CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
YEARS ENDED JUNE 30
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(The balance sheets as of June 30, 2021 and 2020 are reviewed, not audited)

	Assets	Notes	June 30, 2021 AMOUNT	December 31, 2020 AMOUNT	June 30, 2020 AMOUNT
	Current assets				
1100	Cash and cash equivalents	6(1)	$ 2,385,164	$ 3,751,351	$ 3,444,542
1110	Financial assets at fair value through profit or loss - current	6(2)	2,776,830	3,415,825	2,833,027
1120	Financial assets at fair value through other comprehensive income - current	6(3)	2,756,219	2,612,532	2,450,519
1150	Notes receivable, net	6(5)	208,751	155,605	112,391
1170	Accounts receivable, net	6(5)	24,396,514	23,304,935	22,355,926
1180	Accounts receivable - related parties	7	317,579	253,227	413,096
1200	Other receivables		213,450	283,945	190,271
130X	Inventories, net	6(6)	19,102,299	15,691,852	13,191,222
1410	Prepayments		1,646,886	1,908,985	1,601,142
1470	Other current assets		2,699	1,739	9,976
11XX	**Total current assets**		53,806,391	51,379,996	46,602,112
	Non-current assets				
1510	Financial assets at fair value through profit or loss - non-current	6(2)	1,841,171	1,712,704	1,584,095
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	423,749	425,161	504,007
1535	Financial assets at amortised cost - non-current	6(4)	447,920	454,030	475,417
1550	Investments accounted for under equity method	6(7)	199,929	192,368	200,898
1600	Property, plant and equipment, net	6(8) and 8	14,636,168	14,281,482	13,021,648
1755	Right-of-use assets	6(9)	773,795	855,634	909,688
1760	Investment property, net	6(10) and 8	3,758,077	3,972,974	4,735,174
1780	Intangible assets	6(11)	107,087	101,094	144,107
1840	Deferred income tax assets		235,130	232,271	160,193
1900	Other non-current assets	6(12) and 8	2,053,136	1,834,282	952,475
15XX	**Total non-current assets**		24,476,162	24,062,000	22,687,702
1XXX	**Total assets**		$ 78,282,553	$ 75,441,996	$ 69,289,814

(Continued)

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
YEARS ENDED JUNE 30
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(The balance sheets as of June 30, 2021 and 2020 are reviewed, not audited)

	Liabilities and Equity	Notes	June 30, 2021 AMOUNT	December 31, 2020 AMOUNT	June 30, 2020 AMOUNT
	Current liabilities				
2100	Short-term borrowings	6(13) and 8	$ 3,968,618	$ 88,168	$ 6,026,250
2120	Financial liabilities at fair value through profit or loss - current	6(2)	96,157	390,711	526,999
2130	Contract liabilities - current	6(23)	241,208	185,731	154,916
2150	Notes payable		20,328	21,392	14,763
2170	Accounts payable	6(14)	25,503,000	25,139,279	20,784,976
2180	Accounts payable - related parties	7	523,630	485,964	451,117
2200	Other payables	6(15)	12,887,230	12,817,050	9,761,233
2230	Income tax liabilities		2,021,643	2,060,162	1,422,104
2280	Lease liabilities - current		116,099	136,230	145,343
2300	Other current liabilities	6(16)	85,602	300,863	256,947
21XX	**Total current liabilities**		45,463,515	41,625,550	39,544,648
	Non-current liabilities				
2570	Deferred income tax liabilities		483,802	512,215	409,974
2580	Lease liabilities - non-current		286,472	339,007	386,183
2600	Other non-current liabilities		278,079	293,542	251,824
25XX	**Total non-current liabilities**		1,048,353	1,144,764	1,047,981
2XXX	**Total liabilities**		46,511,868	42,770,314	40,592,629
	Equity attributable to owners of parent				
	Share capital	6(19)			
3110	Share capital - common stock		7,452,927	7,394,603	7,394,603
	Capital surplus	6(20)			
3200	Capital surplus		7,182,222	6,412,535	6,431,545
	Retained earnings	6(21)			
3310	Legal reserve		6,102,860	5,560,152	5,560,152
3320	Special reserve		4,252,574	3,290,829	3,290,829
3350	Unappropriated retained earnings		6,735,754	9,665,615	6,670,758
	Other equity interest	6(22)			
3400	Other equity interest		(4,433,686)	(4,241,214)	(4,656,308)
3500	Treasury stocks	6(19) and 8	(311,277)	(311,277)	(311,277)
31XX	**Equity attributable to owners of the parent**		26,981,374	27,771,243	24,380,302
36XX	Non-controlling interest	4(3)	4,789,311	4,900,439	4,316,883
3XXX	**Total equity**		31,770,685	32,671,682	28,697,185
	Significant contingent liabilities and unrecognised contract commitments	9			
3X2X	**Total liabilities and equity**		$ 78,282,553	$ 75,441,996	$ 69,289,814

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 SIX-MONTH PERIODS ENDED JUNE 30
(Expressed in thousands of New Taiwan dollars, except earnings per share)
(UNAUDITED)

			Three months ended June 30		Six months ended June 30	
			2021	2020	2021	2020
	Items	Notes	AMOUNT	AMOUNT	AMOUNT	AMOUNT
4000	Sales revenue	6(23) and 7	$ 25,292,775	$ 25,096,120	$ 50,429,822	$ 43,206,339
5000	Operating costs	6(6)(28)(29) and 7	(20,891,794)	(20,062,017)	(41,632,945)	(35,358,497)
5900	Net operating margin		4,400,981	5,034,103	8,796,877	7,847,842
	Operating expenses	6(28)(29)				
6100	Selling expenses		(974,482)	(1,043,112)	(1,939,522)	(1,589,140)
6200	General & administrative expenses		(729,856)	(697,959)	(1,462,749)	(1,189,594)
6300	Research and development expenses		(849,515)	(984,802)	(1,701,026)	(1,477,108)
6450	Impairment gain (loss) determined in accordance with ifrs 9	12(2)	259	(3,282)	2,741	(1,399)
6000	Total operating expenses		(2,553,594)	(2,729,155)	(5,100,556)	(4,257,241)
6900	Operating profit		1,847,387	2,304,948	3,696,321	3,590,601
	Non-operating income and expenses					
7100	Interest income	6(24)	25,224	38,954	53,515	71,296
7010	Other income	6(25)	276,203	134,775	352,564	484,429
7020	Other gains and losses	6(26)	(116,130)	792,799	290,599	(731,596)
7050	Finance costs	6(27)	(13,695)	(20,410)	(23,965)	(36,663)
7060	Share of profit of associates and joint ventures accounted for under equity method	6(7)	5,800	5,350	8,288	998
7000	Total non-operating income and expenses		177,402	951,468	681,001	(211,536)
7900	**Profit before income tax**		2,024,789	3,256,416	4,377,322	3,379,065
7950	Income tax expense	6(30)	(388,185)	(477,509)	(852,646)	(521,178)
8200	**Profit for the year**		$ 1,636,604	$ 2,778,907	$ 3,524,676	$ 2,857,887

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CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIODS ENDED JUNE 30
(Expressed in thousands of New Taiwan dollars, except earnings per share)
(UNAUDITED)

	Items	Notes	Three months ended June 30		Six months ended June 30	
			2021	2020	2021	2020
			AMOUNT	AMOUNT	AMOUNT	AMOUNT
	Other comprehensive income					
	Components of other comprehensive income (loss) that will not be reclassified to profit or loss					
8316	Unrealized (loss) gain on equity instruments at fair value through other comprehensive income	6(3)	($ 151,286)	$ 238,611	$ 187,345	($ 535,432)
8310	Other comprehensive (loss) income that will not be reclassified to profit or loss		(151,286)	238,611	187,345	(535,432)
	Components of other comprehensive income that will be reclassified to profit or loss					
8361	Financial statements translation differences of foreign operations		(556,512)	(689,912)	(400,352)	(878,772)
8370	Share of other comprehensive income of associates and joint ventures accounted for using equity method	6(7)	(1,583)	(4,410)	(727)	(5,622)
8360	Other comprehensive income that will be reclassified to profit or loss		(558,095)	(694,322)	(401,079)	(884,394)
8300	**Total other comprehensive loss for the year**		($ 709,381)	($ 455,711)	($ 213,734)	($ 1,419,826)
8500	**Total comprehensive income for the year**		$ 927,223	$ 2,323,196	$ 3,310,942	$ 1,438,061
	Profit attributable to:					
8610	Owners of the parent		$ 1,322,899	$ 2,388,879	$ 2,891,834	$ 2,429,016
8620	Non-controlling interest		$ 313,705	$ 390,028	$ 632,842	$ 428,871
	Comprehensive income attributable to:					
8710	Owners of the parent		$ 653,930	$ 1,972,897	$ 2,709,450	$ 1,107,574
8720	Non-controlling interest		$ 273,293	$ 350,299	$ 601,492	$ 330,487
	Earnings per share (in NT dollars)					
9750	Basic earnings per share	6(31)	$ 1.87	$ 3.40	$ 4.10	$ 3.47
9850	Diluted earnings per share	6(31)	$ 1.85	$ 3.38	$ 4.05	$ 3.44

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

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
SIX MONTHS ENDED JUNE 30, 2021 AND 2020
(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 June 30, 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		-	-	-	-	2,429,016	-	-	-	-	2,429,016	428,871	2,857,887
Other comprehensive loss for 2020	6(22)	-	-	-	-	-	(796,105)	(525,337)	-	-	(1,321,442)	(98,384)	(1,419,826)
Total comprehensive income		-	-	-	-	2,429,016	(796,105)	(525,337)	-	-	1,107,574	330,487	1,438,061
Appropriations of 2019 earnings	6(21)												
Legal reserve		-	-	583,882	-	(583,882)	-	-	-	-	-	-	-
Special reserve		-	-	-	185,424	(185,424)	-	-	-	-	-	-	-
Cash dividends		-	-	-	-	(4,362,815)	-	-	-	-	(4,362,815)	-	(4,362,815)
Employees' stock dividends		49,628	350,372	-	-	-	-	-	-	-	400,000	-	400,000
Cash dividends paid to the subsidiaries		-	220,443	-	-	-	-	-	-	-	220,443	-	220,443
Adjustments to share of changes in equity of associates and joint ventures	6(32)	-	105,832	-	-	-	-	-	-	-	105,832	218,502	324,334
Difference between proceeds from addition and disposal of subsidiary and book value	6(32)	-	(359,107)	-	-	-	-	-	-	-	(359,107)	359,107	-
Cash dividends distributed by subsidiaries		-	-	-	-	-	-	-	-	-	-	(606,428)	(606,428)
Disposal of investment property		-	-	-	-	3,205	-	-	(3,205)	-	-	-	-
Non-controlling interest adjustment		-	-	-	-	-	-	-	-	-	-	(610,437)	(610,437)
Balance at June 30, 2020		$ 7,394,603	$ 6,431,545	$ 5,560,152	$ 3,290,829	$ 6,670,758	($ 2,911,496)	($ 3,123,274)	$ 1,378,462	($ 311,277)	$ 24,380,302	$ 4,316,883	$ 28,697,185
Year ended June 30, 2021													
Balance at January 1, 2021		$ 7,394,603	$ 6,412,535	$ 5,560,152	$ 3,290,829	$ 9,665,615	($ 2,802,749)	($ 2,815,388)	$ 1,376,923	($ 311,277)	$ 27,771,243	$ 4,900,439	$ 32,671,682
Profit for 2021		-	-	-	-	2,891,834	-	-	-	-	2,891,834	632,842	3,524,676
Other comprehensive (loss) income for 2021	6(22)	-	-	-	-	-	(369,495)	187,111	-	-	(182,384)	(31,350)	(213,734)
Total comprehensive income		-	-	-	-	2,891,834	(369,495)	187,111	-	-	2,709,450	601,492	3,310,942
Appropriations of 2020 earnings	6(21)												
Legal reserve		-	-	542,708	-	(542,708)	-	-	-	-	-	-	-
Special reserve		-	-	-	961,745	(961,745)	-	-	-	-	-	-	-
Cash dividends		-	-	-	-	(4,099,110)	-	-	-	-	(4,099,110)	-	(4,099,110)
Employees' stock dividends		58,324	491,676	-	-	-	-	-	-	-	550,000	-	550,000
Cash dividends paid to the subsidiaries		-	205,497	-	-	-	-	-	-	-	205,497	-	205,497
Adjustments to share of changes in equity of associates and joint ventures	6(32)	-	116,390	-	-	-	-	-	-	-	116,390	221,442	337,832
Difference between proceeds from addition and disposal of subsidiary and book value	6(32)	-	(43,876)	-	-	(228,220)	-	-	-	-	(272,096)	272,096	-
Cash dividends distributed by subsidiaries		-	-	-	-	-	-	-	-	-	-	(797,890)	(797,890)
Disposal of investments in equity instruments at fair value through other comprehensive income	6(3)	-	-	-	-	9,687	-	(9,687)	-	-	-	-	-
Disposal of investment property		-	-	-	-	401	-	-	(401)	-	-	-	-
Non-controlling interest adjustment		-	-	-	-	-	-	-	-	-	-	(408,268)	(408,268)
Balance at June 30, 2021		$ 7,452,927	$ 7,182,222	$ 6,102,860	$ 4,252,574	$ 6,735,754	($ 3,172,244)	($ 2,637,964)	$ 1,376,522	($ 311,277)	$ 26,981,374	$ 4,789,311	$ 31,770,685

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 SIX-MONTH PERIODS ENDED JUNE 30
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(UNAUDITED)

	Notes	Six months ended June 30 2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		$ 4,377,322	$ 3,379,065
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(8)(9)(28)	1,400,163	1,166,647
Amortisation	6(11)(28)	38,286	35,166
Other non-current assets recognized as expenses	6(28)	18,563	32,247
Impairment (gain) loss determined in accordance with IFRS 9	12(2)	(2,741)	1,399
Share-based payments	6(18)	35,257	17,813
Interest income	6(24)	(53,515)	(71,296)
Dividend income	6(25)	(94,299)	(229,295)
Interest expense	6(27)	23,965	36,663
Net (gain) loss on financial assets and liabilities at fair value - derivative	6(2)(26)	(467,883)	158,371
Net (gain) loss on financial assets and liabilities at fair value - other	6(26)	(235,922)	1,111,206
Share of gain of associates accounted for using equity method	6(7)	(8,288)	(998)
Gain arising from lease modifications	6(9)	(27)	(1,014)
Gain on disposal of property, plant and equipment	6(26)	(16,861)	(9,243)
Gain on disposals of investment property	6(26)	(51,933)	(124,079)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets and liabilities at fair value through profit or loss - current		510,540	(223,597)
Notes receivable		(53,146)	41,345
Accounts receivable		(1,088,838)	(2,173,287)
Accounts receivable - related parties		(64,352)	(80,746)
Other receivables		135,264	23,961
Inventories		(3,410,447)	656,124
Prepayments		262,099	(147,782)
Other current assets		(960)	(3,002)
Changes in operating liabilities			
Contract liabilities - current		55,478	7,101
Notes payable		(1,064)	(11,579)
Accounts payable		363,721	(2,951,414)
Accounts payable - related parties		37,666	35,540
Other payables		866,763	(220,182)
Other current liabilities		(523)	16,533
Other non-current liabilities		(15,463)	(6,632)
Cash inflow generated from operations		2,558,825	465,035
Interest received		31,583	34,158
Dividend received		51,462	229,295
Interest paid		(20,430)	(35,160)
Income tax paid		(908,768)	(248,654)
Net cash flows from operating activities		1,712,672	444,674

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CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(UNAUDITED)

	Notes	Six months ended June 30 2021	2020
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of financial assets and liabilities at fair value through profit or loss - other		($ 856,870)	($ 475,685)
Disposal of financial assets and liabilities at fair value through profit or loss - other		1,260,356	542,292
Disposal of financial assets at fair value through other comprehensive income	6(3)	30,916	-
Acquisition of property, plant and equipment	6(33)	(1,495,202)	(1,582,101)
Proceeds from disposal of property, plant and equipment		46,690	44,052
Proceeds from disposal of investments property		145,869	1,551,626
Acquisition of intangible assets	6(11)	(43,402)	(37,644)
Increase in other non-current assets		(493,345)	(343,800)
(Increase) decrease in refundable deposits		(195,302)	13,121
Net cash flows used in investing activities		(1,600,290)	(288,139)
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase in short-term borrowings		3,880,450	5,131,250
Increase in long-term borrowings		-	200,000
Decrease in long-term borrowings		(100,000)	(200,000)
Repayment of lease liabilities	6(34)	(71,826)	(57,613)
Payments to acquire treasury shares		(3,893,612)	(4,142,372)
Change in non-controlling interests	6(32)	(408,268)	(610,437)
Cash dividend distributed by subsidiaries		(760,771)	(606,428)
Treasury stock transferred to employees		36,996	38,487
Net cash flows used in financing activities		(1,317,031)	(247,113)
Effect of exchange rate changes		(161,538)	(601,402)
Net decrease in cash and cash equivalents		(1,366,187)	(691,980)
Cash and cash equivalents at beginning of period	6(1)	3,751,351	4,136,522
Cash and cash equivalents at end of period	6(1)	$ 2,385,164	$ 3,444,542

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