



Continental Holdings Corporation (TWSE: 3703) Reported 1-3Q21 EPS of \$1.20

Continental Holdings Corporation (CHC) today (November 5th) reported financial results of its fiscal year 2021 third quarter. The Company posted consolidated revenue of NT\$17,297M for January through September 2021, an increase of 18.1% compared to the same period in 2020; operating profit was NT\$1,349M, a 6.9% increase from the same period last year. Net profit came in at NT\$991M and declined 12.6% year over year. EPS for first quarter through third quarter 2021 was NT\$1.20.

CHC's consolidated revenue for January through September 2021 saw an increase of 18.1% compared to the same period in 2020, and all three business segments delivered year-over-year revenue growth this period as well. Construction Business (Continental Engineering Corporation) saw the most advancement, mainly from *GC01 Section of Taoyuan MRT Green Line* and other private sector building construction projects. Real Estate Development Business (Continental Development Corporation) saw its growth from completed projects such as *55Timeless*. Environmental Project Development Business (HDEC Corporation) also grew meaningfully, mainly fueled by construction of *Anping Reclaimed Water Plant* and *Tongluo Science Park Wastewater Treatment Plant Phase II EPC*.

Boosted by increase in revenue, CHC's gross profit and operating profit for January through September 2021 both increased compared to same period last year. Net profit for first quarter through third quarter 2021 declined compared to same period last year, mainly due to recognition of construction gross profit for *La Bella Vita* upon completion as well as one-time income tax benefit in 2020 and less loss carryforward available for tax deduction this year. Aforementioned tax effects resulted in a higher income tax expense this year.

CHC remained with a healthy volume level of backlog. As of September 30th, 2021, backlog for Construction Business came to NT\$63.5B, translating to 4.5 times of its revenue for fiscal 2020. Total signed contracts to close of Real Estate Development Business summed up to NT\$18.0B, equivalent to 3.1 times of its revenue for fiscal 2020. Contracts on hand for Environmental Project Development Business totaled NT\$39.1B and was approximately 12.6 times of its revenue for fiscal 2020.

About CHC

Continental Holdings Corporation (CHC, TWSE: 3703) is the first holding company in Taiwan to integrate Civil & Building Construction, Real Estate Development, and Environmental Project Development businesses. CHC's major subsidiaries include: Continental Engineering Corporation, Continental Development Corporation, and HDEC Corporation. CHC establishes the group's business development strategy, provides financial support, and integrates group resources to help subsidiaries increase competitiveness and focus on core businesses. In addition to pursuing revenue and profit growth, CHC strives to enhance corporate governance, develop talent, and lead ESG-related initiatives. CHC aims to thrive alongside the community and meet expectations of shareholders, stakeholders, and the public, as well as maximize enterprise value. For more details about CHC, please refer to the following website. <http://www.continental-holdings.com/en>