



Investor Conference

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FINANCIAL DEPT. DEPUTY GENERAL MANAGER

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Management
System
ISO 9001:2015
ISO 14001:2015
ISO 45001:2018

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JQTW10002



Notice



This document may contain "forward-looking statements." In addition to historical information provided in this presentation, examples of forward-looking statements are (but not limited to) future prospects, forecasts and estimates, etc.

Forward-looking statements are based on management's current views on future events. These views are affected by risks and uncertainties, which may cause significant discrepancies between actual results and the forward-looking statements.

Any forward-looking statements made in this document only apply as of the date of this presentation. Investors shall not place undue reliance on these forward-looking statements. Regarding these views, in addition to those which are regulated by laws, if there are any changes or adjustments in the future, the company is not responsible for reminding and will not update this document at any time in the future.

This statement of notice apply to all forward-looking statements contained in this presentation.

Outline



- **Company Profile**
- **Operational highlights**
- **Advantages**



Company Profile

Locations in Taiwan



Puoshing Mill (1973)

- Pipe
approx. 45,000 m²



Shijou Mill/HQ(2001)

- Tube
approx. 47,000 m²



Douliou Mill 1(2007)

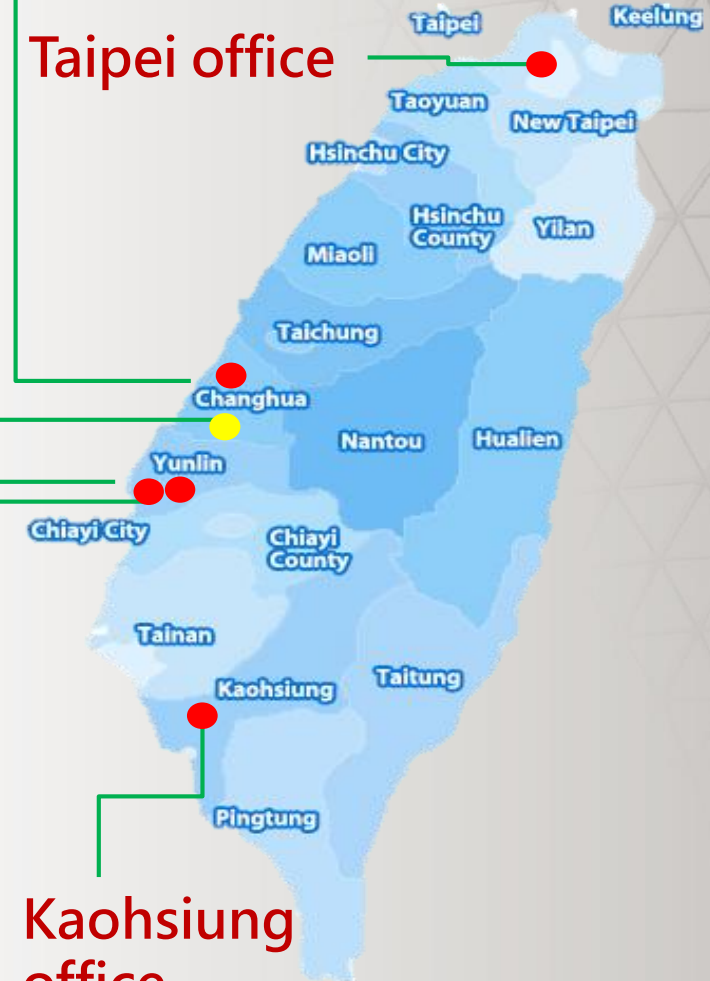
- Coil Service Center
approx. 73,000 m²



Douliou Mill 1(2019)

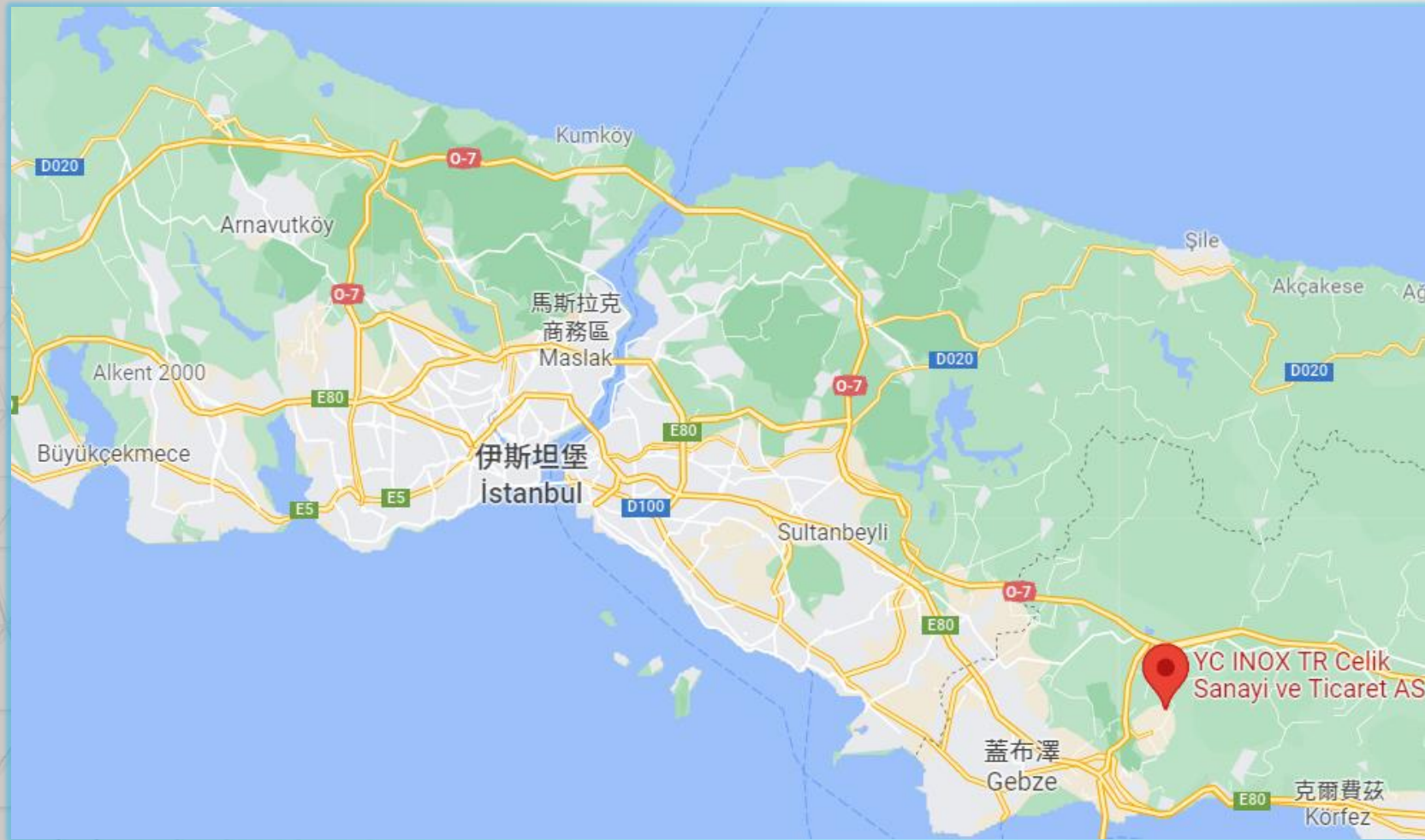
- Pipe
approx. 68,000 m²

Taipei office



Kaohsiung
office

Locations in Turkey



Mills in Turkey

- Service center and Tube(1st Phase)
- Pipe(2nd Phase)
- Total approx. 96,000 m²

Main Products



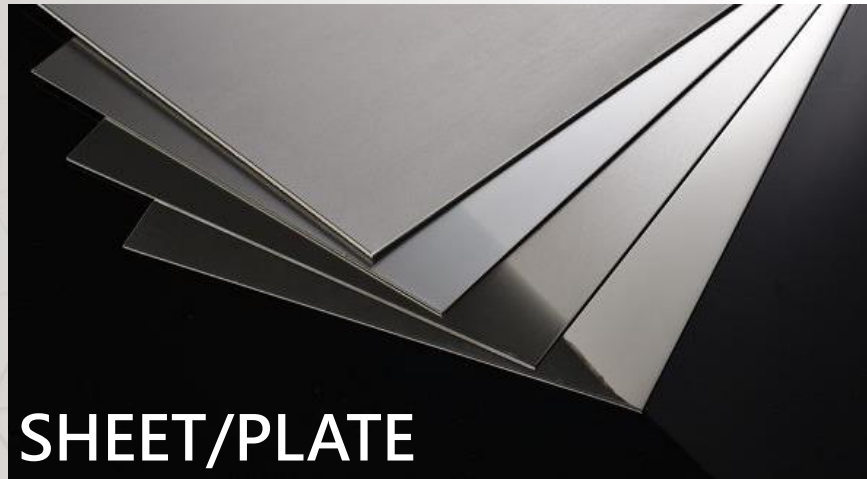
PIPE



TUBE



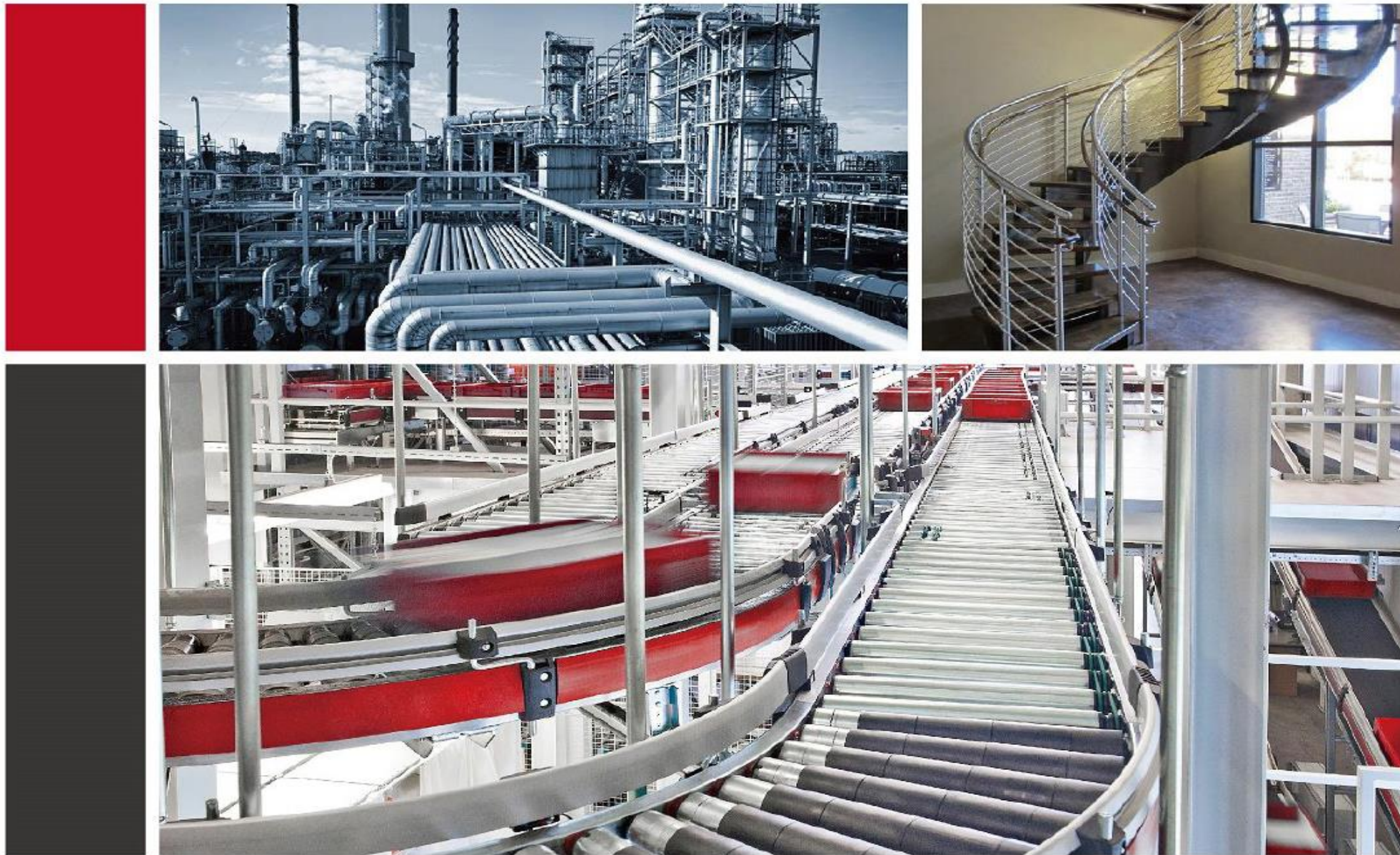
SHEET/PLATE



COIL



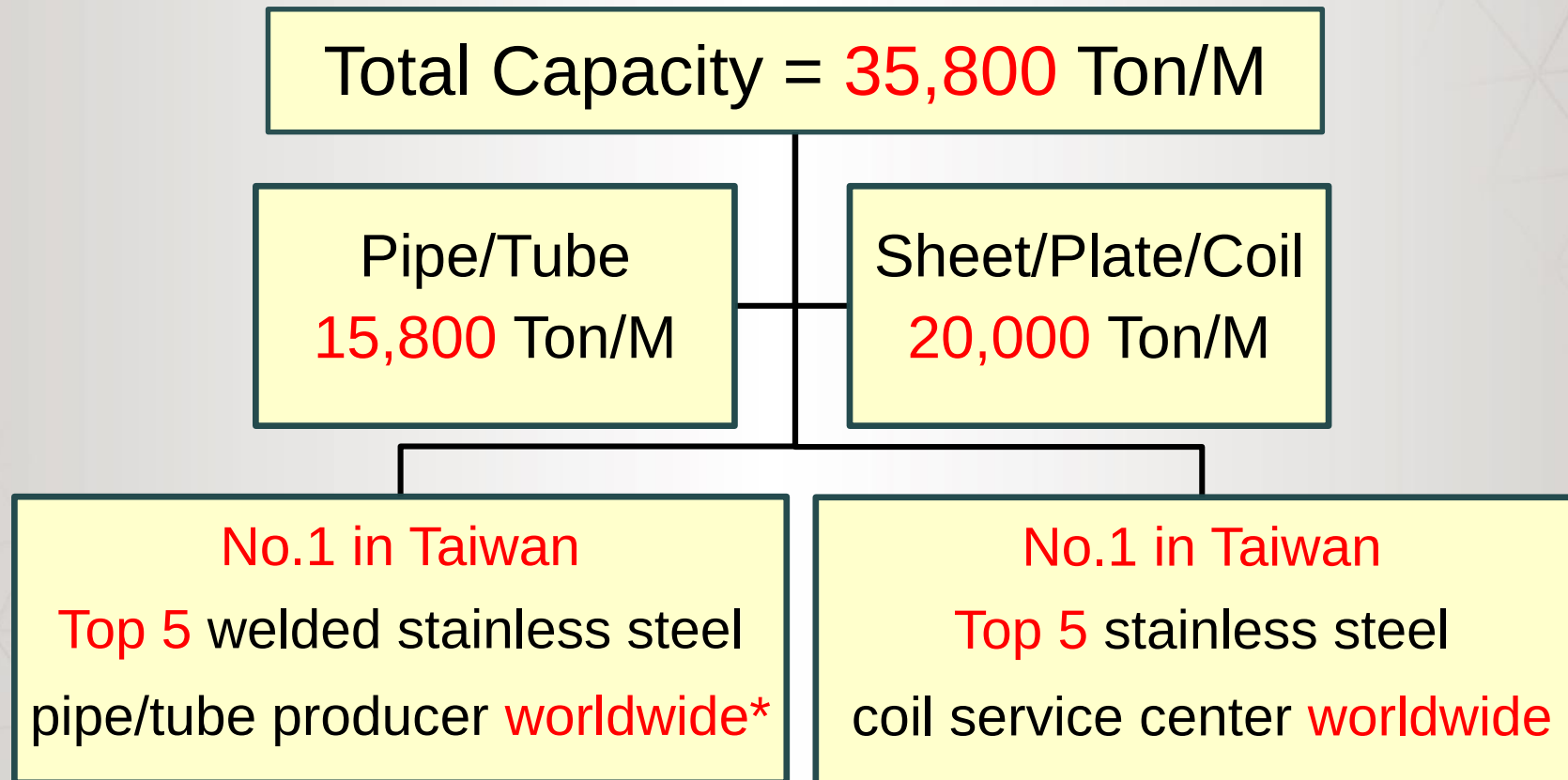
Product application–Pipe and Tube



Product application–Sheet/Plate



Capacity



* Rated by Austria SMI (Steel Market Intelligence) magazine in 2017

Material Supplier



YUSCO / TANG ENG / WALSIN / YYS / TUNG MUNG



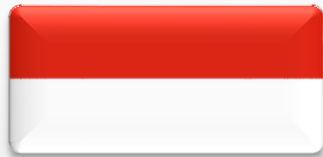
OUTOKUMPU



POSCO



TISCO / FUXIN



TSINGSHAN



BAHRU STAINLESS (ACERINOX)

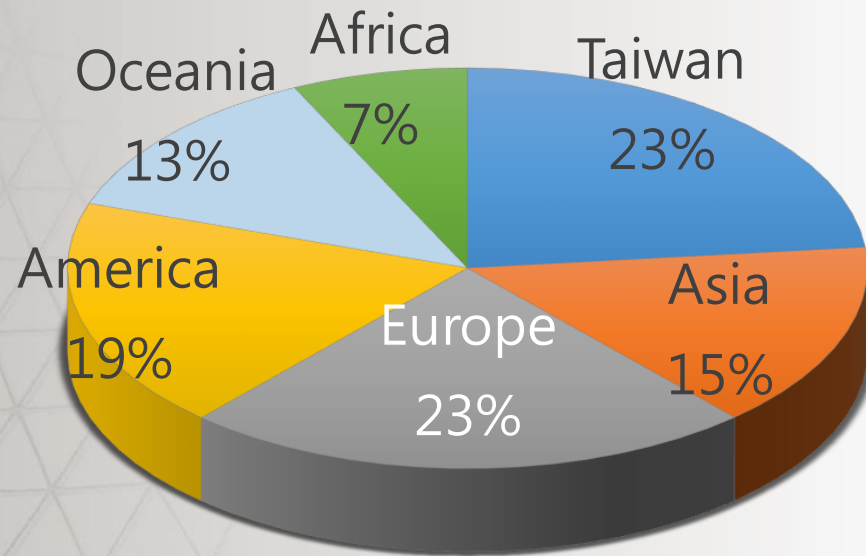


Operational highlights

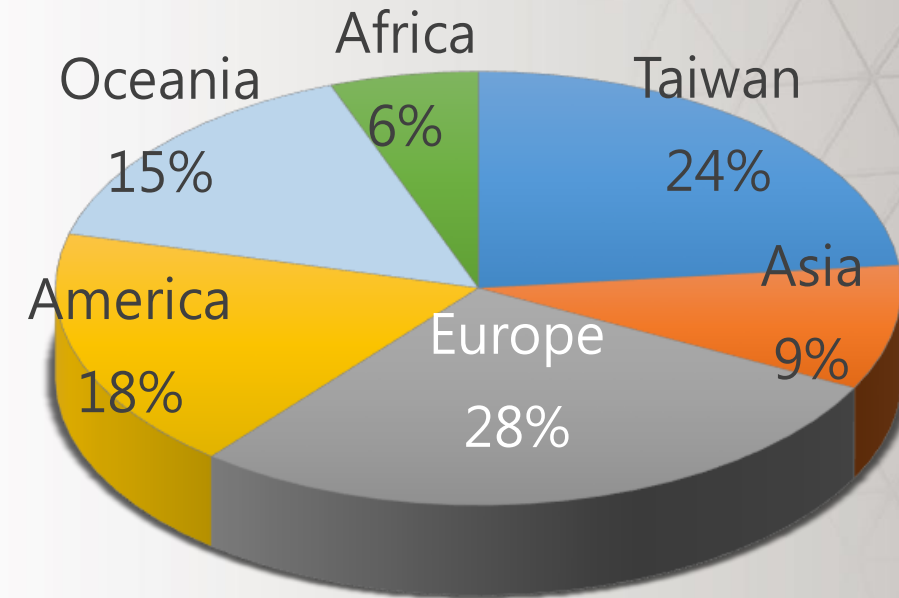
Global Sales (by region)



2020



2021Q1~Q3



■ Taiwan ■ Asia ■ Europe ■ America ■ Oceania ■ Africa

Sales percentage (by product)



Product\Year	2019	2020	2021 Q1~Q3
Stainless Steel Pipe / Tube	47.1%	53.8%	55.4%
Stainless Steel Sheet / Plate / Coil	51.1%	44.4%	43.4%
Other Stainless Steel Products	1.8%	1.8%	1.2%
Net Sales (in billion)	16.31	12.72	13.13

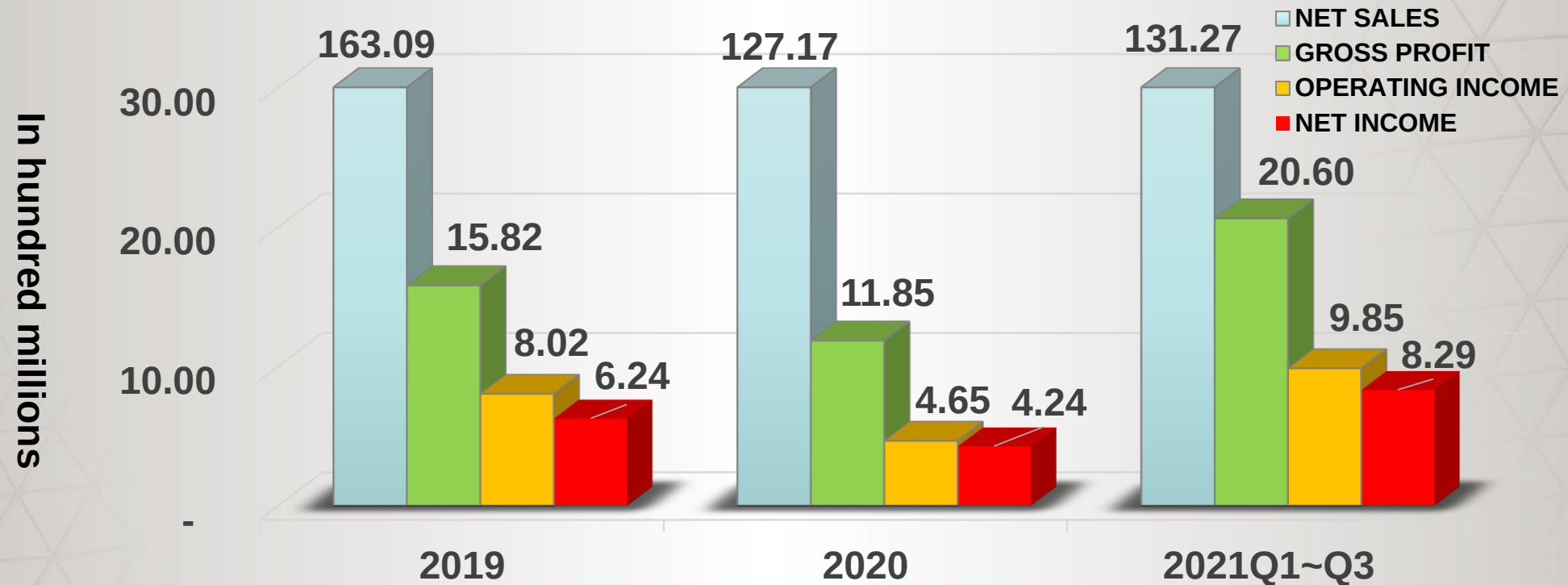
YC's Pipe and Tube Market Share



In Taiwan\Year	2018	2019	2020
Export	46.5%	47.9%	48.4%
Domestic Sale	23.2%	22.1%	22.8%

Source: Import and Export Statistics of 2020 Steel Product Annual Report, TSIA

Operating Results



Unit: in hundred millions of NTD

Item\Year	2019	2020	2021Q1~Q3
NET SALES	163.09	127.17	131.27
GROSS PROFIT	15.82	11.85	20.60
OPERATING INCOME	8.02	4.65	9.85
NET INCOME	6.24	4.24	8.29

Operating Results(cont')



Item\Year	2019	2020	2021 Q1~Q3
Gross Margin	9.7%	9.3%	15.7%
Operating Expense Ratio	4.8%	5.7%	8.2%
Operating Profit Ratio	4.9%	3.7%	7.5%
EPS	1.53	1.04	1.89

Dividend policy



Year	EPS(NT\$)	Cash Dividend(NT\$)	Stock Dividend(NT\$)	Sum(NT\$)	Annual Avg. Stock Price	Yield rate
2016	1.95	1.80	-	1.80	23.48	7.67%
2017	2.00	1.80	-	1.80	25.88	6.96%
2018	2.23	1.80	-	1.80	25.95	6.94%
2019	1.53	1.50	-	1.50	26.09	5.75%
2020	1.04	1.50	-	1.50	24.22	6.19%



Advantages

Advantages



- Quality Assurance\Leading technical
- Worldwide marketing channels
- One stop purchasing with abundant products
- Turkey mill is about to commission
- Sustainable operation-ESG

Quality Assurance



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Testing Laboratory
1894



Worldwide marketing channels



Abundant products

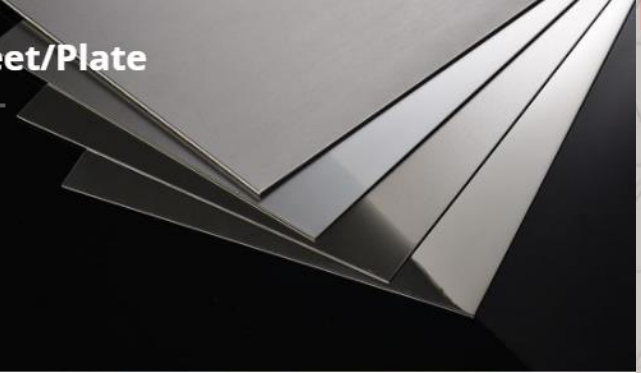
Welded Pipe



Welded Tube



Sheet/Plate



Coil



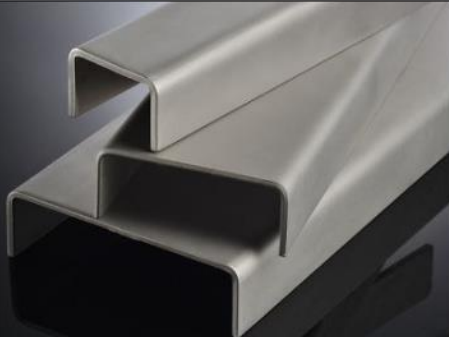
Flat Bar



Angle



U Channel



Checker Plate



All Products



Turkey HQ and Tube mill



Turkey Service Center



Sustainable operation



- Comply with emission regulations: We have Implemented the Anaerobic Fluidized Bed bioreactor (AFB) to decompose nitrate nitrogen, and achieving 2027 national effluent discharge standard of Total Nitrogen content by reducing the concentration of NO_3^- -N.
- Domestic wastewater recycling: Recycling of domestic wastewater using the MBBR biological system, the water quality can reach the safety reusable standard set in the factory, and the pure water recovery efficiency reaches 70%.

Sustainable operation(cont')



- Process wastewater recycling: Through the multi-stage desalination RO system, the wastewater recycling rate is over 90%.
- Pickling waste acid recycling: The available process acid is recovered to reduce both the sludge disposal and chemical consumption. Waste acid recycling efficiency reaches 85% .
- Invest in solar power generation: We spend more than NT\$200 million to build solar power generation with a capacity of about 7.3 million kWh/year. It is expected to be commissioned in April 2022.

Social Responsibility-Donation and Sponsorship

- We've donated many bus shelters, participated in the donation of epidemic prevention materials, and donated residential fire alarms.
- Every year, we subsidize the Shenq-Jyh (Holywisdom) Special Education Center, and participate in winter relief activities... etc.





Your **C**hoice
For Stainless

