

Financial Statement – Balance Sheet

Provided by: FSP Technology Inc.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2017/9/30	2016/12/31	2016/9/30
Balance Sheet			
Assets			
Current assets			
Cash and cash equivalents			
Total cash and cash equivalents	2,951,671	3,388,147	3,146,367
Current financial assets at fair value through profit or loss			
Current financial assets at fair value through profit or loss, designated as non initial recognition	0	30,045	30,790
Total current financial assets at fair value through profit or loss	0	30,045	30,790
Notes receivable, net			
Notes receivable, net	118,323	122,892	100,951
Accounts receivable, net			
Accounts receivable, net	3,537,307	3,390,922	3,526,124
Accounts receivable due from related parties, net			
Accounts receivable due from related parties	724,492	731,230	841,780
Accounts receivable due from related parties, net	724,492	731,230	841,780
Other receivables			
Other receivables, net	35,599	36,129	124,075
Current tax assets			
Total current tax assets	25,280	6,272	6,819
Inventories			
Inventories, manufacturing business			
Inventories, manufacturing business, net	2,029,528	2,295,393	1,824,445
Total inventories	2,029,528	2,295,393	1,824,445
Prepayments			
Total prepayments	90,991	111,359	103,127
Other current assets			
Total other current assets	21,806	18,215	20,932
Total current assets	9,534,997	10,130,604	9,725,410
Non-current assets			
Non-current available-for-sale financial assets			
Non-current available-for-sale financial assets, net	2,847,225	2,623,076	2,892,919
Non-current financial assets at cost			
Non-current financial assets at cost, net	28,444	28,856	29,331
Investments accounted for using equity method			
Investments accounted for using equity method, net	69,924	72,990	71,832

Property, plant and equipment			
Total property, plant and equipment	1,383,041	1,351,010	1,322,848
Intangible assets			
Total intangible assets	223,924	220,745	221,667
Deferred tax assets	49,140	49,819	39,753
Other non-current assets			
Total other non-current assets	120,171	74,402	104,413
Total non-current assets	4,721,869	4,420,898	4,682,763
Total assets	14,256,866	14,551,502	14,408,173
Liabilities and equity			
Liabilities			
Current liabilities			
Short-term borrowings			
Total short-term borrowings	105,606	112,249	125,174
Notes payable			
Total notes payable	14,961	15,551	17,364
Accounts payable			
Total accounts payable	4,237,489	4,728,245	4,409,489
Accounts payable to related parties			
Total accounts payable to related parties	75,885	46,261	35,888
Other payables			
Total other payables	751,789	812,050	928,684
Current tax liabilities	103,219	121,728	113,478
Current provisions			
Total current provisions	222,374	209,057	0
Other current liabilities			
Total other current liabilities	59,138	60,686	67,475
Total current liabilities	5,570,461	6,105,827	5,697,552
Non-current liabilities			
Deferred tax liabilities			
Total deferred tax liabilities	2,712	2,890	6,580
Other non-current liabilities			
Net defined benefit liability, non-current	44,155	51,142	51,172
Guarantee deposits received	978	837	851
Total other non-current liabilities	45,133	51,979	52,023
Total non-current liabilities	47,845	54,869	58,603
Total liabilities	5,618,306	6,160,696	5,756,155
Equity			
Equity attributable to owners of parent			
Share capital			
Ordinary share	1,922,620	1,922,620	1,922,620

Total capital stock	1,922,620	1,922,620	1,922,620
Capital surplus			
Total capital surplus	1,151,707	1,247,838	1,239,868
Retained earnings			
Legal reserve	862,814	831,805	831,805
Unappropriated retained earnings (accumulated deficit)			
Total unappropriated retained earnings (accumulated deficit)	1,649,210	1,605,136	1,499,391
Total retained earnings	2,512,024	2,436,941	2,331,196
Other equity interest			
Exchange differences on translation of foreign financial statements			
Total exchange differences on translation of foreign financial statements	-25,415	9,950	38,308
Unrealized gains (losses) on available-for-sale financial assets			
Total unrealized gains (losses) on available-for-sale financial assets	2,819,537	2,503,493	2,862,202
Total other equity interest	2,794,122	2,513,443	2,900,510
Treasury shares	0	0	0
Total equity attributable to owners of parent	8,380,473	8,120,842	8,394,194
Non-controlling interests	258,087	269,964	257,824
Total equity	8,638,560	8,390,806	8,652,018
Total liabilities and equity	14,256,866	14,551,502	14,408,173
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	0	0	0

Financial Statement – Income Statement

Provided by: FSP Technology Inc.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2017/3rd	2016/3rd	2017/01/01To2017/09/30	2016/01/01To2016/09/30
Statement of comprehensive income				
Operating revenue				
Net sales revenue				
Sales revenue				
Sales revenue	3,820,118	3,959,845	11,143,474	11,713,858
Total sales revenue	3,820,118	3,959,845	11,143,474	11,713,858
Sales returns	17,733	16,570	32,035	38,352
Sales discounts and allowances	16,835	29,000	55,492	71,772
Net sales revenue	3,785,550	3,914,275	11,055,947	11,603,734
Total operating revenue	3,785,550	3,914,275	11,055,947	11,603,734
Operating costs				
Total operating costs	3,339,694	3,453,009	9,833,685	10,214,242
Gross profit (loss) from operations	445,856	461,266	1,222,262	1,389,492
Unrealized profit (loss) from sales	292	451	210	477
Gross profit (loss) from operations	445,564	460,815	1,222,052	1,389,015
Operating expenses				
Selling expenses				
Total selling expenses	164,679	165,821	486,277	497,847
Administrative expenses				
Total administrative expenses	164,719	137,178	414,714	420,109
Research and development expenses				
Total research and development expenses	118,634	113,675	356,482	338,663

Total operating expenses	448,032	416,674	1,257,473	1,256,619
Net operating income (loss)	-2,468	44,141	-35,421	132,396
Non-operating income and expenses				
Other income				
Total other income	146,696	123,214	206,337	217,701
Other gains and losses				
Other gains and losses, net	151,248	-42,285	156,970	-66,323
Finance costs				
Finance costs, net	888	921	2,681	2,682
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	-1,457	1,569	-1,253	-1,228
Total non-operating income and expenses	295,599	81,577	359,373	147,468
Profit (loss) from continuing operations before tax	293,131	125,718	323,952	279,864
Tax expense (income)				
Total tax expense (income)	35,659	25,618	52,570	71,139
Profit (loss) from continuing operations	257,472	100,100	271,382	208,725
Profit (loss) from discontinued operations				
Total profit (loss) from discontinued operations	0	0	0	0
Profit (loss)	257,472	100,100	271,382	208,725
Other comprehensive income				
Components of other comprehensive income that will be reclassified to profit or loss				
Exchange differences on translation	27,774	-66,955	-36,252	-130,083
Unrealised gains (losses) on valuation of available-for-sale financial assets	40,597	368,321	316,044	140,601

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				
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	-108	-740	-1,603	-1,185
Components of other comprehensive income that will be reclassified to profit or loss	68,263	300,626	278,189	9,333
Other comprehensive income, net	68,263	300,626	278,189	9,333
Total comprehensive income	325,735	400,726	549,571	218,058
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	254,644	97,608	267,345	202,576
Profit (loss), attributable to non-controlling interests	2,828	2,492	4,037	6,149
Comprehensive income attributable to:				
Comprehensive income, attributable to owners of parent	323,088	399,350	548,024	213,679
Comprehensive income, attributable to non-controlling interests	2,647	1,376	1,547	4,379
Basic earnings per share				
Total basic earnings per share	1.32	0.51	1.39	1.05
Diluted earnings per share				
Total diluted earnings per share	1.32	0.51	1.38	1.05

Financial Statement – Statements of Cash Flows

Provided by: FSP Technology Inc.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2017/01/01To2017/09/30	2016/01/01To2016/09/30
Statement of cash flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	323,952	279,864
Profit (loss) before tax	323,952	279,864
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	103,906	119,743
Amortization expense	1,580	2,094
Provision (reversal of provision) for bad debt expense	7,387	6,628
Interest expense	2,681	2,682
Interest income	-22,420	-25,349
Dividend income	-112,167	-84,000
Share of loss (profit) of associates and joint ventures accounted for using equity method	1,253	1,228
Loss (gain) on disposal of property, plan and equipment	1,892	-16,283
Loss (gain) on disposal of investments	-190,222	0
Unrealized profit (loss) from sales	210	477
Total adjustments to reconcile profit (loss)	-205,900	7,220
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in financial assets held for trading	30,045	80,664
Decrease (increase) in notes receivable	4,569	-3,586
Decrease (increase) in accounts receivable	-153,766	-294,963

Decrease (increase) in accounts receivable due from related parties	6,738	-184,575
Decrease (increase) in other receivable	801	-2,088
Decrease (increase) in inventories	265,865	215,217
Decrease (increase) in prepayments	20,368	15,360
Decrease (increase) in other current assets	-3,591	7,290
Decrease (increase) in other operating assets	1,882	4,377
Total changes in operating assets	172,911	-162,304
Changes in operating liabilities		
Increase (decrease) in notes payable	-590	4,123
Increase (decrease) in accounts payable	-490,756	-127,801
Increase (decrease) in accounts payable to related parties	29,624	-11,343
Increase (decrease) in other payable	-60,248	40,735
Increase (decrease) in provisions	13,317	0
Increase (decrease) in other current liabilities	-1,548	5,755
Increase (decrease) in net defined benefit liability	-6,987	-6,536
Total changes in operating liabilities	-517,188	-95,067
Total changes in operating assets and liabilities	-344,277	-257,371
Total adjustments	-550,177	-250,151
Cash inflow (outflow) generated from operations	-226,225	29,713
Interest received	22,149	25,544
Interest paid	-2,694	-2,665
Income taxes refund (paid)	-90,087	-43,988
Net cash flows from (used in) operating activities	-296,857	8,604
Cash flows from (used in) investing activities		
Proceeds from disposal of available-for-sale financial assets	282,117	0
Acquisition of property, plant and equipment	-145,301	-255,768
Proceeds from disposal of property, plant and equipment	46	0
Increase in refundable deposits	-35,903	-3,394
Acquisition of intangible assets	-4,763	-4,180
Increase in prepayments for business facilities	-12,465	-34,707
Dividends received	112,167	279

Net cash flows from (used in) investing activities	195,898	-297,770
Cash flows from (used in) financing activities		
Increase in short-term loans	46,369	62,098
Decrease in short-term loans	-46,369	-79,074
Increase in guarantee deposits received	141	-5
Cash dividends paid	-288,393	-288,393
Other financing activities	-13,424	-10,962
Net cash flows from (used in) financing activities	-301,676	-316,336
Effect of exchange rate changes on cash and cash equivalents	-33,841	-97,483
Net increase (decrease) in cash and cash equivalents	-436,476	-702,985
Cash and cash equivalents at beginning of period	3,388,147	3,849,352
Cash and cash equivalents at end of period	2,951,671	3,146,367
Cash and cash equivalents reported in the statement of financial position	2,951,671	3,146,367

Financial Statement – Statements of Changes in Stockholders' Equity

Provided by: FSP Technology Inc.

Financial year: Yearly

Unit: NT\$ thousand

2017/09/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

	Ordinary share	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on available-for-sale financial assets	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	1,922,620	1,922,620	1,247,838	831,805	1,605,136	2,436,941	9,950	2,503,493	2,513,443	8,120,842	269,964	8,390,806
Legal reserve appropriated				31,009	-31,009	0				0		0
Cash dividends of ordinary share					-192,262	-192,262				-192,262	-13,424	-205,686
Cash dividends from capital surplus			-96,131							-96,131		-96,131
Profit (loss)					267,345	267,345				267,345	4,037	271,382

Other comprehensive income					0	0	-35,365	316,044	280,679	280,679	-2,490	278,189
Total comprehensive income					267,345	267,345	-35,365	316,044	280,679	548,024	1,547	549,571
Total increase (decrease) in equity	0	0	-96,131	31,009	44,074	75,083	-35,365	316,044	280,679	259,631	-11,877	247,754
Equity at end of period	1,922,620	1,922,620	1,151,707	862,814	1,649,210	2,512,024	-25,415	2,819,537	2,794,122	8,380,473	258,087	8,638,560

2016/09/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

	Ordinary share	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on available-for-sale financial assets	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	1,922,620	1,922,620	1,333,069	793,995	1,526,887	2,320,882	167,806	2,721,601	2,889,407	8,465,978	263,964	8,729,942
Legal reserve appropriated				37,810	-37,810	0				0		0
Cash dividends of ordinary share				0	-192,262	-192,262				-192,262		-192,262
Changes in equity of associates and joint ventures accounted for using equity method			2,930							2,930		2,930
Cash dividends from capital surplus			-96,131							-96,131		-96,131
Profit (loss)					202,576	202,576				202,576	6,149	208,725

Other comprehensive income													
Total comprehensive income													
Changes in non-controlling interests													
Total increase (decrease) in equity													
Equity at end of period													
	1,922,620	1,922,620	1,239,868	831,805	1,499,391	2,331,196	38,308	2,862,202	2,900,510	8,394,194	257,824	8,652,018	