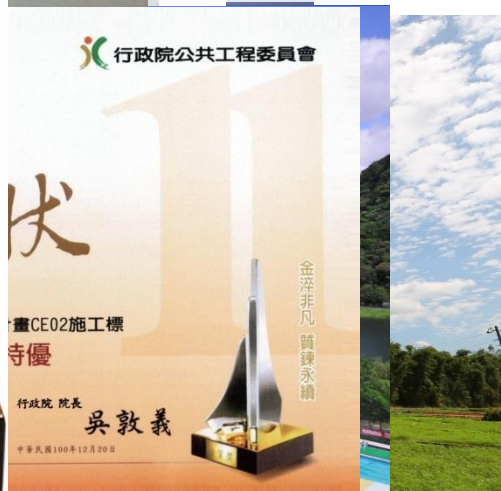




KSECO

KUNG SING Engineering Corporation

2019 Institutional Investors Conference



- ❖ Company Profile
 - ❖ Operational overview
 - ❖ Financial summary
 - ❖ Business development
-





Company Profile



➤ Seventy years old history

KUNG SING Engineering Corporation was established in 1947, has been established for 70 years ,2012 The Company's listed stocks . For the domestic large-scale factory to obtain the first ISO 9001 quality management and ISO 14001 environmental management certification the company.



A Summary of Corporate Governance in Recent Three Years

2019

1. The new construction of the Guanyin Tunnel on the Suhua Highway was completed; Linkou Power Plant Renewal Expansion Plan Cartridge Coal unker System entered the acceptance phase.
2. Received the Excellence Award for Performance Contract issued by Taiwan Power Company.
3. Received a testimonial from the Thailand Trade and Economic Office, Taipei for taking care of Thai labors.

2018

1. The Fourth corporate governance evaluation results for the top 20% excellent Corporation.
2. Won 2018 TCSA Taiwan Enterprise Sustainability Award Corporate Sustainability Report Award – Silver Award.
3. Awarded the Engineering Supervision Excellence Award (Guanyin Tunnel) by the Highway Administration of the Ministry of Communications.
4. Obtained the procurement project of “New Project of 5K+000~7K+035 of Tamkang Bridge and its Connected Roads” .
5. Received a testimonial from the Thailand Trade and Economic Office, Taipei for taking care of Thai labors.

2017

1. The Third corporate governance evaluation results for the top 20% excellent Corporation.
2. Won 2017 TCSA Taiwan Enterprise Sustainability Award Corporate Sustainability Report Award – Bronze Award.
3. Won the 17th Public Works Gold Award for a masterpiece of water conservancy engineering.
4. National Gold Medal State Building 19th National Building Gold Medal.
5. Received a testimonial from the Thailand Trade and Economic Office, Taipei for taking care of Thai labors.



➤ Business scope

Construction engineering



- Comprehensive construction industry
- Dredging industry
- Anti - corrosion, anti - rust works
- Lifting Engineering
- Drilling Engineering
- Waste disposal industry
- Other environmental sanitation and pollution control services

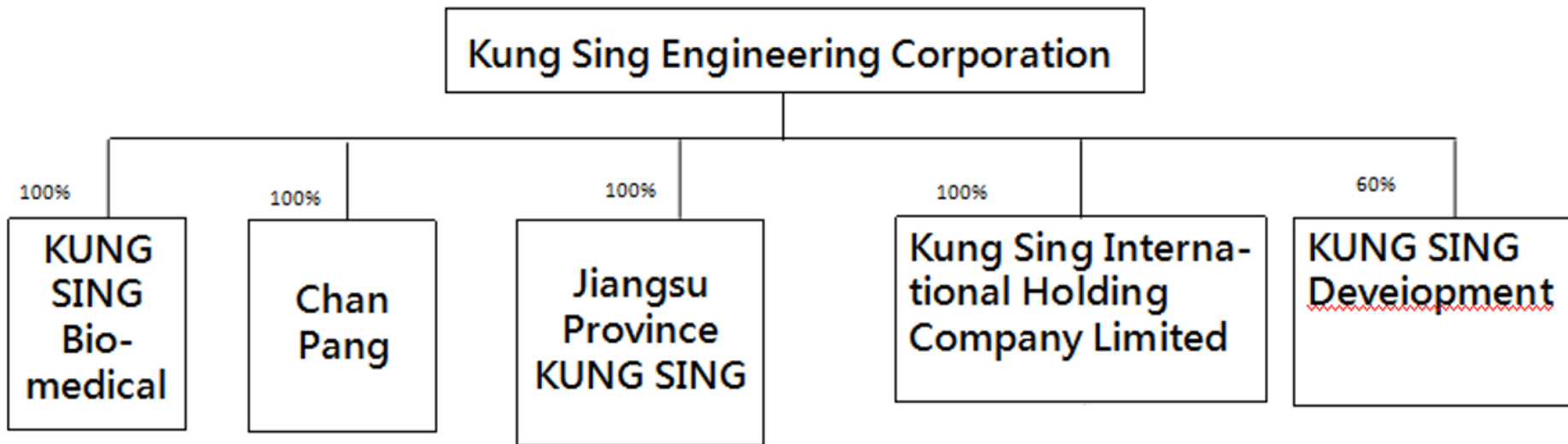
Architecture and Development



- Residential and building development and rental industry
- Industrial plant development and rental
- Development of specific professional areas
- Invest in the construction of public construction
- New town, new community development industry
- Section of the collection and the city to reproduce the agency industry
- Real estate leasing industry
- Urban renewal and reconstruction industry



➤ Relationship Organization Chart



Operational overview

➤ Construction in progress

Construction of Danjiang Bridge and Connecting Road Network
5K+000~7K+035

Contract amount: NT 12.494 billion

Linkou Power Plant Renewal
Expansion Plan Cartridge Coal
Bunker System

Contract amount: NT 6.5 billion
(into the acceptance phase)

Taichung harbor dock No.106 new
construction project.

Contract amount: NT 1.186 billion

civil, Electrical & Mechanical
from Chaozhou to Linbian, LOT
811, procurement case

Contract amount: NT 1.738
billion

KUNG SING Engineering
Co.,Ltd(8F.102.Civil
Boulevard Sec.4.Taipei

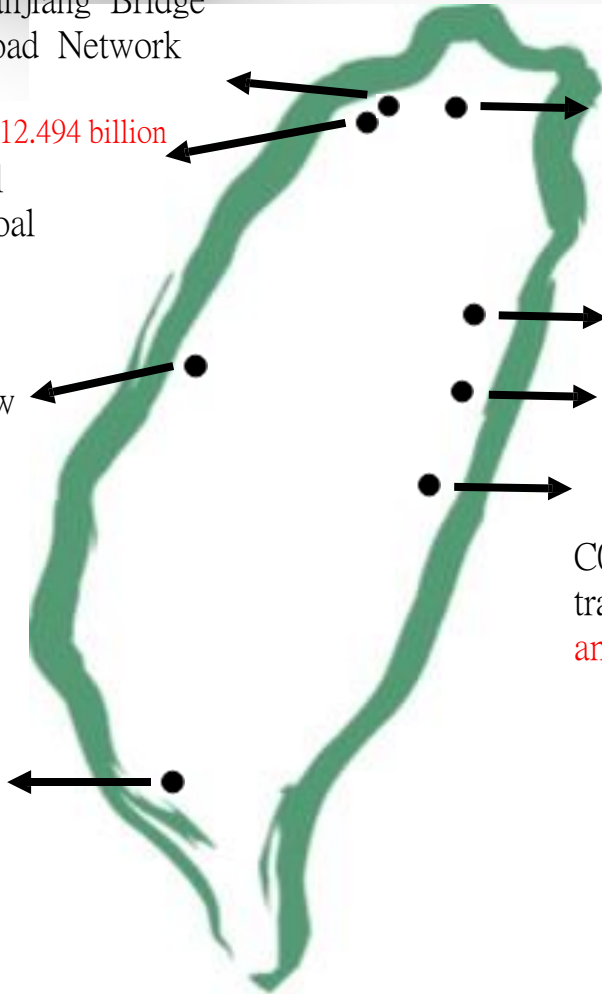
New Construction of Guanyin Tunnel
Project

Contract amount: NT 7.2 billion (Completion,
project progress 100%)

New Construction of Gufong Tunnels
Project

Contract amount: NT 9.208 billion

C031 agent Tainan Nanping to Wanrong two-
track civil and tram line project Contract
amount: NT 1.148 billion



➤ Construction in progress

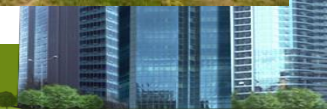
project name	C031 agent Tainan Nanping to Wanrong two-track civil and tram line project
owner	Railway Bureau, MOTC
Contract price	NT 1.148 billion
Engineering location	East of Taiwan
project progress	56%





➤ Construction in progress

project name	Linkou Power Plant Renewal Expansion Plan Cartridge Coal Bunker System
owner	Taiwan Electric Power Company Limited
Contract price	NT 6.5 billion
Engineering location	North of Taiwan
project progress	99%





Construction in progress

project name	New Construction of Guanyin Tunnel Project (B2) New Construction of Gufong Tunnels Project (B3)
owner	Ministry of Communications Traffic Authority to improve the highway office
Contract price	NT 7.2 billion NT 9.208 billion
Engineering location	East of Taiwan
project progress	B2 : 100% B3 : 94%





Construction in progress



project name	civil, Electrical & Mechanical from Chaozhou to Linbian, LOT 811, procurement case
owner	Railway Bureau, MOTC
Contract price	NT 1.738 billion
Engineering location	Southern Taiwan
Project progress	72%



➤ Construction in progress

project name	Taichung harbor dock No.106 new construction project.
owner	Port of Taichung, Taiwan International Ports Corporation, Ltd
Contract price	NT 1.186 billion
Engineering location	Central Taiwan
Project progress	72%





➤ Construction in progress

project name	Construction of Danjiang Bridge and Connecting Road Network 5K+000~7K+035
owner	Directorate General of Highways, MOTC
Contract price	NT 12.494 billion
Engineering location	North of Taiwan
Project progress	1.1%

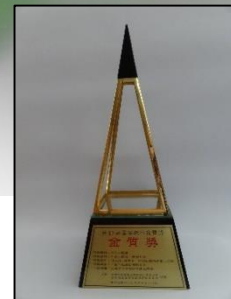


In recent years the project winning record

The 17th National Building Gold Award The 17th National Building Gold Award The first prize.

KCL211 standard Lin Luo, bamboo field railway elevated works

2015



Concrete engineering award, non-architectural masterpiece
Taiwan's Taoyuan International Airport's Outside Linking MRT system Construction Proect

2014



Environmental impact assessment audit plan selection excellence Taiwan's Taoyuan International Airport's Outside Linking MRT system Construction Proect

2013



Nominee of the 11th Annual Public Construction Golden Award
Nominee Public Works Quality Award Taiwan's Taoyuan International Airport's Outside Linking MRT system Construction Proect

2011





Received the Excellence Award for Performance Contract issued by Taiwan Power Company.

Linkou power plant renovation plan "outlet diversion dike, north breakwater, coal unloading terminal, connecting bridge and related facilities new construction"



2019

The General Administration of Communications of the Ministry of Communications awarded the Excellent Award for Engineering Supervision. New Construction of Guanyin Tunnel Project



2018

The 17th Public Works Gold Award - Water Works Project. Ministry of Economic Affairs Public Works Quality Award. Linkou power plant renovation plan "outlet diversion dike, north breakwater, coal unloading terminal, connecting bridge and related facilities new construction" Smooth opening Certificate of merit. Taiwan's Taoyuan International Airport's Outside Linking MRT system Construction Project



2017

China Institute of Engineering Engineering Award for outstanding work of concrete award. Concrete Society's Best Popularity Award.



2016

Linkou Power Plant Renewal Expansion Plan Cartridge Coal Bunker System

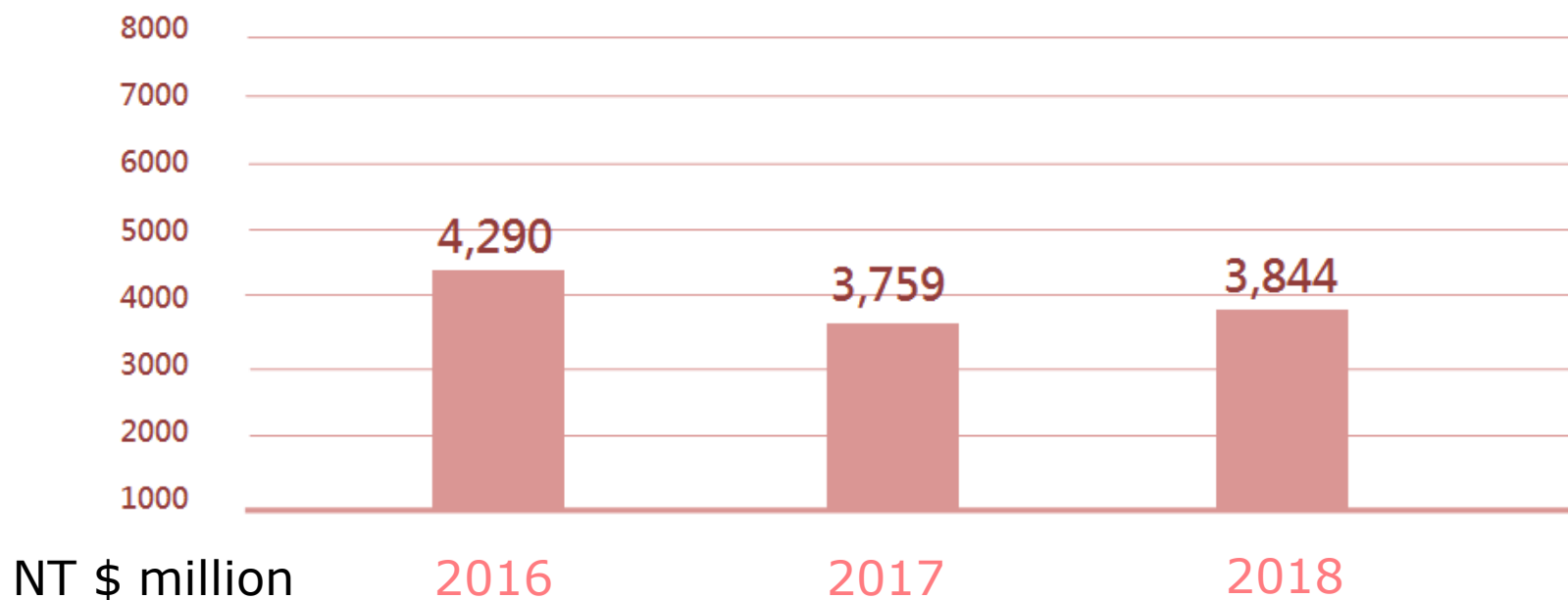




Financial summary



➤ Nearly three years of consolidated revenue



2019 Q2 consolidated income statement

NT (thousand)					
period	2019/6/30		2018/6/30		YOY
Operating income	1,920,785	100%	1,582,151	100%	21.40%
Operating cost	(1,853,714)	(97%)	(1,542,557)	(98%)	20.17%
Operating margin	67,071	3%	39,594	2%	69.40%
Operating expenses	(77,437)	(4%)	(78,315)	(5%)	1.12%
Operating interest	(10,366)	(1)%	(38,721)	(3)%	73.23%
Total revenue and expenditure	(18,610)	(1)%	27,944	2%	(166.60)%
Pre-tax profit	(28,976)	(2)%	(10,777)	(1)%	(168.87)%
Income tax expense	2,819	-%	16,656	1%	(83.08)%
Current net profit	(26,157)	(2)%	5,879	-%	(544.92)%
Net profit attributable to parent company	(24,990)	(2)%	6,920	-%	(461.13)%
Earnings per share	(0.07)		0.02		

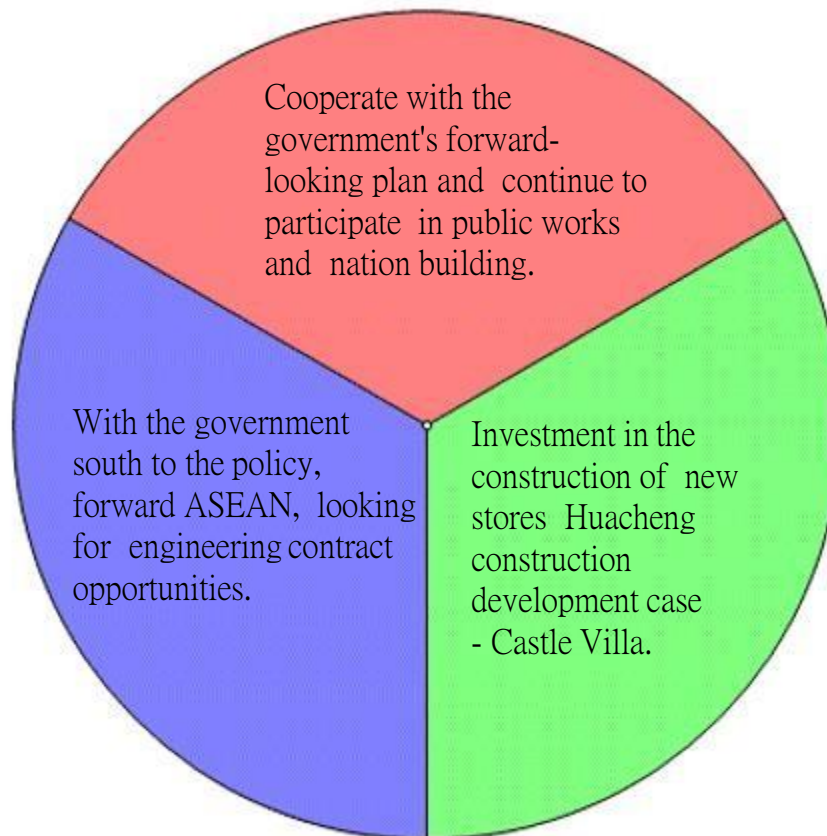
➤ 2018 Q3 Consolidated Assets

NT (thousand)					
period	2019/6/30	2018/6/30	period	2019/6/30	2018/6/30
Current assets	8,863,139	7,828,730	Current liabilities	5,195,441	4,955,718
Non-current assets	1,123,689	1,317,854	Non-current liabilities	928,959	330,320
Real estate, plant and equipment	621,559	699,607	Long term loan	727,813	133,952
Other non-current assets	502,130	618,247	Other non-current liabilities	201,146	196,368
total assets	9,986,828	9,146,584	Total liabilities	6,124,400	5,286,038



Business development

- The future direction of the company to expand operations





The presentation ends
Thanks for listening

