

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, 2021 and 2020 are reviewed, not audited)

	Assets	Notes	March 31, 2021 AMOUNT	December 31, 2020 AMOUNT	March 31, 2020 AMOUNT
	Current assets				
1100	Cash and cash equivalents	6(1)	\$ 6,651,910	\$ 3,751,351	\$ 5,084,512
1110	Financial assets at fair value through profit or loss - current	6(2)	3,487,433	3,415,825	2,709,012
1120	Financial assets at fair value through other comprehensive income - current	6(3)	2,939,862	2,612,532	2,217,777
1150	Notes receivable, net	6(5)	191,310	155,605	158,096
1170	Accounts receivable, net	6(5)	23,143,790	23,304,935	15,070,775
1180	Accounts receivable - related parties	7	351,186	253,227	189,678
1200	Other receivables		208,939	283,945	83,098
130X	Inventories, net	6(6)	16,602,388	15,691,852	12,463,202
1410	Prepayments		1,583,059	1,908,985	1,462,822
1470	Other current assets		3,682	1,739	6,492
11XX	Total current assets		<u>55,163,559</u>	<u>51,379,996</u>	<u>39,445,464</u>
	Non-current assets				
1510	Financial assets at fair value through profit or loss - non-current	6(2)	1,777,299	1,712,704	1,683,834
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	435,416	425,161	524,311
1535	Financial assets at amortised cost - non-current	6(4)	458,774	454,030	501,610
1550	Investments accounted for under equity method	6(7)	195,712	192,368	199,957
1600	Property, plant and equipment, net	6(8) and 8	14,524,405	14,281,482	12,698,911
1755	Right-of-use assets	6(9)	814,317	855,634	926,199
1760	Investment property, net	6(10) and 8	3,814,302	3,972,974	5,186,726
1780	Intangible assets	6(11)	106,728	101,094	144,657
1840	Deferred income tax assets		229,789	232,271	156,535
1900	Other non-current assets	6(12) and 8	2,071,701	1,834,282	895,844
15XX	Total non-current assets		<u>24,428,443</u>	<u>24,062,000</u>	<u>22,918,584</u>
1XXX	Total assets		<u>\$ 79,592,002</u>	<u>\$ 75,441,996</u>	<u>\$ 62,364,048</u>

(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, 2021 and 2020 are reviewed, not audited)

	Liabilities and Equity	Notes	March 31, 2021 AMOUNT	December 31, 2020 AMOUNT	March 31, 2020 AMOUNT
	Current liabilities				
2100	Short-term borrowings	6(13) and 8	\$ 608,178	\$ 88,168	\$ 676,000
2120	Financial liabilities at fair value through profit or loss - current	6(2)	127,524	390,711	562,552
2130	Contract liabilities - current	6(23)	286,283	185,731	146,367
2150	Notes payable		16,774	21,392	5,552
2170	Accounts payable	6(14)	26,195,614	25,139,279	18,503,327
2180	Accounts payable - related parties	7	461,400	485,964	226,975
2200	Other payables	6(15)	17,693,547	12,817,050	13,838,086
2230	Income tax liabilities		2,459,254	2,060,162	1,007,708
2280	Lease liabilities - current		124,858	136,230	134,921
2300	Other current liabilities	6(16)	103,409	300,863	277,314
21XX	Total current liabilities		<u>48,076,841</u>	<u>41,625,550</u>	<u>35,378,802</u>
	Non-current liabilities				
2570	Deferred income tax liabilities		474,889	512,215	439,975
2580	Lease liabilities - non-current		312,275	339,007	397,540
2600	Other non-current liabilities		274,504	293,542	250,576
25XX	Total non-current liabilities		<u>1,061,668</u>	<u>1,144,764</u>	<u>1,088,091</u>
2XXX	Total Liabilities		<u>49,138,509</u>	<u>42,770,314</u>	<u>36,466,893</u>
	Equity attributable to owners of parent				
	Share capital	6(19)			
3110	Share capital - common stock		7,394,603	7,394,603	7,344,975
	Capital surplus	6(20)			
3200	Capital surplus		6,623,472	6,412,535	6,111,348
	Retained earnings	6(21)			
3310	Legal reserve		5,560,152	5,560,152	4,976,270
3320	Special reserve		3,290,829	3,290,829	3,105,405
3350	Unappropriated retained earnings		7,138,596	9,665,615	5,047,980
	Other equity interest	6(22)			
3400	Other equity interest		(3,757,785)	(4,241,214)	(4,237,121)
3500	Treasury stocks	6(19) and 8	(311,277)	(311,277)	(311,277)
31XX	Equity attributable to owners of the parent		<u>25,938,590</u>	<u>27,771,243</u>	<u>22,037,580</u>
36XX	Non-controlling interest	4(3)	4,514,903	4,900,439	3,859,575
3XXX	Total equity		<u>30,453,493</u>	<u>32,671,682</u>	<u>25,897,155</u>
	Significant contingent liabilities and unrecognised contract commitments	9			
	Significant events after the balance sheet date	11			
3X2X	Total liabilities and equity		<u>\$ 79,592,002</u>	<u>\$ 75,441,996</u>	<u>\$ 62,364,048</u>

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)

			Three months ended March 31	
			2021	2020
Items	Notes		AMOUNT	AMOUNT
4000 Sales revenue	6(23) and 7	\$	25,137,047	\$ 18,110,219
5000 Operating costs	6(6)(28)(29) and 7	(	20,741,151)	(15,296,480)
5900 Net operating margin			4,395,896	2,813,739
Operating expenses	6(28)(29)			
6100 Selling expenses		(	965,040)	(546,028)
6200 General & administrative expenses		(	732,893)	(491,635)
6300 Research and development expenses		(	851,511)	(492,306)
6450 Impairment gain determined in accordance with IFRS 9	12(2)		2,482	1,883
6000 Total operating expenses		(	2,546,962)	(1,528,086)
6900 Operating profit			1,848,934	1,285,653
Non-operating income and expenses				
7100 Interest income	6(24)		28,291	32,342
7010 Other income	6(25)		76,361	349,654
7020 Other gains and losses	6(26)		406,729	(1,524,395)
7050 Finance costs	6(27)	(	10,270)	(16,253)
7060 Share of profit or loss of associates and joint ventures accounted for under equity method	6(7)		2,488	(4,352)
7000 Total non-operating income and expenses			503,599	(1,163,004)
7900 Profit before income tax			2,352,533	122,649
7950 Income tax expense	6(30)	(	464,461)	(43,669)
8200 Profit for the year		\$	1,888,072	\$ 78,980

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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)

		Three months ended March 31	
		2021	2020
Items	Notes	AMOUNT	AMOUNT
Other comprehensive income			
Components of other comprehensive income (loss) that will not be reclassified to profit or loss			
8316 Unrealized gain (loss) on equity instruments at fair value through other comprehensive income	6(3)	\$ 338,631	(\$ 774,043)
8310 Other comprehensive (loss) income that will not be reclassified to profit or loss		338,631	(774,043)
Components of other comprehensive income (loss) that will be reclassified to profit or loss			
8361 Financial statements translation differences of foreign operations		156,160	(188,860)
8370 Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method	6(7)	856	(1,212)
8360 Other comprehensive income (loss) that will be reclassified to profit or loss		157,016	(190,072)
8300 Total other comprehensive income (loss) for the year		\$ 495,647	(\$ 964,115)
8500 Total comprehensive income (loss) for the year		\$ 2,383,719	(\$ 885,135)
Profit attributable to:			
8610 Owners of the parent		\$ 1,568,935	\$ 40,137
8620 Non-controlling interest		\$ 319,137	\$ 38,843
Comprehensive income (loss) attributable to:			
8710 Owners of the parent		\$ 2,055,520	(\$ 865,323)
8720 Non-controlling interest		\$ 328,199	(\$ 19,812)
Earnings per share (in NTD dollars)			
9750 Basic earnings per share	6(31)	\$ 2.23	\$ 0.06
9850 Diluted earnings per share	6(31)	\$ 2.21	\$ 0.06

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

CHICONY ELECTRONICS CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
THREE MONTHS ENDED MARCH 31, 2021 AND 2020
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)
(UNAUDITED)

Equity attributable to owners of the parent												

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)

		Three months ended March 31	
	Notes	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		\$ 2,352,533	\$ 122,649
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(8)(9)(28)	683,537	599,781
Amortisation	6(11)(28)	18,775	17,959
Other non-current assets recognized as expenses	6(28)	9,060	15,884
Impairment gain determined in accordance with IFRS 9	12(2)		
Share-based payments	6(18)	(2,482)	(1,883)
Interest income	6(24)	35,257	17,813
Dividend income	6(25)	(28,291)	(32,342)
Interest expense	6(27)	(805)	(170,190)
Net gain on financial assets and liabilities at fair value - Derivative	6(2)(26)	10,270	16,253
Net (gain) loss on financial assets and liabilities at fair value - other	6(26)	(269,143)	(73,067)
Share of (gain) loss of associates accounted for using equity method	6(7)	(534,603)	1,531,886
Gain arising from lease modifications	6(9)	(2,488)	4,352
Gain on disposal of property, plant and equipment	6(26)	(28)	(38)
Gain on disposal of investments	6(26)	(7,096)	(2,150)
		(37,156)	(85,848)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets and liabilities at fair value through profit or loss - current		66,608	33,960
Notes receivable	(	35,705)	(4,361)
Accounts receivable		163,627	5,115,146
Accounts receivable - related parties	(	97,959)	142,673
Other receivables		107,891	76,378
Inventories	(	910,536)	1,384,144
Prepayments		325,926	(9,462)
Other current assets	(	1,942)	482
Changes in operating liabilities			
Contract liabilities - current		100,553	(1,448)
Notes payable	(	4,618)	(20,790)
Accounts payable		1,056,335	(5,233,063)
Accounts payable - related parties	(	24,564)	188,602
Other payables		240,770	(1,512,008)
Other current liabilities		17,284	(6,284)
Other non-current liabilities	(	19,038)	(7,880)
Cash inflow generated from operations		3,211,972	1,729,944
Interest received		17,406	17,663
Dividend received		805	170,190
Interest paid	(	8,240)	(18,625)
Income tax paid	(	88,951)	(200,322)
Net cash flows from operating activities		3,132,992	1,698,850

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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)

		Three months ended March 31	
	Notes	2021	2020
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets and liabilities at fair value			
through profit or loss - other		(\$ 330,439)	(\$ 437,635)
Disposal of financial assets and liabilities at fair value			
through profit or loss - other		688,320	140,462
Disposal of financial assets at fair value through other comprehensive income		12,034	-
Acquisition of property, plant and equipment	6(33)	(623,448)	(809,661)
Proceeds from disposal of property, plant and equipment		17,455	14,191
Proceeds from disposal of investment property		74,706	1,157,417
Acquisition of intangible assets	6(11)	(23,167)	(20,354)
Increase in other non-current assets		(426,254)	(52,565)
(Increase) decrease in refundable deposits		(95,408)	4,417
Net cash flows used in investing activities		(706,201)	(3,728)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase (decrease) in short-term borrowings		520,010	(219,000)
Decrease in long-term borrowings		(100,000)	-
Repayment of lease liabilities	6(34)	(35,763)	(28,001)
Change in non-controlling interests	6(32)	(19,777)	(425,606)
Net cash flows from (used in) financing activities		364,470	(672,607)
Effect of exchange rate changes		109,298	(74,525)
Net increase in cash and cash equivalents		2,900,559	947,990
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)	\$ 6,651,910	\$ 5,084,512

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