

## Financial Statement – Balance Sheet

Provided by: Unizyx Holding Corporation

Financial year: Yearly

Unit: NT\$ thousand

| Accounting Title  | 2018/06/30 | 2017/12/31 | 2017/06/30 |
|---|------------|------------|------------|
| <b>Balance Sheet</b>  |            |            |            |
| <b>Assets</b>   |            |            |            |
| Current assets  |            |            |            |
| Cash and cash equivalents   | 2,500,891  | 3,181,431  | 3,220,383  |
| Current financial assets at fair value through profit or loss                 | 2,279      | 4,587      | 4,003      |
| Accounts receivable, net  | 4,783,705  | 4,666,541  | 4,294,228  |
| Accounts receivable due from related parties, net                             | 1,854      | 1,063      | 1,312      |
| Other receivables due from related parties                                    | 218,640    | 217,317    | 253,512    |
| Current inventories   | 3,867,316  | 3,233,873  | 3,268,264  |
| Inventories, manufacturing business   | 3,867,316  | 3,233,873  | 3,268,264  |
| Other current assets  | 1,155,932  | 334,071    | 448,520    |
| Other current financial assets  | 711,777    | 27,945     | 41,218     |
| Other current assets, others  | 444,155    | 306,126    | 407,302    |
| Total current assets  | 12,530,617 | 11,638,883 | 11,490,222 |
| Non-current assets  |            |            |            |
| Non-current financial assets at fair value through other comprehensive income | 33,921     | 0          | 0          |
| Non-current financial assets at cost  | 0          | 30,373     | 30,373     |
| Investments accounted for using equity method                                 | 63,062     | 72,825     | 65,465     |
| Property, plant and equipment   | 1,841,335  | 1,930,150  | 1,930,413  |
| Intangible assets   | 119,035    | 135,171    | 106,532    |
| Deferred tax assets   | 468,040    | 434,769    | 338,675    |
| Other non-current assets  | 160,416    | 167,103    | 128,162    |
| Guarantee deposits paid   | 29,279     | 42,483     | 30,905     |
| Net defined benefit asset, non-current  | 67,556     | 65,877     | 49,377     |
| Other non-current financial assets  | 31,917     | 32,537     | 31,747     |
| Other non-current financial assets, others                                    | 31,917     | 32,537     | 31,747     |
| Long-term Lease Prepayments   | 8,078      | 8,145      | 8,117      |
| Other non-current assets, others  | 23,586     | 18,061     | 8,016      |
| Other non-current assets, others  | 23,586     | 18,061     | 8,016      |
| Total non-current assets  | 2,685,809  | 2,770,391  | 2,599,620  |
| Total assets  | 15,216,426 | 14,409,274 | 14,089,842 |
| <b>Liabilities and equity</b>   |            |            |            |
| <b>Liabilities</b>  |            |            |            |
| Current liabilities   |            |            |            |
| Current borrowings  | 1,190,055  | 621,467    | 575,232    |
| Short-term notes and bills payable  | 200,000    | 200,000    | 0          |
| Short-term notes and bills payable  | 200,000    | 200,000    | 0          |
| Current financial liabilities at fair value through profit or loss            | 0          | 2,933      | 23,257     |
| Accounts payable  | 4,599,458  | 3,565,010  | 3,516,892  |
| Accounts payable to related parties   | 5,351      | 840        | 16,515     |
| Accounts payable to related parties   | 5,351      | 840        | 16,515     |
| Other payables  | 405,417    | 574,803    | 452,268    |
| Wages and salaries payable  | 405,417    | 574,803    | 364,032    |
| Dividends payable, non-cash assets distributions                              | 0          | 0          | 88,236     |
| Other payables to related parties   | 4,705      | 0          | 1,785      |
| Current tax liabilities   | 40,645     | 31,694     | 59,827     |
| Current provisions  | 210,043    | 214,791    | 162,796    |
| Other current liabilities   | 758,202    | 989,551    | 968,190    |
| Advance receipts  | 1,646      | 60,784     | 44,692     |
| Other current liabilities, others   | 756,556    | 928,767    | 923,498    |
| Total current liabilities   | 7,413,876  | 6,201,089  | 5,776,762  |
| Non-current liabilities   |            |            |            |
| Deferred tax liabilities  | 223,695    | 221,082    | 214,507    |
| Other non-current liabilities   | 3,841      | 3,736      | 3,171      |
| Net defined benefit liability, non-current                                    | 3,131      | 3,027      | 2,610      |
| Guarantee deposits received   | 710        | 709        | 561        |
| Total non-current liabilities   | 227,536    | 224,818    | 217,678    |
| Total liabilities   | 7,641,412  | 6,425,907  | 5,994,440  |
| <b>Equity</b>   |            |            |            |
| Equity attributable to owners of parent                                       |            |            |            |
| Share capital   |            |            |            |
| Ordinary share  | 4,411,773  | 4,411,773  | 4,411,773  |
| Total capital stock   | 4,411,773  | 4,411,773  | 4,411,773  |
| Capital surplus   |            |            |            |
| Total capital surplus   | 3,721,738  | 3,720,573  | 3,718,694  |
| Retained earnings   |            |            |            |
| Total retained earnings   | -227,606   | 126,249    | 291,437    |
| Other equity interest   |            |            |            |
| Total other equity interest   | -273,164   | -221,386   | -248,679   |
| Treasury shares   | 120,861    | 120,861    | 120,861    |
| Total equity attributable to owners of parent                                 | 7,511,880  | 7,916,348  | 8,052,364  |
| Non-controlling interests   | 63,134     | 67,019     | 43,038     |
| Total equity  | 7,575,014  | 7,983,367  | 8,095,402  |
| Total liabilities and equity  | 15,216,426 | 14,409,274 | 14,089,842 |
| Equivalent issue shares of advance receipts for ordinary share                | 0          | 0          | 0          |
| Number of shares in entity held by entity and by its subsidiaries             | 9,391,262  | 9,391,262  | 9,391,262  |

## Financial Statement – Income Statement

Provided by: Unizyx Holding Corporation  
 Financial year: Yearly  
 Unit: NT\$ thousand

| Accounting Title   | 2018/2nd  | 2017/2nd  | 2018/01/01To2018/06/30 | 2017/01/01To2017/06/30 |
|--|-----------|-----------|------------------------|------------------------|
| <b>Statement of comprehensive income</b>   |           |           |                        |                        |
| Operating revenue  |           |           |                        |                        |
| Total operating revenue  | 4,800,432 | 4,711,449 | 8,766,249              | 9,169,391              |
| Operating costs  |           |           |                        |                        |
| Total operating costs  | 3,956,283 | 3,761,679 | 6,829,599              | 7,242,365              |
| Gross profit (loss) from operations  | 844,149   | 949,770   | 1,936,650              | 1,927,026              |
| Gross profit (loss) from operations  | 844,149   | 949,770   | 1,936,650              | 1,927,026              |
| Operating expenses   |           |           |                        |                        |
| Selling expenses   | 638,930   | 486,767   | 1,098,615              | 978,638                |
| Administrative expenses  | 188,080   | 199,773   | 387,846                | 399,524                |
| Research and development expenses  | 373,081   | 446,437   | 802,609                | 891,653                |
| Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9                     | 19,243    | 0         | 51,805                 | 0                      |
| Total operating expenses   | 1,219,334 | 1,132,977 | 2,340,875              | 2,269,815              |
| Net operating income (loss)  | -375,185  | -183,207  | -404,225               | -342,789               |
| Non-operating income and expenses  |           |           |                        |                        |
| Other income   |           |           |                        |                        |
| Other income, others   | 84,314    | 9,573     | 90,619                 | 14,554                 |
| Total other income   | 84,314    | 9,573     | 90,619                 | 14,554                 |
| Other gains and losses   |           |           |                        |                        |
| Other gains and losses, net  | -9,540    | 58,019    | -43,748                | -89,681                |
| Finance costs  |           |           |                        |                        |
| Interest expense   | 4,336     | 3,381     | 8,039                  | 7,265                  |
| Finance costs, net   | 4,336     | 3,381     | 8,039                  | 7,265                  |
| Share of profit (loss) of associates and joint ventures accounted for using equity method                                  |           |           |                        |                        |
| Share of profit (loss) of associates and joint ventures accounted for using equity method, net                             | -6,678    | -6,286    | -9,763                 | -13,356                |
| Total non-operating income and expenses  | 63,760    | 57,925    | 29,069                 | -95,748                |
| Profit (loss) from continuing operations before tax  | -311,425  | -125,282  | -375,156               | -438,537               |
| Tax expense (income)   |           |           |                        |                        |
| Total tax expense (income)   | -13,993   | -21,300   | 601                    | -43,898                |
| Profit (loss) from continuing operations   | -297,432  | -103,982  | -375,757               | -394,639               |
| Profit (loss)  | -297,432  | -103,982  | -375,757               | -394,639               |
| Other comprehensive income   |           |           |                        |                        |
| Components of other comprehensive income that will not be reclassified to profit or loss                                   |           |           |                        |                        |
| Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income | 0         | 0         | -21,452                | 0                      |
| Components of other comprehensive income that will not be reclassified to profit or loss                                   | 0         | 0         | -21,452                | 0                      |
| Components of other comprehensive income that will be reclassified to profit or loss                                       |           |           |                        |                        |
| Exchange differences on translation  | -45,070   | 104,888   | -13,940                | -58,511                |
| Income tax related to components of other comprehensive income that will be reclassified to profit or loss                 | -8,884    | 17,764    | -2,796                 | -9,899                 |
| Components of other comprehensive income that will be reclassified to profit or loss                                       | -36,186   | 87,124    | -11,144                | -48,612                |
| Total other comprehensive income   | -36,186   | 87,124    | -32,596                | -48,612                |
| Total comprehensive income   | -333,618  | -16,858   | -408,353               | -443,251               |
| Profit (loss), attributable to:  |           |           |                        |                        |
| Profit (loss), attributable to owners of parent  | -297,829  | -104,689  | -372,996               | -392,141               |
| Profit (loss), attributable to non-controlling interests   | 397       | 707       | -2,761                 | -2,498                 |
| Comprehensive income attributable to:  |           |           |                        |                        |
| Comprehensive income, attributable to owners of parent   | -333,367  | -17,959   | -405,633               | -440,473               |
| Comprehensive income, attributable to non-controlling interests  | -251      | 1,101     | -2,720                 | -2,778                 |
| Basic earnings per share   |           |           |                        |                        |
| Total basic earnings per share   | -0.69     | -0.24     | -0.86                  | -0.91                  |
| Diluted earnings per share   |           |           |                        |                        |
| Total diluted earnings per share   | -0.69     | -0.24     | -0.86                  | -0.91                  |

Provided by: Unizyx Holding Corporation  
 Fiscal year: Yearly  
 Unit: NTS thousand

2018/06/30 Statement of Stockholders' Equity  
 Unit: NTS thousand

|  | Ordinary share | Total share capital | Capital surplus | Legal reserve | Special reserve | Unappropriated retained earnings (accumulated deficit) | Total retained earnings | Exchange differences on translation of foreign financial statements | Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income | Total other equity interest | Treasury shares | Total equity attributable to owners of parent | Non-controlling interests | Total equity |
|--|----------------|---------------------|-----------------|---------------|-----------------|--|-------------------------|---|---|-----------------------------|-----------------|---|---------------------------|--------------|
| Equity at beginning of period  | 4,411,773      | 4,411,773           | 3,720,573       | 279,833       | 200,347         | -353,031   | 126,249                 | -221,386  | 0   | -221,386                    | -120,861        | 7,916,348                                     | 67,019                    | 7,983,367    |
| Effects of retrospective application and retrospective restatement                   |                |                     |                 |               |                 | 19,141   | 19,141                  |   |   | -19,141                     |                 | 0   |                           | 0            |
| Equity at beginning of period after adjustments                                      | 4,411,773      | 4,411,773           | 3,720,573       | 279,833       | 200,347         | -334,790   | 145,390                 | -221,386  |   | -19,141                     | -120,861        | 7,916,348                                     | 67,019                    | 7,983,367    |
| Changes in equity of associates and joint ventures accounted for using equity method |                |                     | 1,165           |               |                 |  |                         |   |   |                             |                 | 1,165   | -1,165                    | 0            |
| Profit (loss)  |                |                     |                 |               |                 | -372,996   | -372,996                | 0   |   |                             |                 | -372,996                                      | -2,761                    | -375,757     |
| Other comprehensive income   |                |                     |                 |               |                 | 0  | 0                       | -11,185   |   | -21,452                     |                 | -32,637                                       | 41                        | -32,596      |
| Total comprehensive income   |                |                     |                 |               |                 | -372,996   | -372,996                | -11,185   |   | -21,452                     |                 | -405,633                                      | -2,720                    | -408,353     |
| Increase (decrease) in equity  |                |                     | 1,165           |               |                 | -372,996   | -372,996                | -11,185   |   | -21,452                     |                 | -404,468                                      | -3,895                    | -408,363     |
| Equity at end of period  | 4,411,773      | 4,411,773           | 3,721,738       | 279,833       | 200,347         | -707,786   | -227,606                | -232,571  |   | -40,593                     | -273,164        | 7,511,880                                     | 63,134                    | 7,575,014    |

2017/06/30 Statement of Stockholders' Equity  
 Unit: NTS thousand

|                                  | Ordinary share | Total share capital | Capital surplus | Legal reserve | Special reserve | Unappropriated retained earnings (accumulated deficit) | Total retained earnings | Exchange differences on translation of foreign financial statements | Total other equity interest | Treasury shares | Total equity attributable to owners of parent | Non-controlling interests | Total equity |           |
|----------------------------------|----------------|---------------------|-----------------|---------------|-----------------|--|-------------------------|---|-----------------------------|-----------------|---|---------------------------|--------------|-----------|
| Equity at beginning of period    | 4,411,773      | 4,411,773           | 3,718,694       | 281,553       | 200,347         | 529,281  | 771,814                 | -200,347  |                             | -200,347        | -120,861                                      | 8,581,073                 | 45,816       | 8,626,889 |
| Legal reserve appropriated       |                |                     |                 | 29,280        |                 | -29,280  | 0                       |   |                             |                 |   | 0                         |              | 0         |
| Special reserve appropriated     |                |                     |                 |               | 200,347         | -200,347   | 0                       |   |                             |                 |   | 0                         |              | 0         |
| Cash dividends of ordinary share |                |                     |                 |               |                 | -88,236  | -88,236                 |   |                             |                 |   | -88,236                   |              | -88,236   |
| Profit (loss)                    |                |                     |                 |               |                 | -392,141   | -392,141                |   |                             |                 |   | -392,141                  | -2,498       | -394,639  |
| Other comprehensive income       |                |                     |                 |               |                 | 0  | 0                       | -48,332   |                             | -48,332         |   | -48,332                   | 280          | -48,052   |
| Total comprehensive income       |                |                     |                 |               |                 | -392,141   | -392,141                | -48,332   |                             | -48,332         |   | -440,473                  | -2,778       | -443,251  |
| Increase (decrease) in equity    |                |                     |                 | 28,280        | 200,347         | -709,004   | -480,377                | -48,332   |                             | -48,332         |   | -528,709                  | -2,778       | -531,487  |
| Equity at end of period          | 4,411,773      | 4,411,773           | 3,718,694       | 279,833       | 200,347         | -188,743   | 291,437                 | -248,679  |                             | -248,679        | -120,861                                      | 8,052,364                 | 43,038       | 8,095,402 |

## Financial Statement – Statements of Cash Flows

Provided by: Unizyx Holding Corporation

Financial year: Yearly

Unit: NT\$ thousand

| Accounting Title   | 2018/01/01To2018/06/30 | 2017/01/01To2017/06/30 |
|--|------------------------|------------------------|
| <b>Statement of cash flows</b>   |                        |                        |
| Cash flows from (used in) operating activities, indirect method  |                        |                        |
| Profit (loss) from continuing operations before tax  | -375,156               | -438,537               |
| Profit (loss) before tax   | -375,156               | -438,537               |
| Adjustments  |                        |                        |
| Adjustments to reconcile profit (loss)   |                        |                        |
| Depreciation expense   | 129,871                | 126,269                |
| Amortization expense   | 39,798                 | 22,712                 |
| Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense                             | 51,805                 | 12,716                 |
| Net loss (gain) on financial assets or liabilities at fair value through profit or loss                          | -32,999                | 23,287                 |
| Interest expense   | 8,039                  | 7,265                  |
| Interest income  | -9,589                 | -9,157                 |
| Share of loss (profit) of associates and joint ventures accounted for using equity method                        | 9,763                  | 13,356                 |
| Loss (gain) on disposal of property, plant and equipment   | -33                    | -6,453                 |
| Other adjustments to reconcile profit (loss)   | 162,393                | 309,386                |
| Total adjustments to reconcile profit (loss)   | 359,048                | 499,381                |
| Changes in operating assets and liabilities  |                        |                        |
| Changes in operating assets  |                        |                        |
| Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value | 32,374                 | 1,059                  |
| Decrease (increase) in accounts receivable   | -140,922               | 1,082,826              |
| Decrease (increase) in other receivable due from related parties   | -1,572                 | -253,211               |
| Adjustments for decrease (increase) in inventories   | -766,432               | -28,459                |
| Adjustments for decrease (increase) in other current assets  | -105,962               | -83,704                |
| Total changes in operating assets  | -982,514               | 718,511                |
| Changes in operating liabilities   |                        |                        |
| Increase (decrease) in accounts payable  | 1,038,959              | -8,978                 |
| Increase (decrease) in other payable to related parties  | 4,705                  | -10,719                |
| Adjustments for increase (decrease) in other current liabilities   | -460,967               | -166,214               |
| Increase (decrease) in net defined benefit liability   | -1,575                 | -1,629                 |
| Total changes in operating liabilities   | 581,122                | -187,540               |
| Total changes in operating assets and liabilities  | -401,392               | 530,971                |
| Total adjustments  | -42,344                | 1,030,352              |
| Cash inflow (outflow) generated from operations  | -417,500               | 591,815                |
| Interest received  | 8,326                  | 8,697                  |
| Interest paid  | -7,640                 | -7,359                 |
| Income taxes refund (paid)   | -44,423                | -29,591                |
| Net cash flows from (used in) operating activities   | -461,237               | 563,832                |
| Cash flows from (used in) investing activities   |                        |                        |
| Acquisition of financial assets at fair value through other comprehensive income                                 | -25,000                | 0                      |
| Acquisition of property, plant and equipment   | -38,441                | -93,023                |
| Proceeds from disposal of property, plant and equipment  | 57                     | 6,595                  |
| Increase in refundable deposits  | 0                      | -3,160                 |
| Decrease in refundable deposits  | 13,204                 | 0                      |
| Acquisition of intangible assets   | -9,090                 | -5,885                 |
| Increase in other financial assets   | -689,380               | 0                      |
| Decrease in other financial assets   | 0                      | 30,784                 |
| Increase in other non-current assets   | -19,342                | -7,018                 |
| Net cash flows from (used in) investing activities   | -767,992               | -71,707                |
| Cash flows from (used in) financing activities   |                        |                        |
| Increase in short-term loans   | 582,919                | 25,534                 |
| Decrease in short-term notes and bills payable   | 0                      | -150,000               |
| Decrease in guarantee deposits received  | 0                      | -1,476                 |
| Net cash flows from (used in) financing activities   | 582,919                | -125,942               |
| Effect of exchange rate changes on cash and cash equivalents   | -34,230                | -34,044                |
| Net increase (decrease) in cash and cash equivalents   | -680,540               | 332,139                |
| Cash and cash equivalents at beginning of period   | 3,181,431              | 2,888,244              |
| Cash and cash equivalents at end of period   | 2,500,891              | 3,220,383              |
| Cash and cash equivalents reported in the statement of financial position  | 2,500,891              | 3,220,383              |