

6112 SYSAGE THCHNOLOGY CO., LTD
2019Q2 Consolidated Financial Report

Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2019/6/30	2018/12/31	2018/6/30
	Assets			
	Current assets			
1100	Cash and cash equivalents	486,949	572,181	489,529
1110	Current financial assets at fair value through profit or loss	92,313	100,062	29,168
1170	Accounts receivable, net	2,316,610	1,988,581	1,885,656
130X	Current inventories	3,052,947	2,729,426	3,021,595
1300	Inventories, merchandising business	3,052,947	2,729,426	3,021,595
1410	Prepayments	8,778	66,425	8,231
1470	Other current assets	20,670	25,410	48,558
11XX	Total current assets	5,978,267	5,482,085	5,482,737
	Non-current assets			
1510	Non-current financial assets at fair value through profit or loss	105,342	59,351	64,678
1550	Investments accounted for using equity method	2,624	2,416	2,894
1600	Property, plant and equipment	993,063	865,896	849,467
1755	Right-of-use assets	170,461	0	0
175C	Right-of-use assets, buildings and structures, net	170,461	0	0
1840	Deferred tax assets	48,609	48,807	40,482
1900	Other non-current assets	96,032	103,652	87,101
1930	Long-term notes and accounts receivable	11,185	11,565	0
1931	Long-term notes receivable	11,185	11,565	0
1990	Other non-current assets, others	84,847	92,087	87,101
1995	Other non-current assets, others	84,847	92,087	87,101
15XX	Total non-current assets	1,416,131	1,080,122	1,044,622
1XXX	Total assets	7,394,398	6,562,207	6,527,359
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2100	Current borrowings	1,364,000	1,075,000	1,138,000
2110	Short-term notes and bills payable	80,000	0	80,000
2120	Current financial liabilities at fair value through profit or loss	3,173	1,010	0
2130	Current contract liabilities	872,464	761,509	713,403
2170	Accounts payable	1,506,750	1,557,207	1,602,167
2200	Other payables	496,742	377,479	481,707
2216	Dividends payable, non-cash assets distributions	166,851	0	174,277
2219	Other payables, others	329,891	377,479	307,430
2280	Current lease liabilities	22,901	0	0
2300	Other current liabilities	49,677	35,125	33,591
2310	Advance receipts	32,282	21,434	22,593
2320	Long-term liabilities, current portion	16,365	11,218	9,828
2399	Other current liabilities, others	1,030	2,473	1,170
21XX	Total current liabilities	4,395,707	3,807,330	4,048,868
	Non-current liabilities			
2540	Non-current portion of non-current borrowings	319,065	231,127	236,312
2580	Non-current lease liabilities	148,134	0	0
2600	Other non-current liabilities	8,489	7,303	6,456
25XX	Total non-current liabilities	475,688	238,430	242,768
2XXX	Total liabilities	4,871,395	4,045,760	4,291,636
	Equity			
	Equity attributable to owners of parent			
	Share capital			
3110	Ordinary share	1,112,339	1,112,339	1,011,217
3150	Stock dividend to be distributed	111,234	0	101,122
3100	Total capital stock	1,223,573	1,112,339	1,112,339
	Capital surplus			
3200	Total capital surplus	366,632	422,237	393,561
	Retained earnings			
3310	Legal reserve	290,442	258,636	258,636
3350	Unappropriated retained earnings (accumulated deficit)	390,883	466,791	306,636
3300	Total retained earnings	681,325	725,427	565,272
	Other equity interest			
3400	Total other equity interest	0	0	0

31XX	Total equity attributable to owners of parent	2,271,530	2,260,003	2,071,172
36XX	Non-controlling interests	251,473	256,444	164,551
3XXX	Total equity	2,523,003	2,516,447	2,235,723
3X2X	Total liabilities and equity	7,394,398	6,562,207	6,527,359
3998	Equivalent issue shares of advance receipts for ordinary share	0	0	0
3999	Number of shares in entity held by entity and by its subsidiaries	0	0	0

Unit: NT\$ thousands EPS Unit: NT\$

Statement of Comprehensive Income					
Code	Accounting Title	2019/4/1To6/30	2018/4/1To6/30	2019/1/1To6/30	2018/1/1To6/30
	Operating revenue				
4000	Total operating revenue	3,178,610	2,822,125	6,146,005	5,532,193
	Operating costs				
5000	Total operating costs	2,847,902	2,572,222	5,537,457	5,025,286
5900	Gross profit (loss) from operations	330,708	249,903	608,548	506,907
5950	Gross profit (loss) from operations	330,708	249,903	608,548	506,907
	Operating expenses				
6100	Selling expenses	142,761	102,794	280,390	207,313
6200	Administrative expenses	56,784	46,335	101,177	87,711
6300	Research and development expenses	2,822	2,803	6,578	6,795
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	8,000	(36)	6,600	1,064
6000	Total operating expenses	210,367	151,896	394,745	302,883
6900	Net operating income (loss)	120,341	98,007	213,803	204,024
	Non-operating income and expenses				
	Other income				
7010	Total other income	1,315	1,097	2,061	4,736
	Other gains and losses				
7020	Other gains and losses, net	16,904	4,785	30,613	7,456
	Finance costs				
7050	Finance costs, net	4,883	3,839	8,689	7,123
	Share of profit (loss) of associates and joint ventures accounted for using equity method				
7060	Share of profit (loss) of associates and joint ventures accounted for using equity method, net	(26)	39	208	316
7000	Total non-operating income and expenses	13,310	2,082	24,193	5,385
7900	Profit (loss) from continuing operations before tax	133,651	100,089	237,996	209,409
	Tax expense (income)				
7950	Total tax expense (income)	22,313	19,870	43,006	38,692
8000	Profit (loss) from continuing operations	111,338	80,219	194,990	170,717
8200	Profit (loss)	111,338	80,219	194,990	170,717
8500	Total comprehensive income	111,338	80,219	194,990	170,717
	Profit (loss), attributable to:				
8610	Profit (loss), attributable to owners of parent	102,339	73,560	178,366	157,900
8620	Profit (loss), attributable to non-controlling interests	8,999	6,659	16,624	12,817
	Comprehensive income attributable to:				
8710	Comprehensive income, attributable to owners of parent	102,339	73,560	178,366	157,900
8720	Comprehensive income, attributable to non-controlling interests	8,999	6,659	16,624	12,817
	Basic earnings per share				
9750	Total basic earnings per share	0.84	0.60	1.46	1.29
	Diluted earnings per share				
9850	Total diluted earnings per share	0.83	0.60	1.44	1.28

Unit: NT\$ thousands

Statements of Cash Flows				
Code	Accounting Title	2019/1/1To6/30	2018/1/1To6/30	
	Cash flows from (used in) operating activities, indirect method			
A00010	Profit (loss) from continuing operations before tax		237,996	209,409
A10000	Profit (loss) before tax		237,996	209,409
	Adjustments			
	Adjustments to reconcile profit (loss)			
A20100	Depreciation expense		27,648	12,109
A20200	Amortization expense		1,970	2,310
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense		6,600	1,064
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss		(12,323)	3,665
A20900	Interest expense		8,689	7,123
A21200	Interest income		(556)	(345)
A21300	Dividend income		0	(2,837)
A22300	Share of loss (profit) of associates and joint ventures accounted for using equity method		(208)	(316)
A22500	Loss (gain) on disposal of property, plan and equipment		(4,133)	(170)
A20010	Total adjustments to reconcile profit (loss)		27,687	22,603
	Changes in operating assets and liabilities			

	Changes in operating assets			
A31115	Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value		8,000	(25,155)
A31150	Decrease (increase) in accounts receivable		(335,324)	(86,641)
A31200	Decrease (increase) in inventories		(326,969)	(501,583)
A31240	Decrease (increase) in other current assets		61,969	(19,858)
A31990	Decrease (increase) in other operating assets		(411)	0
A31000	Total changes in operating assets		(592,735)	(633,237)
	Changes in operating liabilities			
A32110	Increase (decrease) in financial liabilities held for trading		0	(3,821)
A32125	Increase (decrease) in contract liabilities		110,955	(99,720)
A32150	Increase (decrease) in accounts payable		(49,866)	280,528
A32180	Increase (decrease) in other payable		(15,156)	(2,219)
A32210	Increase (decrease) in receipts in advance		11,467	1,956
A32230	Increase (decrease) in other current liabilities		(1,418)	78
A32990	Increase (decrease) in other operating liabilities		(1,189)	(215)
A32000	Total changes in operating liabilities		54,793	176,587
A30000	Total changes in operating assets and liabilities		(537,942)	(456,650)
A20000	Total adjustments		(510,255)	(434,047)
A33000	Cash inflow (outflow) generated from operations		(272,259)	(224,638)
A33100	Interest received		565	350
A33200	Dividends received		0	2,837
A33300	Interest paid		(8,367)	(7,226)
	Cash flows from (used in) operating activities, direct method			
AC0500	Income taxes refund (paid)		(73,929)	(48,337)
AAAA	Net cash flows from (used in) operating activities		(353,990)	(277,014)
	Cash flows from (used in) investing activities			
B00010	Acquisition of financial assets at fair value through other comprehensive income		(30,790)	0
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income		199	0
B00030	Proceeds from capital reduction of financial assets at fair value through other comprehensive income		864	0
B02000	Increase in prepayments for investments		0	(990)
B02300	Proceeds from disposal of subsidiaries		(2,585)	0
B02700	Acquisition of property, plant and equipment		(148,373)	(22,162)
B02800	Proceeds from disposal of property, plant and equipment		12,308	170
B03700	Increase in refundable deposits		0	(12,821)
B03800	Decrease in refundable deposits		5,983	0
BBBB	Net cash flows from (used in) investing activities		(162,394)	(35,803)
	Cash flows from (used in) financing activities			
C00100	Increase in short-term loans		289,000	285,000
C00500	Increase in short-term notes and bills payable		80,000	80,000
C01600	Proceeds from long-term debt		99,940	0
C01700	Repayments of long-term debt		(6,855)	(2,900)
C03000	Increase in guarantee deposits received		2,375	0
C04020	Payments of lease liabilities		(11,756)	0
C05800	Change in non-controlling interests		(21,552)	0
CCCC	Net cash flows from (used in) financing activities		431,152	362,100
EEEE	Net increase (decrease) in cash and cash equivalents		(85,232)	49,283
E00100	Cash and cash equivalents at beginning of period		572,181	440,246
E00200	Cash and cash equivalents at end of period		486,949	489,529
E00210	Cash and cash equivalents reported in the statement of financial position		486,949	489,529

Unit: NTS thousands

Statements of Change in Equity													
		3110	3150	3100	3200	3310	3350	3300	3410	3400	31XX	36XX	3XXX
		Ordinary share	Stock dividend to be distributed	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
A1	Equity at beginning of period	1,112,339	0	1,112,339	422,237	258,636	466,791	725,427	0	0	2,260,003	256,444	2,516,447
B1	Legal reserve appropriated					31,806	(31,806)	0			0		0
B5	Cash dividends of ordinary share					0	(166,851)	(166,851)			(166,851)		(166,851)
B9	Stock dividends of ordinary share	0	55,617	55,617	0	0	(55,617)	(55,617)			0		0
C13	Stock dividends from capital surplus	0	55,617	55,617	(55,617)						0		0
D1	Profit (loss)						178,366	178,366			178,366	16,624	194,990
D3	Other comprehensive income						0	0	0	0	0	0	0
D5	Total comprehensive income						178,366	178,366	0	0	178,366	16,624	194,990
O1	Changes in non-controlling interests				12		0	0			12	(21,595)	(21,583)

Y1	Total increase (decrease) in equity	0	111,234	111,234	(55,605)	31,806	(75,908)	(44,102)	0	0	11,527	(4,971)	6,556
Z1	Equity at end of period	1,112,339	111,234	1,223,573	366,632	290,442	390,883	681,325	0	0	2,271,530	251,473	2,523,003

Unit: NT\$ thousands

Last year's Statements of Change in Equity													
		3110	3150	3100	3200	3310	3350	3300	3410	3400	31XX	36XX	3XXX
		Ordinary share	Stock dividend to be distributed	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
A1	Equity at beginning of period	1,011,217	0	1,011,217	444,122	230,297	379,319	609,616	0	0	2,064,955	174,328	2,239,283
B1	Legal reserve appropriated					28,339	(28,339)	0			0		0
B5	Cash dividends of ordinary share					0	(151,683)	(151,683)			(151,683)		(151,683)
B9	Stock dividends of ordinary share	0	50,561	50,561	0	0	(50,561)	(50,561)			0		0
C13	Stock dividends from capital surplus	0	50,561	50,561	(50,561)						0		0
D1	Profit (loss)						157,900	157,900			157,900	12,817	170,717
D3	Other comprehensive income						0	0	0	0	0	0	0
D5	Total comprehensive income						157,900	157,900	0	0	157,900	12,817	170,717
O1	Changes in non-controlling interests				0		0	0			0	(22,594)	(22,594)
Y1	Total increase (decrease) in equity	0	101,122	101,122	(50,561)	28,339	(72,683)	(44,344)	0	0	6,217	(9,777)	(3,560)
Z1	Equity at end of period	1,011,217	101,122	1,112,339	393,561	258,636	306,636	565,272	0	0	2,071,172	164,551	2,235,723