

Alpha Networks Inc. Reports Third Quarter 2020 Results

Hsinchu, Taiwan, November 9, 2020 -- Alpha Networks Inc. (TWSE: 3380) today announced its consolidated financial results for the third quarter of 2020.

The consolidated revenue for 3Q20 was NT\$9,671 million, up 25.2% from last quarter. The rise was mainly from the increase of Wireless Broadband and Digital Multimedia products, and also consolidating revenue of Hitron. 3Q20's revenue by product categories: Wireless Broadband accounted for 46% of 3Q20 consolidated revenue, followed by Digital Multimedia at 30%, LAN/MAN at 21%, and Others 3%. Gross profit increased 15.2% to NT\$1,458 million quarter-over-quarter. Operating expenses were NT\$1,081 million or 11.2% of net sales, down 2.0 points quarter-over-quarter. Operating income was NT\$377 million, or 3.9% of net sales. Net income was NT\$264 million. Net income attributable to shareholders of the parent company was NT\$240 million, or NT\$0.44 per share.

The consolidated revenue for the nine months ending September of 2020 was NT\$22,381 million, up 100.8% on a year-over-year basis. 1Q-3Q'20's revenue by product categories: Wireless Broadband accounted for 44% of 1Q-3Q'20's consolidated revenue, followed by LAN/MAN at 29%, Digital Multimedia at 22%, and Others 5%. Gross profit increased 86.7% to NT\$3,570 million from the prior year. Operating expenses were NT\$3,028 million or 13.5% of net sales, down 2.5 points from last year. Operating income was NT\$542 million, or 2.4% of net sales. Net income was NT\$403 million. Net income attributable to shareholders of the parent company was NT\$322 million, or NT\$0.60 per share.

Alpha Networks Inc. 3Q20 Results

Unit: NT\$ million

	3Q20	%	2Q20	%	QoQ Change %
Net Sales	9,671	100.0	7,725	100.0	25.2%
Gross Profit	1,458	15.1	1,266	16.4	15.2%
Operating Expenses	1,081	11.2	1,016	13.2	6.4%
Operating Income	377	3.9	250	3.2	50.8%
Income before Tax	326	3.4	305	3.9	6.9%
Net Income	264	2.7	277	3.6	-4.7%
Net Income Attributable to Shareholders of the Parent Company	240	2.5	211	2.7	13.7%
Earnings Per Share (NT\$)	0.44		0.39		

Unit: NT\$ million

	1Q-3Q'20	%	1Q-3Q'19	%	YoY Change %
Net Sales	22,381	100.0	11,147	100.0	100.8%
Gross Profit	3,570	15.9	1,912	17.1	86.7%
Operating Expenses	3,028	13.5	1,779	16.0	70.2%
Operating Income	542	2.4	133	1.2	307.5%
Income before Tax	527	2.3	250	2.2	110.8%
Net Income	403	1.8	173	1.6	132.9%
Net Income Attributable to Shareholders of the Parent Company	322	1.4	173	1.6	86.1%
Earnings Per Share (NT\$)	0.60		0.32		

IR Contact Information:

Spokesperson

Kathy Chen, CFO
Tel: 03-5636666

Alpha Networks website: <http://www.alphanetworks.com/>

Deputy Spokesperson

Vanessa Lan, Associate Project Manager
Tel: 03-5636666 ext. 7627

Email: IR@alphanetworks.com