



Company Basic Information

Closing Price (4/22/2013)	NT\$44.65
1 Yr High	NT\$44.65
1 Yr Low	NT\$ 36.1
Book Value/share	NT\$37.23
Shares on Issue (M)	231.4
Market Cap (USD M)	346
QFII Holding (%)	14.18
30-Day Avg Daily Turn	NT\$37.2M

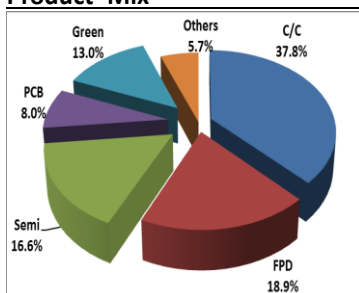
Key Financial Indicators

	2010	2011	2012
ROE	19.7%	12.0%	12.5%
Net Debt/ Equity	22.3%	31.0%	20.7%
Cash Conversion Days	74.1	78.2	76.9

2010 WL Relative to TSE



Product Mix



Wah Lee Consolidated Entities include Wah Lee Taiwan and subsidiaries in China, Japan, Korea, and Singapore.

Unaudited 1Q13 Consolidated Results Announcement

Wah Lee's Q1 2013 Sales Reached NT\$7.6 Billion, a slight decline of 1.4% compared to same period last year.

- **FPD 40% YoY growth:** As demands for timing controllers continue to increase with China customers ramping up their 8.5G fabs, FPD sector saw a 40% YoY growth in Q1 2013.
- **Semiconductor 7% YoY Growth:** With DRAM prices back above, 1 USD, production utilization has picked up at DRAM customers. With Book to Bill ratio rising above 1 demand at Foundry customers has also picked up.
- **Green Energy declined 29% YoY due to change in sales model but up 87% QoQ:** Starting in 2nd half of 2012, to reduce overall A/R risk, Wah Lee changed its business dealing with major Solar customers to commission base instead of recognizing full sales. As result, YoY sales declined 29% but profit actually doubled because on an Apple to Apple comparison, sales increased in Q12013 due to installation demand ahead of anticipated anti-subsidy, anti-dumping tax to be instigated by Europe in May/June time frame.
- **Engineer Plastic in Computer Communication decline 8.4% and PCB declined 2% YoY with traditional low Q1 season but expects to pick-up starting in Q2.**

Q12013 EPS reached NT\$1.14, compared to NT\$1.04 in Q12012

Consolidated Q1 gross profit reached NT\$662 million, a slight YoY decline of 3.3% due slight sales and gross margin decline. Due to increased employee salary expense in China and new law in Taiwan requiring employer to contribute 2% more to medical allocation operating expense increased 3.2% YoY, resulting in an operating profit of NT\$195.5 million, a decline of 17.3%.

Long term investment companies showed slight increase in performance YoY in Q1 2013 with contribution reaching NT\$ 82.5 million compared to NT\$81.3 million. Due to continuing appreciation of RMB and USD against NTD and depreciation of Yen, foreign exchange showed a gain of 41.8 million in Q1 2013 compared to a loss of 8 million in Q1 2012 and gain on sale of investment increased in Q1 2012 from 4 million to 14.8 million in Q1 2013, as a result, overall non-operating profit in Q1 2013 grew by 105% to reach NT\$153.4 million. The company's pretax profit for Q12013 totaled NT\$348.9 million. Net profit after tax and minority interests was NT\$264.1 million and EPS was NT\$1.14, based on 231.4 million outstanding shares.



2013 Outlook

In line with high tech industry seasonality, Q2 and Q3 sales are expected to be the peak season with Q4 having a slight decline compared to Q3. FPD Industry continues to be the growth momentum benefiting from production ramp up of 8.5G plants in China and the capability to provide more and more turn-key solution to customers, in addition to Timing Controller, providing Touch Panel IC, NOR Flash and Power Management Systems. In addition to developing hybrid engineering plastic material to be used in computer casing, Engineering Plastic material's usage is being expanded into other arena including consumer electronics, medical, food packaging and auto which will help drive future group momentum and be less reliant on computer communications products. In Green Energy, although the sales method change in Solar will result in decline in Sales decline for Solar sector, profit will increase due to stronger than expected demand from Europe's anti-subsidy, anti-dumping tax. Demand for LED lighting, which is another sector within Green Energy is also expect to increase due to prohibition on traditional white bulb lighting. Semiconductor and PCB sectors, which experienced decline in 2012 compared to 2011 are both expected to growth this year. L-T investment companies' contributed 429.7 million to the bottom-line in 2012 and is expected to show significant growth, helping to boost the overall bottom-line growth in 2013.

Operating Result (M)	2011	2012 1Q 11	2Q 11	3Q 11	4Q 11	1Q 12	2Q 12	3Q 12	4Q 12	1Q 13	
Total Rev	31,225	31,545	8,588	8,210	7,415	7,011	7,734	8,279	7,709	7,822	7,625
Gross Profit	2,822	2,858	918	833	647	424	684	755	780	639	662
Operating Profit	940	834	401	346	156	36	233	228	241	133	196
After Tax Profit	952	981	364	334	228	25	241	221	295	224	264
Shares outstanding	231.4	231.4	231.4	231.4	231.4	231.4	231.4	231.4	231.4	231.4	231.4
EPS (NTD)	4.12	4.24	1.57	1.44	0.99	0.11	1.04	0.95	1.27	0.97	1.14
Operating Result (%)											
GP Margin	9.0%	9.1%	10.7%	10.1%	8.7%	6.0%	8.8%	9.1%	10.1%	8.2%	8.7%
OP Margin	3.0%	2.6%	4.7%	4.2%	2.1%	0.5%	3.0%	2.8%	3.1%	1.7%	2.6%
AT Profit Margin	3.0%	3.1%	4.2%	4.1%	3.1%	0.4%	3.1%	2.7%	3.8%	2.9%	3.5%
Growth % YoY/QoQ											
Sales YoY/QoQ	15.5%	1.0%	111.1%	-7.7%	6.8%	-1.5%	-9.9%	0.8%	4.0%	11.6%	-1.4%
GP YoY/QoQ	-19.7%	1.3%	109.7%	-27.9%	-25.2%	-42.9%	-25.5%	-9.4%	20.6%	50.8%	-3.3%
OP YoY/QoQ	-35.9%	-11.2%	237.4%	-33.0%	-52.8%	-82.5%	-42.0%	-34.2%	53.7%	269.9%	-15.9%
AT Profit YoY/QoQ	-31.3%	3.0%	-0.3%	-19.4%	-52.6%	-87.9%	-33.8%	-34.0%	29.2%	783.5%	9.5%

Safe Harbor Notice

Wah Lee Industrial Corp. (the Company) has made forward-looking statements in this report. The forward-looking statements contain information regarding, among other things, the Company's financial condition, future expansion plans and business strategies. The Company has based these forward-looking statements on its current expectations and projections about future events. Although the Company believes that these expectations and projections are reasonable, such forward-looking statements are inherently subject to risks, uncertainties and assumptions about it.

The Company undertakes no obligation to publicly update or revise any forward-looking statements whether as a result of new information, future events or otherwise. In light of these risks, uncertainties and assumptions, the forward-looking events discussed in this report might not occur and the actual result could differ materially from those anticipated in these forward-looking statements.