	14	167,916	18	(44)
Net Non-Operating Income	(50,717)	(8)	(6,297)	(1)	(705)
Income Before Tax	42,982	6	161,619	17	(73)
Income Tax Exp.	(11,055)	(1)	(30,722)	(3)	(64)
Net Income	31,927	5	130,897	14	(76)
EPS	0.18		0.74		(76)

Balance Sheet Summary

(Expressed in NT\$K)

	2022/6/30	2022/3/31
Cash & Marketable Securities	2,154,764	2,426,313
Notes & Accounts receivable	918,176	1,200,592
Inventories	1,314,013	967,018
Property, Plant and Equipment	300,110	303,879
Other assets	255,907	311,332
Total assets	4,942,970	5,209,134
Notes & Accounts payable	394,551	470,190
Other current liabilities	1,290,192	788,414
Noncurrent liabilities	95,977	1,072,19
Stockholders' equity	3,162,250	3,843,311
Net Asset Value per Share	17.89	21.74

EPS and Cash Dividends for the Past Four Years

	2018	2019	2020	2021
EPS (NT\$)	0.86	1.84	1.94	4.25
Cash Dividend (NT\$/share)	1.00	1.50	1.6	3

A 33-year IC Design Company

Founded

Founded in the Hsinchu Science Park in July, 1989

Capital

NT\$1.78 billion (US\$59.3 millions)

Headcount

300+ (as the end of 2Q22)

Main Business

- Self-owned brand IC product development and sales
- ASIC product development and sales
- Value-added resale (VAR) for international name brand components (ex. ROHM)

Honors

- In 1995, awarded with Taiwan's 4th National Award of Outstanding Small & Medium Enterprises, being the first company from Science Park to win the title.
- First listed on Taiwan OTC market in 1997 and then subsequently listed on Taiwan's mainboard, TWSE, in 2000 (Ticker 2436).
- Awarded with "Taiwan Technology Fast 50" by Deloitte and named multiple times as one of companies with best ROE and ROI by renowned financial magazines in Taiwan.
- ADAS R&D Team Awarded with the 17th Annual Technology Management Award by CSMOT.
- Ranked Top 20% in 2016 Corporate Governance Evaluation and Awarded Most Improved Company.
- Named "Top 10 Consumer Electronics Solution Provider in APAC – 2019" by Embedded Advisor magazine
- Receives 2021 EE Awards Asia's Best Power IC of the Year Award



Product Portfolio

POWER

Power & Analog

Power IC/USB PD Controller/Wireless Charger

- Supervisor ICs for PC, server, and game console SPS
- USB PD, Qualcomm® Quick Charge™, and other Proprietary Quick Charging Controllers
- PWM Controller and SR Controller for USB PD and Qualcomm Quick Charge chargers
- Wireless Charger with Quick Charge

SMART APPLICATIONS

Sensing & Viewing

Display MCU/ADAS Processor/ISP

- Sub-MCU, with energy saving, DVI sensor, and HDMI CEC function for LCD TV/MFM and Multi-Media System
- USB-C Connectivity – USB-C Protocol Converters with USB and USB PD with DisplayPort Alternate mode controllers
- Automotive Around View Monitor (AVM) Video Processors, Smart Camera Processor, AI Box for ADAS and Image Processor
- ISP for automotive, industrial, and surveillance camera modules

Consumer & Industrial

Consumer MCU/POS IC Solutions/Motor Controller

- MCU for portable health care devices
- Heart rate monitor for smartphone and wearable devices
- USB HID for Keyboard, Mouse, Dongle, and Game Pads
- MSR decoder, smart card interface IC, and barcode decoder for POS systems
- BLDC Motor Controller

General Purpose MCU

8-bit MCU (ADC/ADC+LCD Type)/32-bit MCU

- 8-bit MCU (ADC Type): 4KB~16KB Flash ROM
- 8-bit MCU (ADC+LCD Type): 8KB~16KB Flash ROM
- 32-bit MCU: 32KB~192KB Flash ROM; Ultra-Low Power

1H22 Product Mix (YoY)

(Expressed in NT\$K)

	1H22	%	1H21	%	YoY
Power	857,820	53%	820,600	49%	+5%
Smart Applications	186,803	12%	212,539	13%	-12%
Own Brand Products	1,044,623	65%	1,033,139	62%	-1%
Distribution Products	566,388	35%	623,074	38%	-9%
Total	1,611,011	100%	1,656,213	100%	-3%

Recent Business Highlights

2021.12	Weltrend shipped its 480 millionth USB PD and other fast charge controllers
2022.3	Weltrend Announces Availability of Ultra-Small GaN-based USB PD Power Adapter Reference Design
2022.5	Weltrend Announced Availability of Industry's First USB PD 3.1 Controllers
2022.5	Weltrend Announces Availability of USB-C/DisplayPort to HDMI 2.0/VGA Converters with USB PD 3.1
2022.5	Weltrend Announces Availability of the WT6620F USB PD 3.1 Controller with DisplayPort Alternate Mode
2022.7	Weltrend Announces Appointments of New President and Senior Executives
2022.7	Weltrend Announces to Launch a Tender Offer to Acquire the Shares of Sentelic at a Price of NT\$72.9

Q & A

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THANK YOU!