

3294 MEGAFORCE COMPANY LIMITED

2021Q3 Consolidated Financial Report

Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2021/9/30	2020/12/31	2020/9/30
	Assets			
	Current assets			
1100	Cash and cash equivalents	802,849	1,740,445	1,000,556
1110	Current financial assets at fair value through profit or loss	920,255	-	128,439
1136	Current financial assets at amortised cost	-	-	513,228
1170	Accounts receivable, net	1,555,205	2,007,738	1,865,378
130X	Current inventories	750,272	593,938	612,891
1476	Other current financial assets	4,491	12,405	25,249
1479	Other current assets, others	109,388	62,836	99,803
11XX	Total current assets	4,142,460	4,417,362	4,245,544
	Non-current assets			
1510	Non-current financial assets at fair value through profit or loss	39,210	30,000	30,000
1517	Non-current financial assets at fair value through other comprehensive income	8,744	8,639	12,692
1550	Investments accounted for using equity method	15,110	19,687	18,709
1600	Property, plant and equipment	1,105,294	1,099,054	1,093,920
1755	Right-of-use assets	192,692	181,254	179,046
1780	Intangible assets	37,475	41,693	36,992
1840	Deferred tax assets	174,245	175,782	130,437
1980	Other non-current financial assets	14,100	15,271	15,038
1990	Other non-current assets, others	4,312	24,305	10,499
15XX	Total non-current assets	1,591,182	1,595,685	1,527,333
1XXX	Total assets	5,733,642	6,013,047	5,772,877
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2100	Current borrowings	1,060,000	957,470	1,097,470
2130	Current contract liabilities	87,792	30,620	49,735
2170	Accounts payable	580,078	653,106	680,979
2200	Other payables	618,126	808,577	652,914
2220	Other payables to related parties	454	3,224	1,912
2230	Current tax liabilities	22,813	45,571	55,201
2280	Current lease liabilities	37,540	39,146	37,238
2322	Long-term borrowings, current portion	97,043	254,000	164,000
2360	Net defined benefit liability, current	14,252	14,252	39,391
2399	Other current liabilities, others	25,981	26,300	24,581
21XX	Total current liabilities	2,544,079	2,832,266	2,803,421
	Non-current liabilities			
2500	Non-current financial liabilities at fair value through profit or loss	378	345	564
2530	Bonds payable	28,392	28,083	27,980

Code	Accounting Title	2021/9/30	2020/12/31	2020/9/30
2540	Non-current portion of non-current borrowings	514,243	403,000	409,000
2570	Deferred tax liabilities	121,736	121,899	90,425
2580	Non-current lease liabilities	123,999	107,295	114,091
2640	Net defined benefit liability, non-current	56,550	66,572	69,726
2670	Other non-current liabilities, others	386	880	871
25XX	Total non-current liabilities	845,684	728,074	712,657
2XXX	Total liabilities	3,389,763	3,560,340	3,516,078
	Equity			
	Equity attributable to owners of parent			
3100	Share Capital	1,320,159	1,320,159	1,320,159
3200	Capital surplus	830,637	831,284	831,284
3300	Retained earnings	272,661	333,888	216,841
3400	Other equity interest	(93,902)	(45,952)	(123,790)
31XX	Total equity attributable to owners of parent	2,329,555	2,439,379	2,244,494
36XX	Non-controlling interests	14,324	13,328	12,305
3XXX	Total equity	2,343,879	2,452,707	2,256,799
3X2X	Total liabilities and equity	5,733,642	6,013,047	5,772,877

3294 MEGAFORCE COMPANY LIMITED

2021Q3 Consolidated Financial Report

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Statement of Comprehensive Income					
Code	Accounting Title	2021/7/1To9/30	2020/7/1To9/30	2021/1/1To9/30	2020/1/1To9/30
4000	Operating revenue	1,334,825	1,633,098	3,869,472	3,386,477
5000	Operating costs	1,202,830	1,287,050	3,409,055	2,840,408
	Gross profit from operations	131,995	346,048	460,417	546,069
	Operating expenses				
6100	Selling expenses	22,777	23,117	64,191	62,884
6200	Administrative expenses	91,488	103,226	268,106	287,162
6300	Research and development expenses	37,784	36,215	105,533	106,266
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	2,361	844	529	1,001
	Total operating expenses	154,410	163,402	438,359	457,313
	Net operating income (loss)	(22,415)	182,646	22,058	88,756
	Non-operating income and expenses				
7100	Interest income	3,307	6,511	9,327	21,130
7020	Other gains and losses, net	(2,508)	(20,679)	28,605	(16,120)
7060	Share of loss of associates and joint ventures accounted for using equity method, net	(1,599)	(1,584)	(4,052)	(4,652)
7510	Finance costs, net	(5,551)	(6,062)	(16,405)	(18,120)
	Total non-operating income and expenses	(6,351)	(21,814)	17,475	(17,762)
7900	Profit (loss) from continuing operations before tax	(28,766)	160,832	39,533	70,994
7950	Total tax expense	5,945	47,942	34,170	75,465
	Profit (loss) from continuing operations	(34,711)	112,890	5,363	(4,471)
8300	Other comprehensive income				
8310	Components of other comprehensive income that will not be reclassified to profit or loss				
8316	Unrealised gains (losses) from investments in equity instruments measured at fair value Through other comprehensive income	(742)	-	105	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
8310	Components of other comprehensive income that will not be reclassified to profit or loss	(742)	-	105	-
8360	Components of other comprehensive income that will be reclassified to profit or loss				
8361	Exchange differences on translation	(8,847)	64,112	(47,764)	(50,087)
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	(19)	(624)	(524)	4
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	(8,866)	63,488	(48,288)	(50,083)
8300	Total other comprehensive income	(9,608)	63,488	(48,183)	(50,083)
8500	Total comprehensive income	(44,319)	176,378	(42,820)	(54,554)
	Profit (loss), attributable to:				
8610	Profit (loss), attributable to owners of parent	(34,989)	111,795	4,781	(4,495)
8620	Profit (loss), attributable to non-controlling interests	278	1,095	582	24
	Profit (loss) from continuing operations	(34,711)	112,890	5,363	(4,471)
	Comprehensive income attributable to:				
8710	Comprehensive income, attributable to owners of parent	(44,539)	175,044	(43,169)	(54,470)
8720	Comprehensive income, attributable to non-controlling interests	220	1,334	349	(84)
	Total comprehensive income	(44,319)	176,378	(42,820)	(54,554)
9750	Total basic earnings per share	(0.27)	0.85	0.04	(0.03)
9850	Total diluted earnings per share	(0.27)	0.85	0.04	(0.03)

3294 MEGAFORCE COMPANY LIMITED

2021Q3 Consolidated Financial Report

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Statements of Cash Flows			
Accounting Title	2021/1/1To9/30	2020/1/1To9/30	
Cash flows from (used in) operating activities, indirect method			
Profit from continuing operations before tax	39,533	70,994	
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation expense	176,441	180,840	
Amortization expense	7,159	2,887	
Expected credit loss / Provision for bad debt expense	529	1,001	
Net gain on financial assets or liabilities at fair value through profit or loss	(27,476)	(8,019)	
Interest expense	16,405	18,120	
Interest income	(9,327)	(21,130)	
Share of loss of associates and joint ventures accounted for using equity method	4,052	4,652	
Gain on disposal of property, plan and equipment	(2,379)	(239)	
Property, plan and equipment transferred to expenses	32	1,001	
Gain on disposal of other assets	-	(2,360)	
Total adjustments to reconcile profit	165,436	176,753	
Changes in operating assets and liabilities			
Changes in operating assets			
Decrease (increase) in accounts receivable	430,463	(340,635)	
Decrease in accounts receivable due from related parties	-	211	
Decrease in other receivable due from related parties	-	8	
Adjustments for increase in inventories	(166,346)	(198,758)	
Decrease in other financial assets-current	7,791	5,304	
Increase in other financial assets-non current	(4)	-	
Adjustments for increase in other current assets	(5,660)	(10,161)	
Total changes in operating assets	266,244	(544,031)	
Changes in operating liabilities			
Increase in contract liabilities	58,244	32,707	
Increase (decrease) in accounts payable	(62,804)	218,554	
Increase (decrease) in other payable	(199,683)	96,967	
Increase (decrease) in other payable to related parties	(2,770)	1,912	
Adjustments for increase (decrease) in other current liabilities	91	(511)	
Decrease in net defined benefit liability	(10,022)	(14,329)	
Total changes in operating liabilities	(216,944)	335,300	
Total changes in operating assets and liabilities	49,300	(208,731)	
Total adjustments	214,736	(31,978)	
Cash inflow generated from operations	254,269	39,016	
Income taxes paid	(99,279)	(53,899)	
Net cash flows from (used in) operating activities	154,990	(14,883)	
Cash flows from (used in) investing activities			
Acquisition of financial assets at fair value through other comprehensive income	(1,840,442)	(1,377,621)	
Proceeds from disposal of financial assets at fair value through other comprehensive income	920,984	1,255,133	
Acquisition of financial assets at amortised cost	-	(1,433,556)	
Proceeds from repayments of financial assets at amortised cost	-	900,346	
Acquisition of property, plant and equipment	(121,588)	(306,952)	

Accounting Title	2021/1/1To9/30	2020/1/1To9/30
Proceeds from disposal of property, plant and equipment	2,572	2,535
Acquisition of intangible assets	(3,004)	(876)
Decrease in other financial assets-current	-	8,970
Decrease (increase) in other financial assets-non current	694	(2,064)
Interest received	9,179	9,597
Net cash flows used in investing activities	(1,031,605)	(944,488)
Cash flows from (used in) financing activities		
Increase in short-term loans	3,878,992	3,987,137
Decrease in short-term loans	(3,776,462)	(3,844,289)
Proceeds from issuing bonds	-	30,000
Proceeds from long-term debt	440,000	557,000
Repayments of long-term debt	(485,714)	(397,000)
Payments of lease liabilities	(38,133)	(29,659)
Increase in other non-current liabilities	-	400
Decrease in other non-current liabilities	(486)	-
Cash dividends paid	(66,008)	(39,605)
Interest paid	(13,595)	(15,644)
Net cash flows from (used in) financing activities	(61,406)	248,340
Effect of exchange rate changes on cash and cash equivalents	425	32,953
Net decrease in cash and cash equivalents	(937,596)	(678,078)
Cash and cash equivalents at beginning of period	1,740,445	1,678,634
Cash and cash equivalents at end of period	802,849	1,000,556

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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	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 equity attributable to owners of parent	Non-controlling interests	Total 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)
Loss	-	-	-	-	(4,495)	(4,495)	-	-	(4,495)	24	(4,471)
Other comprehensive income	-	-	-	-	-	-	(49,975)	-	(49,975)	(108)	(50,083)
Total comprehensive income	-	-	-	-	(4,495)	(4,495)	(49,975)	-	(54,470)	(84)	(54,554)
Due to recognition of equity component of convertible bonds 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	98,660	216,841	(123,790)	-	2,244,494	12,305	2,256,799
Statements of Change in Equity											
Equity at beginning 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
Legal reserve appropriated	-	-	11,256	-	(11,256)	-	-	-	-	-	-
Special reserve appropriated	-	-	-	(27,863)	27,863	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(66,008)	(66,008)	-	-	(66,008)		(66,008)
Profit	-	-	-	-	4,781	4,781	-	-	4,781	582	5,363
Other comprehensive income	-	-	-	-	-	-	(48,055)	105	(47,950)	(233)	(48,183)
Total comprehensive income	-	-	-	-	4,781	4,781	(48,055)	105	(43,169)	349	(42,820)
Changes in ownership interests in subsidiaries		(647)	-	-	-	-	-	-	(647)	647	-
Equity at end of period	1,320,159	830,637	55,622	45,952	171,087	272,661	(84,474)	(9,428)	2,329,555	14,324	2,343,879