

**Fulgent Sun: Unaudited sales for June 2022 was NT\$2.72 billion, while 2022 2Q was NT\$6.20 billion. First half of 2022 sales were NT\$10.73 billion.**

**The annual growth rate was 108.83%, 78.19%, and 55.55%, all hitting a single-month, single-quarter, and half-year record highs.**

**With successful expansion of production capacity and ample orders, mid- and long-term growth momentums seem robust in operation and management.**

*2022 / 07 / 04, Douliu*

Fulgent Sun International (Holding) Co., Ltd. (Fulgent Sun, TWSE: 9802) announced the information on the consolidated sales for June 2022 today. With increased production capacity, smooth production and sales, abundant orders, and brand clients' strong needs for goods, Fulgent Sun's revenue in June reached NT\$2.72 billion, an increase of 39.07% from NT\$1.96 billion in May and a significant increase of NT\$1.30 billion (YoY 108.83%) , setting a new monthly record. Our monthly revenue has shown an annual growth trend for 16 consecutive months since March 2021. Our cumulative sales for 2022 Q2 amounted to NT\$6.20 billion, an increase of 36.95% compared with 2022 Q1 and a significant increase of 78.19% on a year-on-year basis. Our cumulative sales for the first half of 2022 have reached NT\$10.73 billion, an annual growth rate of 55.55%. In summary, either monthly, quarterly, or semi-annually revenue performance hit a record high.

In respect of monthly revenue, before the outbreak of the pandemic, it used to be difficult for the monthly revenue in the past peak shipping season to exceed the NT\$1.50 billion mark. However, the monthly revenue has hit new highs frequently since the second half of 2021 and even surged and surpassed the NT\$2.50 billion mark in June. In terms of quarterly revenue, before the quarterly revenue exceeded NT\$4.00 billion in 2021 Q3, it has never surpassed NT\$3.50 billion. However, with every employee's relentless effort, the combined production and sales of spring and summer shoes in 2022 (2021 Q4 + 2022 Q1) amounted to NT\$9.03 billion, with the average quarterly revenue exceeding NT\$4.50 billion and the profit hitting a new high on a year-on-year basis. When the quarterly revenue in 2022 Q2 surpassed the NT\$6.00 billion mark in one fell swoop, the Group's production and sales have become more stable. Looking ahead, as per many subjective and objective positive factors for the autumn and winter shoes in 2022 (may be delivered between 2022 Q2 and 2022 Q3) and the operations of spring and summer shoes in 2023 (may be delivered between 2022 Q4 and 2023 Q1), Fulgent Sun will continue the upward trend of production and sales as well as the synergy of operations and management.

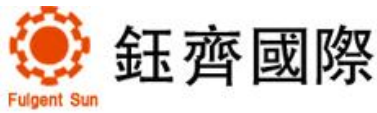
Although the global production and economic situation is often full of uncertainties, it is difficult to have the same conclusion for different industries, different companies' operating models and business strategies, and different enterprise life cycles. Fulgent Sun cannot operate independently outside the real world; however, as we always believe that the consumer goods industries will continue to grow for a long time, we have developed this field for many years. Therefore, we continue to optimize the multi-brand strategy and adopt a business model of a variety of goods in small quantities. The gap between supply and demand in this industry is still not easy to be bridged in the short term as per objective factors. Meanwhile, as the mass-produced OEM shoes are mostly outdoor mid-to-high-end functional shoes, the rigid demand from specific consumer groups sustains. Therefore, the prospect for many brands clients' order placement and needs for goods is positive and exciting. The overall order visibility is still maintained at a high level.

Fulgent Sun continues to be optimistic about the future as health awareness is rising around the world, leading to a significant growth trend in the outdoor sports and leisure industry and a direct increase in the substantive needs for functional, comfortable, and casual shoes. The China-US trade war, the impact of the global COVID-19 pandemic, intensified geopolitical and economic turmoil, and many other challenges are turning points for Fulgent Sun's business. As we believe that production capacity is key, we continue to expand our production capacity and have implemented various capacity expansion projects continuously and accurately. From 2018 through 2022, the cumulative amount of capital expenditure has exceeded three share capital amounts, and the number of the Group's employees has increased from more than 21,000 in early 2018 to more than 38,000 in mid-2022. Thus, with the steady expansion of the Group's production capacity and the proper arrangement of mass production orders, the Group's scale of operations has grown quarter by quarter, and our short-, medium-, and long-term growth prospect is optimistic.

Fulgent Sun consolidated sales report

(In NTD '000 ; %)

Period \ Year	2022	2021	YOY
June	2,722,235	1,303,564	108.83
April- June	6,199,851	3,479,368	78.19
January- June	10,726,966	6,896,217	55.55



Fulgent Sun (9802) Announces Monthly Sales for June 2022

### **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. 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.