



Press Release

Nanya Technology Reports Results for the Third Quarter 2023

October 11th, 2023 – Nanya Technology Corporation, (TWSE: 2408), today announced its results of operations for the third quarter, ended September 30, 2023. Nanya's quarterly sales revenue was NT\$ 7,736 million, a 10.1 percent increase compared to that in the second quarter of 2023. In the third quarter of 2023, average selling prices (ASP) decreased by high-single digit percent and bit shipment increased by high-teens percent quarter over quarter.

Gross loss of the quarter was NT\$ 1,953 million; gross margin was -25.2 percent; a 14.0 percentage points decrease from that in the previous quarter. Operating loss of the quarter was NT\$ 4,340 million; operating margin was -56.1 percent; a 10.8 percentage points decrease from that in the last quarter. Non-operating income of the quarter was NT\$ 1,198 million. The Company had net loss of NT\$ 2,505 million, with net margin of -32.4 percent. Earnings per share (EPS) was NT\$ -0.81 in the third quarter (based on weighted average outstanding shares of 3,098 million). Book value per share was NT\$ 55.52 at the quarter end. All numbers are unaudited.

In 4Q'23, the Company's production output will be dynamically reduced by up to 20%. The second-generation of 10nm-class 16Gb DDR5 product is in pilot production as scheduled. The Company's inventory has started to decrease, and overall demand is gradually improving.

Q3 2023 Consolidated Income Statement

Amount in Million NT\$	Q3'23 Unaudited		Q2'23		QoQ	Q3'22		YoY
Net Sales	7,736	100%	7,027	100%	10.1%	11,022	100%	-29.8%
Gross Profit (Loss)	-1,953	-25.2%	-788	-11.2%	-	3,597	32.6%	-154.3%
<i>Gross Margin(%)</i>								
Operating Income (Loss)	-4,340	-56.1%	-3,185	-45.3%	-	920	8.3%	-571.7%
<i>Operating Margin(%)</i>								
EBITDA*	-475	-6.1%	663	9.4%	-171.6%	4,717	42.8%	-110.1%
<i>EBITDA Margin (%)</i>								
Non-operating Income (Exp.)	1,198	15.5%	1,264	18.0%		2,243	20.3%	
Income Tax Benefit (Exp.)	638	8.2%	1,150	16.4%		-522	-4.7%	
Net Income (Loss)	-2,505	-32.4%	-771	-11.0%	-	2,641	24.0%	-194.8%
<i>Net Margin (%)</i>								
Earnings Per Share (NT\$)	** -0.81		-0.25			0.85		
Book Value Per Share (NT\$)	***55.52		55.72			59.29		

* EBITDA = Operating income + Depreciation & Amortization Expenses

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

*** BVPS is calculated based on 3,098 million outstanding shares

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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>.

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