

TAIWAN HOPAX CHEMS.MFG.CO.,LTD.
2019 Consolidated Financial Statements

Unit: NT\$ thousand

Balance Sheet		
Accounting Title	2019/12/31	2018/12/31
Current assets		
Cash and cash equivalents	594,834	512,067
Current financial assets at fair value through profit or loss	513	0
Current financial assets at amortised cost	107,303	8,224
Notes receivable, net	284,691	54,263
Accounts receivable, net	806,862	784,007
Other receivables	9,581	10,281
Current tax assets	6,360	5,400
Current inventories	928,882	964,179
Prepayments	54,714	59,310
Other current assets	42,341	53,152
Total current assets	2,836,081	2,450,883
Non-current assets		
Non-current financial assets at fair value through other comprehensive income	43,574	55,541
Property, plant and equipment	2,522,049	2,276,005
Right-of-use assets	110,712	0
Investment property, net	9,593	9,903
Deferred tax assets	158,459	134,844
Other non-current assets	110,822	288,552
Total non-current assets	2,955,209	2,764,845
Total assets	5,791,290	5,215,728
Current liabilities		
Current borrowings	1,058,787	857,525
Short-term notes and bills payable	124,954	89,942
Current financial liabilities at fair value through profit or loss	0	13
Current contract liabilities	30,890	32,756
Notes payable	177,739	0
Accounts payable	303,740	242,508
Other payables	339,443	254,328
Current tax liabilities	13,031	12,941
Current lease liabilities	1,962	0
Other current liabilities	345,082	152,388
Total current liabilities	2,395,628	1,642,401
Non-current liabilities		
Non-current portion of non-current borrowings	418,938	644,306
Non-current provisions	7,422	6,554
Deferred tax liabilities	93,222	97,829
Non-current lease liabilities	2,863	0
Other non-current liabilities	115,941	100,235

Unit: NT\$ thousand

Balance Sheet		
Total liabilities	3,034,014	2,491,325
Equity attributable to owners of parent		
Share capital		
Ordinary share	1,761,331	1,761,331
Total share capital	1,761,331	1,761,331
Capital surplus		
Total capital surplus	587,435	587,435
Retained earnings		
Legal reserve	266,484	250,160
Special reserve	239,664	201,902
Unappropriated retained earnings (accumulated deficit)	206,628	163,239
Total retained earnings	712,776	615,301
Other equity interest		
Total other equity interest	-304,266	-239,664
Total equity attributable to owners of parent	2,757,276	2,724,403
Total equity	2,757,276	2,724,403
Total liabilities and equity	5,791,290	5,215,728
Equivalent issue shares of advance receipts for ordinary share	0	0
Number of shares in entity held by entity and by its subsidiaries	0	0

Unit: NT\$ thousand

Income Statement		
Accounting Title	2019/4th	2018/4th
Total operating revenue	3,747,684	3,459,556
Total operating costs	2,830,841	2,704,750
Gross profit (loss) from operations	916,843	754,806
Gross profit (loss) from operations	916,843	754,806
Operating expenses		
Selling expenses	313,693	259,518
Administrative expenses	204,219	192,181
Research and development expenses	111,362	94,914
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	-1,804	4,621
Total operating expenses	627,470	551,234
Net operating income (loss)	289,373	203,572
Non-operating income and expenses		
Total other income	25,412	22,947
Other gains and losses, net	-11,180	13,964
Finance costs, net	30,239	25,337
Total non-operating income and expenses	-16,007	11,574
Profit (loss) from continuing operations before tax	273,366	215,146
Total tax expense (income)	59,365	46,132
Profit (loss) from continuing operations	214,001	169,014
Profit (loss)	214,001	169,014
Other comprehensive income		
Gains (losses) on remeasurements of defined benefit plans	-13,946	-14,394
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	-11,749	-79
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-5,459	-6,288
Components of other comprehensive income that will not be reclassified to profit or loss	-20,236	-8,185
Exchange differences on translation	-69,014	-56,205
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-13,802	-20,597
Components of other comprehensive income that will be reclassified to profit or loss	-55,212	-35,608
Other comprehensive income, net	-75,448	-43,793
Total comprehensive income	138,553	125,221
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	214,001	169,014
Comprehensive income, attributable to owners of parent	138,553	125,221
Basic earnings per share		
Basic earnings (loss) per share from continuing operations	1.21	0.96
Total basic earnings per share	1.21	0.96
Diluted earnings per share		
Diluted earnings (loss) per share from continuing operations	1.21	0.96
Total diluted earnings per share	1.21	0.96

2019/12/31 Statement of Stockholders' Equity

Unit: NT\$ thousand

Accounting Title	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	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	1,761,331	1,761,331	587,435	250,160	201,902	163,239	615,301	-237,510	-2,154	-239,664		2,724,403		2,724,403
Legal reserve appropriated	0	0	0	16,324	0	-16,324	0	0	0	0		0		0
Special reserve appropriated	0	0	0	0	37,762	-37,762	0	0	0	0		0		0
Cash dividends of ordinary share	0	0	0	0	0	-105,680	-105,680	0	0	0		-105,680		-105,680
Profit (loss)	0	0	0	0	0	214,001	214,001	0	0	0		214,001		214,001
Other comprehensive income	0	0	0	0	0	-10,846	-10,846	-55,212	-9,390	-64,602		-75,448		-75,448
Total comprehensive income	0	0	0	0	0	203,155	203,155	-55,212	-9,390	-64,602		138,553		138,553
Total increase (decrease) in equity	0	0	0	16,324	37,762	43,389	97,475	-55,212	-9,390	-64,602		32,873		32,873
Equity at end of period	1,761,331	1,761,331	587,435	266,484	239,664	206,628	712,776	-292,722	-11,544	-304,266		2,757,276		2,757,276

2018/12/31 Statement of Stockholders' Equity

Unit: NT\$ thousand

Accounting Title	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	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	1,761,331	1,761,331	654,365	245,656	165,424	45,036	456,116	-201,902	0	-201,902		2,669,910		2,669,910
Effects of retrospective application and r	0	0	0	0	0	1,800	1,800	0	-2,075	-2,075		-275		-275
Equity at beginning of period after adjust	1,761,331	1,761,331	654,365	245,656	165,424	46,836	457,916	-201,902	-2,075	-203,977		2,669,635		2,669,635
Legal reserve appropriated	0	0	0	4,504	0	-4,504	0	0	0	0		0		0
Special reserve appropriated	0	0	0	0	36,478	-36,478	0	0	0	0		0		0
Cash dividends of ordinary share	0	0	0	0	0	-3,523	-3,523	0	0	0		-3,523		-3,523
Cash dividends from capital surplus	0	0	-66,930	0	0	0	0	0	0	0		-66,930		-66,930
Profit (loss)	0	0	0	0	0	169,014	169,014	0	0	0		169,014		169,014
Other comprehensive income	0	0	0	0	0	-8,106	-8,106	-35,608	-79	-35,687		-43,793		-43,793
Total comprehensive income	0	0	0	0	0	160,908	160,908	-35,608	-79	-35,687		125,221		125,221
Total increase (decrease) in equity	0	0	-66,930	4,504	36,478	116,403	157,385	-35,608	-79	-35,687		54,768		54,768
Equity at end of period	1,761,331	1,761,331	587,435	250,160	201,902	163,239	615,301	-237,510	-2,154	-239,664		2,724,403		2,724,403

Unit: NT\$ thousand

Statements of Cash Flows		
Accounting Title	2019/4th	2018/4th
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	273,366	215,146
Profit (loss) before tax	273,366	215,146
Depreciation expense	217,025	216,788
Amortization expense	6,077	7,329
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-1,804	4,621
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	-2,311	2,367
Interest expense	30,239	25,337
Interest income	-8,306	-6,925
Loss (gain) on disposal of property, plan and equipment	4,093	1,883
Impairment loss on non-financial assets	16,683	2,611
Other adjustments to reconcile profit (loss)	868	3,640
Total adjustments to reconcile profit (loss)	262,564	257,651
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	-513	-2,327
Decrease (increase) in notes receivable	-230,428	75,522
Decrease (increase) in accounts receivable	-21,267	-79,412
Decrease (increase) in other receivable	272	-5,414
Decrease (increase) in inventories	19,158	-168,796
Decrease (increase) in prepayments	993	46,948
Decrease (increase) in other current assets	10,811	-15,001
Total changes in operating assets	-220,974	-148,480
Increase (decrease) in financial liabilities held for trading	2,298	-508
Increase (decrease) in contract liabilities	-1,866	12,630
Increase (decrease) in notes payable	156,877	0
Increase (decrease) in accounts payable	61,232	19,142
Increase (decrease) in other payable	27,814	36,208
Increase (decrease) in other current liabilities	512	-3,504
Increase (decrease) in net defined benefit liability	2,108	-26,644
Total changes in operating liabilities	248,975	37,324
Total changes in operating assets and liabilities	28,001	-111,156
Total adjustments	290,565	146,495
Cash inflow (outflow) generated from operations	563,931	361,641
Interest received	8,306	6,925
Interest paid	-30,632	-24,909
Income taxes refund (paid)	-69,196	-48,992
Net cash flows from (used in) operating activities	472,409	294,665
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	0	-54,940
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	646	295
Acquisition of financial assets at amortised cost	-99,079	0
Proceeds from disposal of financial assets at amortised cost	0	386
Acquisition of property, plant and equipment	-343,332	-289,103
Proceeds from disposal of property, plant and equipment	1,889	12,515
Increase in refundable deposits	-127	-830
Acquisition of use-of-right assets	-1,004	0

Unit: NT\$ thousand

Statements of Cash Flows		
Increase in other non-current assets	-18,979	-14,653
Net cash flows from (used in) investing activities	-459,986	-346,330
Cash flows from (used in) financing activities		
Increase in short-term loans	201,262	60,171
Increase in short-term notes and bills payable	35,000	0
Decrease in short-term notes and bills payable	0	-100,000
Proceeds from long-term debt	646,317	640,636
Repayments of long-term debt	-679,503	-520,000
Decrease in guarantee deposits received	-348	-337
Payments of lease liabilities	-3,773	0
Cash dividends paid	-105,680	-70,453
Net cash flows from (used in) financing activities	93,275	10,017
Effect of exchange rate changes on cash and cash equivalents	-22,931	-33,882
Net increase (decrease) in cash and cash equivalents	82,767	-75,530
Cash and cash equivalents at beginning of period	512,067	587,597
Cash and cash equivalents at end of period	594,834	512,067
Cash and cash equivalents reported in the statement of financial position	594,834	512,067