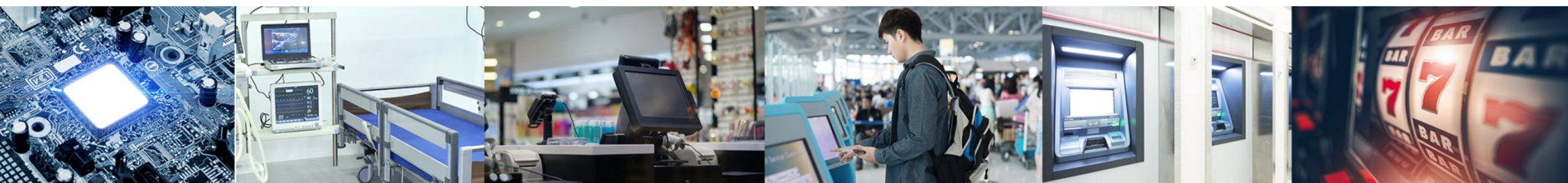


Ennoconn Corporation

Q2 2019 Earnings Conference Call

Steve Chu, Chairman & CEO
Kenny Deng, President
Yolanda Wu, CFO
Max Lee, Chief Strategy Officer

Aug 13th, 2019



Confidential information-strictly protected under the non-disclosure agreement.









Safe Harbor Statement

Our discussion may include predictions, estimates or other information that might be considered forward-looking. While these forward-looking statements represent our current judgment on what the future holds, they are subject to risks and uncertainties that could cause actual results to differ materially. Undue reliance should not be placed on any forward-looking statements, which reflect our opinions only as of the date of this presentation. We undertake no obligation to update them.

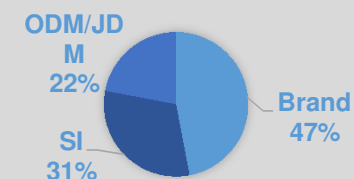
2Q19 Financial Results

NT\$M	2Q18	1Q19	2Q19	QoQ	YoY	Notes
Revenues	14,674	17,606	18,725	6.4%	27.6%	<ul style="list-style-type: none"> The YoY growth was 12% if we exclude the inorganic contribution from Marketech consolidation Gross margin increased 0.9 ppt sequentially, reflecting the margin recovery of our system integration business, which also helped improve our operating margin for 0.6 ppt on the consolidated basis.
Gross Profit	3,402	3,800	4,217	11.0%	24.0%	
Gross Margin %	23.2%	21.6%	22.5%	0.9ppt	-0.7ppt	
Selling expenses	-696	-790	-791			<ul style="list-style-type: none"> We booked NTD58 million for CB2 amortization expense in Q2.
G&A expenses	-776	-979	-995			
R&D expenses	-1,424	-1,514	-1,695			
Expected credit loss	-80	51	-20			
Operating Income	425	569	716	25.9%	68.5%	
Operating Margin %	2.9%	3.2%	3.8%	0.6ppt	0.9ppt	
Interest income (expense)	-101	-93	-89			
FX gain (loss)	135	-11	103			
Other non-operating income (expenses)	318	291	199			
ECB/CB2 amortization expense	0	-165	-58			
Net Income	612	473	680	44.0%	11.2%	
Net Income (deducted minority interest)	272	119	238	99.7%	-12.6%	
EPS (NT\$)	3.54	1.52	2.87	88.3%	-19.0%	<ul style="list-style-type: none"> If we stripped out this one-time adverse impact, our EPS for this quarter should be NT\$3.43.

Performance by Business Segment

Business Segments	Key Members		Revenue Contribution (NT\$M)	Revenue QoQ	Revenue YoY	GM	OpM	EPS Contribution (NT\$)
Ennoconn Consolidation		2Q19	18,725			22.5%	3.8%	2.87
		1Q19	17,606	6.4%	27.6%	21.6%	3.2%	1.52
		2Q18	14,674			23.2%	2.9%	3.54
Brand	 	2Q19	8,704 (47%)	10.4%	12.0%	30.1%*	2.7%	0.62(22%)
		1Q19	7,881 (45%)			30.9%*	2.3%	0.70 (46%)
		2Q18	7,774(53%)			30.6%*	3.2%	0.58 (17%)
System Integration		2Q19	5,853 (31%)	1.7%	82.2%	11.2%	3.2%	0.96(33%)
		1Q19	5,753(33%)			8.8%	2.6%	0.80(53%)
		2Q18	3,212(22%)			12.1%	3.1%	0.62(18%)
ODM / JDM	   Others	2Q19	4,168(22%)	4.9%	13.0%	22.6%	7.1%	1.29(45%)
		1Q19	3,972 (22%)			21.7%	5.9%	0.02(1%)
		2Q18	3,688 (25%)			17.1%	2.0%	2.34 (66%)

2Q19 Revenue Contribution



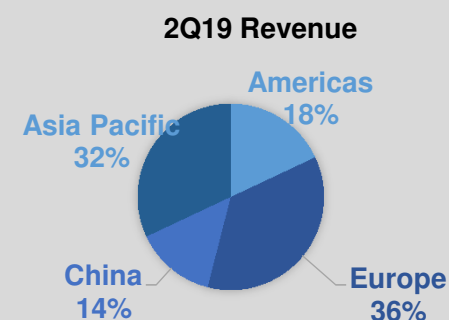
- The OpM of S&T went up to 2.7% primarily due to cost reduction and efficiency improvement.
- As for Marketech, the gross margin went up from 8.8% to 11.2%, thanks to the margin recovery of the equipment manufacturing business, and correspondingly, its OpM increased to 3.2% up from 2.6%.
- The GM of ODM/JDM increased from 21.7% to 22.6% due to more favorable product mix, and correspondingly, its OpM increased to 7.1% up from 5.9%.
- Ownership: S&T 26.6% ; MIC 45.0% ; Goldtek 56.7% ; CASwell 34.5%

* We adjusted the GM and OpM of S&T due to the difference in accounting principles between EU and Taiwan. S&T's announcement: 2Q19 GM was 35.84%; 1Q19 GM was 37.9%; 2Q18 GM was 33.4%.

Revenue by Region

		Revenue (NT\$M)	Revenue QoQ	Revenue YoY	2019H1 Revenue (NT\$M)
Ennoconn Total	2Q19	18,725	6.4%	27.6%	36,331
	1Q19	17,606			
	2Q18	14,674			
The Americas	2Q19	3,374(18%)	1.7%	-4.4%	6,692 (18%)
	1Q19	3,318 (19%)			
	2Q18	3,528 (24%)			
Europe	2Q19	6,747(36%)	-4.4%	-5.0%	13,808(38%)
	1Q19	7,061 (40%)			
	2Q18	7,101 (48%)			
China	2Q19	2,628(14%)	11.2%	61.2%	4,992 (14%)
	1Q19	2,364(13%)			
	2Q18	1,630(11%)			
Asia Pacific	2Q19	5,976(32%)	22.9%	147.5%	10,839 (30%)
	1Q19	4,863(28%)			
	2Q18	2,415(16%)			

Notes



- **The Americas:** mainly from Goldtek and S&T, 52% and 33%, respectively.
- **Europe:** S&T accounted for 84% of our Europe sales.
- **China:** 68% of the revenue was from Marketech, and 23% came from ODM business.
- **Asia Pacific:** Marketech was the key contributor, generating 60% of the revenue.