

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 /4		
Firm Name		Visa Accountant	
Check Date	109/03/17	Check Type	Unqualified Opinion-

## Financial Statement – Balance Sheet

Provided by: LINGSEN PRECISION INDUSTRIES, LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/12/31	2018/12/31
<b>Balance Sheet</b>		
<b>Current assets</b>		
Cash and cash equivalents	1,704,790	1,219,444
Current contract assets	90,702	88,130
Notes receivable, net	6,968	10,898
Accounts receivable, net	1,083,869	1,092,065
Other receivables	371,287	512,500
Current tax assets	18,622	15,751
Current inventories	345,377	348,240
Other current assets	184,580	196,781
<b>Total current assets</b>	<b>3,806,195</b>	<b>3,483,807</b>
<b>Non-current assets</b>		
Non-current financial assets at fair value through other comprehensive income	31,527	46,651
Investments accounted for using equity method	0	0
Property, plant and equipment	4,074,626	4,445,686
Right-of-use assets	180,433	0
Deferred tax assets	107,228	108,717
Other non-current assets	48,525	64,675
<b>Total non-current assets</b>	<b>4,442,339</b>	<b>4,665,729</b>
<b>Total assets</b>	<b>8,248,534</b>	<b>8,149,536</b>
<b>Current liabilities</b>		
Current borrowings	427,989	148,244
Accounts payable	281,000	205,387
Other payables	556,570	512,443
Current tax liabilities	43	8,322
Current provisions	12,378	12,086
Current lease liabilities	5,510	0
Other current liabilities	504,277	419,321
<b>Total current liabilities</b>	<b>1,787,767</b>	<b>1,305,803</b>
<b>Non-current liabilities</b>		
Non-current portion of non-current borrowings	903,267	766,550
Deferred tax liabilities	893	898
Non-current lease liabilities	167,111	0
Other non-current liabilities	78,269	136,582
<b>Total non-current liabilities</b>	<b>1,149,540</b>	<b>904,030</b>
<b>Total liabilities</b>	<b>2,937,307</b>	<b>2,209,833</b>
<b>Equity attributable to owners of parent</b>		
<b>Share capital</b>		
Ordinary share	3,801,023	3,801,023
<b>Total share capital</b>	<b>3,801,023</b>	<b>3,801,023</b>
<b>Capital surplus</b>		
<b>Total capital surplus</b>	<b>1,451,696</b>	<b>1,526,473</b>
<b>Retained earnings</b>		
Legal reserve	359,085	359,085
Special reserve	226,856	127,687
Unappropriated retained earnings (accumulated deficit)	-461,077	218,641
<b>Total retained earnings</b>	<b>124,864</b>	<b>705,413</b>
<b>Other equity interest</b>		
<b>Total other equity interest</b>	<b>-74,458</b>	<b>-101,428</b>
<b>Treasury shares</b>	<b>-176,415</b>	<b>-176,415</b>
<b>Total equity attributable to owners of parent</b>	<b>5,126,710</b>	<b>5,755,066</b>
<b>Non-controlling interests</b>	<b>184,517</b>	<b>184,637</b>
<b>Total equity</b>	<b>5,311,227</b>	<b>5,939,703</b>
<b>Total liabilities and equity</b>	<b>8,248,534</b>	<b>8,149,536</b>
Equivalent issue shares of advance receipts for ordinary share	0	0
Number of shares in entity held by entity and by its subsidiaries	5,658,911	5,658,911

## Financial Statement – Income Statement

Provided by: LINGSEN PRECISION INDUSTRIES, LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/4th	2018/4th
<b>Income Statement</b>		
Total operating revenue	4,719,390	5,242,959
Total operating costs	4,783,009	5,003,563
Gross profit (loss) from operations	-63,619	239,396
Gross profit (loss) from operations	-63,619	239,396
Operating expenses		
Selling expenses	56,408	60,305
Administrative expenses	262,313	283,165
Research and development expenses	184,672	171,873
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	12,556	-506
Total operating expenses	515,949	514,837
Net operating income (loss)	-579,568	-275,441
Non-operating income and expenses		
Total other income	53,252	49,750
Other gains and losses, net	-3,022	13,108
Finance costs, net	19,578	19,634
Total non-operating income and expenses	30,652	43,224
Profit (loss) from continuing operations before tax	-548,916	-232,217
Total tax expense (income)	3,215	-36,903
Profit (loss) from continuing operations	-552,131	-195,314
Profit (loss)	-552,131	-195,314
Other comprehensive income		
Gains (losses) on remeasurements of defined benefit plans	12,139	28,320
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	-3,373	-1,038
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	2,428	3,301
Components of other comprehensive income that will not be reclassified to profit or loss	6,338	23,981
Exchange differences on translation	-7,906	-2,704
Components of other comprehensive income that will be reclassified to profit or loss	-7,906	-2,704
Other comprehensive income, net	-1,568	21,277
Total comprehensive income	-553,699	-174,037
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	-552,011	-207,272
Profit (loss), attributable to non-controlling interests	-120	11,958
Comprehensive income, attributable to owners of parent	-553,579	-186,084
Comprehensive income, attributable to non-controlling interests	-120	12,047
Basic earnings per share		
Basic earnings (loss) per share from continuing operations	-1.47	-0.55
Total basic earnings per share	-1.47	-0.55
Diluted earnings per share		
Diluted earnings (loss) per share from continuing operations	-1.47	-0.55
Total diluted earnings per share	-1.47	-0.55

## Financial Statement – Statements of Cash Flows

Provided by: LINGSEN PRECISION INDUSTRIES, LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/4th	2018/4th
<b>Statements of Cash Flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	-548,916	-232,217
Profit (loss) before tax	-548,916	-232,217
Depreciation expense	902,324	960,298
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	12,556	-506
Interest expense	19,578	19,634
Interest income	-10,178	-11,363
Dividend income	-4,731	-3,587
Loss (gain) on disposal of property, plan and equipment	47	0
Impairment loss on non-financial assets	1,799	-535
Unrealized foreign exchange loss (gain)	1,508	2,374
Other adjustments to reconcile profit (loss)	4,401	6,035
Total adjustments to reconcile profit (loss)	927,304	972,350
Decrease (increase) in contract assets	-2,992	54,392
Decrease (increase) in notes receivable	3,928	2,960
Decrease (increase) in accounts receivable	-11,182	200,824
Decrease (increase) in other receivable	139,762	2,341
Decrease (increase) in inventories	-40	9,747
Decrease (increase) in other current assets	11,534	72,196
Total changes in operating assets	141,010	342,460
Increase (decrease) in accounts payable	79,137	-70,095
Increase (decrease) in other payable	2,525	-93,349
Increase (decrease) in provisions	292	-10,950
Increase (decrease) in other current liabilities	79,555	-8,118
Increase (decrease) in net defined benefit liability	-46,163	-26,210
Total changes in operating liabilities	115,346	-208,722
Total changes in operating assets and liabilities	256,356	133,738
Total adjustments	1,183,660	1,106,088
Cash inflow (outflow) generated from operations	634,744	873,871
Interest received	10,305	11,506
Interest paid	-18,515	-19,493
Income taxes refund (paid)	-15,310	-30,870
Net cash flows from (used in) operating activities	611,224	835,014
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	0	-8,684
Proceeds from disposal of financial assets at fair value through other comprehensive income	11,751	0
Acquisition of property, plant and equipment	-462,324	-562,025
Proceeds from disposal of property, plant and equipment	10	0
Decrease in refundable deposits	1,047	0
Increase in other non-current assets	-4,347	-4,056
Increase in prepayments for business facilities	-17,840	-45,486
Dividends received	4,731	3,587
Net cash flows from (used in) investing activities	-466,972	-616,664
Cash flows from (used in) financing activities		
Increase in short-term loans	1,115,005	1,615,743
Decrease in short-term loans	-831,244	-1,805,339
Proceeds from long-term debt	548,000	120,000
Repayments of long-term debt	-405,882	-532,028
Decrease in guarantee deposits received	-11	-54
Payments of lease liabilities	-8,156	0
Cash dividends paid	-74,869	-187,222
Other financing activities	92	136
Net cash flows from (used in) financing activities	342,935	-788,764
Effect of exchange rate changes on cash and cash equivalents	-1,841	-644
Net increase (decrease) in cash and cash equivalents	485,346	-571,058
Cash and cash equivalents at beginning of period	1,219,444	1,790,502
Cash and cash equivalents at end of period	1,704,790	1,219,444
Cash and cash equivalents reported in the statement of financial position	1,704,790	1,219,444