

TAIWAN HOPAX CHEMS.MFG.CO.,LTD.
2020 Consolidated Financial Statements

Unit: NT\$ thousand

Balance Sheet		
Accounting Title	2020/12/31	2019/12/31
Current assets		
Cash and cash equivalents	485,155	594,834
Current financial assets at fair value through profit or loss	608	513
Current financial assets at amortised cost	71,791	107,303
Notes receivable, net	294,420	284,691
Accounts receivable, net	729,848	806,862
Other receivables	14,264	9,581
Current tax assets	7,609	6,360
Current inventories	998,451	928,882
Prepayments	48,151	54,714
Other current assets	30,165	42,341
Total current assets	2,680,462	2,836,081
Non-current assets		
Non-current financial assets at fair value through other comprehensive income	76,053	43,574
Property, plant and equipment	2,595,514	2,522,049
Right-of-use assets	112,407	110,712
Investment property, net	9,284	9,593
Deferred tax assets	158,841	158,459
Other non-current assets	129,654	110,822
Total non-current assets	3,081,753	2,955,209
Total assets	5,762,215	5,791,290
Current liabilities		
Current borrowings	913,334	1,058,787
Short-term notes and bills payable	134,930	124,954
Current contract liabilities	48,994	30,890
Notes payable	139,758	177,739
Accounts payable	290,718	303,740
Other payables	314,160	339,443
Current tax liabilities	52,228	13,031
Current lease liabilities	3,191	1,962
Other current liabilities	285,922	345,082
Total current liabilities	2,183,235	2,395,628
Non-current liabilities		
Non-current portion of non-current borrowings	481,096	418,938
Non-current provisions	8,270	7,422
Deferred tax liabilities	96,276	93,222
Non-current lease liabilities	4,358	2,863
Other non-current liabilities	109,064	115,941
Total non-current liabilities	699,064	638,386

Unit: NT\$ thousand

Balance Sheet		
Equity attributable to owners of parent		
Share capital		
Ordinary share	1,732,041	1,761,331
Total Share Capital	1,732,041	1,761,331
Capital surplus		
Total capital surplus	574,956	587,435
Retained earnings		
Legal reserve	287,147	266,484
Special reserve	304,265	239,664
Unappropriated retained earnings (accumulated deficit)	276,363	206,628
Total retained earnings	867,775	712,776
Other equity interest		
Total other equity interest	-294,856	-304,266
Treasury shares	0	0
Total equity attributable to owners of parent	2,879,916	2,757,276
Total equity	2,879,916	2,757,276
Total liabilities and equity	5,762,215	5,791,290
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	2020/4th	2019/4th
Total operating revenue	3,588,701	3,747,684
Total operating costs	2,570,991	2,830,841
Gross profit (loss) from operations	1,017,710	916,843
Gross profit (loss) from operations	1,017,710	916,843
Operating expenses		
Selling expenses	294,020	313,693
Administrative expenses	208,046	204,219
Research and development expenses	125,677	111,362
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	6,936	-1,804
Total operating expenses	634,679	627,470
Net operating income (loss)	383,031	289,373
Non-operating income and expenses		
Total interest income	8,543	8,306
Total other income	21,468	17,106
Other gains and losses, net	-13,297	-11,180
Finance costs, net	21,933	30,239
Total non-operating income and expenses	-5,219	-16,007
Profit (loss) from continuing operations before tax	377,812	273,366
Total tax expense (income)	93,519	59,365
Profit (loss) from continuing operations	284,293	214,001
Profit (loss)	284,293	214,001
Other comprehensive income		
Gains (losses) on remeasurements of defined benefit plans	2,103	-13,946
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comp	974	-11,749
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	187	-5,459
Components of other comprehensive income that will not be reclassified to profit or loss	2,890	-20,236
Exchange differences on translation	10,262	-69,014
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	2,052	-13,802
Components of other comprehensive income that will be reclassified to profit or loss	8,210	-55,212
Other comprehensive income, net	11,100	-75,448
Total comprehensive income	295,393	138,553
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	284,293	214,001
Comprehensive income, attributable to owners of parent	295,393	138,553
Basic earnings per share		
Basic earnings (loss) per share from continuing operations	1.63	1.21
Total basic earnings per share	1.63	1.21
Diluted earnings per share		
Diluted earnings (loss) per share from continuing operations	1.63	1.21
Total diluted earnings per share	1.63	1.21

2020/12/31 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	266,484	239,664	206,628	712,776	-292,722	-11,544	-304,266	0	2,757,276		2,757,276
Legal reserve appropriated	0	0	0	20,663	0	-20,663	0	0	0	0	0	0		0
Special reserve appropriated	0	0	0	0	64,601	-64,601	0	0	0	0	0	0		0
Cash dividends of ordinary share	0	0	0	0	0	-119,771	-119,771	0	0	0	0	-119,771		-119,771
Cash dividends from capital surplus	0	0	-3,523	0	0	0	0	0	0	0	0	-3,523		-3,523
Profit (loss)	0	0	0	0	0	284,293	284,293	0	0	0	0	284,293		284,293
Other comprehensive income	0	0	0	0	0	1,690	1,690	8,210	1,200	9,410	0	11,100		11,100
Total comprehensive income	0	0	0	0	0	285,983	285,983	8,210	1,200	9,410	0	295,393		295,393
Purchase of treasury shares	0	0	0	0	0	0	0	0	0	0	-49,459	-49,459		-49,459

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

Unit: NT\$ thousand

Statements of Cash Flows		
Accounting Title	2020/4th	2019/4th
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	377,812	273,366
Profit (loss) before tax	377,812	273,366
Depreciation expense	234,967	217,025
Amortization expense	10,372	6,077
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	6,936	-1,804
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	-1,306	-2,311
Interest expense	21,933	30,239
Interest income	-8,543	-8,306
Loss (gain) on disposal of property, plan and equipment	2,486	4,093
Impairment loss on non-financial assets	6,475	16,683
Other adjustments to reconcile profit (loss)	848	868
Total adjustments to reconcile profit (loss)	274,168	262,564
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	1,211	-513
Decrease (increase) in notes receivable	-9,729	-230,428
Decrease (increase) in accounts receivable	70,628	-21,267
Decrease (increase) in other receivable	-4,901	272
Decrease (increase) in inventories	-76,096	19,158
Decrease (increase) in prepayments	6,563	993
Decrease (increase) in other current assets	12,176	10,811
Total changes in operating assets	-148	-220,974
Increase (decrease) in financial liabilities held for trading	0	2,298
Increase (decrease) in contract liabilities	18,104	-1,866
Increase (decrease) in notes payable	-22,892	156,877
Increase (decrease) in accounts payable	-13,022	61,232
Increase (decrease) in other payable	27,479	27,814
Increase (decrease) in other current liabilities	1,124	512
Increase (decrease) in net defined benefit liability	-4,923	2,108
Total changes in operating liabilities	5,870	248,975
Total changes in operating assets and liabilities	5,722	28,001
Total adjustments	279,890	290,565
Cash inflow (outflow) generated from operations	657,702	563,931
Interest received	8,543	8,306
Interest paid	-26,343	-30,632
Income taxes refund (paid)	-55,799	-69,196
Net cash flows from (used in) operating activities	584,103	472,409
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	-31,505	0
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	218	646
Acquisition of financial assets at amortised cost	0	-99,079
Proceeds from disposal of financial assets at amortised cost	35,512	0
Acquisition of property, plant and equipment	-367,923	-343,332
Proceeds from disposal of property, plant and equipment	4,259	1,889
Increase in refundable deposits	-1,082	-127
Acquisition of use-of-right assets	-1,073	-1,004

Unit: NT\$ thousand

Statements of Cash Flows		
Increase in other non-current assets	-13,996	-18,979
Net cash flows from (used in) investing activities	-375,590	-459,986
Cash flows from (used in) financing activities		
Increase in short-term loans	0	201,262
Decrease in short-term loans	-145,453	0
Increase in short-term notes and bills payable	10,000	35,000
Proceeds from long-term debt	675,555	646,317
Repayments of long-term debt	-666,350	-679,503
Increase in guarantee deposits received	149	0
Decrease in guarantee deposits received	0	-348
Payments of lease liabilities	-3,826	-3,773
Cash dividends paid	-123,294	-105,680
Payments to acquire treasury shares	-49,459	0
Net cash flows from (used in) financing activities	-302,678	93,275
Effect of exchange rate changes on cash and cash equivalents	-15,514	-22,931
Net increase (decrease) in cash and cash equivalents	-109,679	82,767
Cash and cash equivalents at beginning of period	594,834	512,067
Cash and cash equivalents at end of period	485,155	594,834
Cash and cash equivalents reported in the statement of financial position	485,155	594,834