

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

Assets		June 30, 2019 (Reviewed)		December 31, 2018 (Audited)		June 30, 2018 (Reviewed)	
		Amount	%	Amount	%	Amount	%
Current assets							
1100	Cash and cash equivalents	\$ 378,938	51	\$ 336,335	49	\$ 286,272	43
1110	Financial assets at fair value through profit or loss - current	-	-	-	-	25,219	4
1140	Contract assets - current	1,813	-	2,425	-	2,887	-
1150	Notes receivable, net	-	-	-	-	7	-
1170	Accounts receivable, net	77,763	11	87,469	13	104,356	16
1200	Other receivables	976	-	1,446	-	1,676	-
130X	Inventories, net	142,377	19	121,834	18	98,363	15
1410	Prepayments	5,380	1	6,200	1	5,308	1
1470	Other current assets	441	-	99	-	176	-
11XX	Total current assets	607,688	82	555,808	81	524,264	79
Non-current assets							
1600	Property, plant and equipment, net	118,262	16	118,533	17	121,673	18
1755	Right-of-use assets	1,709	-	-	-	-	-
1780	Intangible assets	1,439	-	1,603	-	1,238	-
1840	Deferred income tax assets	10,422	2	9,892	2	9,425	2
1920	Refundable Deposits	10	-	8	-	4,429	1
15XX	Total non-current assets	131,842	18	130,036	19	136,765	21
1XXX	Total assets	\$ 739,530	100	\$ 685,844	100	\$ 661,029	100

(Continued)

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

Liabilities and Equity		June 30, 2019 (Reviewed)		December 31, 2018 (Audited)		June 30, 2018 (Reviewed)	
		Amount	%	Amount	%	Amount	%
Liabilities							
Current liabilities							
2130	Contract liabilities - current	\$ 31,607	4	\$ 4,993	1	\$ 15,481	2
2170	Accounts payable	61,685	8	67,996	10	64,244	10
2200	Other payables	108,674	15	32,487	5	62,880	10
2230	Current income tax liabilities	11,318	2	21,675	3	13,885	2
2250	Provisions - current	2,981	1	3,497	-	1,631	-
2280	Lease liabilities - current	1,211	-	-	-	-	-
2399	Other current liabilities	2,481	-	1,243	-	1,584	-
21XX	Total current liabilities	<u>219,957</u>	<u>30</u>	<u>131,891</u>	<u>19</u>	<u>159,705</u>	<u>24</u>
Non-current liabilities							
2550	Provisions - non-current	1,833	-	1,974	-	2,414	-
2570	Deferred tax liabilities	129	-	49	-	921	-
2580	Lease liabilities - non-current	506	-	-	-	-	-
2600	Other non-current liabilities	3,312	1	3,377	1	3,189	1
25XX	Total non-current liabilities	<u>5,780</u>	<u>1</u>	<u>5,400</u>	<u>1</u>	<u>6,524</u>	<u>1</u>
2XXX	Total liabilities	<u>225,737</u>	<u>31</u>	<u>137,291</u>	<u>20</u>	<u>166,229</u>	<u>25</u>
Equity							
Share capital							
3110	Ordinary shares	316,267	43	316,267	46	316,267	48
Capital surplus							
3200	Capital surplus	56,553	7	56,553	8	56,553	8
Retained earnings							
3310	Legal reserve	30,340	4	19,405	3	19,405	3
3350	Unappropriated retained earnings	110,633	15	156,328	23	102,575	16
3XXX	Total equity	<u>513,793</u>	<u>69</u>	<u>548,553</u>	<u>80</u>	<u>494,800</u>	<u>75</u>
3X2X	Total liabilities and equity	<u>\$ 739,530</u>	<u>100</u>	<u>\$ 685,844</u>	<u>100</u>	<u>\$ 661,029</u>	<u>100</u>

CALITECH TECHNOLOGY CORPORATION
STATEMENTS OF COMPREHENSIVE INCOME
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

		For the Three-Month Periods Ended June 30				For the Six-Month Periods Ended June 30			
		2019		2018		2019		2018	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue	\$ 107,120	100	\$ 119,794	100	\$ 213,700	100	\$ 239,691	100
5000	Operating costs	(70,347)	(66)	(72,881)	(61)	(141,220)	(66)	(148,326)	(62)
5900	Gross profit	36,773	34	46,913	39	72,480	34	91,365	38
	Operating expenses								
6100	Selling expenses	(3,272)	(3)	(3,599)	(3)	(6,805)	(3)	(7,059)	(3)
6200	General and administrative expenses	(8,413)	(8)	(7,928)	(6)	(17,624)	(8)	(16,433)	(7)
6300	Research and development expenses	(2,647)	(2)	(2,424)	(2)	(5,114)	(3)	(5,194)	(2)
6450	Expected credit impairment losses	(13)	-	(80)	-	(28)	-	(51)	-
6000	Total operating expenses	(14,345)	(13)	(14,031)	(11)	(29,571)	(14)	(28,737)	(12)
6900	Operating profit	22,428	21	32,882	28	42,909	20	62,628	26
	Non-operating income and expenses								
7010	Other income	1,383	1	868	1	2,767	1	1,487	1
7020	Other gains and losses	2,369	2	10,286	8	3,410	2	5,361	2
7050	Finance costs	(9)	-	(9)	-	(19)	-	(45)	-
7000	Total non-operating income and expenses	3,743	3	11,145	9	6,158	3	6,803	3
7900	Profit before income tax	26,171	24	44,027	37	49,067	23	69,431	29
7950	Income tax expense	(6,507)	(6)	(10,485)	(9)	(11,086)	(5)	(14,050)	(6)
8200	Profit for the period	\$ 19,664	18	\$ 33,542	28	\$ 37,981	18	\$ 55,381	23
8500	Total comprehensive income (loss) for the period	\$ 19,664	18	\$ 33,542	28	\$ 37,981	18	\$ 55,381	23
	Earnings per share								
9750	Basic earnings per share	\$ 0.62		\$ 1.06		\$ 1.20		\$ 1.75	
9850	Diluted earnings per share	\$ 0.62		\$ 1.06		\$ 1.19		\$ 1.74	

CALITECH TECHNOLOGY CORPORATION
CHANGES IN EQUITY
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

			Retained Earnings		Unrealized Gain on Available- For-sale Financial Assets	
	Ordinary Shares	Capital Surplus	Legal Reserve	Unappropriated Retained Earnings		Total
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	316,267	56,553	13,609	87,779	-	474,208
Profit for the period	-	-	-	55,381	-	55,381
Other comprehensive income (loss) for the period	-	-	-	-	-	-
Total comprehensive income (loss)	-	-	-	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>\$ 494,800</u>
For the six-month period ended June 30, 2019						
Balance at January 1, 2019	\$ 316,267	\$ 56,553	\$ 19,405	\$ 156,328	\$ -	\$ 548,553
Profit for the period	-	-	-	37,981	-	37,981
Other comprehensive income (loss) for the period	-	-	-	-	-	-
Total comprehensive income (loss)	-	-	-	37,981	-	37,981
Distribution of retained earnings of 2018:						
Legal reserve appropriated	-	-	10,935	(10,935)	-	-
Cash dividends	-	-	-	(72,741)	-	(72,741)
Balance at June 30, 2019	<u>\$ 316,267</u>	<u>\$ 56,553</u>	<u>\$ 30,340</u>	<u>\$ 110,633</u>	<u>\$ -</u>	<u>\$ 513,793</u>

CALITECH TECHNOLOGY CORPORATION
STATEMENTS OF CASH FLOWS
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	For the Six-Month Periods Ended June 30	
	2019	2018
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before tax for the period	\$ 49,067	\$ 69,431
Adjustments to reconcile profit before tax to net cash		
Income and expenses having no effect on cash flows		
Depreciation	6,623	7,196
Amortisation	280	211
Net gain on financial assets at fair value through profit or loss	-	(56)
Expected credit impairment losses	28	51
Interest income	(2,588)	(1,323)
Interest expense	19	45
Gain on disposal of property, plant and equipment	(10)	(135)
Changes in assets/ liabilities relating to operating activities		
Net changes in assets relating to operating activities		
Contract assets - current	612	898
Notes receivable	-	207
Accounts receivable	9,678	(39,734)
Other receivables	411	733
Inventories	(20,543)	(17,663)
Prepayments	820	(770)
Other current assets	(342)	(146)
Net changes in liabilities relating to operating activities		
Contract liabilities	26,614	4,222
Accounts payable	(6,311)	2,849
Other payables	916	3,266
Provisions - current	(516)	710
Other current liabilities	1,238	772
Provisions - non-current	(141)	(322)
Other non-current liabilities	(65)	(55)
Cash generated from operations	65,790	30,387
Interest received	2,647	1,289
Interest paid	(19)	(45)
Income tax paid	(21,893)	(10,497)
Net cash provided by operating activities	46,525	21,134
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Acquisition of property, plant and equipment	(3,185)	(12,751)
Proceeds from disposal of property, plant and equipment	10	1,569
Acquisition of intangible assets	(116)	-
Increase in refundable deposits	(2)	(4,421)
Net cash used in investing activities	(3,293)	(15,603)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Increase in short-term loans	-	30,000
Repayments of short-term loans	-	(30,000)
Cash payments for the principal portion of the lease liability	(629)	-
Net cash used in financing activities	(629)	-
Increase in cash and cash equivalents	42,603	5,531
Cash and cash equivalents at beginning of period	336,335	280,741
Cash and cash equivalents at end of period	\$ 378,938	\$ 286,272