

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 /3		
Firm Name		Visa Accountant	
Check Date	109/11/11	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	2020/09/30	2019/12/31	2019/09/30
<b>Balance Sheet</b>			
Current assets			
Cash and cash equivalents	1,432,802	1,704,790	1,288,268
Current contract assets	105,847	90,702	86,014
Notes receivable, net	6,642	6,968	5,624
Accounts receivable, net	1,181,284	1,083,869	1,181,381
Other receivables	357,428	371,287	373,027
Current tax assets	18,919	18,622	15,966
Current inventories	416,396	345,377	318,352
Other current assets	207,939	184,580	189,990
Total current assets	3,727,257	3,806,195	3,458,622
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	37,416	31,527	31,025
Investments accounted for using equity method	0	0	0
Property, plant and equipment	3,632,880	4,074,626	4,234,545
Right-of-use assets	166,251	180,433	182,474
Deferred tax assets	104,347	107,228	109,275
Other non-current assets	89,406	48,525	53,755
Total non-current assets	4,030,300	4,442,339	4,611,074
Total assets	7,757,557	8,248,534	8,069,696
Current liabilities			
Current borrowings	361,635	427,989	291,393
Accounts payable	269,140	281,000	251,226
Other payables	490,745	556,570	539,063
Current tax liabilities	0	43	2,027
Current provisions	6,725	12,378	8,887
Current lease liabilities	5,518	5,510	5,864
Other current liabilities	518,667	504,277	540,559
Total current liabilities	1,652,430	1,787,767	1,639,019
Non-current liabilities			
Non-current portion of non-current borrowings	687,661	903,267	734,403
Deferred tax liabilities	970	893	771
Non-current lease liabilities	153,629	167,111	168,376
Other non-current liabilities	82,580	78,269	107,079
Total non-current liabilities	924,840	1,149,540	1,010,629
Total liabilities	2,577,270	2,937,307	2,649,648
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	1,451,696
Retained earnings			
Legal reserve	0	359,085	359,085
Special reserve	192,020	226,856	226,856
Unappropriated retained earnings (accumulated deficit)	-111,163	-461,077	-361,610
Total retained earnings	80,857	124,864	224,331
Other equity interest			
Total other equity interest	-71,132	-74,458	-69,126
Treasury shares	-199,828	-176,415	-176,415
Total equity attributable to owners of parent	4,995,524	5,126,710	5,231,509
Non-controlling interests	184,763	184,517	188,539
Total equity	5,180,287	5,311,227	5,420,048
Total liabilities and equity	7,757,557	8,248,534	8,069,696
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	2020/3rd	2019/3rd	2020/01/01 To 2020/09/30	2019/01/01 To 2019/09/30
<b>Income Statement</b>				
Total operating revenue	1,365,300	1,300,167	3,935,072	3,462,817
Total operating costs	1,261,894	1,266,269	3,732,018	3,532,012
Gross profit (loss) from operations	103,406	33,898	203,054	-69,195
Gross profit (loss) from operations	103,406	33,898	203,054	-69,195
Operating expenses				
Selling expenses	13,882	14,351	40,544	41,892
Administrative expenses	59,514	64,160	179,512	199,706
Research and development expenses	42,236	49,414	126,527	138,570
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	232	6,199	208	12,479
Total operating expenses	115,864	134,124	346,791	392,647
Net operating income (loss)	-12,458	-100,226	-143,737	-461,842
Non-operating income and expenses				
Total interest income	1,462	2,421	5,617	7,560
Total other income	20,234	18,710	43,491	33,892
Other gains and losses, net	131	655	1,004	4,134
Finance costs, net	4,218	5,876	14,352	14,647
Total non-operating income and expenses	17,609	15,910	35,760	30,939
Profit (loss) from continuing operations before tax	5,151	-84,316	-107,977	-430,903
Total tax expense (income)	3,166	2,850	2,940	8,028
Profit (loss) from continuing operations	1,985	-87,166	-110,917	-438,931
Profit (loss)	1,985	-87,166	-110,917	-438,931
Other comprehensive income				
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	3,265	272	5,889	-3,875
Components of other comprehensive income that will not be reclassified to profit or loss	3,265	272	5,889	-3,875
Exchange differences on translation	2,381	-5,393	-2,563	-2,072
Components of other comprehensive income that will be reclassified to profit or loss	2,381	-5,393	-2,563	-2,072
Other comprehensive income, net	5,646	-5,121	3,326	-5,947
Total comprehensive income	7,631	-92,287	-107,591	-444,878
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	-2,349	-88,807	-111,163	-442,833
Profit (loss), attributable to non-controlling interests	4,334	1,641	246	3,902
Comprehensive income, attributable to owners of parent	3,297	-93,928	-107,837	-448,780
Comprehensive income, attributable to non-controlling interests	4,334	1,641	246	3,902
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	-0.01	-0.23	-0.30	-1.18
Total basic earnings per share	-0.01	-0.23	-0.30	-1.18
Diluted earnings per share				
Diluted earnings (loss) per share from continuing operations	-0.01	-0.23	-0.30	-1.18
Total diluted earnings per share	-0.01	-0.23	-0.30	-1.18

## Financial Statement – Statements of Cash Flows

Provided by: LINGSEN PRECISION INDUSTRIES, LTD.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2020/01/01To2020/09/30	2019/01/01To2019/09/30
<b>Statements of Cash Flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	-107,977	-430,903
Profit (loss) before tax	-107,977	-430,903
Depreciation expense	627,012	681,087
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	208	12,479
Interest expense	14,352	14,647
Interest income	-5,617	-7,560
Dividend income	-1,165	-4,731
Loss (gain) on disposal of property, plant and equipment	-473	47
Impairment loss on non-financial assets	-2,664	2,832
Unrealized foreign exchange loss (gain)	-3,828	4,214
Other adjustments to reconcile profit (loss)	3,675	3,351
Total adjustments to reconcile profit (loss)	631,500	706,366
Decrease (increase) in contract assets	-15,201	1,924
Decrease (increase) in notes receivable	326	5,272
Decrease (increase) in accounts receivable	-101,739	-104,543
Decrease (increase) in other receivable	11,813	139,492
Decrease (increase) in inventories	-68,511	26,657
Decrease (increase) in other current assets	-23,403	6,279
Total changes in operating assets	-196,715	75,081
Increase (decrease) in accounts payable	-8,992	47,512
Increase (decrease) in other payable	-27,259	-16,542
Increase (decrease) in provisions	-5,653	-3,199
Increase (decrease) in other current liabilities	-36,854	92,542
Increase (decrease) in net defined benefit liability	3,462	-29,507
Total changes in operating liabilities	-75,296	90,806
Total changes in operating assets and liabilities	-272,011	165,887
Total adjustments	359,489	872,253
Cash inflow (outflow) generated from operations	251,512	441,350
Interest received	6,167	7,999
Interest paid	-13,856	-13,608
Income taxes refund (paid)	-327	-15,217
Net cash flows from (used in) operating activities	243,496	420,524
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	-217,647	-399,666
Proceeds from disposal of property, plant and equipment	5,891	10
Increase in refundable deposits	-7	0
Decrease in refundable deposits	0	1,100
Increase in other non-current assets	-6,191	-3,112
Increase in prepayments for business facilities	-45,230	-23,402
Dividends received	1,165	4,731
Net cash flows from (used in) investing activities	-262,019	-408,588
Cash flows from (used in) financing activities		
Increase in short-term loans	1,076,501	840,911
Decrease in short-term loans	-1,137,572	-698,658
Proceeds from long-term debt	122,000	298,000
Repayments of long-term debt	-286,362	-301,451
Increase in guarantee deposits received	849	4
Payments of lease liabilities	-5,135	-6,242
Cash dividends paid	0	-74,869
Payments to acquire treasury shares	-23,413	0
Other financing activities	64	92
Net cash flows from (used in) financing activities	-253,068	57,787
Effect of exchange rate changes on cash and cash equivalents	-397	-899
Net increase (decrease) in cash and cash equivalents	-271,988	68,824
Cash and cash equivalents at beginning of period	1,704,790	1,219,444
Cash and cash equivalents at end of period	1,432,802	1,288,268
Cash and cash equivalents reported in the statement of financial position	1,432,802	1,288,268