

Financial Statement – Balance Sheet

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2016/06/30	2015/12/31	2015/06/30
Balance Sheet			
Assets			
Current assets			
Cash and cash equivalents			
Total cash and cash equivalents	1,543,750	1,571,964	1,630,416
Current available-for-sale financial assets			
Current available-for-sale financial assets, net	50,060	200,751	0
Current bond investment without active market			
Total Current investments in debt instrument without active market	282,782	2,017	146,515
Notes receivable, net			
Notes receivable, net	89,874	62,982	62,900
Accounts receivable, net			
Accounts receivable, net	1,666,462	1,458,395	1,529,707
Accounts receivable due from related parties, net			
Accounts receivable due from related parties, net	2,401	5,788	1,798
Other receivables			
Other receivables, net	44,407	27,776	47,165
Other receivables due from related parties			
Other receivables due from related parties, net	0	19,695	0
Current tax assets			
Total current tax assets	18,793	17,977	16,387
Inventories			
Total inventories	1,818,718	1,740,931	1,978,701
Prepayments			
Total prepayments	173,610	101,652	158,906
Other current assets			
Total other current assets	5,589	5,435	1,342
Total current assets	5,696,446	5,215,363	5,573,837
Non-current assets			
Property, plant and equipment			
Total property, plant and equipment	1,113,787	1,158,502	1,123,668
Intangible assets			
Total intangible assets	1,114,612	521,443	516,532
Deferred tax assets	83,408	68,090	66,059
Other non-current assets			
Guarantee deposits paid	40,357	38,281	29,032
Non-current prepayments for investments	0	508,865	0
Long-term prepaid rents	64,121	67,500	68,306
Other non-current assets, others			
Total other non-current assets, others	10,658	23,250	54,333
Total other non-current assets	115,136	637,896	151,671
Total non-current assets	2,426,943	2,385,931	1,857,930
Total assets	8,123,389	7,601,294	7,431,767
Liabilities and equity			
Liabilities			
Current liabilities			
Short-term borrowings			
Total short-term borrowings	577,212	1,534,145	885,812
Accounts payable			
Total accounts payable	1,454,930	1,101,512	1,533,619
Accounts payable to related parties			
Total accounts payable to related parties	4,826	1,704	7,685
Other payables			
Total other payables	1,291,403	748,032	1,133,575
Current tax liabilities	72,494	85,362	115,983
Current provisions			
Total current provisions	54,628	52,102	47,035
Other current liabilities			
Other current liabilities, others	126,181	61,082	57,061
Total other current liabilities	126,181	61,082	57,061
Total current liabilities	3,581,674	3,583,939	3,780,770
Non-current liabilities			
Non-current provisions			
Total non-current provisions	34,663	35,146	25,882
Deferred tax liabilities			
Total deferred tax liabilities	2,810	26,559	11,795
Other non-current liabilities			
Total other non-current liabilities	48,372	48,658	43,967
Total non-current liabilities	85,845	110,363	81,644

Total liabilities	3,667,519	3,694,302	3,862,414
Equity			
Equity attributable to owners of parent			
Share capital			
Ordinary share	2,172,804	2,017,589	1,838,025
Stock dividend to be distributed	0	0	165,644
Total capital stock	2,172,804	2,017,589	2,003,669
Capital surplus			
Total capital surplus	1,566,553	714,356	627,191
Retained earnings			
Legal reserve	479,434	418,719	418,719
Unappropriated retained earnings (accumulated deficit)			
Total unappropriated retained earnings (accumulated deficit)	270,983	703,589	456,426
Total retained earnings	750,417	1,122,308	875,145
Other equity interest			
Exchange differences on translation of foreign financial statements			
Total exchange differences on translation of foreign financial statements	13,271	114,602	55,587
Unrealized gains (losses) on available-for-sale financial assets			
Total unrealized gains (losses) on available-for-sale financial assets	60	1,021	0
Other equity, others			
Total other equity, others	-56,887	-71,399	0
Total other equity interest	-43,556	44,224	55,587
Total equity attributable to owners of parent	4,446,218	3,898,477	3,561,592
Non-controlling interests	9,652	8,515	7,761
Total equity	4,455,870	3,906,992	3,569,353
Total liabilities and equity	8,123,389	7,601,294	7,431,767
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

Financial Statement – Income Statement

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2016/2nd	2015/2nd	2016/01/01To2016/06/30	2015/01/01To2015/06/30
Statement of comprehensive income				
Operating revenue				
Total operating revenue	2,347,277	2,393,703	4,410,878	4,577,880
Operating costs				
Total operating costs	1,340,996	1,438,346	2,466,610	2,646,188
Gross profit (loss) from operations	1,006,281	955,357	1,944,268	1,931,692
Gross profit (loss) from operations	1,006,281	955,357	1,944,268	1,931,692
Operating expenses				
Selling expenses				
Total selling expenses	266,909	216,562	532,565	435,044
Administrative expenses				
Total administrative expenses	236,664	204,148	479,894	416,868
Research and development expenses				
Total research and development expenses	383,385	313,664	756,682	589,780
Total operating expenses	886,958	734,374	1,769,141	1,441,692
Net operating income (loss)	119,323	220,983	175,127	490,000
Non-operating income and expenses				
Other income				
Total other income	4,094	11,642	19,295	20,750
Other gains and losses				
Other gains and losses, net	-13,068	-12,694	-8,376	-38,184
Finance costs				
Finance costs, net	3,539	4,220	9,151	9,608
Total non-operating income and expenses	-12,513	-5,272	1,768	-27,042
Profit (loss) from continuing operations before tax	106,810	215,711	176,895	462,958
Tax expense (income)				
Total tax expense (income)	14,174	51,068	27,221	108,057
Profit (loss) from continuing operations	92,636	164,643	149,674	354,901
Profit (loss)	92,636	164,643	149,674	354,901
Other comprehensive income				
Components of other comprehensive income that will be reclassified to profit or loss				
Exchange differences on translation	-51,650	-15,461	-120,798	-78,152
Unrealised gains (losses) on valuation of available-for-sale financial assets	-19	0	-961	0
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-8,928	-2,590	-20,755	-13,227
Components of other comprehensive income that will be reclassified to profit or loss	-42,741	-12,871	-101,004	-64,925
Other comprehensive income, net	-42,741	-12,871	-101,004	-64,925
Total comprehensive income	49,895	151,772	48,670	289,976
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	92,945	164,212	149,825	353,588
Profit (loss), attributable to non-controlling interests	-309	431	-151	1,313
Comprehensive income attributable to:				
Comprehensive income, attributable to owners of parent	49,340	151,567	47,533	289,012
Comprehensive income, attributable to non-controlling interests	555	205	1,137	964
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	0.43	0.82	0.70	1.77
Total basic earnings per share	0.43	0.82	0.70	1.77
Diluted earnings per share				
Diluted earnings (loss) per share from continuing operations	0.43	0.81	0.69	1.75
Total diluted earnings per share	0.43	0.81	0.69	1.75

Financial Statement – Statements of Cash Flows

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2016/01/01To2016/06/30	2015/01/01To2015/06/30
Statement of cash flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	176,895	462,958
Profit (loss) before tax	176,895	462,958
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	95,111	90,416
Amortization expense	48,613	35,690
Provision (reversal of provision) for bad debt expense	1,025	-1,463
Interest expense	9,151	9,608
Interest income	-3,765	-5,395
Share-based payments	53,373	167
Loss (gain) on disposal of property, plan and equipment	731	-1,497
Loss (gain) on disposal of investments	-1,046	-8,946
Loss (gain) on disposal of investments accounted for using equity method	-31,853	0
Impairment loss on financial assets	0	45
Impairment loss on non-financial assets	39,255	34,501
Unrealized foreign exchange loss (gain)	5,718	-9,677
Other adjustments to reconcile profit (loss)	898	910
Total adjustments to reconcile profit (loss)	217,211	144,359
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	-26,892	57,799
Decrease (increase) in accounts receivable	-182,416	-67,510
Decrease (increase) in accounts receivable due from related parties	3,387	376
Decrease (increase) in other receivable	-16,631	19,094
Decrease (increase) in inventories	-107,397	-434,252
Decrease (increase) in prepayments	-51,869	-58,889
Decrease (increase) in other current assets	-154	3,996
Total changes in operating assets	-381,972	-479,386
Changes in operating liabilities		
Increase (decrease) in accounts payable	347,880	511,191
Increase (decrease) in accounts payable to related parties	3,122	3,795
Increase (decrease) in other payable	-60,248	62,051
Increase (decrease) in provisions	2,043	3,645
Increase (decrease) in other current liabilities	-23,152	4,626
Increase (decrease) in net defined benefit liability	-286	-335
Total changes in operating liabilities	269,359	584,973
Total changes in operating assets and liabilities	-112,613	105,587
Total adjustments	104,598	249,946
Cash inflow (outflow) generated from operations	281,493	712,904
Interest received	3,765	5,395
Interest paid	-9,809	-10,265
Income taxes refund (paid)	-59,217	-108,648
Net cash flows from (used in) operating activities	216,232	599,386
Cash flows from (used in) investing activities		
Acquisition of available-for-sale financial assets	-50,000	-47,560
Proceeds from disposal of available-for-sale financial assets	200,776	47,570
Acquisition of investments in debt instrument without active market	-285,221	-147,610
Proceeds from disposal of financial assets at cost	0	24,011
Net cash flow from acquisition of subsidiaries	12,782	0
Acquisition of property, plant and equipment	-76,403	-97,846
Proceeds from disposal of property, plant and equipment	319	5,936
Increase in refundable deposits	-1,276	62
Acquisition of intangible assets	-48,822	-35,751
Increase in prepayments for business facilities	-3,253	-45,479
Net cash flows from (used in) investing activities	-251,098	-296,667
Cash flows from (used in) financing activities		
Increase in short-term loans	399,414	960,536
Decrease in short-term loans	-1,341,592	-702,281
Decrease in short-term notes and bills payable	0	-100,000
Proceeds from issuing shares	960,000	0
Exercise of employee share options	8,551	10,676
Net cash flows from (used in) financing activities	26,373	168,931
Effect of exchange rate changes on cash and cash equivalents	-19,721	-24,419
Net increase (decrease) in cash and cash equivalents	-28,214	447,231
Cash and cash equivalents at beginning of period	1,571,964	1,183,185
Cash and cash equivalents at end of period	1,543,750	1,630,416

Cash and cash equivalents reported in the statement of financial position	1,543,750	1,630,416
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Financial Statement – Statements of Changes in Stockholders' Equity

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

	Ordinary share	Total share capital	Capital surplus	Legal reserve
Equity at beginning of period	2,017,589	2,017,589	714,356	418,719
Effects of retrospective application and retrospective restatement				
Retrospective adjustment of equity attributable to former owner due to reorganization of entities under common control				
Equity at beginning of period after adjustments	2,017,589	2,017,589	714,356	418,719
Legal reserve appropriated				60,715
Special reserve appropriated				
Cash dividends of ordinary share				
Cash dividends of preference share				
Stock dividends of ordinary share				
Stock dividends of preference share				
Legal reserve used to offset accumulated deficits				
Special reserve used to offset accumulated deficits				
Reversal of special reserve				
Due to business combination				
Due to donated assets received				
Due to recognition of equity component of convertible bonds (preference share) issued				
Changes in equity of associates and joint ventures accounted for using equity method				
Capital surplus used to offset accumulated deficits				
Stock dividends from capital surplus				
Cash dividends from capital surplus				
Other changes in capital surplus				
Profit (loss)				
Other comprehensive income				
Total comprehensive income				
Issue of shares	150,000	150,000	810,000	
Capital reduction				
Capital reduction to offset accumulated deficits				
Capital reduction due to spin-off				
Shares issued for pursuant to acquisitions				
Reorganization				
Conversion of convertible bonds				
Conversion of certificates of bonds-to-share				
Conversion of preference share				
Issue of preference share				
Redemption of preference share				
Issue of ordinary share, others				
Purchase of treasury share				
Retirement of treasury share				
Acquisition of company's share by subsidiaries recognized as treasury share				
Disposal of company's share by subsidiaries recognized as treasury share transactions				
Adjustments of capital surplus for company's cash dividends received by subsidiaries				
Disposal of subsidiaries or investments accounted for using equity method				
Difference between consideration and carrying amount of subsidiaries acquired or disposed				
Changes in ownership interests in subsidiaries				
Changes in non-controlling interests				
Share-based payments	5,215	5,215	42,197	
Changes in prepaid preferred stock construction dividends				
Others				
Total increase (decrease) in equity	155,215	155,215	852,197	60,715
Equity at end of period	2,172,804	2,172,804	1,566,553	479,434

	Ordinary share	Stock dividend to be distributed	Total share capital	Capital surplus
Equity at beginning of period	1,834,335		1,834,335	
Equity at beginning of period after adjustments	1,834,335		1,834,335	
Legal reserve appropriated				
Cash dividends of ordinary share				
Stock dividends of ordinary share		165,644	165,644	
Profit (loss)				
Other comprehensive income				
Total comprehensive income				
Share-based payments	3,690		3,690	
Total increase (decrease) in equity	3,690	165,644	169,334	
Equity at end of period	1,838,025	165,644	2,003,669	