

Fulgent Sun (9802) Announces Monthly Sales for February 2021

**Fulgent Sun: Unaudited Sales of February 2021 decreased 2.75% annually to the second highest record NT\$897 million, but a 3.62% year-on-year increase in terms of US\$.**

**Accumulated sales of 2021's first two months rose 14.40% annually to a record NT\$2.27 billion, or a 21.32% year-on-year increment in terms of US\$.**

**Prosperity belongs to the most persevering through solitude. Harvest belongs to the most diligent through cultivation.**

**Production capacity and sales are optimistically expected to bounce back and grow annually for the coming months, as they touched bottom in February.**

*2021 / 03 / 08, Douliu*

Fulgent Sun International (Holding) Co., Ltd. ( “Fulgent Sun” , TWSE: 9802) today announced sales of February 2021 decreased 2.75% from NT\$922 million a year earlier to NT\$897 million, the second highest in record. In respect of US dollars, it is an annual increase of 3.62%. Accumulated sales of the first two months of 2021 climbed 14.40% year-on-year to a record NT\$2.27 billion, or an increment of 21.32% in terms of US dollars.

According to characteristics of footwear manufacturing business and shipment schedules over the years, autumn and winter shoes are mostly shipped in Q2 and Q3. Relatively, shipments of spring and summer shoes regularly lie between Q4 and next year's Q1. As a result, monthly sales of March, April, September and October are often at relative low levels. On the other hand, June, July, December and January generally have relatively higher sales. Therefore, it is more practical to observe Fulgent Sun's monthly sales in the perspective of annual changes than monthly differences.

Two factors dragged Fulgent Sun's production capacity and sales in the short term: Lunar new year holidays led to fewer working days in February, while global shortage of containers affected Fulgent Sun's shipment schedules, which in turn lowered sales of around \$100 million (mostly postponed until March). However, in respect of US dollars, sales of February 2021 still improved annually, suggesting the group's operating and marketing abilities are superior to before. As we enter Q2 and later Q3, there still might be fluctuations in monthly sales, but with continuous expansion on production capacity, levels of annual growth on monthly sales for future months are expected to be more significant. Based on currently gathered related information, production capacity and sales touched bottom in February. March and April, the period for transitions between seasonal products, are the low seasons in the industry. Yet, they are expected to show an annual growth this year. Moreover, production capacity and sales are expected to jump substantially in May and June.

Fulgent Sun holds an optimistic prospect and values consumers' growing awareness on outdoor leisure and activities due to COVID-19. Given that orders of mass production are well allocated and production capacity increases, and with the additional energy accumulated from the group's various investments and layouts in 2020, rewards are expected to display substantially in 2021 and the coming years. The group's overall development abilities, mass production capacity, and marketing, operating scales are bounced to enter a new milestone, adding that growth momentum seems robust in operation and management.

## Fulgent Sun consolidated sales report

(In NTD '000 ; %)

Year \ Period	2021	2020	YOY
January	896,827	922,216	-2.75
January-February	2,271,774	1,985,749	14.40

(In USD '000 ; %)

Year \ Period	2021	2020	YOY
January	31,677	30,569	3.62
January-February	80,078	66,004	21.32

**About Fulgent Sun**

Fulgent Sun International (Holding) Co., Ltd. ("Fulgent Sun", TWSE: 9802) was established in 1995, principally engaged in foundry production and distribution of sports shoes and outdoor shoes. There are more than 40 international well-known brand customers. The headquarters is located at Douliu City, Yunlin County, Taiwan. There are six factories spread throughout China, Vietnam, and Cambodia.

**Forward Looking Statements**

Some of the statements contained in this press release may be considered forward-looking statements. These statements identify prospective information. Forward-looking statements are based on information available at the time and/or management's good faith belief with respect to future events, and are subject to risks and uncertainties that could cause actual performance or results to differ materially from those expressed in the statements. These forward-looking statements are subject to a number of factors that may cause actual results to differ materially from the expectations described, which include but are not limited to economic, competitive, market, currency, governmental and financial factors. Fulgent Sun International (Holding) Co., Ltd. assumes no obligation to update forward-looking statements to reflect actual results, changes in assumptions or changes in other factors affecting forward-looking information except to the extent required by applicable securities laws.