

Financial Statement — Balance Sheet

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2021/6/30	2020/12/31	2020/6/30
Balance Sheet			
Current assets			
Cash and cash equivalents	1,863,626	2,670,354	2,077,512
Current financial assets at fair value through profit or loss	556,614	43,249	147,207
Current financial assets at amortised cost	43,100	0	0
Notes receivable, net	191,065	144,575	142,331
Accounts receivable, net	2,584,957	2,342,711	2,289,224
Other receivables	12,613	21,546	12,024
Current tax assets	7,345	7,345	7,345
Current inventories	1,342,199	1,192,657	1,245,706
Prepayments	334,768	258,503	283,972
Other current assets	782	1,387	2,060
Total current assets	6,937,069	6,682,327	6,207,381
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	28,095	28,511	27,688
Property, plant and equipment	4,466,630	4,301,814	3,872,819
Right-of-use assets	207,632	212,321	207,729
Investment property, net	26,814	27,005	27,196
Intangible assets	29,527	30,932	29,363
Deferred tax assets	103,971	107,928	101,963
Other non-current assets	370,254	174,377	158,748
Total non-current assets	5,232,923	4,882,888	4,425,506
Total assets	12,169,992	11,565,215	10,632,887
Current liabilities			
Current borrowings	1,256,362	1,314,809	1,878,885
Short-term notes and bills payable	139,944	219,881	379,700
Current financial liabilities at fair value through profit or loss	0	0	680
Current contract liabilities	91,315	83,015	68,067
Notes payable	40,508	37,396	45,419
Accounts payable	657,712	527,020	516,237
Other payables	450,113	433,308	588,882
Current tax liabilities	102,724	128,560	81,567
Current lease liabilities	2,490	2,425	1,842
Other current liabilities	209,261	217,088	155,729
Total current liabilities	2,950,429	2,963,502	3,717,008
Non-current liabilities			
Bonds payable	214,400	684,729	780,355
Non-current portion of non-current borrowings	288,212	338,050	375,908
Deferred tax liabilities	50,873	50,237	45,708
Non-current lease liabilities	35,071	36,415	35,367
Other non-current liabilities	88,081	88,642	83,495
Total non-current liabilities	676,637	1,198,073	1,320,833
Total liabilities	3,627,066	4,161,575	5,037,841
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,594,202	1,450,867	1,292,198
Certificate of entitlement to new shares from convertible bond	9,578	81,768	0
Total Share Capital	1,603,780	1,532,635	1,292,198
Capital surplus			
Total capital surplus	1,868,490	1,612,221	719,263

Accounting Title	2021/6/30	2020/12/31	2020/6/30
Retained earnings			
Legal reserve	374,574	374,574	374,574
Special reserve	353,305	353,305	353,305
Unappropriated retained earnings (accumulated deficit)	1,910,562	1,464,987	1,118,676
Total retained earnings	2,638,441	2,192,866	1,846,555
Other equity interest			
Exchange differences on translation of foreign financial statements	-319,013	-310,151	-429,806
Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	-26,408	-26,112	-25,992
Total other equity interest	-345,421	-336,263	-455,798
Treasury shares	-343	-343	-343
Total equity attributable to owners of parent	5,764,947	5,001,116	3,401,875
Non-controlling interests	2,777,979	2,402,524	2,193,171
Total equity	8,542,926	7,403,640	5,595,046
Total liabilities and equity	12,169,992	11,565,215	10,632,887
Number of share capital awaiting retirement	0	0	0
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	10,000	10,000

Financial Statement – Income Statement

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2021/2nd	2020/2nd	2021/01/01T o2021/06/30	2020/01/01T o2020/06/30
Income Statement				
Net sales revenue	2,448,567	2,043,410	4,573,745	3,611,057
Total operating revenue	2,448,567	2,043,410	4,573,745	3,611,057
Total cost of sales	1,714,219	1,430,850	3,232,710	2,597,330
Total operating costs	1,714,219	1,430,850	3,232,710	2,597,330
Gross profit (loss) from operations	734,348	612,560	1,341,035	1,013,727
Gross profit (loss) from operations	734,348	612,560	1,341,035	1,013,727
Operating expenses				
Selling expenses	81,428	71,082	153,815	133,495
Administrative expenses	144,176	119,230	287,340	227,657
Research and development expenses	53,166	43,104	97,433	85,843
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	196	709	-2,161	-7,182
Total operating expenses	278,966	234,125	536,427	439,813
Net operating income (loss)	455,382	378,435	804,608	573,914
Non-operating income and expenses				
Total interest income	7,867	7,083	14,784	18,298
Total other income	24,226	15,615	38,313	42,947
Other gains and losses, net	-13,984	-32,575	13,566	-40,236
Finance costs, net	12,396	17,059	24,873	34,803
Total non-operating income and expenses	5,713	-26,936	41,790	-13,794
Profit (loss) from continuing operations before tax	461,095	351,499	846,398	560,120
Total tax expense (income)	89,180	73,110	161,449	113,336
Profit (loss) from continuing operations	371,915	278,389	684,949	446,784
Profit (loss)	371,915	278,389	684,949	446,784
Other comprehensive income				
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	4,727	-60	-353	3,022
Components of other comprehensive income that will not be reclassified to profit or loss	4,727	-60	-353	3,022
Exchange differences on translation	-54,390	-112,293	-18,407	-176,070
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-136	-1,138	-136	-2,584
Components of other comprehensive income that will be reclassified to profit or loss	-54,254	-111,155	-18,271	-173,486
Other comprehensive income, net	-49,527	-111,215	-18,624	-170,464
Total comprehensive income	322,388	167,174	666,325	276,320
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	246,268	209,030	445,575	327,997
Profit (loss), attributable to non-controlling interests	125,647	69,359	239,374	118,787
Comprehensive income, attributable to owners of parent	217,607	141,648	436,417	225,504
Comprehensive income, attributable to non-controlling interests	104,781	25,526	229,908	50,816
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	1.55	1.62	2.81	2.54
Total basic earnings per share	1.55	1.62	2.81	2.54
Diluted earnings per share				
Total diluted earnings per share	1.55	1.59	2.78	2.43

Financial Statement — Statements of Cash Flows

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2021/01/01 To 2021/06/30	2020/01/01 To 2020/06/30
Statements of Cash Flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	846,398	560,120
Profit (loss) before tax	846,398	560,120
Depreciation expense	187,082	167,152
Amortization expense	3,670	3,344
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-2,161	-7,182
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	9,138	5,624
Interest expense	24,873	34,803
Interest income	-14,784	-18,298
Dividend income	-485	-275
Loss (gain) on disposal of property, plan and equipment	-9,754	365
Property, plan and equipment transferred to expenses	3,937	489
Loss (gain) on disposal of investments	-17,639	-2,070
Other adjustments to reconcile profit (loss)	13,172	9,603
Total adjustments to reconcile profit (loss)	197,049	193,555
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	-506,088	773,302
Decrease (increase) in notes receivable	-46,490	-69,216
Decrease (increase) in accounts receivable	-243,017	-148,321
Decrease (increase) in other receivable	8,933	277
Decrease (increase) in inventories	-165,631	-171,987
Decrease (increase) in prepayments	-101,876	-24,533
Decrease (increase) in other current assets	605	1,708
Decrease (increase) in other operating assets	-19,679	49,109
Total changes in operating assets	-1,073,243	410,339
Increase (decrease) in contract liabilities	8,300	33,916
Increase (decrease) in notes payable	3,112	-4,889
Increase (decrease) in accounts payable	130,692	49,535
Increase (decrease) in other payable	11,942	-35,701
Increase (decrease) in other current liabilities	-15,664	-7,319
Increase (decrease) in net defined benefit liability	-528	-310
Total changes in operating liabilities	137,854	35,232
Total changes in operating assets and liabilities	-935,389	445,571
Total adjustments	-738,340	639,126
Cash inflow (outflow) generated from operations	108,058	1,199,246
Interest received	14,784	18,298
Dividends received	485	275
Interest paid	-22,342	-29,389
Income taxes refund (paid)	-182,556	-95,982
Net cash flows from (used in) operating activities	-81,571	1,092,448
Cash flows from (used in) investing activities		
Acquisition of financial assets at amortised cost	-43,100	0
Acquisition of property, plant and equipment	-340,053	-252,643
Proceeds from disposal of property, plant and equipment	47,309	96
Acquisition of intangible assets	-1,112	-592
Increase in prepayments for business facilities	-203,128	-56,858
Net cash flows from (used in) investing activities	-540,084	-309,997
Cash flows from (used in) financing activities		

Accounting Title	2021/01/01 To 2021/06/30	2020/01/01 To 2020/06/30
Increase in short-term loans	1,939,509	5,559,747
Decrease in short-term loans	-1,997,956	-5,790,033
Increase in short-term notes and bills payable	830,533	1,039,945
Decrease in short-term notes and bills payable	-910,470	-760,184
Repayments of long-term debt	-41,075	-36,066
Increase in guarantee deposits received	-33	-1,684
Payments of lease liabilities	-1,198	-1,200
Payments to acquire treasury shares	0	-3,802
Net cash flows from (used in) financing activities	-180,690	6,723
Effect of exchange rate changes on cash and cash equivalents	-4,383	-20,975
Net increase (decrease) in cash and cash equivalents	-806,728	768,199
Cash and cash equivalents at beginning of period	2,670,354	1,309,313
Cash and cash equivalents at end of period	1,863,626	2,077,512
Cash and cash equivalents reported in the statement of financial position	1,863,626	2,077,512

Financial Statement – Statements of Changes in Stockholders' Equity

Provided by: LELON ELECTRONICS CORP.

Financial year: Yearly

Unit: NT\$ thousand

2021/06/30 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	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	1,450,867	81,768	1,532,635	1,612,221	374,574	353,305	1,464,987	2,192,866	-310,151	-26,112	-336,263	-343	5,001,116	2,402,524	7,403,640
Profit (loss)	0	0	0	0	0	0	445,575	445,575	0	0	0	0	445,575	239,374	684,949
Other comprehensive income	0	0	0	0	0	0	0	0	-8,862	-296	-9,158	0	-9,158	-9,466	-18,624
Total comprehensive income	0	0	0	0	0	0	445,575	445,575	-8,862	-296	-9,158	0	436,417	229,908	666,325
Conversion of convertible bonds	143,335	-72,190	71,145	238,250	0	0	0	0	0	0	0	0	309,395	0	309,395
Changes in ownership interests in subsidiaries	0	0	0	18,019	0	0	0	0	0	0	0	0	18,019	145,547	163,566
Total increase (decrease) in equity	143,335	-72,190	71,145	256,269	0	0	445,575	445,575	-8,862	-296	-9,158	0	763,831	375,455	1,139,286
Equity at end of period	1,594,202	9,578	1,603,780	1,868,490	374,574	353,305	1,910,562	2,638,441	-319,013	-26,408	-345,421	-343	5,764,947	2,777,979	8,542,926

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
Other comprehensive income	0	0	0	0	0	-2,945	-2,945	-77,495	4,004	-73,491	0	-76,436	-42,830	-119,266
Total comprehensive income	0	0	0	0	0	567,801	567,801	-77,495	4,004	-73,491	0	494,310	290,573	784,883
Retirement of treasury share	-19,750	-19,750	-27,009	0	0	0	0	0	0	0	46,759	0	0	0
Changes in non-controlling interests	0	0	0	0	0	0	0	0	0	0	0	0	-253,465	-253,465
Total increase (decrease) in equity	-19,750	-19,750	58,577	46,110	14,804	222,603	283,517	-77,495	4,004	-73,491	46,759	295,612	37,108	332,720
Equity at end 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