

## Financial Statement — Balance Sheet

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2018/03/31	2017/12/31	2017/03/31
<b>Balance Sheet</b>			
<b>Assets</b>			
Current assets			
Cash and cash equivalents	1,391,175	1,402,574	1,726,599
Current financial assets at fair value through profit or loss	0	372	0
Current financial assets at amortised cost	1,455	0	0
Current investments in debt instrument without active market	0	1,488	356,378
Notes receivable, net	82,901	91,115	50,993
Accounts receivable, net	1,585,356	1,689,176	1,522,606
Accounts receivable due from related parties, net	12,924	13,803	19,557
Other receivables	33,909	41,884	91,413
Current tax assets	0	0	20,041
Current inventories	2,563,003	2,274,525	2,033,381
Prepayments	143,630	108,221	167,133
Other current assets	4,653	10,041	7,156
Total current assets	5,819,006	5,633,199	5,995,257
Non-current assets			
Investments accounted for using equity method	49,297	52,594	58,246
Property, plant and equipment	866,745	889,272	959,785
Intangible assets	916,660	911,594	935,703
Deferred tax assets	192,525	155,413	131,229
Other non-current assets	161,946	157,597	110,269
Guarantee deposits paid	42,316	40,353	36,670
Long-term Lease Prepayments	58,082	57,559	56,737
Other non-current assets, others	61,548	59,685	16,862
Total non-current assets	2,187,173	2,166,470	2,195,232
Total assets	8,006,179	7,799,669	8,190,489
<b>Liabilities and equity</b>			
<b>Liabilities</b>			
Current liabilities			
Current borrowings	580,147	526,222	614,343
Current financial liabilities at fair value through profit or loss	6	0	0
Notes payable	893	2,227	0
Accounts payable	1,661,073	1,444,930	1,748,843
Accounts payable to related parties	7,341	4,895	6,351
Other payables	705,988	810,457	761,763
Current tax liabilities	112,966	108,550	73,411
Current provisions	53,782	54,827	51,723
Other current liabilities	136,231	131,345	159,693
Long-term liabilities, current portion	0	0	20,000
Other current liabilities, others	136,231	131,345	139,693
Total current liabilities	3,258,427	3,083,453	3,416,127
Non-current liabilities			
Non-current portion of non-current borrowings	0	0	80,000
Non-current provisions	38,582	39,226	33,965
Deferred tax liabilities	2,110	0	8,643
Other non-current liabilities	50,768	51,011	45,025
Net defined benefit liability, non-current	50,768	51,011	45,025
Total non-current liabilities	91,460	90,237	167,633
Total liabilities	3,349,887	3,173,690	3,583,760
<b>Equity</b>			
Equity attributable to owners of parent			
Share capital			
Ordinary share	2,175,232	2,174,827	2,175,679
Advance receipts for share capital	0	405	0
Total capital stock	2,175,232	2,175,232	2,175,679
Capital surplus			
Total capital surplus	1,575,041	1,575,041	1,575,740
Retained earnings			
Legal reserve	522,524	522,524	479,434
Special reserve	74,736	74,736	0
Unappropriated retained earnings (accumulated deficit)	450,374	427,151	577,767
Total retained earnings	1,047,634	1,024,411	1,057,201
Other equity interest			
Exchange differences on translation of foreign financial statements	-148,058	-154,353	-185,297
Other equity, others	-3,056	-4,148	-25,627
Total other equity interest	-151,114	-158,501	-210,924
Total equity attributable to owners of parent	4,646,793	4,616,183	4,597,696
Non-controlling interests	9,499	9,796	9,033
Total equity	4,656,292	4,625,979	4,606,729
Total liabilities and equity	8,006,179	7,799,669	8,190,489
Equivalent issue shares of advance receipts for ordinary share	0	40,500	0
Number of shares in entity held by entity and by its subsidiaries	0	0	0

## Financial Statement – Income Statement

Provided by: ADLINK TECHNOLOGY INC.  
 Financial year: Yearly  
 Unit: NT\$ thousand

Accounting Title	2018/01/01To2018/03/31	2017/01/01To2017/03/31
<b>Statement of comprehensive income</b>		
Operating revenue		
Total operating revenue	2,260,180	2,302,774
Operating costs		
Total operating costs	1,448,538	1,385,561
Gross profit (loss) from operations	811,642	917,213
Unrealized profit (loss) from sales	442	384
Gross profit (loss) from operations	811,200	916,829
Operating expenses		
Selling expenses	246,021	237,996
Administrative expenses	189,476	189,072
Research and development expenses	371,092	380,609
Total operating expenses	806,589	807,677
Net operating income (loss)	4,611	109,152
Non-operating income and expenses		
Other income		
Interest income	381	2,208
Interest income from bank deposits	381	2,208
Rent income	2,038	1,857
Gains on write-off of past due payable	29	17
Other income, others	8,022	18,914
Total other income	10,470	22,996
Other gains and losses		
Gains on disposals of property, plant and equipment	0	75
Foreign exchange gains	12,798	0
Miscellaneous disbursements	594	31
Losses on disposals of property, plant and equipment	71	0
Foreign exchange losses	0	84,149
Impairment loss	2,400	2,208
Impairment loss recognised in profit or loss, intangible assets other than goodwill	2,400	2,208
Other gains and losses, net	9,733	-86,313
Finance costs		
Interest expense	3,955	4,045
Finance costs, net	3,955	4,045
Share of profit (loss) of associates and joint ventures accounted for using equity method		
Share of profit (loss) of associates and joint ventures accounted for using equity method, net	-3,692	-2,656
Total non-operating income and expenses	12,556	-70,018
Profit (loss) from continuing operations before tax	17,167	39,134
Tax expense (income)		
Total tax expense (income)	-4,587	15,320
Profit (loss) from continuing operations	21,754	23,814
Profit (loss)	21,754	23,814
Other comprehensive income		
Components of other comprehensive income that will not be reclassified to profit or loss		
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-822	0
Components of other comprehensive income that will not be reclassified to profit or loss	822	0
Components of other comprehensive income that will be reclassified to profit or loss		
Exchange differences on translation	1,242	-133,345
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-5,403	-22,644
Components of other comprehensive income that will be reclassified to profit or loss	6,645	-110,701
Total other comprehensive income	7,467	-110,701
Total comprehensive income	29,221	-86,887
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	22,401	23,480
Profit (loss), attributable to non-controlling interests	-647	334
Comprehensive income attributable to:		
Comprehensive income, attributable to owners of parent	29,518	-87,081
Comprehensive income, attributable to non-controlling interests	-297	194
Basic earnings per share		
Basic earnings (loss) per share from continuing operations	0.10	0.11
Total basic earnings per share	0.10	0.11
Diluted earnings per share		
Diluted earnings (loss) per share from continuing operations	0.10	0.11
Total diluted earnings per share	0.10	0.11

## Financial Statement — Statements of Cash Flows

Provided by: ADLINK TECHNOLOGY INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2018/01/01To2018/03/31	2017/01/01To2017/03/31
<b>Statement of cash flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	17,167	39,134
Profit (loss) before tax	17,167	39,134
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	46,008	47,937
Amortization expense	26,379	26,958
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-348	-723
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	378	0
Interest expense	3,955	4,045
Interest income	-381	-2,208
Share-based payments	1,092	7,462
Share of loss (profit) of associates and joint ventures accounted for using equity method	3,692	2,656
Loss (gain) on disposal of property, plan and equipment	71	-75
Impairment loss on non-financial assets	10,342	9,326
Unrealized profit (loss) from sales	442	384
Unrealized foreign exchange loss (gain)	-5,574	53,956
Other adjustments to reconcile profit (loss)	412	404
Total adjustments to reconcile profit (loss)	86,468	150,122
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	8,214	13,859
Decrease (increase) in accounts receivable	103,182	282,100
Decrease (increase) in accounts receivable due from related parties	879	13,712
Decrease (increase) in other receivable	7,975	-56,167
Adjustments for decrease (increase) in inventories	-299,590	-303,867
Decrease (increase) in prepayments	-35,383	20,090
Adjustments for decrease (increase) in other current assets	5,388	-1,258
Total changes in operating assets	-209,335	-31,531
Changes in operating liabilities		
Increase (decrease) in notes payable	-1,334	0
Increase (decrease) in accounts payable	229,484	314,828
Increase (decrease) in accounts payable to related parties	2,446	-176
Increase (decrease) in other payable	-104,517	-79,472
Increase (decrease) in provisions	-1,689	107
Adjustments for increase (decrease) in other current liabilities	4,886	-13,791
Increase (decrease) in net defined benefit liability	-243	-132
Total changes in operating liabilities	129,033	221,364
Total changes in operating assets and liabilities	-80,302	189,833
Total adjustments	6,166	339,955
Cash inflow (outflow) generated from operations	23,333	379,089
Interest received	381	2,208
Interest paid	-5,761	-3,814
Income taxes refund (paid)	-19,774	-14,184
Net cash flows from (used in) operating activities	-1,821	363,299
Cash flows from (used in) investing activities		
Acquisition of investments in debt instrument without active market	0	-155,475
Proceeds from disposal of investments in debt instrument without active market	0	108,833
Increase in prepayments for investments	0	-9,171
Acquisition of property, plant and equipment	-12,421	-15,427
Proceeds from disposal of property, plant and equipment	73	1,093
Decrease in refundable deposits	-1,963	1,650
Acquisition of intangible assets	-30,180	-36,108
Increase in prepayments for business facilities	-2,991	-2,531
Net cash flows from (used in) investing activities	-47,482	-107,136
Cash flows from (used in) financing activities		
Increase in short-term loans	330,437	419,522
Decrease in short-term loans	-280,472	-295,496
Repayments of long-term debt	0	-100,000
Exercise of employee share options	0	122
Net cash flows from (used in) financing activities	49,965	24,148
Effect of exchange rate changes on cash and cash equivalents	-12,061	-80,310
Net increase (decrease) in cash and cash equivalents	-11,399	200,001
Cash and cash equivalents at beginning of period	1,402,574	1,526,598
Cash and cash equivalents at end of period	1,391,175	1,726,599
Cash and cash equivalents reported in the statement of financial position	1,391,175	1,726,599

Financial Statement – Statements of Changes in Stockholders' Equity

Provided by: ADLINK TECHNOLOGY INC.  
 Fiscal year: Yearly  
 Unit: NT\$ thousand

**2018/03/31 Statement of Stockholders' Equity**  
 Unit: NT\$ thousand

	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	Others	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity	
Equity at beginning of period	2,174,827		405	2,175,232	1,575,041	522,524	74,738	427,151	1,024,411	-154,353	-4,148	-158,501	4,616,183	9,796	4,625,979
Effects of retrospective application and retrospective restatement															0
Retrospective adjustment of equity attributable to former owner due to reorganization of entities under common control															0
Equity at beginning of period after adjustments	2,174,827		405	2,175,232	1,575,041	522,524	74,738	427,151	1,024,411	-154,353	-4,148	-158,501	4,616,183	9,796	4,625,979
Legal reserve appropriated															0
Special reserve appropriated															0
Cash dividends of ordinary share															0
Cash dividends of preference share															0
Stock dividends of ordinary share															0
Stock dividends of preference share															0
Legal reserve used to offset accumulated deficits															0
Special reserve used to offset accumulated deficits															0
Reversal of special reserve															0
Due to business combination															0
Due to donated assets received															0
Due to recognition of equity component of convertible bonds (preference share) issued															0
Changes in equity of associates and joint ventures accounted for using equity method															0
Capital surplus used to offset accumulated deficits															0
Stock dividends from capital surplus															0
Cash dividends from capital surplus															0
Other changes in capital surplus															0
Profit (loss)								22,401	22,401			22,401	647	21,754	
Other comprehensive income								822	822	6,295	6,295	7,117	350	7,467	
Total comprehensive income								23,223	23,223	6,295	6,295	29,518	297	29,221	
Issue of shares															0
Capital reduction															0
Capital reduction to offset accumulated deficits															0
Capital reduction due to spin-off															0
Shares issued for acquisitions															0
Reorganization															0
Conversion of convertible bonds															0
Conversion of certificates of bonds to share															0
Conversion of preference share															0
Issue of preference share															0
Redemption of preference share															0
Issue of ordinary share, others															0
Purchase of treasury shares															0
Retirement of treasury shares															0
Acquisition of company's share by subsidiaries recognized as treasury share															0
Disposal of company's share by subsidiaries recognized as treasury share transactions															0
Adjustments of capital surplus for company's cash dividends received by subsidiaries															0
Disposal of subsidiaries or investments accounted for using equity method															0
Difference between consideration and carrying amount of subsidiaries acquired or disposed															0
Changes in ownership interests in subsidiaries															0
Share-based payments	405		405	0							1,092	1,092	1,092	1,092	
Changes in non-controlling interests															0
Changes in prepaid preferred stock construction dividends															0
Others															0
Increase (decrease) in equity	405		405	0	0	0	0	23,223	23,223	6,295	1,092	7,387	30,610	297	30,313
Equity at end of period	2,175,232		0	2,175,232	1,575,041	522,524	74,738	450,374	1,047,634	-148,058	-3,056	-151,114	4,646,793	9,499	4,656,292

**2017/03/31 Statement of Stockholders' Equity**  
 Unit: NT\$ thousand

	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	Others	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	2,175,578		40	2,175,618	1,575,678	479,434	554,287	1,033,721	-74,738	33,089	-107,825	4,677,193	8,839	4,686,032
Equity at beginning of period after adjustments	2,175,578		40	2,175,618	1,575,678	479,434	554,287	1,033,721	-74,738	33,089	-107,825	4,677,193	8,839	4,686,032
Profit (loss)							23,480	23,480				23,480	334	23,814
Other comprehensive income										-110,561	-110,561	-140		-110,701
Total comprehensive income							23,480	23,480		-110,561	-110,561	-140		-86,887
Share-based payments	100		-40	60	62	0	0	0		7,462	7,462	7,584	0	7,584
Increase (decrease) in equity	100		-40	60	62	0	23,480	23,480		-110,561	-110,561	-79,497	194	-79,303
Equity at end of period	2,175,678		0	2,175,678	1,575,740	479,434	577,767	1,057,201	-185,297	25,627	-210,924	4,597,696	9,033	4,606,729