

PAN JIT INTERNATIONAL INC.

2018 2nd IFRS Consolidated Financial Statements

Unit: NT\$ thousand

Accounting Title	2018/6/30	2017/12/31	2017/6/30
Balance Sheet			
Assets			
Current assets			
Cash and cash equivalents	1,686,659	959,271	1,218,199
Current financial assets at fair value through profit or loss	59,556	343	1,855
Current financial assets at amortised cost	36,744	0	0
Notes receivable, net	495,855	915,354	631,014
Accounts receivable, net	3,734,087	3,401,982	3,285,447
Accounts receivable due from related parties, net	32,993	52,545	95,559
Other receivables	166,448	74,214	45,088
Other receivables due from related parties	15,305	81,735	166,599
Current inventories	2,499,404	2,218,268	1,867,980
Prepayments	427,711	447,207	484,899
Other current assets	119,516	92,003	139,229
Total current assets	9,274,278	8,242,922	7,935,869
Non-current assets			
Non-current financial assets at fair value through profit or loss	92,172	0	0
Non-current financial assets at fair value through other comprehensive income	3,032,686	0	0
Non-current available-for-sale financial assets	0	2,090,944	1,568,011
Non-current financial assets at cost	0	503,252	531,668
Investments accounted for using equity method	396,750	440,844	463,507
Property, plant and equipment	6,495,974	6,349,295	7,032,661
Intangible assets	326,293	306,975	609,834
Deferred tax assets	596,282	590,862	748,573
Other non-current assets	1,145,697	1,213,348	975,451
Prepayments for business facilities	239,773	387,592	99,690
Guarantee deposits paid	205,702	197,615	340,437
Non-current prepayments for investments	0	91,300	0
Long-term Lease Prepayments	549,200	535,564	533,599
Other non-current assets, others	151,022	1,277	1,725
Total non-current assets	12,085,854	11,495,520	11,929,705
Total assets	21,360,132	19,738,442	19,865,574
Liabilities and equity			
Liabilities			
Current liabilities			
Current borrowings	2,857,632	1,509,368	1,072,563
Short-term notes and bills payable	864,736	120,000	164,929
Current financial liabilities at fair value through profit or loss	747	0	3,188
Current contract liabilities	134,601	0	0
Notes payable	278,313	565,451	429,975
Accounts payable	1,729,873	1,767,308	1,370,113
Accounts payable to related parties	51,274	3,768	12,825
Other payables	1,205,297	1,296,147	1,521,181
Current tax liabilities	113,415	98,799	83,837
Other current liabilities	42,137	392,135	256,935
Long-term liabilities, current portion	7,394	264,050	66,000
Long-term borrowings, current portion	7,394	264,050	66,000
Current lease obligations payable	13,129	13,028	12,497
Other current liabilities, others	21,614	115,057	178,438
Total current liabilities	7,278,025	5,752,976	4,915,546
Non-current liabilities			
Non-current portion of non-current borrowings	4,465,532	5,694,071	6,015,347
Deferred tax liabilities	148,561	114,708	92,035
Other non-current liabilities	1,111,864	945,018	987,303
Long-term notes and accounts payable	187,298	193,742	196,577
Non-current lease obligations payable	187,298	193,742	196,577
Long-term deferred revenue	378,197	306,924	336,741
Net defined benefit liability, non-current	119,992	168,461	150,936
Other non-current liabilities, others	426,377	275,891	303,049
Total non-current liabilities	5,725,957	6,753,797	7,094,685
Total liabilities	13,003,982	12,506,773	12,010,231

Unit: NT\$ thousand

Accounting Title	2018/6/30	2017/12/31	2017/6/30
Balance Sheet			
Equity			
Equity attributable to owners of parent			
Share capital			
Ordinary share	3,697,944	3,697,944	3,697,944
Total capital stock	3,697,944	3,697,944	3,697,944
Capital surplus			
Total capital surplus	2,356,486	2,202,190	2,202,082
Retained earnings			
Legal reserve	108,104	384,001	384,001
Special reserve	264,359	264,359	264,359
Unappropriated retained earnings (accumulated deficit)	655,870	(275,897)	406,203
Total retained earnings	1,028,333	372,463	1,054,563
Other equity interest			
Total other equity interest	52,027	(272,705)	(350,061)
Total equity attributable to owners of parent	7,134,790	5,999,892	6,604,528
Non-controlling interests	1,221,360	1,231,777	1,250,815
Total equity	8,356,150	7,231,669	7,855,343
Total liabilities and equity	21,360,132	19,738,442	19,865,574
Equivalent issue shares of advance receipts for ordinary share	0	0	0
Number of shares in entity held by entity and by its subsidiaries	0	0	0

PAN JIT INTERNATIONAL INC.
2018 2nd IFRS Consolidated Financial Statements

Unit: NT\$ thousand

Accounting Title	2018/2nd	2017/2nd	2018/01/01 To 2018/06/30	2017/01/01 To 2017/06/30
Statement of comprehensive income				
Operating revenue				
Total operating revenue	2,971,732	2,845,120	5,805,989	5,737,439
Operating costs				
Total operating costs	2,337,854	2,227,893	4,516,591	4,486,678
Gross profit (loss) from operations	633,878	617,227	1,289,398	1,250,761
Gross profit (loss) from operations	633,878	617,227	1,289,398	1,250,761
Operating expenses				
Selling expenses	148,808	130,789	293,619	283,619
Administrative expenses	189,204	188,575	363,436	371,022
Research and development expenses	81,234	86,175	169,666	180,630
Total operating expenses	419,246	405,539	826,721	835,271
Net operating income (loss)	214,632	211,688	462,677	415,490
Non-operating income and expenses				
Other income				
Total other income	51,830	150,695	118,253	302,389
Other gains and losses				
Other gains and losses, net	87,550	10,185	79,371	(54,096)
Finance costs				
Finance costs, net	38,382	32,546	74,458	73,535
Share of profit (loss) of associates and joint ventures accounted for using equity method				
Share of profit (loss) of associates and joint ventures accounted for using equity method, net	(14,971)	(4,131)	(25,957)	(10,323)
Total non-operating income and expenses	86,027	124,203	97,209	164,435
Profit (loss) from continuing operations before tax	300,659	335,891	559,886	579,925
Tax expense (income)				
Total tax expense (income)	44,255	67,085	89,907	105,506
Profit (loss) from continuing operations	256,404	268,806	469,979	474,419
Profit (loss)	256,404	268,806	469,979	474,419
Other comprehensive income				
Components of other comprehensive income that will not be reclassified to profit or loss				
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	264,998	0	470,840	0
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	(186)	0	(11,644)	0
Components of other comprehensive income that will not be reclassified to profit or loss	265,184	0	482,484	0
Components of other comprehensive income that will be reclassified to profit or loss				
Exchange differences on translation	31,312	129,416	63,784	(199,134)
Unrealised gains (losses) on valuation of available-for-sale financial assets	0	(40,029)	0	(26,872)
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	6,715	16,735	5,385	(25,306)
Components of other comprehensive income that will be reclassified to profit or loss	24,597	72,652	58,399	(200,700)
Total other comprehensive income	289,781	72,652	540,883	(200,700)
Total comprehensive income	546,185	341,458	1,010,862	273,719
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	260,675	203,457	482,683	330,016
Profit (loss), attributable to non-controlling interests	(4,271)	65,349	(12,704)	144,403
Comprehensive income attributable to:				
Comprehensive income, attributable to owners of parent	518,671	300,607	983,857	243,928
Comprehensive income, attributable to non-controlling interests	27,514	40,851	27,005	29,791
Basic earnings per share				
Total basic earnings per share	0.71	0.55	1.31	0.89
Diluted earnings per share				
Total diluted earnings per share	0.70	0.55	1.30	0.89

PAN JIT INTERNATIONAL INC.
2018 2nd IFRS Consolidated Financial Statements

Unit: NT\$ thousand

Accounting Title	2018/01/01 To 2018/06/30	2017/01/01 To 2017/06/30
Statement of cash flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	559,886	579,925
Profit (loss) before tax	559,886	579,925
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	450,930	476,494
Amortization expense	11,088	24,141
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	15,514	(10,768)
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(12,373)	1,294
Interest expense	74,458	73,535
Interest income	(3,426)	(4,237)
Dividend income	(12,831)	(8,409)
Share of loss (profit) of associates and joint ventures accounted for using equity method	25,957	10,323
Loss (gain) on disposal of property, plant and equipment	(31,438)	3,053
Loss (gain) on disposal of investments	(4,125)	229
Impairment loss on financial assets	0	9,000
Impairment loss on non-financial assets	238	2,588
Reversal of impairment loss on non-financial assets	(3,838)	(1,089)
Other adjustments to reconcile profit (loss)	8,097	(205,271)
Total adjustments to reconcile profit (loss)	518,251	370,883
Changes in operating assets and liabilities		
Changes in operating assets		
Adjustments for decrease (increase) in financial assets held for trading	0	1,066
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	(46,284)	0
Decrease (increase) in notes receivable	465,871	(242,179)
Decrease (increase) in accounts receivable	(349,907)	197,888
Decrease (increase) in accounts receivable due from related parties	28,413	(108,203)
Decrease (increase) in other receivable	(92,034)	4,616
Decrease (increase) in other receivable due from related parties	66,430	(34,677)
Adjustments for decrease (increase) in inventories	(298,437)	(182,241)
Decrease (increase) in prepayments	53,866	(46,537)
Adjustments for decrease (increase) in other current assets	(27,513)	(38,892)
Total changes in operating assets	(199,595)	(449,159)
Changes in operating liabilities		
Adjustments for increase (decrease) in financial liabilities held for trading	0	(4,465)
Increase (decrease) in contract liabilities	134,601	0
Increase (decrease) in notes payable	(287,138)	125,369
Increase (decrease) in accounts payable	(38,455)	289,493
Increase (decrease) in accounts payable to related parties	45,116	12,825
Increase (decrease) in other payable	(171,727)	224,324
Adjustments for increase (decrease) in other current liabilities	(93,404)	(28,740)
Increase (decrease) in net defined benefit liability	(48,469)	1,281
Total changes in operating liabilities	(459,476)	620,087
Total changes in operating assets and liabilities	(659,071)	170,928
Total adjustments	(140,820)	541,811
Cash inflow (outflow) generated from operations	419,066	1,121,736
Interest received	3,426	4,237
Income taxes refund (paid)	(70,331)	(63,430)
Net cash flows from (used in) operating activities	352,161	1,062,543
Cash flows from (used in) investing activities		
Acquisition of financial assets at amortised cost	(36,744)	0
Proceeds from disposal of investments in debt instrument without active market	0	46,170
Acquisition of financial assets at cost	0	(18,479)
Proceeds from disposal of subsidiaries	160,518	0
Acquisition of property, plant and equipment	(376,933)	(286,117)
Proceeds from disposal of property, plant and equipment	405,130	4,032
Increase in refundable deposits	(8,107)	0
Decrease in refundable deposits	0	64,081
Acquisition of intangible assets	(11,029)	(22,285)
Proceeds from disposal of intangible assets	7,629	56
Net cash inflows from business combination	17,378	0
Increase in other non-current assets	(149,745)	(313)
Increase in prepayments for business facilities	(202,338)	(360,240)

Unit: NT\$ thousand

Accounting Title	2018/01/01 To 2018/06/30	2017/01/01 To 2017/06/30
Statement of cash flows		
Dividends received	12,831	8,409
Net cash flows from (used in) investing activities	(181,410)	(564,686)
Cash flows from (used in) financing activities		
Increase in short-term loans	1,348,264	232,809
Increase in short-term notes and bills payable	744,736	164,929
Repayments of long-term debt	(1,526,726)	(38,003)
Decrease in lease payable	(5,414)	(169,000)
Increase in other non-current liabilities	150,486	30,117
Cash dividends paid	(12,433)	(13,952)
Interest paid	(73,880)	(75,321)
Change in non-controlling interests	0	166,545
Other financing activities	0	(164,628)
Net cash flows from (used in) financing activities	625,033	133,496
Effect of exchange rate changes on cash and cash equivalents	(68,396)	(288,180)
Net increase (decrease) in cash and cash equivalents	727,388	343,173
Cash and cash equivalents at beginning of period	959271	875026
Cash and cash equivalents at end of period	1,686,659	1,218,199
Cash and cash equivalents reported in the statement of financial position	1,686,659	1,218,199

PAN JIT INTERNATIONAL INC.
2018/06/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

	Ordinary share	Total share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Unrealized gains (losses) on available-for-sale financial assets	Others	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity	3,697,944	3,697,944	2,202,190	384,001	264,359	(275,897)	372,463	(453,921)	0	184,923	(3,707)	(272,705)	5,999,892	1,231,777	7,231,669
Effects of retrospective application and retrospective restatement	0	0	0	0	0	181,470	181,470	0	7,149	(184,923)	0	(177,774)	3,696	0	3,696
Equity at beginning of period after adjustments	3,697,944	3,697,944	2,202,190	384,001	264,359	(94,427)	553,933	(453,921)	7,149	0	(3,707)	(450,479)	6,003,588	1,231,777	7,235,365
Legal reserve used to offset accumulated deficits				(275,897)		275,897	0						0		0
Profit (loss)						482,683	482,683						482,683	(12,704)	469,979
Other comprehensive income								46,271	454,903			501,174	501,174	39,709	540,883
Total comprehensive income						482,683	482,683	46,271	454,903	0	0	501,174	983,857	27,005	1,010,862
Changes in ownership interests in subsidiaries			157,515										157,515	(145,295)	12,220
Changes in non-controlling interests			0										0	110,349	110,349
Others			(3,219)			(8,283)	(8,283)				1,332	1,332	(10,170)	(2,476)	(12,646)
Increase (decrease) in equity	0	0	154,296	(275,897)	0	750,297	474,400	46,271	454,903	0	1,332	502,506	1,131,202	(10,417)	1,120,785
Equity	3,697,944	3,697,944	2,356,486	108,104	264,359	655,870	1,028,333	(407,650)	462,052	0	(2,375)	52,027	7,134,790	1,221,360	8,356,150

PAN JIT INTERNATIONAL INC.
2017/06/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

	Ordinary share	Total share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealised gains (losses) on financial assets measured at fair value through other	Unrealized gains (losses) on available-for-sale financial assets	Others	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity	3,697,944	3,697,944	2,348,607	342,511	209,894	414,896	967,301	(388,534)	0	132,056	(7,881)	(264,359)	6,749,493	1,457,659	8,207,152
Legal reserve appropriated				41,490		(41,490)	0						0		0
Special reserve appropriated					54,465	(54,465)	0						0		0
Cash dividends of ordinary share						(221,877)	(221,877)						(221,877)		(221,877)
Cash dividends from capital surplus			(147,918)										(147,918)		(147,918)
Profit (loss)						330,016	330,016						330,016	144,403	474,419
Other comprehensive income								(121,525)		35,437		(86,088)	(86,088)	(114,612)	(200,700)
Total comprehensive income						330,016	330,016	(121,525)		35,437		(86,088)	243,928	29,791	273,719
Changes in ownership interests in subsidiaries						(20,877)	(20,877)						(20,877)	(213,989)	(234,866)
Changes in non-controlling interests														(24,962)	(24,962)
Others			1,393								386	386	1,779	2,316	4,095
Increase (decrease) in equity	0	0	(146,525)	41,490	54,465	(8,693)	87,262	(121,525)	0	35,437	386	(85,702)	(144,965)	(206,844)	(351,809)
Equity	3,697,944	3,697,944	2,202,082	384,001	264,359	406,203	1,054,563	(510,059)	0	167,493	(7,495)	(350,061)	6,604,528	1,250,815	7,855,343