SINKANG INDUSTRIES CO., LTD

Investor Conference

2019.07.08



Disclaimer

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- 1. Company Profile
- 2. Industry Overview
- 3. Financial Results
- 4. Q&A



Company Profile

Company Profile

Date of establishment	1971.07.10
Date of listing	2000.09.11
Capital (Number of shares received)	NTD1.3 Billion (130,521,545 shares)
Number of employees	About 200
Chairman	Hsi Chi Tsai
General manager	Ching Long Hung
Main business	Processing and sales of stainless steel materials
Location	NO.8 DAH AN ROAD,XINZHUANG DISTRICT, NEW TAIPEI CITY, TAIWAN, R.O.C.



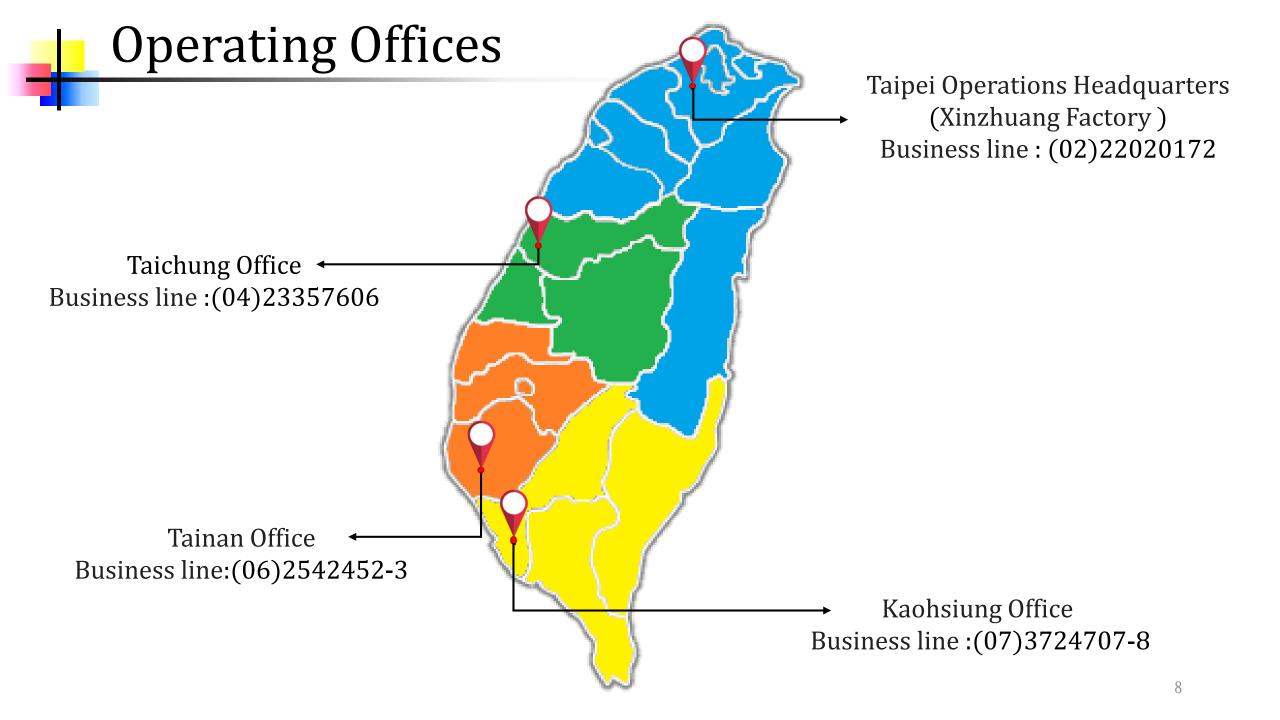
Operation Locations Xinzhuang Plant





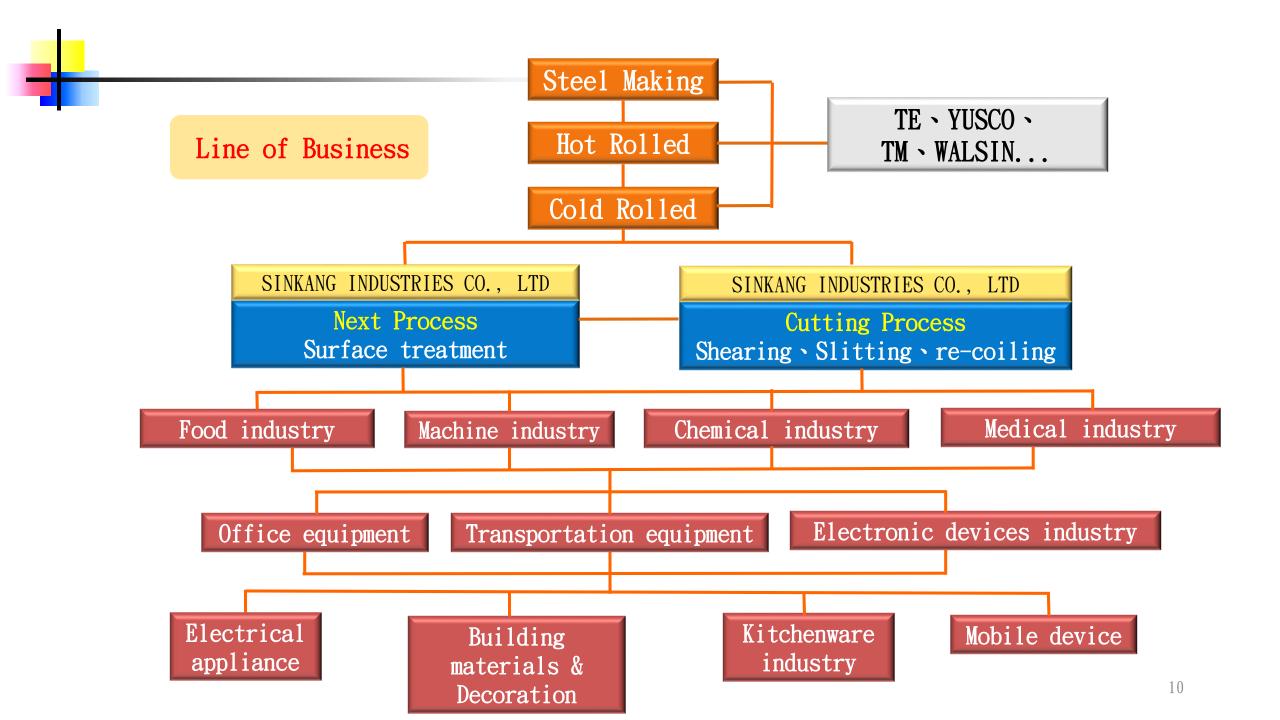
Operation Locations Tayuan Plant







Industry Overview





Machinery Equipment

Name of Name of Equipment	Thickness (mm)	Width (mm)	Length (mm)	Quantity
Leveling & Shearing Line machines	0.3~3.0	50~1560	100~6100	6
Slitting Line Machines	0.3~6.0	10~1570		4
Re-coiling Line Machine	0.3~0.8	550~1250		1
Coil Polishing Line Machine	0.4~3.0	500~1570		2
Sheet Polishing Line Machine	0.6~3.0	700~1570	1220~5000	2
Shearing Machines	0.3~6.0	Max.4050		7
PVC Coating Machine	0.3~3.0	1570以下	4000以下	2

Tayuan Plant

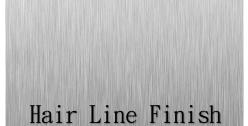


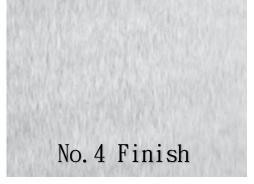
Next Process Surface treatment

5'Oil Method Coil Polishing Line Machine

T: 0.4mm - 3mm

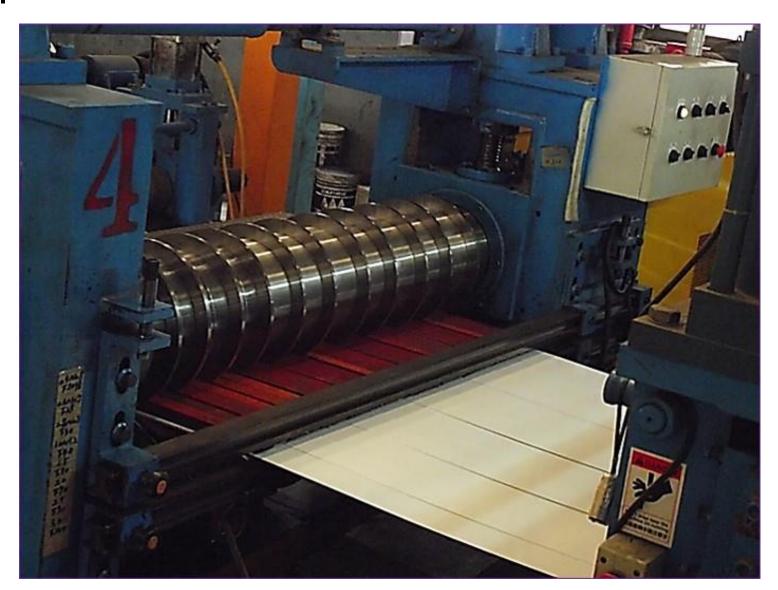
W: 500mm - 1570mm







Tayuan Plant



Cutting Process
Shearing Slitting re-coiling

5'Slitting Line Machine T: 0.3mm - 3mm W:400mm-1570mm





Cutting Process Shearing Slitting re-coiling

5' Leveling and Shearing Line Machine

T: 0.3mm - 3mm

W: 500mm - 1600mm

L: 400mm - 6100mm



Xinzhuang Plant



Cutting Process Shearing Slitting re-coiling

5' Leveling and Shearing Line Machine

T: 0.3mm - 3mm

W: 400mm - 1590mm L: 400mm - 6250mm





Xinzhuang Plant



Cutting Process Shearing Slitting re-

4' Leveling and Shearing Line Machine

T: 0.3mm - 2mm

W: 400mm - 1300mm L: 400mm - 4250mm

It is expected to be put into production in August of 2019.



Xinzhuang Plant



Cutting Process Shearing Slitting re-coiling

10 'Hydrulic Shear Machine

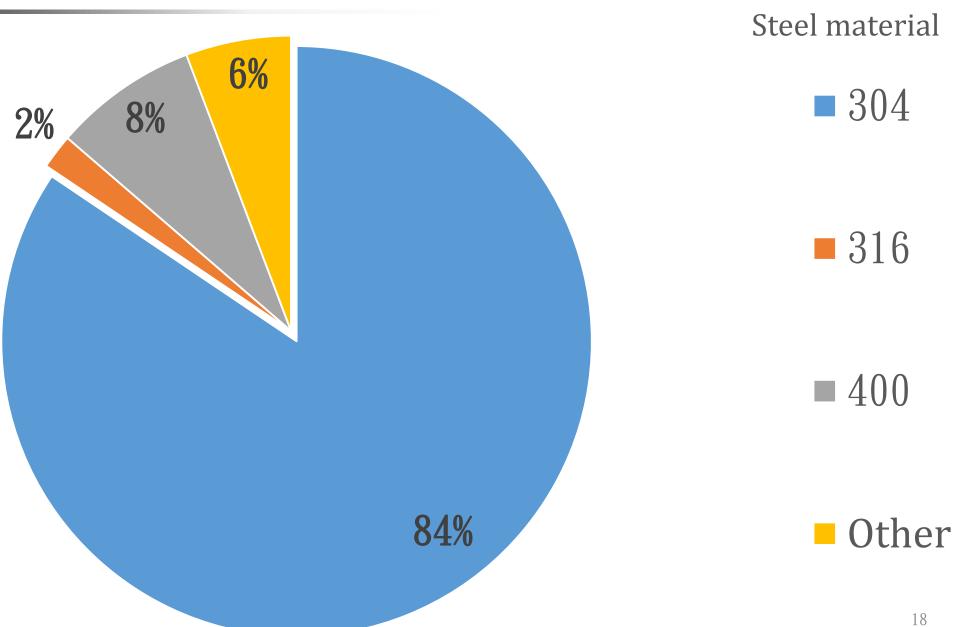
T: 0.3mm -3mm

L: < 3050mm

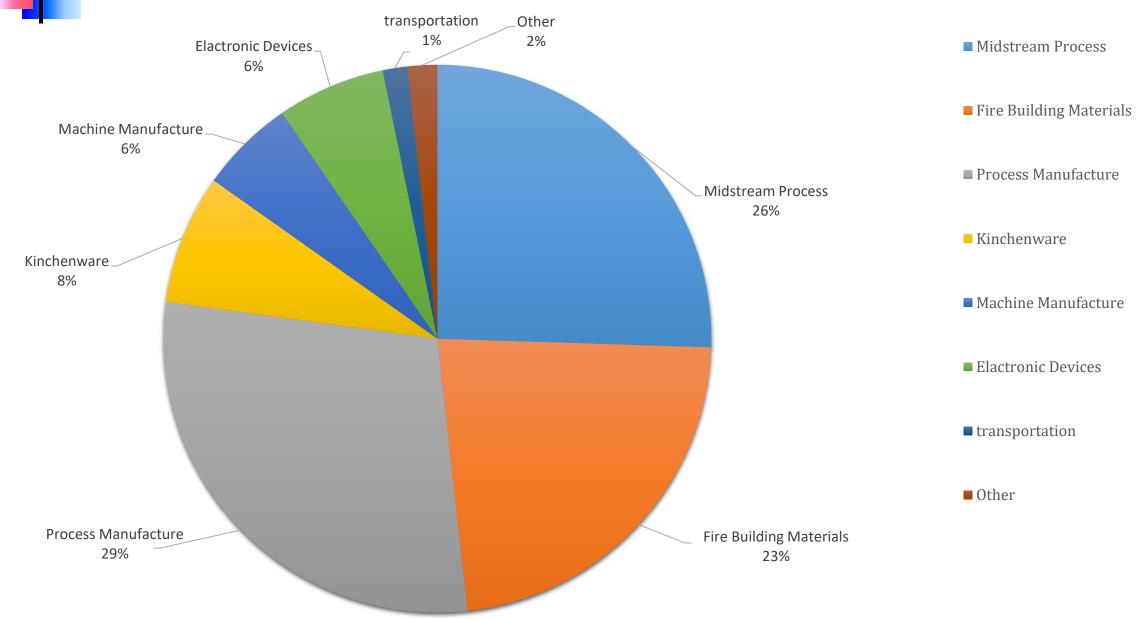
W:85mm-1250mm



Major Product



The Rate of Customer Business





Fireproof Building Materials

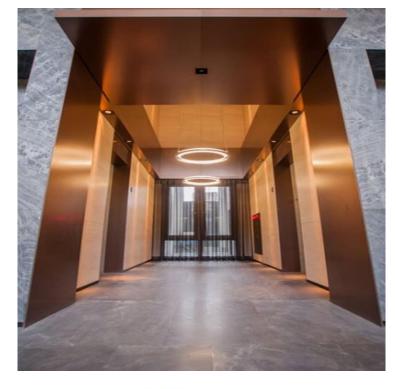
door & lock







Elevator door







Process Manufacture

BBQ grill



Washing machine inner tank







Kitchenware











Machine Manufacture

ultrasonic cleaner



refrigeratory



freezer





Electronic Devices

dry cabinet



electrical box





Other

waste bin



traffic mirror



Food storage bucket





Average age of employees:42.29

The rate of employees age:

20↓	1.64%
21-39	45.36%
40-59	48.09%
601	4.91%





Financial Results



Statement of Comprehensive Income

In NT Thousand Dollars

	JanMar., 2019		JanMar., 2018	
	Amount	%	Amount	%
Net Revenues	687,049	100.00	811,531	100.00
Gross Profit	47,408	6. 90	43,517	5. 36
Operating Income (Loss)	22,604	3. 29	17,737	2.19
Profit (Loss) Before Income Tax	23,320	3. 39	15,652	1. 93
Profit (Loss) for the Period	18,541	2. 70	15,467	1. 91
Total Comprehensive Income (Loss) for the Period	18,580	2. 70	15,467	1. 91



Operation Performance Analysis

	JanMar.,2019	JanMar.,2018
Average collection turnover (times)	4.67	5.67
Average collection days(days)	78.10	64.41
Average inventory turnover (times)	7.64	7. 81
Average inventory days(days)	47.78	46.76
Average payable turnover (times)	35.73	36.98
Property, plant and equipment turnover (times)	4.76	5.46
Total assets turnover (times)	1.39	1.63

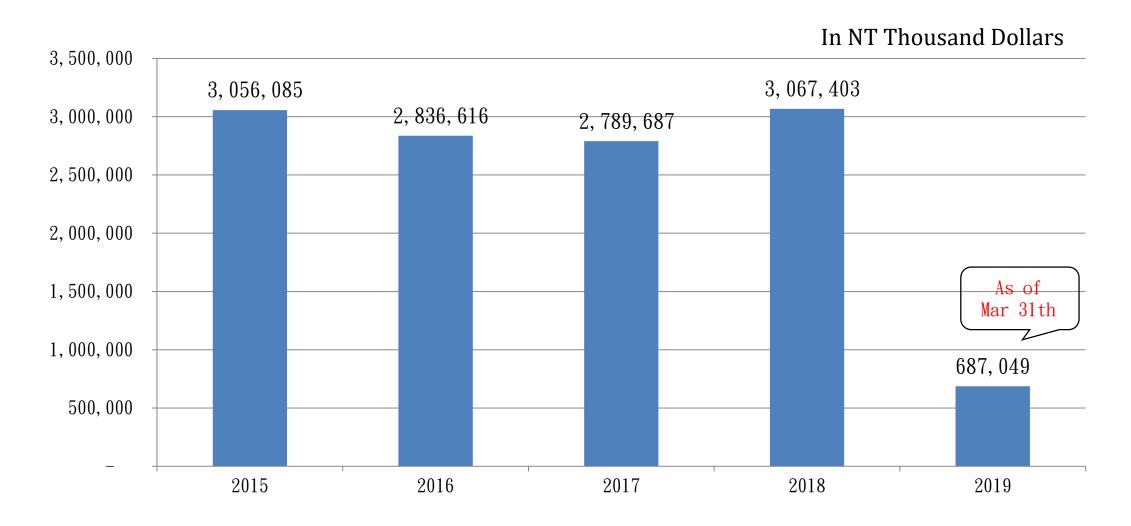


Profitability Analysis

	JanMar., 2019	JanMar., 2018
Return on total assets (%)	3.76	3.12
Return on equity (%)	4.50	3.77
Pre-tax profit to paid-in capital ratio (%)	7.15	5.03
Net profit ratio (%)	2.70	1.91
Earning per share (NT\$)	0.14	0.12



Net Revenues Trend



From: MOPS



Employee Welfare



Domestic Travel(Xiluo Bridge)



Dodgeball Game



Lunch Supply



Green energy

Under the promotion of governmental low carbon and renewable energy policy, we developed solar power system. We have been in contract with Star Energy Corporation since May, 2018. And we leased the roof of Tayuan factory out to build the solar power system. The solar panel work started in July, 2018. After grid-connected generation of electricity, the electric power was sold to Taiwan Power Company.

We have officially started to generate electricity since April, 2019. Besides, the installed capacity is 806KW (kilowatt).



Green energy

Solar panels

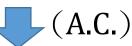


(D.C.)



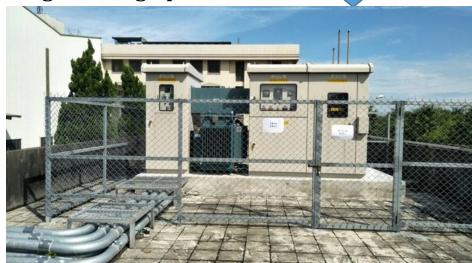


High-voltage plate





Output









THANK YOU