強盛染整股份有限公司

CHYANG SHENG DYEING & FINISHING CO., LTD

2022 Investor Conference

2021.12.14.

1463 (TWSE)

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AGENDA

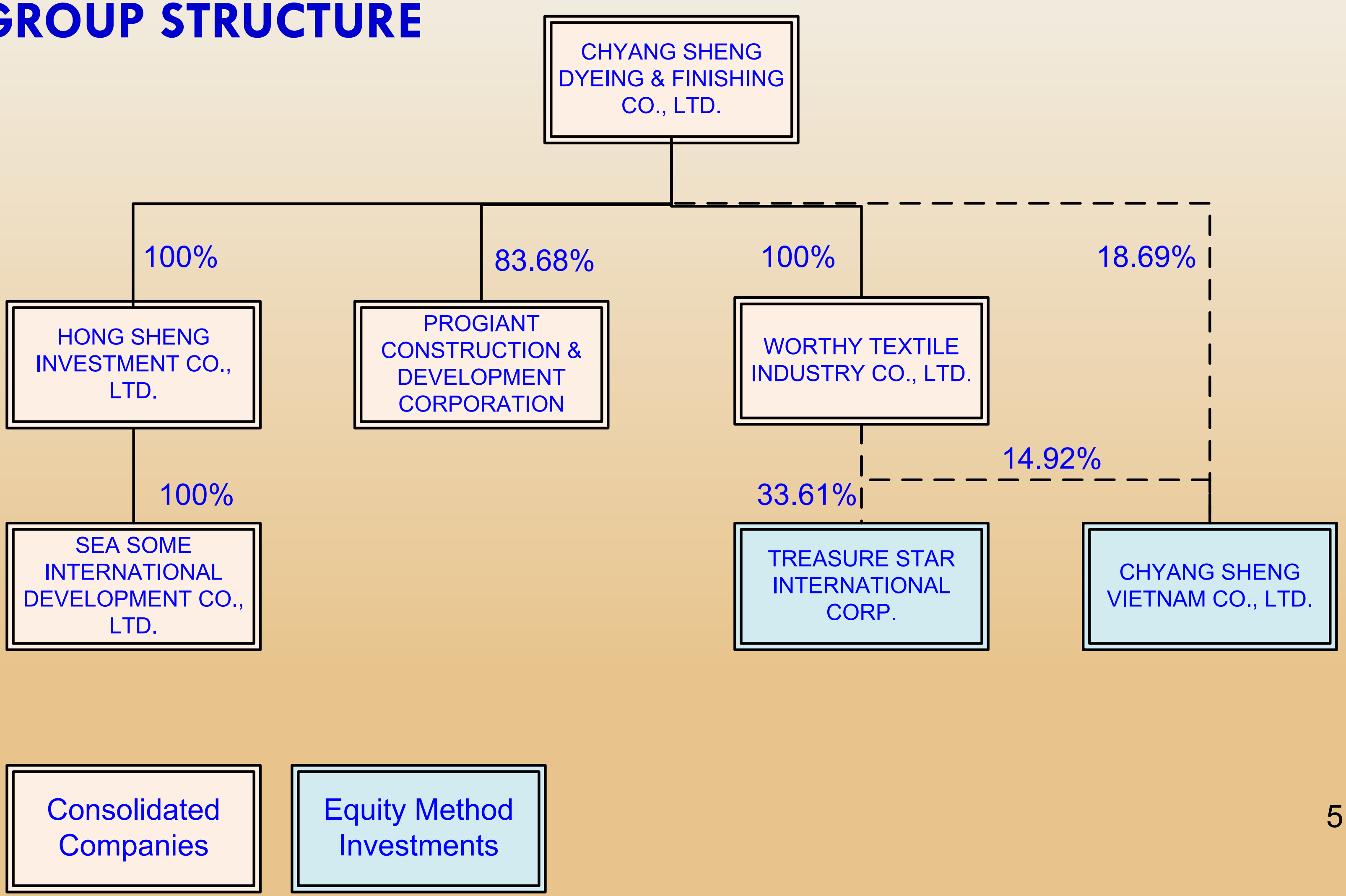
- COMPANY PROFILE
- INDUSTRY OVERVIEW
- MAIN PRODUCTS
- FINANCIAL RESULTS

COMPANY PROFILE

• COMPANY NAME	CHYANG SHENG DYEING & FINISHING CO., LTD
• ESTABILISHMENT	1983.10
• CAPITAL	NTD 1.73 BILLIONS
• PAYROLL	188
• CHAIRMAN	MR. CHEN JEN FA
• PRESIDENT	MR. LU FONG FU
• IPO	LISTED IN TWSE , 1996 (1463.TW)
• PRODUCTS	COMMISSION DYEING &FINISHING OF FULL-RANGE WOVEN CELLULOSIC & SYNTHETIC FABRICS

COMPANY PROFILE

- **GROUP STRUCTURE**



COMPANY PROFILE

- ## COMPANY MILESTONES

  - 1983 BIRTH OF CHYANG SHENG DYEING & FINISHING CO., LTD
  - 1984 COMMISSIONING OF THE CONTINUOUS OPEN-WIDTH DYEING RANGE FOR CELLULOSIC FABRICS
  - 1993 COMMISSIONED COLD PAD BATCH (CPB) & AIR FLOW EXHAUST DYEING MACHINES FOR SYNTHETIC AND CELLULOSIC FABRICS
  - 1996 THE STOCKS OF THE COMPANY WERE OFFICIALLY LISTED ON THE TAIWAN STOCK EXCHANGE ("TWSE")
  - 1997 PROGIANT CONSTRUCTION & DEVELOPMENT CORPORATION WERE ESTABLISHED FOR CONSTRUCTION BUSINESS
  - 1998 ACQUIRED MORE THAN 50% SHARES OF CHYANG SHENG VIETNAM CO., LTD. (CSVN) FOR COMMISSIONING PRINTING BUSINESS IN VIETNAM.
  - 2012 TREASURE STAR INTERNATIONAL CORP. (TSI) WERE ESTABLISHED FOR INTERNATIONAL TRADING BUSINESS.
  - 2014 STRATEGICALLY INCREASE CSVN & TSI' S CAPITALS TO ALLIANCES AND REDUCE SHAREHOLDING RATIOS UNDER 50%. CSVN & TSI WERE NO LONGER INCORPORATED INTO CONSOLIDATED STATEMENTS.

COMPANY PROFILE

- **COMPANY MILESTONES**

  - 2017 ACCQIURED THE SWISS BLUESIGN@ TECHNOLOGY CERTIFICATION, BECOME THE SYSTEM PARTNER OF THE BLUESIGN ORGNIZATION.
  - 2019 ACCOMPLISHED THE SCIENCE AND TECHNOLOGY RESEARCH AND DEVELOPMENT PROJECT OF THE MINISTRY OF ECONOMIC AFFAIRS - "WOVEN SYNTHETIC FABRICS WISDOM & OPTIMIZATION PRODUCTION PROJECT "
  - 2020 COMPLETE THE NEW ENERGY SYSTEM, REPLACE COAL-FIRED BOILERS WITH MEDIUM-PRESSURE STEAM, MOVE TOWARDS THE GOAL OF SUSTAINABLE ENVIRONMENTAL PROTECTION, ENERGY CONSERVATION AND REDUCES CO_2 EMISSIONS, AND ACTUALLY IMPLEMENT CSR.
  - 2021 OBTAINED THE SWISS BLUESIGN@ TECHNOLOGY CERTIFICATION, MEETING THE HIGHEST REQUIREMENTS FOR ECOLOGICAL ENVIRONMENTAL PROTECTION, HEALTH AND SAFETY FOR BOTH PRODUCTS AND PROCESSES.
  - 2022 IN ORDER TO IMPLEMENT CORPORATE SOCIAL RESPONSIBILITY AND PROTECT THE HUMAN RIGHTS OF FOREIGN EMPLOYEES, THE "ZERO FEE" POLICY FOR FOREIGN LABOR EMPLOYMENT HAS BEEN IMPLEMENTED. BY REVISING LABOR RECRUITMENT PROCEDURES, FOREIGN MIGRANT WORKERS ARE PREVENTED FROM BEING EXPOSED TO THE RISK OF HUMAN TRAFFICKING AND FORCED LABOR.

INDUSTRY OVERVIEW

Textile industry chain

First Stage		Second Stage		Third Stage
Raw Materials	Yarn	Fabric	Printing Dyeing & Finishing	Clothing and Home Textile
• Man-made Fibres • Natural Fibres	• cotton • wool • Rayon • Blended Yarn • Textured yarn	• Woven Fabrics • Knitted fabrics • Non-Woven Fabrics • Braided Fabric	• Printing • Dyeing • Ohers (Brushed、Fleece、Anti-Pilling Polar Fleece、Coating)	• Apparel or clothing • Home or furniture textiles • Engineered Twxtiles

MAIN PRODUCTS

- PRODUCTION LINE AND PROCESSING PRODUCT CLASSIFICATION

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  CONTINUOUS DYE: COTTON, LINEN, T/C & T/R BLENDED

  FILAMENT-FABRIC BATCH DYE: POLYESTER, NYLON & OTHER SYNTHETIC FIBERS

  COLD BATH DYE FOR INTERWEAVE FABRICS: SPUN & FILAMENT INTERWOVEN FABRICS

- SPECIALIST

  CPB, FIBRILLATION, WEIGHT REDUCTION, MOSS/PEACH SKIN,

  MITE REPEPELLENT, FLAME RETARDANT, OIL/WATER REPELLENT,

  SOIL-RELEASE, WICKING, EASY-CARE/WRINKLE-FREE, FATIGUE-LOOK,

  BRUSHING, SANDING, SUEDE FINISHING…

MAIN PRODUCTS (BY MATERIALS)

(Staple)

- Cotton 100%、Linen 100%、T/C、T/R、TENCEL …

(Fillament)

- Polyester 100%、Nylon 100%、N＊T、PBT、PTT …

(Cross Weaved)

- C＊N、N＊C、C＊T、T＊C、R＊T、R＊L

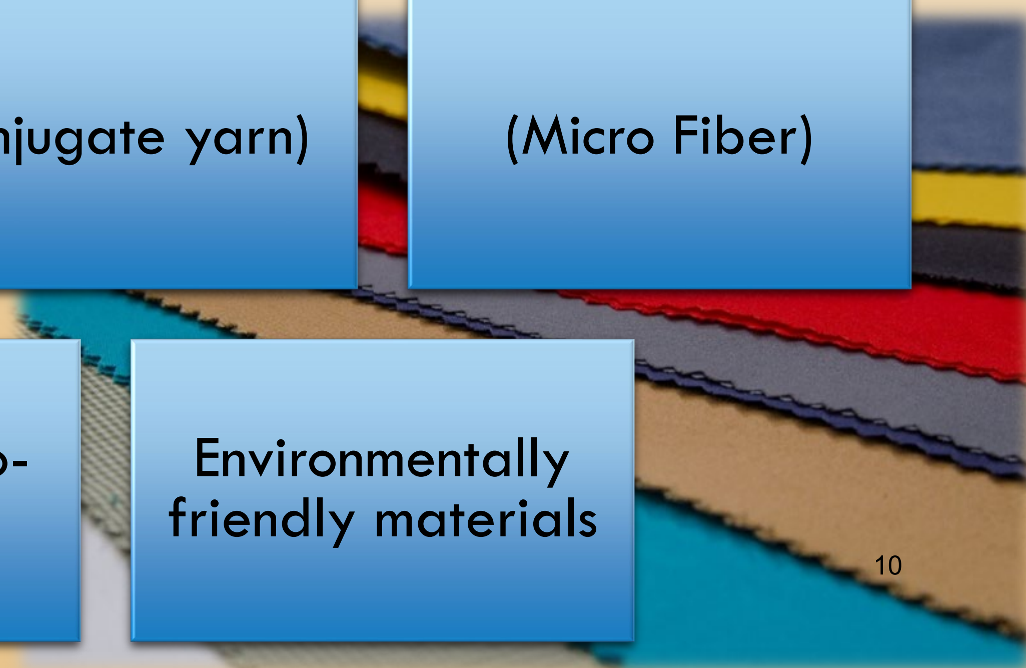
N*T*CD

(Conjugate yarn)

(Micro Fiber)

(One-Way, Two-Way Stretch)

Environmentally friendly materials



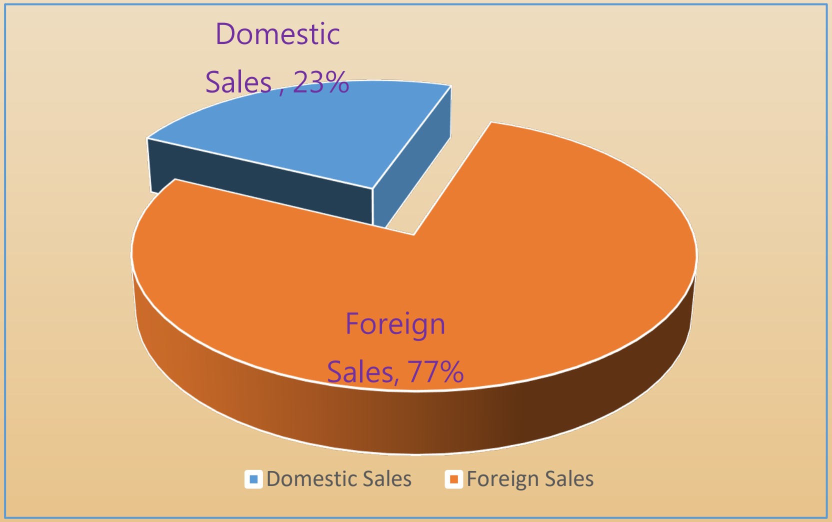
MAIN PRODUCTS (BY FUNTIONALS)

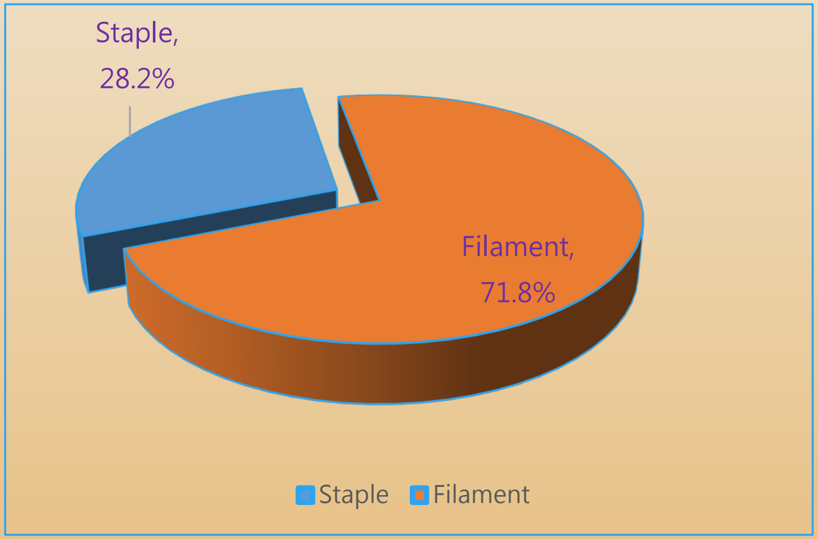
◆FUNCTIONAL FINISHING

- ✓ WICKING & SANITATION
- ✓ ANTIBACTERIAL, DEODORANT & UV-CUT COMPOUND FUNCTIONAL FINISHING
- ✓ ANTI-MOSQUITO, AROMATIC & MOISTURIZING SKIN CARE BY MICROCAPSULES FINISHING
- ✓ INTRODUCTION AND APPLICATION OF NANOMETER PROCESSING AID
- ✓ C6 ENVIRONMENT-FRIENDLY WATER-REPELLENT / OIL-REPELLENT FINISHING
- ✓ FLUORIDE-FREE WATER-REPELLENT FINISHING

PRODUCT CATEGORY INFORMATION

- RATIO OF MATERIAL TYPE AND DOMESTIC AND FOREIGN SALES





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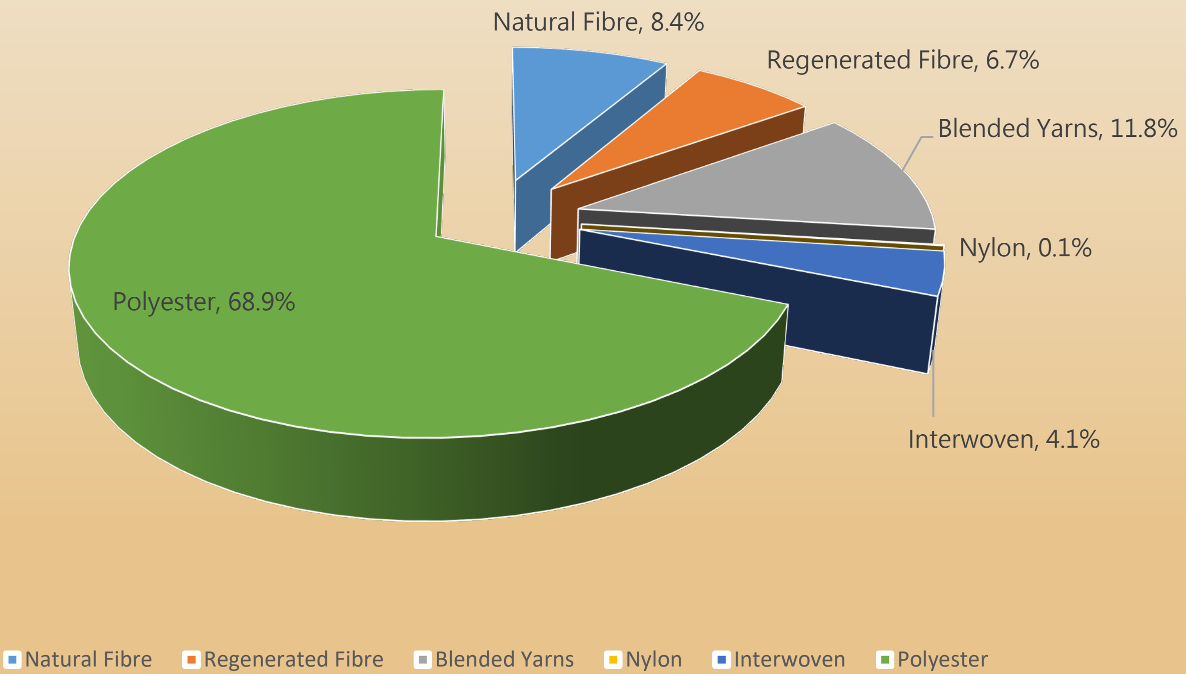


FINANCIAL RESULTS

Consolidated Statements of Comprehensive Income

Unit：NTD Thousand

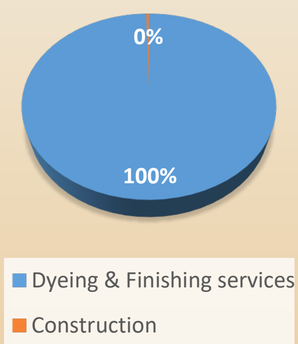
	2022Q1-Q3	2021Q1-Q3	YoY	2022Q3	2022Q2	QoQ
Sales Revenue	376,846	322,339	17%	124,317	117,740	6%
Gross Margin	16%	15%	1%	15%	13%	1%
Operating Expenses	51,578	53,101	-3%	18,232	15,844	15%
Operating Margin	2%	-1%	3%	0%	0%	0%
Non-operating incomes	10,625	50,141	-79%	50,521	- 38,904	-230%
Net Income	14,591	33,700	-57%	48,066	(38,123)	-226%
Net Margin	4%	10%	-7%	39%	-32%	71%
EPS	0.08	0.20	-60%	0.28	(0.23)	-222%

FINANCIAL RESULTS

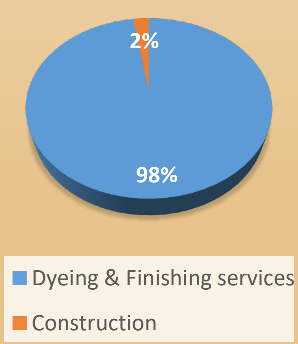
Segment information - Revenue and Profit in %

2022Q1~Q3

Segment Revenues

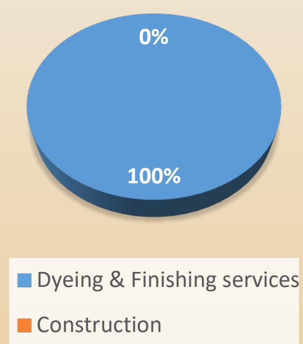


Segment profits



2021Q1~Q3

Segment Revenues



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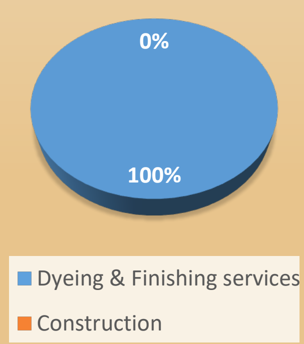
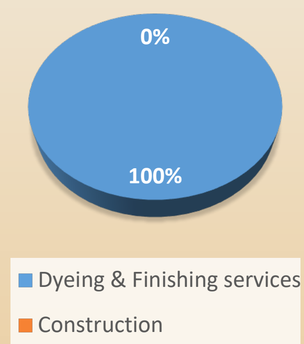
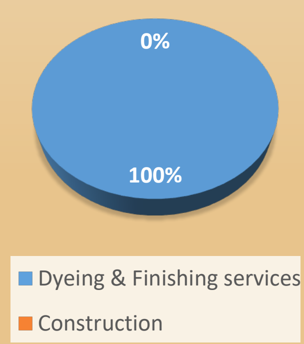


2021

Segment Revenues



Segment profits



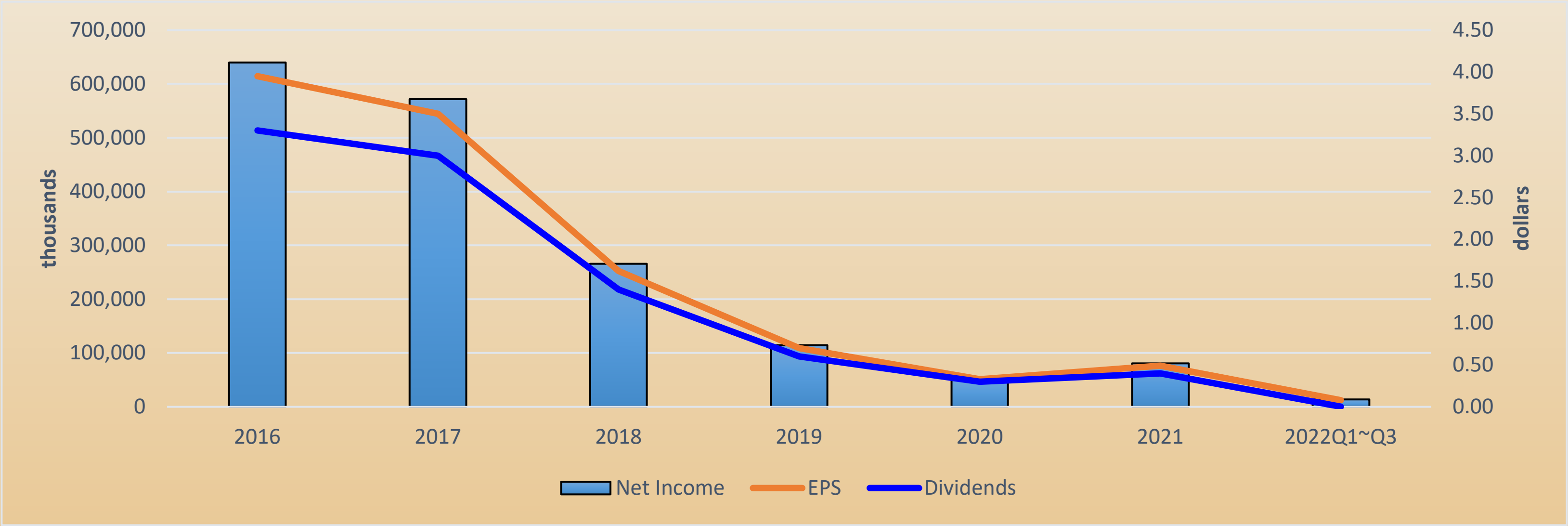
FINANCIAL RESULTS

Performance - Major Financial Indices

Item	2018	2019	2020	2021	2022Q1~Q3
Detbt ratios					
Liabilities ratio （%）	10.05	9.78	14.67	16.76	17.18
Profit after income tax(NTD thousands)	265,943	114,625	53,906	80,675	13,883
Liquuidity ratios					
Current ratio （%）	899.48	999.43	517.12	429.09	388.25
Acid-test ratio（%）	810.81	867.43	442.92	340.37	282.69
Profitability ratios					
ROA（%）	10.65	4.61	2.37	3.13	0.56
ROE（%）	11.90	5.12	2.68	3.64	0.62
Profit margin（%）	31.66	21.91	13.84	18.06	3.68
EPS(NTD)	1.62	0.7	0.33	0.49	0.08

FINANCIAL RESULTS

Latest-6-Years Dividends



Year	2016	2017	2018	2019	2020	2021	2022Q1~Q3
Net Income	639,529	571,379	265,943	114,625	53,906	80,675	13,883
EPS	3.95	3.50	1.62	0.70	0.33	0.49	0.08
Dividends	3.30	3.00	1.40	0.60	0.30	0.40	-
Book Value per Share	15.16	15.34	14.04	13.43	13.05	13.26	13.22

THANK YOU FOR YOUR ATTENTION