Tah Tong Textile Co., Ltd.

大東紡織股份有限公司

法人說明會

(股票代號:1441)

Disclaimer

- The information contained in this presentation includes materials of the company overview, financial figures, future plan and etc.

- No representation or warranty express or implied, is or will be made in or in relation to, and no responsibility or liability is or will be accepted by the Company as to, the accuracy or completeness of the information and any liability therefore is hereby expressly disclaimed.

- Any information made in this presentation may include forward looking, and future plan, which reflect, among company´s plans and objectives to future operation.
  While interpreting this presentation, please also make reference to the material information disclosure made by the company in accordance with governing authorities. When this presentation is made public, as subject to various risks and uncertainties, no assurance can be given that actual results will be consistent with this presentation, and the company is not subject to notice and information update.

TAHTONG

Contents

1. **Corporate Overview**

2. **Product & Market Overview**

3. **Operation Overview**

4. **Future Outlook**

Corporate Overview

1.1 Corporate Overview

Establishment	• 1958 March 15th
Capital	• NTD 1,008 Million
Chairman President	• Mr. Chen Shiou Chung • Mr. Chen Chien Choan
Main Business Scope	• Produce varied and bespoke yarns • A variety of textile fabrics outsourcing processing
Core Values	• Integrity and Trustworthiness • Be the Best • Build Successful Team • Win-win Partnership
Publicly Listed	• Achieve public listing on Taiwan Stock Exchange in 1989

TAHTONG

1.2 Business Scope Extension into Vietnam

- Established VN Yarn Mill 1
- Invest in composite materials R&D
- Invest in VN Dyeing Mill

Expands into finished(spun) fabrics with Great Bell JV

Promotes line of functional fabrics for outdoor

Tah Tong Textiles Co. Ltd. is founded by Mr. Y. H. Chen

| 1958 | 1960 | 1968 | 1986 | 1994 | 2006 | 2012 | 2014 | 2016 | 2018 | 2019 |
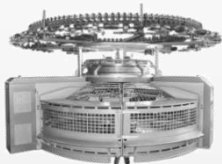
Expands into greige fabrics with purchase of 120 weaving machine

Established first fully automated spinning mill in Taiwan (Chungli Mill)

The first manufacturer to develop chitin antibacterial yarn & fabrics in TW

Gryphon FR fabric launches in EU PPE market

INNO PEAK
ADVANCED MATERIALS

- Established VN Yarn Mill 2
- Established VN Fabric Department

Past

Future

Taiwan
Cotton Yarn

Vietnam
Functional Yarn & Fabric
Reduce the Cost, Shortage Leadtime

Taiwan
New Material Innovation

1.3 Tah Tong Textile Corporate Organization

Tah Tong Textile

- **Yarn Business Unit**
  - TT Chungli Yarn Mill
  - TTVN Yarn Mill 1
  - TTVN Yarn Mill 2
- **Fabric Business Unit**
  - KTD Dyeing Mill
  - Great Bell Dyeing Mill
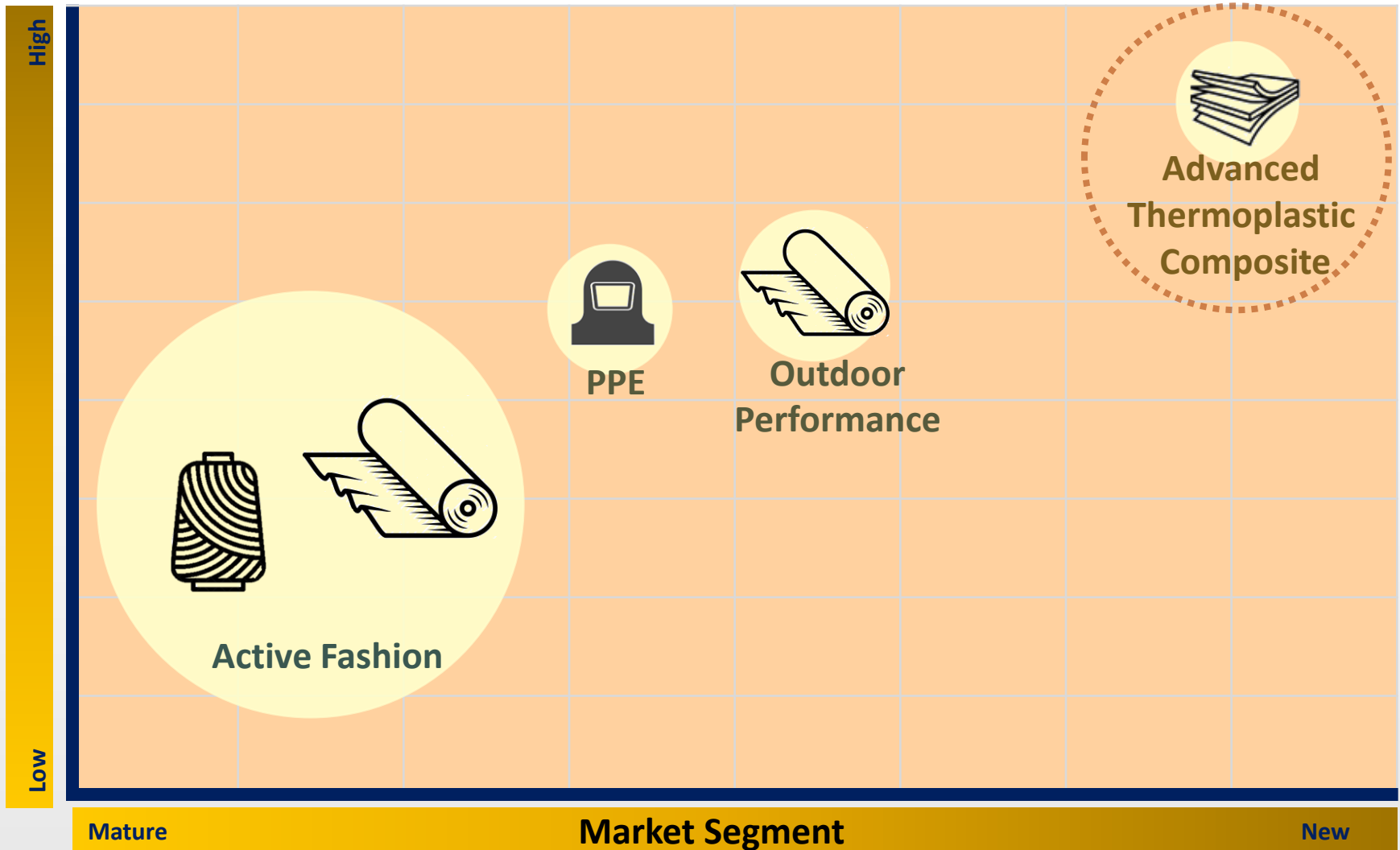- **Composite Material Business Unit**
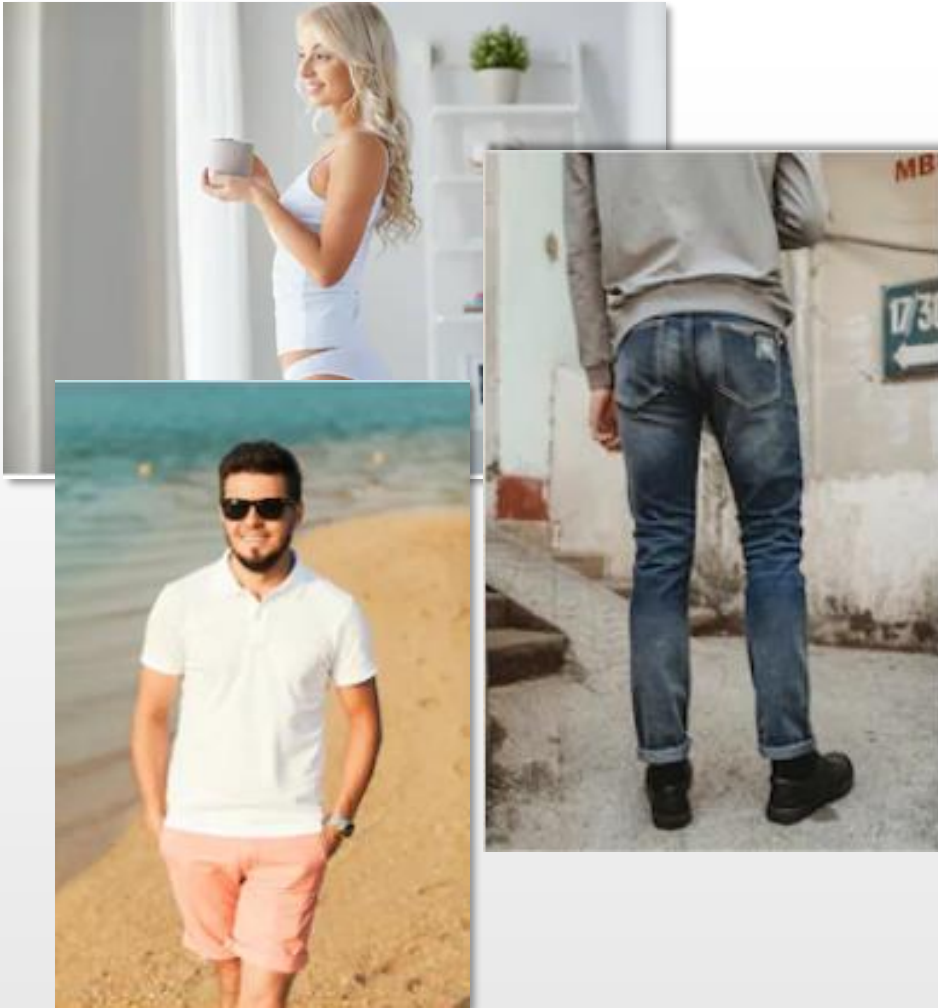 - INNOPEAK Advanced Materials

Product & Market Overview

2.1 Tah Tong Business & Market Strategy

Profit

High

Low

Advanced Thermoplastic Composite

PPE

Outdoor Performance

Active Fashion

Mature

Market Segment

New

Products

Application

- **Casual Wear**
- **Sports Wear**
- **Denim**
- **Underwear**

Benefit

- **Hand Feel**
- **Comfort Stretch**
- **Functional**
- **Eco-conscious**

TAHTONG

2.1.2 Active Fashion – Yarn and Fabrics

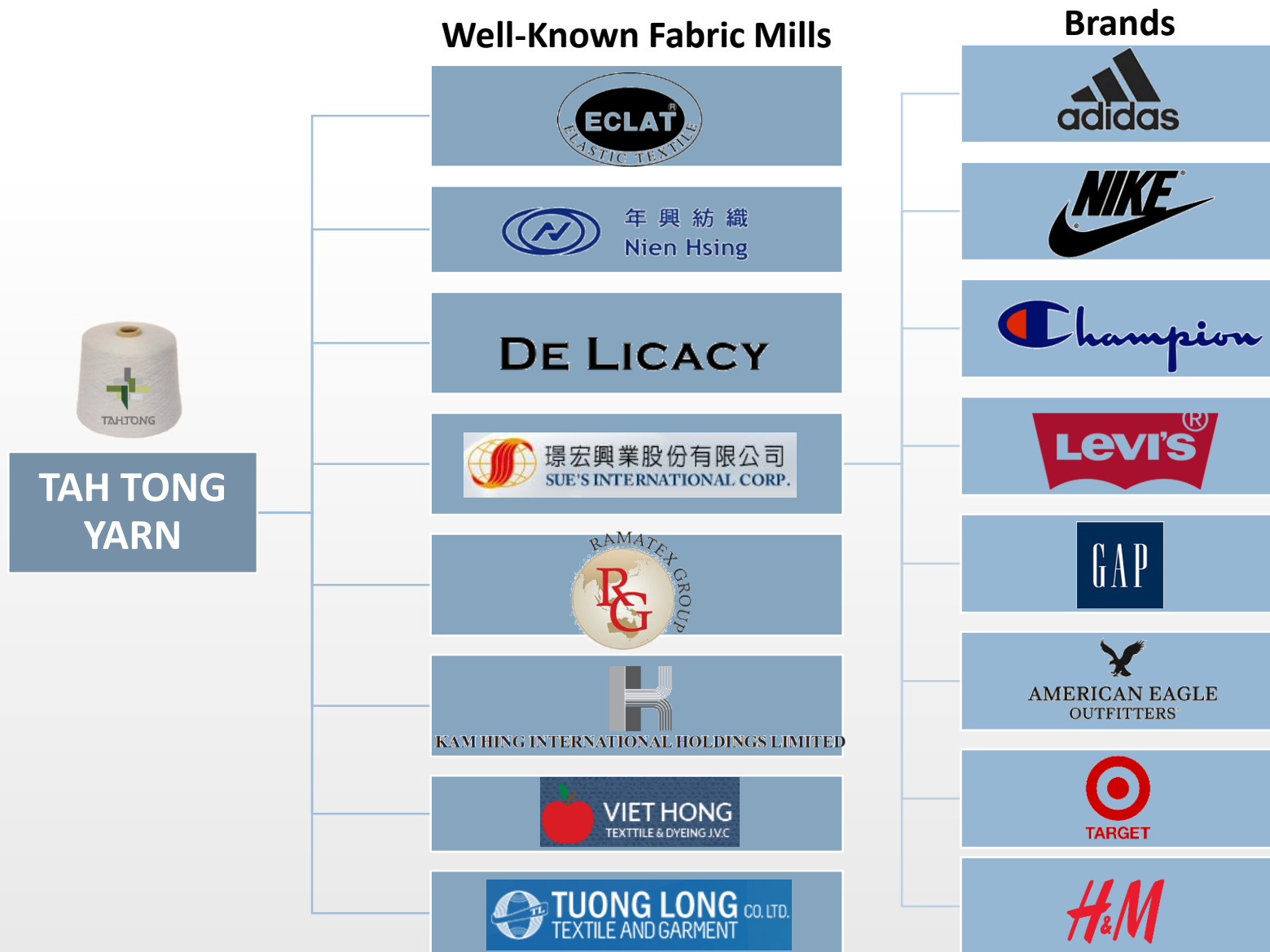**Ultra Mélange**　　　　　**Core Yarns**　　　　　**Modal Blended**

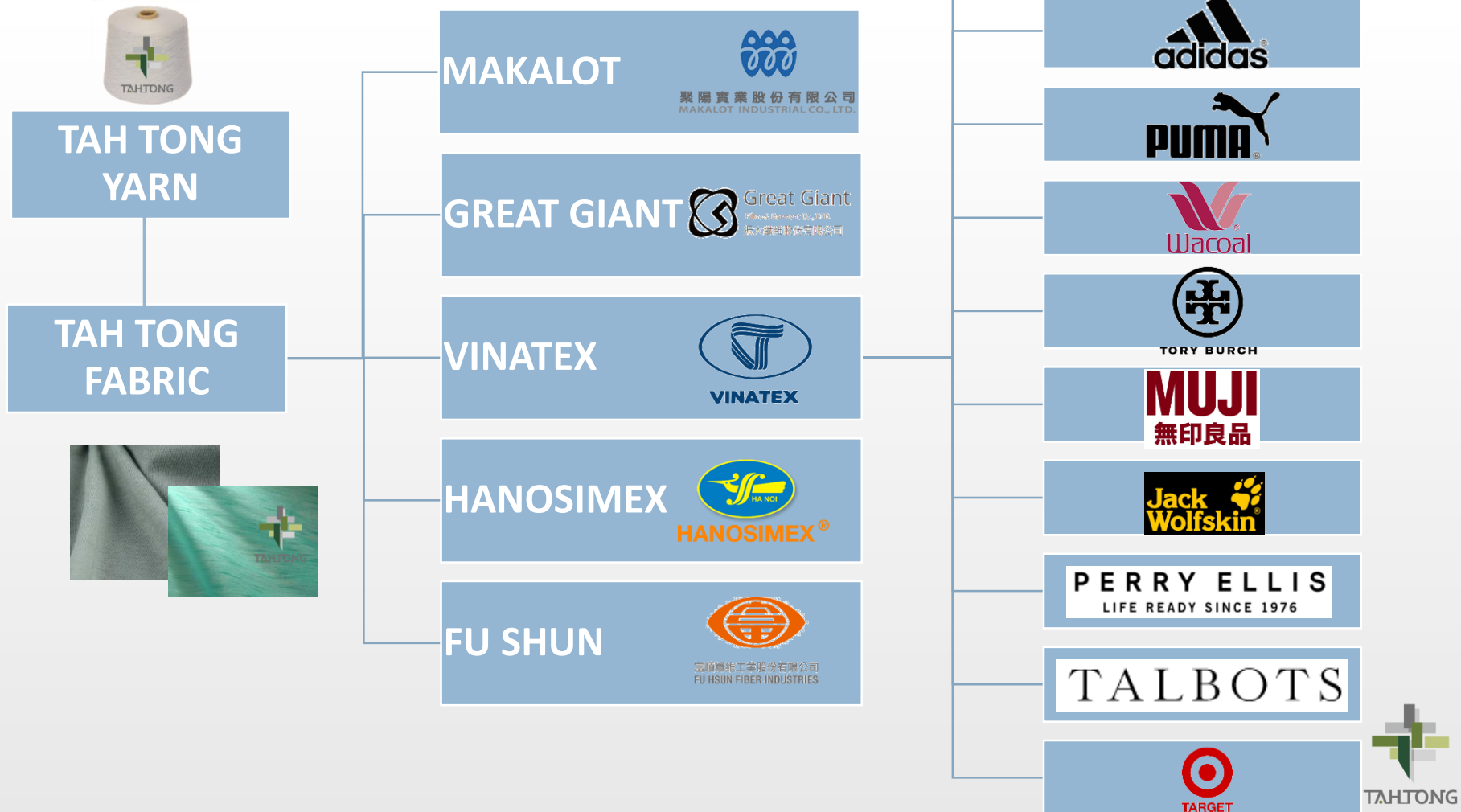**Recycled Spun Polyester**　　　　　**SIRO**

2.1.3 Selected Customers and Brands of Tah Tong Yarn

TAH TONG YARN

Well-Known Fabric Mills

- ECLAT ELASTIC TEXTILE
- 年興紡織 Nien Hsing
- DE LICACY
- 璟宏興業股份有限公司 SUE'S INTERNATIONAL CORP.
- RAMATEX GROUP
- KAM HING INTERNATIONAL HOLDINGS LIMITED
- VIET HONG TEXTTILE & DYEING J.V.C
- TUONG LONG CO. LTD. TEXTILE AND GARMENT

Brands

- adidas
- NIKE
- Champion
- Levi's
- GAP
- AMERICAN EAGLE OUTFITTERS
- TARGET
- H&M

2.1.4 Selected Customers and Brands of Tah Tong Fabric

Well-Known Garment Mills

End Customers

Products
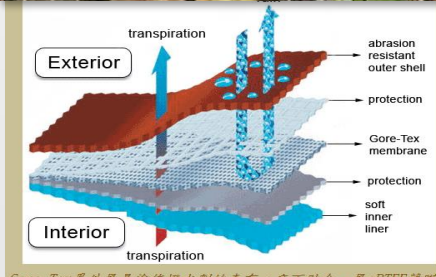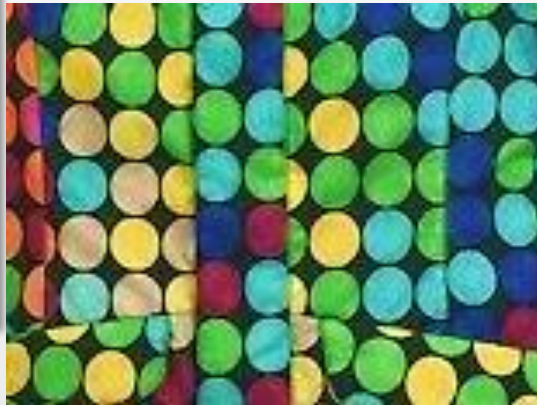
Application

- **Hunting Outerwear**
- **Fishing Outerwear**
- **Snow Sports**

Benefit

- **Functional Prints**
- **Multi-function**
- **Earth-friendly:**
  Dope Dyed
  C6 DWR ➜ PFC Free

2.3 Advanced Thermoplastic Composite

Process

Carbon Fiber	Fabrics/ Plastics	Laminates	Parts
'TORAY' MITSUBISHI CHEMICAL CARBON FIBER AND COMPOSITES TEIJIN	南亞塑膠 NAN YA PLASTICS sigmatex material innovation TEi COMPOSITES sabic covestro	INNO PEAK ADVANCED MATERIALS 鼎創科材料有限公司	MiTAC 巨騰國際控股有限公司 YCT

Applications

Electronics	Automotive	Luggage	Sporting Goods	Protective

TAHTONG

Operation Overview

3.1 Operation Overview – Sales by Region

Million(NTD)

■ Taiwan ■ Vietnam

TTL 1,623

Vietnam, 762

47%

Taiwan, 860

53%

TTL 1,617

Vietnam, 829

51%

Taiwan, 788

49%

TTL1,203

Vietnam, 589

49%

Taiwan, 614

51%

TTL1,169

Vietnam, 685

59%

Taiwan, 484

41%

| | 2017 | 2,018 | 2018 Q3 | 2019 Q3 |
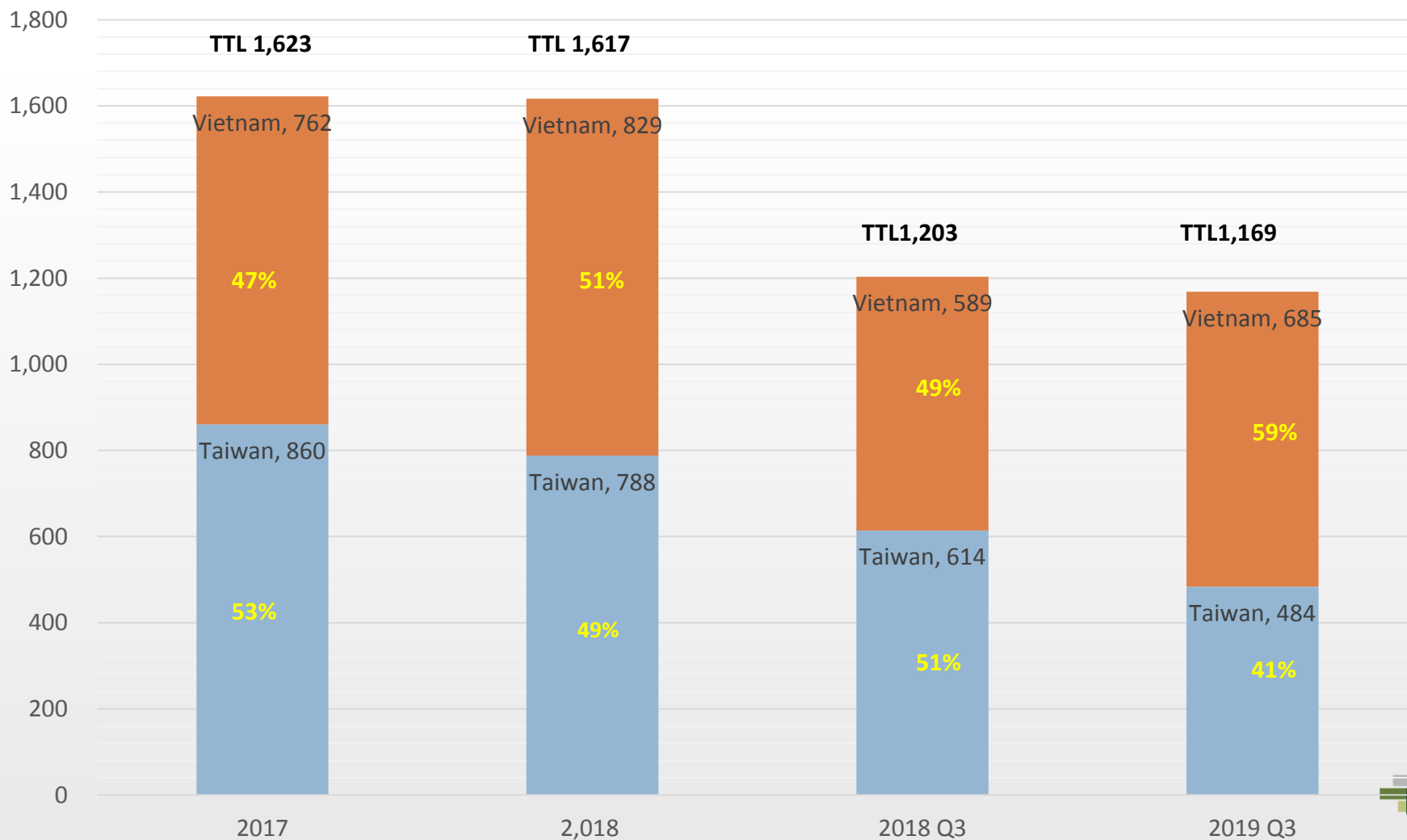
TAHTONG

3.2 Operation Overview – Sales by Product

Million((NTD)

Legend: ■ Yarn ■ Fabric+Dyeing

2017 — TTL 1,623
- Fabric+Dyeing: 16%
- Yarn: 84%

2018 — TTL 1,617
- Fabric+Dyeing: 15%
- Yarn: 85%

2018 Q3 — TTL 1,203
- Fabric+Dyeing: 16%
- Yarn: 84%

2019 Q3 — TTL 1,169
- Fabric+Dyeing: 18%
- Yarn: 82%
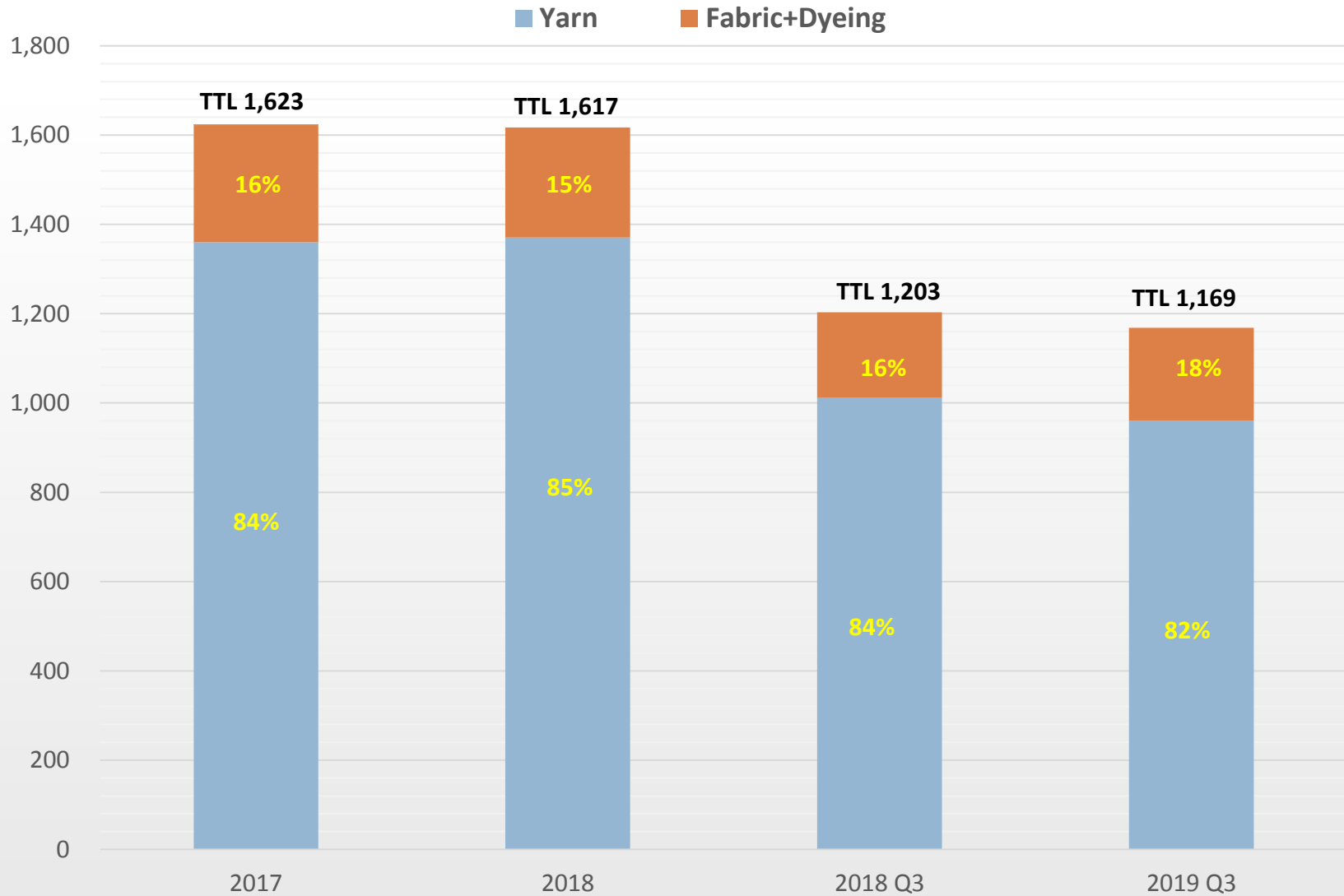
TAHTONG

3.3 Operation Overview – Vietnam Sales Volume
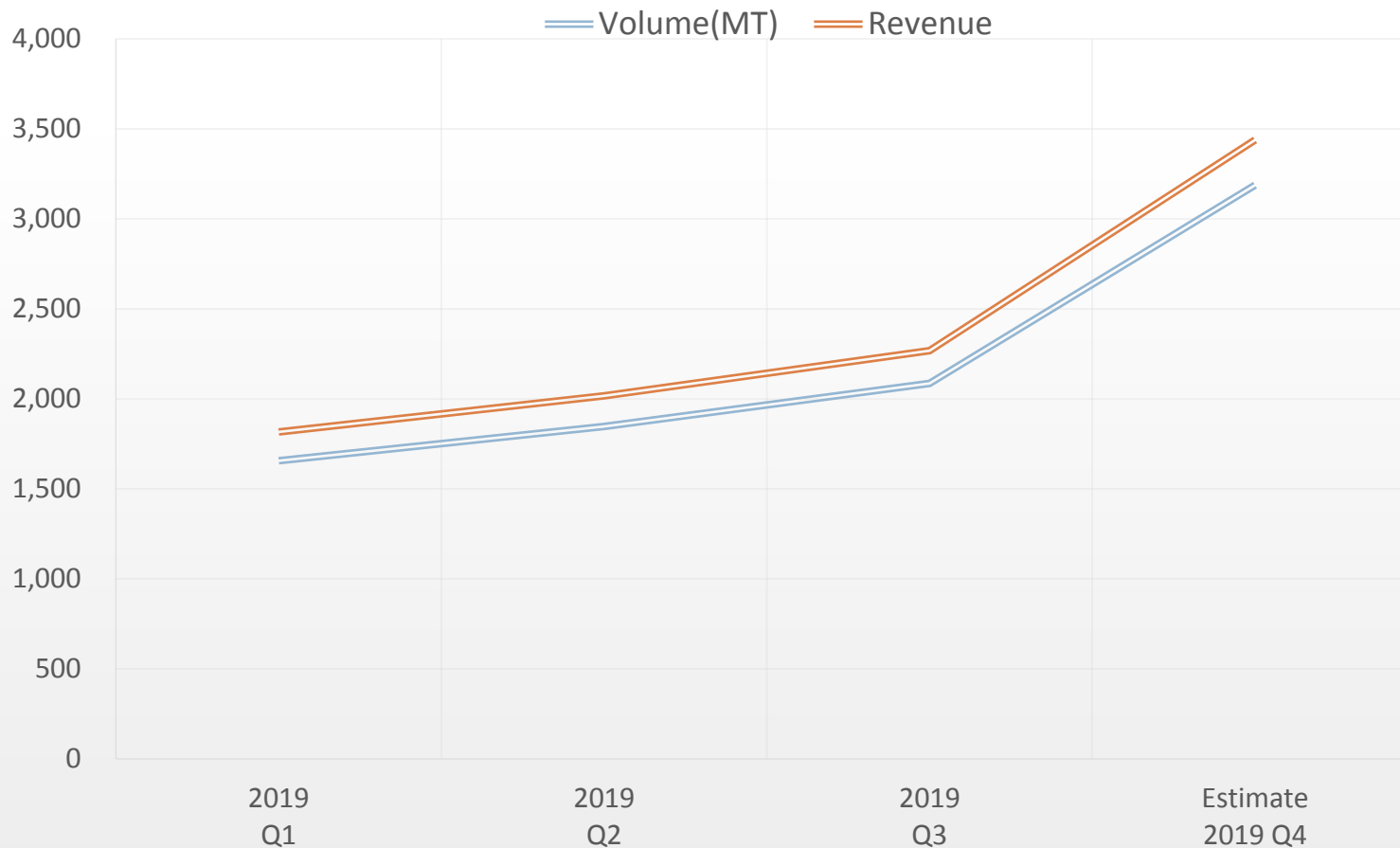
Unit Price USD/kg	3.12	2.98	2.81	2.77

Future Outlook

Focus and Improve Yarn Products

Focus in value added: Eco, Functional, and Core Yarns

Raise Quality and Efficiency

Raise overall output of mills through mechanical efficiency and management enhancements

Expand Fabric Team & Facilities

Build new team and expand sourcing capabilities

Increase Composite Materials

Increase investments for R&D, production and marketing of advanced composite materials

Thank You !