2018Q4 Consolidated Financial Report

|  |  |  |  |
| --- | --- | --- | --- |
| Unit: NT$ thousand |  |  |  |
| **Accounting Title** | **2018/12/31** | **2017/12/31** | **2017/1/1** |
| **Balance Sheet** | | | |
| Assets |  |  |  |
| Current assets |  |  |  |
| Cash and cash equivalents | 40,159 | 29,673 | 44,024 |
| Notes receivable, net | 4,136 | 5,358 | 2,571 |
| Accounts receivable, net | 50,080 | 32,218 | 37,817 |
| Accounts receivable due from related parties, net | 33,009 | 26,352 | 11,254 |
| Current inventories | 112,273 | 115,783 | 79,321 |
| Other current assets | 24,730 | 9,580 | 8,099 |
| Total current assets | 264,387 | 218,964 | 183,086 |
| Non-current assets |  |  |  |
| Non-current financial assets at fair value through other comprehensive income | 115,833 | 0 | 0 |
| Non-current financial assets at cost | 0 | 75,703 | 75,703 |
| Property, plant and equipment | 202,268 | 234,286 | 260,455 |
| Deferred tax assets | 22,006 | 15,666 | 15,663 |
| Other non-current assets | 8,897 | 6,518 | 18,662 |
| Total non-current assets | 349,004 | 332,173 | 370,483 |
| Total assets | 613,391 | 551,137 | 553,569 |
| Liabilities and equity |  |  |  |
| Liabilities |  |  |  |
| Current liabilities |  |  |  |
| Current borrowings | 0 | 60,000 | 40,000 |
| Notes payable | 1,300 | 0 | 137 |
| Accounts payable | 27,850 | 12,706 | 14,219 |
| Other payables | 30,367 | 30,369 | 23,014 |
| Other current liabilities | 2,447 | 573 | 2,639 |
| Total current liabilities | 61,964 | 103,648 | 80,009 |
| Non-current liabilities |  |  |  |
| Non-current portion of non-current borrowings | 75,000 | 0 | 0 |
| Deferred tax liabilities | 12,266 | 716 | 760 |
| Other non-current liabilities | 18,114 | 17,580 | 19,146 |
| Total non-current liabilities | 105,380 | 18,296 | 19,906 |
| Total liabilities | 167,344 | 121,944 | 99,915 |
| Equity |  |  |  |
| Equity attributable to owners of parent |  |  |  |
| Share capital |  |  |  |
| Ordinary share | 423,735 | 423,735 | 423,735 |
| Total capital stock | 423,735 | 423,735 | 423,735 |
| Capital surplus |  |  |  |
| Capital surplus, additional paid-in capital | 29,841 | 29,841 | 96,583 |
| Capital surplus, others | 78 | 78 | 78 |
| Total capital surplus | 29,919 | 29,919 | 96,661 |
| Retained earnings |  |  |  |
| Unappropriated retained earnings (accumulated deficit) | -39,442 | -24,461 | -66,742 |
| Total retained earnings | -39,442 | -24,461 | -66,742 |
| Other equity interest |  |  |  |
| Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income | 31,835 | 0 | 0 |
| Total other equity interest | 31,835 | 0 | 0 |
| Total equity attributable to owners of parent | 446,047 | 429,193 | 453,654 |
| Total equity | 446,047 | 429,193 | 453,654 |
| Total liabilities and equity | 613,391 | 551,137 | 553,569 |
| 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 | 0 | 0 | 0 |
|  |  |  |  |
| **Accounting Title** | **2018/4th** | **2017/4th** |  |
| **Statement of comprehensive income** | | |  |
| Operating revenue |  |  |  |
| Total operating revenue | 357,090 | 314,369 |  |
| Operating costs |  |  |  |
| Total operating costs | 296,175 | 252,512 |  |
| Gross profit (loss) from operations | 60,915 | 61,857 |  |
| Gross profit (loss) from operations | 60,915 | 61,857 |  |
| Operating expenses |  |  |  |
| Selling expenses | 16,153 | 19,486 |  |
| Administrative expenses | 40,096 | 39,450 |  |
| Research and development expenses | 26,489 | 23,622 |  |
| Total operating expenses | 82,738 | 82,558 |  |
| Net operating income (loss) | -21,823 | -20,701 |  |
| Non-operating income and expenses |  |  |  |
| Other income |  |  |  |
| Total other income | 4,294 | 603 |  |
| Other gains and losses |  |  |  |
| Other gains and losses, net | 1,575 | -4,375 |  |
| Finance costs |  |  |  |
| Finance costs, net | 885 | 642 |  |
| Total non-operating income and expenses | 4,984 | -4,414 |  |
| Profit (loss) from continuing operations before tax | -16,839 | -25,115 |  |
| Tax expense (income) |  |  |  |
| Total tax expense (income) | -1,882 | -150 |  |
| Profit (loss) from continuing operations | -14,957 | -24,965 |  |
| Profit (loss) | -14,957 | -24,965 |  |
| Other comprehensive income |  |  |  |
| Components of other comprehensive income that will not be reclassified to profit or loss |  |  |  |
| Gains (losses) on remeasurements of defined benefit plans | -1,227 | 607 |  |
| Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income | -15,354 | 0 |  |
| Income tax related to components of other comprehensive income that will not be reclassified to profit or loss | -3,263 | 103 |  |
| Components of other comprehensive income that will not be reclassified to profit or loss | -13,318 | 504 |  |
| Other comprehensive income, net | -13,318 | 504 |  |
| Total comprehensive income | -28,275 | -24,461 |  |
| Profit (loss), attributable to: |  |  |  |
| Profit (loss), attributable to owners of parent | -14,957 | -24,965 |  |
| Profit (loss), attributable to former owner of business combination under common control | 0 | 0 |  |
| Profit (loss), attributable to non-controlling interests | 0 | 0 |  |
| Comprehensive income attributable to: |  |  |  |
| Comprehensive income, attributable to owners of parent | -28,275 | -24,461 |  |
| Comprehensive income, attributable to former owner of business combination under common control | 0 | 0 |  |
| Comprehensive income, attributable to non-controlling interests | 0 | 0 |  |
| Basic earnings per share |  |  |  |
| Basic earnings (loss) per share from continuing operations | -0.35 | -0.59 |  |
| Total basic earnings per share | -0.35 | -0.59 |  |
|  |  |  |  |
| **Accounting Title** | **2018/4th** | **2017/4th** |  |
| **Statement of cash flows** | | |  |
| Cash flows from (used in) operating activities, indirect method |  |  |  |
| Profit (loss) from continuing operations before tax | -16,839 | -25,115 |  |
| Profit (loss) before tax | -16,839 | -25,115 |  |
| Adjustments |  |  |  |
| Adjustments to reconcile profit (loss) |  |  |  |
| Depreciation expense | 49,526 | 56,400 |  |
| Amortization expense | 367 | 0 |  |
| Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense | -181 | 35 |  |
| Interest expense | 885 | 642 |  |
| Interest income | -41 | -36 |  |
| Dividend income | -80 | -317 |  |
| Loss (gain) on disposal of property, plan and equipment | 0 | 49 |  |
| Total adjustments to reconcile profit (loss) | 50,476 | 56,773 |  |
| Changes in operating assets and liabilities |  |  |  |
| Changes in operating assets |  |  |  |
| Decrease (increase) in notes receivable | 1,276 | -2,817 |  |
| Decrease (increase) in accounts receivable | -17,789 | 5,624 |  |
| Decrease (increase) in accounts receivable due from related parties | -6,603 | -15,128 |  |
| Decrease (increase) in inventories | 3,510 | -36,462 |  |
| Decrease (increase) in other current assets | -15,150 | -1,481 |  |
| Total changes in operating assets | -34,756 | -50,264 |  |
| Changes in operating liabilities |  |  |  |
| Increase (decrease) in notes payable | 1,300 | -137 |  |
| Increase (decrease) in accounts payable | 15,144 | -1,513 |  |
| Increase (decrease) in other payable | -293 | 7,717 |  |
| Increase (decrease) in other current liabilities | 1,874 | -2,066 |  |
| Increase (decrease) in other operating liabilities | -693 | -959 |  |
| Total changes in operating liabilities | 17,332 | 3,042 |  |
| Total changes in operating assets and liabilities | -17,424 | -47,222 |  |
| Total adjustments | 33,052 | 9,551 |  |
| Cash inflow (outflow) generated from operations | 16,213 | -15,564 |  |
| Interest received | 41 | 36 |  |
| Dividends received | 80 | 317 |  |
| Interest paid | -885 | -642 |  |
| Net cash flows from (used in) operating activities | 15,449 | -15,853 |  |
| Cash flows from (used in) investing activities |  |  |  |
| Acquisition of property, plant and equipment | -15,467 | -16,392 |  |
| Acquisition of intangible assets | -4,000 | 0 |  |
| Increase in other non-current assets | -1,096 | 0 |  |
| Increase in prepayments for business facilities | 600 | -2,106 |  |
| Net cash flows from (used in) investing activities | -19,963 | -18,498 |  |
| Cash flows from (used in) financing activities |  |  |  |
| Increase in short-term loans | 175,000 | 160,000 |  |
| Decrease in short-term loans | -235,000 | -140,000 |  |
| Proceeds from long-term debt | 75,000 | 0 |  |
| Net cash flows from (used in) financing activities | 15,000 | 20,000 |  |
| Net increase (decrease) in cash and cash equivalents | 10,486 | -14,351 |  |
| Cash and cash equivalents at beginning of period | 29,673 | 44,024 |  |
| Cash and cash equivalents at end of period | 40,159 | 29,673 |  |
| Cash and cash equivalents reported in the statement of financial position | 40,159 | 29,673 |  |

|  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **2018/12/31　Statement of Stockholders'Equity** |  |  | |  |  |  |  |  |  | |  |
| Unit: NT$ thousand |  |  | |  |  |  |  |  |  | |  |
|  | **Ordinary share** | **Total share capital** | | **Capital surplus** | **Unappropriated retained earnings (accumulated deficit)** | **Total retained   earnings** | **Unrealised gains (losses)  on financial assets measured at fair value through other comprehensive income** | **Total other  equity interest** | **Total equity  attributable to owners of parent** | | **Total equity** |
| Equity | 423,735 | 423,735 | | 29,919 | -24,461 | -24,461 | 0 | 0 | 429,193 | | 429,193 |
| Effects of retrospective application and retrospective restatement | 0 | 0 | | 0 | 0 | 0 | 45,129 | 45,129 | 45,129 | | 45,129 |
| Equity at beginning of period after adjustments | 423,735 | 423,735 | | 29,919 | -24,461 | -24,461 | 45,129 | 45,129 | 474,322 | | 474,322 |
| Profit (loss) | 0 | 0 | | 0 | -14,957 | -14,957 | 0 | 0 | -14,957 | | -14,957 |
| Other comprehensive income | 0 | 0 | | 0 | -24 | -24 | -13,294 | -13,294 | -13,318 | | -13,318 |
| Total comprehensive income | 0 | 0 | | 0 | -14,981 | -14,981 | -13,294 | -13,294 | -28,275 | | -28,275 |
| Increase (decrease) in equity | 0 | 0 | | 0 | -14,981 | -14,981 | -13,294 | -13,294 | -28,275 | | -28,275 |
| Equity | 423,735 | 423,735 | | 29,919 | -39,442 | -39,442 | 31,835 | 31,835 | 446,047 | | 446,047 |
| **2017/12/31　Statement of Stockholders'Equity** |  | |  |  |  |  |  |  | |  |  |
| Unit: NT$ thousand |  | |  |  |  |  |  |  | |  |  |
|  | **Ordinary share** | | **Total share capital** | **Capital surplus** | **Unappropriated retained earnings (accumulated deficit)** | **Total retained  earnings** | **Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income** | **Total otherequity interest** | | **Total equity  attributable to owners of parent** | **Total equity** |
| Equity | 423,735 | | 423,735 | 96,661 | -66,742 |  | 0 | 0 | | 453,654 | 453,654 |
| Capital surplus used to offset accumulated deficits | 0 | | 0 | -66,742 | 66,742 | 66,742 | 0 | 0 | | 0 | 0 |
| Profit (loss) | 0 | | 0 | 0 | -24,965 | -24,965 | 0 | 0 | | -24,965 | -24,965 |
| Other comprehensive income | 0 | | 0 | 0 | 504 | 504 | 0 | 0 | | 504 | 504 |
| Total comprehensive income | 0 | | 0 | 0 | -24,461 | -24,461 | 0 | 0 | | -24,461 | -24,461 |
| Increase (decrease) in equity | 0 | | 0 | -66,742 | 42,281 | 42,281 | 0 | 0 | | -24,461 | -24,461 |
| Equity | 423,735 | | 423,735 | 29,919 | -24,461 | -24,461 | 0 | 0 | | 429,193 | 429,193 |