

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)	2020 /2		
Firm Name		Visa Accountant	
Check Date	109/08/05	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	2020/06/30	2019/12/31	2019/06/30
Balance Sheet			
Current assets			
Cash and cash equivalents	1,447,023	1,704,790	1,408,244
Current contract assets	95,019	90,702	78,723
Notes receivable, net	9,622	6,968	7,282
Accounts receivable, net	1,090,340	1,083,869	1,182,624
Other receivables	348,546	371,287	396,248
Current tax assets	18,769	18,622	15,892
Current inventories	422,198	345,377	330,245
Other current assets	205,651	184,580	185,195
Total current assets	3,637,166	3,806,195	3,604,453
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	34,151	31,527	30,753
Investments accounted for using equity method	0	0	0
Property, plant and equipment	3,757,042	4,074,626	4,302,798
Right-of-use assets	167,704	180,433	184,978
Deferred tax assets	107,413	107,228	110,709
Other non-current assets	59,335	48,525	117,298
Total non-current assets	4,125,645	4,442,339	4,746,536
Total assets	7,762,811	8,248,534	8,350,989
Current liabilities			
Current borrowings	304,265	427,989	399,013
Accounts payable	292,276	281,000	237,197
Other payables	476,590	556,570	607,184
Current tax liabilities	0	43	3,462
Current provisions	10,987	12,378	15,519
Current lease liabilities	5,542	5,510	6,566
Other current liabilities	579,472	504,277	459,054
Total current liabilities	1,669,132	1,787,767	1,727,995
Non-current liabilities			
Non-current portion of non-current borrowings	660,066	903,267	809,459
Deferred tax liabilities	873	893	720
Non-current lease liabilities	155,004	167,111	169,637
Other non-current liabilities	81,667	78,269	131,974
Total non-current liabilities	897,610	1,149,540	1,111,790
Total liabilities	2,566,742	2,937,307	2,839,785
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	1,384,604	1,451,696	1,450,565
Retained earnings			
Legal reserve	0	359,085	359,085
Special reserve	192,020	226,856	226,856
Unappropriated retained earnings (accumulated deficit)	-108,814	-461,077	-272,803
Total retained earnings	83,206	124,864	313,138
Other equity interest			
Total other equity interest	-76,778	-74,458	-64,005
Treasury shares	-176,415	-176,415	-176,415
Total equity attributable to owners of parent	5,015,640	5,126,710	5,324,306
Non-controlling interests	180,429	184,517	186,898
Total equity	5,196,069	5,311,227	5,511,204
Total liabilities and equity	7,762,811	8,248,534	8,350,989
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	2020/2nd	2019/2nd	2020/01/01To2020/06/30	2019/01/01To2019/06/30
Income Statement				
Total operating revenue	1,288,035	1,172,227	2,569,772	2,162,650
Total operating costs	1,233,798	1,176,136	2,470,124	2,265,743
Gross profit (loss) from operations	54,237	-3,911	99,648	-103,093
Gross profit (loss) from operations	54,237	-3,911	99,648	-103,093
Operating expenses				
Selling expenses	13,789	13,077	26,662	27,541
Administrative expenses	60,833	69,129	119,998	135,546
Research and development expenses	42,067	46,483	84,291	89,156
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	-84	3,191	-24	6,280
Total operating expenses	116,605	131,880	230,927	258,523
Net operating income (loss)	-62,368	-135,791	-131,279	-361,616
Non-operating income and expenses				
Total interest income	1,805	2,732	4,155	5,139
Total other income	11,272	7,923	23,257	15,182
Other gains and losses, net	-1,631	1,161	873	3,479
Finance costs, net	4,485	4,829	10,134	8,771
Total non-operating income and expenses	6,961	6,987	18,151	15,029
Profit (loss) from continuing operations before tax	-55,407	-128,804	-113,128	-346,587
Total tax expense (income)	-560	5,363	-226	5,178
Profit (loss) from continuing operations	-54,847	-134,167	-112,902	-351,765
Profit (loss)	-54,847	-134,167	-112,902	-351,765
Other comprehensive income				
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	1,547	-2,620	2,624	-4,147
Components of other comprehensive income that will not be reclassified to profit or loss	1,547	-2,620	2,624	-4,147
Exchange differences on translation	-4,393	-2,085	-4,944	3,321
Components of other comprehensive income that will be reclassified to profit or loss	-4,393	-2,085	-4,944	3,321
Other comprehensive income, net	-2,846	-4,705	-2,320	-826
Total comprehensive income	-57,693	-138,872	-115,222	-352,591
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	-53,877	-136,542	-108,814	-354,026
Profit (loss), attributable to non-controlling interests	-970	2,375	-4,088	2,261
Comprehensive income, attributable to owners of parent	-56,723	-141,247	-111,134	-354,852
Comprehensive income, attributable to non-controlling interests	-970	2,375	-4,088	2,261
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	-0.14	-0.37	-0.29	-0.95
Total basic earnings per share	-0.14	-0.37	-0.29	-0.95
Diluted earnings per share				
Diluted earnings (loss) per share from continuing operations	-0.14	-0.37	-0.29	-0.95
Total diluted earnings per share	-0.14	-0.37	-0.29	-0.95

Financial Statement – Statements of Cash Flows

Provided by: LINGSEN PRECISION INDUSTRIES, LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2020/01/01To2020/06/30	2019/01/01To2019/06/30
Statements of Cash Flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	-113,128	-346,587
Profit (loss) before tax	-113,128	-346,587
Depreciation expense	423,279	454,114
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-24	6,280
Interest expense	10,134	8,771
Interest income	-4,155	-5,139
Loss (gain) on disposal of property, plan and equipment	-464	47
Impairment loss on non-financial assets	2,138	2,677
Unrealized foreign exchange loss (gain)	375	1,521
Other adjustments to reconcile profit (loss)	2,423	2,368
Total adjustments to reconcile profit (loss)	433,706	470,639
Decrease (increase) in contract assets	-4,604	9,548
Decrease (increase) in notes receivable	-2,654	3,614
Decrease (increase) in accounts receivable	-9,841	-96,501
Decrease (increase) in other receivable	21,813	116,797
Decrease (increase) in inventories	-79,635	15,520
Decrease (increase) in other current assets	-21,242	11,317
Total changes in operating assets	-96,163	60,295
Increase (decrease) in accounts payable	13,576	32,100
Increase (decrease) in other payable	-34,772	-7,993
Increase (decrease) in provisions	-1,391	3,433
Increase (decrease) in other current liabilities	-15,449	34,323
Increase (decrease) in net defined benefit liability	2,549	-4,608
Total changes in operating liabilities	-35,487	57,255
Total changes in operating assets and liabilities	-131,650	117,550
Total adjustments	302,056	588,189
Cash inflow (outflow) generated from operations	188,928	241,602
Interest received	4,398	5,143
Interest paid	-10,111	-8,227
Income taxes refund (paid)	-170	-12,342
Net cash flows from (used in) operating activities	183,045	226,176
Cash flows from (used in) investing activities		
Proceeds from disposal of financial assets at fair value through other comprehensive income	0	11,751
Acquisition of property, plant and equipment	-149,301	-254,728
Proceeds from disposal of property, plant and equipment	5,882	10
Increase in refundable deposits	-6	0
Decrease in refundable deposits	0	300
Increase in other non-current assets	-3,365	-1,480
Increase in prepayments for business facilities	-16,895	-86,773
Net cash flows from (used in) investing activities	-163,685	-330,920
Cash flows from (used in) financing activities		
Increase in short-term loans	614,757	596,820
Decrease in short-term loans	-736,065	-347,490
Proceeds from long-term debt	50,000	248,000
Repayments of long-term debt	-202,557	-199,681
Increase in guarantee deposits received	849	0
Payments of lease liabilities	-3,437	-4,284
Other financing activities	64	92
Net cash flows from (used in) financing activities	-276,389	293,457
Effect of exchange rate changes on cash and cash equivalents	-738	87
Net increase (decrease) in cash and cash equivalents	-257,767	188,800
Cash and cash equivalents at beginning of period	1,704,790	1,219,444
Cash and cash equivalents at end of period	1,447,023	1,408,244
Cash and cash equivalents reported in the statement of financial position	1,447,023	1,408,244