

TAIWAN HOPAX CHEMS.MFG.CO.,LTD.
2023 Nine Months Consolidated Financial Statements

Unit: NT\$ thousand

Balance Sheet			
Accounting Title	2023/9/30	2022/12/31	2022/9/30
Current assets			
Cash and cash equivalents	606,838	548,323	602,372
Current financial assets at fair value through profit or loss	859	3,040	1,314
Current financial assets at amortised cost	54,944	86,441	99,564
Notes receivable, net	194,907	281,298	292,184
Accounts receivable, net	946,031	1,024,178	1,234,896
Other receivables	11,741	31,763	30,781
Current tax assets			0
Current inventories	1,218,501	1,502,236	1,437,121
Prepayments	64,256	63,470	54,763
Other current assets	23,104	24,659	41,572
Total current assets	3,121,181	3,565,408	3,794,567
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	76,386	64,236	56,996
Property, plant and equipment	2,704,458	2,719,889	2,696,431
Right-of-use assets	113,624	104,324	107,179
Investment property, net	8,433	8,666	8,742
Deferred tax assets	137,369	151,989	147,594
Other non-current assets	49,357	62,271	76,299
Total non-current assets	3,089,627	3,111,375	3,093,241
Total assets	6,210,808	6,676,783	6,887,808
Current liabilities			
Current borrowings	581,995	587,008	800,977
Short-term notes and bills payable	99,960	0	54,992
Current financial liabilities at fair value through profit or loss	12,828	3,008	17,073
Current contract liabilities	48,818	61,521	55,750
Notes payable	167,013	246,369	280,360
Accounts payable	209,713	339,120	359,166
Other payables	278,318	375,739	324,562
Current tax liabilities	60,741	73,019	67,161
Current lease liabilities	4,216	1,810	1,900
Other current liabilities	608,319	451,981	122,545
Total current liabilities	2,071,921	2,139,575	2,084,486
Non-current liabilities			
Bonds payable	0	0	274,778
Non-current portion of non-current borrowings	250,000	789,707	874,886
Non-current provisions	5,592	5,535	5,821
Deferred tax liabilities	101,321	98,301	102,937

Unit: NT\$ thousand

Balance Sheet

Non-current lease liabilities	10,757	2,470	2,886
Other non-current liabilities	79,506	78,123	92,364
Total non-current liabilities	447,176	974,136	1,353,672
Total liabilities	2,519,097	3,113,711	3,438,158
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,734,903	1,734,903	1,734,903
Total Share Capital	1,734,903	1,734,903	1,734,903
Capital surplus			
Total capital surplus	627,972	627,972	627,972
Retained earnings			
Legal reserve	418,584	357,664	357,664
Special reserve	316,196	328,708	328,708
Unappropriated retained earnings (accumulated deficit)	896,912	830,021	686,371
Total retained earnings	1,631,692	1,516,393	1,372,743
Other equity interest			
Total other equity interest	-302,856	-316,196	-285,968
Total equity attributable to owners of parent	3,691,711	3,563,072	3,449,650
Total equity	3,691,711	3,563,072	3,449,650
Total liabilities and equity	6,210,808	6,676,783	6,887,808
Equivalent issue shares of advance receipts for ordinary share			0
Number of shares in entity held by entity and by its subsidiaries			0

Unit: NT\$ thousand

Income Statement				
Accounting Title	2023/3rd	2022/3rd	2023/01/01To2 023/09/30	2022/01/01To2 022/09/30
Total operating revenue	1,149,217	1,438,122	3,494,099	4,243,480
Total operating costs	832,814	1,023,554	2,528,062	3,106,653
Gross profit (loss) from operations	316,403	414,568	966,037	1,136,827
Gross profit (loss) from operations	316,403	414,568	966,037	1,136,827
Operating expenses				
Selling expenses	77,387	94,614	239,801	296,100
Administrative expenses	60,886	60,968	176,423	168,363
Research and development expenses	39,578	36,987	117,102	114,419
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	-247	-969	-1,623	-3,401
Total operating expenses	177,604	191,600	531,703	575,481
Net operating income (loss)	138,799	222,968	434,334	561,346
Non-operating income and expenses				
Total interest income	1,209	658	4,261	1,684
Total other income	5,906	7,451	15,601	17,604
Other gains and losses, net	-2,655	31,319	244	49,294
Finance costs, net	6,575	8,179	24,543	20,313
Total non-operating income and expenses	-2,115	31,249	-4,437	48,269
Profit (loss) from continuing operations before tax	136,684	254,217	429,897	609,615
Total tax expense (income)	30,733	59,005	76,002	141,970
Profit (loss) from continuing operations	105,951	195,212	353,895	467,645
Profit (loss)	105,951	195,212	353,895	467,645
Other comprehensive income				
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	-7,743	-4,517	8,093	-21,514
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-53	-280	-5,573	-1,368
Components of other comprehensive income that will not be reclassified to profit or loss	-7,796	-4,237	2,520	-20,146
Exchange differences on translation	71,320	29,690	18,298	75,991
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	60	5,938	-6,658	15,198
Components of other comprehensive income that will be reclassified to profit or loss	71,380	23,752	11,640	60,793
Other comprehensive income, net	63,584	19,515	14,160	40,647
Total comprehensive income	169,535	214,727	368,055	508,292
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	105,951	195,212	353,895	467,645
Comprehensive income, attributable to owners of parent	169,535	214,727	368,055	508,292
Basic earnings per share				
Basic earnings (loss) per share from continuing operations	0.61	1.13	2.04	2.7
Total basic earnings per share	0.60	1.13	1.99	2.7
Diluted earnings per share				
Diluted earnings (loss) per share from continuing operations	0.61	1.1	2.04	2.64
Total diluted earnings per share	0.60	1.1	1.99	2.64

2023/09/30 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	Total equity attributable to owners of parent	Total equity
Equity at beginning of period	1,734,903	1,734,903	627,972	357,664	328,708	830,021	1,516,393	-275,842	-40,354	-316,196	3,563,072	3,563,072
Legal reserve appropriated	0			60,920		-60,920	0			0	0	0
Reversal of special reserve	0				-12,512	12,512	0			0	0	0
Cash dividends of ordinary share	0					-239,416	-239,416			0	-239,416	-239,416
Profit (loss)	0					353,895	353,895			0	353,895	353,895
Other comprehensive income	0							11,640	2,520	14,160	14,160	14,160
Total comprehensive income	0					353,895	353,895	11,640	2,520	14,160	368,055	368,055
Disposal of investments in equity instruments designated at fair value through other comprehensive income	0					820	820		-820	-820	0	0
Total increase (decrease) in equity	0			60,920	-12,512	66,891	115,299	11,640	1,700	13,340	128,639	128,639
Equity at end of period	1,734,903	1,734,903	627,972	418,584	316,196	896,912	1,631,692	-264,202	-38,654	-302,856	3,691,711	3,691,711

2022/09/30 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	Total equity attributable to owners of parent	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 through other comprehensive income	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

Unit: NT\$ thousand

Statements of Cash Flows		
Accounting Title	2023/01/01 To2023/09/30	2022/01/01 To2022/09/30
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	429,897	609,615
Profit (loss) before tax	429,897	609,615
Depreciation expense	223,230	198,557
Amortization expense	5,419	7,981
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-1,623	-3,401
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	33,897	25,953
Interest expense	24,543	20,313
Interest income	-4,261	-1,684
Dividend income	-2,354	-2,335
Loss (gain) on disposal of property, plan and equipment	2,628	3,804
Impairment loss on non-financial assets	3,620	-627
Other adjustments to reconcile profit (loss)	57	27
Total adjustments to reconcile profit (loss)	285,156	248,588
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	9,008	6,398
Decrease (increase) in notes receivable	86,391	-9,813
Decrease (increase) in accounts receivable	79,460	-189,446
Decrease (increase) in other receivable	20,022	-10,898
Decrease (increase) in inventories	280,015	-173,001
Decrease (increase) in prepayments	-786	-200
Decrease (increase) in other current assets	1,555	-12,756
Total changes in operating assets	475,665	-389,716
Increase (decrease) in financial liabilities held for trading	30,904	-14,592
Increase (decrease) in contract liabilities	12,703	-3,674
Increase (decrease) in notes payable	88,807	69,162
Increase (decrease) in accounts payable	-129,407	-3,526
Increase (decrease) in other payable	-61,124	-22,276
Increase (decrease) in other current liabilities	-413	6,224
Increase (decrease) in net defined benefit liability	1,808	-11,481
Total changes in operating liabilities	-56,722	19,837
Total changes in operating assets and liabilities	418,943	-369,879
Total adjustments	439,271	-121,291
Cash inflow (outflow) generated from operations	869,168	488,324
Interest received	4,261	1,684
Interest paid	-23,481	-17,194
Income taxes refund (paid)	-82,523	-139,305
Net cash flows from (used in) operating activities	767,425	333,509
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	-7,410	-17,039
Proceeds from disposal of financial assets at fair value through other comprehensive income	3,353	7,329
Acquisition of financial assets at amortised cost	0	0
Proceeds from disposal of financial assets at amortised cost	31,497	43,447
Acquisition of property, plant and equipment	-214,981	-252,957
Proceeds from disposal of property, plant and equipment	918	1,774
Increase in refundable deposits	-8	-808

Unit: NT\$ thousand

Statements of Cash Flows		
Decrease in refundable deposits	0	0
Acquisition of use-of-right assets	-1,479	-878
Increase in other non-current assets	-2,672	-4,773
Dividends received	2,354	2,335
Net cash flows from (used in) investing activities	-188,428	-221,570
Cash flows from (used in) financing activities		
Increase in short-term loans	0	164,314
Decrease in short-term loans	-5,013	0
Increase in short-term notes and bills payable	100,000	15,000
Proceeds from long-term debt	270,000	533,288
Repayments of long-term debt	-661,253	-438,694
Increase in guarantee deposits received	0	190
Decrease in guarantee deposits received	-425	
Payments of lease liabilities	-2,415	-1,512
Cash dividends paid	-239,416	-216,863
Net cash flows from (used in) financing activities	-538,522	55,723
Effect of exchange rate changes on cash and cash equivalents	18,040	58,503
Net increase (decrease) in cash and cash equivalents	58,515	226,165
Cash and cash equivalents at beginning of period	548,323	376,207
Cash and cash equivalents at end of period	606,838	602,372
Cash and cash equivalents reported in the statement of financial position	606,838	602,372