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TRUSTED MANUFACTURING PARTNER OF THE WORLD'S LEADING OEMS



Company Overview

August 19, 2019

This presentation and the accompanying oral presentation contain “forward-looking” statements that are based on our management’s beliefs and assumptions and on information currently available to management. Forward-looking statements include all statements other than statements of historical fact contained in this presentation, including information concerning our business plans and objectives, potential growth opportunities, competitive position, industry environment and potential market opportunities.

Forward-looking statements are subject to known and unknown risks, uncertainties, assumptions and other factors including, but not limited to: less customer demand for our products and services than forecasted; less growth in the optical communications, industrial lasers and sensors markets than we forecast; difficulties expanding into additional markets, such as the semiconductor processing, biotechnology, metrology and materials processing markets; increased competition in the optical manufacturing services markets; difficulties in delivering products and services that compete effectively from a price and performance perspective; our reliance on a small number of customers and suppliers; difficulties in managing our operating costs; difficulties in managing and operating our business across multiple countries (including Thailand, the People’s Republic of China, the U.S. and the U.K.); and other important factors as described in reports and documents we file from time to time with the Securities and Exchange Commission (SEC), including the factors described under the section captioned “Risk Factors” in our most recent annual and quarterly reports on Form 10-K and Form 10-Q. It is not possible for our management to predict all risks, nor can we assess the impact of all factors on our business or the extent to which any factor, or combination of factors, may cause actual results to differ materially from those contained in any forward-looking statements we may make. These factors may cause our actual results, performance or achievements to differ materially and adversely from those anticipated or implied by our forward-looking statements.

You should not rely upon forward-looking statements as predictions of future events. Although our management believes that the expectations reflected in our forward-looking statements are reasonable, we cannot guarantee that the future results, levels of activity, performance or events and circumstances described in the forward-looking statements will be achieved or occur. Moreover, neither we, nor any other person, assume responsibility for the accuracy and completeness of the forward-looking statements. We undertake no obligation to publicly update any forward-looking statements for any reason after the date of this presentation to conform these statements to actual results or to changes in our expectations, except as required by law.

Company Overview

**Global leader in advanced precision optical/
electronic/mechanical manufacturing services**

**Focus on high-mix/low-volume mission-
critical components and modules**

**Diverse end markets including optical
communications, industrial lasers, automotive
and optical sensing**

**Long-lasting customer relationships with
programs extending from new product
introduction (NPI) to volume production**

**Seasoned management team with extensive
and diversified manufacturing experience
in OEM and EMS industries**

Core values:

Total customer satisfaction | Sustainable Manufacturing | Positive work environment | Integrity



- Founded in 2000 by our Chairman of the Board, Tom Mitchell (co-founder of Seagate Technologies)
- Factories in Thailand, China, New Jersey, California and United Kingdom.
- Total employees: >10,000
- Facilities: ~2.0 MM sq. ft.

Products We Manufacture

Optical Communications

- Transceivers
- Modulators
- Optical Amplifiers
- ROADMs
- Silicon Photonics
- Line Cards
- Network Systems



Industrial Lasers

- Fiber Lasers
- Solid-State Lasers
- Gas Lasers
- Ultrafast Lasers



Automotive

- Autonomous Vehicles
- LED & Laser Lighting
- Safety & Control sensors
- Pressure & Temperature Sensors



Optical Sensing

- LIDAR
- 3D Sensing
- AR/VR Systems
- Medical Diagnostics
- Metrology & Instrumentation



Customized Optics and Passive Devices – Vertical Integration

- Beam Splitters, Prisms, Laser Crystals, Waveplates, Ferrules



Efficient Global Manufacturing Footprint

Scalable Optical & Electro-Mechanical Assembly

Customized Optics

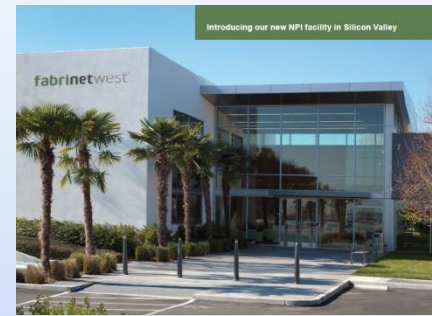
Quick-turn NPI Services



Bangkok, Thailand
Pinehurst campus



Fuzhou, China
Casix



Santa Clara, USA
Fabrinet West



Chonburi, Thailand
Chonburi campus



New Jersey, USA
VitroCom



Calne, UK
Fabrinet UK

Investment Highlights

-  Large & Growing Addressable Markets

-  Differentiated Business Model with Significant Barriers to Entry

-  Unique Expertise in Precision Manufacturing Technologies Geared To Next-Generation Products in Diverse Industries

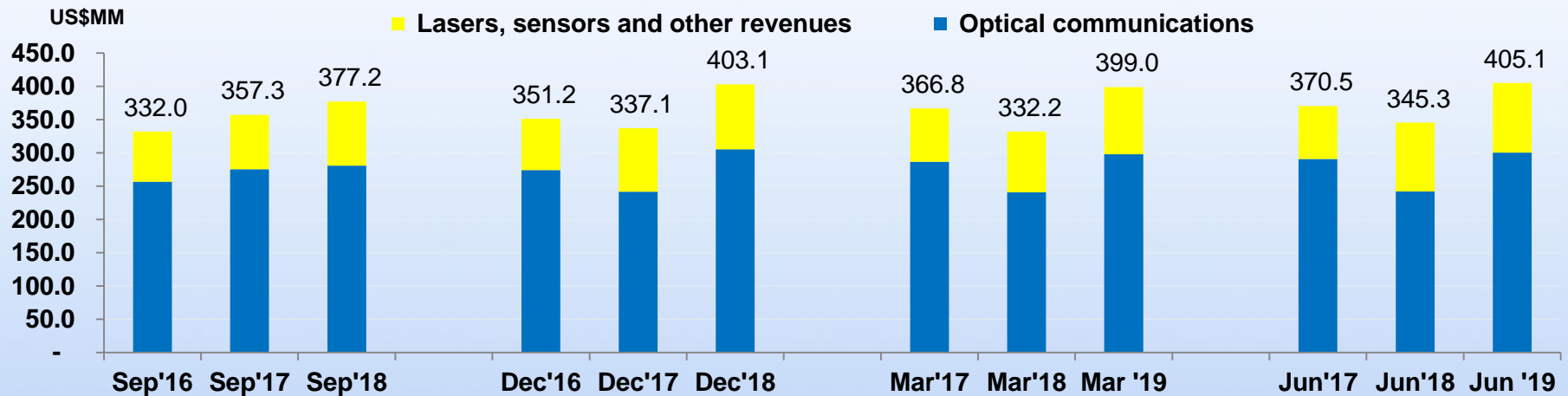
-  Strong Relationships With Industry Leading OEMs

-  Demonstrated Track Record of Growth & Profitability

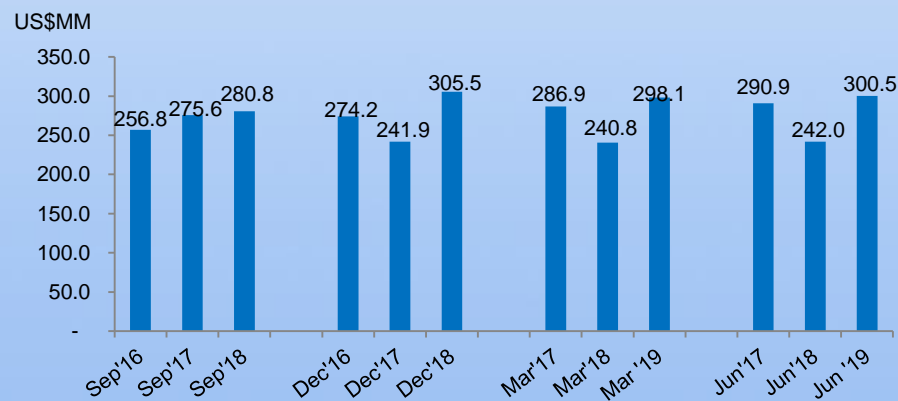
-  Experienced Management Team with History of Execution

Strong Revenue

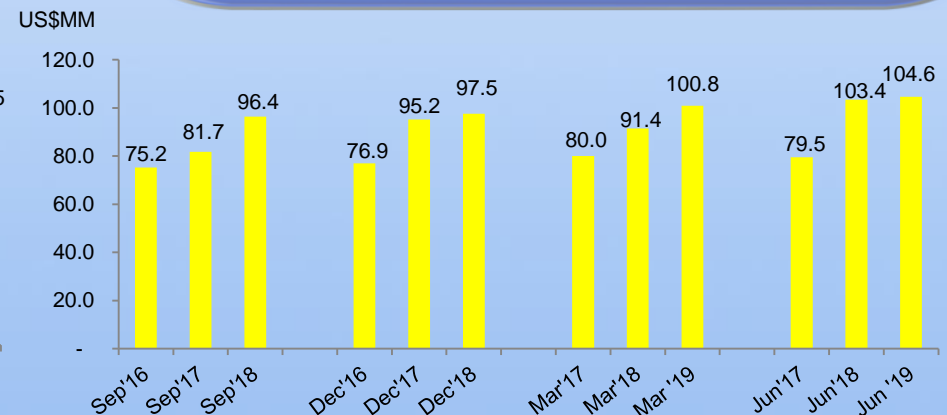
Consolidated revenues



Optical communications revenues

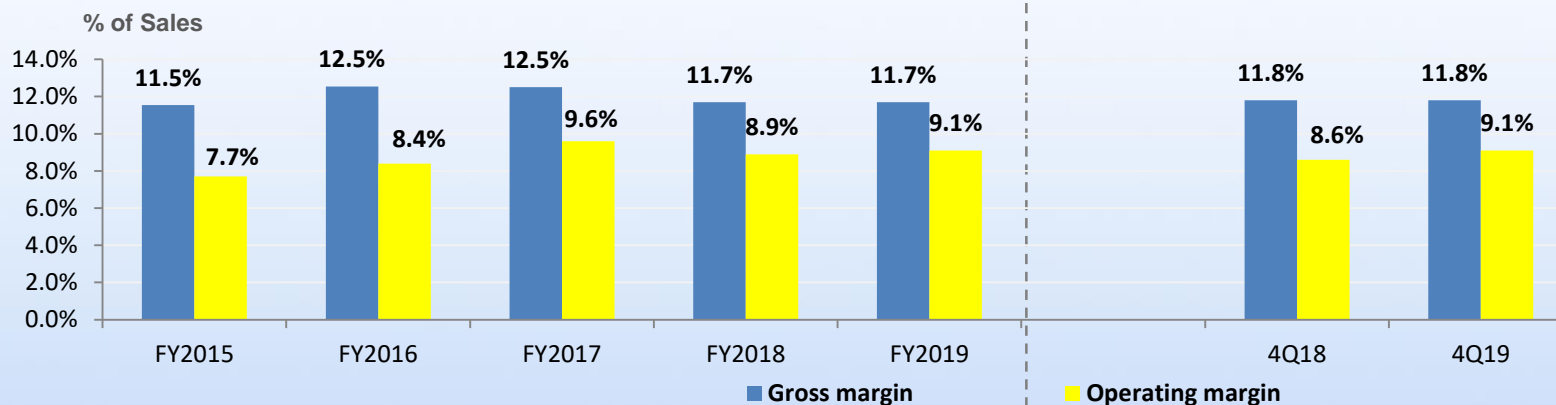


Lasers, sensors & other revenues

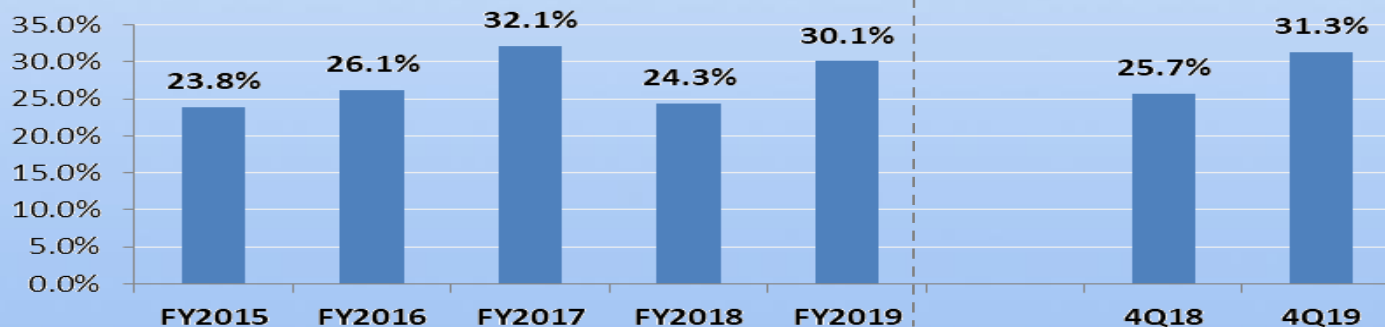


Consistent Profitability Through the Cycles

Non-GAAP gross margin and non-GAAP operating margin ⁽¹⁾



ROIC ⁽²⁾



(1) Excludes share based compensation, executive separation cost, depreciation of fair value uplift/intangibles, business combination expenses, restructuring costs, etc. See Appendix for a reconciliation to most comparable GAAP measures.

(2) Return on Invested Capital = Non-GAAP net income divided by average invested capital. Invested capital = total debt + shareholder equity – cash & equivalents, marketable securities and restricted cash. For ROIC in the current fiscal quarter and the prior year fiscal quarter, Non-GAAP net income is annualized by multiplying the fiscal quarter's Non-GAAP net income by 4. See Appendix for a reconciliation to most comparable GAAP measures.

Recent Financial Performance

Key Financials		
US\$MM, except per share figures		
	3 months ended	
	28-Jun-19	29-Jun-18
Revenue	405.1	345.3
<i>Y-o-Y change</i>	17%	-7%
Gross profit (<i>non-GAAP</i>) ⁽¹⁾	48.0	40.6
<i>Gross margin (non-GAAP)</i> ⁽¹⁾	11.8%	11.8%
Operating profit (<i>non-GAAP</i>) ⁽¹⁾	36.7	29.7
<i>Operating margin (non-GAAP)</i> ⁽¹⁾	9.1%	8.6%
Net Income (GAAP)	33.0	22.8
Net Income (Non-GAAP) ⁽²⁾	37.6	30.7
Diluted EPS (GAAP)	0.88	0.60
Diluted EPS (Non-GAAP) ⁽²⁾	1.00	0.81

(1) Non-GAAP financial measure. See Appendix for a reconciliation to most comparable GAAP measures.

(2) Adjusted for share based compensation & non-recurring charges (business combination expenses, amortization of debt issuance costs, etc.), net of income tax effects. See Appendix for a reconciliation to most comparable GAAP measures.

- Q4 revenue of \$405.1 MM was up 17% year-over-year
- Q4 non-GAAP gross margin of 11.8% was slightly below the target range of 12-12.5%
- Q4 non-GAAP EPS of \$1.00 was above guidance including \$0.05 FX mark-to-market tailwind

Balance Sheet Supports Growth

Selected Items	
US\$MM	As of Jun 28, 2019
Cash, cash equivalents ⁽¹⁾	444.7
Working capital ⁽²⁾	296.6
Property, plant & equipment, net	210.7
Total debt ⁽³⁾	60.9
Total shareholders' equity	863.1

(1) Cash & cash equivalents include marketable securities and restricted cash

(2) Calculated as Trade accounts receivable + Inventory – Trade accounts payable

(3) Calculated as the sum of current & long-term debt, net of unamortized debt issuance costs



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Thank You



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Appendix

Non-GAAP Reconciliation of Gross Margin and Operating Margin

Reconciliation of GAAP Gross Profit and GAAP Gross Margin to Non-GAAP

(in thousands of U.S. dollars)	Three Months Ended			Twelve Months Ended			
	June 28, 2019	March 29, 2019	June 29, 2018	June 28, 2019	June 29, 2018	June 30, 2017	June 24, 2016
Revenue	\$ 405,127	\$ 398,951	\$ 345,327	\$ 1,584,335	\$ 1,371,925	\$ 1,420,490	\$ 976,747
Gross profit (GAAP)	\$ 46,626	\$ 46,758	\$ 38,981	\$ 179,224	\$ 153,412	\$ 171,460	\$ 119,523
Share-based compensation expenses	1,271	1,237	1,507	5,655	6,784	5,318	1,979
Depreciation of fair value uplift	86	82	89	341	330	147	-
ASC 606 adoption impact on gross profit	-	-	-	(31)	-	-	-
Gross profit (Non-GAAP)	\$ 47,983	\$ 48,077	\$ 40,577	\$ 185,189	\$ 160,526	\$ 176,925	\$ 122,502
Gross margin (GAAP)	11.5%	11.7%	11.3%	11.3%	11.2%	12.1%	12.2%
Gross margin (Non-GAAP)	11.8%	12.1%	11.8%	11.7%	11.7%	12.5%	12.5%

Reconciliation of GAAP Operating Profit and GAAP Operating Margin to GAAP Operating Profit and Non-GAAP Operating Margin

(in thousands of U.S. dollars)	Three Months Ended			Twelve Months Ended			
	June 28, 2019	March 29, 2019	June 29, 2018	June 28, 2019	June 29, 2018	June 30, 2017	June 24, 2016
Revenue	\$ 405,127	\$ 398,951	\$ 345,327	\$ 1,584,335	\$ 1,371,925	\$ 1,420,490	\$ 976,747
Operating profit (GAAP)	\$ 32,066	\$ 32,303	\$ 22,422	\$ 122,641	\$ 93,824	\$ 105,834	\$ 69,806
Share-based compensation expenses	3,784	4,424	4,877	17,157	22,581	26,507	9,927
Depreciation of fair value uplift	86	82	89	341	330	147	-
ASC 606 adoption impact on gross profit	-	-	-	(31)	-	-	-
Cost resulting from a non-recurring warranty charge	-	-	-	-	-	-	1,000
Executive separation costs	-	-	-	-	-	577	1,360
Expenses related to reduction in workforce	789	323	-	1,516	1,776	-	-
Expenses related to CFO/CEO search	(567)	285	-	290	204	203	-
Debt administration expenses	-	-	-	-	-	320	-
Amortization of intangibles	163	163	199	694	781	607	-
Business combination expenses	224	88	-	552	117	1,790	-
Severance payment	171	348	2,142	1,120	2,142	-	-
Income related to flooding	-	-	-	-	-	-	(36)
Operating profit (Non-GAAP)	\$ 36,716	\$ 38,016	\$ 29,729	\$ 144,280	\$ 121,754	\$ 135,985	\$ 82,057
Operating margin (GAAP)	7.9%	8.1%	6.5%	7.7%	6.8%	7.5%	7.1%
Operating margin (Non-GAAP)	9.1%	9.5%	8.6%	9.1%	8.9%	9.6%	8.4%

Non-GAAP Reconciliation of Net Profit and EPS

(in thousands of U.S. dollars, except per share data)²⁾

	June 28,2019		Three Months End March 29,2019		June 29,2018	
	Net income		Diluted EPS		Net income	
					Diluted EPS	
GAAP measures	32,957	0.88	28,635	0.76	22,768	0.60
Items reconciling GAAP net income & EPS to non-GAAP net income & EPS:						
Related to cost of revenues:						
Share-based compensation expenses	1,271	0.03	1,237	0.03	1,507	0.04
Depreciation of fair value uplift	86	0.00	82	0.00	89	0.00
Total related to gross profit	1,357	0.04	1,319	0.04	1,596	0.04
Related to selling, general and administrative expenses:						
Share-based compensation expenses	2,513	0.07	3,187	0.08	3,370	0.09
Expenses related to CFO/CEO search	(567)	(0.02)	285	0.01	-	0.00
Amortization of intangibles	163	0.00	163	0.00	199	0.01
Business combination expenses	224	0.01	88	0.00	-	0.00
Severance payment	171	0.00	348	0.01	2,142	0.06
Total related to selling, general and administrative expenses	2,504	0.07	4,071	0.11	5,711	0.16
Related to other incomes and other expenses:						
Expenses related to reduction in workforce	789	0.02	323	0.01	-	-
Amortization of debt issuance costs	-	-	-	-	634	0.02
Total related to other incomes and other expenses	789	0.02	323	0.01	634	0.02
Total related to net income & EPS	4,650	0.12	5,713	0.15	7,941	0.22
Non-GAAP measures	37,607	1.00	34,348	0.92	30,709	0.81
Shares used in computing diluted net income per share						
GAAP diluted shares		37,511		37,539		37,766
Non-GAAP diluted shares		37,511		37,539		37,766

Revenue Mix

Type	F1Q18	F2Q18	F3Q18	F4Q18	F1Q19	F2Q19	F3Q19	F4Q19
Optical	77%	72%	72%	70%	74%	76%	75%	74%
Datacom	39%	40%	36%	35%	36%	32%	27%	28%
Telecom	61%	60%	64%	65%	64%	68%	73%	72%
Non-Optical	23%	28%	28%	30%	26%	24%	25%	26%

Optical and non-optical revenue mix presented as % of total revenue.
Datacom and telecom revenue mix presented as % of optical revenue.