

Chaintech Technology Corporation

Investment Forum

2020.12.04

Declaration



The information in this document won't contain financial forecasts .

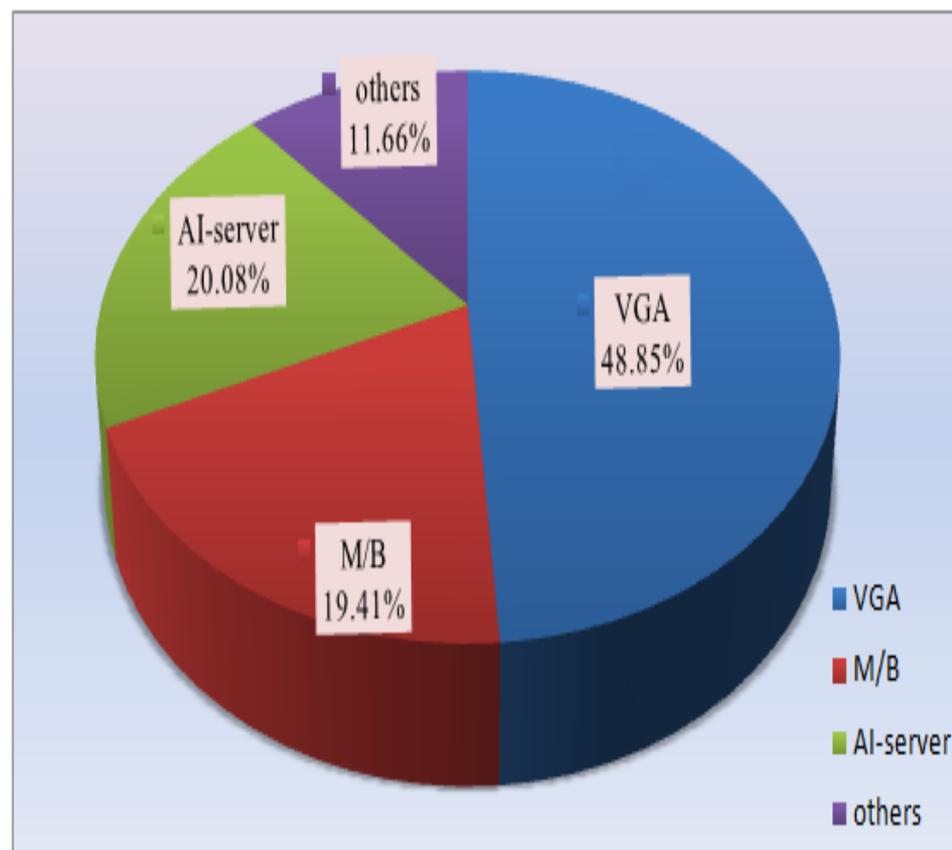
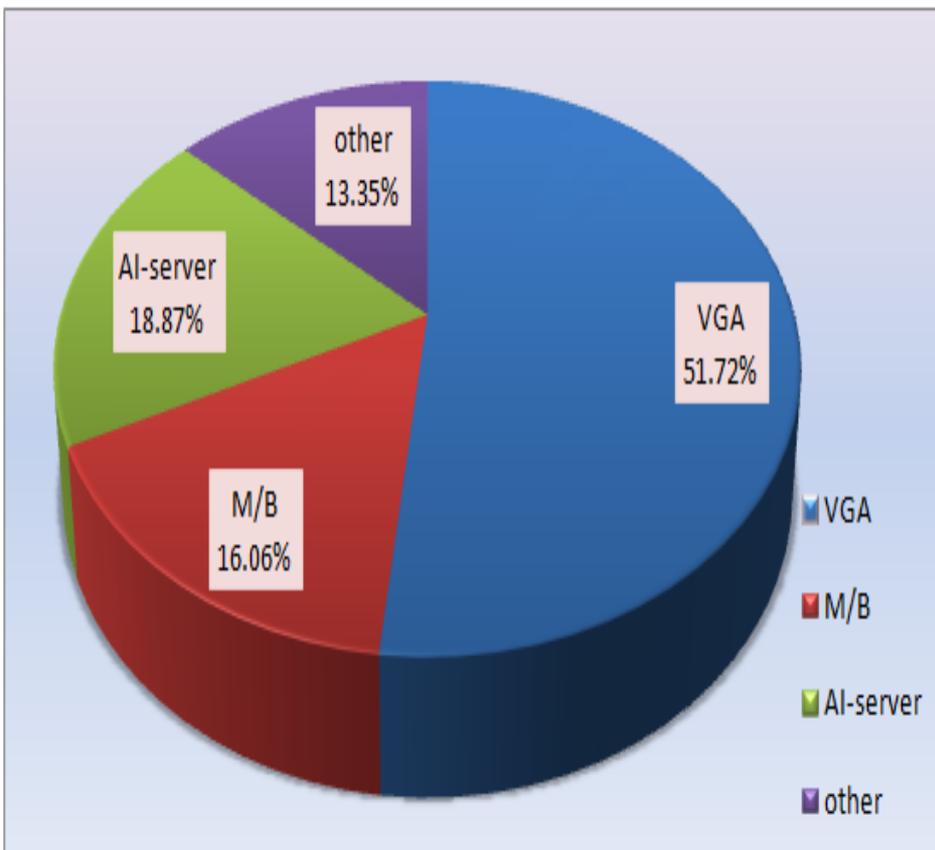
The information in this document was acquired from TSE MOPS and sources available to the company.

Product Portfolio



2020/1/1-9/30

2019/1/1-12/31



VGA	M/B	AI-server	other	Total
51.72%	16.06%	18.87%	13.35%	100.00%

VGA	M/B	AI-server	others	Total
48.85%	19.41%	20.08%	11.66%	100.00%

Financial Statement

Statement of Comprehensive Income(QoQ)

Accounting Title/Unit:KNTD	2020 Q3 (7/1-9/30)	%	2020 Q2 (4/1-6/30)	%	QoQ (%)
Operating revenue	1,567,190	100.00	1,022,128	100.00	53.33
Operating costs	1,446,623	92.31	921,240	90.13	57.03
Gross profit (loss) from operations	120,567	7.69	100,888	9.87	19.51
Operating expenses	52,017	3.32	39,212	3.84	32.66
Net operating income	68,550	4.37	61,676	6.03	11.15
Non-operating income and expenses	(9,456)	(0.60)	(5,589)	(0.55)	69.19
Profit from continuing operations before tax	59,094	3.77	56,087	5.49	5.36
Tax (expense)income	(233)	(0.01)	(2,845)	(0.28)	(91.81)
Net Income	58,861	3.76	53,242	5.21	10.55
Profit (loss), attributable to owners of parent	45,909	2.93	44,696	4.37	2.71
Profit (loss), attributable to non-controlling interests	12,952	0.83	8,546	0.84	51.56
Total:	58,861	3.76	53,242	5.21	10.55
Diluted earnings per share	0.48		0.46		4.35

Data Source: Consolidated financial Report

Statement of Comprehensive Income 2020 (YoY)



Accounting Title /Unit:KNTD	2020 Q3 (7/1-9/30)	%	2019 Q3 (7/1-9/30)	%	YoY(%)
Operating revenue	1,567,190	100.00	1,208,419	100.00	29.69
Operating costs	1,446,623	92.31	1,131,089	93.60	27.90
Gross profit (loss) from operations	120,567	7.69	77,330	6.40	55.91
Operating expenses	52,017	3.32	60,271	4.99	(13.69)
Net operating income	68,550	4.37	17,059	1.41	301.84
Non-operating income and expenses	(9,456)	(0.60)	36,478	3.02	(125.92)
Profit from continuing operations before tax	59,094	3.77	53,537	4.43	10.38
Tax (expense) income	(233)	(0.01)	9,910	0.82	(102.35)
Net Income	58,861	3.76	63,447	5.25	(7.23)
Profit (loss), attributable to owners of parent	45,909	2.93	61,885	5.12	(25.82)
Profit (loss), attributable to non-controlling interests	12,952	0.83	1,562	0.13	729.19
Total:	58,861	3.76	63,447	5.25	(7.23)
Diluted earnings per share	0.48		0.61		(21.31)

Data Source: Consolidated financial Report

2020Q3 Consolidated Condensed Balance Sheets-1



Accounting Title / Unit:KNTD	2020/9/30	%	2019/12/31	%	2019/9/30	%
Cash and cash equivalents	344,158	12.36	360,088	15.12	609,402	22.34
financial assets at fair value through profit or loss-Current	174,979	6.28	184,273	7.74	2,010	0.07
Accounts receivable, net	472,630	16.98	335,326	14.08	394,168	14.45
Accounts receivable due from related parties, net	733,001	26.33	616,786	25.90	619,607	22.71
other receivable	300	0.01	2778	0.12	48,164	1.77
Current tax assets	24,310	0.87	9,044	0.38	23,823	0.87
inventories	347,647	12.49	346,795	14.56	521,379	19.11
prepaid	47,039	1.69	51,882	2.18	35,988	1.32
Other current assets	50,440	1.81	63,085	2.65	50,658	1.86
Total current assets	2,194,504	78.82	1,970,057	82.72	2,305,199	84.50
financial assets at fair value through other comprehensive income-non-current	168,155	6.04	137,045	5.75	115,085	4.22
Investments accounted for using equity method	147,541	5.30	-	-	-	-
Property, plant and equipment	43,427	1.56	62,003	2.60	68,674	2.52
Right-of-use asset	12,377	0.44	11,364	0.48	10,906	0.40
Intangible assets	178,642	6.42	188,971	7.93	219,356	8.04
Deferred tax assets	1,916	0.07	3,435	0.14	492	0.02
Other non-current assets	37,638	1.35	8,740	0.37	8,284	0.30
Total non-current assets	589,696	21.18	411,558	17.28	422,797	15.50
Total assets	2,784,200	100.00	2,381,615	100.00	2,727,996	100.00

Data Source: Consolidated financial Report

2020 Q3 Consolidated Condensed Balance Sheets-2

CHAINTECH

Accounting Title / Unit:KNTD	2020/9/30	%	2019/12/31	%	2019/9/30	%
Short-term loan	406,129	14.59	156,597	6.58	171,496	6.29
Current contract liabilities	21,200	0.76	14,545	0.61	61,995	2.27
Accounts payable	437,046	15.70	358,884	15.07	509,189	18.67
Accounts payable due from related parties, net	8,163	0.29	10,741	0.45	16,756	0.61
Other payables	61,120	2.20	98,983	4.16	64,122	2.35
Current tax liabilities	5,762	0.21	-	-	-	-
Current lease liabilities	5,096	0.18	5,942	0.25	4,711	0.17
Other current liabilities	595	0.02	442	0.02	146	0.01
Total current liabilities	945,111	33.95	646,134	27.13	828,415	30.37
Deferred tax liabilities	3,257	0.12	5,489	0.23	10,518	0.39
Non-current lease liabilities	7,527	0.27	5,619	0.24	6,355	0.23
Other non-current liabilities	4,034	0.14	4,130	0.17	3,089	0.11
Total non-current liabilities	14,818	0.53	15,238	0.64	19,962	0.73
Total liabilities	959,929	34.48	661,372	27.77	848,377	31.10

Data Source: Consolidated financial Report

2018 Q3 Consolidated Condensed Balance Sheets-3

CHAINTECH

Accounting Title / Unit:KNTD	2020/9/30	%	2019/12/31	%	2019/9/30	%
capital stock	1,014,988	36.46	1,014,988	42.62	1,014,988	37.21
Legal reserve	132,984	4.78	122,290	5.13	122,290	4.48
Special reserve	97,541	3.50	112,514	4.72	112,514	4.12
Unappropriated retained earnings	614,043	22.05	551,542	23.16	560,196	20.54
other equity interest	(70,351)	(2.53)	(97,541)	(4.10)	(114,686)	(4.20)
Treasury shares	(151,746)	(5.45)	(151,746)	(6.37)	-	-
Total equity attributable to owners of parent	1,637,459	58.81	1,552,047	65.17	1,695,302	62.14
Non-controlling interests	186,812	6.71	168,196.00	7.06	184,317	6.76
Total equity	1,824,271	65.52	1,720,243	72.23	1,879,619	68.90
Total liabilities and equity	2,784,200	100.00	2,381,615	100.00	2,727,996	100.00

Data Source: Consolidated financial Report

Financial Ratio



Item	2020.09.30	2019.12.31
Debt Ratio	34.48%	27.77%
Current Ratio	232.20%	302.73%
Quick Ratio	190.43%	241.47%
AR Turnover	3.8	5.04
Days sales in AR	96day	72.42day
Inventory Turnover	10.68	19.42
Average days in sales	34.18days	18.79days
Cash Flow Ratio	-6.98%	-10.93%

Consolidated Condensed Cash Flow Statements

Accounting Title / Unit:KNTD	2020/1/1To9/30	2019/1/1To9/30
Cash flows from operating activities		
Profit (loss) from continuing operations before tax	112,974	138,024
Profit (loss) from discontinuing operations before tax	-	(8,485)
Profit (loss) before tax	112,974	129,539
Adjustments		
Depreciation expense	24,025	18,500
Amortization expense	8,730	12,049
Expected credit loss (gain) / Provision (reversal of provision) for	1,784	207
Net loss (gain) on financial assets or liabilities at fair value	3,803	(255)
Interest expense	4,991	3,379
Interest income	(602)	(3,813)
Dividend income	(3,079)	(3,053)
Share of loss (profit) of associates and joint ventures accounted for	(167)	-
Loss (gain) on disposal of non-current assets classified as held for	-	(26,313)
Changes in operating assets		
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	-	-
Decrease (increase) in accounts receivable(include due from related parties)	(256,104)	98,989
Decrease (increase) in other receivable	2,478	(58,322)
Decrease (increase) in inventories	(1,232)	(338,496)
Decrease (increase) in prepayments	4,843	(34,366)
Decrease (increase) in other current assets	(33)	30,248
Decrease (increase) in other operating assets	1,214	(19,467)

Data Source:Consolidated financial Report

Consolidated Condensed Cash Flow Statements



Accounting Title / Unit:KNTD	2020/1/1To9/30	2019/1/1To9/30
Changes in operating liabilities		
Increase (decrease) in contract liabilities	6,655	53,303
Increase (decrease) in notes & accounts payable	75,947	234,696
Increase (decrease) in other payable	(37,919)	1,045
Increase (decrease) in other current liabilities	153	(23,221)
Cash inflow (outflow) generated from operations		
Interest received	602	3,968
Dividends received	3,079	3,053
Interest paid	(4,935)	(2,642)
Income taxes refund (paid)	(13,141)	(59,056)
Net cash flows from (used in) operating activities	(65,934)	19,972

Consolidated Condensed Cash Flow Statements

Accounting Title / Unit:KNTD	2020/1/1To9/30	2019/1/1To9/30
Cash flows from (used in) investing activities		
Increase in other non-current assets	(17,435)	(18,007)
Net cash flow from acquisition of subsidiaries	-	(160,987)
Proceeds from disposal of subsidiaries	-	151,565
Acquisition of property, plant and equipment	(121)	(48,983)
Acquisition of investments accounted for using equity method	(150,000)	-
Net cash flows from (used in) investing activities	(167,556)	(76,412)
Cash flows from (used in) financing activities		
Increase in short-term loans	249,532	171,496
Increase in guarantee deposits received	(65)	1,715
Payments of lease liabilities	(5,340)	(3,857)
Cash dividends paid	(28,950)	(152,246)
Net cash flows from (used in) financing activities	215,177	17,108
Effect of exchange rate changes on cash and cash equivalents	2,383	(4,177)
Net increase (decrease) in cash and cash equivalents	(15,930)	(43,509)
Cash and cash equivalents at beginning of period	360,088	652,911
Cash and cash equivalents reported in the statement of financial position	344,158	609,402

Data Source: Consolidated financial Report

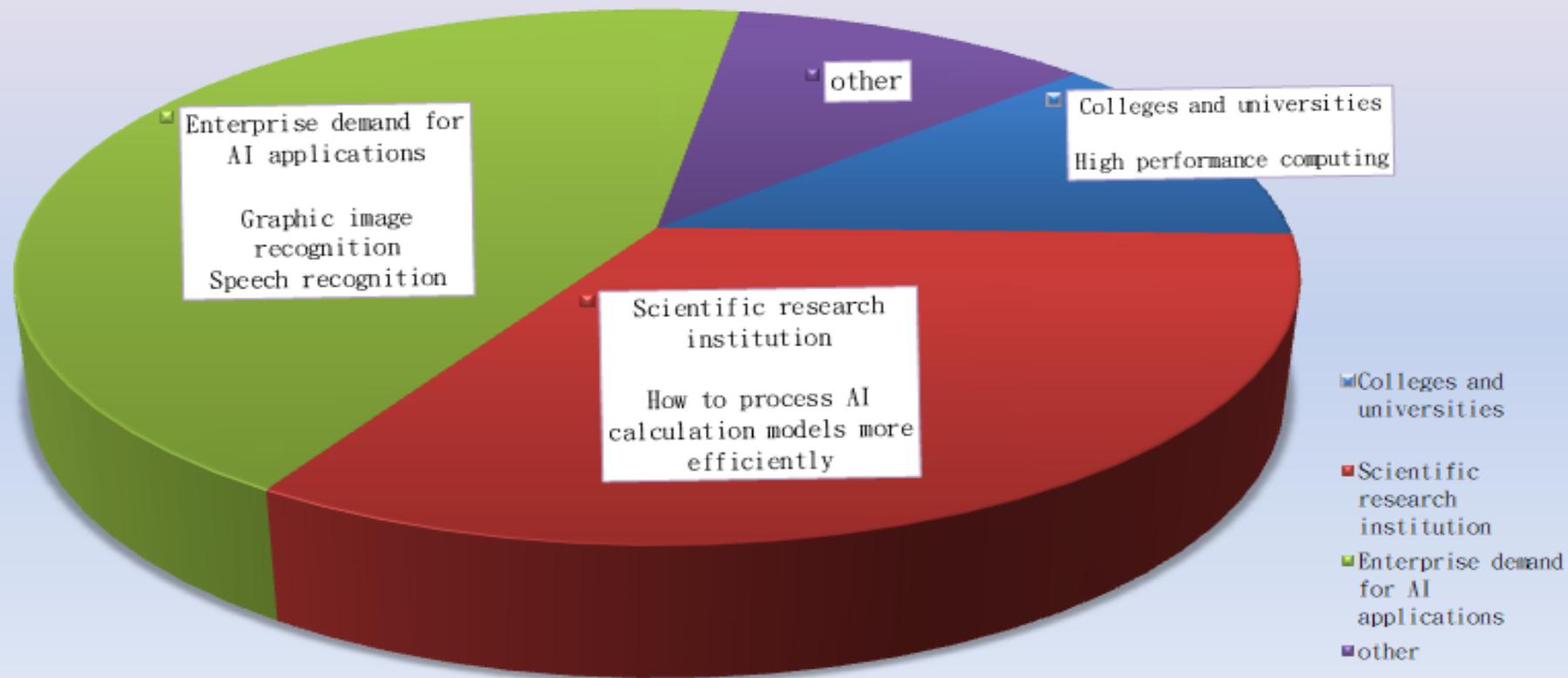
2021 Prospect



- Graphics cards are expected to maintain a stable demand in the first half of the year
- AI server market will grow continuously
- Application Technology Dep
develop in software application technology and AI
software and hardware system integration continuously

Invest in AI

Focus on AI SERVER SI & Application Technology



Colleges and universities	Scientific research institution	Enterprise demand for AI applications	other	TOTAL
12.02%	33.37%	43.74%	10.87%	100.00%

Project background:

Beijing Tsinghua Changgong hospital integrates medical treatment, teaching, scientific research, prevention and rehabilitation, and has a complete set of medical departments, including more than 40 clinical and medical technical departments, including internal medicine system, surgical system, gynecology, pediatrics, ophthalmology, Stomatology, laboratory, pathology and imaging. Now, we are committed to AI medical care, and promote the rapid improvement of the overall medical level of the hospital.

Core requirements:

Based on the development trend of modern advanced medical research, Changgong hospital, as a new hospital, has a great demand for data processing of cases and etiology. The medical image data of patients is very large, and the original equipment can not meet the needs of a large number of data reasoning. New hospitals need to match and judge the medical images pathologically to reduce the occurrence of medical accidents.

Solution:

According to the needs of Tsinghua Changgong hospital, the Changgong hospital needs to match the medical images. In the early stage, it needs to carry out model training for calculation nodes. After the training, it uses reasoning nodes to match medical images and judge pathology. Therefore, our company provides several computing nodes, management nodes and inference nodes to form a server cluster to meet the needs of Changgong hospital.

IW4200-8G:

- Use Intel® Xeon® E5-2600 v3/v4 series processor, QPI 9.6GT/s;
- It can support up to 8 NVIDIA Tesla? P4 / P100 / P40 / V100 and other mainstream GPU computing cards;
- 24 memory slots, supporting up to 3TB DDR4 server memory;
- Massive storage space, 24 disk 2.5 inch hard disk, up to 48 disk, 120tb (compatible with 3.5-6 disk);
- Ultra high speed interconnection technology;
- High reliability, high stability and high availability;
- 1600W 2 + 2 Platinum grade redundant power supply

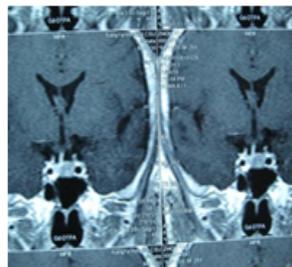
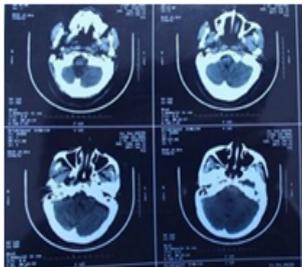


Core requirements:

1. The computing cluster needs to meet the requirements of high-throughput genomic data processing and intelligent pathological image recognition, and needs to integrate high-performance computing system, storage system, basic software and parallel environment, cluster management and job scheduling system;
2. The computing cluster should have strong expansion ability, which can easily realize the node increase, system expansion and upgrade;
3. The computing platform can be compatible with research project solutions and corresponding software systems, such as high-throughput genomics data processing related software and process development, intelligent pathological image recognition algorithm transplantation, etc., providing parallel computing application analysis;
4. Reduce the difficulty of equipment management in the data center as far as possible, simplify the architecture, and achieve the purpose of easy application.

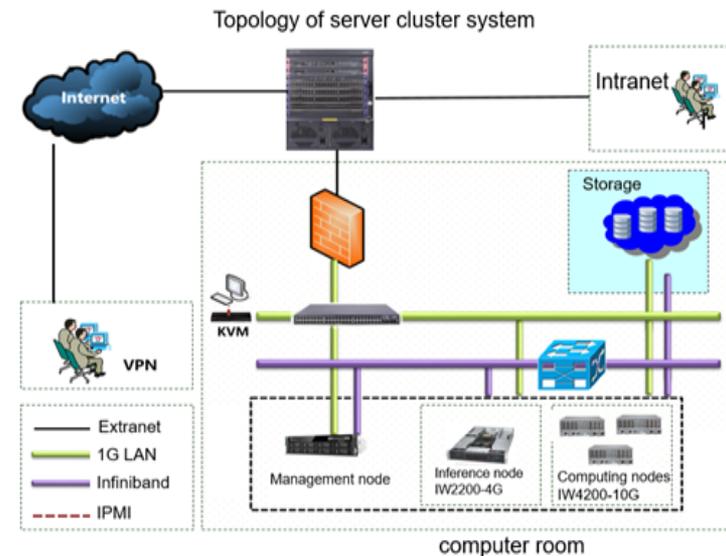
Solution:

The GPU computing node includes IW4200-10G high-performance computing server independently developed by SitonHoly, and the inference node includes Itanium helix IW2200-4G. The whole system includes a computing platform for sequence comparison and sequence splicing, a computing platform for medical image processing, a massive storage and backup system for sequencing data and image data, and a high-speed network system. Users have achieved considerable performance improvement in biological information processing, medical image recognition, intelligent sequencing, biological big data processing and other applications.



Summary:

The subsequent tests show that it takes several days to process the completed data sets on the original CPU cluster. With the help of the newly built GPU cluster, the time complexity can be reduced to minutes. Through the construction of high-performance computing cluster of SitonHoly, Tiantan Hospital can carry out the processing and analysis of DNA detection data of pathogenic mutation and drug metabolism genes of patients with single gene disease, research on deep learning algorithm for large-scale multi-modal medical image data, and the establishment of neural system disease gene database. The construction of SitonHoly GPU cluster platform can improve the quality of scientific research Shorten the research cycle, reduce the cost of scientific research, and help Tiantan Hospital to make a major breakthrough in the frontier technology of precision medicine.



Core requirements:

There are three aspects of the human face, the human and the car, In view of these three aspects, DeepGlint has launched several innovative products, including haomu behavior analyzer, Weimu vehicle big data system, Weimu video structured system, Weimu face recognition system, Weimu view big data platform, and deep pupil human eye camera. The core of these products is mature neural network, most of which are based on deep learning. The training process of data and model is very time-consuming. In addition, the speed of the trained model in reasoning prediction comparison is not ideal.



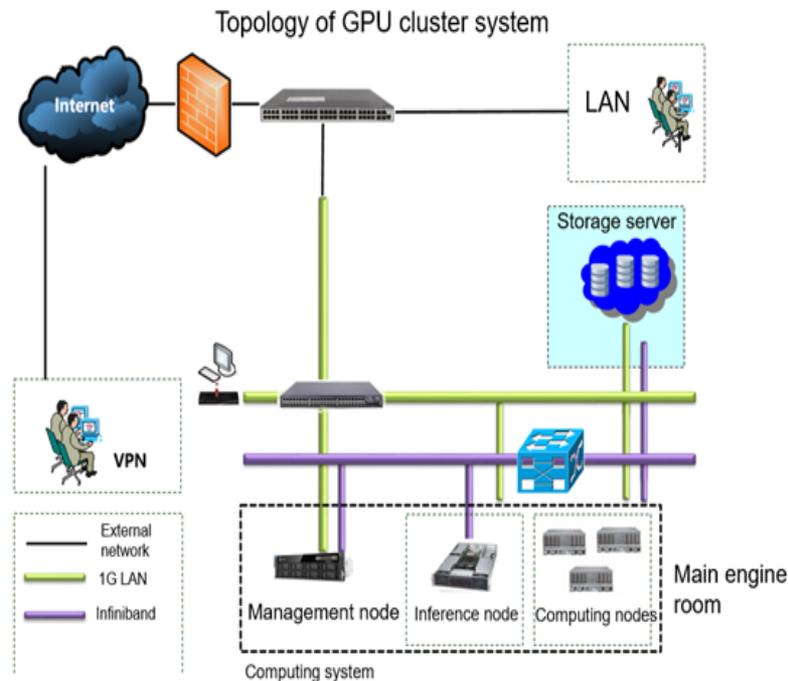
SitonHoly IW2210-4G support 4*NVIDIA Tesla T4

Solution:

According to the actual needs of customers, SitonHoly puts forward the overall solution of high-performance computing cluster. GPU server and CPU server are combined to form a high-performance heterogeneous computing cluster to meet the problem of insufficient computing power in this project. In addition, the whole cluster is equipped with a number of inference servers specially designed for inference and prediction comparison, equipped with NVIDIA Tesla, which is specially designed for reasoning T4 GPU computing card greatly solves the problems existing in the process of customer development and landing.

Summary:

After the application of smart GPU heterogeneous cluster solution, the model training speed has been greatly improved, greatly shortening the research and development cycle. At the same time, the verification speed of deep neural network model has also been greatly improved, greatly saving t... research and development cost.



Chaintech AI Platform Features

Easily Build And Manage AI Development Environment

Chaintech AI Platform supports mainstream computing architectures, libraries and frameworks, eliminates the complexity of building and managing environment of advanced AI analytics applications.

Architectures, libraries and frameworks support : NVIDIA CUDA-X AI (Rapids , CuDNN , NCCL , TensorRT) , AMD ROCm , TensorFlow , Keras , Caffe , Pytorch , MXNet , CNTK , Chainer , Torch , Theano , OpenMPI , OpenCV , Slurm...

More Than Just A Cluster Management And AI Development Tool

Chaintech AI Platform as a easy-to-use, all-in-one interface, simplifies workflows of AI cluster management and AI model development, and Improves the performance of resources scheduling, data processing, model training and deploying. Save time and energy for developers and administrators for more important business core missions.

Integrated development and management tools : Labeling tools (Auto-Labeling) , Shell , Jupyter , TensorBoard , VNC , Centralized and Decentralized data management tools , Kubernetes , Docker , Software and Hardware Monitoring tools...

2020's achievement and 2021' Plan

- **2020, Chaintech AI Platform achieved significant improvement in hardware supports, management systems and development tools.**
 - **Hardware supports** : Improve the performance of multi-GPU and multi-server computing, support multi-task with one graphic card, support AMD graphic card for AI training, support more centralized and decentralized file systems...
 - **Management systems** : Improve user data security, multiple management visualization and auto-training...
 - **Development tools** : Improve ML and HPC compatibility, data labeling and auto labeling, applications of model management and deployment...
- **2021, develop AI development and management total solution, AI industrial applications and AI cloud services.**
 - AI development and management total solution : combine selected AI server and AI platform to perform highest AI development efficiency.
 - Industrial applications : research and develop industrial solution °
 - AI cloud services : provide GPU computing and AI development-related cloud services.

Product Information

iGame GeForce RTX 3090 Advanced OC

V1.0



Chipset	GPU	GeForce RTX 3090
	Manufacturing Process	8nm
Core Clocks	CUDA cores	10496
	Base Clock/Boost Clock (Turbo Model) Base/Boost Clock	1395/1695 1395/1755
Memory Specs	Buswidth	384Bit
	Memory Clock	19.5Gbps
	Memory Config	24GB
	Memory Interface	GDDR6x
Display and Connectors	Memory Bandwidth	936GB/s
	Video Output	3*DP+1*HDMI
	Maximum Digital Resolution*	7680x4320
Thermal and Power Specs	PCI Express	4.0
	NVIDIA NVLink	YES
	Maximum GPU Temperature	93°C
	Graphics Card Power (Default/Max)	350W/370W
Cooling	Power Phase	10+6+4
	Power connector	3*8PIN
	Type	2*90mm+1*80mm Fan
3D API	Intelligent start-stop fans	YES
	Heatpipe size & Qty	5-φ8
Others	DirectX	DirectX 12 Ultimate
	OpenGL	OpenGL4.6
	Supported NV Technologies	NVIDIA DLSS, NVIDIA G-SYNC, 2nd Gen Ray Tracing Cores
	Form Factor	Triple Slot
	Dimensions	315.5*131*60mm

iGame GeForce RTX 3080 Advanced OC 10G

V1.0



Chipset	GPU	GeForce RTX 3080
	Manufacturing Process	8nm
	CUDA cores	8704
Core Clocks	Base Clock/Boost Clock	1440/1710
	(Turbo Model) Base/Boost Clock	1440/1785
Memory Specs	Buswidth	320Bit
	Memory Clock	19Gbps
	Memory Config	10GB
	Memory Interface	GDDR6x
Display and Connectors	Memory Bandwidth	760GB/s
	Video Output	3*DP+1*HDMI
	Maximum Digital Resolution*	7680x4320
Thermal and Power Specs	PCI Express	4.0
	NVIDIA NVLink	NO
	Maximum GPU Temperature	93°C
	Graphics Card Power (Default/Max)	370W/400W
Cooling	Power Phase	10+6+4
	Power connector	3*8PIN
	Type	2*90mm+1*80mm Fan
3D API	Intelligent start-stop fans	YES
	Heatpipe size & Q'ty	5*φ8
Others	DirectX	DirectX 12 Ultimate
	OpenGL	OpenGL4.6
	Supported NV Technologies	NVIDIA DLSS, NVIDIA G-SYNC, 2nd Gen Ray Tracing Cores
	Form Factor	Triple Slot
	Dimensions	315.5*131*60mm

GeForce RTX 3070

V1.0



Chipset	GPU	GeForce RTX 3070
	Manufacturing Process	8nm
Core Clocks	CUDA cores	5888
	Base Clock/Boost Clock	1500/1725
	Buswidth	256Bit
Memory Specs	Memory Clock	14Gbps
	Memory Config	8GB
	Memory Interface	GDDR6
	Memory Bandwidth	448GB/s
Display and Connectors	Video Output	3*DP+1*HDMI
	Maximum Digital Resolution*	7680x4320
	PCI Express	4.0
	NVIDIA NVLink	NO
Thermal and Power Specs	Maximum GPU Temperature	93°C
	Graphics Card Power (Default/Max)	220W
	Power Phase	9+2
	Power connector	2*8PIN
Cooling	Type	2*90mm+1*80mm Fan
	Intelligent start-stop fans	YES
	Heatpipe size & Q' ty	3-φ8+2-φ6
3D API	DirectX	DirectX 12 Ultimate
	OpenGL	OpenGL4.6
Others	Supported NV Technologies	NVIDIA DLSS, NVIDIA G-SYNC, 2nd Gen Ray Tracing Cores
	Form Factor	Over Dual Slot
	Dimensions	310*131*57mm

SITONHOLY Hardware products



DGX

NVIDIA DGX: NVIDIA original product, 4GPU water-cooled workstation and AI server, high-end preferred



Data Center

Server: 1u-4u, 1GPU to 10GPU, the best choice for data center



IW1200-2G/
IW1210-2G
1U2GPU



IW2201-2G/
IW2211-2G
2U2GPU



IW4203-4G/
IW4213-4G
4U4GPU

Large scale
parallel
training



IW4200-8G/ IW4210-8G
IW4200-10G/ IW4210-10G
4U8/10GPU

Cloud
Inference



IW4210-20G
4U20GPU

Workstation

Workstation: 1 card - 4 card; air cooling or water cooling, only for quieter



PC Customizable



IWT210-4Gi(water-cooled) /IWT210-4G

Edge computing

Single or multiple GPU cards, edge reasoning, video processing, edge AI full coverage



IEB100-1G



IE2210-2G



IE2300-3G



IE2600-6G

Storage server

Entry level storage, high performance storage, distributed storage



2U12hard disk bit



4U24/36hard disk bit



6U48hard disk bit



6U60hard disk bit



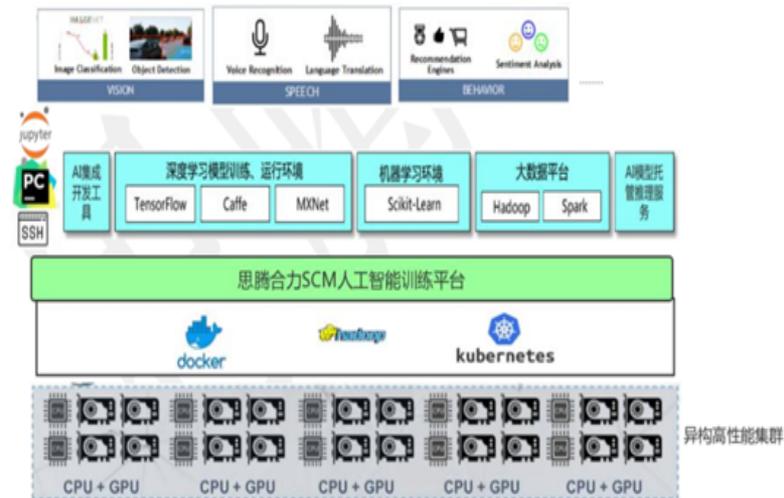
8U72hard disk bit

SITONHOLY Software product

1、SITONHOLY SCM artificial intelligence training platform v2.0

- Unified management of GPU resources to improve the utilization rate of GPU resources
- Data parallel training with multiple GPUs
- Based on tensorflow, mxnet, Python and other mainstream deep learning frameworks, through the combination of self-study services and docker container technology, it helps users to host deep learning training jobs and cluster management

SCM for large-scale heterogeneous computing infrastructure management, can realize the automation of deep learning computing resource management, scheduling and application, can be widely used in education, scientific research, remote sensing, medical, energy, government and other industries, can greatly improve the efficiency of computing infrastructure resource utilization, reduce the total cost of ownership of the data center, and improve the efficiency of artificial intelligence R & D innovation.



2、SITONHOLY SMP heterogeneous resource monitoring platform v2.0

Monitoring introduction:

- 1、CPU consumption (including proportion)
- 2、System memory consumption (including proportion), surplus
- 3、System hard disk consumption (including proportion), surplus
- 4、System network card status, such as instant upload / download speed
- 5、The system GPU usage and remaining quantity
- 6、Status of each GPU of the system

3、SITONHOLY Storage management software

Distributed cluster storage management software, high-performance storage management software, general storage management software



THANK YOU