Daiwa Capital Markets
Hong Kong Limited

news

7 August 2026

MEMO

Jentech Precision Industrial (3653 TT)

Share price (7 Aug): **TWD4,380.00** 12-mth rating: **Buy (1)** **Information Technology: Taiwan**

July 2026 revenue and June unaudited results ahead of estimates

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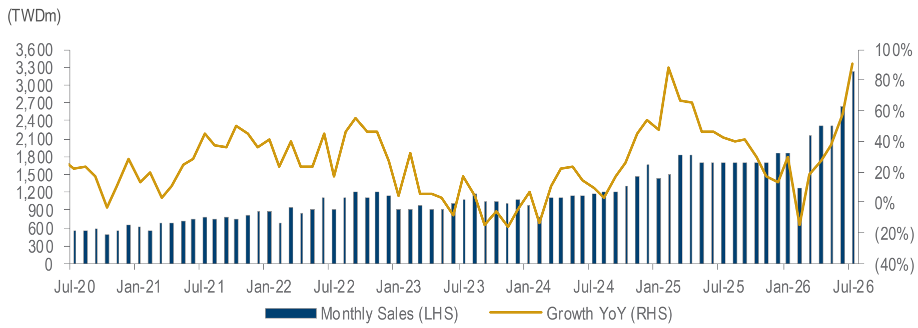
Summary: Jentech reported July 2026 revenue of TWD3,213m (+21.3% MoM and +91.0% YoY; +36.0% YoY for 7M26), a record-high level, after market hours on 7 August 2026, which accounted for 36.0% and 40.5% of our and the Bloomberg consensus estimates for 3Q26 revenue, respectively. The company also reported unaudited June 2026 results on 6 August, due to regulatory requirements. Its net profit for June 2026 was TWD946m, accounting for 44.6% and 48.1% of our and the Bloomberg consensus estimates for 2Q26, respectively. The company plans to release its 2Q26 results on 12 August.

We have a Buy (1) call, with a 12-month TP of TWD6,770, based on a PER of 73x on our 1-year-forward EPS. For more information on the company, please refer to our latest memo, *June 2026 revenue: another record high*, on 7 July 2026.

What's the impact

- **Record-high monthly revenue for July, which beat estimates.** Jentech posted July 2026 revenue of TWD3,213m (+21.3% MoM and +91.0% YoY; +36.0% YoY for 7M26), setting a record-high level, which accounted for 36.0% and 40.5% of our (TWD8,934m, +25.4% QoQ and +76.2% YoY) and the Bloomberg consensus estimates for 3Q26 revenue, respectively. Revenue mix in July 2026 was heat spreader (79.0%, +112.0% YoY), lead frame (6.9%, +40.6% YoY), electronic component (4.1%, +13.7% YoY), communication (0.7%, -31.0% YoY) and others (9.3%, +60.8% YoY). We attribute the strong July revenue to heat spreaders for Rubin.

Jentech: consolidated monthly sales



Source: Company

- **June results running ahead of estimates.** Due to regulatory requirements, Jentech posted its unaudited June 2026 results on 6 August after market hours. Its June 2026 pre-tax profit of TWD1,200m accounted for 45.3% and 49.2% of our and the consensus estimates for 2Q26, respectively. Thus, its net profit was TWD946m, accounting for 44.6% and 48.1% of our and the consensus estimates for 2Q26. Its June EPS came in at TWD6.45, running ahead of our estimate (TWD14.45) and the Bloomberg consensus estimate (TWD13.47) for 2Q26.

- **Growth to continue in 2H26E.** According to the company, revenue in 3Q26 and 4Q26 is likely to continue to grow by 10%+ QoQ and 10% QoQ, respectively. The removable lids are expected to start shipping from 4Q26, with an ASP of >USD200.

What we recommend

We have a Buy (1) call, with a 12-month TP of TWD6,770, based on a PER of 73x on our 1-year-forward EPS. Based on our 2026/27 EPS estimates, the stock is currently trading at PERs of 64.5x/32.8x, vs. its past-3-year trading range of 16-61x. Key risks: weaker-than-expected global AI server demand; slower-than-expected thermal spec upgrades.

In the interests of timeliness, this document has not been edited.

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Rating	Percentage of total
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Hold**	20.53%
Sell***	6.84%

Source: Daiwa

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