



Chunghwa Telecom is **the largest integrated telecom service provider in Taiwan**. The goal of the company is to be a value-creating and trustworthy company in providing Information, Communication and Technology, or ICT, services.

Mr. Chi-Mau Shieh, Chairman and CEO of Chunghwa Telecom, stated, "With the disruptions from the COVID-19 pandemic persisting, the health and safety of our employees and their families, as well as our customers and business partners, have been and will continue to be our top priority."

"Despite the circumstances, we continued to develop our business, and we are pleased that we were able to launch our 5G service on June 30, 2020. We believe this new service will drive our business to a new level and will allow us to provide more value-added services to both individual customers and enterprise customers. We are optimistic about 5G's future growth and aim to acquire more than one million subscribers over the next year. Furthermore, during the quarter, our core businesses continued to generate solid results. In our fixed broadband business, for example, the number of subscriptions for 300 Mbps services increased 81.4% year over year, and Home Wi-Fi subscriptions increased 120% year over year. In addition, our MOD business remained a market leader with the largest subscriber base in Taiwan."

"While we continue to closely monitor market conditions, we believe we are well positioned to navigate through the pandemic and macro headwinds. With our strong balance sheet and leading market position in Taiwan, we are fully confident in our ability to deliver sustainable value for our shareholders," Mr. Shieh concluded.



Mr. Chi-Mau Shieh
Chairman and CEO

MARKET FACT

Market Cap	US\$28.0 Billion
NYSE	CHT
Share Price	US\$36.72
52 Week Low/High	US\$33.61/39.465
TSE	2412
Share Price	NT\$109.0
52 Week Low/High	NT\$103.0/117.0
Shares Outstanding	7,757 Million

as of Jul. 24, 2020 Source: Bloomberg

Taiwan's Telecom Leader / Strong Market Positions (a)

Q2 2020 Consolidated Revenue: NT\$47.81 bn

Domestic Fixed

- #1 Local
 - 92.3% share by subs (10.05 mn subs)
 - 83.0% share by minutes
- #1 DLD
 - 81.7% share by minutes
- #1 Broadband access
 - 67.4% share by subs^{(b)(c)} (4.38 mn subs)

Mobile

- #1 Mobile revenue
 - 38.2% market share^(d)
- #1 Mobile subscribers
 - 36.9% market share (11.04 mn subs)

Internet

- #1 ISP
 - 64.0% share by subs (3.98 mn subs)

International Fixed

- #1 ILD
 - 54.3% share by minutes

Source: Company data, MOTC, and NCC statistics

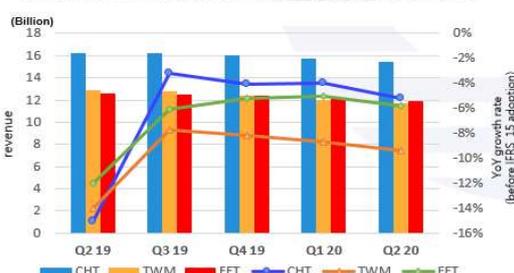
- a) Market share as of May 2020
- b) CHT access circuits were not included
- c) Excluding PWLAN subscriber numbers
- d) Revenues are based on T-IFRSs

DIFFERENTIATING FACTORS

- Leading Position in Customer Access
- Extensive Product Portfolio with High Quality Services
- Branding & Scale Advantages
- Advanced Network & Technology Capabilities
- Financial Strengths

Leading Position in Mobile Market

Lowest Decline in Mobile Service Revenue



Note: For TWM and FET, mobile service revenue is derived from mobile ARPU under Residual Value Method times the average subscriber number.

Highest Subs & Lowest Churn

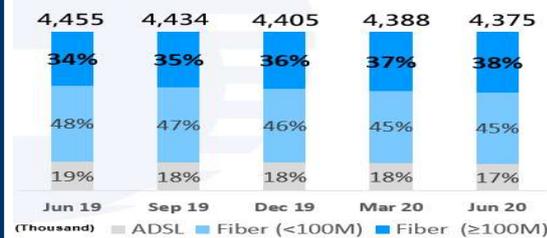


Note: Churn rate for postpaid subscribers

#1 Broadband Provider

Fixed Broadband Subs

Fiber ≥ 300M
YoY ▲ 81.4%



MOD Revenue and Subs



MOD Ad Revenue
YoY ▲ 30%



中華電信股份有限公司

Chunghwa Telecom Co., Ltd.

For more information visit:

www.cht.com.tw/ir



Chunghwa Telecom

Solid Financial Performance

Consolidated

(NT\$bn)	Q2 2020	Q2 2019	Growth %	H1 2020	H1 2019	Growth %
Revenues	47.81	50.11	(4.6)	95.96	101.44	(5.4)
Income from Operations	10.61	10.30	3.0	21.14	20.71	2.1
Net Income	8.57	8.57	-	16.86	16.92	(0.4)
Net Income Margin (%)	18.52	17.47	-	18.13	17.04	-
EPS	1.10	1.10	-	2.17	2.18	(0.4)
EBITDA	19.37	19.11	1.4	38.72	38.27	1.2
EBITDA Margin (%)	40.52	38.13	-	40.35	37.72	-

Note: Financials are prepared in accordance with T-IFRSs. Figures for 2020 are unaudited. / Net income attributable to owners of the parent. / Net income margin is based on consolidated net income (including net income attributable to NCI). / EBITDA = operating income + Depreciation & Amortization. / The calculation of growth rates is based on NT\$m.

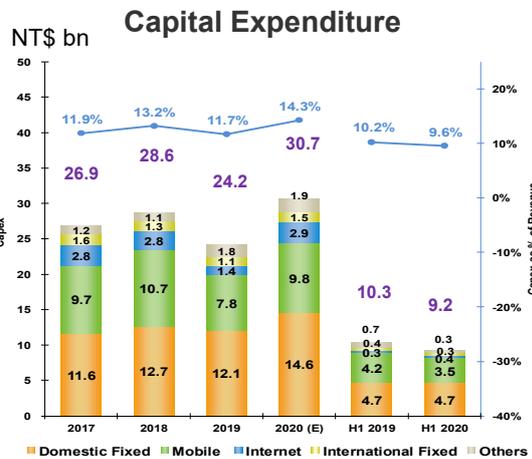
Committed to Improving Shareholder Value



- 2020 AGM resolved to distribute NT\$32.8 billion to shareholders
 - NT\$4.226 per share
 - payout ratio 99.98%

Note:
 1. 1 ADR = 10 common shares
 2. The normal dividend has been calculated based on total share number 7,757,446,545 since year 2011.

Effective and Efficient Capital Expenditure



- Budgeted capex for 2020: NT\$30.7 bn
- Continue to focus on core businesses for future investments
 - FTTx
 - 5G
 - IDC/ Cloud
 - Service Platforms

Commitment to Corporate Social Responsibility



Awards

- Trusted Brands Platinum Award— by the Reader's Digest for the successive 16 years
- Best Mobile Innovation for Building Trust in the Digital Age in GSMA Global Mobile Awards 2020
- The Asset Corporate Platinum Award by The Asset Magazine for 7 consecutive years since 2013
- Taiwan Mobile Service Provider, Taiwan Data Center Service Provider & Asia Pacific Emerging Market Telecom Service Provider of the year 2019 in Frost & Sullivan Best Practices Awards
- Winner of 4G Service Provider of the year 2019 by Next Magazine



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