



Press Release

Nanya Technology Reports Results for the Third Quarter 2022

October 11th, 2022 – Nanya Technology Corporation, (TWSE: 2408), today announced its results of operations for the third quarter, ended September 30th, 2022. Nanya's quarterly sales revenue was NT\$ 11,022 million, a 38.9 percent decrease compared to the second quarter, 2022. In the third quarter of 2022, average selling prices (ASP) decreased by low-twenties percent, bit shipment decreased by low-twenties percent quarter over quarter. The depreciated NTD had a positive impact of low-single digits increase on revenue.

Gross profit of the quarter was NT\$ 3,597 million; gross margin was 32.6 percent; an 11.5 percentage points decrease from that in the previous quarter. Operating income of the quarter was NT\$ 920 million; operating margin was 8.3 percent; a 21.5 percentage points decrease from that in the last quarter. Non-operating income of the quarter was NT\$ 2,242 million. Income tax for this quarter was NT\$ 522 million. The Company had net profit of NT\$ 2,640 million, with net margin of 24.0 percent. Earnings per share (EPS) was NT\$ 0.85 in the third quarter (based on weighted average outstanding shares of 3,098 million). Book value per share was NT\$ 59.29 at the quarter end. All numbers are unaudited.

In response to weaker market, Nanya Technology's 2022 capital expenditure (CAPEX) is expected to be further reduced to NT\$22 billion from NT\$28.4 billion, a decrease of approximately 22.5 percent, of which CAPEX on production equipment will decrease by approximately 40 percent. In 2023, CAPEX plan is to target no more than NT\$22 billion, of which production equipment CAPEX will be reduced over 20 percent year-over year.

Q3 2022 Consolidated Income Statement

Amount in Million NT\$	Q3'22 Unaudited		Q2'22		QoQ	Q3'21		YoY
Net Sales	11,022	100%	18,031	100%	-38.9%	23,837	100%	-53.8%
Gross Profit (Loss)	3,597	32.6%	7,958	44.1%	-54.8%	11,735	49.2%	-69.4%
<i>Gross Margin(%)</i>								
Operating Income (Loss)	920	8.3%	5,364	29.8%	-82.8%	9,073	38.1%	-89.9%
<i>Operating Margin(%)</i>								
EBITDA*	4,717	42.8%	9,210	51.1%	-48.8%	12,966	54.4%	-63.6%
<i>EBITDA Margin (%)</i>								
Non-operating Income (Exp.)	2,242	20.3%	1,741	9.7%		316	1.3%	
Income Tax Benefit (Exp.)	-522	-4.7%	-530	-2.9%		-1,862	-7.8%	
Net Income (Loss)	2,640	24.0%	6,575	36.5%	-59.8%	7,527	31.6%	-64.9%
<i>Net Margin (%)</i>								
Earnings Per Share (NT\$)	0.85**		2.12			2.44		
Book Value Per Share (NT\$)	59.29***		57.40			53.87		

* EBITDA = Operating income + Depreciation & Amortization Expenses

** EPS is based on weighted average outstanding shares of 3,098million

*** BVPS is calculated based on 3,098million 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.



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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>.

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