

6112 SYSAGE THCHNOLOGY CO., LTD
2019Q4 Consolidated Financial Report

Unit: NT\$ thousands

Balance Sheet		2019/12/31	2018/12/31
Code	Accounting Title		
	Assets		
	Current assets		
1100	Cash and cash equivalents	695,302	572,181
1110	Current financial assets at fair value through profit or loss	573,013	100,062
1170	Accounts receivable, net	2,134,727	1,988,581
130X	Current inventories	2,990,814	2,729,426
1300	Inventories, merchandising business	2,990,814	2,729,426
1410	Prepayments	32,822	66,425
1470	Other current assets	10,160	25,410
11XX	Total current assets	6,436,838	5,482,085
	Non-current assets		
1510	Non-current financial assets at fair value through profit or loss	104,362	59,351
1550	Investments accounted for using equity method	2,419	2,416
1600	Property, plant and equipment	995,883	865,896
1755	Right-of-use assets	187,188	0
175C	Right-of-use assets, buildings and structures, net	187,188	0
1840	Deferred tax assets	56,706	48,807
1900	Other non-current assets	89,883	103,652
1930	Long-term notes and accounts receivable	4,402	11,565
1931	Long-term notes receivable	4,402	11,565
1990	Other non-current assets, others	85,481	92,087
1995	Other non-current assets, others	85,481	92,087
15XX	Total non-current assets	1,436,441	1,080,122
1XXX	Total assets	7,873,279	6,562,207
	Liabilities and equity		
	Liabilities		
	Current liabilities		
2100	Current borrowings	80,000	1,075,000
2120	Current financial liabilities at fair value through profit or loss	5,199	1,010
2130	Current contract liabilities	774,462	761,509
2170	Accounts payable	1,454,059	1,557,207
2200	Other payables	384,900	377,479
2219	Other payables, others	384,900	377,479
2280	Current lease liabilities	24,008	0
2300	Other current liabilities	61,955	35,125
2310	Advance receipts	44,602	21,434
2320	Long-term liabilities, current portion	16,281	11,218
2399	Other current liabilities, others	1,072	2,473
21XX	Total current liabilities	2,784,583	3,807,330
	Non-current liabilities		
2540	Non-current portion of non-current borrowings	310,900	231,127
2580	Non-current lease liabilities	164,574	0
2600	Other non-current liabilities	6,165	7,303
25XX	Total non-current liabilities	481,639	238,430
2XXX	Total liabilities	3,266,222	4,045,760
	Equity		
	Equity attributable to owners of parent		
	Share capital		
3110	Ordinary share	1,883,573	1,112,339
3100	Total capital stock	1,883,573	1,112,339
	Capital surplus		
3200	Total capital surplus	1,520,908	422,237
	Retained earnings		
3310	Legal reserve	290,442	258,636
3350	Unappropriated retained earnings (accumulated deficit)	591,973	466,791
3300	Total retained earnings	882,415	725,427
	Other equity interest		
3400	Total other equity interest	0	0
31XX	Total equity attributable to owners of parent	4,286,896	2,260,003
36XX	Non-controlling interests	320,161	256,444
3XXX	Total equity	4,607,057	2,516,447

3X2X	Total liabilities and equity	7,873,279	6,562,207
3998	Equivalent issue shares of advance receipts for ordinary share	0	0
3999	Number of shares in entity held by entity and by its subsidiaries	0	0

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

Statement of Comprehensive Income			
Code	Accounting Title	2019/1/1To12/31	2018/1/1To12/31
	Operating revenue		
4000	Total operating revenue	12,306,999	11,186,815
	Operating costs		
5000	Total operating costs	11,056,110	10,092,401
5900	Gross profit (loss) from operations	1,250,889	1,094,414
5950	Gross profit (loss) from operations	1,250,889	1,094,414
	Operating expenses		
6100	Selling expenses	559,653	476,161
6200	Administrative expenses	215,363	177,375
6300	Research and development expenses	11,784	12,460
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	(3,200)	1,164
6000	Total operating expenses	783,600	667,160
6900	Net operating income (loss)	467,289	427,254
	Non-operating income and expenses		
	Other income		
7010	Total other income	12,143	12,184
	Other gains and losses		
7020	Other gains and losses, net	52,428	21,023
	Finance costs		
7050	Finance costs, net	14,399	15,207
	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	3	(162)
7000	Total non-operating income and expenses	50,175	17,838
7900	Profit (loss) from continuing operations before tax	517,464	445,092
	Tax expense (income)		
7950	Total tax expense (income)	102,633	97,979
8000	Profit (loss) from continuing operations	414,831	347,113
8200	Profit (loss)	414,831	347,113
8500	Total comprehensive income	414,831	347,113
	Profit (loss), attributable to:		
8610	Profit (loss), attributable to owners of parent	379,456	318,055
8620	Profit (loss), attributable to non-controlling interests	35,375	29,058
	Comprehensive income attributable to:		
8710	Comprehensive income, attributable to owners of parent	379,456	318,055
8720	Comprehensive income, attributable to non-controlling interests	35,375	29,058
	Basic earnings per share		
9750	Total basic earnings per share	2.58	2.60
	Diluted earnings per share		
9850	Total diluted earnings per share	2.55	2.56

Unit: NT\$ thousands

Statements of Cash Flows			
Code	Accounting Title	2019/1/1To12/31	2018/1/1To12/31
	Cash flows from (used in) operating activities, indirect method		
A00010	Profit (loss) from continuing operations before tax	517,464	445,092
A10000	Profit (loss) before tax	517,464	445,092
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	58,445	26,291
A20200	Amortization expense	3,764	4,742
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	(3,200)	1,164
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(10,411)	10,831
A20900	Interest expense	14,399	15,207
A21200	Interest income	(1,187)	(865)
A21300	Dividend income	(7,462)	(8,347)
A22300	Share of loss (profit) of associates and joint ventures accounted for using equity method	(3)	162
A22500	Loss (gain) on disposal of property, plan and equipment	(4,133)	(265)
A29900	Other adjustments to reconcile profit (loss)	1,329	0
A20010	Total adjustments to reconcile profit (loss)	51,541	48,920
	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	(472,000)	(96,049)

A31150	Decrease (increase) in accounts receivable	(136,857)	(201,894)
A31200	Decrease (increase) in inventories	(276,364)	(219,023)
A31240	Decrease (increase) in other current assets	48,309	(54,994)
A31990	Decrease (increase) in other operating assets	(610)	(815)
A31000	Total changes in operating assets	(837,522)	(572,775)
	Changes in operating liabilities		
A32110	Increase (decrease) in financial liabilities held for trading	0	(2,811)
A32125	Increase (decrease) in contract liabilities	12,953	(51,614)
A32150	Increase (decrease) in accounts payable	(102,557)	235,568
A32180	Increase (decrease) in other payable	24,422	35,273
A32210	Increase (decrease) in receipts in advance	23,787	797
A32230	Increase (decrease) in other current liabilities	(1,376)	1,381
A32990	Increase (decrease) in other operating liabilities	(7,205)	248
A32000	Total changes in operating liabilities	(49,976)	218,842
A30000	Total changes in operating assets and liabilities	(887,498)	(353,933)
A20000	Total adjustments	(835,957)	(305,013)
A33000	Cash inflow (outflow) generated from operations	(318,493)	140,079
A33100	Interest received	1,195	861
A33200	Dividends received	7,462	8,347
A33300	Interest paid	(14,574)	(15,355)
A33500	Income taxes refund (paid)	(125,498)	(83,263)
AAAA	Net cash flows from (used in) operating activities	(449,908)	50,669
	Cash flows from (used in) investing activities		
B00100	Acquisition of financial assets at fair value through profit or loss	(29,532)	(1,839)
B00200	Proceeds from disposal of financial assets at fair value through profit or loss	199	0
B02300	Proceeds from disposal of subsidiaries	(2,585)	0
B02700	Acquisition of property, plant and equipment	(155,838)	(43,164)
B02800	Proceeds from disposal of property, plant and equipment	12,308	265
B03700	Increase in refundable deposits	0	(19,652)
B03800	Decrease in refundable deposits	3,880	0
BBBB	Net cash flows from (used in) investing activities	(171,568)	(64,390)
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	0	222,000
C00200	Decrease in short-term loans	(995,000)	0
C01600	Proceeds from long-term debt	99,940	0
C01700	Repayments of long-term debt	(15,104)	(6,695)
C03000	Increase in guarantee deposits received	4,511	300
C04020	Payments of lease liabilities	(25,560)	0
C04500	Cash dividends paid	(166,851)	(151,683)
C04600	Proceeds from issuing shares	1,815,000	0
C05800	Change in non-controlling interests	27,661	81,734
CCCC	Net cash flows from (used in) financing activities	744,597	145,656
EEEE	Net increase (decrease) in cash and cash equivalents	123,121	131,935
E00100	Cash and cash equivalents at beginning of period	572,181	440,246
E00200	Cash and cash equivalents at end of period	695,302	572,181
E00210	Cash and cash equivalents reported in the statement of financial position	695,302	572,181

Unit: NT\$ thousands

Statements of Change in Equity		3110	3100	3200	3310	3350	3300	3435	3400	31XX	36XX	3XXX
		Ordinary share	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Gains (losses) on effective portion of hedges of net investments in foreign operations	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	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	55,617	55,617	0	0	(55,617)	(55,617)			0		0
C13	Stock dividends from capital surplus	55,617	55,617	(55,617)						0		0
D1	Profit (loss)					379,456	379,456			379,456	35,375	414,831
D3	Other comprehensive income					0	0	0	0	0	0	0
D5	Total comprehensive income					379,456	379,456	0	0	379,456	35,375	414,831
E1	Issue of shares	660,000	660,000	1,155,000		0	0			1,815,000		1,815,000
M3	Disposal of subsidiaries or investments accounted for using equity method			0						0	(31)	(31)
O1	Changes in non-controlling interests			(712)		0	0			(712)	28,373	27,661
Y1	Total increase (decrease) in equity	771,234	771,234	1,098,671	31,806	125,182	156,988	0	0	2,026,893	63,717	2,090,610
Z1	Equity at end of period	1,883,573	1,883,573	1,520,908	290,442	591,973	882,415	0	0	4,286,896	320,161	4,607,057

Unit: NT\$ thousands

Last year's Statements of Change in Equity												
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	3110	3100	3200	3310	3350	3300	3410	3400	31XX	36XX	3XXX
	Ordinary share	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	1,011,217	444,122	230,297	379,319	609,616	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	50,561	50,561	0	(50,561)	(50,561)			0		0
C13	Stock dividends from capital surplus	50,561	50,561	(50,561)					0		0
D1	Profit (loss)				318,055	318,055			318,055	29,058	347,113
D3	Other comprehensive income				0	0	0	0	0	0	0
D5	Total comprehensive income				318,055	318,055	0	0	318,055	29,058	347,113
M7	Changes in ownership interests in subsidiaries			28,676					28,676	75,642	104,318
O1	Changes in non-controlling interests			0	0	0			0	(22,584)	(22,584)
Y1	Total increase (decrease) in equity	101,122	101,122	(21,885)	28,339	87,472	0	0	195,048	82,116	277,164
Z1	Equity at end of period	1,112,339	1,112,339	422,237	258,636	466,791	0	0	2,260,003	256,444	2,516,447