

Financial Statement – Independent Auditors' Report

This information is provided by (Listed Company)LPI company
『The company does not need to issue individual financial reports』

Date (Year/Season)	2019 /1		
Firm Name		Visa Accountant	
Check Date	108/05/09	Check Type	Qualified Opinion or Conclusion-Financial statements of non-major subsidiary or investment accounted for using equity method have not been audited or reviewed

Financial Statement – Balance Sheet

Provided by: LINGSEN PRECISION INDUSTRIES, LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/03/31	2018/12/31	2018/03/31
Balance Sheet			
Current assets			
Cash and cash equivalents	1,205,997	1,219,444	1,600,187
Current contract assets	67,603	88,130	105,577
Notes receivable, net	7,290	10,896	12,225
Accounts receivable, net	963,060	1,092,065	1,087,415
Other receivables	429,784	512,500	510,701
Current tax assets	15,806	15,751	18,040
Current inventories	334,887	348,240	385,533
Other current assets	198,023	196,781	280,226
Total current assets	3,222,450	3,483,807	3,999,904
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	45,124	46,651	40,223
Investments accounted for using equity method	0	0	0
Property, plant and equipment	4,283,082	4,445,686	4,910,596
Right-of-use assets	187,332	0	0
Deferred tax assets	109,024	108,717	61,383
Other non-current assets	197,237	64,675	64,505
Total non-current assets	4,821,799	4,665,729	5,076,707
Total assets	8,044,249	8,149,536	9,076,611
Current liabilities			
Current borrowings	240,725	148,244	321,444
Accounts payable	170,446	205,387	267,338
Other payables	432,369	512,443	521,094
Current tax liabilities	8,322	8,322	9,126
Current provisions	8,189	12,086	18,167
Current lease liabilities	7,058	0	0
Other current liabilities	411,280	419,321	452,534
Total current liabilities	1,278,389	1,305,803	1,589,703
Non-current liabilities			
Non-current portion of non-current borrowings	731,464	766,550	1,061,781
Deferred tax liabilities	1,020	898	1,489
Non-current lease liabilities	171,144	0	0
Other non-current liabilities	136,156	136,582	193,241
Total non-current liabilities	1,039,784	904,030	1,256,511
Total liabilities	2,318,173	2,209,833	2,846,214
Equity attributable to owners of parent			
Share capital			
Ordinary share	3,801,023	3,801,023	3,801,023
Total share capital	3,801,023	3,801,023	3,801,023
Capital surplus			
Total capital surplus	1,526,565	1,526,473	1,523,644
Retained earnings			
Legal reserve	359,085	359,085	345,987
Special reserve	127,687	127,687	122,488
Unappropriated retained earnings (accumulated deficit)	1,157	218,641	532,877
Total retained earnings	487,929	705,413	1,001,352
Other equity interest			
Total other equity interest	-97,549	-101,428	-93,126
Treasury shares	-176,415	-176,415	-176,415
Total equity attributable to owners of parent	5,541,553	5,755,066	6,056,478
Non-controlling interests	184,523	184,637	173,919
Total equity	5,726,076	5,939,703	6,230,397
Total liabilities and equity	8,044,249	8,149,536	9,076,611
Equivalent issue shares of advance receipts for ordinary share	0	0	0
Number of shares in entity held by entity and by its subsidiaries	5,658,911	5,658,911	5,658,911

Financial Statement – Income Statement

Provided by: LINGSEN PRECISION INDUSTRIES, LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/01/01To2019/03/31	2018/01/01To2018/03/31
Income Statement		
Total operating revenue	990,423	1,418,078
Total operating costs	1,089,605	1,390,395
Gross profit (loss) from operations	-99,182	27,681
Gross profit (loss) from operations	-99,182	27,681
Operating expenses		
Selling expenses	14,464	15,393
Administrative expenses	66,417	69,299
Research and development expenses	42,673	42,786
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	3,089	200
Total operating expenses	126,643	127,678
Net operating income (loss)	-225,825	-99,997
Non-operating income and expenses		
Total other income	9,666	12,169
Other gains and losses, net	2,318	-360
Finance costs, net	3,942	4,928
Total non-operating income and expenses	8,042	6,881
Profit (loss) from continuing operations before tax	-217,783	-93,116
Total tax expense (income)	-185	-14,564
Profit (loss) from continuing operations	-217,598	-78,552
Profit (loss)	-217,598	-78,552
Other comprehensive income		
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	-1,527	1,218
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	0	-3,427
Components of other comprehensive income that will not be reclassified to profit or loss	-1,527	4,645
Exchange differences on translation	5,406	3,342
Components of other comprehensive income that will be reclassified to profit or loss	5,406	3,342
Other comprehensive income, net	3,879	7,987
Total comprehensive income	-213,719	-70,565
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	-217,484	-80,562
Profit (loss), attributable to non-controlling interests	-114	2,010
Comprehensive income, attributable to owners of parent	-213,605	-72,575
Comprehensive income, attributable to non-controlling interests	-114	2,010
Basic earnings per share		
Total basic earnings per share	-0.58	-0.22
Diluted earnings per share		
Total diluted earnings per share	-0.58	-0.22

Financial Statement – Statements of Cash Flows

Provided by: LINGSEN PRECISION INDUSTRIES, LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/01/01To2019/03/31	2018/01/01To2018/03/31
Statements of Cash Flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	-217,783	-93,116
Profit (loss) before tax	-217,783	-93,116
Depreciation expense	229,229	246,363
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	3,089	200
Interest expense	3,942	4,928
Interest income	-2,407	-2,778
Reversal of impairment loss on non-financial assets	3,389	-8,110
Unrealized foreign exchange loss (gain)	-2,369	-4,788
Other adjustments to reconcile profit (loss)	1,349	1,694
Total adjustments to reconcile profit (loss)	236,222	237,509
Decrease (increase) in contract assets	20,770	37,183
Decrease (increase) in notes receivable	3,606	1,631
Decrease (increase) in accounts receivable	127,932	204,349
Decrease (increase) in other receivable	82,532	1,338
Decrease (increase) in inventories	10,455	-18,934
Decrease (increase) in other current assets	-1,427	-10,932
Total changes in operating assets	243,868	214,635
Increase (decrease) in accounts payable	-35,228	-8,258
Increase (decrease) in other payable	-85,593	-90,534
Increase (decrease) in provisions	-3,897	-4,869
Increase (decrease) in other current liabilities	5,284	-453
Increase (decrease) in net defined benefit liability	-426	2,071
Total changes in operating liabilities	-119,860	-102,043
Total changes in operating assets and liabilities	124,008	112,592
Total adjustments	360,230	350,101
Cash inflow (outflow) generated from operations	142,447	256,985
Interest received	2,778	3,307
Interest paid	-3,867	-4,913
Income taxes refund (paid)	-55	-71
Net cash flows from (used in) operating activities	141,303	255,308
Cash flows from (used in) investing activities		
Acquisition of property, plant and equipment	-29,499	-294,996
Decrease in refundable deposits	300	0
Increase in other non-current assets	-765	-824
Increase in prepayments for business facilities	-167,049	-48,325
Net cash flows from (used in) investing activities	-197,013	-344,145
Cash flows from (used in) financing activities		
Increase in short-term loans	240,182	367,185
Decrease in short-term loans	-148,018	-378,204
Proceeds from long-term debt	50,000	120,000
Repayments of long-term debt	-98,411	-211,250
Decrease in guarantee deposits received	0	4
Payments of lease liabilities	-2,152	0
Other financing activities	92	136
Net cash flows from (used in) financing activities	41,693	-102,129
Effect of exchange rate changes on cash and cash equivalents	570	651
Net increase (decrease) in cash and cash equivalents	-13,447	-190,315
Cash and cash equivalents at beginning of period	1,219,444	1,790,502
Cash and cash equivalents at end of period	1,205,997	1,600,187
Cash and cash equivalents reported in the statement of financial position	1,205,997	1,600,187