

Financial Statement – Balance Sheet

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2020/9/30	2019/12/31	2019/9/30
Balance Sheet			
Current assets			
Cash and cash equivalents	2,392,651	1,309,313	1,221,333
Current financial assets at fair value through profit or loss	29,843	941,633	1,195,303
Notes receivable, net	171,827	73,115	112,219
Accounts receivable, net	2,395,650	2,144,021	2,136,417
Other receivables	12,253	12,301	17,640
Current tax assets	7,345	7,345	0
Current inventories	1,199,681	1,109,761	1,092,614
Prepayments	262,353	337,357	397,399
Other current assets	1,193	3,768	4,155
Total current assets	6,472,796	5,938,614	6,177,080
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	28,264	25,514	25,770
Property, plant and equipment	4,152,284	3,809,817	3,752,587
Right-of-use assets	212,058	218,567	210,672
Investment property, net	27,101	27,387	27,482
Intangible assets	30,675	31,126	31,824
Deferred tax assets	101,894	102,765	92,825
Other non-current assets	150,999	147,698	189,951
Total non-current assets	4,703,275	4,362,874	4,331,111
Total assets	11,176,071	10,301,488	10,508,191
Current liabilities			
Current borrowings	1,515,583	2,109,171	2,226,000
Short-term notes and bills payable	329,751	99,939	259,809
Current financial liabilities at fair value through profit or loss	120	1,240	1,080
Current contract liabilities	88,910	34,151	22,011
Notes payable	30,671	50,308	56,056
Accounts payable	506,813	466,702	482,847
Other payables	466,414	385,338	366,726
Current tax liabilities	105,515	63,568	54,072
Current lease liabilities	2,253	2,169	1,397
Other current liabilities	160,129	151,801	149,953
Total current liabilities	3,206,159	3,364,387	3,619,951
Non-current liabilities			
Bonds payable	1,035,020	774,602	771,694
Non-current portion of non-current borrowings	379,205	427,175	469,018
Deferred tax liabilities	48,822	49,738	51,553
Non-current lease liabilities	36,750	37,423	26,213
Other non-current liabilities	84,556	85,489	81,786
Total non-current liabilities	1,584,353	1,374,427	1,400,264
Total liabilities	4,790,512	4,738,814	5,020,215
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,292,198	1,292,198	1,292,198
Certificate of entitlement to new shares from convertible bond	78,669	0	0
Total Share Capital	1,370,867	1,292,198	1,292,198
Capital surplus			
Total capital surplus	988,352	719,263	719,263

Accounting Title	2020/9/30	2019/12/31	2019/9/30
Retained earnings			
Legal reserve	374,574	331,275	331,275
Special reserve	353,305	224,867	224,867
Unappropriated retained earnings (accumulated deficit)	1,336,553	1,156,246	1,058,991
Total retained earnings	2,064,432	1,712,388	1,615,133
Other equity interest			
Exchange differences on translation of foreign financial statements	-348,559	-324,659	-282,110
Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	-26,068	-28,646	-28,715
Total other equity interest	-374,627	-353,305	-310,825
Treasury shares	-343	0	0
Total equity attributable to owners of parent	4,048,681	3,370,544	3,315,769
Non-controlling interests	2,336,878	2,192,130	2,172,207
Total equity	6,385,559	5,562,674	5,487,976
Total liabilities and equity	11,176,071	10,301,488	10,508,191
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	2020/3rd	2019/3rd	2020/01/01T o2020/09/30	2019/01/01T o2019/09/30
Income Statement				
Net sales revenue	2,066,654	1,746,262	5,677,711	5,186,665
Total operating revenue	2,066,654	1,746,262	5,677,711	5,186,665
Total cost of sales	1,445,831	1,293,151	4,043,161	3,914,420
Total operating costs	1,445,831	1,293,151	4,043,161	3,914,420
Gross profit (loss) from operations	620,823	453,111	1,634,550	1,272,245
Gross profit (loss) from operations	620,823	453,111	1,634,550	1,272,245
Operating expenses				
Selling expenses	71,481	70,956	204,976	215,136
Administrative expenses	150,362	122,854	378,019	344,208
Research and development expenses	32,521	38,108	118,364	114,868
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	-9,203	-4,518	-16,385	-7,520
Total operating expenses	245,161	227,400	684,974	666,692
Net operating income (loss)	375,662	225,711	949,576	605,553
Non-operating income and expenses				
Total interest income	7,057	13,983	25,355	42,430
Total other income	17,098	9,337	60,045	32,044
Other gains and losses, net	-3,526	-43,461	-43,762	-27,992
Finance costs, net	17,303	20,437	52,106	60,080
Total non-operating income and expenses	3,326	-40,578	-10,468	-13,598
Profit (loss) from continuing operations before tax	378,988	185,133	939,108	591,955
Total tax expense (income)	70,308	55,372	183,644	151,454
Profit (loss) from continuing operations	308,680	129,761	755,464	440,501
Profit (loss)	308,680	129,761	755,464	440,501
Other comprehensive income				
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	-86	1	2,936	-114
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	-86	1	2,936	-114
Exchange differences on translation	139,592	-198,526	-36,478	-144,661
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	5,658	-4,593	3,074	-3,279
Components of other comprehensive income that will be reclassified to profit or loss	133,934	-193,933	-39,552	-141,382
Other comprehensive income, net	133,848	-193,932	-36,616	-141,496
Total comprehensive income	442,528	-64,171	718,848	299,005
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	217,877	102,481	545,874	332,506
Profit (loss), attributable to non-controlling interests	90,803	27,280	209,590	107,995
Comprehensive income, attributable to owners of parent	299,048	-14,292	524,552	246,548
Comprehensive income, attributable to non-controlling interests	143,480	-49,879	194,296	52,457
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	1.66	0.79	4.2	2.57
Total basic earnings per share	1.66	0.79	4.2	2.57
Diluted earnings per share				
Total diluted earnings per share	1.5	0.79	3.95	2.46

Financial Statement — Statements of Cash Flows

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2020/01/01 To 2020/09/30	2019/01/01 To 2019/09/30
Statements of Cash Flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	939,108	591,955
Profit (loss) before tax	939,108	591,955
Depreciation expense	253,170	244,882
Amortization expense	5,037	4,957
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-16,385	-7,520
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	-8,994	-5,031
Interest expense	52,106	60,080
Interest income	-25,355	-42,430
Dividend income	-748	-802
Loss (gain) on disposal of property, plan and equipment	540	-1,430
Property, plan and equipment transferred to expenses	574	2,884
Loss (gain) on disposal of investments	5,266	-3,393
Other adjustments to reconcile profit (loss)	35	0
Total adjustments to reconcile profit (loss)	265,246	252,197
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	911,107	-146,245
Decrease (increase) in notes receivable	-98,712	-18,747
Decrease (increase) in accounts receivable	-246,866	439,535
Decrease (increase) in other receivable	48	7,292
Decrease (increase) in inventories	-89,920	253,177
Decrease (increase) in prepayments	22,157	-65,341
Decrease (increase) in other current assets	2,575	3,638
Decrease (increase) in other operating assets	59,886	3,123
Total changes in operating assets	560,275	476,432
Increase (decrease) in contract liabilities	54,759	-11,645
Increase (decrease) in notes payable	-19,637	-29,342
Increase (decrease) in accounts payable	40,111	-67,371
Increase (decrease) in other payable	-5,529	-82,675
Increase (decrease) in other current liabilities	-4,404	53,426
Increase (decrease) in net defined benefit liability	-442	-412
Total changes in operating liabilities	64,858	-138,019
Total changes in operating assets and liabilities	625,133	338,413
Total adjustments	890,379	590,610
Cash inflow (outflow) generated from operations	1,829,487	1,182,565
Interest received	25,355	42,430
Dividends received	748	802
Interest paid	-42,186	-56,016
Income taxes refund (paid)	-144,816	-207,621
Net cash flows from (used in) operating activities	1,668,588	962,160
Cash flows from (used in) investing activities		
Acquisition of property, plant and equipment	-454,538	-497,916
Proceeds from disposal of property, plant and equipment	239	12,315
Acquisition of intangible assets	-2,907	-870
Increase in prepayments for business facilities	-74,430	-16,556
Net cash flows from (used in) investing activities	-531,636	-503,027
Cash flows from (used in) financing activities		
Increase in short-term loans	8,281,094	8,394,537

Accounting Title	2020/01/01 To 2020/09/30	2019/01/01 To 2019/09/30
Decrease in short-term loans	-8,874,682	-9,017,480
Increase in short-term notes and bills payable	1,650,069	950,174
Decrease in short-term notes and bills payable	-1,420,257	-1,180,092
Proceeds from issuing bonds	598,430	797,930
Proceeds from long-term debt	0	70,000
Repayments of long-term debt	-36,437	-95,000
Increase in guarantee deposits received	-491	-1,492
Decrease in lease payable	-1,769	-1,392
Cash dividends paid	-240,116	-436,152
Payments to acquire treasury shares	-343	0
Change in non-controlling interests	-3,459	0
Net cash flows from (used in) financing activities	-47,961	-518,967
Effect of exchange rate changes on cash and cash equivalents	-5,653	-23,284
Net increase (decrease) in cash and cash equivalents	1,083,338	-83,118
Cash and cash equivalents at beginning of period	1,309,313	1,304,451
Cash and cash equivalents at end of period	2,392,651	1,221,333
Cash and cash equivalents reported in the statement of financial position	2,392,651	1,221,33

Financial Statement – Statements of Changes in Stockholders' Equity

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

2020/09/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

Accounting Title	Ordinary share	Certificate of entitlement to new shares from convertible bond	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	Unrealized 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	0	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	0	43,299	0	-43,299	0	0	0	0	0	0	0	0
Special reserve appropriated	0	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	0	-193,830	-193,830	0	0	0	0	-193,830	0	-193,830
Due to recognition of equity component of convertible bonds (preference share) issued	0	0	0	23,760	0	0	0	0	0	0	0	0	23,760	0	23,760
Profit (loss)	0	0	0	0	0	0	545,874	545,874	0	0	0	0	545,874	209,590	755,464
Other comprehensive income	0	0	0	0	0	0	0	0	-23,900	2,578	-21,322	0	-21,322	-15,294	-36,616
Total comprehensive income	0	0	0	0	0	0	545,874	545,874	-23,900	2,578	-21,322	0	524,552	194,296	718,848
Conversion of convertible bonds	0	78,669	78,669	245,526	0	0	0	0	0	0	0	0	324,195	0	324,195
Purchase of treasury shares	0	0	0	0	0	0	0	0	0	0	0	-343	-343	0	-343
Changes in ownership interests in subsidiaries	0	0	0	-197	0	0	0	0	0	0	0	0	-197	-3,262	-3,459
Others	0	0	0	0	0	0	0	0	0	0	0	0	0	-46,286	-46,286
Total increase (decrease) in equity	0	78,669	78,669	269,089	43,299	128,438	180,307	352,044	-23,900	2,578	-21,322	-343	678,137	144,748	822,885
Equity at end of period	1,292,198	78,669	1,370,867	988,352	374,574	353,305	1,336,553	2,064,432	-348,559	-26,068	-374,627	-343	4,048,681	2,336,878	6,385,559

2019/09/30 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		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
Special reserve appropriated	0	0	0	0	106,110	-106,110	0	0	0	0		0	0	0
Cash dividends of ordinary share	0	0	0	0	0	-297,205	-297,205	0	0	0		-297,205	0	-297,205
Other changes in capital surplus	0	0	26,087	0	0	0	0	0	0	0		26,087	0	26,087
Profit (loss)	0	0	0	0	0	332,506	332,506	0	0	0		332,506	107,995	440,501
Other comprehensive income	0	0	0	0	0	0	0	-85,858	-100	-85,958		-85,958	-55,538	-141,496
Total comprehensive income	0	0	0	0	0	332,506	332,506	-85,858	-100	-85,958		246,548	52,457	299,005
Changes in non-controlling interests	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	-138,947	-138,947
Total increase (decrease) in equity	0	0	26,087	57,075	106,110	-127,884	35,301	-85,858	-100	-85,958		-24,570	-80,797	-105,367
Equity at end of period	1,292,198	1,292,198	719,263	331,275	224,867	1,058,991	1,615,133	-282,110	-28,715	-310,825		3,315,769	2,172,207	5,487,976