

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

<b>Assets</b>		<b>December 31, 2019</b>		<b>December 31, 2018</b>	
		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
<b>Current assets</b>					
1100	Cash and cash equivalents	\$ 340,861	49	\$ 336,335	49
1140	Contract assets - current	1,838	-	2,425	-
1170	Accounts receivable, net	78,125	11	87,469	13
1200	Other receivables	718	-	1,446	-
130X	Inventories, net	137,438	20	121,834	18
1410	Prepayments	6,863	1	6,200	1
1470	Other current assets	2	-	99	-
11XX	<b>Total current assets</b>	<b>565,845</b>	<b>81</b>	<b>555,808</b>	<b>81</b>
<b>Non-current assets</b>					
1600	Property, plant and equipment, net	114,628	17	118,533	17
1755	Right-of-use assets	1,073	-	-	-
1780	Intangible assets	1,832	-	1,603	-
1840	Deferred income tax assets	11,242	2	9,892	2
1920	Refundable Deposits	8	-	8	-
15XX	<b>Total non-current assets</b>	<b>128,783</b>	<b>19</b>	<b>130,036</b>	<b>19</b>
1XXX	<b>Total assets</b>	<b>\$ 694,628</b>	<b>100</b>	<b>\$ 685,844</b>	<b>100</b>

(Continued)

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

<b>Liabilities and Equity</b>		<b>December 31, 2019</b>		<b>December 31, 2018</b>	
		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
<b>Liabilities</b>					
<b>Current liabilities</b>					
2130	Contract liabilities - current	\$ 30,096	4	\$ 4,993	1
2170	Accounts payable	52,804	8	67,996	10
2200	Other payables	33,414	5	32,487	5
2230	Current income tax liabilities	9,832	1	21,675	3
2250	Provisions - current	303	-	1,803	-
2280	Lease liabilities - current	1,030	-	-	-
2399	Other current liabilities	2,988	1	2,937	-
21XX	<b>Total current liabilities</b>	<u>130,467</u>	<u>19</u>	<u>131,891</u>	<u>19</u>
<b>Non-current liabilities</b>					
2550	Provisions - non-current	1,909	-	1,974	-
2570	Deferred tax liabilities	-	-	49	-
2580	Lease liabilities - non-current	53	-	-	-
2600	Other non-current liabilities	3,364	1	3,377	1
25XX	<b>Total non-current liabilities</b>	<u>5,326</u>	<u>1</u>	<u>5,400</u>	<u>1</u>
2XXX	<b>Total liabilities</b>	<u>135,793</u>	<u>20</u>	<u>137,291</u>	<u>20</u>
<b>Equity</b>					
<b>Share capital</b>					
3110	Ordinary shares	316,267	46	316,267	46
<b>Capital surplus</b>					
3200	Capital surplus	56,553	8	56,553	8
<b>Retained earnings</b>					
3310	Legal reserve	30,340	4	19,405	3
3350	Unappropriated retained earnings	155,675	22	156,328	23
3XXX	<b>Total equity</b>	<u>558,835</u>	<u>80</u>	<u>548,553</u>	<u>80</u>
3X2X	<b>Total liabilities and equity</b>	<u><u>\$ 694,628</u></u>	<u><u>100</u></u>	<u><u>\$ 685,844</u></u>	<u><u>100</u></u>

**CALITECH TECHNOLOGY CORPORATION**  
**STATEMENTS OF COMPREHENSIVE INCOME**

(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)

		Years Ended December 31			
		2019		2018	
		Amount	%	Amount	%
4000	<b>Operating revenue</b>	\$ 457,319	100	\$ 470,900	100
5000	<b>Operating costs</b>	( 294,026)	( 64)	( 291,590)	( 62)
5900	<b>Gross profit</b>	163,293	36	179,310	38
	<b>Operating expenses</b>				
6100	Selling expenses	( 13,663)	( 3)	( 13,966)	( 3)
6200	General and administrative expenses	( 35,283)	( 8)	( 31,459)	( 7)
6300	Research and development expenses	( 10,333)	( 2)	( 10,445)	( 2)
6450	Expected credit impairment gains	12	-	59	-
6000	<b>Total operating expenses</b>	( 59,267)	( 13)	( 55,811)	( 12)
6900	<b>Operating profit</b>	104,026	23	123,499	26
	<b>Non-operating income and expenses</b>				
7010	Other income	4,641	1	3,662	1
7020	Other gains and losses	( 3,094)	( 1)	9,839	2
7050	Finance costs	( 67)	-	( 49)	-
7000	<b>Total non-operating income and expenses</b>	1,480	-	13,452	3
7900	<b>Profit before income tax</b>	105,506	23	136,951	29
7950	Income tax expense	( 22,382)	( 5)	( 27,597)	( 6)
8200	<b>Profit for the year</b>	\$ 83,124	18	\$ 109,354	23
	<b>Other comprehensive income (loss)</b>				
	<b>Items that will not be reclassified to profit or loss</b>				
8311	Remeasurements of defined benefit plans	(\$ 126)	-	(\$ 275)	-
8349	Income tax benefit related to items that will not be reclassified subsequently	25	-	55	-
8300	<b>Total other comprehensive income (loss), net of tax</b>	(\$ 101)	-	(\$ 220)	-
8500	<b>Total comprehensive income (loss) for the year</b>	\$ 83,023	18	\$ 109,134	23
	<b>Earnings per share</b>				
9750	<b>Basic earnings per share</b>	\$ 2.63		\$ 3.46	
9850	<b>Diluted earnings per share</b>	\$ 2.61		\$ 3.43	

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

			<b>Retained Earnings</b>		<b>Unrealized Gain on Available- For-sale Financial Assets</b>	
	<b>Ordinary Shares</b>	<b>Capital Surplus</b>	<b>Legal Reserve</b>	<b>Unappropriated Retained Earnings</b>		<b>Total</b>
<b>Years ended December 31, 2018</b>						
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 year	-	-	-	109,354	-	109,354
Other comprehensive income (loss) for the year	-	-	-	(220)	-	(220)
Total comprehensive income (loss)	-	-	-	109,134	-	109,134
<b>Distribution of retained earnings of 2017:</b>						
Legal reserve appropriated	-	-	5,796	(5,796)	-	-
Cash dividends	-	-	-	(34,789)	-	(34,789)
Balance at December 31, 2018	<u>\$ 316,267</u>	<u>\$ 56,553</u>	<u>\$ 19,405</u>	<u>\$ 156,328</u>	<u>\$ -</u>	<u>\$ 548,553</u>
<b>Years ended December 31, 2019</b>						
Balance at January 1, 2019	\$ 316,267	\$ 56,553	\$ 19,405	\$ 156,328	\$ -	\$ 548,553
Profit for the year	-	-	-	83,124	-	83,124
Other comprehensive income (loss) for the year	-	-	-	(101)	-	(101)
Total comprehensive income (loss)	-	-	-	83,023	-	83,023
<b>Distribution of retained earnings of 2018:</b>						
Legal reserve appropriated	-	-	10,935	(10,935)	-	-
Cash dividends	-	-	-	(72,741)	-	(72,741)
Balance at December 31, 2019	<u>\$ 316,267</u>	<u>\$ 56,553</u>	<u>\$ 30,340</u>	<u>\$ 155,675</u>	<u>\$ -</u>	<u>\$ 558,835</u>

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

	<b>Years Ended December 31</b>	
	<b>2019</b>	<b>2018</b>
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>		
Profit before tax for the year	\$ 105,506	\$ 136,951
Adjustments to reconcile profit before tax to net cash		
Income and expenses having no effect on cash flows		
Depreciation	12,864	13,427
Amortisation	570	472
Net gain on financial assets at fair value through profit or loss	-	( 80)
Expected credit impairment gains	( 12)	( 59)
Interest income	( 4,318)	( 3,300)
Interest expense	67	49
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		
Financial assets at fair value through profit or loss	-	25,243
Contract assets - current	587	1,360
Notes receivable	-	214
Accounts receivable	9,356	( 22,737)
Other receivables	504	1,117
Inventories	( 15,604)	( 41,134)
Prepayments	( 663)	( 1,662)
Other current assets	97	( 69)
Net changes in liabilities relating to operating activities		
Contract liabilities	25,103	( 6,266)
Accounts payable	( 15,192)	6,601
Other payables	( 50)	7,793
Provisions - current	( 1,500)	882
Other current liabilities	51	2,125
Provisions - non-current	( 65)	( 762)
Other non-current liabilities	( 139)	( 142)
Cash generated from operations	117,152	119,888
Interest received	4,542	3,112
Interest paid	( 67)	( 49)
Income tax paid	( 35,599)	( 17,538)
Net cash provided by operating activities	86,028	105,413
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>		
Acquisition of property, plant and equipment	( 6,709)	( 15,973)
Proceeds from disposal of property, plant and equipment	10	1,569
Acquisition of intangible assets	( 799)	( 626)
Net cash used in investing activities	( 7,498)	( 15,030)
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>		
Increase in short-term loans	30,000	40,000
Repayments of short-term loans	( 30,000)	( 40,000)
Cash dividends paid	( 72,741)	( 34,789)
Cash payments for the principal portion of the lease liability	( 1,263)	-
Net cash used in financing activities	( 74,004)	( 34,789)
Increase in cash and cash equivalents	4,526	55,594
Cash and cash equivalents at beginning of year	336,335	280,741
Cash and cash equivalents at end of year	\$ 340,861	\$ 336,335