

Financial Statement – Balance Sheet

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2020/6/30	2019/12/31	2019/6/30
Balance Sheet			
Current assets			
Cash and cash equivalents	2,077,512	1,309,313	1,141,901
Current financial assets at fair value through profit or loss	147,207	941,633	1,274,053
Notes receivable, net	142,331	73,115	120,714
Accounts receivable, net	2,289,224	2,144,021	2,390,477
Other receivables	12,024	12,301	16,775
Current tax assets	7,345	7,345	0
Current inventories	1,245,706	1,109,761	1,148,014
Prepayments	283,972	337,357	314,671
Other current assets	2,060	3,768	5,834
Total current assets	6,207,381	5,938,614	6,412,439
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	27,688	25,514	26,716
Property, plant and equipment	3,872,819	3,809,817	3,869,947
Right-of-use assets	207,729	218,567	220,383
Investment property, net	27,196	27,387	27,578
Intangible assets	29,363	31,126	32,419
Deferred tax assets	101,963	102,765	93,337
Other non-current assets	158,748	147,698	209,708
Total non-current assets	4,425,506	4,362,874	4,480,088
Total assets	10,632,887	10,301,488	10,892,527
Current liabilities			
Current borrowings	1,878,885	2,109,171	1,892,643
Short-term notes and bills payable	379,700	99,939	199,818
Current financial liabilities at fair value through profit or loss	680	1,240	1,340
Current contract liabilities	68,067	34,151	12,195
Notes payable	45,419	50,308	45,677
Accounts payable	516,237	466,702	570,923
Other payables	588,882	385,338	1,049,897
Current tax liabilities	81,567	63,568	52,909
Current lease liabilities	1,842	2,169	1,585
Other current liabilities	155,729	151,801	86,745
Total current liabilities	3,717,008	3,364,387	3,913,732
Non-current liabilities			
Bonds payable	780,355	774,602	768,786
Non-current portion of non-current borrowings	375,908	427,175	489,859
Deferred tax liabilities	45,708	49,738	56,660
Non-current lease liabilities	35,367	37,423	27,487
Other non-current liabilities	83,495	85,489	83,856
Total non-current liabilities	1,320,833	1,374,427	1,426,648
Total liabilities	5,037,841	4,738,814	5,340,380
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,292,198	1,292,198	1,292,198
Total Share Capital	1,292,198	1,292,198	1,292,198
Capital surplus			
Total capital surplus	719,263	719,263	719,263
Retained earnings			

Accounting Title	2020/6/30	2019/12/31	2019/6/30
Legal reserve	374,574	331,275	331,275
Special reserve	353,305	224,867	224,867
Unappropriated retained earnings (accumulated deficit)	1,118,676	1,156,246	956,510
Total retained earnings	1,846,555	1,712,388	1,512,652
Other equity interest			
Exchange differences on translation of foreign financial statements	-429,806	-324,659	-165,337
Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	-25,992	-28,646	-28,715
Total other equity interest	-455,798	-353,305	-194,052
Treasury shares	-343	0	0
Total equity attributable to owners of parent	3,401,875	3,370,544	3,330,061
Non-controlling interests	2,193,171	2,192,130	2,222,086
Total equity	5,595,046	5,562,674	5,552,147
Total liabilities and equity	10,632,887	10,301,488	10,892,527
Equivalent issue shares of advance receipts for ordinary share	0	0	0
Number of shares in entity held by entity and by its subsidiaries	10,000	0	0

Financial Statement – Income Statement

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2020/2nd	2019/2nd	2020/01/01T o2020/06/30	2019/01/01T o2019/06/30
Income Statement				
Net sales revenue	2,043,410	1,799,231	3,611,057	3,440,403
Total operating revenue	2,043,410	1,799,231	3,611,057	3,440,403
Total cost of sales	1,430,850	1,383,515	2,597,330	2,621,269
Total operating costs	1,430,850	1,383,515	2,597,330	2,621,269
Gross profit (loss) from operations	612,560	415,716	1,013,727	819,134
Gross profit (loss) from operations	612,560	415,716	1,013,727	819,134
Operating expenses				
Selling expenses	71,082	71,622	133,495	144,180
Administrative expenses	119,230	111,357	227,657	221,354
Research and development expenses	43,104	38,316	85,843	76,760
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	709	-2,094	-7,182	-3,002
Total operating expenses	234,125	219,201	439,813	439,292
Net operating income (loss)	378,435	196,515	573,914	379,842
Non-operating income and expenses				
Total interest income	7,083	17,241	18,298	28,447
Total other income	15,615	18,147	42,947	22,707
Other gains and losses, net	-32,575	-17,959	-40,236	15,469
Finance costs, net	17,059	20,066	34,803	39,643
Total non-operating income and expenses	-26,936	-2,637	-13,794	26,980
Profit (loss) from continuing operations before tax	351,499	193,878	560,120	406,822
Total tax expense (income)	73,110	45,741	113,336	96,082
Profit (loss) from continuing operations	278,389	148,137	446,784	310,740
Profit (loss)	278,389	148,137	446,784	310,740
Other comprehensive income				
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	-60	0	3,022	-115
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	0	0	0	0
Components of other comprehensive income that will not be reclassified to profit or loss	-60	0	3,022	-115
Exchange differences on translation	-112,293	-74,061	-176,070	53,865
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-1,138	-1,744	-2,584	1,314
Components of other comprehensive income that will be reclassified to profit or loss	-111,155	-72,317	-173,486	52,551
Other comprehensive income, net	-111,215	-72,317	-170,464	52,436
Total comprehensive income	167,174	75,820	276,320	363,176
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	209,030	118,954	327,997	230,025
Profit (loss), attributable to non-controlling interests	69,359	29,183	118,787	80,715
Comprehensive income, attributable to owners of parent	141,648	75,733	225,504	260,840
Comprehensive income, attributable to non-controlling interests	25,526	87	50,816	102,336
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	1.62	0.92	2.54	1.78
Total basic earnings per share	1.62	0.92	2.54	1.78
Diluted earnings per share				
Total diluted earnings per share	1.59	0.91	2.43	1.74

Financial Statement — Statements of Cash Flows

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2020/01/01 To 2020/06/30	2019/01/01 To 2019/06/30
Statements of Cash Flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	560,120	406,822
Profit (loss) before tax	560,120	406,822
Depreciation expense	167,152	160,975
Amortization expense	3,344	3,305
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-7,182	-3,002
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	5,624	-4,085
Interest expense	34,803	39,643
Interest income	-18,298	-28,447
Dividend income	-275	0
Loss (gain) on disposal of property, plan and equipment	365	-429
Property, plan and equipment transferred to expenses	489	1,824
Loss (gain) on disposal of investments	-2,070	-208
Other adjustments to reconcile profit (loss)	23	0
Total adjustments to reconcile profit (loss)	183,975	169,576
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily	773,302	-186,859
Decrease (increase) in notes receivable	-69,216	-27,242
Decrease (increase) in accounts receivable	-148,321	180,954
Decrease (increase) in other receivable	277	8,157
Decrease (increase) in inventories	-135,945	197,777
Decrease (increase) in prepayments	-24,533	17,911
Decrease (increase) in other current assets	1,708	1,959
Decrease (increase) in other operating assets	49,109	-3,743
Total changes in operating assets	446,381	188,914
Increase (decrease) in contract liabilities	33,916	-21,461
Increase (decrease) in notes payable	-4,889	-39,721
Increase (decrease) in accounts payable	49,535	20,705
Increase (decrease) in other payable	-35,701	-61,684
Increase (decrease) in other current liabilities	-7,319	-9,941
Increase (decrease) in net defined benefit liability	-310	-274
Total changes in operating liabilities	35,232	-112,376
Total changes in operating assets and liabilities	481,613	76,538
Total adjustments	665,588	246,114
Cash inflow (outflow) generated from operations	1,225,708	652,936
Interest received	18,298	28,447
Dividends received	275	0
Interest paid	-29,389	-38,363
Income taxes refund (paid)	-95,982	-153,410
Net cash flows from (used in) operating activities	1,118,910	489,610
Cash flows from (used in) investing activities		
Acquisition of property, plant and equipment	-252,643	-242,888
Proceeds from disposal of property, plant and equipment	96	9,972
Acquisition of intangible assets	-592	-165
Acquisition of investment properties	0	0
Increase in prepayments for business facilities	-56,858	29,821
Net cash flows from (used in) investing activities	-309,997	-203,260
Cash flows from (used in) financing activities		
Increase in short-term loans	5,559,747	5,274,668

Accounting Title	2020/01/01 To 2020/06/30	2019/01/01 To 2019/06/30
Decrease in short-term loans	-5,790,033	-6,230,968
Increase in short-term notes and bills payable	1,039,945	660,182
Decrease in short-term notes and bills payable	-760,184	-950,091
Proceeds from issuing bonds	0	797,930
Proceeds from long-term debt	0	70,000
Repayments of long-term debt	-36,066	-90,000
Increase in guarantee deposits received	-1,684	440
Payments of lease liabilities	-1,200	-928
Payments to acquire treasury shares	-3,802	0
Net cash flows from (used in) financing activities	6,723	-468,767
Effect of exchange rate changes on cash and cash equivalents	-47,437	19,867
Net increase (decrease) in cash and cash equivalents	768,199	-162,550
Cash and cash equivalents at beginning of period	1,309,313	1,304,451
Cash and cash equivalents at end of period	2,077,512	1,141,901
Cash and cash equivalents reported in the statement of financial position	2,077,512	1,141,901

Financial Statement – Statements of Changes in Stockholders'

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

2020/06/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

Accounting Title	Ordinary share	Total share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	1,292,198	1,292,198	719,263	331,275	224,867	1,156,246	1,712,388	-324,659	-28,646	-353,305	0	3,370,544	2,192,130	5,562,674
Legal reserve appropriated	0	0	0	43,299	0	-43,299	0	0	0	0	0	0	0	0
Special reserve appropriated	0	0	0	0	128,438	-128,438	0	0	0	0	0	0	0	0
Cash dividends of ordinary share	0	0	0	0	0	-193,830	-193,830	0	0	0	0	-193,830	0	-193,830
Profit (loss)	0	0	0	0	0	327,997	327,997	0	0	0	0	327,997	118,787	446,784
Other comprehensive income	0	0	0	0	0	0	0	-105,147	2,654	-102,493	0	-102,493	-67,971	-170,464
Total comprehensive income	0	0	0	0	0	327,997	327,997	-105,147	2,654	-102,493	0	225,504	50,816	276,320
Purchase of treasury shares	0	0	0	0	0	0	0	0	0	0	-343	-343	0	-343
Changes in non-controlling interests	0	0	0	0	0	0	0	0	0	0	0	0	-3,459	-3,459
Others	0	0	0	0	0	0	0	0	0	0	0	0	-46,316	-46,316
Total increase (decrease) in equity	0	0	0	43,299	128,438	-37,570	134,167	-105,147	2,654	-102,493	-343	31,331	1,041	32,372
Equity at end of period	1,292,198	1,292,198	719,263	374,574	353,305	1,118,676	1,846,555	-429,806	-25,992	-455,798	-343	3,401,875	2,193,171	5,595,046

2019/06/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

Accounting Title	Ordinary share	Total share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	1,292,198	1,292,198	693,176	274,200	118,757	1,186,875	1,579,832	-196,252	-28,615	-224,867	0	3,340,339	2,253,004	5,593,343
Legal reserve appropriated	0	0	0	57,075	0	-57,075	0	0	0	0	0	0	0	0
Special reserve appropriated	0	0	0	0	106,110	-106,110	0	0	0	0	0	0	0	0
Cash dividends of ordinary share	0	0	0	0	0	-297,205	-297,205	0	0	0	0	-297,205	0	-297,205
Other changes in capital surplus	0	0	26,087	0	0	0	0	0	0	0	0	26,087	0	26,087
Profit (loss)	0	0	0	0	0	230,025	230,025	0	0	0	0	230,025	80,715	310,740
Other comprehensive income	0	0	0	0	0	0	0	30,915	-100	30,815	0	30,815	21,621	52,436
Total comprehensive income	0	0	0	0	0	230,025	230,025	30,915	-100	30,815	0	260,840	102,336	363,176
Changes in non-controlling interests	0	0	0	0	0	0	0	0	0	0	0	0	5,693	5,693
Others	0	0	0	0	0	0	0	0	0	0	0	0	-138,947	-138,947
Total increase (decrease) in equity	0	0	26,087	57,075	106,110	-230,365	-67,180	30,915	-100	30,815	0	-10,278	-30,918	-41,196
Equity at end of period	1,292,198	1,292,198	719,263	331,275	224,867	956,510	1,512,652	-165,337	-28,715	-194,052	0	3,330,061	2,222,086	5,552,147