

TAIWAN HOPAX CHEMS.MFG.CO.,LTD.
2021 First Quarter Consolidated Financial Statements

Unit: NT\$ thousand

Balance Sheet			
Accounting Title	2021/3/31	2020/12/31	2020/3/31
Current assets			
Cash and cash equivalents	468,980	485,155	543,202
Current financial assets at fair value through profit or loss	120	608	0
Current financial assets at amortised cost	71,791	71,791	109,769
Notes receivable, net	274,107	294,420	258,161
Accounts receivable, net	909,164	729,848	817,450
Other receivables	16,930	14,264	10,040
Current tax assets	7,609	7,609	6,432
Current inventories	964,798	998,451	908,912
Prepayments	52,729	48,151	53,527
Other current assets	34,427	30,165	29,866
Total current assets	2,800,655	2,680,462	2,737,359
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	76,252	76,053	43,016
Property, plant and equipment	2,605,961	2,595,514	2,500,170
Right-of-use assets	112,784	112,407	111,163
Investment property, net	9,206	9,284	9,516
Deferred tax assets	160,125	158,841	168,438
Other non-current assets	102,478	129,654	141,121
Total non-current assets	3,066,806	3,081,753	2,973,424
Total assets	5,867,461	5,762,215	5,710,783
Current liabilities			
Current borrowings	933,774	913,334	997,106
Short-term notes and bills payable	149,898	134,930	184,969
Current financial liabilities at fair value through profit or loss	1,523	0	150
Current contract liabilities	44,231	48,994	37,734
Notes payable	145,954	139,758	165,809
Accounts payable	325,347	290,718	256,896
Other payables	427,966	314,160	379,811
Current tax liabilities	85,500	52,228	19,355
Current lease liabilities	3,255	3,191	3,254
Other current liabilities	279,862	285,922	432,574
Total current liabilities	2,397,310	2,183,235	2,477,658
Non-current liabilities			
Non-current portion of non-current borrowings	433,140	481,096	357,251
Non-current provisions	8,281	8,270	7,436
Deferred tax liabilities	90,941	96,276	96,380
Non-current lease liabilities	5,796	4,358	3,895
Other non-current liabilities	109,328	109,064	108,817
Total non-current liabilities	647,486	699,064	573,779

Unit: NT\$ thousand

Balance Sheet			
Total liabilities	3,044,796	2,882,299	3,051,437
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,732,041	1,732,041	1,761,331
Total Share Capital	1,732,041	1,732,041	1,761,331
Capital surplus			
Total capital surplus	574,956	574,956	583,912
Retained earnings			
Legal reserve	287,147	287,147	266,484
Special reserve	304,265	304,265	239,664
Unappropriated retained earnings (accumulated deficit)	236,970	276,363	167,854
Total retained earnings	828,382	867,775	674,002
Other equity interest			
Total other equity interest	-312,714	-294,856	-357,491
Treasury shares	0	0	-2,408
Total equity attributable to owners of parent	2,822,665	2,879,916	2,659,346
Total equity	2,822,665	2,879,916	2,659,346
Total liabilities and equity	5,867,461	5,762,215	5,710,783
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	158,000

Unit: NT\$ thousand

Income Statement		
Accounting Title	2021/01/01 To2021/03/31	2020/01/01 To2020/03/31
Total operating revenue	1,171,718	886,553
Total operating costs	831,806	643,186
Gross profit (loss) from operations	339,912	243,367
Gross profit (loss) from operations	339,912	243,367
Operating expenses		
Selling expenses	66,715	64,795
Administrative expenses	51,645	41,270
Research and development expenses	33,534	29,480
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	-363	-46
Total operating expenses	151,531	135,499
Net operating income (loss)	188,381	107,868
Non-operating income and expenses		
Total interest income	967	1,914
Total other income	6,057	3,462
Other gains and losses, net	-7,857	130
Finance costs, net	4,833	6,341
Total non-operating income and expenses	-5,666	-835
Profit (loss) from continuing operations before tax	182,715	107,033
Total tax expense (income)	48,904	26,036
Profit (loss) from continuing operations	133,811	80,997
Profit (loss)	133,811	80,997
Other comprehensive income		
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	199	-558
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	39	-112
Components of other comprehensive income that will not be reclassified to profit or loss	160	-446
Exchange differences on translation	-22,522	-65,973
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-4,504	-13,194
Components of other comprehensive income that will be reclassified to profit or loss	-18,018	-52,779
Other comprehensive income, net	-17,858	-53,225
Total comprehensive income	115,953	27,772
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	133,811	80,997
Comprehensive income, attributable to owners of parent	115,953	27,772
Basic earnings per share		
Basic earnings (loss) per share from continuing operations	0.77	0.46
Total basic earnings per share	0.77	0.46
Diluted earnings per share		
Diluted earnings (loss) per share from continuing operations	0.77	0.46
Total diluted earnings per share	0.77	0.46

2021/03/31 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	1,732,041	1,732,041	574,956	287,147	304,265	276,363	867,775	-284,512	-10,344	-294,856		2,879,916		2,879,916
Cash dividends of ordinary share	0	0	0	0	0	-173,204	-173,204	0	0	0		-173,204		-173,204
Profit (loss)	0	0	0	0	0	133,811	133,811	0	0	0		133,811		133,811
Other comprehensive income	0	0	0	0	0	0	0	-18,018	160	-17,858		-17,858		-17,858
Total comprehensive income	0	0	0	0	0	133,811	133,811	-18,018	160	-17,858		115,953		115,953
Total increase (decrease) in equity	0	0	0	0	0	-39,393	-39,393	-18,018	160	-17,858		-57,251		-57,251
Equity at end of period	1,732,041	1,732,041	574,956	287,147	304,265	236,970	828,382	-302,530	-10,184	-312,714		2,822,665		2,822,665

2020/03/31 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
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	80,997	80,997	0	0	0	0	80,997		80,997
Other comprehensive income	0	0	0	0	0	0	0	-52,779	-446	-53,225	0	-53,225		-53,225
Total comprehensive income	0	0	0	0	0	80,997	80,997	-52,779	-446	-53,225	0	27,772		27,772
Purchase of treasury shares	0	0	0	0	0	0	0	0	0	0	-2,408	-2,408		-2,408
Total increase (decrease) in equity	0	0	-3,523	0	0	-38,774	-38,774	-52,779	-446	-53,225	-2,408	-97,930		-97,930
Equity at end of period	1,761,331	1,761,331	583,912	266,484	239,664	167,854	674,002	-345,501	-11,990	-357,491	-2,408	2,659,346		2,659,346

Unit: NT\$ thousand

Statements of Cash Flows		
Accounting Title	2021/01/01 To2021/03/31	2020/01/01 To2020/03/31
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	182,715	107,033
Profit (loss) before tax	182,715	107,033
Depreciation expense	64,349	54,676
Amortization expense	5,815	1,839
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-363	-46
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	1,604	671
Interest expense	4,833	6,341
Interest income	-967	-1,914
Loss (gain) on disposal of property, plan and equipment	4,214	214
Impairment loss on non-financial assets	882	2,632
Other adjustments to reconcile profit (loss)	11	14
Total adjustments to reconcile profit (loss)	80,378	64,427
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	1,100	513
Decrease (increase) in notes receivable	20,313	26,530
Decrease (increase) in accounts receivable	-178,950	-9,148
Decrease (increase) in other receivable	-2,666	-677
Decrease (increase) in inventories	32,934	17,852
Decrease (increase) in prepayments	-4,578	1,187
Decrease (increase) in other current assets	-4,262	12,475
Total changes in operating assets	-136,109	48,732
Increase (decrease) in financial liabilities held for trading	-693	-521
Increase (decrease) in contract liabilities	-4,763	6,844
Increase (decrease) in notes payable	8,625	1,909
Increase (decrease) in accounts payable	34,629	-46,844
Increase (decrease) in other payable	-61,514	-63,739
Increase (decrease) in other current liabilities	7,810	6,910
Increase (decrease) in net defined benefit liability	268	-7,117
Total changes in operating liabilities	-15,638	-102,558
Total changes in operating assets and liabilities	-151,747	-53,826
Total adjustments	-71,369	10,601
Cash inflow (outflow) generated from operations	111,346	117,634
Interest received	967	1,914
Interest paid	-4,768	-6,848
Income taxes refund (paid)	-18,059	-14,928
Net cash flows from (used in) operating activities	89,486	97,772
Cash flows from (used in) investing activities		
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	0	218
Acquisition of financial assets at amortised cost	0	-2,466
Acquisition of property, plant and equipment	-64,431	-112,533
Proceeds from disposal of property, plant and equipment	303	222
Increase in refundable deposits	-39	0
Decrease in refundable deposits	0	15
Acquisition of use-of-right assets	-654	-335
Increase in other non-current assets	-1,851	-4,279

Unit: NT\$ thousand

Statements of Cash Flows		
Net cash flows from (used in) investing activities	-66,672	-119,158
Cash flows from (used in) financing activities		
Increase in short-term loans	20,440	0
Decrease in short-term loans	0	-61,681
Increase in short-term notes and bills payable	15,000	60,000
Proceeds from long-term debt	0	130,612
Repayments of long-term debt	-62,281	-112,281
Decrease in guarantee deposits received	-4	-7
Payments of lease liabilities	-911	-987
Payments to acquire treasury shares	0	-2,408
Net cash flows from (used in) financing activities	-27,756	13,248
Effect of exchange rate changes on cash and cash equivalents	-11,233	-43,494
Net increase (decrease) in cash and cash equivalents	-16,175	-51,632
Cash and cash equivalents at beginning of period	485,155	594,834
Cash and cash equivalents at end of period	468,980	543,202
Cash and cash equivalents reported in the statement of financial position	468,980	543,202