

Alpha Networks Inc. Reports First Quarter 2022 Results

Hsinchu, Taiwan, April 29, 2022 -- Alpha Networks Inc. (TWSE: 3380) today announced its consolidated financial results for the first quarter of 2022.

The consolidated revenue for 1Q22 was NT\$6,875 million, down 4.4% year-over-year. Gross margin increased 21.1% to NT\$1,301 million and the rise was mainly from the increase of Wireless Broadband and LAN/MAN products. Due to changes in product portfolio, the gross profit margin in the first quarter of 2022 was 18.9%, an increase of 4.0 points year-over-year. Operating expenses were NT\$1,031 million. Benefited from the growth in revenue and proper control of operating expenses, operating income was NT\$ 270 million, or 3.9% of net sales. Net income was NT\$161 million, or NT\$0.25 per share that performance was better than the same period last year.

1Q22's revenue by product categories: LAN/MAN accounted for 35% of 1Q22 consolidated revenue, followed by Wireless Broadband at 57%, Digital Multimedia at 3%, and Others 5%.

Looking ahead to 2Q22, Ukrainian-Russian war has made tight supply chain constantly and delays in goods shipping resulted from China's Covid lockdowns measures are the main factors that affect revenue and profit.

Alpha Networks Inc. 1Q22 Results and YoY comparison: (Unit: NT\$ million)

	1Q22	%	1Q21	%	YoY Change %
Net Sales	6,875	100.0	7,193	100.0	-4.4%
Gross Profit	1,301	18.9	1,074	14.9	21.1%
Operating Expenses	1,031	15.0	923	12.8	11.7%
Operating Income (Loss)	270	3.9	151	2.1	78.8%
Income before Tax (Loss)	266	3.9	156	2.2	70.5%
Net Income (Loss)	161	2.3	117	1.6	37.6%
Earnings Per Share (NT\$)	0.25		0.21		

Alpha Networks Inc. Sales Breakdown for 1Q22 and YoY comparison: (Unit: NT\$ million)

Product Categories	1Q22 Net Sales	%	1Q21 Net Sales	%
LAN/MAN	2,407	35%	1,899	26%
Wireless Broadband	3,908	57%	3,493	49%
Digital Multimedia	211	3%	1,450	20%
Others	349	5%	351	5%
Total	6,875	100%	7,193	100%

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