CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
YEARS ENDED MARCH 31
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(The balance sheets as of March 31, 2020 and 2019 are reviewed, not audited)

	Assets	Notes	March 31, 2020	December 31, 2019	March 31, 2019
	Current assets				
1100	Cash and cash equivalents	6(1)	$ 5,084,512	$ 4,136,522	$ 3,727,743
1110	Financial assets at fair value through profit or loss - current	6(2)	2,709,012	3,922,064	5,072,170
1120	Financial assets at fair value through other comprehensive income - current	6(3)	2,217,777	2,983,854	2,895,005
1150	Notes receivable, net	6(5)	158,096	153,736	212,818
1170	Accounts receivable, net	6(5)	15,070,775	20,184,038	16,311,194
1180	Accounts receivable - related parties	7	189,678	332,350	231,796
1200	Other receivables		83,098	160,242	278,550
130X	Inventories, net	6(6)	12,463,202	13,847,346	13,246,374
1410	Prepayments		1,462,822	1,453,360	1,600,912
1470	Other current assets		6,492	6,974	1,276
11XX	**Total current assets**		39,445,464	47,180,486	43,577,838
	Non-current assets				
1510	Financial assets at fair value through profit or loss - non-current	6(2)	1,683,834	1,658,144	2,087,671
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	524,311	523,618	852,446
1535	Financial assets at amortised cost - non-current	6(4)	501,610	482,573	-
1550	Investments accounted for using equity method	6(7)	199,957	205,522	30,588
1600	Property, plant and equipment, net	6(8) and 8	12,698,911	12,821,680	12,574,644
1755	Right-of-use assets	6(9)	926,199	891,285	904,660
1760	Investment property, net	6(10) and 8	5,186,726	6,447,876	5,641,415
1780	Intangible assets	6(11)	144,657	142,341	221,817
1840	Deferred income tax assets		156,535	152,339	95,998
1900	Other non-current assets	6(12) and 8	895,844	938,393	741,426
15XX	**Total non-current assets**		22,918,584	24,263,771	23,150,665
1XXX	**Total assets**		$ 62,364,048	$ 71,444,257	$ 66,728,503

(Continued)

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
YEARS ENDED MARCH 31
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(The balance sheets as of March 31, 2020 and 2019 are reviewed, not audited)

	Liabilities and Equity	Notes	March 31, 2020	December 31, 2019	March 31, 2019
	Current liabilities				
2100	Short-term borrowings	6(13) and 8	$ 676,000	$ 895,000	$ 6,964,087
2120	Financial liabilities at fair value through profit or loss - current	6(2)	562,552	550,620	80,862
2130	Contract liabilities - current		146,367	147,815	67,478
2150	Notes payable		5,552	26,342	2,200
2170	Accounts payable	6(14)	18,503,327	23,736,390	17,640,218
2180	Accounts payable - related parties	7	226,975	415,577	257,341
2200	Other payables	6(15)	13,838,086	10,871,450	8,414,013
2230	Income tax liabilities		1,007,708	1,207,284	1,668,728
2280	Lease liabilities - current		134,921	117,066	88,325
2300	Other current liabilities	6(16)	277,314	275,194	69,142
21XX	**Total current liabilities**		35,378,802	38,242,738	35,252,394
	Non-current liabilities				
2540	Long-term borrowings	6(16) and 8	-	100,000	-
2570	Deferred income tax liabilities		439,975	583,333	301,252
2580	Lease liabilities - non-current		397,540	365,703	367,062
2600	Other non-current liabilities		250,576	258,456	263,652
25XX	**Total non-current liabilities**		1,088,091	1,307,492	931,966
2XXX	**Total liabilities**		36,466,893	39,550,230	36,184,360
	Equity attributable to owners of parent				
	Share capital	6(19)			
3110	Share capital - common stock		7,344,975	7,344,975	7,303,799
	Capital surplus	6(20)			
3200	Capital surplus		6,111,348	6,114,005	5,579,023
	Retained earnings	6(21)			
3310	Legal reserve		4,976,270	4,976,270	4,617,199
3320	Special reserve		3,105,405	3,105,405	1,861,304
3350	Unappropriated retained earnings		5,047,980	9,370,658	9,989,936
	Other equity interest	6(22)			
3400	Other equity interest		(4,237,121)	(3,331,661)	(2,405,587)
3500	**Treasury stocks**	6(19) and 8	(311,277)	(311,277)	(728,584)
31XX	**Equity attributable to owners of the parent**		22,037,580	27,268,375	26,217,090
36XX	**Non-controlling interest**	4(3)	3,859,575	4,625,652	4,327,053
3XXX	**Total equity**		25,897,155	31,894,027	30,544,143
	Significant contingent liabilities and unrecognised contract commitments	9			
	Significant events after the balance sheet date	11			
3X2X	**Total liabilities and equity**		$ 62,364,048	$ 71,444,257	$ 66,728,503

The accompanying notes are an integral part of these consolidated financial statements.

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIODS ENDED MARCH 31
(Expressed in thousands of New Taiwan dollars, except earnings per share)
(UNAUDITED)

	Items	Notes	Three months ended March 31, 2020	2019
4000	**Sales revenue**	6(23) and 7	$ 18,110,219	$ 19,177,441
5000	**Operating costs**	6(6)(27)(28) and 7	(15,296,480)	(16,281,534)
5900	**Net operating margin**		2,813,739	2,895,907
	Operating expenses	6(27)(28)		
6100	Selling expenses		(546,028)	(827,155)
6200	General and administrative expenses		(491,635)	(711,552)
6300	Research and development expenses		(492,306)	(939,335)
6450	Impairment gain determined in accordance with IFRS 9	12(2)	1,883	3,013
6000	**Total operating expenses**		(1,528,086)	(2,475,029)
6900	**Operating profit**		1,285,653	420,878
	Non-operating income and expenses			
7010	Other income	6(24)	381,996	177,301
7020	Other gains and losses	6(25)	(1,524,395)	1,774,223
7050	Finance costs	6(26)	(16,253)	(41,641)
7060	Share of profit or loss of associates and joint ventures accounted for under equity method	6(7)	(4,352)	(1,271)
7000	**Total non-operating income and expenses**		(1,163,004)	1,908,612
7900	**Profit before income tax**		122,649	2,329,490
7950	Income tax expense	6(29)	(43,669)	(459,119)
8200	**Profit for the year**		$ 78,980	$ 1,870,371
	Other comprehensive income			
	Components of other comprehensive income (loss) that will not be reclassified to profit or loss			
8316	Unrealised (loss) gain on equity instruments at fair value through other comprehensive income	6(3)	($ 774,043)	$ 59,399
8310	**Other comprehensive (loss) income that will not be reclassified to profit or loss**		(774,043)	59,399
	Components of other comprehensive income (loss) that will be reclassified to profit or loss			
8361	Financial statements translation differences of foreign operations		(188,860)	555,316
8370	Share of other comprehensive (loss) income of associates and joint ventures accounted for using equity method,		(1,212)	104
8360	**Other comprehensive (loss) income that will be reclassified to profit or loss**		(190,072)	555,420
8300	**Total other comprehensive (loss) income for the year**		($ 964,115)	$ 614,819
8500	**Total comprehensive (loss) income for the year**		($ 885,135)	$ 2,485,190
	Profit attributable to:			
8610	Owners of the parent		$ 40,137	$ 1,646,639
8620	Non-controlling interest		$ 38,843	$ 223,732
	Comprehensive (loss) income attributable to:			
8710	Owners of the parent		($ 865,323)	$ 2,193,845
8720	Non-controlling interest		($ 19,812)	$ 291,345
	Earnings per share (in NT dollars)			
9750	**Basic earnings per share**	6(30)	$ 0.06	$ 2.39
9850	**Diluted earnings per share**	6(30)	$ 0.06	$ 2.37

The accompanying notes are an integral part of these consolidated financial statements.

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIODS ENDED MARCH 31
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(UNAUDITED)

		Equity attributable to owners of the parent											
				Retained Earnings			Other equity interest						
	Notes	Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Asset revaluation increment	Treasury stocks	Total	Non-controlling interest	Total equity
Year ended March 31, 2019													
Balance at January 1, 2019		$ 7,303,799	$ 5,633,933	$ 4,617,199	$ 1,861,304	$ 8,455,531	($ 985,814)	($ 3,460,880)	$ 1,381,667	($ 728,584)	$ 24,078,155	$ 4,103,369	$ 28,181,524
Profit for 2019		-	-	-	-	1,646,639	-	-	-	-	1,646,639	223,732	1,870,371
Other comprehensive income for 2019	6(22)	-	-	-	-	-	500,807	46,399	-	-	547,206	67,613	614,819
Total comprehensive income		-	-	-	-	1,646,639	500,807	46,399	-	-	2,193,845	291,345	2,485,190
Difference between proceeds from addition and disposal of subsidiary and book value		-	(54,910)	-	-	-	-	-	-	-	(54,910)	54,910	-
Disposal of investments in equity instruments at fair value through other comprehensive income	6(3)	-	-	-	-	(112,234)	-	112,234	-	-	-	-	-
Non-controlling interest adjustment		-	-	-	-	-	-	-	-	-	-	(122,571)	(122,571)
Balance at March 31, 2019		$ 7,303,799	$ 5,579,023	$ 4,617,199	$ 1,861,304	$ 9,989,936	($ 485,007)	($ 3,302,247)	$ 1,381,667	($ 728,584)	$ 26,217,090	$ 4,327,053	$ 30,544,143
Year ended March 31, 2020													
Balance at January 1, 2020		$ 7,344,975	$ 6,114,005	$ 4,976,270	$ 3,105,405	$ 9,370,658	($ 2,115,391)	($ 2,597,937)	$ 1,381,667	($ 311,277)	$ 27,268,375	$ 4,625,652	$ 31,894,027
Profit for 2020		-	-	-	-	40,137	-	-	-	-	40,137	38,843	78,980
Other comprehensive loss for 2020	6(22)	-	-	-	-	-	(157,650)	(747,810)	-	-	(905,460)	(58,655)	(964,115)
Total comprehensive income (loss)		-	-	-	-	40,137	(157,650)	(747,810)	-	-	(865,323)	(19,812)	(885,135)
Appropriations of 2019 earnings	6(21)												
Cash dividends		-	-	-	-	(4,362,815)	-	-	-	-	(4,362,815)	-	(4,362,815)
Cash dividends paid to the subsidiaries		-	220,443	-	-	-	-	-	-	-	220,443	-	220,443
Adjustments to share of changes in equity of associates and joint ventures		-	18,065	-	-	-	-	-	-	-	18,065	38,234	56,299
Difference between proceeds from addition and disposal of subsidiary and book value		-	(241,165)	-	-	-	-	-	-	-	(241,165)	241,165	-
Cash dividends distributed by subsidiaries		-	-	-	-	-	-	-	-	-	-	(600,058)	(600,058)
Non-controlling interest adjustment		-	-	-	-	-	-	-	-	-	-	(425,606)	(425,606)
Balance at September 30, 2018		$ 7,344,975	$ 6,111,348	$ 4,976,270	$ 3,105,405	$ 5,047,980	($ 2,273,041)	($ 3,345,747)	$ 1,381,667	($ 311,277)	$ 22,037,580	$ 3,859,575	$ 25,897,155

The accompanying notes are an integral part of these consolidated financial statements.

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE-MONTH PERIODS ENDED MARCH 31
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(UNAUDITED)

	Notes	Three months ended March 31, 2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		$ 122,649	$ 2,329,490
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(8)(9)(27)	599,781	595,183
Amortisation	6(11)(27)	17,959	18,948
Other non-current assets recognised as expenses	6(27)	15,884	23,018
Impairment gain determined in accordance with IFRS 9	12(2)	(1,883)	(3,013)
Interest income	6(24)	(32,342)	(14,180)
Dividend income	6(24)	(170,190)	(38,810)
Interest expense	6(26)	16,253	41,641
Net gain on financial assets and liabilities at fair value – derivative instrument	6(2)(25)	(73,067)	(381,370)
Net loss (gain) on financial assets and liabilities at fair value - other	6(25)	1,531,886	(1,181,816)
Share of loss of associates accounted for using equity method	6(7)	4,352	1,271
Gain on lease modification		(38)	-
(Gain) loss on disposal of property, plant and equipment	6(25)	(2,150)	16,189
Gain on disposal of investments	6(25)	(85,848)	-
Gain on disposal of non-current assets held for sale	6(25)	-	(645,713)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets and liabilities at fair value through profit or loss - current		33,960	189,131
Notes receivable		(4,361)	148,176
Accounts receivable		5,115,146	1,307,636
Accounts receivable - related parties		142,673	82,386
Other receivables		76,378	36,032
Inventories		1,384,144	1,832,094
Prepayments		(9,462)	(9,911)
Other current assets		482	(217)
Changes in operating liabilities			
Contract liabilities - current		(1,448)	(77,765)
Notes payable		(20,790)	480
Accounts payable		(5,233,063)	(5,073,542)
Accounts payable - related parties		(188,602)	(43,162)
Other payables		(1,494,195)	341,953
Other current liabilities		(6,284)	(22,619)
Other non-current liabilities		(7,880)	(752)
Cash inflow (outflow) generated from operations		1,729,944	(529,242)
Interest received		17,663	14,106
Dividends received		170,190	38,810
Interest paid		(18,625)	(46,481)
Income tax paid		(200,322)	(274,736)
Net cash flows from (used in) operating activities		1,698,850	(797,543)

(Continued)

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE-MONTH PERIODS ENDED MARCH 31
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(UNAUDITED)

	Notes	Three months ended March 31, 2020	2019
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of financial assets and liabilities at fair value through profit or loss - other		($ 437,635)	($ 69,364)
Disposal of financial assets and liabilities at fair value through profit or loss - other		140,462	606,909
Proceeds from disposal of financial assets at fair value through other comprehensive income		-	95,453
Acquisition of property, plant and equipment	6(31)	(809,661)	(783,550)
Acquisition of investment property		-	(103,685)
Proceeds from disposal of property, plant and equipment		14,191	53,046
Proceeds from disposal of non-current assets held for sale		-	2,605,512
Acquisition of intangible assets	6(11)	(20,354)	(7,814)
(Increase) decrease in other non-current assets		(52,565)	170,684
Proceeds from disposal of investments property		1,157,417	-
Decrease in refundable deposits		4,417	34,903
Net cash flows (used in) from investing activities		(3,728)	2,602,094
CASH FLOWS FROM FINANCING ACTIVITIES			
(Decrease) increase in short-term borrowings		(219,000)	1,320,457
Decrease in long-term borrowings		-	(1,423,180)
Change in non-controlling interests		(425,606)	(122,571)
Repayment of lease liabilities		(28,001)	(24,575)
Net cash flows used in financing activities		(672,607)	(249,869)
Effect of exchange rate changes		(74,525)	220,622
Net increase in cash and cash equivalents		947,990	1,775,304
Cash and cash equivalents at beginning of period	6(1)	4,136,522	1,952,439
Cash and cash equivalents at end of period	6(1)	$ 5,084,512	$ 3,727,743

The accompanying notes are an integral part of these consolidated financial statements.