



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

www.tuv.com
ID 9105031498



Outline



- Company Profile
- Performance
- Advantage
- Prospect

Company Profile



- 1973 YC founded with initial production of welded pipes & tubes
- 1999 Listed in Gre Tai Securities Market (GTSM) (TPE: 2034) ,
Capital: USD 32 million
- 2001 Shijou mill launched and increased the production of welded tubes
- 2004 CR service center launched
- 2005 HR service center launched
- 2007 Douliou mill 1 CR/HR service center launched
- 2012 Rebranded from Yeun Chyang to YC INOX
- 2016 Capital increased to USD 136 million
- 2017 YC INOX new trademark registered
- 2019 Douliou mill 2 new welded pipe factory launched
- 2019 Establishment of YC INOX TR



Company Profile (cont')



- Established : 1973/01/31
- Number of Employees: Around 850
- Capital: NT\$ 4,071 million (USD 136 million)
- Date of listed in Taiwan Stock Exchange Corporation
2001/09/17
- Main Products:
 - Stainless Steel Tube / Pipe
 - Stainless Steel Coil / Sheet / Plate
 - Stainless Steel Flat Bar / U Channel / Angle

Location



Puoshing Mill

Pipe

Area about **45,000** m²



Shijou Mill

Head Office

Tube

Area about **47,000** m²



Douliou Mill 1

Coil Service Center

Area about **73,000** m²



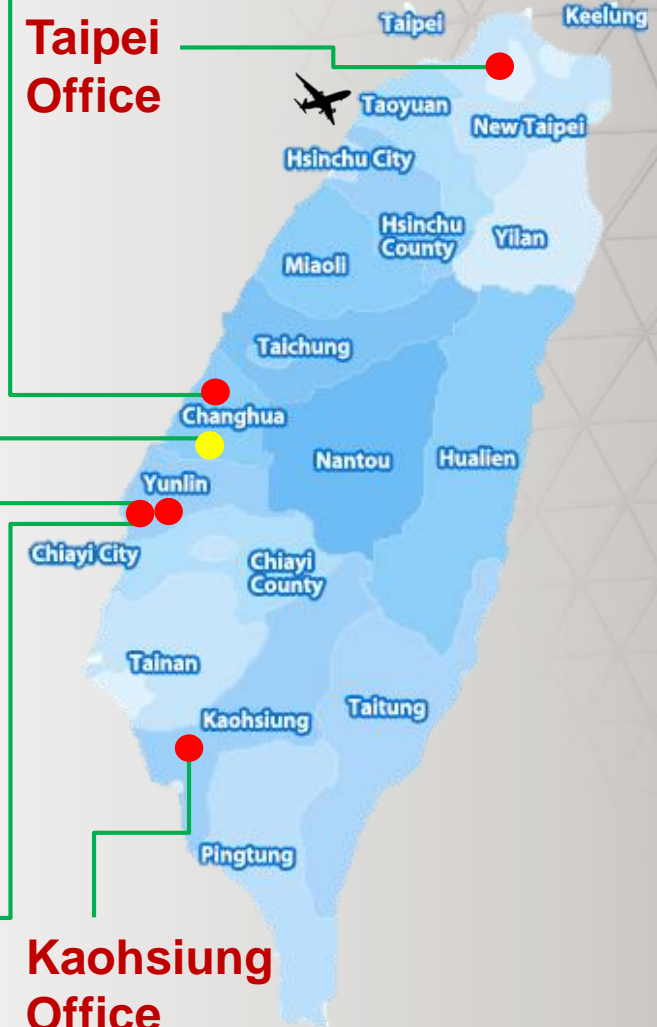
Douliou Mill 2

Pipe

Area about **68,000** m²

Taipei
Office

Kaohsiung
Office



Main Product



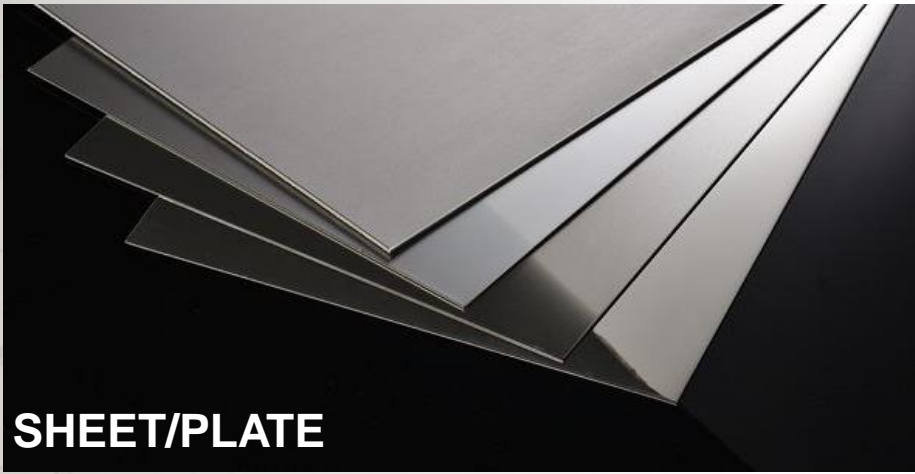
PIPE



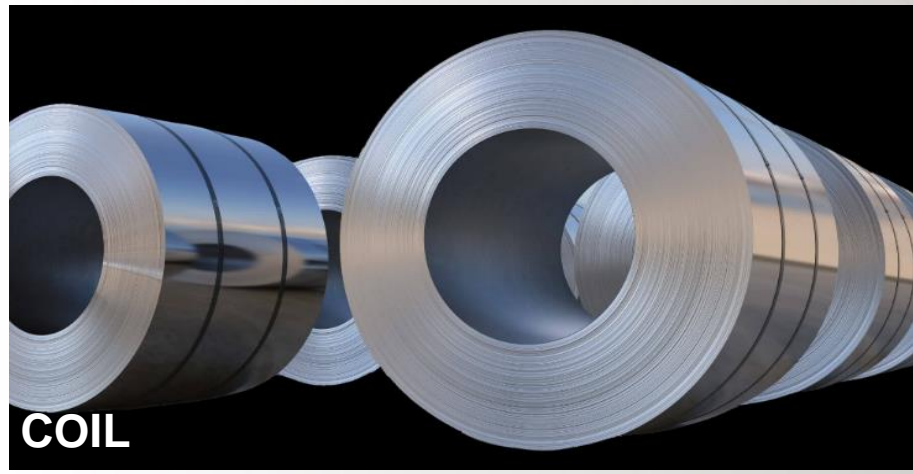
TUBE



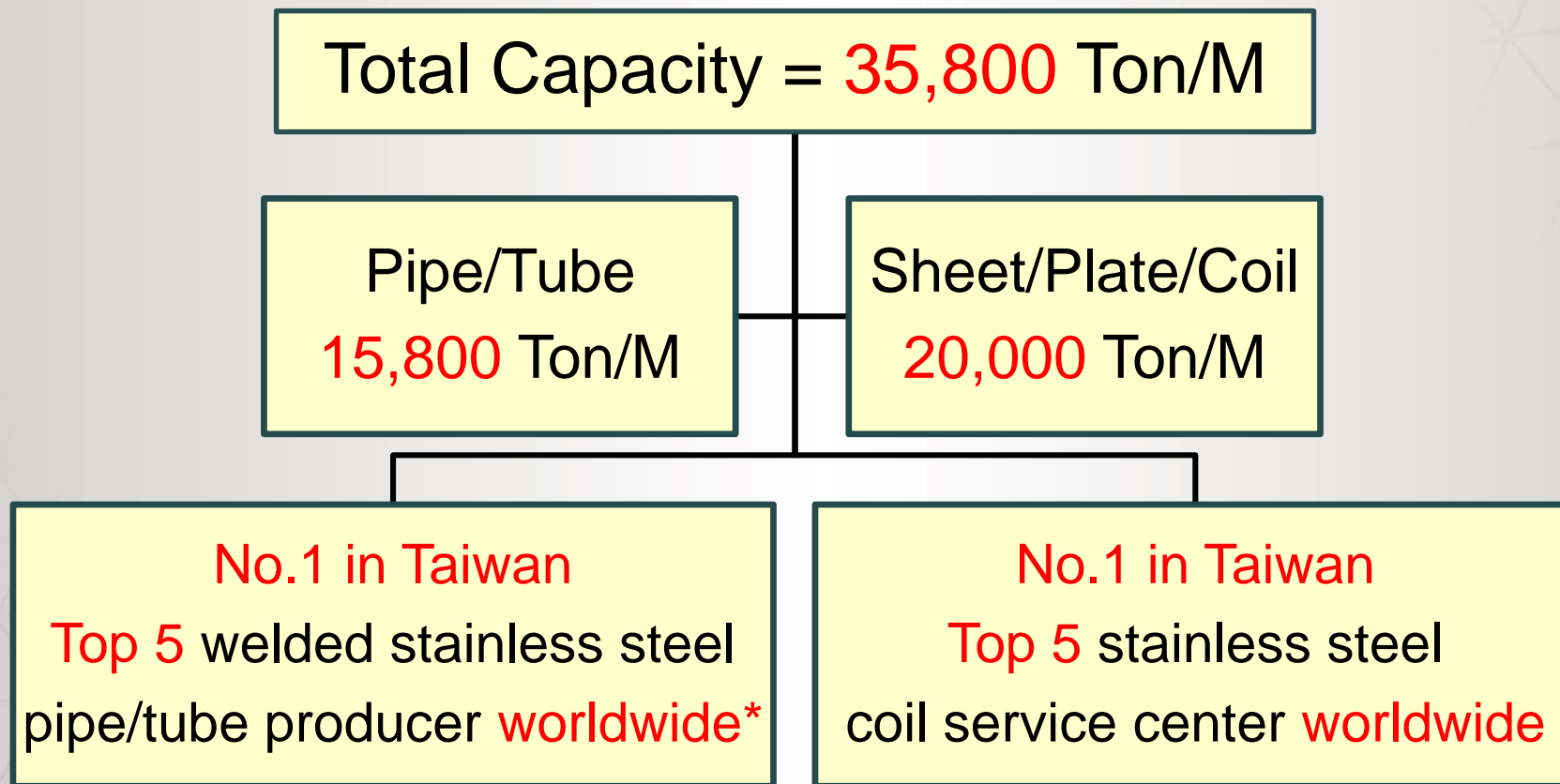
SHEET/PLATE



COIL



Capacity



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

Material Supplier



YUSCO / TANG ENG / WALSIN / YYS



OUTOKUMPU



POSCO



TISCO / FUXIN



TSINGSHAN



BAHRU STAINLESS (ACERINOX)

Equipment (Sheet / Plate / Coil)

- Slitting Machine
- Coil Polish Machine
- CR Cut-to-Length Line
- HR Cut-to-Length Line
- Blank Cut-to-Length Line
- Mirror Polish Machine
- Plasma cutting Line
- Shearing Machine



Equipment (Pipe / Tube)



- Laser Welding
- Continuous Pipe Mill
- Forming Roller ~ up to Ø 84"
- MF Induction Solid Solution Annealing Furnace
- Solid Solution Annealing Furnace
- Automatic Pickling Line



Global Sales Channels



Quality Assurance

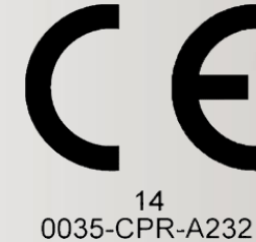


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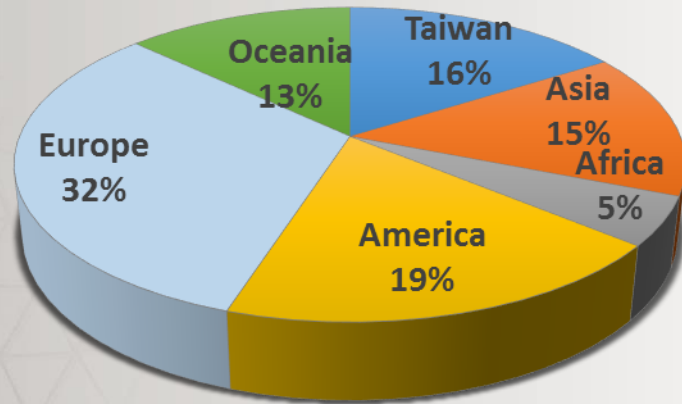
Testing Laboratory
1894



Global Sales - Geography

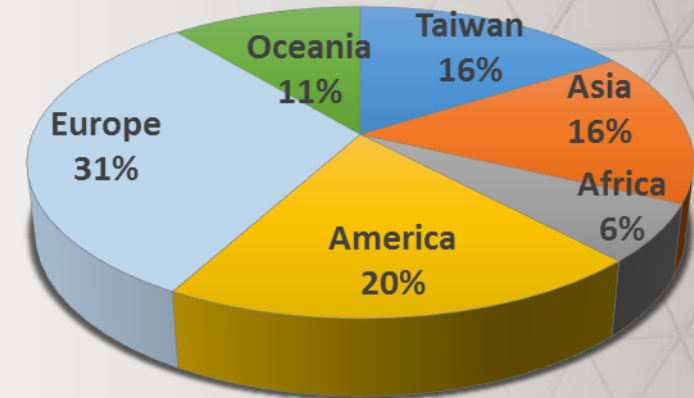


2018



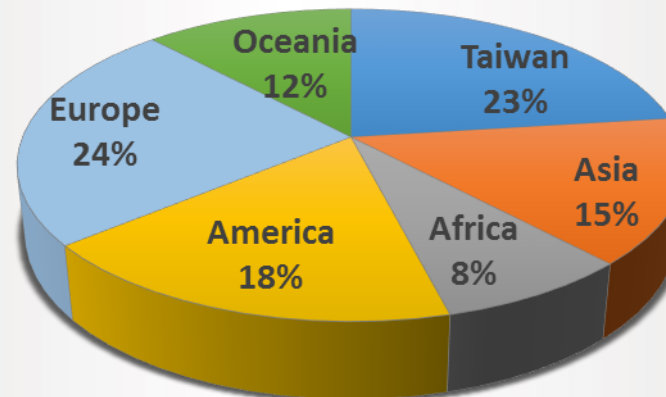
■ Taiwan ■ Asia ■ Africa ■ America ■ Europe ■ Oceania

2019



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

2020Q1~Q3



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

Performance - Ratio by Product



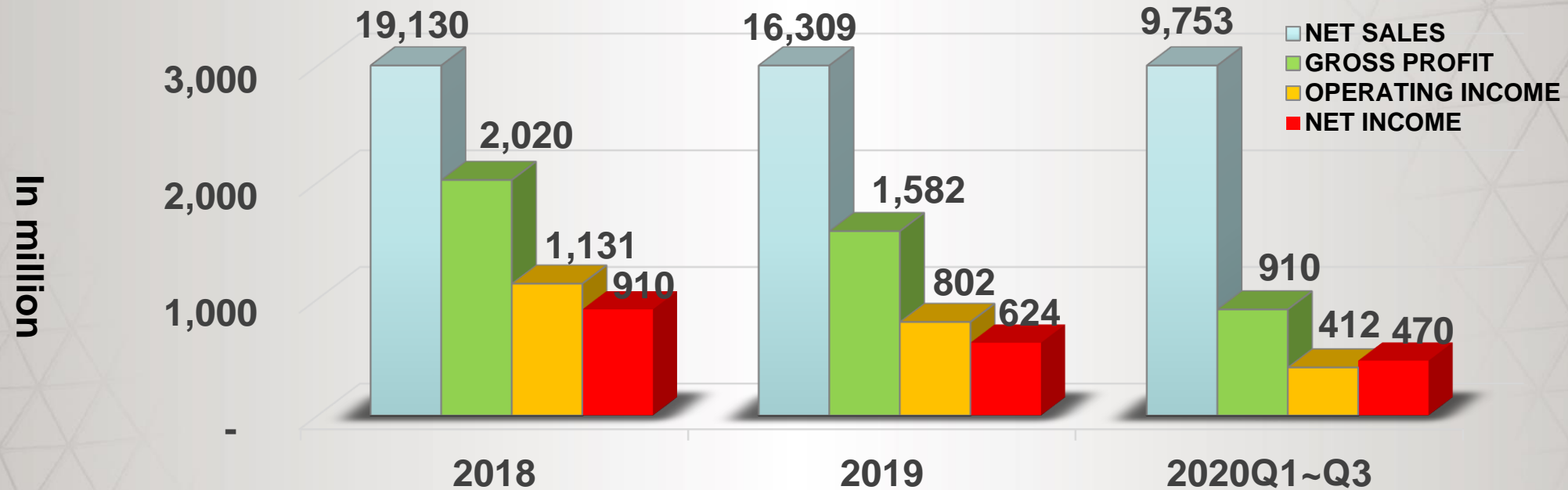
Year	2018	2019	2020 Q1~Q3
Stainless Steel Pipe / Tube	47.2%	47.1%	53.3%
Stainless Steel Sheet / Plate / Coil	51.1%	51.1%	44.9%
Other Stainless Steel Products	1.7%	1.8%	1.8%
Net Sales (in billion)	19.13	16.31	9.75

Performance - Stainless Steel Pipe&Tube

YC's Market Share in Taiwan

Year	2017	2018	2019
Export	44.4%	46.5%	47.9%
Domestic	24.4%	23.2%	22.1%

Performance - Profitability



Amounts in million of NTD

Item\Year	2018	2019	2020Q 1~Q3
NET SALES	19,130	16,309	9,753
GROSS PROFIT	2,020	1,582	910
OPERATING INCOME	1,131	802	412
NET INCOME	910	624	470

Performance - Profitability (cont')



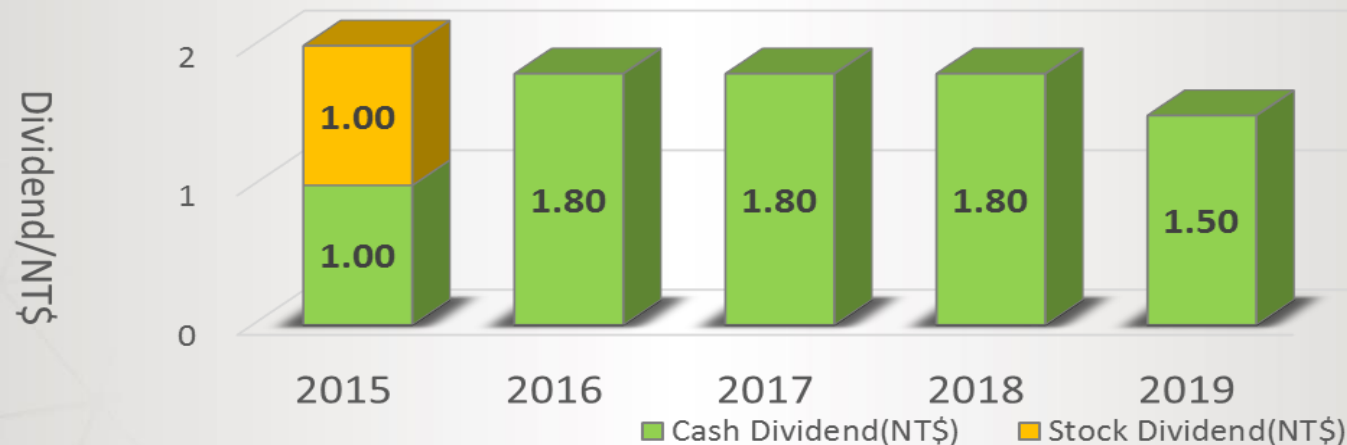
Item\Year	2018	2019	2020 Q1~Q3
Gross margin	10.6%	9.7%	9.3%
Operating expense ratio	4.7%	4.8%	5.1%
Operating profit ratio	5.9%	4.9%	4.2%
Earnings per share	2.23	1.53	1.15

Performance - Profitability (cont')



Dividend policy - last five years

Year	EPS(NT\$)	Cash Dividend(NT\$)	Stock Dividend(NT\$)	Sum(NT\$)	Annual Avg. Stock Price	Yield rate
2015	1.30	1.00	1.00	2.00	21.48	9.31%
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%



Advantage



- Well knowledge and control of raw material sourcing and market information
- Innovative and matured production technical
- Products of each mill are clearly distinguished
- Worldwide marketing channels
- One stop purchasing with abundant products

Prospect



- Turkey mill construction started
- Other oversea production mill planning
- New product development with high value-added and economics of scale
- Establishment of diversified business for sustainable operation



Your **C**hoice
For Stainless

