

## 3665 2017 2nd IFRS Consolidated Financial Statements Document Preview

Unit: NTS thousand

Accounting Title	2017/06/30	2016/12/31	2016/06/30
<b>Balance Sheet</b>			
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents			
Cash on hand	757	1,675	767
Cash in banks	2,264,579	1,313,888	1,337,151
Cash equivalents	113,896	1,101,976	761,132
Total cash and cash equivalents	2,379,232	2,417,539	2,099,050
Current financial assets at fair value through profit or loss			
Current financial assets held for trading	3,896	2,227	2,038
Total current financial assets at fair value through profit or loss	3,896	2,227	2,038
Current bond investment without active market			
Current investments in debt instrument without active market	171,830	1,194,508	2,041,758
Total Current investments in debt instrument without active market	171,830	1,194,508	2,041,758
Notes receivable, net			
Notes receivable	85,935	3,410	3,827
Notes receivable, net	85,935	3,410	3,827
Accounts receivable, net			
Accounts receivable	3,420,896	2,116,562	1,757,259
Allowance for uncollectible accounts, accounts, installment, and lease payments receivable	19,543	15,159	13,206
Accounts receivable, net	3,401,353	2,101,403	1,744,053
Accounts receivable due from related parties, net			
Accounts receivable due from related parties	0	1,230	1,722
Accounts receivable due from related parties, net	0	1,230	1,722
Other receivables			
Other non-operating receivables, others	96,507	69,643	10,061
Other receivables, net	96,507	69,643	10,061
Current tax assets			
Income tax refund receivable	48,569	19,242	36,508
Total current tax assets	48,569	19,242	36,508
Inventories			
Inventories, manufacturing business			
Finished goods	1,298,818	1,081,809	921,512
Work in progress	231,656	113,900	108,008
Raw materials	854,853	619,128	630,026
Allowance for inventory valuation losses	184,332	140,786	158,888
Inventories, manufacturing business, net	2,200,995	1,674,051	1,500,658
Total inventories	2,200,995	1,674,051	1,500,658
Prepayments			
Total prepayments	189,507	144,985	182,158
Other current assets			
Other current financial assets	37,066	1,438	1,605
Other current assets, others	1,615	0	0
Total other current assets	38,681	1,438	1,605
<b>Total current assets</b>	<b>8,616,505</b>	<b>7,629,676</b>	<b>7,623,438</b>
<b>Non-current assets</b>			
Non-current financial assets at cost			
Non-current financial assets at cost	243,786	152,054	152,173
Non-current financial assets at cost, net	243,786	152,054	152,173
Investments accounted for using equity method			
Investments accounted for using equity method	0	3,209	3,651
Investments accounted for using equity method, net	0	3,209	3,651
Property, plant and equipment			
Land, net			
Land, cost	350,364	409,440	453,294
Land, net	350,364	409,440	453,294
Buildings and structures, net			
Buildings and structures, cost	690,845	757,820	820,990
Accumulated depreciation, buildings and structures	198,659	205,704	208,452
Buildings and structures, net	492,186	552,116	612,538
Machinery and equipment, net			
Machinery and equipment, cost	2,039,864	1,096,549	1,097,495
Accumulated depreciation, machinery and equipment	1,079,091	591,707	557,415
Accumulated impairment, machinery and equipment	20,927	20,927	20,927
Machinery and equipment, net	939,846	483,915	519,153
Transportation equipment, net			
Transportation equipment, cost	19,139	19,598	18,179
Accumulated depreciation, transportation equipment	11,296	10,967	9,402
Transportation equipment, net	7,843	8,631	8,777
Other facilities, net			
Other facilities, cost	474,055	230,725	227,461
Accumulated depreciation, other facilities	265,026	130,428	134,767
Other facilities, net	209,029	100,297	92,694
Total property, plant and equipment	1,999,268	1,554,399	1,686,456
Investment property, net			
Investment property, land	92,286	43,715	0
Investment property, buildings	152,424	108,013	0
Accumulated depreciation, investment property, buildings	35,314	20,772	0
Investment property, net	209,396	130,956	0
Intangible assets			
Trademarks, net			
Trademarks	63	63	63
Accumulated impairment, trademarks	55	52	49
Trademarks, net	8	11	14
Patents, net			
Patents	24,296	25,800	18,558
Accumulated impairment, patents	17,045	17,133	16,043
Patents, net	7,251	8,667	2,515
Computer software, net			
Computer software	226,137	191,844	181,965
Accumulated impairment, computer software	106,513	82,653	73,866
Computer software, net	119,624	109,191	108,099
Goodwill	329,026	0	0
Other intangible assets, net			
Other intangible assets	419,895	0	0
Accumulated impairment, other intangible assets	12,287	0	0
Other intangible assets, net	407,608	0	0
Total intangible assets	863,517	117,869	110,628
Deferred tax assets	128,220	131,648	83,570
Other non-current assets			
Other non-current financial assets			
Other non-current financial assets, others	61,016	76,200	14,602
Total other non-current financial assets	61,016	76,200	14,602
Long-term prepaid rents	38,504	40,673	11,816
Other non-current assets, others			

Other non-current assets, others	147,473	109,748	105,405
Total other non-current assets, others	147,473	109,748	105,405
Total other non-current assets	246,993	226,621	131,823
Total non-current assets	3,691,180	2,316,756	2,168,301
Total assets	12,307,685	9,946,432	9,791,739
Liabilities and equity			
Liabilities			
Current liabilities			
Short-term borrowings			
Bank loan	555,746	64,500	64,500
Total short-term borrowings	555,746	64,500	64,500
Current financial liabilities at fair value through profit or loss			
Current financial liabilities held for trading	0	5,521	5,047
Total current financial liabilities at fair value through profit or loss	0	5,521	5,047
Notes payable			
Notes payable	332,347	10,836	35,078
Total notes payable	332,347	10,836	35,078
Accounts payable			
Accounts payable	2,121,500	1,281,330	1,136,958
Total accounts payable	2,121,500	1,281,330	1,136,958
Other payables			
Wages and salaries payable	486,261	446,810	294,130
Compensation due to directors and supervisors	9,428	10,163	4,591
Business tax payable	28,250	30,949	24,370
Dividends payable	720,715	0	505,005
Other payables, others	552,534	317,256	319,393
Total other payables	1,797,188	805,178	1,147,489
Current tax liabilities	171,217	86,095	115,771
Other current liabilities			
Long-term liabilities, current portion			
Bonds payable, current portion	0	0	5,753
Long-term borrowings, current portion	255,431	31,721	18,505
Total long-term liabilities, current portion	255,431	31,721	24,258
Other current liabilities, others	16,037	17,843	14,175
Total other current liabilities	271,468	49,564	38,433
Total current liabilities	5,249,466	2,303,024	2,543,276
Non-current liabilities			
Bonds payable			
Bonds payable	0	2,007,563	2,541,903
Premium (discount) on bonds payable	0	-148,298	-209,579
Total bonds payable	0	1,859,265	2,332,324
Long-term borrowings			
Long-term bank loans	380,949	373,982	391,070
Total long-term borrowings	380,949	373,982	391,070
Deferred tax liabilities			
Deferred tax liabilities, income tax	65,071	69,639	7,495
Total deferred tax liabilities	65,071	69,639	7,495
Other non-current liabilities			
Net defined benefit liability, non-current	3,914	3,873	2,824
Other non-current liabilities, others	8,248	5,096	2,842
Total other non-current liabilities	12,162	8,969	5,666
Total non-current liabilities	458,182	2,311,855	2,736,555
Total liabilities	5,707,648	4,614,879	5,279,831
Equity			
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,137,881	1,029,593	933,408
Stock dividend to be distributed	0	0	45,910
Total capital stock	1,137,881	1,029,593	979,318
Capital surplus			
Capital surplus, additional paid-in capital			
Capital surplus, additional paid-in capital arising from ordinary share	877,069	877,069	869,346
Capital surplus, additional paid-in capital arising from bond conversion	2,733,729	1,046,669	525,818
Total capital surplus, additional paid-in capital	3,610,798	1,923,738	1,395,164
Capital surplus, employee share options	0	0	3,763
Capital surplus, share options	17,385	123,686	156,470
Capital Surplus, restricted stock	225,750	225,750	0
Capital surplus, others	4,619	4,619	4,619
Total capital surplus	3,858,552	2,277,793	1,560,016
Retained earnings			
Legal reserve	371,593	280,598	280,598
Special reserve	304,631	298,638	298,638
Unappropriated retained earnings (accumulated deficit)			
Accumulated profit and loss	1,160,906	1,068,664	1,069,496
Current profit and loss	493,129	909,945	374,504
Total unappropriated retained earnings (accumulated deficit)	1,654,035	1,978,609	1,444,000
Total retained earnings	2,330,259	2,557,845	2,023,236
Other equity interest			
Exchange differences on translation of foreign financial statements			
Exchange differences on translation of foreign financial statements, subsidiaries accounted for using equity method	-567,827	-304,631	-50,662
Total exchange differences on translation of foreign financial statements	-567,827	-304,631	-50,662
Other equity, others			
Other equity, unearned compensation	-158,828	-229,047	0
Total other equity, others	-158,828	-229,047	0
Total other equity interest	-726,655	-533,678	-50,662
Total equity attributable to owners of parent	6,600,037	5,331,553	4,511,908
Total equity	6,600,037	5,331,553	4,511,908
Total liabilities and equity	12,307,685	9,946,432	9,791,739
Number of share capital awaiting retirement	0	0	0
Equivalent issue shares of advance receipts for ordinary share	0	0	0
Number of shares in entity held by entity and by its subsidiaries	0	0	0

Accounting Title	2017/2nd	2016/2nd	2017/01/01To2017/06/30	2016/01/01To2016/06/30
<b>Statement of comprehensive income</b>				
Operating revenue				
Net sales revenue				
Sales revenue				
Sales revenue	3,659,873	2,279,713	5,999,048	4,328,417
Total sales revenue	3,659,873	2,279,713	5,999,048	4,328,417
Net sales revenue	3,659,873	2,279,713	5,999,048	4,328,417
Total operating revenue	3,659,873	2,279,713	5,999,048	4,328,417
Operating costs				
Cost of sales				
Cost of sales	2,707,753	1,643,619	4,318,755	3,088,551
Total cost of sales	2,707,753	1,643,619	4,318,755	3,088,551
Total operating costs	2,707,753	1,643,619	4,318,755	3,088,551
Gross profit (loss) from operations	952,120	636,094	1,680,293	1,239,866
Gross profit (loss) from operations	952,120	636,094	1,680,293	1,239,866
Operating expenses				
Selling expenses				
Wages and salaries	69,289	46,643	122,554	95,683
Rent expense	3,363	1,156	4,762	2,435

Stationery supplies	239	176	390	408
Traveling Expense	5,168	2,471	7,956	4,497
Freight	29,412	18,617	47,324	38,169
Postage expenses	983	518	1,419	1,039
Repairs and maintenance expense	389	533	470	817
Advertisement expense	791	325	1,746	1,709
Utilities expense	1,038	956	1,711	1,879
Insurance expense	8,283	3,844	13,130	8,124
Entertainment expense	1,140	798	2,077	2,015
Taxes	233	423	438	732
Depreciations	1,315	795	2,231	1,415
Amortizations	6,886	31	6,907	71
Meal expense	865	832	1,519	1,347
Employee benefits/welfare	713	683	1,409	1,486
Commissions expense	13,022	7,327	20,490	15,304
Training expense	63	63	95	92
Import/export (customs) expense	22,134	5,912	28,319	11,540
Other expenses	12,537	18,543	21,403	32,309
Total selling expenses	177,863	110,646	286,350	221,071
Administrative expenses				
Wages and salaries	159,125	133,477	330,297	261,808
Rent expense	8,421	8,190	16,536	15,993
Stationery supplies	1,843	933	3,338	1,768
Traveling expense	5,119	4,452	8,314	7,255
Freight	1,250	1,007	1,948	1,985
Postage expenses	2,306	1,831	3,859	3,522
Repairs and maintenance expense	2,840	4,923	5,869	8,305
Advertisement expense	420	46	953	65
Utilities expense	2,808	2,906	5,368	5,685
Insurance expense	13,297	10,472	25,899	20,687
Entertainment expense	528	614	987	449
Donation expense	0	1,656	200	3,859
Taxes	7,245	4,052	16,647	6,242
Losses on doubtful debts	1,343	0	1,346	135
Depreciations	8,628	10,420	18,367	18,647
Amortizations	5,321	4,749	10,589	9,555
Meal expense	2,126	3,284	4,147	5,488
Employee benefits/welfare	5,913	5,346	11,109	10,115
Training expense	760	421	1,019	722
Network service expense	7,802	2,837	13,310	4,574
Security expense	138	199	264	444
Other expenses	56,288	23,717	97,906	53,760
Total administrative expenses	293,521	225,532	578,272	441,063
Research and development expenses				
Wages and salaries	50,813	26,362	87,342	52,720
Rent expense	1,635	1,465	3,370	3,029
Stationery supplies	145	141	271	235
Traveling expense	1,547	864	2,540	1,682
Freight	40	36	129	83
Postage expenses	145	119	269	237
Repairs and maintenance expense	1,253	787	2,101	1,555
Utilities expense	541	617	903	1,050
Insurance expense	2,192	1,025	4,339	2,132
Entertainment expense	52	54	128	137
Taxes	21	185	49	242
Depreciation and depletion	5,399	4,429	9,822	8,753
Amortizations	677	686	1,204	1,285
Meal expense	874	602	1,678	989
Employee benefits/welfare	1,764	767	2,688	1,546
Contracted research expense	523	94	1,464	727
Training expense	62	63	69	65
Other expenses	24,252	16,668	42,187	29,998
Total research and development expenses	91,935	54,964	160,553	106,465
Total operating expenses	563,319	391,142	1,025,175	768,599
Net operating income (loss)	388,801	244,952	655,118	471,267
Non-operating income and expenses				
Other income				
Interest income				
Interest income from bank deposits	4,241	8,319	12,863	16,315
Total interest income	4,241	8,319	12,863	16,315
Rent income	4,636	0	9,399	0
Other income, others	6,374	2,323	13,371	3,596
Total other income	15,251	10,642	35,633	19,911
Other gains and losses				
Foreign exchange gains	0	60,428	0	39,421
Gains on financial assets (liabilities) at fair value through profit or loss	2,071	0	2,404	0
Miscellaneous disbursements	820	9,791	1,045	10,133
Losses on disposals of property, plant and equipment	2,643	4,428	3,526	5,615
Losses on disposals of investments	1,517	0	1,517	0
Foreign exchange losses	23,473	0	44,959	0
Losses on financial assets (liabilities) at fair value through profit or loss	0	13,225	0	17,814
Impairment loss				
Impairment loss on financial assets	0	12,969	0	12,969
Total impairment loss	0	12,969	0	12,969
Other gains and losses, net	-26,382	20,015	-48,643	-7,110
Finance costs				
Interest expense	10,534	13,893	20,411	21,862
Finance costs, net	10,534	13,893	20,411	21,862
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	0	-71	-43	-81
Total non-operating income and expenses	-21,665	16,693	-33,464	-9,142
Profit (loss) from continuing operations before tax	367,136	261,645	621,654	462,125
Tax expense (income)				
Current tax expense (income)	80,813	53,829	131,008	87,982
Deferred tax expense (income)	-10,391	-1,175	-2,483	-361
Total tax expense (income)	70,422	52,654	128,525	87,621
Profit (loss) from continuing operations	296,714	208,991	493,129	374,504
Profit (loss)	296,714	208,991	493,129	374,504
Other comprehensive income				
Components of other comprehensive income that will not be reclassified to profit or loss				
Other components of other comprehensive income that will not be reclassified to profit or loss	-62,740	-10,330	-446,855	-101,571
Components of other comprehensive income that will not be reclassified to profit or loss	-62,740	-10,330	-446,855	-101,571
Components of other comprehensive income that will be reclassified to profit or loss				
Exchange differences on translation	132,092	-91,459	183,659	-51,437
Components of other comprehensive income that will be reclassified to profit or loss	132,092	-91,459	183,659	-51,437
Other comprehensive income, net	69,352	-101,789	-263,196	-153,008
Total comprehensive income	366,066	107,202	229,933	221,496
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	296,714	208,991	493,129	374,504
Comprehensive income attributable to:				
Comprehensive income, attributable to owners of parent	366,066	107,202	229,933	221,496
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	2.81	2.15	4.74	3.87

Total basic earnings per share	2.81	2.15	4.74	3.87
Diluted earnings per share				
Diluted earnings (loss) per share from continuing operations	2.62	1.89	4.36	3.32
Total diluted earnings per share	2.62	1.89	4.36	3.32

Accounting Title	2017/01/01To2017/06/30	2016/01/01To2016/06/30
<b>Statement of cash flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	621,654	462,125
Profit (loss) before tax	621,654	462,125
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	114,662	98,500
Amortization expense	25,069	11,277
Provision (reversal of provision) for bad debt expense	1,343	0
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	-2,404	17,814
Interest expense	20,411	21,862
Interest income	-12,863	-16,315
Share-based payments	70,219	0
Share of loss (profit) of associates and joint ventures accounted for using equity method	43	81
Loss (gain) on disposal of property, plant and equipment	3,526	5,615
Loss (gain) on disposal of investments accounted for using equity method	1,517	0
Impairment loss on financial assets	0	22,696
Impairment loss on non-financial assets	31,691	24,301
Unrealized foreign exchange loss (gain)	88,360	-12,744
Other adjustments to reconcile profit (loss)	634	158
Total adjustments to reconcile profit (loss)	342,208	173,245
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in financial assets held for trading	-6,324	558
Decrease (increase) in notes receivable	-75,905	9,030
Decrease (increase) in accounts receivable	-268,559	151,979
Decrease (increase) in accounts receivable due from related parties	699	1,044
Decrease (increase) in other receivable	37,729	14,758
Decrease (increase) in inventories	-73,149	31,861
Decrease (increase) in prepayments	-22,936	-47,878
Decrease (increase) in other current assets	-1,608	46
Total changes in operating assets	-410,053	161,398
Changes in operating liabilities		
Increase (decrease) in financial liabilities held for trading	0	-5,955
Increase (decrease) in notes payable	82,216	14,265
Increase (decrease) in accounts payable	48,760	-64,674
Increase (decrease) in other payable	-234,128	21,707
Increase (decrease) in other current liabilities	-8,439	2,285
Increase (decrease) in net defined benefit liability	41	15
Total changes in operating liabilities	-111,550	-32,357
Total changes in operating assets and liabilities	-521,603	129,041
Total adjustments	-179,395	302,286
Cash inflow (outflow) generated from operations	442,259	764,411
Interest received	12,863	16,315
Interest paid	-7,265	-4,991
Income taxes refund (paid)	-100,036	-87,097
Net cash flows from (used in) operating activities	347,821	688,638
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through profit or loss, designated as upon initial recognition	-213,894	0
Proceeds from disposal of financial assets at fair value through profit or loss, designated as upon initial recognition	208,471	0
Acquisition of investments in debt instrument without active market	0	-1,781,163
Proceeds from disposal of investments in debt instrument without active market	973,760	0
Acquisition of financial assets at cost	-100,228	0
Proceeds from disposal of investments accounted for using equity method	1,457	0
Net cash flow from acquisition of subsidiaries	-1,183,567	0
Acquisition of property, plant and equipment	-94,829	-448,561
Proceeds from disposal of property, plant and equipment	3,965	1,640
Increase in refundable deposits	0	-835
Decrease in refundable deposits	1,275	242
Acquisition of intangible assets	-6,681	-12,673
Increase in other financial assets	-23,659	0
Increase in prepayments for business facilities	-74,156	-40,898
Net cash flows from (used in) investing activities	-608,086	-2,282,248
Cash flows from (used in) financing activities		
Increase in short-term loans	204,124	0
Decrease in short-term loans	0	-132,608
Proceeds from issuing bonds	0	2,670,600
Proceeds from long-term debt	0	237,980
Repayments of long-term debt	-8,464	-125,162
Decrease in guarantee deposits received	3,437	-323
Exercise of employee share options	0	1,721
Other financing activities	0	-61,709
Net cash flows from (used in) financing activities	199,097	2,590,499
Effect of exchange rate changes on cash and cash equivalents	-77,139	-91,910
Net increase (decrease) in cash and cash equivalents	-38,307	904,979
Cash and cash equivalents at beginning of period	2,417,539	1,194,071
Cash and cash equivalents at end of period	2,379,232	2,099,050
Cash and cash equivalents reported in the statement of financial position	2,379,232	2,099,050

#### 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	Others	Total other equity interest	Total equity attributable to owners of parent	Total equity
Equity	1,029,593	1,029,593	2,277,793	280,598	298,638	1,978,609	2,557,845	-304,631	-229,047	-533,678	5,331,553	5,331,553
Legal reserve appropriated				90,995		-90,995	0				0	0
Special reserve appropriated					5,993	-5,993	0				0	0
Cash dividends of ordinary share						-720,715	-720,715				-720,715	-720,715
Profit (loss)						493,129	493,129	0		0	493,129	493,129
Other comprehensive income						0	0	-263,196		-263,196	-263,196	-263,196
Total comprehensive income						493,129	493,129	-263,196		-263,196	229,933	229,933
Conversion of convertible bonds	108,288	108,288	1,580,759								1,689,047	1,689,047
Share-based payments									70,219	70,219	70,219	70,219
Total increase (decrease) in equity	108,288	108,288	1,580,759	90,995	5,993	-324,574	-227,586	-263,196	70,219	-192,977	1,268,484	1,268,484
Equity	1,137,881	1,137,881	3,858,552	371,593	304,631	1,654,035	2,330,259	-567,827	-158,828	-726,655	6,600,037	6,600,037

#### 2016/06/30 Statement of Stockholders' Equity

Unit: NTS thousand

	Ordinary share	Stock dividend to be distributed	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	Total equity attributable to owners of parent	Total equity
Equity	918,191	0	918,191	1,165,845	204,603	298,638	1,696,406	2,199,647	102,346	102,346	4,386,029	4,386,029
Legal reserve appropriated					75,995		-75,995	0			0	0
Cash dividends of ordinary share							-505,005	-505,005			-505,005	-505,005
Stock dividends of ordinary share			45,910	45,910			-45,910	-45,910			0	0
Due to recognition of equity component of convertible bonds (preference share) issued				158,954							158,954	158,954
Profit (loss)							374,504	374,504	0	0	374,504	374,504
Other comprehensive income							0	0	-153,008	-153,008	-153,008	-153,008

Total comprehensive income							374,504	374,504	-153,008	-153,008	221,496	221,496
Conversion of convertible bonds	14,792		14,792	233,921							248,713	248,713
Share-based payments	425		425	1,296							1,721	1,721
Total increase (decrease) in equity	15,217	45,910	61,127	394,171	75,995		-252,406	-176,411	-153,008	-153,008	125,879	125,879
Equity	933,408	45,910	979,318	1,560,016	280,598	298,638	1,444,000	2,023,236	-50,662	-50,662	4,511,908	4,511,908