

TYCOONS



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Stock code : 2022

TYCOONS GROUP ENTERPRISE CO., LTD

INVESTOR CONFERENCE

2022.12.06



- Disclaimer

This presentation is based on the information obtained from various sources which the Company believes to be reliable. But at some point in the future, there are a variety of factors which could cause actual results to differ materially from those statements. Therefore, please refer to the information on MOPS website as the main basis if any adjustment has been made.

(<http://mops.twse.com.tw/mops/web/index>)



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1. Company Overview



Tycoons Taiwan



Year of Establishment : 1980

Product Range : Wire 、 Screws

Area : 24,453m²



Tycoons Thailand



Year of Establishment : 1996

Product Range : Wire 、 Screw 、 Bolt & Fastener 、 Steel Bar

Area : 510,198m²



Tycoons China



Year of Establishment : 2003 Product Range : Wire
Area : 72,007m²



Tycoons Vietnam



Year of Establishment : 2013 Product Range : Wire
Area : 76,000m²



Tycoons Group Main Products

- **Wire Rod**

1. Low Carbon Steel Wire Rod
 2. High Carbon Steel Wire Rod
 3. Low Alloy Steel Wire Rod
 4. Cold Heading Quality (CHQ) Steel Wire Rod
- wire diameter : 5.50mm
 ~16.0mm - Wire rod
 wire diameter : 17.0mm ~
 42.0mm - Steel Bar in coil





Tycoons Group Main Products



Wire

1. Cold Heading Quality (CHQ) Steel Wire
 2. Low Carbon Steel Wire
 3. High Carbon Steel Wire
 4. Low Alloy Steel Wire
- wire diameter : 2.30mm
~25mm

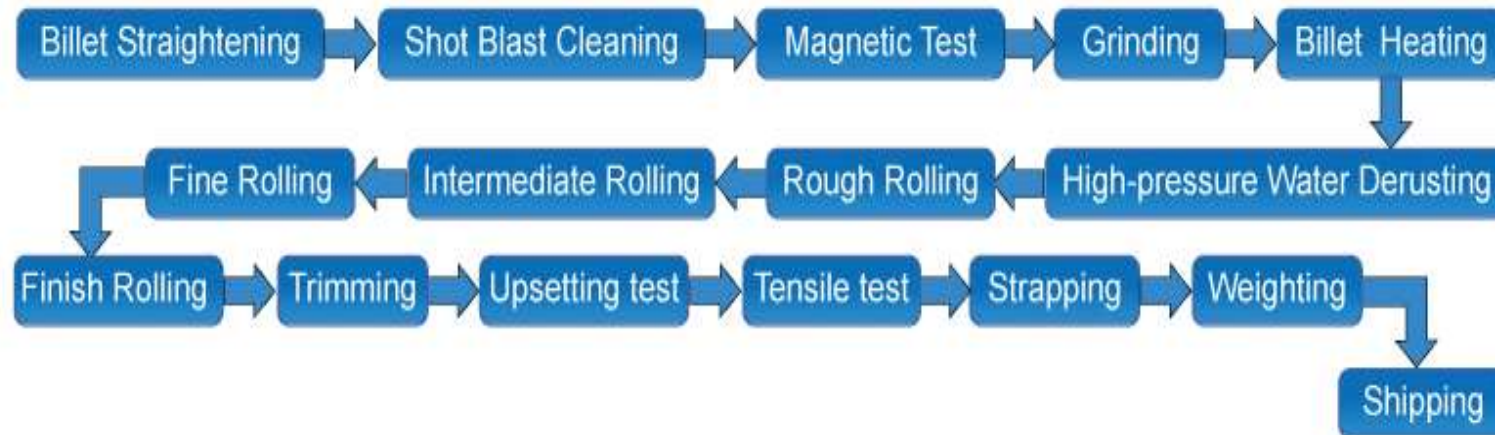


Tycoons Group Main Products



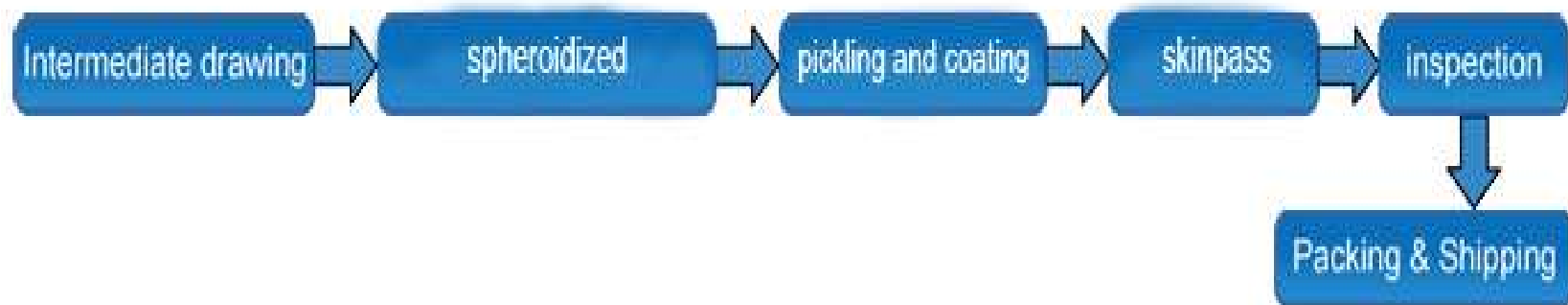


wire rod Production Flow Chart :





Spheroidized Annealing Wire Production Flow Chart :





Screw Production Flow Chart :





2. Operation Overview



Consolidated Statements of Comprehensive Income

Unit : NTD Thousand (except EPS)

	2022 Q1~Q3	2021 Q1~Q3
Net Sales	7,452,162	8,668,632
Gross Porfit	508,142	1,236,372
Gross Margin (%)	7%	14%
Operating Income	123,567	873,878
Operating Margin (%)	1%	10%
Net Income(Loss)	(67,713)	628,199
Net Income (Loss) Owner of Parent	(81,087)	452,125
EPS(NT\$)	(0.17)	0.94



Consolidated Condensed Balance Sheet

Unit : NTD Thousand (except BV)

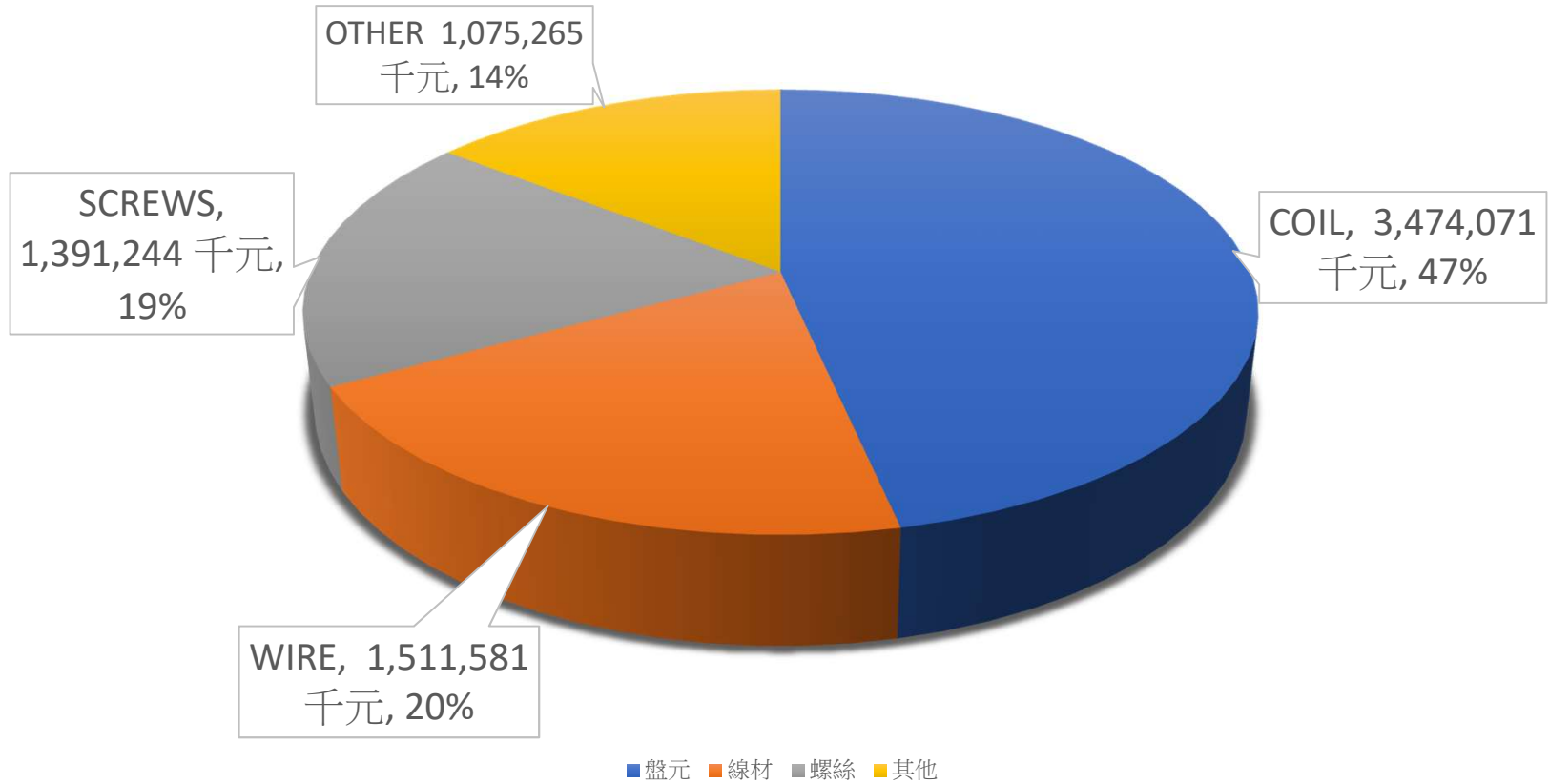
	<u>2022.9.30</u>	<u>2021.9.30</u>
Cash	1,190,185	1,000,741
Inventory	2,374,645	3,031,907
Property, Plant and Equipment	2,982,599	3,196,992
Total Assets	8,573,498	9,022,536
Current Borrowing	1,548,791	1,685,013
Long-term borrowing current portion	0	25,000
Long-term Bank Loans	0	18,750
Total Liabilities	2,216,479	2,814,998
Debt Ratio(%)	26%	31%
Subtotal	3,436,750	3,678,588
Non-controlling interererts	2,858,054	2,461,169
Toal Equity	6,294,804	6,139,757
Book Value (NT\$)	7.16	7.67



3. Market Overview and Future Outlook

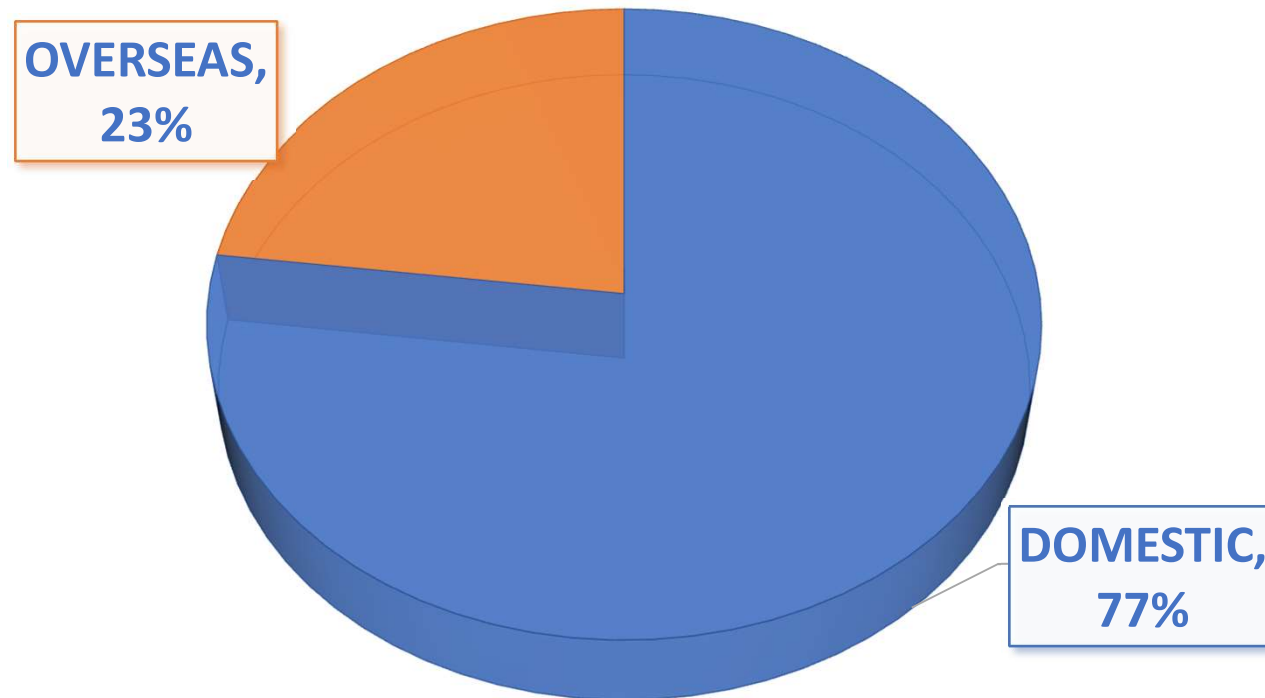


2022Q1~Q3 PRODUCT SALES PORTFOLIO



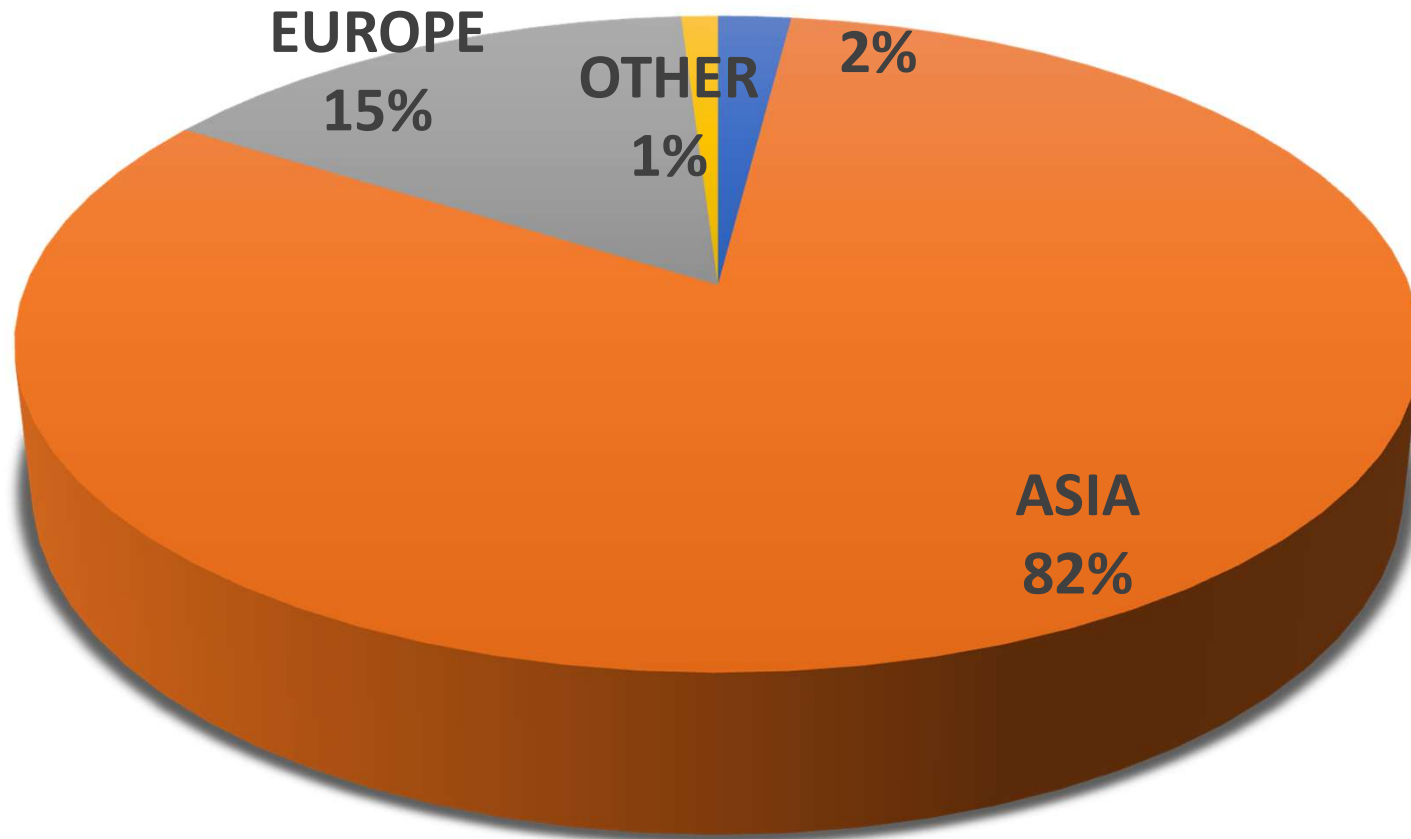


2022 Q1~Q3 DOMESTIC / OVERSEAS





2022 Q1~Q3 GEOGRAPHIC INFORMATION
AMERICA





Market Overview and Future Outlook

- 1、 The pressure of international inflation is high, the manufacturing industry is slowing down, and the countries around the world are stepping up interest rate hikes that caused the global economy is being suppressed, meanwhile, the war between Russia and Ukraine continues to drag down the normal performance of the steel market.
- 2、 The uncertainty of the global economy has not disappeared, but the pressure on inventories has gradually eased over time. At present, international steel prices are supported by high costs and the supply & demand structure continues to improve, then the decline has converged. The borders of Taiwan, Japan, South Korea which has accelerated the economic and social activities of various countries to return to the right track. Look forward to the stable demand for steel and seek opportunities for the steel market to recover.



Market Overview and Future Outlook

3、In recent years, Tycoons has actively transformed into a professional wire rod factory, focusing on the operation of wire rod. To expand the processing capacity of wire rods, Tycoons sells wire rod, provides this processing services, and spheroidized wire, also provide wire spheroidizing or pickling process OEM.

Customers hold China Steel or Dragon Steel rods and wires that can entrust Tycoons to do spheroidizing or pickling OEM then for the screw manufacturers' use.

4、Tycoons Group has carried out resource optimization for Taiwan 's arent factory, Tycoons Thailand, and Huanghua Jujin factory in China, and further invested in the new production line of the Vietnam factory to grasp the local booming business opportunities. The four major bases in Taiwan,Thailand, mainland China, and Vietnam have fully utilized their synergy. International competitiveness will be further improved.



4. Sustainability Report

Sustainability Report

Corporation Governance Evaluation

2020 the Seventh Corporation Governance Evaluation ranks top 21-35%

Employee Welfare

Apart from providing labor and health insurance for employees, the Company also purchases group insurance for employees (including foreign employees) and provides lunch to employees at the cafeterias to take care of their diet. Every year, medical check-ups are also organized for employees and their families.

On-site Medical Services

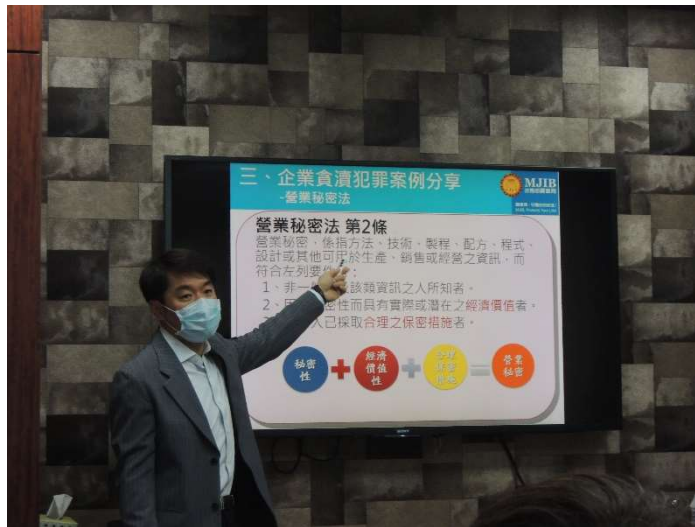
In accordance with the frequency of medical professionals providing on-site medical services stipulated by the Labor Health Protection Act, Article 4, the Company arranged two on-site visits by doctors in 2021, and two on-site visits by nurses every month. The Company also arranges for service items stipulated in the Labor Health Protection Act, Article 10 to be provided to employees. 25



Sustainability Report

Employee Training

The Company holds training for new recruits and existing employees. All trainings are recorded and filed. The training program aims to enhance the employees' capabilities and serves as a reference for their promotions.





Sustainability Report

Carbon Reduction

1. The main scope of business of the Company includes the manufacturing, trading and fabrication of wire rods, screws and wires. For the prevention of pollution sources, the Company has installed dust removal systems, waste water and gas treatment facilities, exhaust equipment and other equipment. Furthermore, as per the environmental protection regulations, the Company has designated personnel to undertake the pollution prevention measures depending on the on-site operations, and engaged inspection institutions approved by the Environmental Protection Administration to perform inspections from time to time. Therefore, with appropriate control engineering, the Company meets the emission standards stipulated by the Environmental Protection Administration.



Sustainability Report

Carbon Reduction

2. By adjusting production procedures, utilizing energy conservation equipment (e.g. gas-fired boilers, switching to high-performance motors of IE3 level or higher) and other measures, the Company seeks to reduce its greenhouse gas emissions.
3. By controlling the optimal air-fuel ratio, using clean fuel, lowering sludge moisture content etc., the Company seeks to meet waste reduction targets and develop toward green production.

Environment Safety and Health

By educating, training, and continuing publicity to enhance employees' awareness of environmental protection, occupational safety and health, and accident prevention. Then, move towards to appropriate prevention of employee injuries and health.



Thanks