

TAIWAN HOPAX CHEMS.MFG.CO.,LTD.
2022 Nine Months Consolidated Financial Statements

Unit: NT\$ thousand

Balance Sheet			
Accounting Title	2022/9/30	2021/12/31	2021/9/30
Current assets			
Cash and cash equivalents	602,372	376,207	430,405
Current financial assets at fair value through profit or loss	1,314	2,212	772
Current financial assets at amortised cost	99,564	143,011	114,110
Notes receivable, net	292,184	282,371	242,620
Accounts receivable, net	1,234,896	1,041,944	1,009,823
Other receivables	30,781	19,883	19,197
Current tax assets	0	0	7,609
Current inventories	1,437,121	1,263,905	1,123,607
Prepayments	54,763	54,563	60,715
Other current assets	41,572	28,816	29,030
Total current assets	3,794,567	3,212,912	3,037,888
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	56,996	68,800	54,813
Property, plant and equipment	2,696,431	2,581,881	2,583,533
Right-of-use assets	107,179	107,782	108,737
Investment property, net	8,742	8,975	9,052
Deferred tax assets	147,594	164,197	162,901
Other non-current assets	76,299	110,165	83,837
Total non-current assets	3,093,241	3,041,800	3,002,873
Total assets	6,887,808	6,254,712	6,040,761
Current liabilities			
Current borrowings	800,977	636,663	971,647
Short-term notes and bills payable	54,992	39,978	39,994
Current financial liabilities at fair value through profit or loss	17,073	183	282
Current contract liabilities	55,750	59,424	51,404
Notes payable	280,360	211,671	205,503
Accounts payable	359,166	362,692	299,615
Other payables	324,562	353,353	275,441
Current tax liabilities	67,161	75,531	62,684
Current lease liabilities	1,900	2,020	2,433
Other current liabilities	122,545	162,156	196,110
Total current liabilities	2,084,486	1,903,671	2,105,113
Non-current liabilities			
Bonds payable	274,778	286,752	0
Non-current portion of non-current borrowings	874,886	712,594	719,897
Non-current provisions	5,821	5,794	8,301
Deferred tax liabilities	102,937	95,053	93,488

Unit: NT\$ thousand

Balance Sheet			
Non-current lease liabilities	2,886	4,278	4,786
Other non-current liabilities	92,364	103,655	92,790
Total non-current liabilities	1,353,672	1,208,126	919,262
Total liabilities	3,438,158	3,111,797	3,024,375
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,734,903	1,732,041	1,732,041
Total Share Capital	1,734,903	1,732,041	1,732,041
Capital surplus			
Total capital surplus	627,972	615,528	574,956
Retained earnings			
Legal reserve	357,664	314,783	314,783
Special reserve	328,708	294,856	294,856
Unappropriated retained earnings (accumulated deficit)	686,371	514,415	438,159
Total retained earnings	1,372,743	1,124,054	1,047,798
Other equity interest			
Total other equity interest	-285,968	-328,708	-338,409
Total equity attributable to owners of parent	3,449,650	3,142,915	3,016,386
Total equity	3,449,650	3,142,915	3,016,386
Total liabilities and equity	6,887,808	6,254,712	6,040,761
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	0

Unit: NT\$ thousand

Income Statement				
Accounting Title	2022/3rd	2021/3rd	2022/01/01To2 022/09/30	2021/01/01To2 021/09/30
Total operating revenue	1,438,122	1,150,156	4,243,480	3,524,131
Total operating costs	1,023,554	846,680	3,106,653	2,532,212
Gross profit (loss) from operations	414,568	303,476	1,136,827	991,919
Gross profit (loss) from operations	414,568	303,476	1,136,827	991,919
Operating expenses				
Selling expenses	94,614	90,674	296,100	250,639
Administrative expenses	60,968	58,416	168,363	166,960
Research and development expenses	36,987	37,057	114,419	110,882
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	-969	1,315	-3,401	3,884
Total operating expenses	191,600	187,462	575,481	532,365
Net operating income (loss)	222,968	116,014	561,346	459,554
Non-operating income and expenses				
Total interest income	658	32	1,684	2,059
Total other income	7,451	13,526	17,604	23,429
Other gains and losses, net	31,319	-813	49,294	-15,530
Finance costs, net	8,179	4,492	20,313	13,776
Total non-operating income and expenses	31,249	8,253	48,269	-3,818
Profit (loss) from continuing operations before tax	254,217	124,267	609,615	455,736
Total tax expense (income)	59,005	35,392	141,970	112,151
Profit (loss) from continuing operations	195,212	88,875	467,645	343,585
Profit (loss)	195,212	88,875	467,645	343,585
Other comprehensive income				
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	-4,517	-4,155	-21,514	-4,423
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-280	-425	-1,368	-3,690
Components of other comprehensive income that will not be reclassified to profit or loss	-4,237	-3,730	-20,146	-733
Exchange differences on translation	29,690	3,217	75,991	-41,473
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	5,938	643	15,198	-8,295
Components of other comprehensive income that will be reclassified to profit or loss	23,752	2,574	60,793	-33,178
Other comprehensive income, net	19,515	-1,156	40,647	-33,911
Total comprehensive income	214,727	87,719	508,292	309,674
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	195,212	88,875	467,645	343,585
Comprehensive income, attributable to owners of parent	214,727	87,719	508,292	309,674
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	1.13	0.51	2.7	1.98
Total basic earnings per share	1.13	0.51	2.7	1.98
Diluted earnings per share				
Diluted earnings (loss) per share from continuing operations	1.1	0.51	2.64	1.98
Total diluted earnings per share	1.1	0.51	2.64	1.98

2022/09/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

Accounting Title	Ordinary share	Advance receipts for share capital	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	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	615,528	314,783	294,856	514,415	1,124,054	-302,951	-25,757	-328,708		3,142,915		3,142,915
Legal reserve appropriated	0	0	0	42,881	0	-42,881	0	0	0	0		0		0
Special reserve appropriated	0	0	0	0	33,852	-33,852	0	0	0	0		0		0
Cash dividends of ordinary share	0	0	0	0	0	-216,863	-216,863	0	0	0		-216,863		-216,863
Profit (loss)	0	0	0	0	0	467,645	467,645	0	0	0		467,645		467,645
Other comprehensive income	0	0	0	0	0	0	0	60,793	-20,146	40,647		40,647		40,647
Total comprehensive income	0	0	0	0	0	467,645	467,645	60,793	-20,146	40,647		508,292		508,292
Conversion of convertible bonds	2,862	2,862	12,444	0	0	0	0	0	0	0		15,306		15,306
Disposal of investments in equity instruments designated at fair value	0	0	0	0	0	-2,093	-2,093	0	2,093	2,093		0		0
Total increase (decrease) in equity	2,862	2,862	12,444	42,881	33,852	171,956	248,689	60,793	-18,053	42,740		306,735		306,735
Equity at end of period	1,734,903	1,734,903	627,972	357,664	328,708	686,371	1,372,743	-242,158	-43,810	-285,968		3,449,650		3,449,650

2021/09/30 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
Legal reserve appropriated	0	0	0	27,636	0	-27,636	0	0	0	0		0		0
Special reserve appropriated	0	0	0	0	-9,409	9,409	0	0	0	0		0		0
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	343,585	343,585	0	0	0		343,585		343,585
Other comprehensive income	0	0	0	0	0	0	0	-33,178	-733	-33,911		-33,911		-33,911
Total comprehensive income	0	0	0	0	0	343,585	343,585	-33,178	-733	-33,911		309,674		309,674
Disposal of investments in equity instruments designated at fair value	0	0	0	0	0	9,642	9,642	0	-9,642	-9,642		0		0
Total increase (decrease) in equity	0	0	0	27,636	-9,409	161,796	180,023	-33,178	-10,375	-43,553		136,470		136,470
Equity at end of period	1,732,041	1,732,041	574,956	314,783	294,856	438,159	1,047,798	-317,690	-20,719	-338,409		3,016,386		3,016,386

Unit: NT\$ thousand

Statements of Cash Flows		
Accounting Title	2022/01/01 To2022/09/30	2021/01/01 To2021/09/30
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	609,615	455,736
Profit (loss) before tax	609,615	455,736
Depreciation expense	198,557	194,508
Amortization expense	7,981	17,609
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-3,401	3,884
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	25,953	-2,549
Interest expense	20,313	13,776
Interest income	-1,684	-2,059
Dividend income	-2,335	-737
Loss (gain) on disposal of property, plan and equipment	3,804	6,887
Impairment loss on non-financial assets	-627	9,879
Other adjustments to reconcile profit (loss)	27	31
Total adjustments to reconcile profit (loss)	248,588	241,229
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	6,398	5,328
Decrease (increase) in notes receivable	-9,813	51,800
Decrease (increase) in accounts receivable	-189,446	-283,632
Decrease (increase) in other receivable	-10,898	-4,933
Decrease (increase) in inventories	-173,001	-134,709
Decrease (increase) in prepayments	-200	-12,564
Decrease (increase) in other current assets	-12,756	1,135
Total changes in operating assets	-389,716	-377,575
Increase (decrease) in financial liabilities held for trading	-14,592	-2,661
Increase (decrease) in contract liabilities	-3,674	2,410
Increase (decrease) in notes payable	69,162	67,545
Increase (decrease) in accounts payable	-3,526	8,897
Increase (decrease) in other payable	-22,276	-17,175
Increase (decrease) in other current liabilities	6,224	2,128
Increase (decrease) in net defined benefit liability	-11,481	-16,307
Total changes in operating liabilities	19,837	44,837
Total changes in operating assets and liabilities	-369,879	-332,738
Total adjustments	-121,291	-91,509
Cash inflow (outflow) generated from operations	488,324	364,227
Interest received	1,684	2,059
Interest paid	-17,194	-14,208
Income taxes refund (paid)	-139,305	-96,906
Net cash flows from (used in) operating activities	333,509	255,172
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	-17,039	-6,667
Proceeds from disposal of financial assets at fair value through other comprehensive income	7,329	23,484
Acquisition of financial assets at amortised cost	0	-42,319
Proceeds from disposal of financial assets at amortised cost	43,447	0
Acquisition of property, plant and equipment	-252,957	-190,994
Proceeds from disposal of property, plant and equipment	1,774	1,790
Increase in refundable deposits	-808	0

Unit: NT\$ thousand

Statements of Cash Flows		
Decrease in refundable deposits	0	2
Acquisition of use-of-right assets	-878	-1,281
Increase in other non-current assets	-4,773	-7,986
Dividends received	2,335	737
Net cash flows from (used in) investing activities	-221,570	-223,234
Cash flows from (used in) financing activities		
Increase in short-term loans	164,314	58,313
Increase in short-term notes and bills payable	15,000	0
Decrease in short-term notes and bills payable	0	-95,000
Proceeds from long-term debt	533,288	799,860
Repayments of long-term debt	-438,694	-650,486
Increase in guarantee deposits received	190	33
Payments of lease liabilities	-1,512	-2,742
Cash dividends paid	-216,863	-173,204
Net cash flows from (used in) financing activities	55,723	-63,226
Effect of exchange rate changes on cash and cash equivalents	58,503	-23,462
Net increase (decrease) in cash and cash equivalents	226,165	-54,750
Cash and cash equivalents at beginning of period	376,207	485,155
Cash and cash equivalents at end of period	602,372	430,405
Cash and cash equivalents reported in the statement of financial position	602,372	430,405