



INVESTOR RELATIONS

DONPON PRECISION 2025 Q2 Financial Results

Presented by:
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TAIWAN | 14 October 2025

Safe Harbor And Disclaimer

Donpon's presentation contains forward-looking statements subject to significant risks and uncertainties. Forward-looking statements generally relate to future events or our future financial or operating performance. In this context, you can identify forward-looking statements because they contain words such as "may", "will", "should", "expects", "plans", "anticipates", "could", "intends", "target", "projects", "contemplates", "believes", "estimates", "predicts", "potential" or "continue", or the opposite/negative of these words or other similar terms or expressions that concern our expectations, strategy, plans or intentions.

Actual results may differ materially from those contained in the forward-looking statements due to risk and uncertainties resulting from a number of important factors. Such factors include, but are not limited to, our highly competitive environment, the cyclical nature of our business, our ability to develop new products, and our successful execution of new business developments, etc.

All forward-looking statements in this presentation are based on information available to us as of the date hereof. We undertake no obligation to update these forward-looking statements for new information, future events, or update the reasons why actual results could differ materially from those anticipated in the forward-looking statements, even if new information becomes available in the future.

MEETING AGENDA

- Company Profile
- Market and Business Outline
- Operating Results
- Financial Results
- Vision
- Q&A



COMPANY PROFILE



Founded in 1995, Donpon Precision Inc. is a professional OEM company specializing in mold development, design and manufacturing of plastic components, plastic molding, coating, and printing, assembly, and processing, as well as manufacturing of optical transparent lenses and metal parts, etc. It is also an R&D, manufacturing, and sales company for automotive electrical products. The Company has been making progress since it was founded, and now has: Donyun Plastic Manufactory Co., Ltd., Doncan Precision (Jiangsu) Co., Ltd., Doncan Precision (Nanjing) Co., Ltd. in Mainland China; Donpon Group HQ in Taoyuan, Taiwan, and Yutron Precision Co., Ltd., the investee in Taiwan; Donpon Precision Thailand, and an investee Yu Wei International Vietnam in Southeast Asia. We aim to disperse the production site risk in order to develop and manufacture products by providing a professional one-stop solution for our customers.

Share capital
NTD 902 million

Factory
5 (subsidiaries) + 2 (investees)

Revenue for Jan-Sep 2025
NTD 1.636 billion

Number of employees
1209 +

MARKET AND BUSINESS OUTLINE

**Raw material supply:
Plastic pellets (PC, ABS,
PMMA, etc.)**

**Machinery and
equipment manufacturing:
Injection molding machine,
CNC machine, coating
machine, printing machine,
sensing device, etc**

**Peripheral supply:
Coating materials**

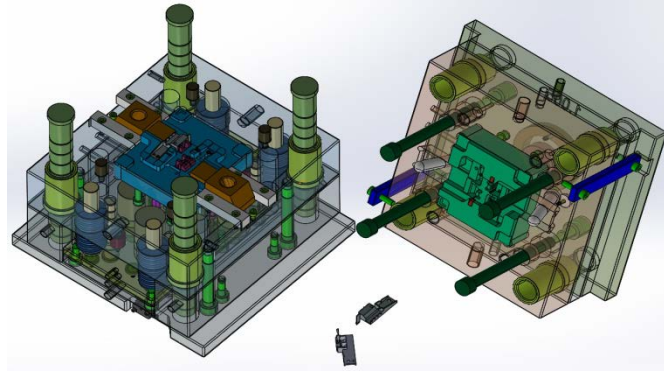
**Mold development, injection molding,
surface processing, parts assembly**

**Earphones, Automotive electronics, Industrial control equipment,
Network communication device, Medical device, Wearables, Computer Peripherals,
Digital cameras, other consumer electronics, etc.**

OPERATING RESULTS _ MANUFACTURING PROCESS OF MAIN PRODUCTS



ID/MD Product Design



Mold Design



Mold Manufacturing



Injection Molding



Coating & Printing



Part Structure Assembly

OPERATING RESULTS _ PRODUCTION EQUIPMENT CAPACITY

SMT & Assembly



9 Assembly lines

- Continue to optimize modular production line

Test Equipment



More than 20 types

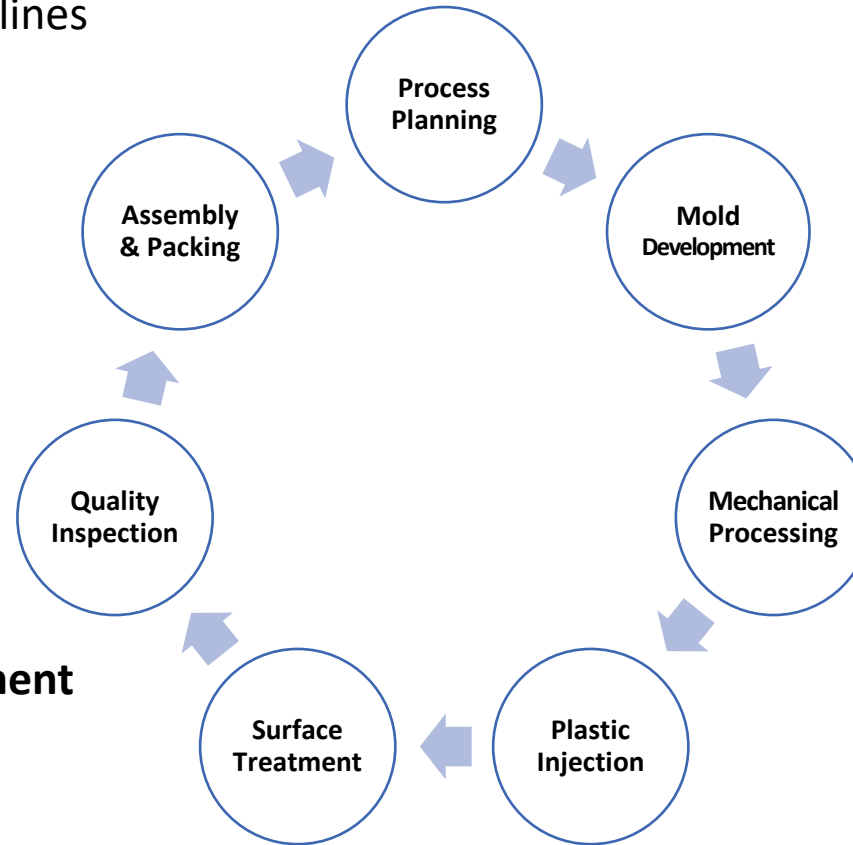
- Spectrophotometer, gloss meter, XRF detector
- 2.5D, 3D automatic measuring equipment
- Thermal shock tester, temperature and humidity chamber

Surface Treatment Equipment



Over 70 units

- Automatic spraying line with 3-coating and 3-baking
- Full printing line



Mold Design Ability



Over 40 sets
(monthly average)

- Maximum capacity is 100 sets/month
- 3D/CAD design, design knowledge database
- MES System for mold

Mechanical Processing



Over 110 units

- CNC Machines
- Wire Cut Machines
- Electrical Discharge Machines

Injection Molding



Over 240 units
(60~750T single and double injection)

- Five-axis robot arm, mold monitor
- Three-color injection molding, metal and plastic insert-molding

OPERATING RESULTS _ QUALITY CERTIFICATION

Donpon Taoyuan



Doncan Jiangsu



Doncan Nanjing



Donyun Plastic



	Donpon Taoyuan	Doncan Jiangsu	Doncan Nanjing	Donyun Plastic	Donpon Thailand
IATF 16949	V	V	V	V	V
ISO 14001	V	V		V	V
ISO 9001	V		V	V	V
OHSAS 18001			V		
IECQ				V	V
ISO 13485				V	V

Donpon Group (Donpon and its subsidiaries) have passed the **IATF 16949** quality certification

FINANCIAL RESULTS



- Revenue for Jan-Jun 2025 increased by 16.8% YoY
- Revenue for Jan-Jun 2024 increased by 2.86% YoY



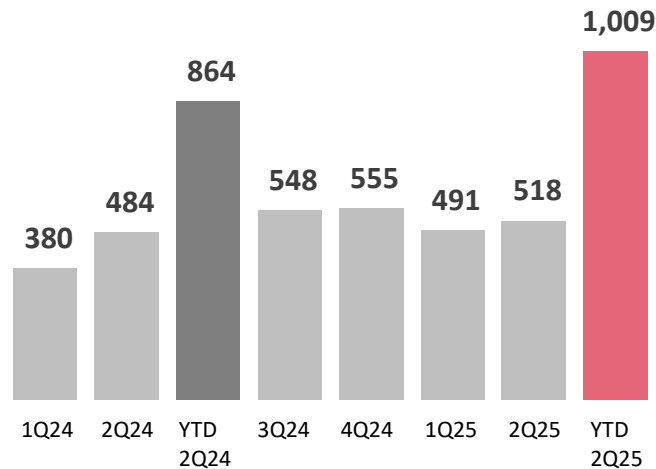
- Q2 2025 Single Quarter Gross Margin: 29.37%
- Jan to Jun 2025 Cumulative Net Profit YoY: -60.06%

Although the consumer market has been slowing down, but the sales of TWS and earmuffs products by major customers are better than expected. Thus slowing down the decline of headphone products and continuing to promote a number of new projects.

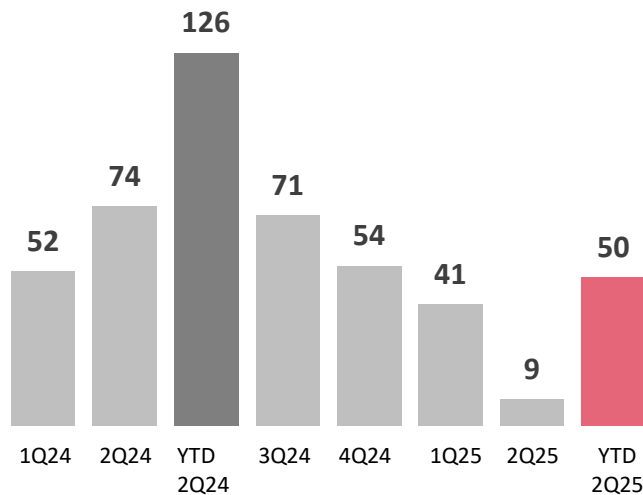
The sales proportion keep high percentage in this type of product in future due to the market change caused by EVs in the global automobile market. The market and customers that the Company has been cultivating are beginning to see growth.

Development in other industries has gradually been progressing in recent years. Network communication has continued to attract new customers and develop new models; industrial control has begun to deliver products to overseas clients, and there are new projects that will start mass production in the near future.

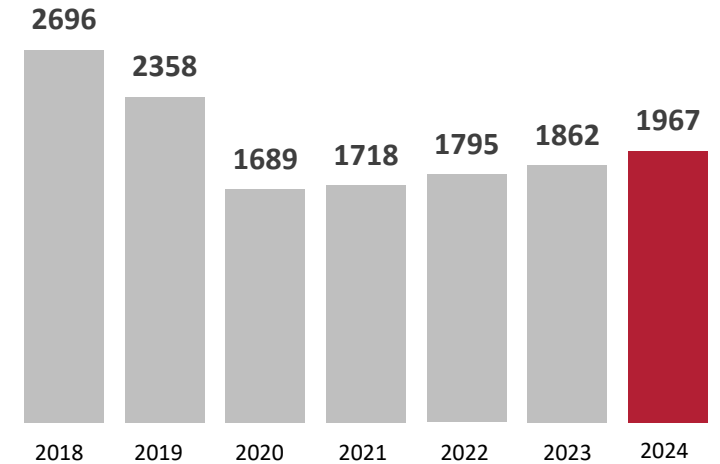
Quarterly Revenue (NTD million)



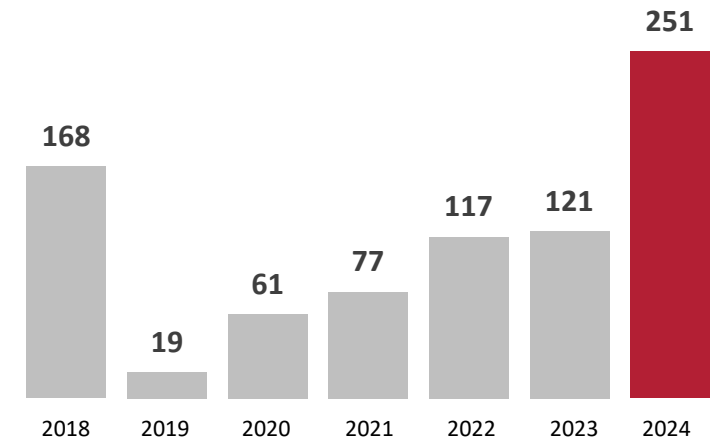
Quarterly Net Profit (NTD million)



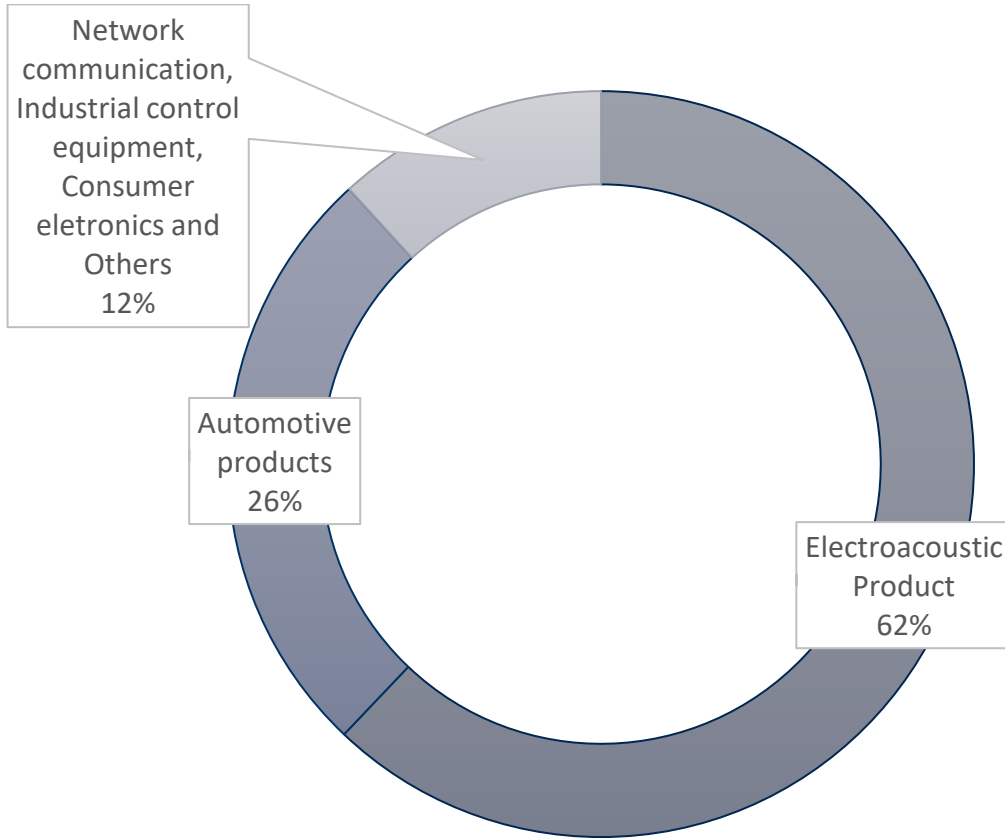
Annual Revenue (NTD million)



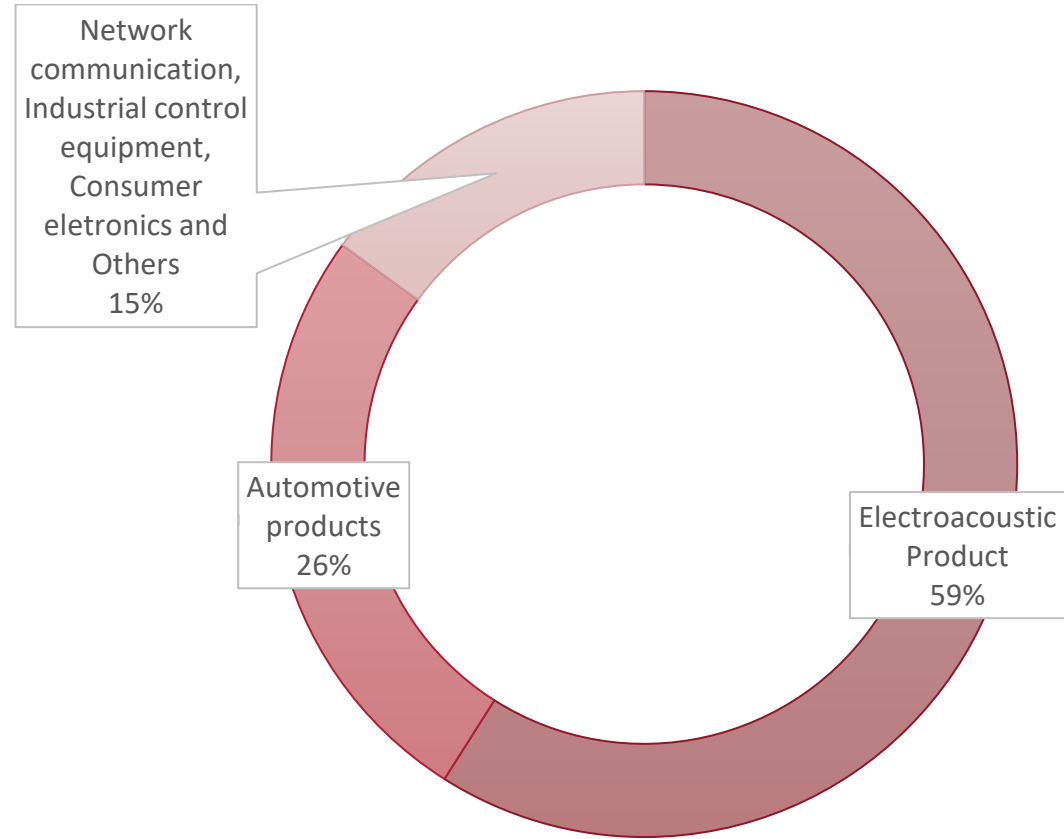
Annual Net Profit (NTD million)



FINANCIAL RESULTS _ REVENUE BY PRODUCT



2024 Annual



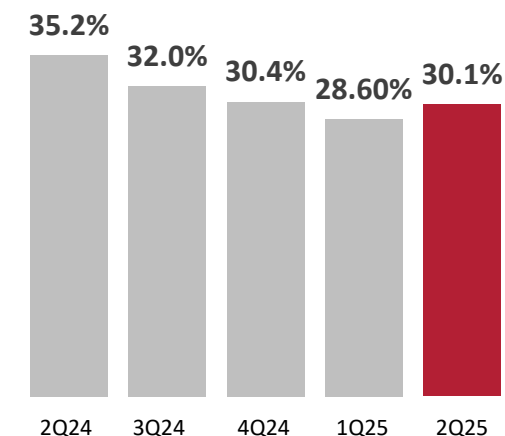
Jan-Jun 2025

FINANCIAL RESULTS _ 2Q25 INCOME STATEMENT

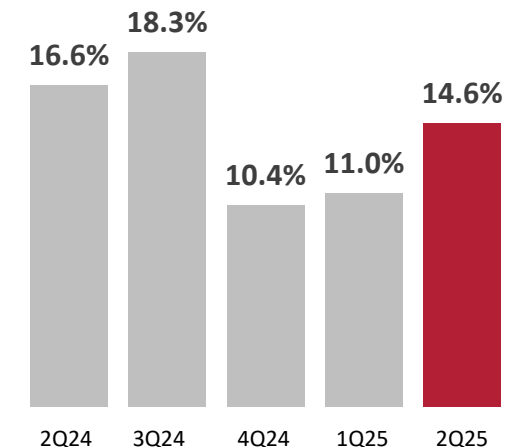


(NTD million)	3Q24	2Q24	3Q23	QoQ	YoY	Jan-Sep 2024	Jan-Sep 2023	YoY
Net Sales	518	491	484	5.4%	6.9%	1009	864	16.83%
COGS	362	351	314			713	584	
Gross Profit	156	140	170	11.1%	-8.4%	296	280	5.82%
Gross Margin (%)	30.1%	28.6%	35.2%	1.5ppt	-5ppt	29.4%	32.4%	-3.1ppt
Operating Expense	80	86	90			167	162	
Operating Expense (%)	15.5%	17.6%	18.6%	-2.1ppt	-3ppt	16.5%	18.8%	-2.3ppt
Operating Income	76	54	80	40.1%	-5.9%	130	118	10%
Operating Margin (%)	14.6%	11.0%	16.6%	3.6ppt	-2ppt	12.8%	13.6%	-0.8ppt
Non-operating Items	-24	-3	1			-27	15	
Income before Tax	52	51	81	1.3%	64.1%	103	133	-22.37%
Income Tax	43	10	7			53	7	
Tax Rate(%)	83.4%	20.1%	8.8%	0.00%	0.00%	51.9%	5.3%	
Net Income	9	41	74	-78.9%	11.7%	50	126	-60.6%
Net Margin (%)	1.7%	8.3%	15.2%	-6.7ppt	-13.6ppt	4.9%	14.6%	-9.6ppt
NI attributed to Donpon	9	41	74	-78.9%	11.7%	50	126	-60.6%
EPS (NTD)	0.07	0.32	0.60	-78.1%	11.7%	0.38	1.03	-63.1%
Wght. Avg. Stocks	1289	1289	1226			1289	1226	

Quarterly Gross Margin (%)



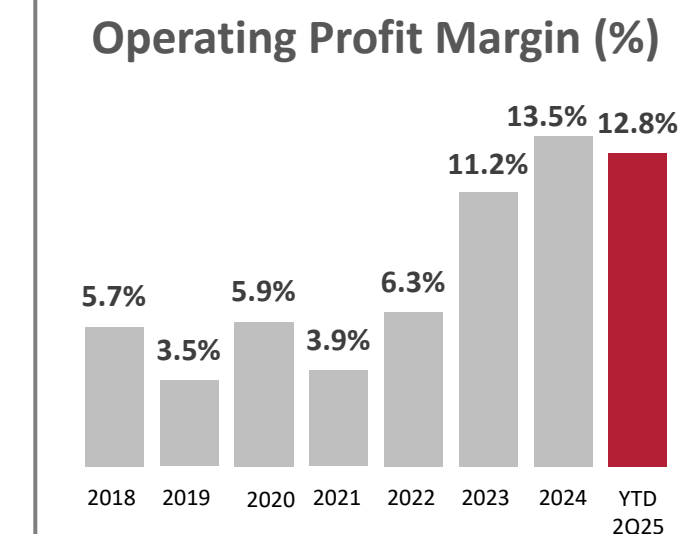
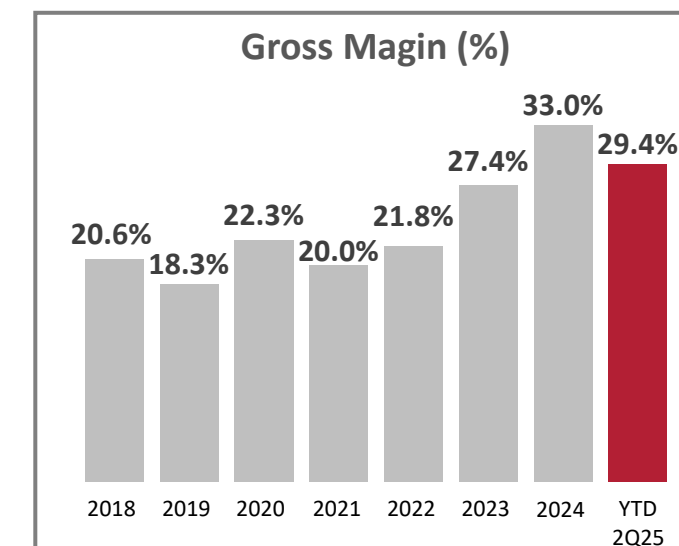
Quarterly Operating Margin (%)



FINANCIAL RESULTS _ INCOME STATEMENT



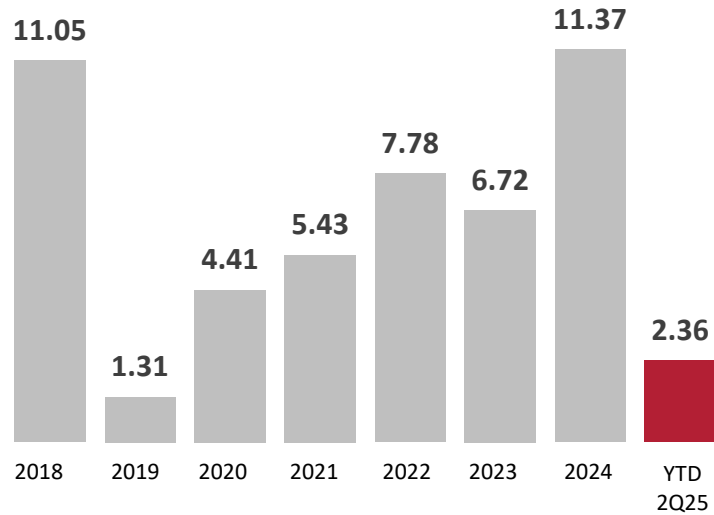
(NTD million)	Jan- June 2025	2024	2023	2022	2021	2020	2019	2018
Net Sales	1009	1967	1862	1795	1718	1689	2358	2696
COGS	713	1318	1352	1404	1375	1313	1926	2142
Gross Profit	296	649	509	391	343	376	432	554
Gross Margin (%)	29.4%	33.0%	27.4%	21.8%	20.0%	22.3%	18.3%	20.6%
Operating Expense	167	385	301	277	275	277	350	400
Operating Expense (%)	16.5%	19.6%	16.1%	15.4%	16.0%	16.4%	14.8%	14.8%
Operating Income	130	265	209	114	68	99	82	155
Operating Margin (%)	12.8%	13.5%	11.2%	6.3%	3.9%	5.9%	3.5%	5.7%
Non-operating Items	-27	25	-5	42	-1	37	-30	46
Income before Tax	103	290	204	156	67	136	52	201
Income Tax	53	39	83	39	-10	75	32	33
Tax Rate(%)	51.9%	13.5%	40.5%	25.2%	-14.3%	55.1%	62.6%	16.4%
Net Income	50	251	121	117	77	61	19	168
Net Margin (%)	4.9%	12.8%	6.5%	6.5%	4.5%	3.6%	0.8%	6.2%
NI attributed to Donpon	50	251	121	117	77	61	17	166
EPS (NTD)	0.38	2.02	1.14	1.17	0.77	0.61	0.17	1.67
Wght. Avg. Stocks	1289	1242	1061	995	995	995	995	995



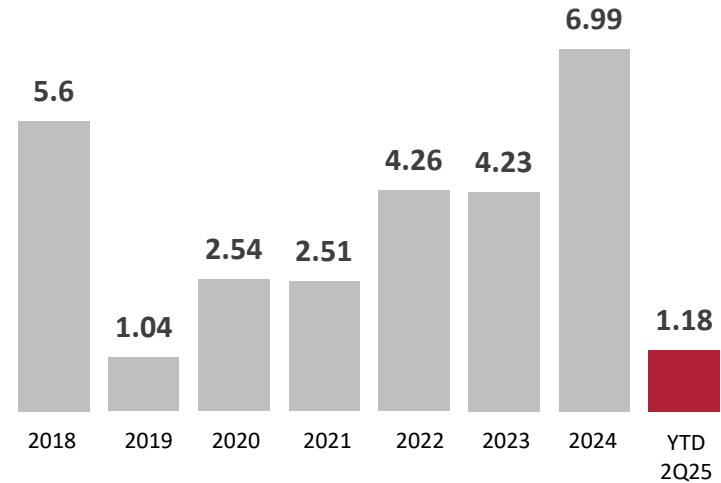
FINANCIAL RESULTS _ Financial Ratios and Dividend Payout



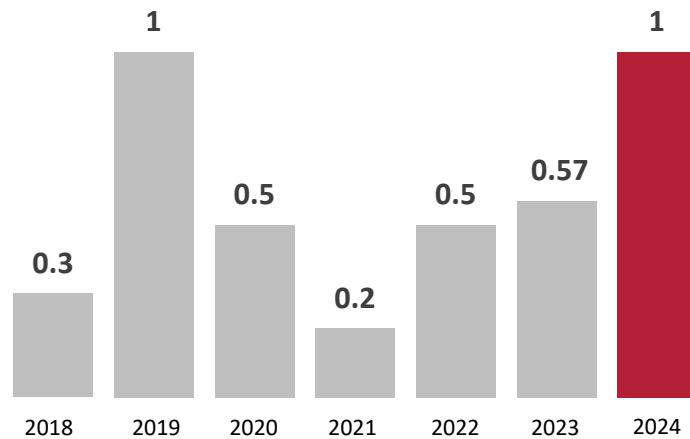
ROE(%)



ROA(%)

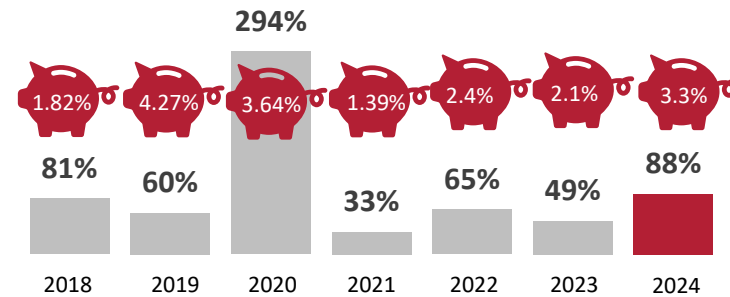


Cash Dividend Per Share (NTD)



Cash Dividend Payout & Dividend Yield

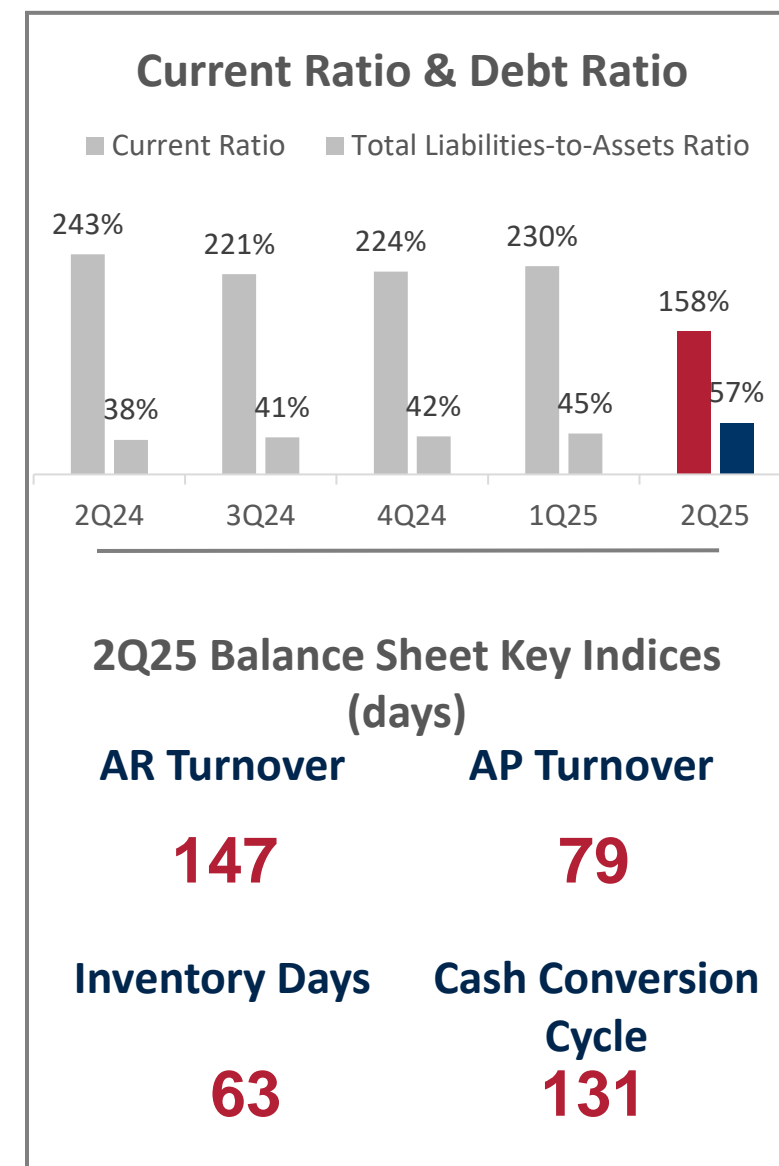
(Yields were calculated based on Dec 31 closing price)



FINANCIAL RESULTS _ BALANCE SHEET



(NTD million)	2Q25	1Q25	4Q24	3Q24	2Q24
Cash	1292	1421	1249	1025	1157
Notes & Accounts Receivable	787	791	835	863	730
Inventory	254	230	240	228	220
Total Current Assets	2414	2525	2407	2191	2165
Fixed Assets	1196	1233	1147	1153	953
Total Assets	4238	4410	4180	3901	3399
Notes & Accounts Payable	289	289	326	282	250
S-T Borrowings	411.791	374.4	303.736	290	210
Others	825	433	446	419	431
Total Current Liabilities	1526	1096	1076	992	891
L-T Borrowings (including CB)	706	655	525	397	380
Total Liabilities	2413	1966	1813	1611	1284
Total Equity	1825	2445	2367	2290	2114
Net Debt-To-Equity (%)	-10%	-16%	-18%	-15%	-27%



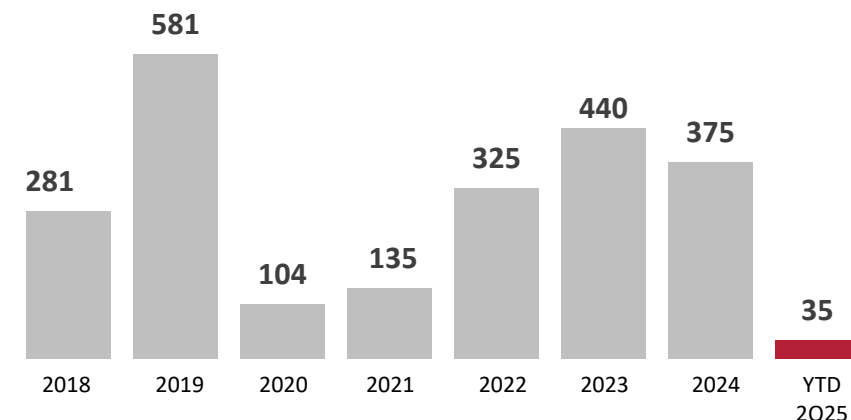
FINANCIAL RESULTS _ STATEMENT OF CASH FLOWS



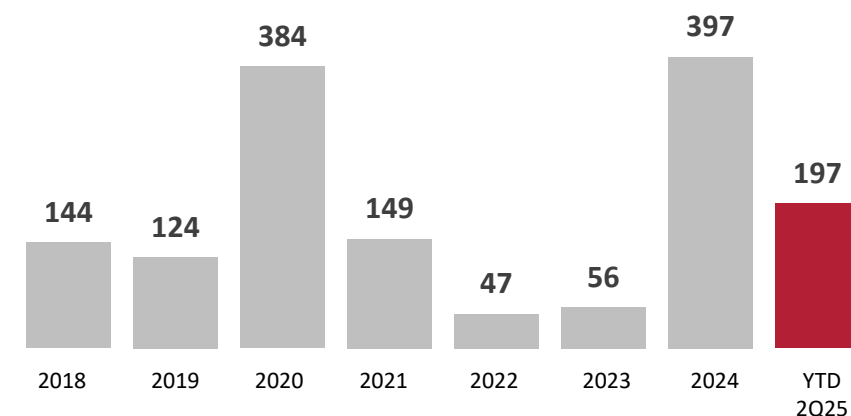
(NTD million)

	YTD 3Q24	YTD 2Q24	YTD 1Q24	YTD 4Q23	YTD 3Q23
From Operations	35	55	375	165	154
- Income Before Tax	103	51	290	217	133
- Depreciation & Amortization	74	38	157	118	78
- Notes & Accounts Receivable	5	53	1	-22	102
- Notes & Accounts Payable	-15	-43	34	-12	-40
- Inventory	-32	15	-35	-37	-24
- Other Operating Sources	-101	-59	-71	-99	-96
From Investment	-194	-93	-521	-405	-192
- Fixed Assets	-145	-63	-363	-339	-148
- Others & Amortized Cost	-49	-30	-158	-66	-45
From Financing	327	183	18	-137	-179
- S-T Borrowings	110	70	8,736	-5	-85
- L-T Borrowings	247	128	222	36	-33
- Cash Dividend	0	0	-122	-122	0
- Other Financing Sources	-30	-15	-90	-45	-61
Net Cash Position Change	167	145	-127	-376	-217
Effect of Foreign Currency	-124	27	48	72	45
Cash At Beginning of Year	1249	1249	1329	1329	1329
Ending Cash Balance	1292	1421	1249	1025	1157

Operating Cash Flow (NTD million)



Capital Expenditure (NTD million)



**Structure Synergy
Model for Cooperation
Discover customers
in niche market**

Core
Plastic Molds and
Automotive Electronics

Factory
Automation
& Risk
Diversification

**Deepen and expand in the fields
of electro acoustics and
automotive electronics**

Core Competence

- We have been working with our Japanese clients to develop key molds, including plastics and lenses for cameras since the Company was incorporated in 1995.
- Started automotive business in 2003. Currently, we have developed hundreds of models for automotive parts.

Regional Development Strategy

- China: Optimize production efficiency to expand into the automotive electronics market for new energy vehicles.
- Taiwan: Be close to customers' primary R&D points; increase the number of niche customers, including industrial control and medical materials.
- Southeast Asia: Assist customers in dispersing the production site risks to gain more new product development opportunities; located in Detroit of the East to expand the global automotive electronics market.

Synergy Model for Cooperation

- In 2023, Merry Group increased the Company's equity through a private placement. Based on the core competencies and customer bases of both companies, they will share resources and strengthen their partnership, so the company will be able to launch more new projects and mass production for its branded customers.
- Seek niche product manufacturers with R&D capabilities to initiate R&D together early and help plan the mass production process.



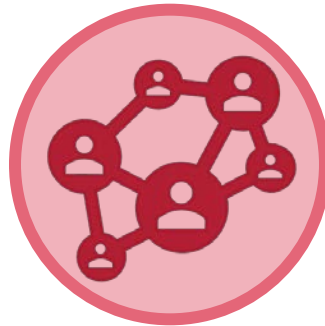
Environmental



Environmental Protection

- In response to climate change, improve hazardous substance management
- Manage suppliers and conduct GHG inventory
- Enhance energy efficiency
- Conduct environmental risk assessment

Social



Social Responsibility

- Treat upstream and downstream suppliers and customers well
- Create a happy workplace, provide a safe work environment, and pay attention to employee care and growth opportunities.
- Establish good relationships with the community and grow together with the neighborhood

Governance



Corporate Governance

- Comply with laws, regulations and articles of incorporation
- Protect the rights and interests of shareholders
- Strengthen the powers of the board of directors
- Enhance information transparency

Facts on Donpon Precision Inc.



Founded in 1995, our long-term strategy is

We started to work with a Japanese client in the early stages to develop our core competence in precision molding technology. Subsequently, we set up an automotive electronics team to assist our clients in rapidly developing their products in plastic injection molding and automotive electronics markets. We will extend our OEM business to a modular model for integrated product, and actively promote to the niche market business.



Flexible Manufacturing Locations & Smart Technology

After Taiwan's factory started operation, the Company continued to expand its production to Thailand in 2024, and hoped to start mass production in 2025. The Company has set up factories in all major regions in Asia to help customers disperse the production site risk. Each factory has planned for smart production and has introduced automated equipment to optimize the efficiency and yield for modular production.



Global employees

We have more than 1070 employees worldwide. We are committed to fulfilling our corporate social responsibility, promoting industry-academia cooperation, training talent related to mold design and manufacturing, and automotive electrics for Taiwan.



Continue to Optimize Financial Performance

For the first two quarters of 2025, revenue grew 16.8%, gross and operating margins reached new highs in recently years, with a net worth of NT\$20.23 per share; the ROA was 1.18%, and the ROE was 2.36%.



Strategic Partner

Merry Group participated in a private placement on October 26, 2023, to subscribe 1.4 million shares of the Company (11.52% of paid-in capital), with a total shareholding of approximately 16.2% after the private placement. The Company is expected to intensify the vertical integration of industry chain with Merry Group in order to attract more international branded customers.



Corporate Governance & Sustainable Investment

Strengthen the operation of the board of directors and functional committees. We have built green power, wastewater treatment and exhaust gas purification facilities in our factory. In addition, we have set up and implemented a carbon inventory schedule to assist our branded customers in improving their production for environmental sustainability.





Questions & Feedback

