

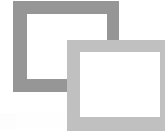


2018 Third Quarter Financial Results

Gamma Optical
<http://www.gammaopto.com>



DISCLAIMER STATEMENT



This presentation and release contain “forward-looking statements” which may include projections of future results of operations, financial condition or business prospects based on our own information and other sources.

Our actual results of operations, financial condition or business prospects may differ from those expressed or implied in these forward-looking statements for a variety of reasons, including but not limited to price fluctuations, competition, international economic conditions, exchange rate fluctuations, market demand and other risks and factors beyond our control.

The forward-looking statements in this release reflect the current belief of Gamma as of the date of this release. Gamma undertakes no obligation to update these forward-looking statements for events or circumstances that occur subsequent to such date.

Executive Summary



Q3 2018 Financial Report

Business & Strategy Update

Consolidated Income Statement



NT\$ Thousand	18 Q3	18 Q2	QoQ %	17 Q3	QoQ %	18YTD	17YTD	YoY %
Net Revenues	5,234	2,719	92%	10,464	-50%	12,670	38,752	-67%
Gross Profit	(2,350)	(3,879)	-39%	(20,889)	-89%	(12,469)	(50,113)	-75%
Operating Expenses	14,221	10,134	40%	25,370	-44%	36,365	46,806	-22%
Net Operating (Loss)	(16,571)	(14,013)	18%	(46,259)	-64%	(48,834)	(96,919)	-50%
Other Income	0	70	-100%	260	-100%	104	372	-72%
Non-Operating Income (Expenses)	12,473	9,377	33%	26	47873%	18,910	(10,155)	-286%
Net Loss	(4,098)	(4,566)	-10%	(45,973)	-91%	(29,820)	(106,702)	-72%
Net Loss-Parent Company	(4,098)	(4,566)	-10%	(45,973)	-91%	(29,820)	(106,702)	-72%
Minority Interest	-	-	-	-	-	-	-	-
EPS (NT\$)	(0.05)	(0.06)		(0.59)		(0.39)	(1.38)	

Consolidated Balance Sheet



Unit : NT\$ thousand	2018/9/30		2017/9/30		2016/9/30	
Cash & Cash Equivalents	172,819	29%	179,975	24%	283,681	23%
CD (Over 3 months)	176,007					
Accounts Receivable	44,327	8%	109,405	15%	257,679	21%
Inventory (Net)	170	0%	12,320	2%	61,603	5%
Property 、 Plant & Eduipment	4,456	1%	384,365	52%	433,329	35%
Other Assets	188,969	32%	57,152	8%	197,919	16%
Total Assets	586,748	100%	743,217	100%	1,234,211	100%
Current Liabilities	68,264	12%	71,323	10%	411,862	33%
Long-Term & Other Liabilities	-	0%	434	0%	24,739	2%
Shareholders' Equity	518,484	88%	671,460	90%	797,610	65%

Consolidated Cash Flow



Unit : NT\$ thousand	2018/9/30	2017/9/30
Cash&Cash Equiv.-Beg	182,188	234,278
Cash Flow from Operations	(18,005)	10,134
Cash Flow from Investing	8,636	122,854
Cash Flow from Financing	0	(184,944)
Exchange Influence	0	(2,347)
Cash&Cash Equiv.-End	172,819	179,975

Business Strategies



- *Disposing of idle assets to create money for Corporate Transformation*
- *International Trade in Houseware*

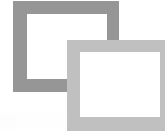


Disposing of Idle Assets to Create Money for Corporate Transformation



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International Trade in Houseware

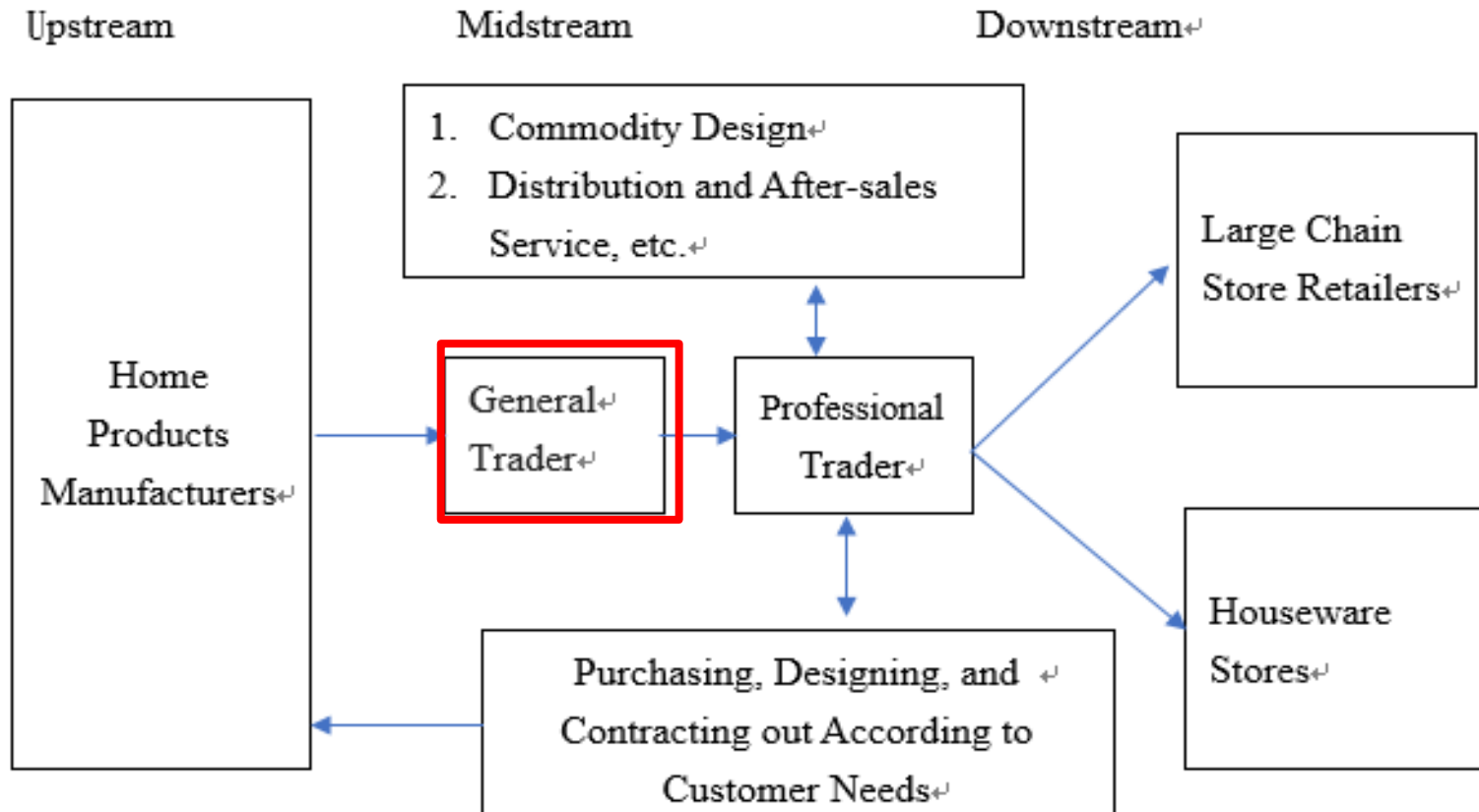
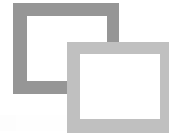


Till October 31st, 2018, the income of Houseware Trading accounts for up to 65 percent of total operating revenue.

Gamma has successfully transformed.

	Q1	Q2	Q3	October	Total	%
Optical	4,717	2,719	271	- 736	6,971	35%
Houseware	-	2,475	2,488	7,876	12,839	65%
Total	4,717	5,194	2,759	7,140	19,810	100%

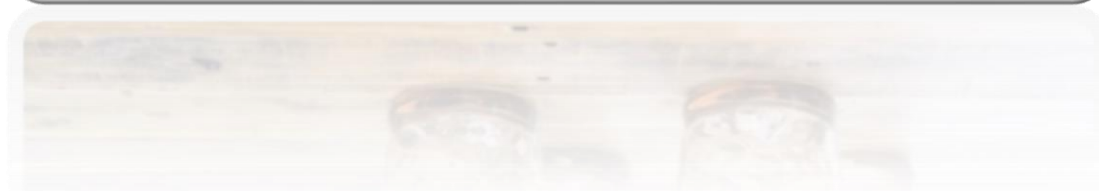
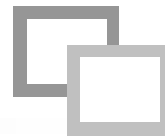
Upstream and Downstream Industry Chain



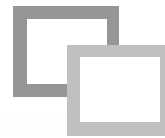
Houseware Products



Houseware Products



Houseware Products



Houseware Products





*Thanks for Your
Attention*

