

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

Assets		June 30, 2020 (Reviewed)		December 31, 2019 (Audited)		June 30, 2019 (Reviewed)	
		Amount	%	Amount	%	Amount	%
Current assets							
1100	Cash and cash equivalents	\$ 413,884	40	\$ 340,861	49	\$ 378,938	51
1110	Financial assets at fair value through profit or loss - current	631	-	-	-	-	-
1140	Contract assets - current	3,035	-	1,838	-	1,813	-
1170	Accounts receivable, net	110,422	11	78,125	11	77,763	11
1200	Other receivables	1,940	-	718	-	976	-
130X	Inventories, net	127,939	13	137,438	20	142,377	19
1410	Prepayments	6,739	1	6,863	1	5,380	1
1470	Other current assets	448	-	2	-	441	-
11XX	Total current assets	665,038	65	565,845	81	607,688	82
Non-current assets							
1600	Property, plant and equipment, net	352,320	34	114,628	17	115,697	16
1755	Right-of-use assets	1,444	-	1,073	-	1,709	-
1780	Intangible assets	1,545	-	1,832	-	1,439	-
1840	Deferred income tax assets	9,374	1	11,242	2	10,422	2
1900	Other non-current assets	90	-	8	-	2,575	-
15XX	Total non-current assets	364,773	35	128,783	19	131,842	18
1XXX	Total assets	\$ 1,029,811	100	\$ 694,628	100	\$ 739,530	100

(Continued)

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

Liabilities and Equity		June 30, 2020 (Reviewed)		December 31, 2019 (Audited)		June 30, 2019 (Reviewed)	
		Amount	%	Amount	%	Amount	%
Liabilities							
Current liabilities							
2130	Contract liabilities - current	\$ 13,848	1	\$ 30,096	4	\$ 31,607	4
2170	Accounts payable	80,797	8	52,804	8	61,685	8
2200	Other payables	92,438	9	33,414	5	108,674	15
2230	Current income tax liabilities	15,421	2	9,832	1	11,318	2
2250	Provisions - current	533	-	303	-	1,126	-
2280	Lease liabilities - current	834	-	1,030	-	1,211	-
2399	Other current liabilities	4,442	-	2,988	1	4,336	1
21XX	Total current liabilities	208,313	20	130,467	19	219,957	30
Non-current liabilities							
2530	Corporate bonds payable	92,099	9	-	-	-	-
2550	Provisions - non-current	2,307	-	1,909	-	1,833	-
2570	Deferred tax liabilities	-	-	-	-	129	-
2580	Lease liabilities - non-current	618	-	53	-	506	-
2600	Other non-current liabilities	3,286	1	3,364	1	3,312	1
25XX	Total non-current liabilities	98,310	10	5,326	1	5,780	1
2XXX	Total liabilities	306,623	30	135,793	20	225,737	31
Equity							
Share capital							
3110	Ordinary shares	351,278	34	316,267	46	316,267	43
Capital surplus							
3200	Capital surplus	176,981	17	56,553	8	56,553	7
Retained earnings							
3310	Legal reserve	38,642	4	30,340	4	30,340	4
3350	Unappropriated retained earnings	156,287	15	155,675	22	110,633	15
3XXX	Total equity	723,188	70	558,835	80	513,793	69
3X2X	Total liabilities and equity	\$ 1,029,811	100	\$ 694,628	100	\$ 739,530	100

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			
		2020		2019		2020		2019	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue	\$ 166,366	100	\$ 107,120	100	\$ 303,892	100	\$ 213,700	100
5000	Operating costs	(101,942)	(61)	(70,347)	(66)	(187,353)	(61)	(141,220)	(66)
5900	Gross profit	64,424	39	36,773	34	116,539	39	72,480	34
	Operating expenses								
6100	Selling expenses	(3,239)	(2)	(3,272)	(3)	(6,258)	(2)	(6,805)	(3)
6200	General and administrative expenses	(10,868)	(6)	(8,413)	(8)	(20,503)	(7)	(17,624)	(8)
6300	Research and development expenses	(2,856)	(2)	(2,647)	(2)	(5,487)	(2)	(5,114)	(3)
6450	Expected credit impairment losses	(40)	-	(13)	-	(138)	-	(28)	-
6000	Total operating expenses	(17,003)	(10)	(14,345)	(13)	(32,386)	(11)	(29,571)	(14)
6900	Operating profit	47,421	29	22,428	21	84,153	28	42,909	20
	Non-operating income and expenses								
7100	Interest income	476	-	1,269	1	644	-	2,588	1
7010	Other income	81	-	114	-	182	-	179	-
7020	Other gains and losses	(1,516)	(1)	2,369	2	(1,308)	(1)	3,410	2
7050	Finance costs	(830)	-	(9)	-	(960)	-	(19)	-
7000	Total non-operating income and expenses	(1,789)	(1)	3,743	3	(1,442)	(1)	6,158	3
7900	Profit before income tax	45,632	28	26,171	24	82,711	27	49,067	23
7950	Income tax expense	(9,442)	(6)	(6,507)	(6)	(16,869)	(5)	(11,086)	(5)
8200	Profit for the period	\$ 36,190	22	\$ 19,664	18	\$ 65,842	22	\$ 37,981	18
8500	Total comprehensive income (loss) for the period	\$ 36,190	22	\$ 19,664	18	\$ 65,842	22	\$ 37,981	18
	Earnings per share								
9750	Basic earnings per share	\$ 1.13		\$ 0.62		\$ 2.07		\$ 1.20	
9850	Diluted earnings per share	\$ 1.08		\$ 0.62		\$ 2.00		\$ 1.19	

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

			Retained Earnings		
	Ordinary Shares	Capital Surplus	Legal Reserve	Retained Earnings	Total
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>\$ 513,793</u>
For the six-month period ended June 30, 2020					
Balance at January 1, 2020	\$ 316,267	\$ 56,553	\$ 30,340	\$ 155,675	\$ 558,835
Profit for the period	-	-	-	65,842	65,842
Other comprehensive income (loss) for the period	-	-	-	-	-
Total comprehensive income (loss)	-	-	-	65,842	65,842
Distribution of retained earnings of 2019:					
Legal reserve appropriated	-	-	8,302	(8,302)	-
Cash dividends	-	-	-	(56,928)	(56,928)
Due to recognition of equity component of convertible bonds issued	-	6,000	-	-	6,000
Convertible bonds converted to equity shares	35,011	114,428	-	-	149,439
Balance at June 30, 2020	<u>\$ 351,278</u>	<u>\$ 176,981</u>	<u>\$ 38,642</u>	<u>\$ 156,287</u>	<u>\$ 723,188</u>

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

	For the Six-Month Periods Ended June 30	
	2020	2019
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before tax for the period	\$ 82,711	\$ 49,067
Adjustments to reconcile profit before tax to net cash		
Income and expenses having no effect on cash flows		
Depreciation	5,569	6,623
Amortisation	287	280
Net gain on financial assets (liabilities) at fair value through profit	(1,061)	-
Expected credit impairment losses	138	28
Interest income	(644)	(2,588)
Interest expense	960	19
Gain on disposal of property, plant and equipment	-	(10)
Changes in assets/ liabilities relating to operating activities		
Net changes in assets relating to operating activities		
Contract assets - current	(1,197)	612
Accounts receivable	(32,435)	9,678
Other receivables	(1,242)	411
Inventories	9,499	(20,543)
Prepayments	124	820
Other current assets	(438)	(342)
Net changes in liabilities relating to operating activities		
Contract liabilities	(16,248)	26,614
Accounts payable	27,993	(6,311)
Other payables	2,623	916
Provisions - current	230	(677)
Other current liabilities	1,454	1,399
Provisions - non-current	398	(141)
Other non-current liabilities	(78)	(65)
Cash generated from operations	78,643	65,790
Interest received	662	2,647
Interest paid	(19)	(19)
Income tax paid	(9,412)	(21,893)
Net cash provided by operating activities	69,874	46,525
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Acquisition of property, plant and equipment	(243,246)	(3,185)
Proceeds from disposal of property, plant and equipment	-	10
Acquisition of intangible assets	-	(116)
Increase in refundable deposits	(2)	(2)
Net cash used in investing activities	(243,248)	(3,293)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Increase in short-term loans	10,000	-
Repayments of short-term loans	(10,000)	-
Proceeds from issuing convertible corporate bonds	247,028	-
Cash payments for the principal portion of the lease liability	(631)	(629)
Net cash provided by (used in) financing activities	246,397	(629)
Increase in cash and cash equivalents	73,023	42,603
Cash and cash equivalents at beginning of period	340,861	336,335
Cash and cash equivalents at end of period	\$ 413,884	\$ 378,938