

# Financial Statement – Balance Sheet

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/3/31	2018/12/31	2018/3/31
<b>Balance Sheet</b>			
<b>Current assets</b>			
Cash and cash equivalents	1,057,921	1,304,451	918,782
Current financial assets at fair value through profit or loss	1,376,260	1,076,723	1,243,924
Notes receivable, net	102,557	93,472	120,475
Accounts receivable, net	2,253,358	2,571,121	2,439,116
Other receivables	41,157	24,932	58,799
Current inventories	1,347,860	1,345,791	1,182,130
Prepayments	347,446	335,795	372,403
Other current assets	6,854	7,793	8,840
<b>Total current assets</b>	<b>6,533,413</b>	<b>6,760,078</b>	<b>6,344,469</b>
<b>Non-current assets</b>			
Non-current financial assets at fair value through other comprehensive income	27,076	26,545	22,045
Property, plant and equipment	3,655,498	3,420,335	2,955,217
Right-of-use assets	225,375	0	0
Investment property, net	27,673	27,769	28,055
Intangible assets	33,597	34,406	34,547
Deferred tax assets	92,432	93,523	83,354
Other non-current assets	257,989	541,942	399,171
<b>Total non-current assets</b>	<b>4,319,640</b>	<b>4,144,520</b>	<b>3,522,389</b>
<b>Total assets</b>	<b>10,853,053</b>	<b>10,904,598</b>	<b>9,866,858</b>
<b>Current liabilities</b>			
Current borrowings	2,122,718	2,848,943	2,209,628
Short-term notes and bills payable	249,758	489,727	549,645
Current financial liabilities at fair value through profit or loss	980	0	0
Current contract liabilities	21,632	33,656	9,038
Notes payable	65,049	85,398	44,939
Accounts payable	457,441	550,218	613,533
Other payables	375,684	452,109	446,515
Current tax liabilities	105,617	108,911	86,940
Current lease liabilities	1,745	0	0
Other current liabilities	121,984	111,552	89,395
<b>Total current liabilities</b>	<b>3,522,608</b>	<b>4,680,514</b>	<b>4,049,633</b>
<b>Non-current liabilities</b>			
Bonds payable	765,910	0	0
Non-current portion of non-current borrowings	479,684	490,193	206,750
Deferred tax liabilities	59,512	56,858	62,897
Non-current lease liabilities	28,178	0	0
Other non-current liabilities	84,682	83,690	25,329
<b>Total non-current liabilities</b>	<b>1,417,966</b>	<b>630,741</b>	<b>294,976</b>
<b>Total liabilities</b>	<b>4,940,574</b>	<b>5,311,255</b>	<b>4,344,609</b>
<b>Equity attributable to owners of parent</b>			
<b>Share capital</b>			
Ordinary share	1,292,198	1,292,198	1,311,948
<b>Total share capital</b>	<b>1,292,198</b>	<b>1,292,198</b>	<b>1,311,948</b>
<b>Capital surplus</b>			
Total capital surplus	719,263	693,176	650,564
<b>Retained earnings</b>			
Legal reserve	274,200	274,200	228,090

Accounting Title	2019/3/31	2018/12/31	2018/3/31
Special reserve	118,757	118,757	103,953
Unappropriated retained earnings (accumulated deficit)	1,297,946	1,186,875	1,078,593
Total retained earnings	1,690,903	1,579,832	1,410,636
Other equity interest			
Exchange differences on translation of foreign financial statements	-122,115	-196,252	-83,711
Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	-28,716	-28,615	-32,737
Total other equity interest	-150,831	-224,867	-116,448
Treasury shares	0	0	-46,759
Total equity attributable to owners of parent	3,551,533	3,340,339	3,209,941
Non-controlling interests	2,360,946	2,253,004	2,312,308
Total equity	5,912,479	5,593,343	5,522,249
Total liabilities and equity	10,853,053	10,904,598	9,866,858
Equivalent issue shares of advance receipts for ordinary share	0	0	0
Number of shares in entity held by entity and by its subsidiaries	0	0	1,975,000

# Financial Statement – Income Statement

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/01/01T o2019/03/31	2018/01/01T o2018/03/31
<b>Income Statement</b>		
Net sales revenue	1,641,172	1,846,117
Total operating revenue	1,641,172	1,846,117
Total cost of sales	1,237,754	1,374,734
Total operating costs	1,237,754	1,374,734
Gross profit (loss) from operations	403,418	471,383
Gross profit (loss) from operations	403,418	471,383
Operating expenses		
Selling expenses	72,558	69,281
Administrative expenses	109,997	106,475
Research and development expenses	38,444	36,945
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	-908	3,875
Total operating expenses	220,091	216,576
Net operating income (loss)	183,327	254,807
Non-operating income and expenses		
Total other income	15,766	22,880
Other gains and losses, net	33,428	-28,400
Finance costs, net	19,577	8,675
Total non-operating income and expenses	29,617	-14,195
Profit (loss) from continuing operations before tax	212,944	240,612
Total tax expense (income)	50,341	45,141
Profit (loss) from continuing operations	162,603	195,471
Profit (loss)	162,603	195,471
Other comprehensive income		
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	-115	-140
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	0	-609
Components of other comprehensive income that will not be reclassified to profit or loss	-115	469
Exchange differences on translation	127,926	70,214
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	3,058	4,193
Components of other comprehensive income that will be reclassified to profit or loss	124,868	66,021
Other comprehensive income, net	124,753	66,490
Total comprehensive income	287,356	261,961
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	111,071	113,600
Profit (loss), attributable to non-controlling interests	51,532	81,871
Comprehensive income, attributable to owners of parent	185,107	149,249
Comprehensive income, attributable to non-controlling interests	102,249	112,712
Basic earnings per share		
Total basic earnings per share	0.86	0.88
Diluted earnings per share		
Total diluted earnings per share	0.86	0.88

# Financial Statement — Statements of Cash Flows

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/01/01To 2019/03/31	2018/01/01To 2018/03/31
<b>Statements of Cash Flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	212,944	240,612
Profit (loss) before tax	212,944	240,612
Depreciation expense	77,653	62,577
Amortization expense	1,663	2,326
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-908	3,875
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	-2,771	1,640
Interest expense	19,577	8,675
Interest income	-11,206	-12,932
Loss (gain) on disposal of property, plan and equipment	-287	1,304
Loss (gain) on disposal of investments	-162	-1,930
Total adjustments to reconcile profit (loss)	83,559	65,535
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	-273,381	-5,409
Decrease (increase) in notes receivable	-9,085	-41,379
Decrease (increase) in accounts receivable	317,959	106,473
Decrease (increase) in other receivable	-16,225	55,795
Decrease (increase) in inventories	-2,069	-174,932
Decrease (increase) in prepayments	-14,342	-37,920
Decrease (increase) in other current assets	939	949
Decrease (increase) in other operating assets	-4,536	1,413
Total changes in operating assets	-740	-95,010
Increase (decrease) in contract liabilities	-12,024	-633
Increase (decrease) in notes payable	-20,349	9,370
Increase (decrease) in accounts payable	-92,777	25,898
Increase (decrease) in other payable	-74,061	-3,033
Increase (decrease) in other current liabilities	-5,977	1,989
Increase (decrease) in net defined benefit liability	-147	-4,854
Total changes in operating liabilities	-205,335	28,737
Total changes in operating assets and liabilities	-206,075	-66,273
Total adjustments	-122,516	-738
Cash inflow (outflow) generated from operations	90,428	239,874
Interest received	11,206	12,932
Interest paid	-20,398	-8,922
Income taxes refund (paid)	-52,948	-53,742
Net cash flows from (used in) operating activities	28,288	190,142
Cash flows from (used in) investing activities		
Acquisition of property, plant and equipment	-146,491	-128,786
Proceeds from disposal of property, plant and equipment	9,813	667
Acquisition of intangible assets	-165	0
Acquisition of investment properties	0	-543
Increase in prepayments for business facilities	-4,049	25,003
Net cash flows from (used in) investing activities	-140,892	-103,659
Cash flows from (used in) financing activities		
Increase in short-term loans	2,929,439	2,116,092
Decrease in short-term loans	-3,655,664	-2,140,467
Increase in short-term notes and bills payable	429,801	631,011
Decrease in short-term notes and bills payable	-669,770	-600,941

Accounting Title	2019/01/01To 2019/03/31	2018/01/01To 2018/03/31
Proceeds from issuing bonds	803,000	0
Repayments of long-term debt	-5,000	-18,720
Increase in guarantee deposits received	1,139	6
Payments of lease liabilities	-461	0
Net cash flows from (used in) financing activities	-167,516	-13,019
Effect of exchange rate changes on cash and cash equivalents	33,590	12,005
Net increase (decrease) in cash and cash equivalents	-246,530	85,469
Cash and cash equivalents at beginning of period	1,304,451	833,313
Cash and cash equivalents at end of period	1,057,921	918,782
Cash and cash equivalents reported in the statement of financial position	1,057,921	918,782

**Financial Statement — Statements of Changes in Stockholder**

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

**2019/03/31 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
Changes in equity of associates and joint ventures accounted for using equity method	0	0	26,087	0	0	0	0	0	0	0		26,087	0	26,087
Profit (loss)	0	0	0	0	0	111,071	111,071	0	0	0		111,071	51,532	162,603
Other comprehensive income	0	0	0	0	0	0	0	74,137	-101	74,036		74,036	50,717	124,753
Total comprehensive income	0	0	0	0	0	111,071	111,071	74,137	-101	74,036		185,107	102,249	287,356
Changes in non-controlling interests	0	0	0	0	0	0	0	0	0	0		0	5,693	5,693
Total increase (decrease) in equity	0	0	26,087	0	0	111,071	111,071	74,137	-101	74,036		211,194	107,942	319,136
Equity at end of period	1,292,198	1,292,198	719,263	274,200	118,757	1,297,946	1,690,903	-122,115	-28,716	-150,831		3,551,533	2,360,946	5,912,479

**2018/03/31 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	1,311,948	1,311,948	634,599	228,090	103,953	936,514	1,268,557	-118,757	0	-118,757	-46,759	3,049,588	2,218,402	5,267,990
Effects of retrospective application and retrospective restatement	0	0	0	0	0	27,758	27,758	0	-32,619	-32,619	0	-4,861	-2,506	-7,367
Equity at beginning of period after adjustments	1,311,948	1,311,948	634,599	228,090	103,953	964,272	1,296,315	-118,757	-32,619	-151,376	-46,759	3,044,727	2,215,896	5,260,623
Changes in equity of associates and joint ventures accounted for using equity method	0	0	15,965	0	0	0	0	0	0	0	0	15,965	0	15,965
Profit (loss)	0	0	0	0	0	113,600	113,600	0	0	0	0	113,600	81,871	195,471
Other comprehensive income	0	0	0	0	0	721	721	35,046	-118	34,928	0	35,649	30,841	66,490
Total comprehensive income	0	0	0	0	0	114,321	114,321	35,046	-118	34,928	0	149,249	112,712	261,961
Changes in non-controlling interests	0	0	0	0	0	0	0	0	0	0	0	0	-16,300	-16,300
Total increase (decrease) in equity	0	0	15,965	0	0	114,321	114,321	35,046	-118	34,928	0	165,214	96,412	261,626
Equity at end of period	1,311,948	1,311,948	650,564	228,090	103,953	1,078,593	1,410,636	-83,711	-32,737	-116,448	-46,759	3,209,941	2,312,308	5,522,249