

CALITECH TECHNOLOGY CORPORATION**BALANCE SHEETS****(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)**

Assets		June 30, 2018 (Reviewed)		December 31, 2017 (Audited)		June 30, 2017 (Reviewed)	
		Amount	%	Amount	%	Amount	%
Current assets							
1100	Cash and cash equivalents	\$ 286,272	43	\$ 280,741	47	\$ 291,835	52
1110	Financial assets at fair value through profit or loss - current	25,219	4	-	-	-	-
1125	Available-for-sale financial assets - current	-	-	25,163	4	25,109	5
1150	Notes receivable, net	7	-	214	-	561	-
1170	Accounts receivable, net	107,243	16	68,458	11	54,965	10
1200	Other receivables	1,676	-	2,375	-	1,098	-
130X	Inventories, net	98,363	15	80,700	14	64,827	12
1410	Prepayments	5,308	1	4,538	1	2,198	-
1470	Other current assets	176	-	30	-	20	-
11XX	Total current assets	524,264	79	462,219	77	440,613	79
Non-current assets							
1600	Property, plant and equipment, net	121,673	18	125,034	21	109,179	20
1780	Intangible assets	1,238	-	1,449	-	1,678	-
1840	Deferred income tax assets	9,425	2	8,557	2	7,201	1
1900	Other non-current assets	4,429	1	8	-	181	-
15XX	Total non-current assets	136,765	21	135,048	23	118,239	21
1XXX	Total assets	\$ 661,029	100	\$ 597,267	100	\$ 558,852	100

(Continued)

CALITECH TECHNOLOGY CORPORATION
BALANCE SHEETS
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

		June 30, 2018		December 31, 2017		June 30, 2017	
		(Reviewed)		(Audited)		(Reviewed)	
Liabilities and Equity		Amount	%	Amount	%	Amount	%
Current liabilities							
2130	Contract liabilities - current	\$ 15,481	2	\$ -	-	\$ -	-
2170	Accounts payable	64,244	10	61,395	10	52,331	9
2200	Other payables	62,880	10	32,307	6	47,614	9
2230	Current income tax liabilities	13,885	2	10,385	2	5,120	1
2250	Provisions - current	1,631	-	921	-	527	-
2310	Receipts in advance	-	-	11,259	2	11,111	2
2399	Other current liabilities	1,584	-	812	-	507	-
21XX	Total current liabilities	159,705	24	117,079	20	117,210	21
Non-current liabilities							
2550	Provisions - non-current	2,414	-	2,736	-	2,290	-
2570	Deferred tax liabilities	921	-	-	-	-	-
2600	Other non-current liabilities	3,189	1	3,244	1	2,848	1
25XX	Total non-current liabilities	6,524	1	5,980	1	5,138	1
2XXX	Total liabilities	166,229	25	123,059	21	122,348	22
Equity							
Share capital							
3110	Ordinary shares	316,267	48	316,267	53	316,267	57
Capital surplus							
3200	Capital surplus	56,553	8	56,553	9	56,553	10
Retained earnings							
3310	Legal reserve	19,405	3	13,609	2	13,609	2
3350	Unappropriated retained	102,575	16	87,616	15	49,966	9
Other equity interest							
3400	Other equity interest	-	-	163	-	109	-
3XXX	Total equity	494,800	75	474,208	79	436,504	78
3X2X	Total liabilities and equity	\$ 661,029	100	\$ 597,267	100	\$ 558,852	100

CALITECH TECHNOLOGY CORPORATION
STATEMENTS OF COMPREHENSIVE INCOME
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)
(Reviewed, Not Audited)

		For the Three-Month Periods Ended June 30				For the Six-Month Periods Ended June 30			
		2018		2017		2018		2017	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue	\$ 119,794	100	\$ 91,738	100	\$ 239,691	100	\$ 158,113	100
5000	Operating costs	(72,881)	(61)	(58,165)	(63)	(148,326)	(62)	(104,152)	(66)
5900	Gross profit	46,913	39	33,573	37	91,365	38	53,961	34
	Operating expenses								
6100	Selling expenses	(3,599)	(3)	(3,706)	(4)	(7,059)	(3)	(7,180)	(5)
6200	General and administrative expenses	(7,928)	(6)	(6,980)	(8)	(16,433)	(7)	(12,015)	(8)
6300	Research and development expenses	(2,424)	(2)	(3,265)	(3)	(5,194)	(2)	(5,583)	(3)
6450	Expected credit impairment losses	(80)	-	-	-	(51)	-	-	-
6000	Total operating expenses	(14,031)	(11)	(13,951)	(15)	(28,737)	(12)	(24,778)	(16)
6900	Operating profit	32,882	28	19,622	22	62,628	26	29,183	18
	Non-operating income and expenses								
7010	Other income	868	1	334	-	1,487	1	858	1
7020	Other gains and losses	10,286	8	823	1	5,361	2	(5,812)	(4)
7050	Finance costs	(9)	-	(36)	-	(45)	-	(58)	-
7000	Total non-operating income and expenses	11,145	9	1,121	1	6,803	3	(5,012)	(3)
7900	Profit before income tax	44,027	37	20,743	23	69,431	29	24,171	15
7950	Income tax expense	(10,485)	(9)	(3,670)	(4)	(14,050)	(6)	(4,253)	(2)
8200	Profit for the period	\$ 33,542	28	\$ 17,073	19	\$ 55,381	23	\$ 19,918	13
	Other comprehensive income								
	Items that may be subsequently reclassified to profit or loss								
8362	Unrealized gain on available-for-sale financial assets	\$ -	-	\$ 22	-	\$ -	-	\$ 43	-
8300	Total other comprehensive loss, net of tax	\$ -	-	\$ 22	-	\$ -	-	\$ 43	-
8500	Total comprehensive income for the period	\$ 33,542	28	\$ 17,095	19	\$ 55,381	23	\$ 19,961	13
	Earnings per share								
9750	Basic earnings per share	\$ 1.06		\$ 0.54		\$ 1.75		\$ 0.63	
9850	Diluted earnings per share	\$ 1.06		\$ 0.54		\$ 1.74		\$ 0.63	

CALITECH TECHNOLOGY CORPORATION
CHANGES IN EQUITY
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(Reviewed, Not Audited)

			Retained Earnings		Unrealized Gain		
	Ordinary	Capital	Legal	Unappropriate	on Available-	Treasury	Total
	Shares	Surplus	Reserve	d Retained	For-sale	Stock	
				Earnings	Financial Assets		
For the six-month period ended June 30, 2017							
Balance at January 1, 2017	\$ 316,267	\$ 56,531	\$ 10,284	\$ 58,481	\$ 66	(\$ 5,719)	\$ 435,910
Profit for the period	-	-	-	19,918	-	-	19,918
Other comprehensive income (loss) for the period	-	-	-	-	43	-	43
Total comprehensive income	-	-	-	19,918	43	-	19,961
Distribution of retained earnings of 2016:							
Legal reserve appropriated	-	-	3,325	(3,325)	-	-	-
Cash dividends	-	-	-	(25,108)	-	-	(25,108)
Share-based payment	-	40	-	-	-	-	40
Proceeds from transferring treasury stocks to employees	-	(18)	-	-	-	5,719	5,701
Balance at June 30, 2017	<u>\$ 316,267</u>	<u>\$ 56,553</u>	<u>\$ 13,609</u>	<u>\$ 49,966</u>	<u>\$ 109</u>	<u>\$ -</u>	<u>\$ 436,504</u>
For the six-month period ended June 30, 2018							
Balance at January 1, 2018	\$ 316,267	\$ 56,553	\$ 13,609	\$ 87,616	\$ 163	\$ -	\$ 474,208
Effect on retrospective application and restatement	-	-	-	163	(163)	-	-
Balance after restatement on January 1, 2018	<u>316,267</u>	<u>56,553</u>	<u>13,609</u>	<u>87,779</u>	<u>-</u>	<u>-</u>	<u>474,208</u>
Profit for the period	-	-	-	55,381	-	-	55,381
Total comprehensive income	-	-	-	55,381	-	-	55,381
Distribution of retained earnings of 2017:							
Legal reserve appropriated	-	-	5,796	(5,796)	-	-	-
Cash dividends	-	-	-	(34,789)	-	-	(34,789)
Balance at June 30, 2018	<u>\$ 316,267</u>	<u>\$ 56,553</u>	<u>\$ 19,405</u>	<u>\$ 102,575</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 494,800</u>

CALITECH TECHNOLOGY CORPORATION
STATEMENTS OF CASH FLOWS
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(Reviewed, Not Audited)

	For the Six-Month Periods Ended June 30	
	2018	2017
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before tax for the period	\$ 69,431	\$ 24,171
Adjustments to reconcile profit before tax to net cash		
Income and expenses having no effect on cash flows		
Depreciation	7,196	5,928
Amortisation of intangible assets	211	480
Net gain on financial assets at fair value through profit or loss	(56)	-
Reversal for doubtful accounts	-	(372)
Expected credit impairment losses	51	-
Interest income	(1,323)	(405)
Interest expense	45	58
Gain on disposal of property, plant and equipment	(135)	(196)
Compensation cost of share-based payments	-	40
Changes in assets/ liabilities relating to operating activities		
Net changes in assets relating to operating activities		
Notes receivable	207	(85)
Accounts receivable	(38,836)	17,639
Other receivables	733	14
Inventories	(17,663)	(10,821)
Prepayments	(770)	65
Other current assets	(146)	-
Net changes in liabilities relating to operating activities		
Contract liabilities	4,222	-
Accounts payable	2,849	2,964
Other payables	3,266	2,153
Provisions - current	710	(287)
Receipts in advance	-	5,498
Other current liabilities	772	(166)
Provisions - non-current	(322)	(7)
Other non-current liabilities	(55)	(74)
Cash generated from operations	30,387	46,597
Interest received	1,289	408
Interest paid	(45)	(58)
Income tax paid	(10,497)	(4,931)
Net cash provided by operating activities	21,134	42,016
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Acquisition of property, plant and equipment	(12,751)	(2,648)
Proceeds from disposal of property, plant and equipment	1,569	196
Acquisition of intangible assets	-	(1,235)
Decrease in refundable deposits		500
Increase in refundable deposits	(4,421)	-
Repayment of property, plant and equipment	-	(173)
Net cash used in investing activities	(15,603)	(3,360)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Increase in short-term loans	30,000	50,000
Repayments of short-term loans	(30,000)	(50,000)
Proceeds from transferring treasury stocks to employees	-	5,701
Net cash provided by financing activities	-	5,701
Increase in cash and cash equivalents	5,531	44,357
Cash and cash equivalents at beginning of period	280,741	247,478
Cash and cash equivalents at end of period	\$ 286,272	\$ 291,835