

3294 MEGAFORCE COMPANY LIMITED

2020Q4 Consolidated Financial Report

Unit: NT\$ thousands

Balance Sheet			
Code	Accounting Title	2020/12/31	2019/12/31
	Assets		
	Current assets		
1100	Cash and cash equivalents	1,740,445	1,678,634
1170	Accounts receivable, net	2,007,738	1,525,920
1180	Accounts receivable due from related parties, net	-	211
1210	Other receivables due from related parties	-	8
130X	Current inventories	593,938	417,944
1476	Other current financial assets	12,405	37,250
1479	Other current assets, others	62,836	66,666
11XX	Total current assets	4,417,362	3,726,633
	Non-current assets		
1510	Non-current financial assets at fair value through profit or loss	30,000	30,000
1517	Non-current financial assets at fair value through other comprehensive income	8,639	500
1550	Investments accounted for using equity method	19,687	35,550
1600	Property, plant and equipment	1,099,054	872,549
1755	Right-of-use assets	181,254	222,806
1780	Intangible assets	41,693	37,528
1840	Deferred tax assets	175,782	130,957
1980	Other non-current financial assets	15,271	13,853
1990	Other non-current assets, others	24,305	128,376
15XX	Total non-current assets	1,595,685	1,472,119
1XXX	Total assets	6,013,047	5,198,752
	Liabilities and equity		
	Liabilities		
	Current liabilities		
2100	Current borrowings	957,470	954,404
2130	Current contract liabilities	30,620	16,989
2170	Accounts payable	653,106	462,540
2200	Other payables	808,577	574,531
2220	Other payables to related parties	3,224	-
2230	Current tax liabilities	45,571	3,764
2280	Current lease liabilities	39,146	41,387
2322	Long-term borrowings, current portion	254,000	109,000
2360	Net defined benefit liability, current	14,252	19,248
2399	Other current liabilities, others	26,300	26,238
21XX	Total current liabilities	2,832,266	2,208,101
	Non-current liabilities		
2500	Non-current financial liabilities at fair value through profit or loss	345	-
2530	Bonds payable	28,083	-

2540	Non-current portion of non-current borrowings	403,000	304,000
2570	Deferred tax liabilities	121,899	90,449
2580	Non-current lease liabilities	107,295	142,047
2640	Net defined benefit liability, non-current	66,572	104,198
2670	Other non-current liabilities, others	880	475
25XX	Total non-current liabilities	728,074	641,169
2XXX	Total liabilities	3,560,340	2,849,270
	Equity		
	Equity attributable to owners of parent		
3100	Share Capital	1,320,159	1,320,159
3200	Capital surplus	831,284	830,450
3300	Retained earnings	333,888	260,941
3400	Other equity interest	(45,952)	(73,815)
31XX	Total equity attributable to owners of parent	2,439,379	2,337,735
36XX	Non-controlling interests	13,328	11,747
3XXX	Total equity	2,452,707	2,349,482
3X2X	Total liabilities and equity	6,013,047	5,198,752

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Statement of Comprehensive Income			
Code	Accounting Title	2020/1/1To12/31	2019/1/1To12/31
4000	Total operating revenue	5,093,357	5,000,238
5000	Total operating costs	4,234,167	4,325,408
5950	Gross profit from operations	859,190	674,830
	Operating expenses		
6100	Selling expenses	86,645	101,542
6200	Administrative expenses	406,363	388,733
6300	Research and development expenses	148,029	127,629
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	771	212
6000	Total operating expenses	641,808	618,116
6900	Net operating income	217,382	56,714
	Non-operating income and expenses		
7100	Interest income	23,781	42,295
7020	Other gains and losses, net	(29,952)	31,342
7060	Share of loss of associates and joint ventures accounted for using equity method, net	(3,696)	(5,657)
7510	Finance costs, net	(23,881)	(22,001)
7000	Total non-operating income and expenses	(33,748)	45,979
7900	Profit from continuing operations before tax	183,634	102,693
7950	Total tax expense	97,157	76,871
8000	Profit from continuing operations	86,477	25,822
	Other comprehensive income		
8311	Gains on remeasurements of defined benefit plans	26,846	1,312
8316	Unrealised losses from investments in equity instruments measured at fair value through other comprehensive income	(9,533)	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-
	Components of other comprehensive income that will not be reclassified to profit or loss	17,313	1,312
8360	Components of other comprehensive income that will be reclassified to profit or loss		
8361	Exchange differences on translation	37,539	(107,524)
8370	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	25	(463)
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-
	Components of other comprehensive income that will be reclassified to profit or loss	37,564	(107,987)
8300	Total other comprehensive income	54,877	(106,675)
8500	Total comprehensive income	141,354	(80,853)
	Profit (loss), attributable to:		
8610	Profit, attributable to owners of parent	85,706	30,532
8620	Profit (loss), attributable to non-controlling interests	771	(4,710)
8000	Profit from continuing operations	86,477	25,822
	Comprehensive income attributable to:		
8710	Comprehensive income, attributable to owners of parent	140,415	(75,749)
8720	Comprehensive income, attributable to non-controlling interests	939	(5,104)
8500	Total comprehensive income	141,354	(80,853)
9750	Total basic earnings per share	0.65	0.23
9850	Total diluted earnings per share	0.65	0.23

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Statements of Cash Flows		
Accounting Title	2020/1/1To12/31	2019/1/1To12/31
Cash flows from (used in) operating activities, indirect method		
Profit from continuing operations before tax	183,634	102,693
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	240,861	265,742
Amortization expense	5,036	5,382
Expected credit loss / Provision (reversal of provision) for bad debt expense	771	212
Net gain on financial assets or liabilities at fair value through profit or loss	(13,917)	-
Interest expense	23,881	22,001
Interest income	(23,781)	(42,295)
Share-based payments	-	(48)
Share of loss of associates and joint ventures accounted for using equity method	3,696	5,657
Gain on disposal of property, plan and equipment	(621)	(2,191)
Property, plan and equipment transferred to expenses	1,001	332
Gain on disposal of other assets	(2,795)	(891)
Total adjustments to reconcile profit	234,132	253,901
Changes in operating assets and liabilities		
Changes in operating assets		
Increase in accounts receivable	(448,750)	(103,356)
Decrease in accounts receivable due from related parties	211	321
Decrease (increase) in other receivable due from related parties	8	(8)
Adjustments for decrease (increase) in inventories	(168,546)	214,706
Decrease (increase) in other financial assets-current	84	(2,090)
Increase in other financial assets-non current	-	(44)
Adjustments for decrease (increase) in other current assets	(7,047)	15,301
Total changes in operating assets	(624,040)	124,830
Changes in operating liabilities		
Increase (decrease) in contract liabilities	12,478	(26,843)
Increase (decrease) in accounts payable	177,500	(77,108)
Increase in other payable	234,976	28,120
Increase in other payable to related parties	3,224	-
Adjustments for increase in other current liabilities	620	114
Decrease in net defined benefit liability	(15,776)	(19,395)
Total changes in operating liabilities	413,022	(95,112)
Total changes in operating assets and liabilities	(211,018)	29,718
Total adjustments	23,114	283,619
Cash inflow generated from operations	206,748	386,312
Income taxes paid	(61,690)	(94,612)
Net cash flows from operating activities	145,058	291,700

Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	(5,480)	-
Acquisition of financial assets at amortised cost	(1,433,556)	(2,579,265)
Proceeds from repayments of financial assets at amortised cost	1,420,844	2,555,700
Acquisition of financial assets at fair value through profit or loss	(2,160,640)	(30,000)
Proceeds from disposal of financial assets at fair value through profit or loss	2,187,231	-
Acquisition of investments accounted for using equity method	-	(24,559)
Acquisition of property, plant and equipment	(348,498)	(229,543)
Proceeds from disposal of property, plant and equipment	4,956	3,164
Acquisition of intangible assets	(7,650)	(5,674)
Decrease (increase) in other financial assets-current	23,956	(13,431)
Increase in other financial assets-non current	(1,752)	(275)
Interest received	11,344	16,299
Net cash flows used in investing activities	(309,245)	(307,584)
Cash flows from (used in) financing activities		
Increase in short-term loans	5,184,607	4,362,278
Decrease in short-term loans	(5,181,759)	(4,099,531)
Proceeds from issuing bonds	30,000	-
Proceeds from long-term debt	727,000	395,000
Repayments of long-term debt	(483,000)	(311,000)
Payments of lease liabilities	(43,447)	(62,378)
Increase in other non-current liabilities	400	-
Cash dividends paid	(39,605)	(30,363)
Change in non-controlling interests	-	37
Interest paid	(20,410)	(17,580)
Net cash flows from financing activities	173,786	236,463
Effect of exchange rate changes on cash and cash equivalents	52,212	(10,085)
Net increase in cash and cash equivalents	61,811	210,494
Cash and cash equivalents at beginning of period	1,678,634	1,468,140
Cash and cash equivalents at end of period	1,740,445	1,678,634

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Last year's Statements of Change in Equity

Equity attributable to owners of parent											
			Retained earnings				Other equity interest				
	Ordinary share	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealised losses on financial assets measured at fair value through other comprehensive income	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	1,320,159	831,950	41,234	-	218,227	259,461	33,778	-	2,445,348	15,361	2,460,709
Legal reserve appropriated	-	-	79	-	(79)	-	-	-	-	-	-
Cash dividends of ordinary share	-	1	-	-	(30,364)	(30,364)	-	-	(30,363)	-	(30,363)
Profit (loss)	-	-	-	-	30,532	30,532	-	-	30,532	(4,710)	25,822
Other comprehensive income	-	-	-	-	1,312	1,312	(107,593)	-	(106,281)	(394)	(106,675)
Total comprehensive income	-	-	-	-	31,844	31,844	(107,593)	-	(75,749)	(5,104)	(80,853)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	37	37
Changes in ownership interests in subsidiaries	-	(1,501)	-	-	-	-	-	-	(1,501)	1,453	(48)
Equity at end of period	1,320,159	830,450	41,313	-	219,628	260,941	(73,815)	-	2,337,735	11,747	2,349,482

Statements of Change in Equity

Equity at beginning of period	1,320,159	830,450	41,313	-	219,628	260,941	(73,815)	-	2,337,735	11,747	2,349,482
Legal reserve appropriated	-	-	3,053	-	(3,053)	-	-	-	-	-	-
Special reserve appropriated	-	-	-	73,815	(73,815)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(39,605)	(39,605)	-	-	(39,605)	-	(39,605)
Profit	-	-	-	-	85,706	85,706	-	-	85,706	771	86,477
Other comprehensive income	-	-	-	-	26,846	26,846	37,396	(9,533)	54,709	168	54,877
Total comprehensive income	-	-	-	-	112,552	112,552	37,396	(9,533)	140,415	939	141,354
Due to recognition of equity component of convertible bonds (preference share) issued	-	1,476	-	-	-	-	-	-	1,476	-	1,476
Changes in ownership interests in subsidiaries	-	(642)	-	-	-	-	-	-	(642)	642	-
Equity at end of period	1,320,159	831,284	44,366	73,815	215,707	333,888	(36,419)	(9,533)	2,439,379	13,328	2,452,707