

*Fulgent Sun (9802) Announces Dividend Policy for the first half year of 2020*

## **Fulgent Sun Board of Directors approved Dividend Distribution for the first half year of 2020.**

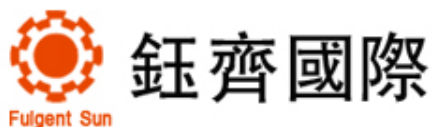
**Proposed to distribute cash dividends of NT\$2.10 per common share, and the payout ratio maintains 70% of the previous years.**

*2020/12/28, Douliu*

Fulgent Sun International (Holding) Co., Ltd. ("Fulgent Sun", TWSE: 9802) today announced that the half-year dividend policy will be officially launched in 2020. The board of directors approved the proposal for dividend distribution for the first half year of 2020. Total NT\$389 million cash dividends will be distributed, and the cash dividends is NT\$2.10 per common share. Consolidated sales of Fulgent Sun in the first half of this year reached NT\$5.15 billion, net profit attributable to the parent company reached NT\$526 million, while EPS after tax was at NT\$3.01, and the payout ratio reaches to 69.77%. Fulgent Sun sets the ex-dividend date on 4th March, 2021 (3rd March is the last purchase day) and the ex-dividend record date on 11th March, 2021. The cash dividends are expected to be distributed on 8th April, 2021.

Fulgent Sun emphasized that the management team always insists on key core values and it's committed to building a foundation for medium and long-term stable development, rather than chasing short-term benefits. The Fulgent Sun group keeps a stable profitability and high distribution policy every year, and the payout ratio maintains 70% of the previous years. Since the distribution policy has been changed to half year from 2020, the company's operating results will be returned to all shareholders in a more immediate manner. It can also substantively demonstrate the complete financial structure of the group and its ability to control cash flow and a higher level of self-demand for corporate governance.

To review the operation of the fourth quarter, although the shipment rhythm and revenue recognition have been affected by the lack of containers, but under the production model of customized orders, customers will still pull goods according to the contract as soon as possible to meet the needs of end customers. Although there are cases of delays in pulling goods by customers, it will not affect the overall shipment performance of shoes in the spring and summer of 2021, and the company determined optimistically that it does not affect the orders in the fall and winter of 2021 as well (delivery time will approximately be in the second and the third quarter). In addition, although the Chinese Yuan appreciation will still cause exchange evaluation losses (mainly because of the high proportion of non-Chinese Yuan assets in our factories of China) in the fourth quarter, it will not affect the strength of the group as a whole.



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Looking forward to 2021, Fulgent Sun Group will continue to adopt major business strategies such as "steadily expanding production capacity", "diversifying production bases", "taking orders from various brands". At present, around 40 leading international brands have remained Fulgent Sun's steady partners. More new brand clients will join developing and production lines in 2021. In addition, in order to meet the diverse needs of new and existent customers, Fulgent Sun will continue to accelerate the introduction of automated production and the development of new shoes, and expect to be able to stably expand production capacity at an annual growth rate of 15% to 20%, make the Group's development blueprints and plans of next stage and strive to build a better foundation for operational growth.

Fulgent Sun dividend policy in current years : (In NTD)

Year Period	The first half year of 2020.	2019	2018
Cash dividends	2.10	5.52	3.63
Stock dividends	0	0	0

#### **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. Its headquarters is located at Douliu City, Yunlin County, Taiwan. There are six factories which 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.