

3294 MEGAFORCE COMPANY LIMITED

2023Q2 Consolidated Financial Statement — Balance Sheet

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2023/6/30	2022/12/31	2022/6/30
Balance Sheet			
Current assets			
Cash and cash equivalents	1,498,431	1,756,579	1,242,922
Current financial assets at fair value through profit or loss	262,949	0	873,167
Accounts receivable, net	948,580	1,387,041	991,793
Current inventories	436,267	496,691	649,188
Other current assets	85,257	71,303	122,788
Total current assets	3,231,484	3,711,614	3,879,858
Non-current assets			
Non-current financial assets at fair value through other comprehensive income	21,460	21,460	5,980
Property, plant and equipment	950,234	999,601	1,048,524
Right-of-use assets	166,136	193,271	206,892
Intangible assets	37,774	62,338	61,897
Deferred tax assets	139,895	141,778	198,575
Other non-current assets	20,653	25,214	35,855
Total non-current assets	1,336,152	1,443,662	1,557,723
Total assets	4,567,636	5,155,276	5,437,581
Current liabilities			
Current borrowings	939,000	1,020,000	1,090,000
Short-term notes and bills payable	0	0	100,000
Current financial liabilities at fair value through profit or loss	69	285	0
Current contract liabilities	73,852	59,229	69,579
Accounts payable	297,489	450,232	370,044
Other payables	406,276	539,041	601,186
Current tax liabilities	20,518	21,697	1,257
Current lease liabilities	45,325	52,448	49,474
Other current liabilities	144,609	171,635	130,737
Total current liabilities	1,927,138	2,314,567	2,412,277
Non-current liabilities			
Non-current financial liabilities at fair value through profit or loss	0	0	378
Bonds payable	0	0	28,701
Non-current portion of non-current borrowings	385,611	363,236	496,194
Deferred tax liabilities	75,160	75,190	103,479
Non-current lease liabilities	87,703	107,408	123,801
Other non-current liabilities	42,299	45,457	57,927
Total non-current liabilities	590,773	591,291	810,480
Total liabilities	2,517,911	2,905,858	3,222,757
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,320,159	1,320,159	1,320,159
Total Share Capital	1,320,159	1,320,159	1,320,159
Capital surplus			
Total capital surplus	830,473	830,582	830,582
Retained earnings			

Accounting Title	2023/6/30	2022/12/31	2022/6/30
Total retained earnings	-58,344	107,321	69,036
Other equity interest			
Total other equity interest	-13,725	20,375	21,734
Treasury shares	-44,905	-44,905	-44,905
Total equity attributable to owners of parent	2,033,658	2,233,532	2,196,606
Non-controlling interests	16,067	15,886	18,218
Total equity	2,049,725	2,249,418	2,214,824
Total liabilities and equity	4,567,636	5,155,276	5,437,581
Number of share capital awaiting retirement	0	0	0
Equivalent issue shares of advance receipts for ordinary share	0	0	0
Number of shares in entity held by entity and by its subsidiaries	2,000,000	2,000,000	2,000,000

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2023Q2 Consolidated Financial Statement — Income Statement

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2023/2nd	2022/2nd	2023/01/01 To 2023/06/30	2022/01/01 To 2022/06/30
Income Statement				
Total operating revenue	871,092	843,793	1,702,342	2,079,724
Total operating costs	759,744	892,332	1,551,336	2,017,309
Gross profit (loss) from operations	111,348	-48,539	151,006	62,415
Gross profit (loss) from operations	111,348	-48,539	151,006	62,415
Operating expenses				
Selling expenses	25,089	23,281	47,323	46,803
Administrative expenses	81,989	82,376	156,503	165,121
Research and development expenses	37,477	34,573	75,785	67,120
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	-304	7	-511	548
Total operating expenses	144,251	140,237	279,100	279,592
Net operating income (loss)	-32,903	-188,776	-128,094	-217,177
Non-operating income and expenses				
Total interest income	7,386	4,046	12,085	7,104
Other gains and losses, net	7,915	24,181	19,608	35,677
Finance costs, net	7,510	6,650	14,354	12,604
Total non-operating income and expenses	7,791	21,577	17,339	30,177
Profit (loss) from continuing operations before tax	-25,112	-167,199	-110,755	-187,000
Total tax expense (income)	36,260	-24,505	57,130	-1,463
Profit (loss) from continuing operations	-61,372	-142,694	-167,885	-185,537
Profit (loss)	-61,372	-142,694	-167,885	-185,537
Other comprehensive income				
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	0	-515	0	-1,139
Components of other comprehensive income that will not be reclassified to profit or loss	0	-515	0	-1,139
Exchange differences on translation	-60,166	-53,361	-31,808	86,348
Components of other comprehensive income that will be reclassified to profit or loss	-60,166	-53,361	-31,808	86,348
Other comprehensive income, net	-60,166	-53,876	-31,808	85,209
Total comprehensive income	-121,538	-196,570	-199,693	-100,328
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	-60,542	-140,777	-165,553	-182,678
Profit (loss), attributable to non-controlling interests	-830	-1,917	-2,332	-2,859
Comprehensive income, attributable to owners of parent	-120,132	-194,039	-199,653	-97,271
Comprehensive income, attributable to non-controlling interests	-1,406	-2,531	-40	-3,057
Basic earnings per share				
Total basic earnings per share	-0.47	-1.08	-1.27	-1.39
Diluted earnings per share				
Total diluted earnings per share	-0.47	-1.08	-1.27	-1.39

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2023Q2 Consolidated Financial Statement — Statements of Cash Flows

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2023/01/01 To 2023/06/30	2022/01/01 To 2022/06/30
Statements of Cash Flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	-110,755	-187,000
Profit (loss) before tax	-110,755	-187,000
Depreciation expense	116,182	120,811
Amortization expense	1,789	1,947
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-511	548
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	-4,551	-1,892
Interest expense	14,354	12,604
Interest income	-12,085	-7,104
Loss (gain) on disposal of property, plan and equipment	-1,683	29
Impairment loss on non-financial assets	25,495	0
Other adjustments to reconcile profit (loss)	-482	0
Total adjustments to reconcile profit (loss)	138,508	126,943
Decrease (increase) in accounts receivable	426,002	674,425
Decrease (increase) in inventories	55,900	22,641
Decrease (increase) in other current assets	-333	-3,302
Decrease (increase) in other financial assets	-1,015	-1,117
Decrease (increase) in other operating assets	-270	-274
Total changes in operating assets	480,284	692,373
Increase (decrease) in contract liabilities	13,851	4,964
Increase (decrease) in accounts payable	-147,870	-178,394
Increase (decrease) in other payable	-126,935	-88,586
Increase (decrease) in other current liabilities	-1,081	3,584
Increase (decrease) in net defined benefit liability	-3,150	-6,507
Total changes in operating liabilities	-265,185	-264,939
Total changes in operating assets and liabilities	215,099	427,434
Total adjustments	353,607	554,377
Cash inflow (outflow) generated from operations	242,852	367,377
Income taxes refund (paid)	-64,882	-78,656
Net cash flows from (used in) operating activities	177,970	288,721
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through profit or loss	-625,176	-1,252,949
Proceeds from disposal of financial assets at fair value through profit or loss	358,173	442,380
Acquisition of property, plant and equipment	-26,757	-47,431
Proceeds from disposal of property, plant and equipment	1,738	153
Acquisition of intangible assets	-2,771	-328
Increase in other financial assets	-134	-2,061
Interest received	11,126	6,485
Net cash flows from (used in) investing activities	-283,801	-853,751
Cash flows from (used in) financing activities		
Increase in short-term loans	1,739,000	3,310,000
Decrease in short-term loans	-1,820,000	-3,340,000

Accounting Title	2023/01/01 To 2023/06/30	2022/01/01 To 2022/06/30
Increase in short-term notes and bills payable	30,000	170,000
Decrease in short-term notes and bills payable	-30,000	-70,000
Proceeds from long-term debt	26,000	0
Repayments of long-term debt	-29,500	-40,929
Payments of lease liabilities	-29,664	-36,615
Payments to acquire treasury shares	0	-44,905
Interest paid	-12,782	-10,697
Net cash flows from (used in) financing activities	-126,946	-63,146
Effect of exchange rate changes on cash and cash equivalents	-25,371	29,241
Net increase (decrease) in cash and cash equivalents	-258,148	-598,935
Cash and cash equivalents at beginning of period	1,756,579	1,841,857
Cash and cash equivalents at end of period	1,498,431	1,242,922
Cash and cash equivalents reported in the statement of financial position	1,498,431	1,242,922

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2023Q2 Consolidated Financial Statement — Statements of Changes in Stockholders' Equity

Financial year: Yearly

2023/06/30 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	1,320,159	1,320,159	830,582	57,306	63,673	-13,658	107,321	32,567	-12,192	20,375	-44,905	2,233,532	15,886	2,249,418
Reversal of special reserve	0	0	0	0	-63,673	63,673	0	0	0	0	0	0	0	0
Profit (loss)	0	0	0	0	0	-165,553	-165,553	0	0	0	0	-165,553	-2,332	-167,885
Other comprehensive income	0	0	0	0	0	0	0	-34,100	0	-34,100	0	-34,100	2,292	-31,808
Total comprehensive income	0	0	0	0	0	-165,553	-165,553	-34,100	0	-34,100	0	-199,653	-40	-199,693
Changes in ownership interests in subsidiaries	0	0	-109	0	0	-112	-112	0	0	0	0	-221	221	0
Total increase (decrease) in equity	0	0	-109	0	-63,673	-101,992	-165,665	-34,100	0	-34,100	0	-199,874	181	-199,693
Equity at end of period	1,320,159	1,320,159	830,473	57,306	0	-115,650	-58,344	-1,533	-12,192	-13,725	-44,905	2,033,658	16,067	2,049,725

Financial year: Yearly

2022/06/30 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	1,320,159	1,320,159	830,637	55,622	45,952	183,144	284,718	-52,620	-11,053	-63,673	0	2,371,841	21,220	2,393,061
Legal reserve appropriated	0	0	0	1,684	0	-1,684	0	0	0	0	0	0	0	0
Special reserve appropriated	0	0	0	0	17,721	-17,721	0	0	0	0	0	0	0	0
Cash dividends of ordinary share	0	0	0	0	0	-33,004	-33,004	0	0	0	0	-33,004	0	-33,004
Profit (loss)	0	0	0	0	0	-182,678	-182,678	0	0	0	0	-182,678	-2,859	-185,537
Other comprehensive income	0	0	0	0	0	0	0	86,546	-1,139	85,407	0	85,407	-198	85,209
Total comprehensive income	0	0	0	0	0	-182,678	-182,678	86,546	-1,139	85,407	0	-97,271	-3,057	-100,328
Purchase of treasury shares	0	0	0	0	0	0	0	0	0	0	-44,905	-44,905	0	-44,905
Changes in ownership interests in subsidiaries	0	0	-55	0	0	0	0	0	0	0	0	-55	55	0
Total increase (decrease) in equity	0	0	-55	1,684	17,721	-235,087	-215,682	86,546	-1,139	85,407	-44,905	-175,235	-3,002	-178,237
Equity at end of period	1,320,159	1,320,159	830,582	57,306	63,673	-51,943	69,036	33,926	-12,192	21,734	-44,905	2,196,606	18,218	2,214,824