Fulgent Sun 鈺齊國際

Fulgent Sun (9802) Announces FY2026 Q2 Unaudited Financial Result

The 2026 Q2 consolidated sales reached NT$5.26 billion, net income attributable to owners of the parent stood at NT$178.63 million, and EPS stood at NT$0.89.

The first half of 2026 consolidated sales amounted to NT$8.93 billion, EPS stood at NT$1.78. Total output momentum is expected to be stronger in the second half of the year than in the first half.

2026/07/23, Douliu

Fulgent Sun International (Holding) Co., Ltd. ("Fulgent Sun", TWSE: 9802) today announced its unaudited results for 2026 Q2.

Key Points

- Fulgent Sun's consolidated sales in 2026 Q2 reached NT$5.26 billion, demonstrating the initial results of accelerated capacity expansion. This not only set a new record for quarterly revenue in three and a half years but also represented a 43.10% increase from the first quarter's NT$3.67 billion. Accumulated consolidated sales for the first half of 2026 reached NT$8.93 billion, remaining roughly flat compared to NT$8.90 billion in the same period last year. Consolidated sales in the first quarter of 2026 were the lowest of the year. Heading into the second quarter, the scale of the Group's production and sales operations are expected to demonstrate significant growth momentum. Based on recent trends in mass production orders and production capacity expansion plans, the outlook for positive growth in "total output value" for the full year of 2026 compared to 2025 remains unchanged, with total output momentum in the second half of the year expected to be stronger than in the first half.

- Looking at Fulgent Sun's profitability in 2026 Q2, the gross profit reached NT$733 million; operating profit amounted to NT$261 million; income before income tax was NT$229 million; net income attributable to owners of the parent was NT$179 million; earnings per share after tax was NT$0.89 (exchange rate effect was -NT$0.19). Second-quarter EPS was flat compared to the first quarter; excluding the impact of non-operating foreign exchange valuation, second-quarter core EPS (NT$1.08) would have outperformed the first quarter (NT$0.81). Looking further at the profitability ratios, gross profit margin reached 13.94%, operating expense ratio was 8.97%, operating profit margin came to 4.97%. The various negative factors that impacted first quarter profitability continue to affect the second quarter, including turbulence in the external macroeconomic environment and challenges related to temporary operational conditions. The former encompasses negative factors such as the direct and indirect impacts of tariffs, fluctuations in various raw material prices, and pressure from consecutive wage increases, while the latter includes the costs associated with the learning curve—which are unavoidable in order to boost the utilization rate of new production capacity at the new plants—and the increased depreciation of fixed costs, among other factors.

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- Regarding Fulgent Sun's profit performance for the first half of 2026, the gross profit reached NT$1.32 billion, operating profit amounted to NT$450 million, income before income tax was NT$459 million, net income attributable to owners of the parent was NT$357 million and earnings per share was NT$1.78, excluding the impact of non-operating foreign exchange valuation (effect was -NT$0.11), EPS stood at NT$1.89. Looking at the various ratios, gross profit margin reached 14.72%, operating profit margin was 5.03%. Furthermore, thanks to the rigorous implementation of lean management, operating expense ratio remains tightly controlled at 9.69%, demonstrating that the Company's core operations possess solid underlying strength.

- Regarding the information on Fulgent Sun Group's brand clients, the Group has provided OEM mass production services for more than 50 brands of which the top three account for nearly 50% of the Group's total revenue, the top ten account for more than 80%, and the top 20 account for more than 90%. The operating strategy of accepting orders from multiple brands remains unchanged. In terms of production output distribution, Vietnam, Cambodia, China and Indonesia accounted for 65.98%, 20.15%, 11.56% and 2.31%, respectively. In terms of revenue by sales destination (as designated by brand customers), the Greater European region remained the primary market at 46.43%, followed by the Greater Americas region at 35.45% (with the United States accounting for 25.48%), while the Greater Asia region accounted for 17.15%.

- Fulgent Sun Group has been working to accelerate the optimization of global production capacity allocation since mid-2024. In order to meet customer needs, thereby providing a stronger production foundation while reinforcing its commitment to customers, the newly established facilities in Vietnam and Indonesia have also commenced mass production trials in the second half of 2025. Following a slowdown in hiring and production growth during the first quarter due to the traditional Lunar New Year holiday, the Group has continued to scale up production and sales starting in the second quarter, with the share of production capacity from the new plants in Q2 showing a significant increase compared to Q1. Looking ahead, the Group remains committed to its mission of becoming one of the world's leading and most respected footwear manufacturers. In addition to strengthening and deepening our partnerships with established international premium brands, we will actively seek to develop and introduce new internationally renowned brands. With new production capacity steadily expanding, this will add growth momentum to overall operations while simultaneously laying a solid foundation for the Group's long-term and sustainable growth.

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(Appendix) Fulgent Sun (9802) 2026 Q2 Unaudited Financial Results：

(In NTD ‘000；%)

	2026/Q2	2025/Q2	YoY	2026/H1	2025/H1	YoY	2026/Q1	QoQ
Consolidated Sales	**5,258,501**	5,232,374	0.50	8,933,111	8,899,961	0.37	3,674,610	43.10
Gross Profit	**732,887**	967,677	-24.26	1,315,280	1,666,624	-21.08	582,393	25.84
Operating Expenses	**471,801**	380,752	23.91	865,509	802,008	7.92	393,708	19.84
Operating Profit	**261,086**	586,925	-55.52	449,771	864,616	-47.98	188,685	38.37
Non-operating Income & Expenses	**(32,056)**	(163,481)	—	9,423	(120,613)	—	41,479	—
Income before Income Tax	**229,030**	423,444	-45.91	459,194	744,003	-38.28	230,164	-0.49
Net Income	**178,642**	299,631	-40.38	356,669	550,198	-35.17	178,027	0.35
Net Income attributable to owners of the parent	**178,632**	300,475	-40.55	357,397	552,351	-35.30	178,765	-0.07
Earnings per share (NT$)	**0.89**	1.50	-40.67	1.78	2.76	-35.51	0.89	—
Exchange rate effect	**(0.19)**	(0.75)	—	(0.11)	(0.66)	—	0.08	—
One-time compensation expense impact (treasury shares)	-	-	—	-	(0.25)	—	-	—
Gross Profit Margin	**13.94%**	18.49%	-4.55 percentage point	14.72%	18.73%	-4.01 percentage point	15.85%	-1.91 percentage point
Operating Expense Ratio	**8.97%**	7.27%	—	9.69%	9.01%	—	10.72%	—
Operating Profit Margin	**4.97%**	11.22%	-6.25 percentage point	5.03%	9.72%	-4.69 percentage point	5.13%	-0.16 percentage point
Net Income attributed to owners of the parent Ratio	**3.40%**	5.74%	—	4.00%	6.21%	—	4.86%	—

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 50 international well-known brand customers. The headquarters is located at Douliu City, Yunlin County, Taiwan. The Groups production bases which spread throughout China Fujian, China Hubei, Vietnam, Cambodia and Indonesia.

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