

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

Assets		September 30, 2020 (Reviewed)		December 31, 2019 (Audited)		September 30, 2019 (Reviewed)	
		Amount	%	Amount	%	Amount	%
Current assets							
1100	Cash and cash equivalents	\$ 380,057	39	\$ 340,861	49	\$ 311,443	46
1110	Financial assets at fair value through profit or loss - current	418	-	-	-	-	-
1140	Contract assets - current	4,263	-	1,838	-	1,153	-
1150	Notes receivable, net	-	-	-	-	2	-
1170	Accounts receivable, net	101,089	10	78,125	11	94,019	14
1200	Other receivables	1,330	-	718	-	1,273	-
130X	Inventories, net	127,854	13	137,438	20	137,220	20
1410	Prepayments	4,408	1	6,863	1	4,404	1
1470	Other current assets	95	-	2	-	55	-
11XX	Total current assets	619,514	63	565,845	81	549,569	81
Non-current assets							
1600	Property, plant and equipment, net	351,613	36	114,628	17	116,066	17
1755	Right-of-use assets	1,137	-	1,073	-	1,391	-
1780	Intangible assets	1,445	-	1,832	-	1,744	-
1840	Deferred income tax assets	10,106	1	11,242	2	10,597	2
1900	Other non-current assets	-	-	8	-	8	-
15XX	Total non-current assets	364,301	37	128,783	19	129,806	19
1XXX	Total assets	\$ 983,815	100	\$ 694,628	100	\$ 679,375	100

(Continued)

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

Liabilities and Equity		September 30, 2020 (Reviewed)		December 31, 2019 (Audited)		September 30, 2019 (Reviewed)	
		Amount	%	Amount	%	Amount	%
Liabilities							
Current liabilities							
2130	Contract liabilities - current	\$ 12,761	1	\$ 30,096	4	\$ 30,134	4
2170	Accounts payable	58,800	6	52,804	8	54,123	8
2200	Other payables	39,604	4	33,414	5	27,290	4
2230	Current income tax liabilities	12,421	1	9,832	1	17,285	3
2250	Provisions - current	521	-	303	-	843	-
2280	Lease liabilities - current	610	-	1,030	-	1,120	-
2399	Other current liabilities	7,127	1	2,988	1	6,543	1
21XX	Total current liabilities	131,844	13	130,467	19	137,338	20
Non-current liabilities							
2530	Corporate bonds payable	65,155	7	-	-	-	-
2550	Provisions - non-current	2,467	-	1,909	-	1,788	-
2570	Deferred tax liabilities	-	-	-	-	6	-
2580	Lease liabilities - non-current	535	-	53	-	280	-
2600	Other non-current liabilities	3,241	1	3,364	1	3,267	1
25XX	Total non-current liabilities	71,398	8	5,326	1	5,341	1
2XXX	Total liabilities	203,242	21	135,793	20	142,679	21
Equity							
Share capital							
3110	Ordinary shares	357,699	36	316,267	46	316,267	47
Capital surplus							
3200	Capital surplus	197,891	20	56,553	8	56,553	8
Retained earnings							
3310	Legal reserve	38,642	4	30,340	4	30,340	4
3350	Unappropriated retained earnings	186,341	19	155,675	22	133,536	20
3XXX	Total equity	780,573	79	558,835	80	536,696	79
3X2X	Total liabilities and equity	\$ 983,815	100	\$ 694,628	100	\$ 679,375	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 September 30				For the Nine-Month Periods Ended September 30			
		2020		2019		2020		2019	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue	\$ 135,193	100	\$ 119,676	100	\$ 439,085	100	\$ 333,376	100
5000	Operating costs	(76,374)	(57)	(78,407)	(66)	(263,727)	(60)	(219,627)	(66)
5900	Gross profit	58,819	43	41,269	34	175,358	40	113,749	34
	Operating expenses								
6100	Selling expenses	(3,678)	(3)	(3,333)	(3)	(9,936)	(2)	(10,138)	(3)
6200	General and administrative expenses	(10,309)	(7)	(8,682)	(7)	(30,812)	(7)	(26,306)	(8)
6300	Research and development expenses	(3,682)	(3)	(2,527)	(2)	(9,169)	(2)	(7,641)	(2)
6450	Expected credit impairment gains (losses)	(292)	-	14	-	(430)	-	(14)	-
6000	Total operating expenses	(17,961)	(13)	(14,528)	(12)	(50,347)	(11)	(44,099)	(13)
6900	Operating profit	40,858	30	26,741	22	125,011	29	69,650	21
	Non-operating income and expenses								
7100	Interest income	316	-	956	1	960	-	3,544	1
7010	Other income	96	-	93	-	278	-	272	-
7020	Other gains and losses	(3,422)	(2)	892	1	(4,730)	(1)	4,302	1
7050	Finance costs	(289)	-	(43)	-	(1,249)	-	(62)	-
7000	Total non-operating income and expenses	(3,299)	(2)	1,898	2	(4,741)	(1)	8,056	2
7900	Profit before income tax	37,559	28	28,639	24	120,270	28	77,706	23
7950	Income tax expense	(7,505)	(6)	(5,736)	(5)	(24,374)	(6)	(16,822)	(5)
8200	Profit for the period	\$ 30,054	22	\$ 22,903	19	\$ 95,896	22	\$ 60,884	18
8500	Total comprehensive income (loss) for the period	\$ 30,054	22	\$ 22,903	19	\$ 95,896	22	\$ 60,884	18
	Earnings per share								
9750	Basic earnings per share	\$ 0.84		\$ 0.72		\$ 2.90		\$ 1.93	
9850	Diluted earnings per share	\$ 0.81		\$ 0.72		\$ 2.81		\$ 1.91	

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 nine-month period ended September 30, 2019					
Balance at January 1, 2019	\$ 316,267	\$ 56,553	\$ 19,405	\$ 156,328	\$ 548,553
Profit for the period	-	-	-	60,884	60,884
Other comprehensive income (loss) for the period	-	-	-	-	-
Total comprehensive income (loss)	-	-	-	60,884	60,884
Distribution of retained earnings of 2018:					
Legal reserve appropriated	-	-	10,935	(10,935)	-
Cash dividends	-	-	-	(72,741)	(72,741)
Balance at September 30, 2019	\$ 316,267	\$ 56,553	\$ 30,340	\$ 133,536	\$ 536,696
For the nine-month period ended September 30, 2020					
Balance at January 1, 2020	\$ 316,267	\$ 56,553	\$ 30,340	\$ 155,675	\$ 558,835
Profit for the period	-	-	-	95,896	95,896
Other comprehensive income (loss) for the period	-	-	-	-	-
Total comprehensive income (loss)	-	-	-	95,896	95,896
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	41,432	135,338	-	-	176,770
Balance at September 30, 2020	\$ 357,699	\$ 197,891	\$ 38,642	\$ 186,341	\$ 780,573

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

	For the Nine-Month Periods Ended September 30	
	2020	2019
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before tax for the period	\$ 120,270	\$ 77,706
Adjustments to reconcile profit before tax to net cash		
Income and expenses having no effect on cash flows		
Depreciation	8,253	10,006
Amortisation	432	430
Net gain on financial assets (liabilities) at fair value through profit	(721)	-
Expected credit impairment losses	430	14
Interest income	(960)	(3,544)
Interest expense	1,249	62
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	(2,425)	1,272
Notes receivable	-	(2)
Accounts receivable	(23,394)	(6,564)
Other receivables	(632)	193
Inventories	9,584	(15,386)
Prepayments	2,455	1,796
Other current assets	(85)	44
Net changes in liabilities relating to operating activities		
Contract liabilities	(17,335)	25,141
Accounts payable	5,996	(13,873)
Other payables	5,790	(5,628)
Provisions - current	218	(960)
Other current liabilities	4,139	3,606
Provisions - non-current	558	(186)
Other non-current liabilities	(123)	(110)
Cash generated from operations	113,699	74,007
Interest received	978	3,524
Interest paid	(47)	(62)
Income tax paid	(20,649)	(21,960)
Net cash provided by operating activities	93,981	55,509
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Acquisition of property, plant and equipment	(243,902)	(6,153)
Proceeds from disposal of property, plant and equipment	-	10
Acquisition of intangible assets	(45)	(571)
Net cash used in investing activities	(243,947)	(6,714)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Increase in short-term loans	30,000	30,000
Repayments of short-term loans	(30,000)	(30,000)
Proceeds from issuing convertible corporate bonds	247,028	-
Cash dividends paid	(56,928)	(72,741)
Cash payments for the principal portion of the lease liability	(938)	(946)
Net cash provided by (used in) financing activities	189,162	(73,687)
Increase (Decrease) in cash and cash equivalents	39,196	(24,892)
Cash and cash equivalents at beginning of period	340,861	336,335
Cash and cash equivalents at end of period	\$ 380,057	\$ 311,443