SINKANG INDUSTRIES CO., LTD

Investor Conference

2020.02.17

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Content

- 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	COSMOS NEW INVESTMENTS LIMITED Representative: I Hung Cheng
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.



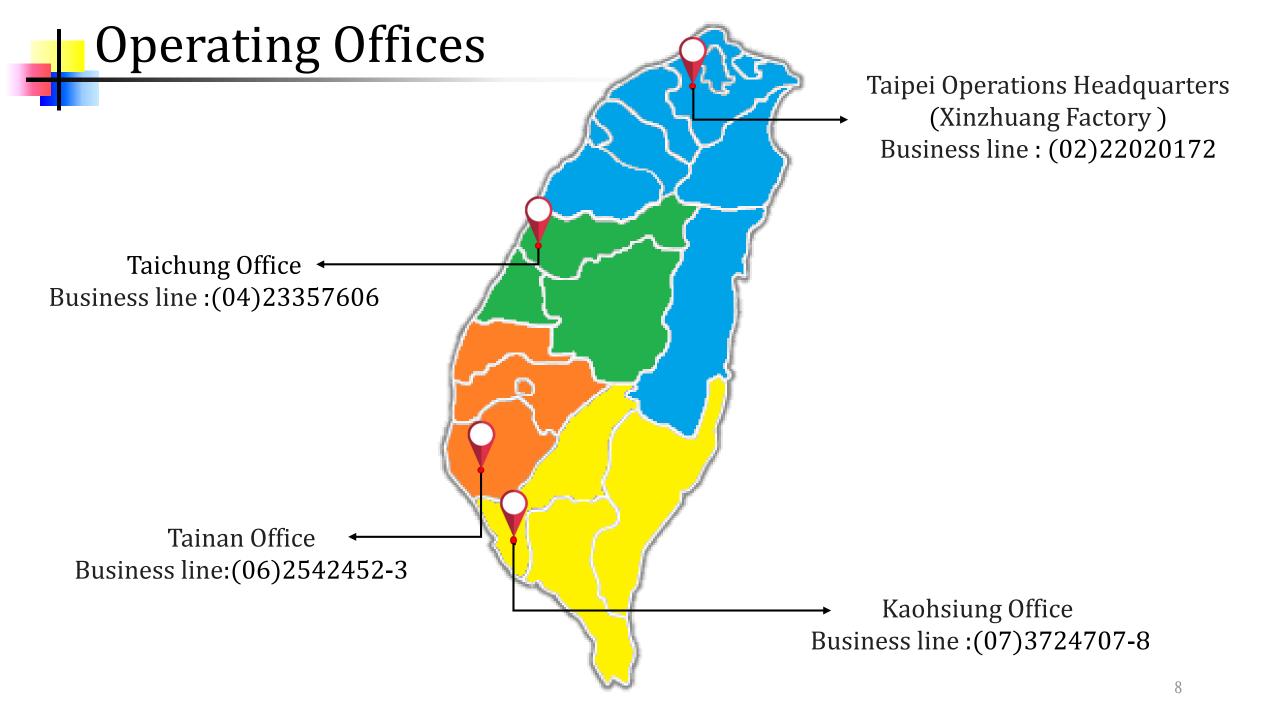
Operation Locations Xinzhuang Plant





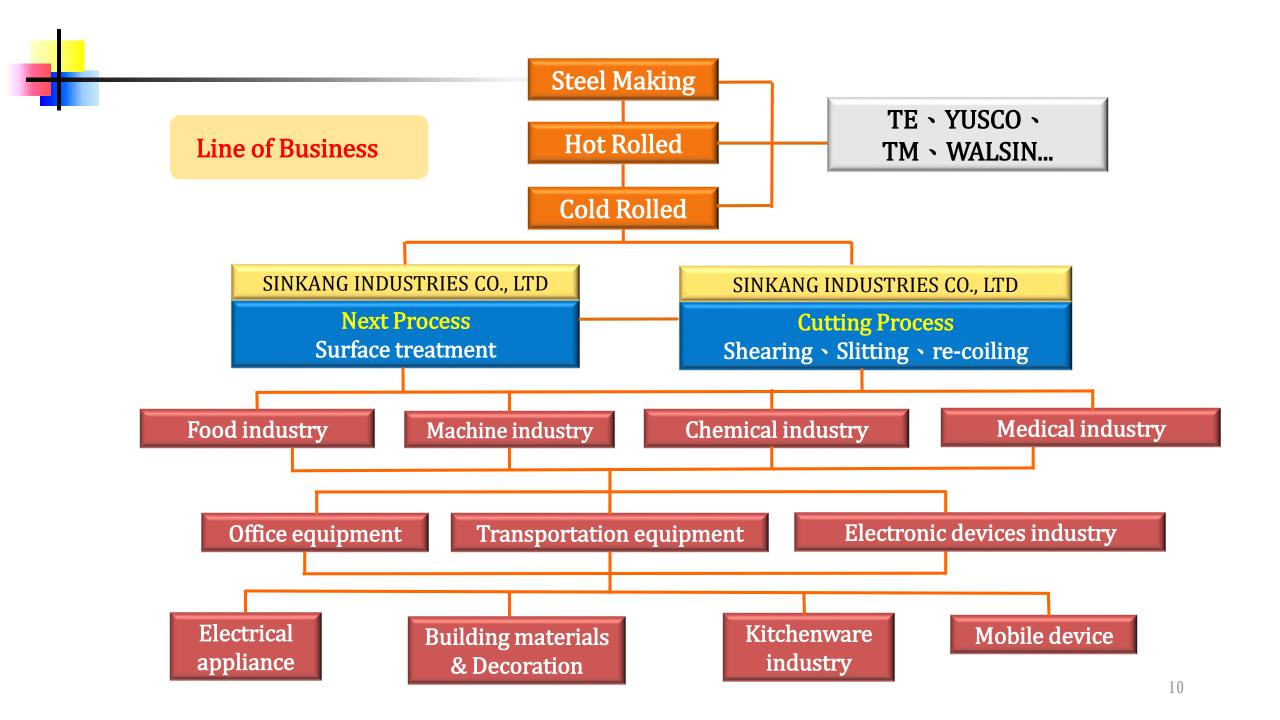
Operation Locations Tayuan Plant







Industry Overview





Machinery Equipment

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

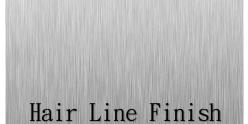


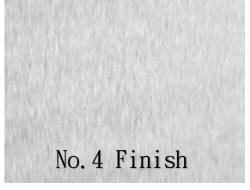
Next Process Surface treatment

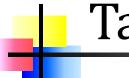
5'Oil Method Coil Polishing Line Machine

T: 0.4mm - 3mm

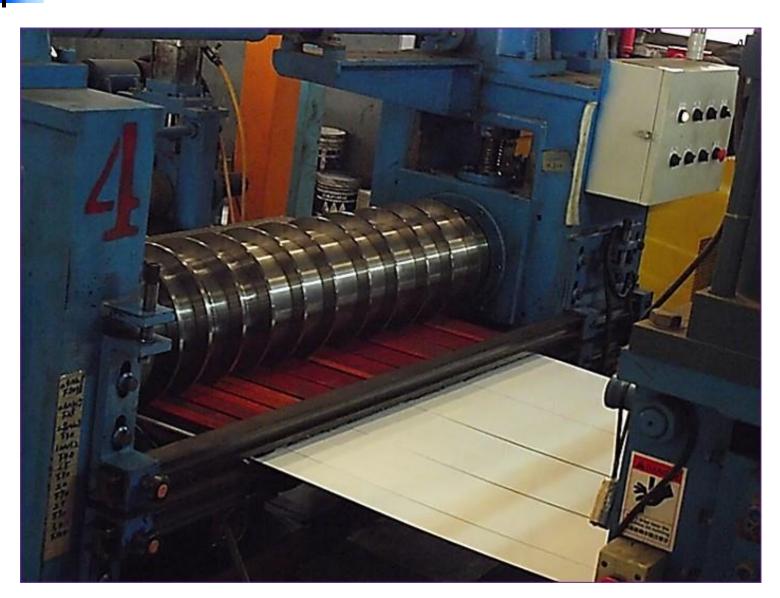
W: 500mm - 1570mm







Tayuan Plant



Cutting Process
Shearing Slitting re-coiling

5'Slitting Line Machine

T: 0.3mm - 3mm W:400mm-1570mm



Tayuan Plant



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-coiling

4'Leveling and Shearing Line Machine

T: 0.3mm - 2mm

W: 400mm - 1300mm

L: 350mm - 4300mm



Xinzhuang Plant



Cutting Process Shearing Slitting re-coiling

10'Hydrulic Shear Machine

T: 0.3mm -3mm

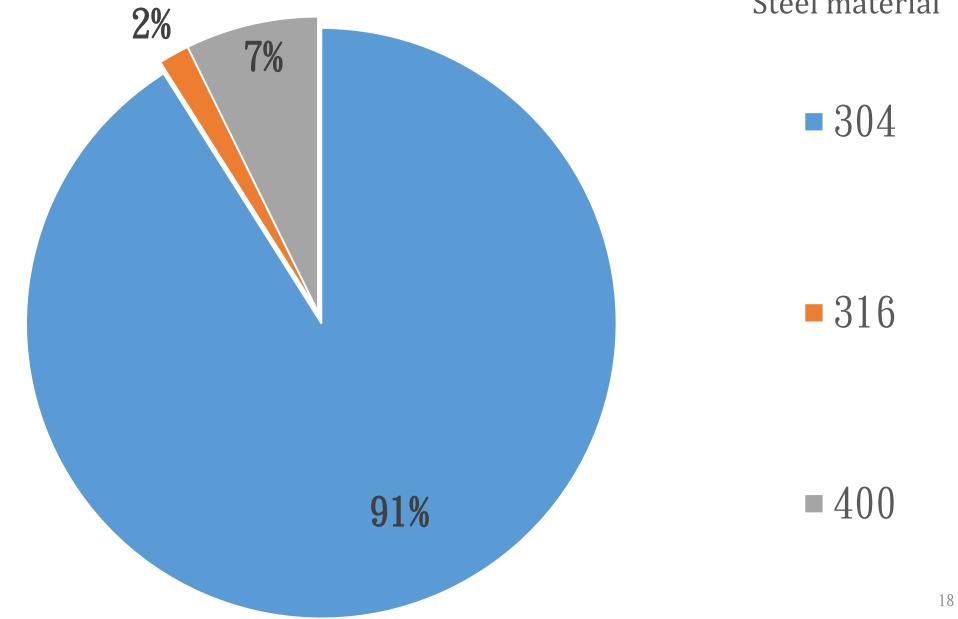
L: < 3050mm

W:85mm-1250mm



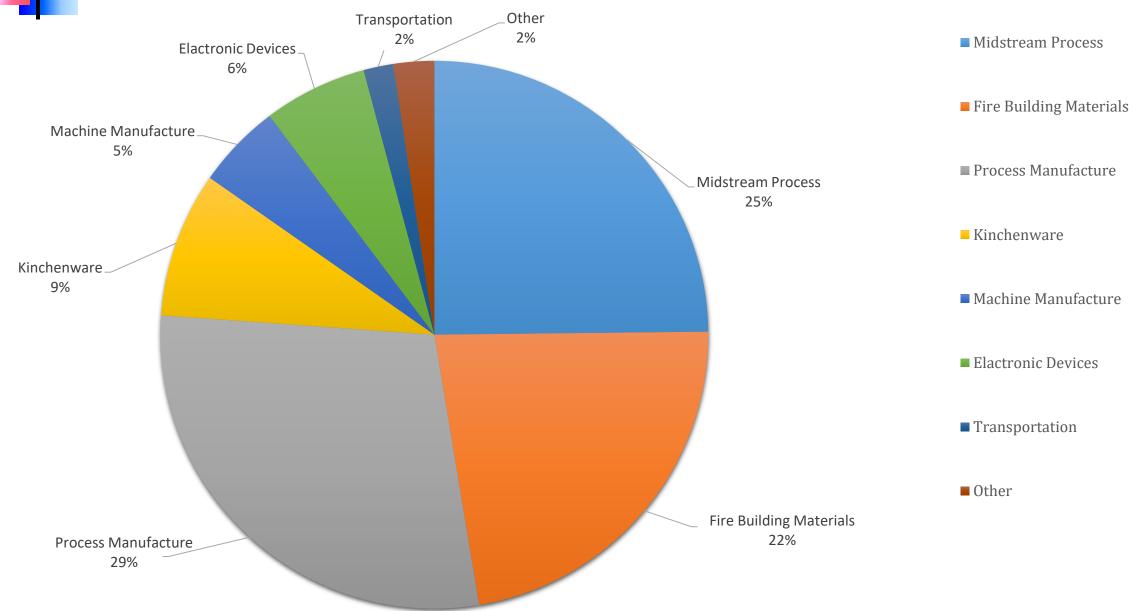
Major Product





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The Rate of Customer Business





Fireproof Building Materials

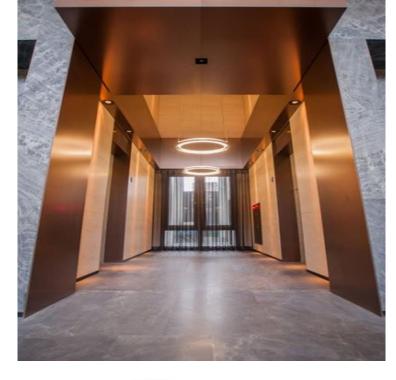
Elevator door







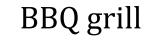








Process Manufacture





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:42.4

The rate of employees age:

20↓	2.2%
21-39	43.6%
40-59	48.1%
601	6.1%





Financial Results



Statement of Comprehensive Income

In NT Thousand Dollars

	JanSep., 2019		JanSep., 2018	
	Amount	%	Amount	%
Net Revenues	2,109,797	100.00	2,352,239	100.00
Gross Profit	128,768	6	105,952	5
Operating Income (Loss)	53,177	2	31,492	2
Profit (Loss) Before Income Tax	56,225	2	23,024	1
Profit (Loss) for the Period	43,755	1	18,444	1
Total Comprehensive Income (Loss) for the Period	44,238	1	18,146	1

Operation Performance Analysis

	JanSep.,2019	JanSep.,2018
Average collection turnover (times)	4.46	5.22
Average collection days(days)	81.83	69.93
Average inventory turnover (times)	7.64	7.47
Average inventory days(days)	47.79	48.84
Average payable turnover (times)	39.04	32.34
Property, plant and equipment turnover (times)	4.92	5.31
Total assets turnover (times)	1.40	1.56

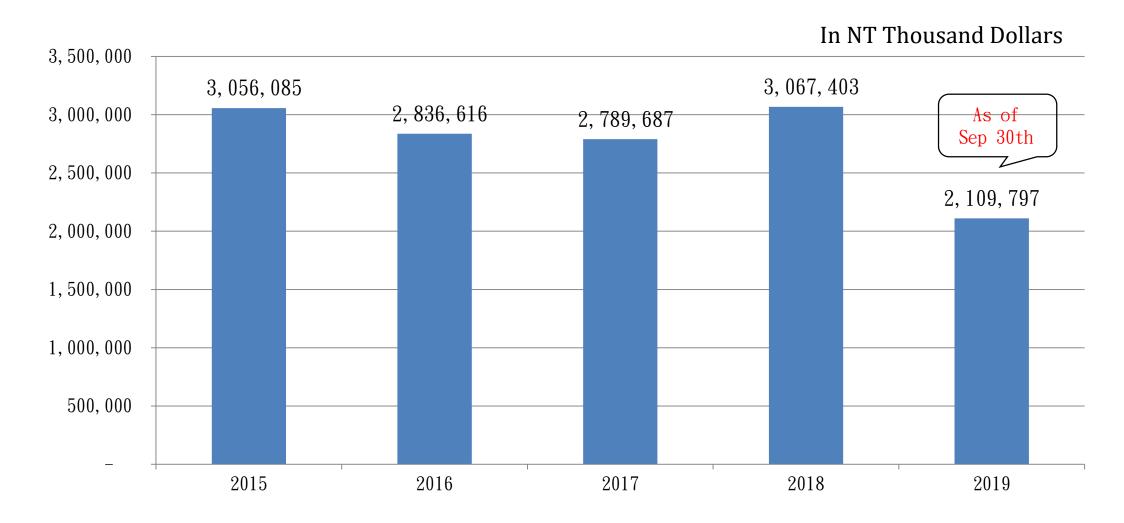


Profitability Analysis

	JanSep., 2019	JanSep., 2018
Return on total assets (%)	2.92	1.23
Return on equity (%)	3.53	1.50
Pre-tax profit to paid-in capital ratio (%)	5.74	2.35
Net profit ratio (%)	2.07	0.78
Earning per share (NT\$)	0.34	0.14



Net Revenues Trend



From: MOPS

Employee Welfare



Domestic Travel(Qiaotou Sugar Factory)



Bowling Game



Lunch Supply

Take care of the employees





Regular medical check-ups and consultations have improved employee common sence in health and make them a habit of good lifestyle.

We established special medical service since January, 2020. They will provide many medical channels and promote health on employees.



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

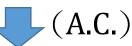


(D.C.)



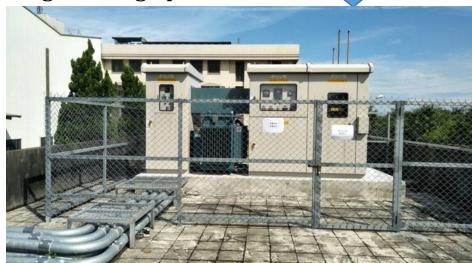


High-voltage plate





Output





Future Prospect





Offshore wind power is an important part of the energy transition and it is also an environment-friendly green energy that every countries place importance on. The amount of stainless steel in its infrastructure is considerable and it is expected to bring many business opportunities.







THANK YOU