

Alpha Networks Inc. Reports Fourth Quarter 2019 Results

Hsinchu, Taiwan, March 19, 2020 -- Alpha Networks Inc. (TWSE: 3380) today announced its consolidated financial results for the fourth quarter of 2019.

The consolidated revenue for 4Q19 was NT\$4,678 million, up 17.5% from last quarter. Gross profit increased 7.0% to NT\$702 million from last quarter as a result of better product portfolio. Operating expenses were NT\$603 million, or 12.9% of net sales, down 1.9 points quarter-over-quarter. Operating income was NT\$99 million, or 2.1% of net sales, up 0.5 points from last quarter. Net income was NT\$66 million, or NT\$0.12 per share. 4Q19's revenue by product categories: LAN/MAN accounted for 57% of 4Q19 consolidated revenue, followed by Wireless Broadband at 19%, Digital Multimedia at 23% and Others at 1%.

The consolidated revenue for 2019 was NT\$15,826 million, up 1.4% year-over-year. Gross profit increased 24.2% to NT\$2,614 million from last quarter; gross margin improved to 16.5%, an increase of 3 points as a result of better product portfolio. Operating expenses were NT\$2,382 million. Operating income was NT\$232 million, or 1.5% of net sales. Net income was NT\$239 million, or NT\$0.44 per share. 2019 revenue by product categories: LAN/MAN accounted for 63% of 2019 consolidated revenue, followed by Wireless Broadband at 22%, Digital Multimedia at 14% and Others at 1%.

Alpha Networks Inc. 4Q19 Results and QoQ comparison: (Unit: NT\$ million)

	4Q19	%	3Q19	%	QoQ Change %
Net Sales	4,678	100.0	3,982	100.0	17.5%
Gross Profit	702	15.0	656	16.5	7.0%
Operating Expenses	603	12.9	591	14.8	2.0%
Operating Income	99	2.1	65	1.6	52.3%
Income before Tax	89	1.9	114	2.9	-21.9%
Net Income	66	1.4	88	2.2	-25.0%
Earnings Per Share (NT\$)	0.12		0.16		

Alpha Networks Inc. 2019 Results and YoY comparison: (Unit: NT\$ million)

	2019	%	2018	%	YoY Change %
Net Sales	15,826	100.0	15,608	100.0	1.4%
Gross Profit	2,614	16.5	2,104	13.5	24.2%
Operating Expenses	2,382	15.0	2,304	14.8	3.4%
Operating Income (Loss)	232	1.5	(200)	(1.3)	216.0%
Income (Loss) before Tax	340	2.1	(84)	(0.5)	504.8%
Net Income (Loss)	239	1.5	(88)	(0.6)	371.6%
Earnings (Loss) Per Share (NT\$)	0.44		(0.17)		

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