

Press Release

Nanya Technology Reports Results for the First Quarter 2020

April 10th, 2020 – Nanya Technology Corporation, (TWSE: 2408), today announced its results of operations for the first quarter, ended March 31st, 2020. Nanya's quarterly sales revenue was NT\$ 14,419 million, a 9.9 percent increase compared to the fourth quarter, 2019. In the first quarter of 2020, bit shipment increased by low-teens percent quarter over quarter and average selling prices (ASP) remained flat. Exchange rate negative impact 1.5 percent.

Gross profit of the quarter was NT\$ 3,436 million; gross margin was 23.8 percent; a 1.9 percentage points decrease from that in the previous quarter. Operating Income of the quarter was NT\$ 1,832 million; operating margin was 12.7 percent; a 1.7 percentage points increase from that in the last quarter. Non-operating income of the quarter was NT\$ 491 million primarily due to interest incomes, investment income under equity method and foreign exchange gain. Income tax for this quarter was NT\$ 395 million. The Company had net profit of NT\$ 1,928 million, with net margin of 13.4 percent, a 3.6 percentage points increase from that in the previous quarter. Earnings per share (EPS) was NT\$ 0.63 in the first quarter (based on weighted average outstanding shares of 3,054 million). Book value per share was NT\$ 50.40 at the end of first quarter. All numbers are unaudited.

Nanya conducted a series of epidemic prevention measures complied with government's regulation, plus additional policy to protect employees, contractors and visitors. No abnormal cases occurred thus far. Demand increased from remote work, virtual learning or online shopping; the company had strong bit shipment growth from datacenters, 5G infrastructure, networking and PC segments in the first quarter which was not affected by the COVID-19 epidemic. However, EU and U.S. epidemic may impact on global economics, Nanya will continue monitoring the future development of COVID-19 and will take appropriate measure to assure the overall normal operation.

Press Release

Q1 2020 Consolidated Income Statement

Amount in Million NT\$, except for EPS	Q1'20 Unaudited		Q4'19 Audited		QoQ	Q1'19 Audited		YoY
Net Sales	14,419	100%	13,116	100%	9.9%	11,372	100%	26.8%
Gross Profit (Loss) <i>Gross Margin(%)</i>	3,436	23.8%	3,377	25.7%	1.8%	4,633	40.7%	-25.8%
Operating Income (Loss) <i>Operating Margin(%)</i>	1,832	12.7%	1,440	11.0%	27.2%	3,020	26.6%	-39.3%
EBITDA* <i>EBITDA Margin (%)</i>	5,437	37.7%	5,169	39.4%	5.2%	6,381	56.1%	-14.8%
Non-operating Income (Exp.)	491	3.4%	111	0.8%		567	5.0%	
Income Tax Benefit (Exp.)	-395	-2.7%	-265	-2.0%		0	0.0%	
Net Income (Loss) <i>Net Margin (%)</i>	1,928	13.4%	1,286	9.8%	49.9%	3,586	31.5%	-46.2%
Earnings Per Share	0.63**		0.42			1.18		
Book Value Per Share	50.40***		49.78			55.26		

* EBITDA = Operating income + Depreciation & Amortization Expenses

** EPS is based on weighted average outstanding shares of 3,054M

*** BVPS is calculated based on 3,055M outstanding shares

Disclaimer

This press release contains forward-looking statements. These statements relate to future events or our future financial performance. These statements are only predictions. Actual events or results may differ materially. Although we believe that the expectations reflected in the forward-looking statements are reasonable, we cannot guarantee future results, levels of activity, performance or achievements. Moreover, neither we nor any other person assumes responsibility for the accuracy and completeness of the forward-looking statements. We undertake no duty to update any of the forward-looking statements after the date of this press release to conform such statements to actual results or to changes in our expectations. Readers are also urged to carefully review and consider the various disclosures made by us which attempt to advise interested parties of the factors which affect our business.

About Nanya

Nanya Technology Corporation ("NTC"), a member of the Formosa Plastics Group, provides key components DRAM to electronic industry, focusing on research and development, design, manufacturing, and sales of consumer and Low Power DRAM products. In addition, NTC continues to enlarge its share of high value-added DRAM market, increases manufacturing efficiency, and strengthens product quality and customer services in respond to market demand. NTC's common stock is traded on the Taiwan Stock Exchange Corporation (TWSE) under the symbol 2408. For more information, please visit <http://www.nanya.com>.

Press Release

Contact persons:

Spokesman:

Dr. Pei-Ing Lee, President TEL: 886-2-29045858 x1001, pilee@ntc.com.tw

Deputy Spokesman:

Joseph Wu, Vice President TEL: 886-2-29045858 x1009, josephwu@ntc.com.tw

Press Contact

Sandra Liu, Investor Relations & Public Relations TEL: 886-2-29045858 x 1066,
sandraliu@ntc.com.tw