



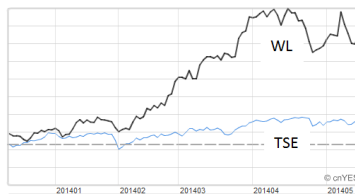
Company Basic Information

Closing Price (5/16/2014)	NT\$58.2
1 Yr High	NT\$62.0
1 Yr Low	NT\$40.3
Book Value/share	NT\$39.8
Shares on Issue (M)	231.4
Market Cap (USD M)	447
QFII Holding (%)	21.96
6-Mon Avg Daily Turn	NT\$40.4M

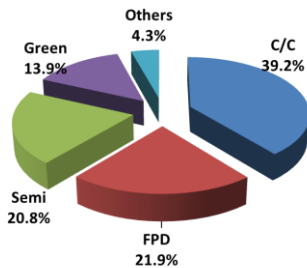
Key Financial Indicators

	2012	2013	2014Q1
ROE	12.6%	13.5%	12.4%
Net Debt/ Equity	20.7%	17.5%	23.3%
Cash Conversion Days	76.9	69.8	74.8

3010 WL Relative to TSE



Product Mix



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

IR Contact
Sophia Kao
+886-2-2715-2087 ext.22062
IR_Relations@wahlee.com

Audited 2014Q1 Consolidated Results Announcement

Wah Lee's 2014Q1 sales reached NT\$8.9 billion, a 16% YoY growth from 2013Q1.

- **Computer & Communication 10% YoY growth:** Sales in mobile devices beat expectation in 2014Q1, and PC sales increased in USA and in Japan because Microsoft stopped supporting Windows XP system this year. As a result, C&C sales, including Engineering Plastics and PCB, reached NT\$3.5B in 2014Q1. Due to effects of new-model launches in Q2 and Q3, C&C sales are expected to increase in the following quarters.
- **FPD 9% YoY growth:** FPD sales totaled NT\$1.9B in 2014Q1, benefiting from increasing IC product sales in major panel customers. FPD sales are expected to remain strong in 2014Q2 driven by market share gain in a key China panel customer and a more comprehensive IC solution and integration applicable to panel products.
- **Semiconductor 44% YoY growth:** Due to customers' capacity expansion and high utilization rates, semiconductor sales have enjoyed double-digit YoY growth since 2013Q3 and reached NT\$1.8B, about 44% YoY growth in 2014Q1. Semiconductor sales are expected to resume high growth this year from increasing materials sales for advanced processes.
- **Green Energy 21% YoY growth:** Due to booming demands from main solar markets such as China and Japan in 2014Q1, green energy sales increased 21% YoY to NT\$1.2B. Green energy sales are expected to keep its upward trend in 2014Q2 for robust development in China, Japan, and USA driven by existing government subsidy policies.

2014Q1 EPS reached NT\$1.25, a 1% increase, compared to NT\$1.24 in 2013Q1.

Consolidated 2014Q1 gross profit reached NT\$793M, an 18% increase, compared to NT\$671M in 2013Q1. Besides effective expense control measures, operating income benefited from economies of scale for sales increase and thus it increased 39% YoY, to NT\$286M.

Long term investment companies showed a 6% YoY decline with contribution reaching NT\$ 82M. Due to depreciation of RMB against USD, foreign exchange showed a loss of NT\$59M compared to a NT\$41M gain in 2013Q1. As a result, overall non-operating profit decrease by 49% to reach NT\$79M with pretax profit totaling NT\$365M. We expect RMB's effect to be reduced in future quarters as RMB volatility stabilizes and we adjusted our RMB holding. Net profit after tax and minority interests was NT\$289M, a YoY increase of 1%, and EPS reached NT\$1.25, based on 231.4 M outstanding shares.



2014 Q2 Outlook

With electronics supply-chain warming up for new product launches, Q2 sales are expected to move in an upward trend: C&C's 2014Q2 sales are expected to increase QoQ mainly due to new-model production for consumer electronics. Cloud computing increased demands for networking devices as well as mobile devices, and many of our C&C materials have been qualified for high-end products, providing additional C&C's sales growth momentum. FPD's 2014Q2 sales are expected to remain strong benefiting from latest market development: the highest growth in this year's panel products will come from high-resolution and large-size products, two features which are our IC products' main strengths compared to other competitors' same-spec products. Semiconductor's 2014Q2 sales are expected to grow because foundry customers increase production in advanced processes and our market share gains from various chemicals. Green energy's 2014Q2 sales are expected to keep in an upward trend since solar customers continued fulfilling demands in major markets such as China, Japan, and USA.

Operating Result (M)	2011	2012	2013	1Q12	2Q12	3Q12	4Q12	1Q13	2Q13	3Q13	4Q13	1Q14
Total Rev	31,225	31,545	34,398	7,734	8,279	7,709	7,822	7,625	8,738	9,127	8,908	8,871
Gross Profit	2,822	2,848	3,086	684	755	780	629	671	774	851	790	793
Operating Result	940	816	965	233	228	241	115	206	271	289	199	286
After Tax Profit	952	981	1,152	241	221	295	224	287	260	313	293	289
Shares Outstanding	231.4	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	4.98	1.04	0.95	1.27	0.97	1.24	1.12	1.35	1.27	1.25
Operating Result (%)												
GP Margin	9.0%	9.0%	9.0%	8.8%	9.1%	10.1%	8.0%	8.8%	8.9%	9.3%	8.9%	8.9%
OP Margin	3.0%	2.6%	2.8%	3.0%	2.8%	3.1%	1.5%	2.7%	3.1%	3.2%	2.2%	3.2%
AT Profit Margin	3.0%	3.1%	3.4%	3.1%	2.7%	3.8%	2.9%	3.8%	3.0%	3.4%	3.3%	3.3%
Growth % YoY/QoQ												
Sales YoY/QoQ	15.5%	1.0%	9.0%	-9.9%	0.8%	4.0%	11.6%	-1.4%	5.5%	18.4%	13.9%	16.3%
GP YoY/QoQ	-19.7%	1.3%	8.4%	-25.5%	-9.4%	20.6%	50.8%	-1.9%	2.5%	9.1%	25.6%	18.1%
OP YoY/QoQ	-35.9%	-11.2%	18.2%	-42.0%	-34.2%	53.7%	269.9%	-11.5%	19.0%	20.1%	72.4%	39.0%
AT Profit YoY/QoQ	-31.3%	3.0%	17.5%	-33.8%	-34.0%	29.2%	783.5%	18.8%	17.8%	6.2%	30.5%	1.0%

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.