

Stock code:2597

Ruentex Engineering &
Construction Co., Ltd.
The 1st Investor
Conference, 2024

Chao, Tsun-Kuo Vice President
Jun.28,2024



Disclaimer

This release is based on current subjective and objective factors as of the date of this release in summarizing and evaluating the past and current performances. If this release includes forward-looking statements, these forward-looking statements are subject to risks, uncertainties and assumptions that may cause actual results to differ from what may be expressed or implied by such statements.

All statements in this release makes no representations, indications or guarantee as to the accuracy, completeness and reliability, and does not represent a comprehensive report for the subsequent development of the company or related industries.

We undertake no obligation to update or revise any statements in this release.

➤ Introduction

Listed on the Taiwan Stock Exchange : Mar. 26, 2010

Registered capital NT\$1.8495 billion
(After ex-rights NT\$2.5893 billion)

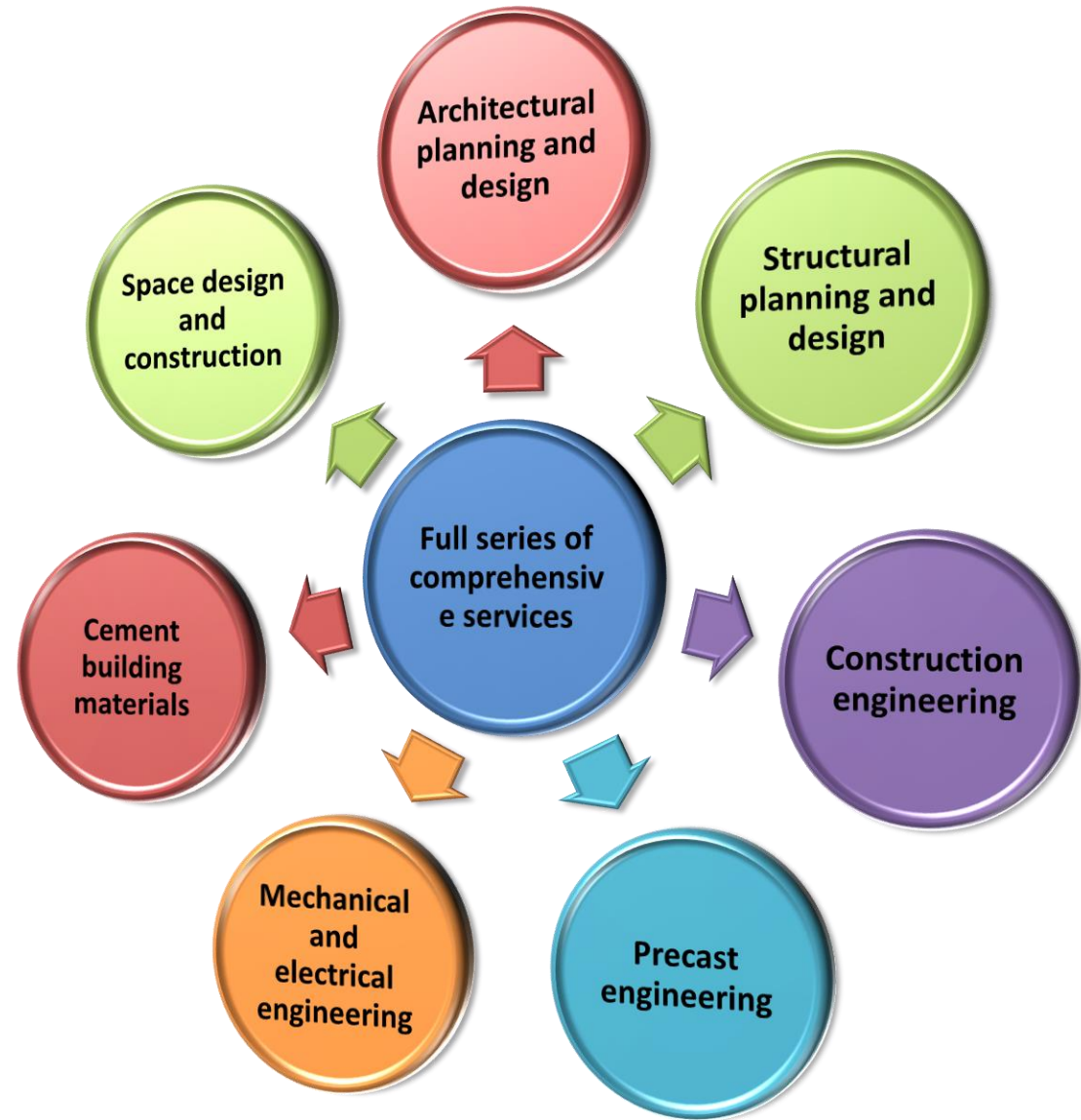
Parent :

Ruentex Development (9945)

Subsidiary :

Ruentex Materials (8463)

Ruentex Interior Design (6881)



Comprehensive value-added solutions to quickly integrate the construction team



➤ Introduction



1,103 employees, including 311 foreign migrant workers. (Based on May 31, 2024)

Core Strength

Gathering cross-disciplinary talents
Integrate all-round construction services
Create the ultimate craft



Integrity, Honesty, Perseverance, Strength



Financial Overview



2020-2023 Consolidated Revenue

Unit: NT\$ thousands

Item	2020	2021	2022	2023
Operating Revenue	14,468,066	21,337,098	24,583,067	22,502,526
Gross profit	1,959,894	3,276,035	3,388,252	3,462,778
Operating Profit	1,155,907	2,313,958	2,439,540	2,454,124
non-operating income and expenses	183,813	(89,055)	187,135	55,523
Net income	1,089,458	1,785,151	2,127,704	2,038,025



Revenue from January 1 to May 31, 2024

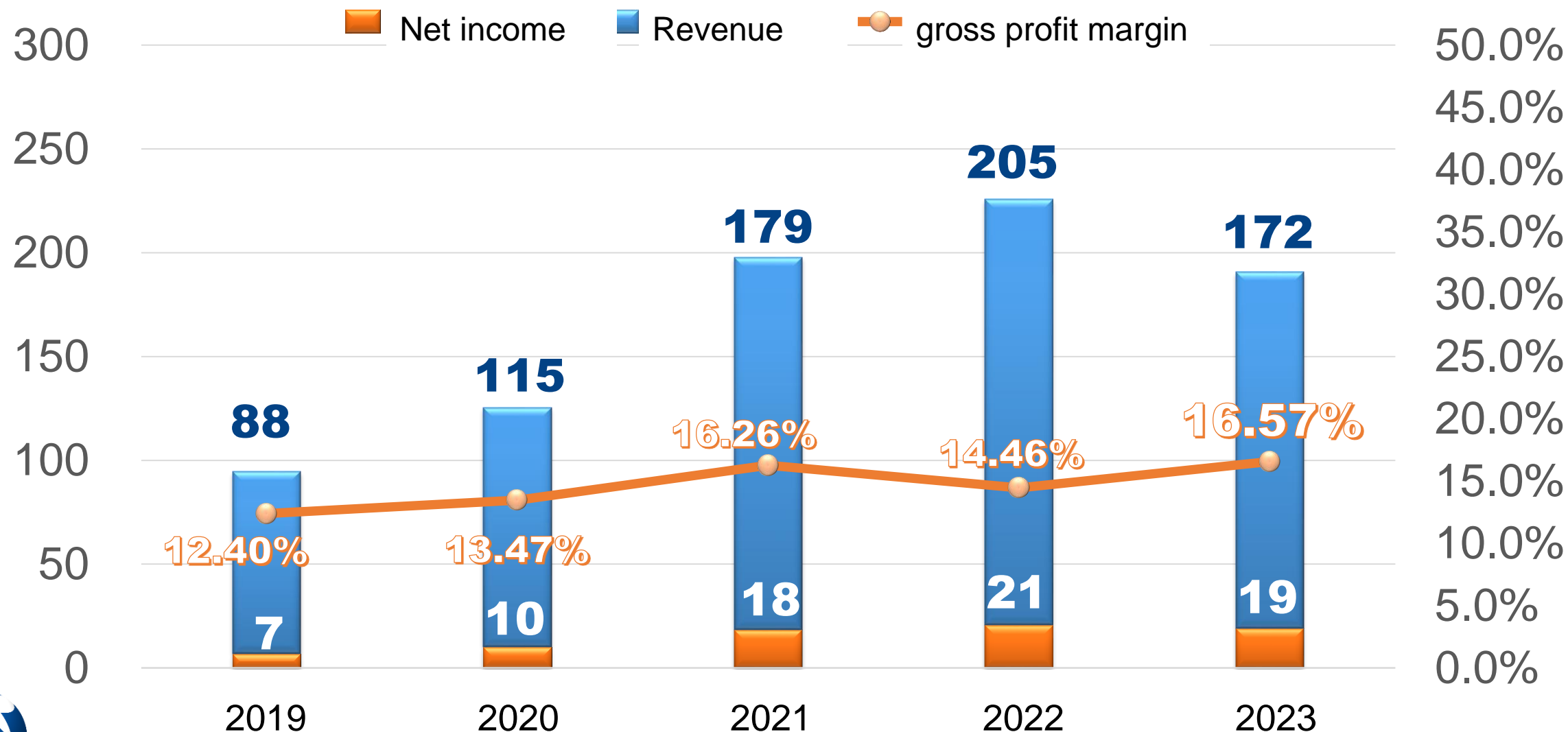
Unit: NT\$ thousands

Item	Jan. 1 to Mar. 31, 2024	April,2024 unreviewed	May,2024 unreviewed	Jan.1 to May 31, 2024 unreviewed
Operating Revenue	3,883,701	1,554,467	1,770,958	7,209,126
Gross profit	639,420	314,769	265,948	1,220,137
Operating Profit	461,847	244,561	199,289	905,697
non-operating income and expenses	25,411	1,363	19,657	46,431
Net income	395,870	197,229	177,814	770,913



Revenue and gross profit margin trends (Unconsolidated)

Unit: NT\$100 million;%



Dividend policy, dividend payout in the past four years

Unit: NT\$

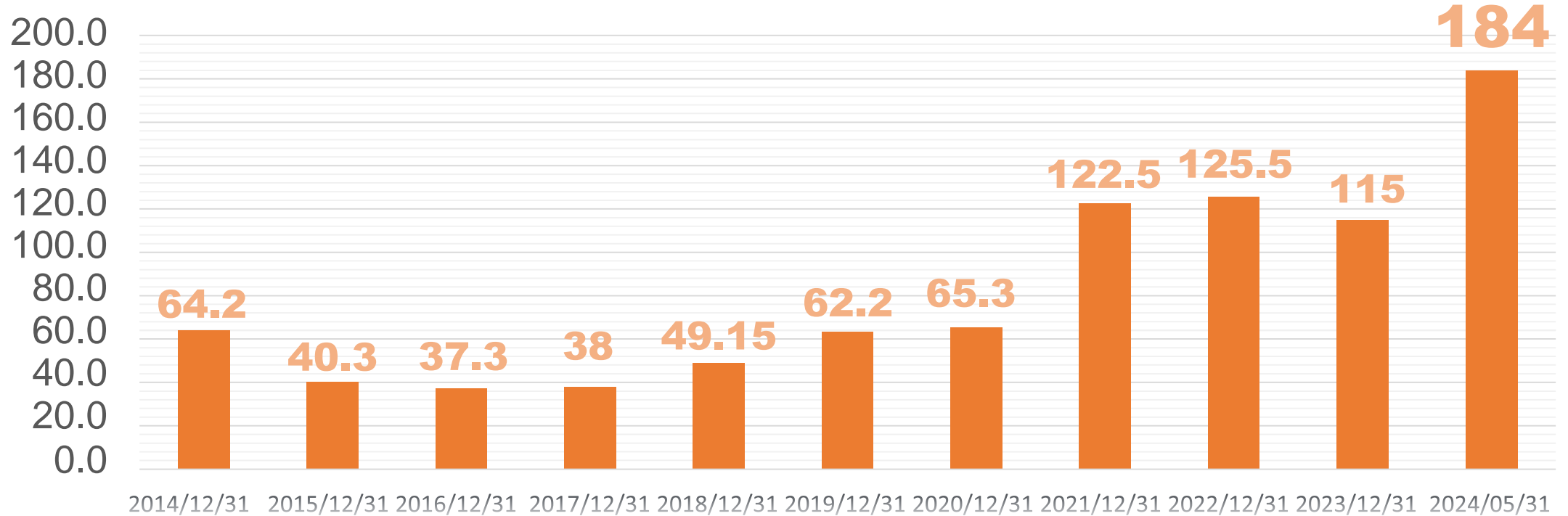
Item	2020	2021	2022	2023	2024 Q1
Earnings per share	7.48	9.96	11.14	10.28	2.14 1.26 in 2023Q1
Cash dividend (including Statutory surplus)	6.5	9.0	10.0	5.4 Ex-dividend trading day :2024/7/1 Dividend payment day :2024/7/16	
Stock dividend	3.7	-	-	4.0	
Dividend payout ratio	86.90%	90.36%	89.77%	52.53%	



Stock price trend in the past ten years

Unit: NT\$

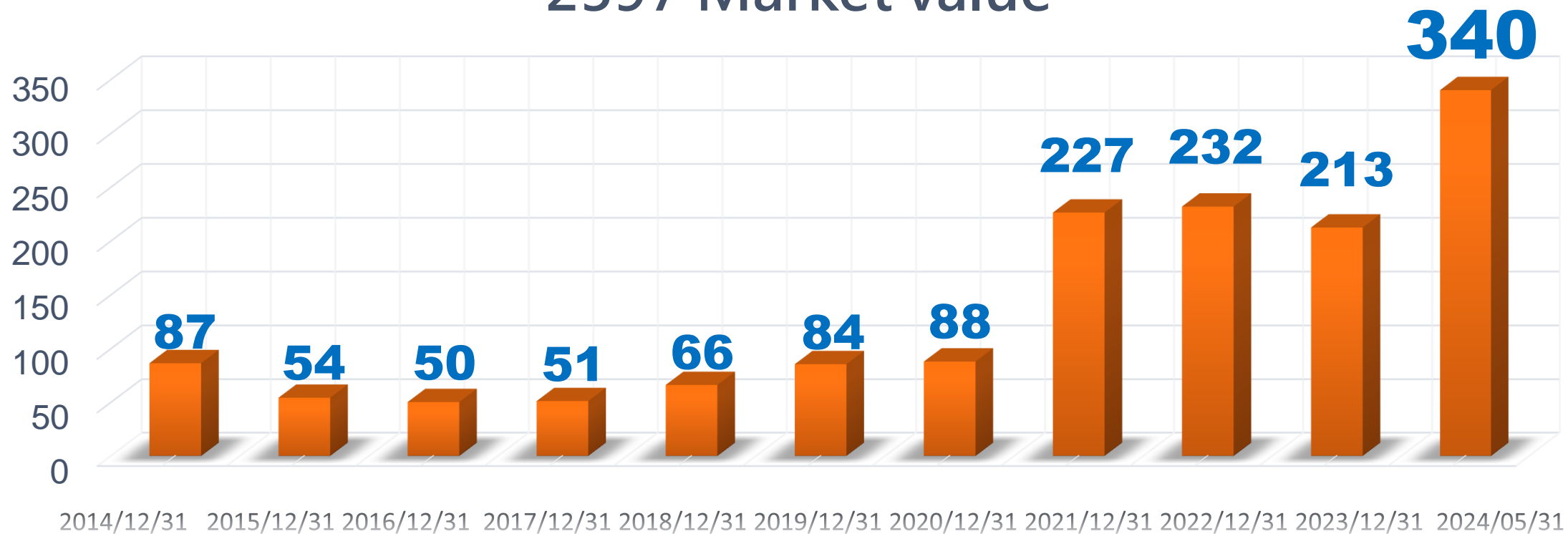
2597 stock price



Market value trend in the past ten years

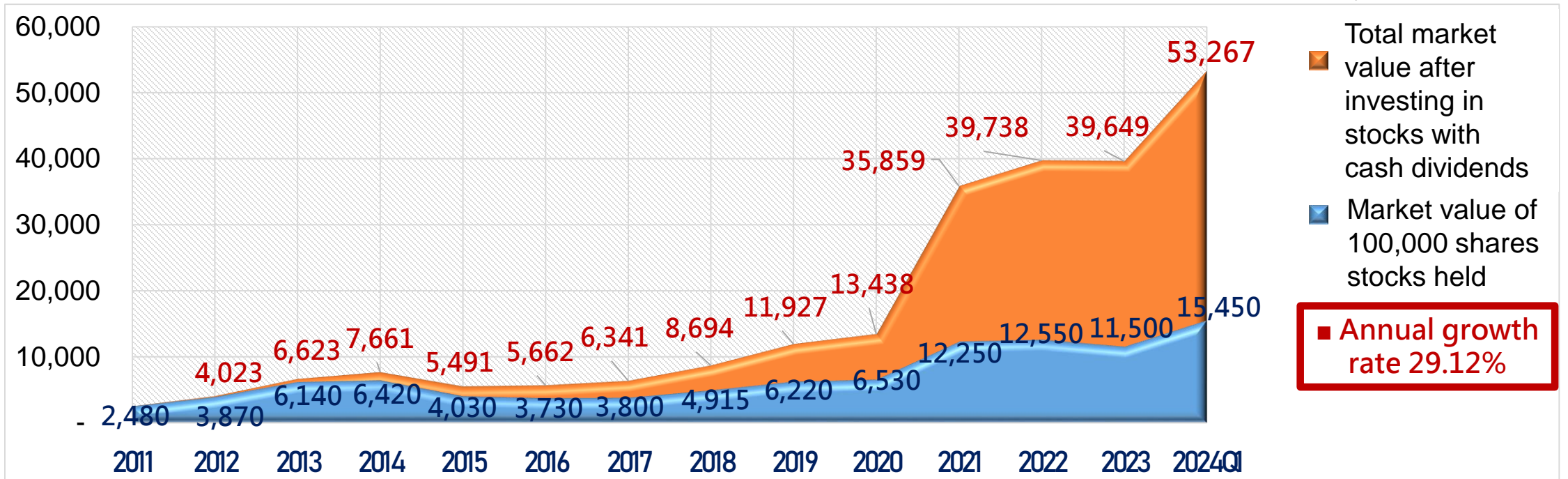
Unit: NT\$100 million

2597 Market value



2011~2024Q1 100,000 shares Investment Trend

Unit: NT\$ thousands



Item	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024 Q1
Total shares	100,000	103,955	107,858	119,326	136,243	151,795	166,861	176,890	191,760	205,791	292,730	316,641	344,773	344,773
Cash dividends (NT\$ thousands)		140	198	744	895	627	607	392	849	863	1,338	2,635	3,166	-
Stock dividends (3.7/10*205,791) shares											76,143			
conversion price per share=average annual stock price (NT\$)		35.4	50.6	64.9	52.9	40.3	40.3	39.1	57.1	61.5	123.9	110.18	112.54	-
The number of shares increasing after investing in stocks with cash dividends		3,955	3,903	11,467	16,918	15,551	15,066	10,029	14,870	14,031	10,796	23,911	28,132	-
conversion price per share=year-end stock price(NT\$)		38.7	61.4	64.2	40.3	37.3	38	49.15	62.2	65.3	122.5	125.5	115	(Note)154.5
The market value after investing in stocks with cash dividends(NT\$ thousands)		153	483	1,241	1,461	1,932	2,541	3,779	5,707	6,908	23,609	27,188	28,149	37,817
Market value of 100,000 shares stocks held(NT\$ thousands)	2,480	3,870	6,140	6,420	4,030	3,730	3,800	4,915	6,220	6,530	12,250	12,550	11,500	15,450
Total market value after investing in stocks with cash dividends(NT\$ thousands)	2,480	4,023	6,623	7,661	5,491	5,662	6,341	8,694	11,927	13,438	35,859	39,738	39,649	53,267



Four Major Drivers of Revenue and Profit Growth

- Precast advantages and precast capacity expansion
- Increased revenue share from technology factories
- Subsidiary profit growth
- Non-operating investment income



Precast Advantages

1. Standardization of Factory production: Utilizing machinery and equipment for excellent quality control, significantly reducing labor and construction time.
2. Innovative R&D and Technology Improvement: Leveraging the effectiveness of precast solutions to address traditional construction problems, and on time and high quality project delivery as per owner's requirements.
3. Energy conservation and Emission Reduction: Achieving net-zero carbon emissions, reducing construction waste, and lowering environmental pollution, meeting international business selection standards.



Precast products (produced from self-owned precast factory)



PCS construction method



Grid Precast waffle slab



Precast column



Precast beam



Precast exterior wall



**Precast exterior wall
(rubber mold concrete)**



TCC's Battery Factory, Molie Quantum Energy Technology, Achieves Dual Gold Green Building Certifications

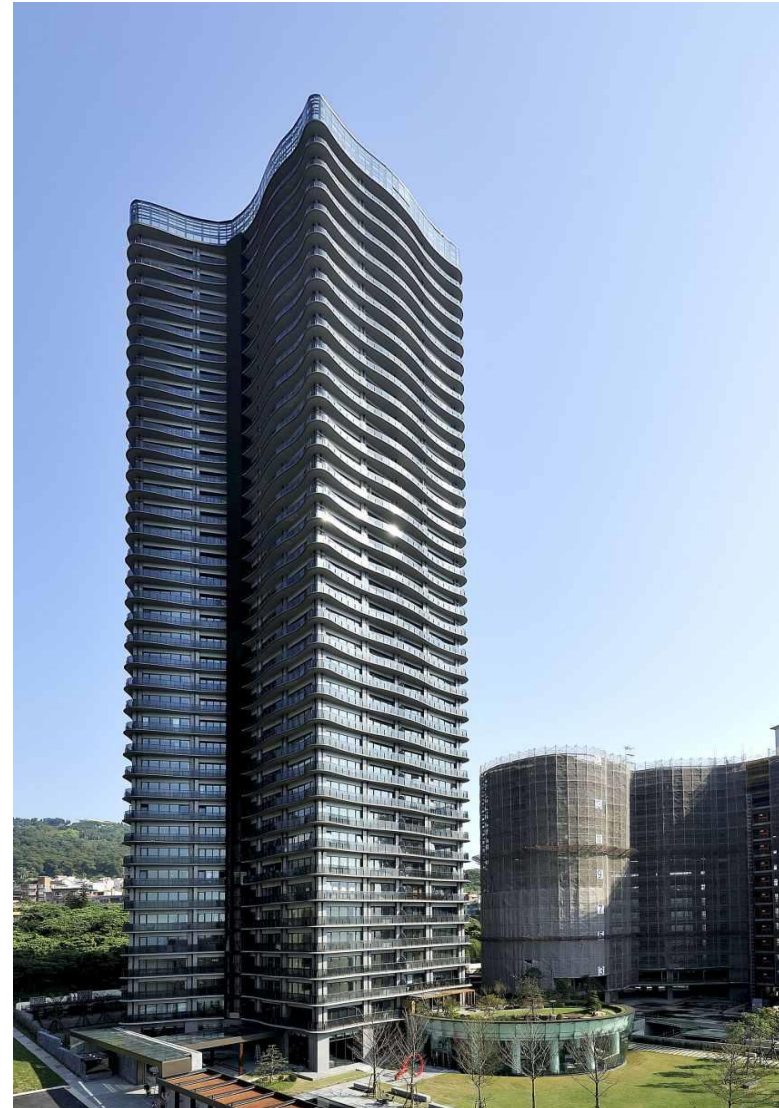
Commercial Times News Jun. 25, 2024

A subsidiary of the TCC Group, the Molie Quantum Energy Technology factory, located in Xiaogang, Kaohsiung, has received dual gold green building certifications from LEED in the United States and EEWH in Taiwan for its lithium battery brand, Molicel, making it Taiwan's first high-end lithium battery factory to achieve such recognition. Xue Renzhen, general manager of Molie Quantum Energy Technology, pointed out that the Kaohsiung Molie Quantum Battery Factory uses the "Precast Construction Method" in line with the trend of zero-carbon buildings, achieving a 7% carbon reduction, and shortening the construction period by at least 50 days, significantly reducing waste and airborne dust. In addition, the factory adopts a high-efficiency air conditioning system with variable frequency control and incorporates a process heat recovery system, resulting in energy savings of 42%.





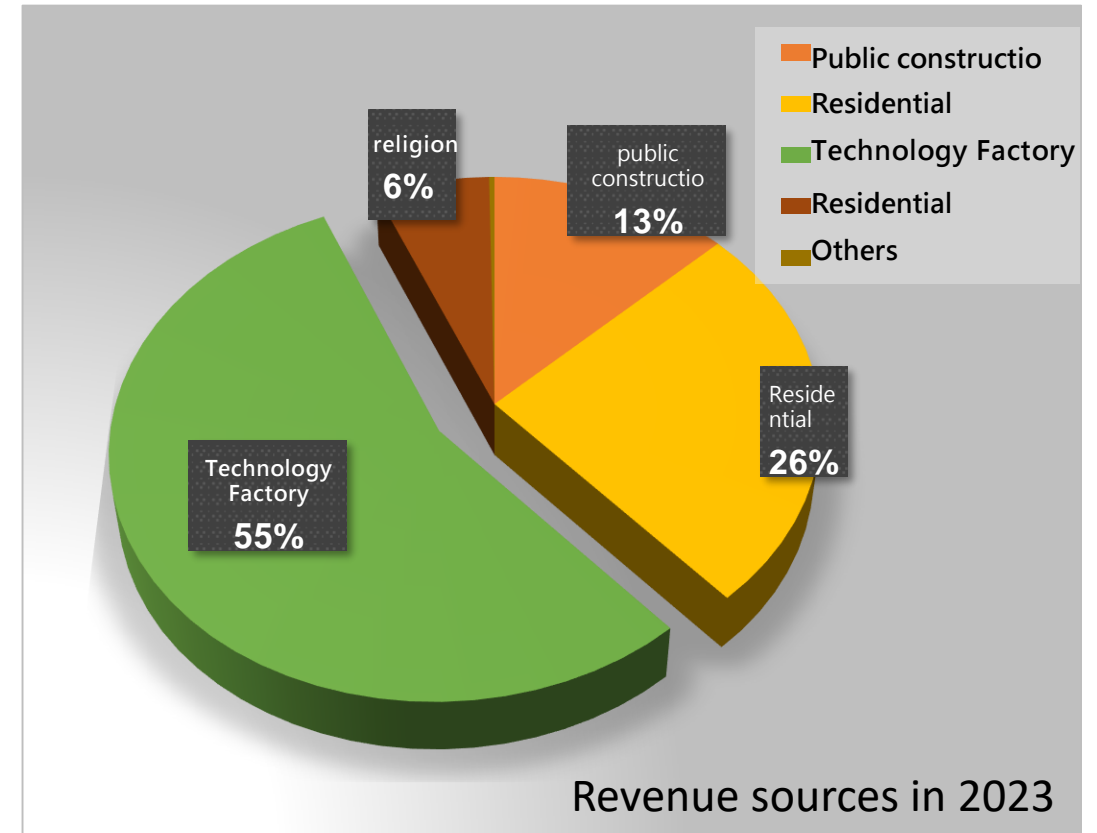
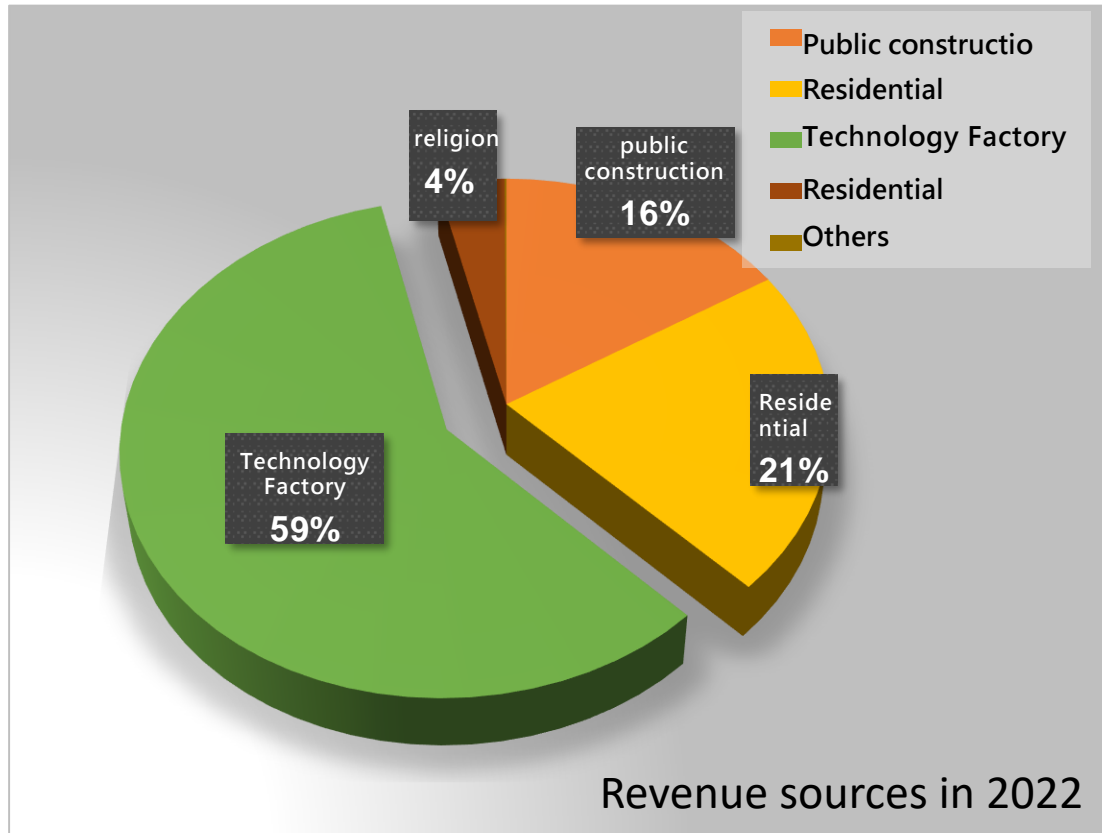
Nangang-Yucheng Commercial
Office Construction Project



Blue-Sea Precast Architecture



➤ Increased revenue share from technology factories



Note: The source of revenue is individual revenue data (excluding subsidiaries).



Reasons for the Increased Revenue Share from Technology Factories

Becoming the top choice for foreign companies to build factories in Taiwan.

- **Fast Construction:** using precast construction methods allows for rapid construction.
- **High Quality:** excellent construction meets foreign companies' standards and solves their problems.
- **Cost-Effective.**



➤ Subsidiary profit growth

Unit: NT\$ thousands

Important subsidiaries	Item	2021	2022	2023	2024 Q1
Ruentex Materials (8463) Directly holds 39.15%	Operating Revenue	2,629,500	3,190,424	3,988,001	1,103,953 910,705 in 2023Q1
	Net income	(103,741)	38,108	114,983	56,646 4,225 in 2023Q1
	Earnings per share NT\$	(0.69)	0.25	0.77	0.38 0.03 in 2023Q1
Ruentex Interior Design (6881) Directly holds 18.30%	Operating Revenue	910,639	1,062,793	1,521,800	418,537 256,583 in 2023Q1
	Net income	39,776	103,283	148,069	42,690 18,927 in 2023Q1
	Earnings per share NT\$	5.20	7.65	10.97	3.16 1.40 in 2023Q1





Surface smoothing material



Self-leveling cement



Elastic cement



Caulking material



Adhesive material



Non-shrink mortar



Mortar material





Wooden Door Overview

External beauty with even greater emphasis on internal details.

We pay more attention to what you can't see. An industry first, let's show you inside.

Green, healthy and environmental friendly

Japan imports /Taiwan resin film

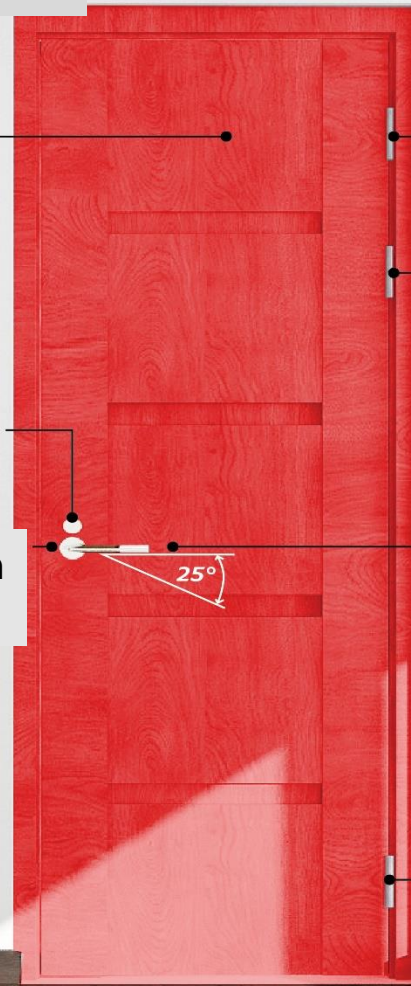
40mm solid wood leaf + LVL solid wood composite

Japanese silent door lock

Silent resin lock plate

Three-dimensional adjustable hinge

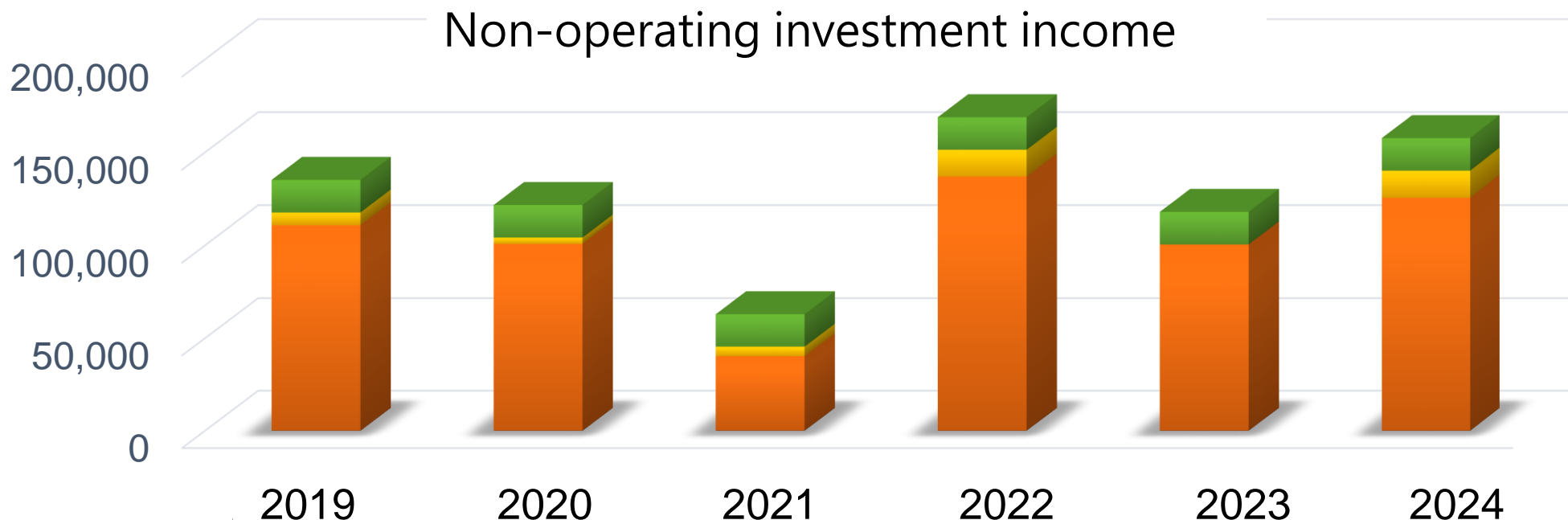
Handle opening angle: 25°



➤ Non-operating investment income

Unit: NT\$ thousands

Main investment	Item	2019	2020	2021	2022	2023	2024,expected
Ruentex Industries (2915)	Cash dividend income	110,835	100,759	40,304	136,987	100,482	125,603
Ruentex Development (9945)	Cash dividend income	6,852	3,426	5,139	14,390	-	14,570
Nanshan Life Insurance Subordinated Bonds	Debt interest income	17,500	17,500	17,500	17,500	17,500	17,500



Business strategy

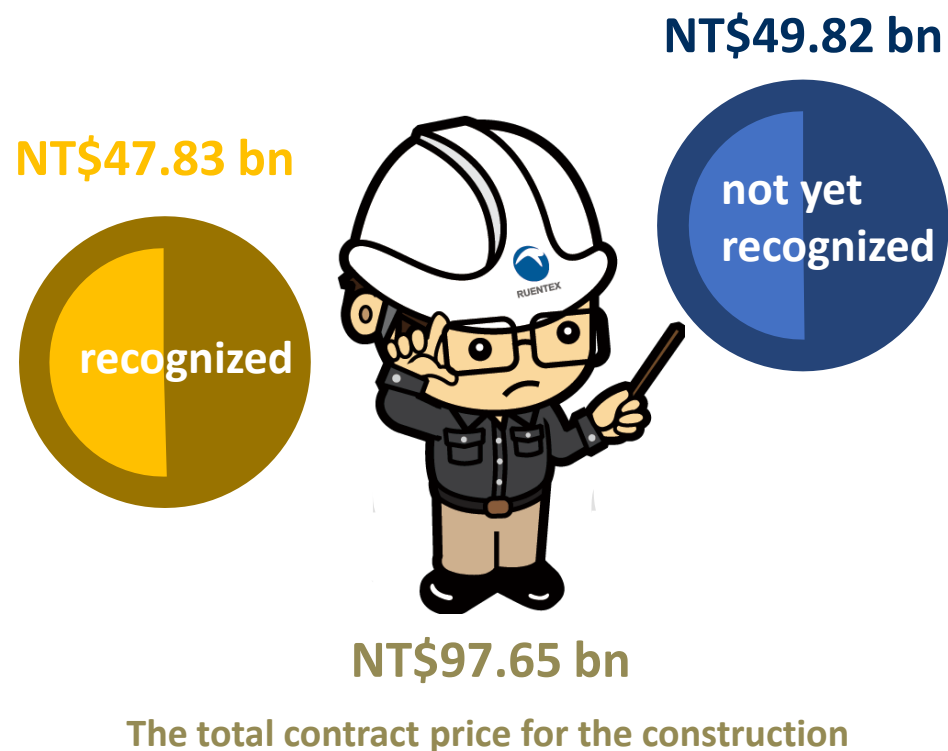


Business performance — Construction in progress

The total contract price for the construction is NT\$97.65 billion

As of May 2024, a total of NT\$47.83 billion has already been recognized.

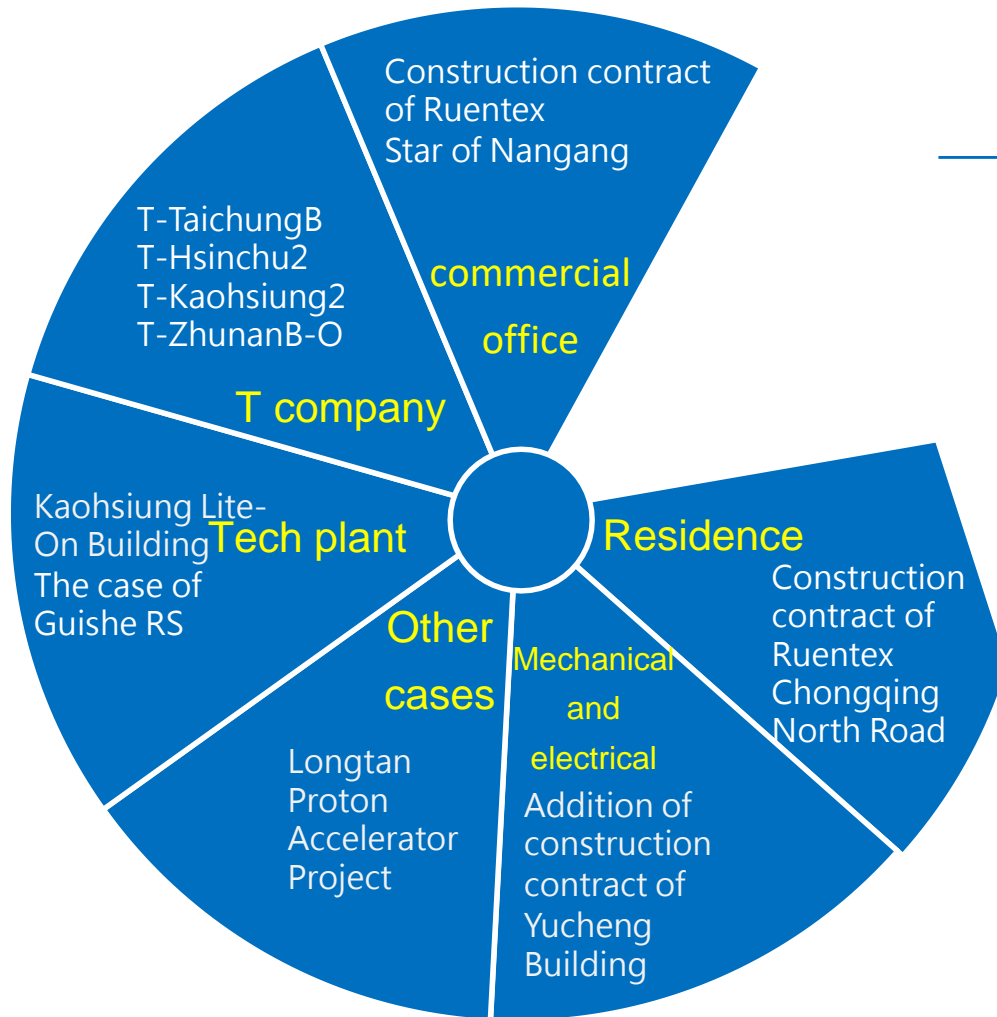
NT\$49.82 billion of the contract price has not yet been recognized.



Additional orders for Ruentex in 2024 (Jan.-Jun.)

NT\$24.0bn

Annual new amount



The Power of Transforming Construction Industry



Construction Team



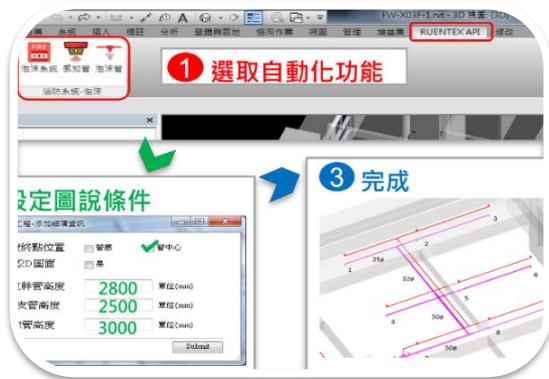
Aluminum Formwork System



Effort-saving Tools



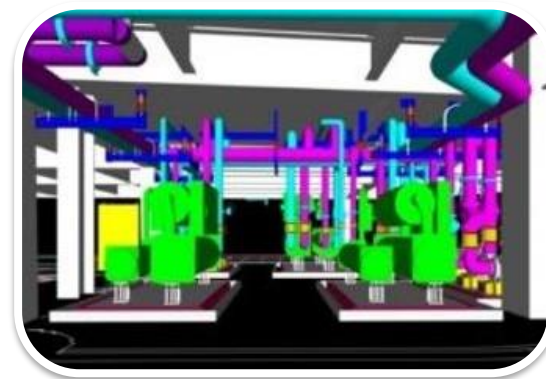
Carbon Reduction Method



Automatic Drawing



Smart Design



Rapid Computation



Ruentex looks forward to contributing its strength in the future

Promote ESG and sustainable carbon reduction

Establish a **sustainable development committee**

Responding to the international community's carbon reduction actions and national net-zero development goals. The 2023 ESG sustainability report will be issued in Aug. 2024. Introduce ISO14064-1 and ISO14067-1, conduct carbon inventory of the company organization and calculate the carbon footprint of precast products. It is expected to complete the inventory before mid-2024 and complete the verification by the end of 2024.



RT Sustainability Report Structure



Benefit of Ruentex Low-Carbon Construction Method



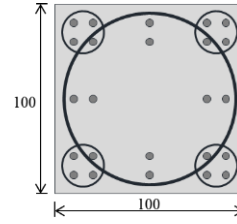
Precast Method



Multi-Spirals



Aluminum Formwork System



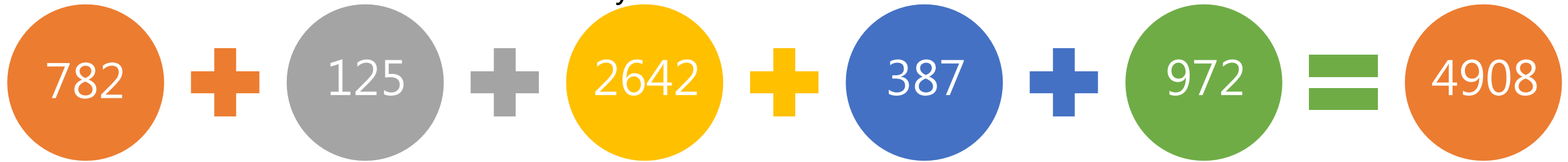
New Material New RC



PCS Method



12.7



CO₂ Reduction (t)

Equivalent to the annual carbon sequestration of **12.7** Daan Forest Parks.

From 2019 to 2023, statistics on four construction projects of our company, including Zhongli Social Housing, Veterans General Hospital Dormitory, Wanhua Social Housing, and Nangang Office Building show a total reduction of **4,908** tons of carbon dioxide emissions through the implementation of various low-carbon construction methods. This reduction is equivalent to the annual carbon sequestration of **12.7** Daan Forest Parks.

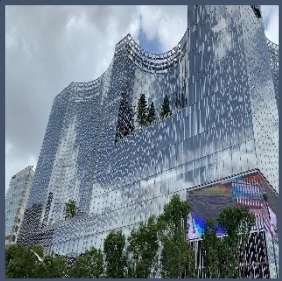
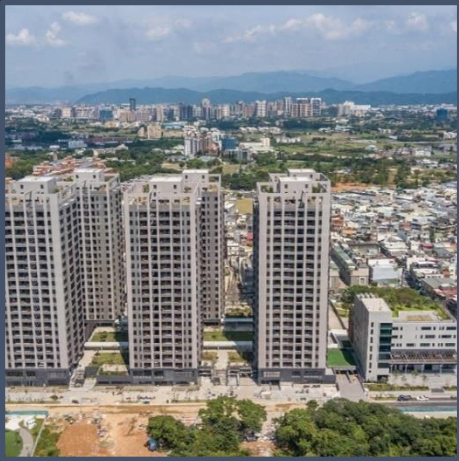


Future outlook

Integrating advanced precast technology with ESG, we strive to become a leading construction company committed to environmental protection, energy conservation, and sustainable operations.

To expand the company's energy and market share, creating value and profits to give back to shareholders, employees, and society.





Ruentex Engineering & Construction Co., Ltd.