

English Translation of Financial Statements Originally Issued in Chinese

**SENSORTEK TECHNOLOGY CORP.**

**FINANCIAL STATEMENTS**

**JUNE 30, 2019, DECEMBER 31, 2018**

**AND JUNE 30, 2020**

The financial statements have been originally issued in Chinese. If there is any inconsistency or ambiguity between the English version and the Chinese version, the Chinese version shall prevail.

Financial Statement – Balance Sheet

Provided by: Sensortek Technology Corp.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/06/30	2018/12/31	2018/06/30
<b>Balance Sheet</b>			
<b>Current assets</b>			
Cash and cash equivalents	491,204	539,578	151,555
Current financial assets at amortised cost	510,800	0	0
Accounts receivable, net	334,373	192,416	157,459
Accounts receivable due from related parties, net	258,542	91,971	31,798
Other receivables	909	22,533	203
Current inventories	355,887	329,718	259,659
Prepayments	40,325	40,193	12,808
<b>Total current assets</b>	<b>1,992,040</b>	<b>1,216,409</b>	<b>613,482</b>
<b>Non-current assets</b>			
Property, plant and equipment	45,765	51,238	54,887
Right-of-use assets	19,650	0	0
Intangible assets	2,760	1,965	548
Other non-current assets	500	488	467
<b>Total non-current assets</b>	<b>68,675</b>	<b>53,691</b>	<b>55,902</b>
<b>Total assets</b>	<b>2,060,715</b>	<b>1,270,100</b>	<b>669,384</b>
<b>Current liabilities</b>			
Accounts payable	586,899	401,143	305,805
Accounts payable to related parties	0	0	431
Other payables	234,349	151,109	33,803
Other payables to related parties	8,076	3,565	2,262
Current tax liabilities	83,139	48,258	4,479
Current lease liabilities	4,013	0	0
Other current liabilities	2,950	1,447	4,834
<b>Total current liabilities</b>	<b>919,426</b>	<b>605,522</b>	<b>351,614</b>
<b>Non-current liabilities</b>			
Non-current lease liabilities	14,563	0	0
Other non-current liabilities	95,397	82,931	51,782
<b>Total non-current liabilities</b>	<b>109,960</b>	<b>82,931</b>	<b>51,782</b>
<b>Total liabilities</b>	<b>1,029,386</b>	<b>688,453</b>	<b>403,396</b>
<b>Share capital</b>			
Ordinary share	377,813	241,146	241,146
<b>Total share capital</b>	<b>377,813</b>	<b>241,146</b>	<b>241,146</b>
<b>Capital surplus</b>			
<b>Total capital surplus</b>	<b>36,524</b>	<b>8,680</b>	<b>8,680</b>
<b>Retained earnings</b>			
Legal reserve	38,174	5,546	5,546
Unappropriated retained earnings (accumulated deficit)	578,818	326,275	10,616
<b>Total retained earnings</b>	<b>616,992</b>	<b>331,821</b>	<b>16,162</b>
<b>Total equity</b>	<b>1,031,329</b>	<b>581,647</b>	<b>265,988</b>
<b>Total liabilities and equity</b>	<b>2,060,715</b>	<b>1,270,100</b>	<b>669,384</b>
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: Sensortek Technology Corp.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	Six Months Ended June 30	Six Months Ended June 30
<b>Income Statement</b>		
Total operating revenue	1,956,091	501,935
Total operating costs	1,106,613	410,708
Gross profit (loss) from operations	849,478	91,227
Gross profit (loss) from operations	849,478	91,227
Operating expenses		
Selling expenses	39,198	12,727
Administrative expenses	57,472	10,616
Research and development expenses	136,656	55,292
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	30	-16
Total operating expenses	233,356	78,619
Net operating income (loss)	616,122	12,608
Non-operating income and expenses		
Total other income	2,323	138
Other gains and losses, net	6,627	423
Finance costs, net	334	251
Total non-operating income and expenses	8,616	310
Profit (loss) from continuing operations before tax	624,738	12,918
Total tax expense (income)	81,059	2,302
Profit (loss) from continuing operations	543,679	10,616
Profit (loss)	543,679	10,616
Total comprehensive income	543,679	10,616
Basic earnings per share		
Total basic earnings per share	14.46	0.30
Diluted earnings per share		
Total diluted earnings per share	14.30	0.29

Financial Statement – Statements of Cash Flows

Provided by: Sensortek Technology Corp.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	Six Months Ended June 30	Six Months Ended June 30
<b>Statements of Cash Flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	624,738	12,918
Profit (loss) before tax	624,738	12,918
Depreciation expense	22,262	18,245
Amortization expense	1,021	617
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	30	-16
Interest expense	334	251
Interest income	-2,323	-138
Impairment loss on non-financial assets	29,833	6,901
Unrealized foreign exchange loss (gain)	-1,984	-1,130
Total adjustments to reconcile profit (loss)	49,173	24,730
Decrease (increase) in accounts receivable	-142,356	-59,344
Decrease (increase) in accounts receivable due from related parties	-166,811	3,565
Decrease (increase) in other receivable	22,009	-201
Decrease (increase) in inventories	-56,002	-45,054
Decrease (increase) in prepayments	684	-6,661
Total changes in operating assets	-342,476	-107,695
Increase (decrease) in accounts payable	186,707	124,649
Increase (decrease) in accounts payable to related parties	0	-3,373
Increase (decrease) in other payable	89,915	-5,838
Increase (decrease) in other payable to related parties	4,511	-785
Increase (decrease) in other current liabilities	1,503	4,155
Increase (decrease) in other operating liabilities	39,134	2,484
Total changes in operating liabilities	321,770	121,292
Total changes in operating assets and liabilities	-20,706	13,597
Total adjustments	28,467	38,327
Cash inflow (outflow) generated from operations	653,205	51,245
Interest received	1,954	138
Interest paid	-169	-251
Income taxes refund (paid)	-46,330	-4
Net cash flows from (used in) operating activities	608,660	51,128
Cash flows from (used in) investing activities		
Acquisition of financial assets at amortised cost	-510,800	0
Acquisition of property, plant and equipment	-13,053	-6,715
Increase in refundable deposits	-12	-2
Acquisition of intangible assets	-3,416	0
Net cash flows from (used in) investing activities	-527,281	-6,717
Cash flows from (used in) financing activities		
Increase in guarantee deposits received	11,181	35,776
Payments of lease liabilities	-2,137	0
Cash dividends paid	-141,070	-4,778
Other financing activities	692	0
Net cash flows from (used in) financing activities	-131,334	30,998
Effect of exchange rate changes on cash and cash equivalents	1,581	1,892
Net increase (decrease) in cash and cash equivalents	-48,374	77,301
Cash and cash equivalents at beginning of period	539,578	74,254
Cash and cash equivalents at end of period	491,204	151,555
Cash and cash equivalents reported in the statement of financial position	491,204	151,555

Financial Statement – Statements of Changes in Stockholders' Equity

Provided by: Sensortek Technology Corp.

Financial year: Yearly

Unit: NT\$ thousand

**2019/06/30 Statement of Stockholders' Equity**

Unit: NT\$ thousand

Accounting Title	Ordinary share	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Total other equity interest	Treasury shares	Total equity
Equity at beginning of period	241,146	241,146	8,680	5,546	326,275	331,821	0		581,647
Legal reserve appropriated	0	0	0	32,628	-32,628	0	0		0
Cash dividends of ordinary share	0	0	0	0	-141,070	-141,070	0		-141,070
Stock dividends of ordinary share	117,438	117,438	0	0	-117,438	-117,438	0		0
Other changes in capital surplus	19,229	19,229	27,844	0	0	0	0		47,073
Profit (loss)	0	0	0	0	543,679	543,679	0		543,679
Other comprehensive income	0	0	0	0	0	0	0		0
Total comprehensive income	0	0	0	0	543,679	543,679	0		543,679
Total increase (decrease) in equity	136,667	136,667	27,844	32,628	252,543	285,171	0		449,682
Equity at end of period	377,813	377,813	36,524	38,174	578,818	616,992	0		1,031,329

**2018/06/30 Statement of Stockholders' Equity**

Unit: NT\$ thousand

Accounting Title	Ordinary share	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Total other equity interest	Treasury shares	Total equity
Equity at beginning of period	240,039	240,039	8,593	5,015	5,309	10,324	0		258,956
Legal reserve appropriated	0	0	0	531	-531	0	0		0
Cash dividends of ordinary share	0	0	0	0	-4,778	-4,778	0		-4,778
Other changes in capital surplus	1,107	1,107	87	0	0	0	0		1,194
Profit (loss)	0	0	0	0	10,616	10,616	0		10,616
Total comprehensive income	0	0	0	0	10,616	10,616	0		10,616
Total increase (decrease) in equity	1,107	1,107	87	531	5,307	5,838	0		7,032
Equity at end of period	241,146	241,146	8,680	5,546	10,616	16,162	0		265,988