

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 /2		
Firm Name		Visa Accountant	
Check Date	108/08/06	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	2019/06/30	2018/12/31	2018/06/30
Balance Sheet			
Current assets			
Cash and cash equivalents	1,408,244	1,219,444	1,491,128
Current contract assets	78,723	88,130	97,562
Notes receivable, net	7,282	10,896	15,015
Accounts receivable, net	1,182,624	1,092,065	1,318,909
Other receivables	396,248	512,500	519,227
Current tax assets	15,892	15,751	18,117
Current inventories	330,245	348,240	379,729
Other current assets	185,195	196,781	285,526
Total current assets	3,604,453	3,483,807	4,125,213
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	30,753	46,651	40,634
Investments accounted for using equity method	0	0	0
Property, plant and equipment	4,302,798	4,445,686	4,768,414
Right-of-use assets	184,978	0	0
Deferred tax assets	110,709	108,717	54,624
Other non-current assets	117,298	64,675	65,443
Total non-current assets	4,746,536	4,665,729	4,929,115
Total assets	8,350,989	8,149,536	9,054,328
Current liabilities			
Current borrowings	399,013	148,244	354,040
Accounts payable	237,197	205,387	269,843
Other payables	607,184	512,443	771,356
Current tax liabilities	3,462	8,322	2,147
Current provisions	15,519	12,086	24,031
Current lease liabilities	6,566	0	0
Other current liabilities	459,054	419,321	441,330
Total current liabilities	1,727,995	1,305,803	1,862,747
Non-current liabilities			
Non-current portion of non-current borrowings	809,459	766,550	963,371
Deferred tax liabilities	720	898	1,360
Non-current lease liabilities	169,637	0	0
Other non-current liabilities	131,974	136,582	181,029
Total non-current liabilities	1,111,790	904,030	1,145,760
Total liabilities	2,839,785	2,209,833	3,008,507
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	1,450,565	1,526,473	1,523,644
Retained earnings			
Legal reserve	359,085	359,085	359,085
Special reserve	226,856	127,687	127,667
Unappropriated retained earnings (accumulated deficit)	-272,803	218,641	325,397
Total retained earnings	313,138	705,413	812,169
Other equity interest			
Total other equity interest	-64,005	-101,428	-91,437
Treasury shares	-176,415	-176,415	-176,415
Total equity attributable to owners of parent	5,324,306	5,755,066	5,868,984
Non-controlling interests	186,898	184,637	176,837
Total equity	5,511,204	5,939,703	6,045,821
Total liabilities and equity	8,350,989	8,149,536	9,054,328
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	2019/2nd	2018/2nd	2019/01/01To2019/06/30	2018/01/01To2018/06/30
Income Statement				
Total operating revenue	1,172,227	1,274,088	2,162,850	2,692,142
Total operating costs	1,178,138	1,150,820	2,265,743	2,541,215
Gross profit (loss) from operations	-3,911	123,246	-103,093	150,927
Gross profit (loss) from operations	-3,911	123,246	-103,093	150,927
Operating expenses				
Selling expenses	13,077	15,100	27,541	30,493
Administrative expenses	69,129	73,253	135,546	142,552
Research and development expenses	46,483	43,543	89,156	86,329
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	3,191	0	6,280	200
Total operating expenses	131,880	131,896	258,523	259,574
Net operating income (loss)	-135,791	-8,650	-361,616	-108,647
Non-operating income and expenses				
Total other income	10,655	18,299	20,321	30,468
Other gains and losses, net	1,161	9,578	3,479	9,218
Finance costs, net	4,829	4,989	8,771	9,917
Total non-operating income and expenses	6,987	22,866	15,029	29,789
Profit (loss) from continuing operations before tax	-128,804	14,238	-346,587	-78,878
Total tax expense (income)	5,363	10,697	5,178	-3,867
Profit (loss) from continuing operations	-134,167	3,541	-351,765	-75,011
Profit (loss)	-134,167	3,541	-351,765	-75,011
Other comprehensive income				
Unrealised gains (losses) from Investments in equity instruments measured at fair value through other comprehensive income	-2,620	411	-4,147	1,629
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	0	-245	0	-3,672
Components of other comprehensive income that will not be reclassified to profit or loss	-2,620	656	-4,147	5,301
Exchange differences on translation	-2,085	1,278	3,321	4,620
Components of other comprehensive income that will be reclassified to profit or loss	-2,085	1,278	3,321	4,620
Other comprehensive income, net	-4,705	1,934	-826	9,921
Total comprehensive income	-138,872	5,475	-352,591	-65,090
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	-136,542	712	-354,026	-79,850
Profit (loss), attributable to non-controlling interests	2,375	2,829	2,261	4,839
Comprehensive income, attributable to owners of parent	-141,247	2,557	-354,852	-70,018
Comprehensive income, attributable to non-controlling interests	2,375	2,918	2,261	4,928
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	-0.37	0.01	-0.95	-0.21
Total basic earnings per share	-0.37	0.01	-0.95	-0.21
Diluted earnings per share				
Diluted earnings (loss) per share from continuing operations	-0.37	0.01	-0.95	-0.21
Total diluted earnings per share	-0.37	0.01	-0.95	-0.21

Financial Statement – Statements of Cash Flows

Provided by: LINGSEN PRECISION INDUSTRIES, LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/01/01To2019/06/30	2018/01/01To2018/06/30
Statements of Cash Flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	-346,587	-78,878
Profit (loss) before tax	-346,587	-78,878
Depreciation expense	454,114	487,892
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	6,280	200
Interest expense	8,771	9,917
Interest income	-5,139	-5,752
Dividend income	0	-2,400
Loss (gain) on disposal of property, plan and equipment	47	0
Reversal of impairment loss on non-financial assets	2,677	-9,109
Unrealized foreign exchange loss (gain)	1,521	-2,357
Other adjustments to reconcile profit (loss)	2,368	3,256
Total adjustments to reconcile profit (loss)	470,639	481,647
Decrease (increase) in contract assets	9,548	45,328
Decrease (increase) in notes receivable	3,614	-1,159
Decrease (increase) in accounts receivable	-96,501	-13,250
Decrease (increase) in other receivable	116,797	-4,620
Decrease (increase) in inventories	15,520	-12,398
Decrease (increase) in other current assets	11,317	-16,284
Total changes in operating assets	60,295	-2,383
Increase (decrease) in accounts payable	32,100	-9,816
Increase (decrease) in other payable	-7,993	-26,894
Increase (decrease) in provisions	3,433	995
Increase (decrease) in other current liabilities	34,323	781
Increase (decrease) in net defined benefit liability	-4,608	-10,141
Total changes in operating liabilities	57,255	-45,075
Total changes in operating assets and liabilities	117,550	-47,458
Total adjustments	588,189	434,189
Cash inflow (outflow) generated from operations	241,602	355,311
Interest received	5,143	6,028
Interest paid	-8,227	-9,776
Income taxes refund (paid)	-12,342	-10,923
Net cash flows from (used in) operating activities	226,176	340,640
Cash flows from (used in) investing activities		
Proceeds from disposal of financial assets at fair value through other comprehensive income	11,751	0
Acquisition of property, plant and equipment	-254,728	-408,184
Proceeds from disposal of property, plant and equipment	10	0
Decrease in refundable deposits	300	0
Increase in other non-current assets	-1,480	-1,239
Increase in prepayments for business facilities	-86,773	-41,861
Dividends received	0	2,400
Net cash flows from (used in) investing activities	-330,920	-448,884
Cash flows from (used in) financing activities		
Increase in short-term loans	596,820	798,983
Decrease in short-term loans	-347,490	-789,180
Proceeds from long-term debt	248,000	120,000
Repayments of long-term debt	-199,681	-322,097
Decrease in guarantee deposits received	0	4
Payments of lease liabilities	-4,284	0
Other financing activities	92	136
Net cash flows from (used in) financing activities	293,457	-192,154
Effect of exchange rate changes on cash and cash equivalents	87	1,024
Net increase (decrease) in cash and cash equivalents	188,800	-299,374
Cash and cash equivalents at beginning of period	1,219,444	1,790,502
Cash and cash equivalents at end of period	1,408,244	1,491,128
Cash and cash equivalents reported in the statement of financial position	1,408,244	1,491,128