

1522 TYC BROTHER INDUSTRIAL CO, LTD.
2021Q2 Consolidated Financial Report

Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2021/6/30	2020/12/31	2020/6/30
	Assets			
	Current assets			
1100	Cash and cash equivalents	1,017,617	989,964	704,278
1110	Current financial assets at fair value through profit or loss	956	0	0
1136	Current financial assets at amortised cost	125,790	78,676	83,818
1150	Notes receivable, net	16,454	22,416	13,559
1160	Notes receivable due from related parties, net	13,077	13,561	10,141
1170	Accounts receivable, net	2,652,048	2,450,755	2,483,847
1180	Accounts receivable due from related parties, net	141,953	61,962	31,510
1200	Other receivables	112,324	115,455	107,814
130X	Current inventories	4,914,729	4,392,436	4,525,906
1470	Other current assets	350,378	327,870	345,289
11XX	Total current assets	9,345,326	8,453,095	8,306,162
	Non-current assets			
1517	Non-current financial assets at fair value through other comprehensive income	189,773	191,736	131,577
1550	Investments accounted for using equity method	2,009,554	1,983,646	1,848,674
1600	Property, plant and equipment	8,100,891	8,330,236	8,303,785
1755	Right-of-use assets	2,018,726	1,863,728	1,946,198
1780	Intangible assets	79,908	90,673	102,171
1840	Deferred tax assets	479,488	492,841	530,238
1900	Other non-current assets	1,408,036	1,339,180	1,396,063
1915	Prepayments for business facilities	1,311,060	1,243,141	1,299,166
1920	Guarantee deposits paid	51,184	50,887	47,822
1990	Other non-current assets, others	45,792	45,152	49,075
15XX	Total non-current assets	14,286,376	14,292,040	14,258,706
1XXX	Total assets	23,631,702	22,745,135	22,564,868
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2100	Current borrowings	2,064,121	1,229,994	2,554,568
2110	Short-term notes and bills payable	0	0	89,940
2120	Current financial liabilities at fair value through profit or loss	2,344	17,020	5,130
2150	Notes payable	346,762	324,990	262,042
2170	Accounts payable	2,408,826	2,325,277	1,678,229
2180	Accounts payable to related parties	572,255	610,662	387,873
2200	Other payables	935,779	940,817	1,115,181
2230	Current tax liabilities	8,696	7,905	59,277
2280	Current lease liabilities	188,863	188,161	183,802
2300	Other current liabilities	726,031	655,986	537,600
2320	Long-term liabilities, current portion	235,966	233,580	146,084
2399	Other current liabilities, others	490,065	422,406	391,516
21XX	Total current liabilities	7,253,677	6,300,812	6,873,642
	Non-current liabilities			
2540	Non-current portion of non-current borrowings	7,539,257	7,774,158	7,252,239
2541	Long-term bank loans	5,742,182	5,774,719	5,253,301
2542	Others long-term borrowings	1,797,075	1,999,439	1,998,938
2570	Deferred tax liabilities	56,700	56,815	64,400
2580	Non-current lease liabilities	1,731,435	1,587,850	1,687,375
2600	Other non-current liabilities	294,313	320,574	322,088
2640	Net defined benefit liability, non-current	246,142	270,708	267,763
2670	Other non-current liabilities, others	48,171	49,866	54,325
25XX	Total non-current liabilities	9,621,705	9,739,397	9,326,102
2XXX	Total liabilities	16,875,382	16,040,209	16,199,744
	Equity			

	Equity attributable to owners of parent			
	Share capital			
3110	Ordinary share	3,128,979	3,128,979	3,128,979
3100	Total Share Capital	3,128,979	3,128,979	3,128,979
	Capital surplus			
3200	Total capital surplus	1,381,435	1,381,263	1,379,947
	Retained earnings			
3310	Legal reserve	783,394	783,394	783,394
3320	Special reserve	250,969	250,969	250,969
3350	Unappropriated retained earnings (accumulated deficit)	1,242,210	1,176,321	980,109
3300	Total retained earnings	2,276,573	2,210,684	2,014,472
	Other equity interest			
3410	Exchange differences on translation of foreign financial statements	(423,748)	(395,675)	(401,616)
3420	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	113,617	105,693	45,011
3400	Total other equity interest	(310,131)	(289,982)	(356,605)
3500	Treasury shares	(5,996)	(5,996)	(5,996)
31XX	Total equity attributable to owners of parent	6,470,860	6,424,948	6,160,797
36XX	Non-controlling interests	285,460	279,978	204,327
3XXX	Total equity	6,756,320	6,704,926	6,365,124
3X2X	Total liabilities and equity	23,631,702	22,745,135	22,564,868
3997	Number of share capital awaiting retirement	0	0	0
3998	Equivalent issue shares of advance receipts for ordinary share	0	0	0
3999	Number of shares in entity held by entity and by its subsidiaries	939,707	939,707	939,707

Unit: NT\$ thousands EPS Unit: NT\$

Statement of Comprehensive Income

Code	Accounting Title	2021/4/1To6/30	2020/4/1To6/30	2021/1/1To6/30	2020/1/1To6/30
	Operating revenue				
	Net sales revenue				
4100	Net sales revenue	4,177,428	2,971,339	8,145,993	6,830,924
4000	Total operating revenue	4,177,428	2,971,339	8,145,993	6,830,924
	Operating costs				
5000	Total operating costs	3,438,428	2,387,505	6,621,974	5,421,834
5900	Gross profit (loss) from operations	739,000	583,834	1,524,019	1,409,090
5910	Unrealized profit (loss) from sales	2	(5)	15	30
5920	Realized profit (loss) on from sales	0	0	21	31
5950	Gross profit (loss) from operations	738,998	583,839	1,524,025	1,409,091
	Operating expenses				
6100	Selling expenses	345,207	303,853	692,776	680,651
6200	Administrative expenses	189,099	194,159	374,016	398,101
6300	Research and development expenses	93,031	108,553	176,894	226,164
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	5,486	1,730	3,302	3,959
6000	Total operating expenses	632,823	608,295	1,246,988	1,308,875
6900	Net operating income (loss)	106,175	(24,456)	277,037	100,216
	Non-operating income and expenses				
	Other income				
7010	Total other income	16,324	66,888	27,888	83,419
	Other gains and losses				
7020	Other gains and losses, net	(57,354)	(38,088)	(100,021)	(26,130)
	Finance costs				
7050	Finance costs, net	36,679	44,181	72,830	92,973
	Share of profit (loss) of associates and joint ventures accounted for using equity method				
7060	Share of profit (loss) of associates and joint ventures accounted for using equity method, net	(10,263)	41,016	23,443	19,772
7000	Total non-operating income and expenses	(87,972)	25,635	(121,520)	(15,912)
7900	Profit (loss) from continuing operations before tax	18,203	1,179	155,517	84,304
	Tax expense (income)				
7950	Total tax expense (income)	19,758	15,083	61,824	35,245
8000	Profit (loss) from continuing operations	(1,555)	(13,904)	93,693	49,059
8200	Profit (loss)	(1,555)	(13,904)	93,693	49,059

	Other comprehensive income				
	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	(32,987)	11,368	8,607	(10,206)
8310	Components of other comprehensive income that will not be reclassified to profit or loss	(32,987)	11,368	8,607	(10,206)
	Components of other comprehensive income that will be reclassified to profit or loss				
8361	Exchange differences on translation	(48,294)	(49,649)	(41,930)	(68,264)
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	(9,224)	(23,265)	3,834	(54,039)
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	(11,311)	(15,553)	(7,018)	(23,857)
8360	Components of other comprehensive income that will be reclassified to profit or loss	(46,207)	(57,361)	(31,078)	(98,446)
8300	Total other comprehensive income	(79,194)	(45,993)	(22,471)	(108,652)
8500	Total comprehensive income	(80,749)	(59,897)	71,222	(59,593)
	Profit (loss), attributable to:				
8610	Profit (loss), attributable to owners of parent	(12,523)	(6,235)	65,206	56,045
8620	Profit (loss), attributable to non-controlling interests	10,968	(7,669)	28,487	(6,986)
	Comprehensive income attributable to:				
8710	Comprehensive income, attributable to owners of parent	(90,753)	(57,081)	45,740	(49,591)
8720	Comprehensive income, attributable to non-controlling interests	10,004	(2,816)	25,482	(10,002)
	Basic earnings per share				
9710	Basic earnings (loss) per share from continuing operations	(0.04)	(0.02)	0.21	0.18
9750	Total basic earnings per share	(0.04)	(0.02)	0.21	0.18
	Diluted earnings per share				
9810	Diluted earnings (loss) per share from continuing operations	(0.04)	(0.02)	0.21	0.18
9850	Total diluted earnings per share	(0.04)	(0.02)	0.21	0.18

Unit: NT\$ thousands

Statements of Cash Flows				
Code	Accounting Title	2021/1/1To6/30	2020/1/1To6/30	
	Cash flows from (used in) operating activities, indirect method			
A00010	Profit (loss) from continuing operations before tax	155,517	84,304	
A10000	Profit (loss) before tax	155,517	84,304	
	Adjustments			
	Adjustments to reconcile profit (loss)			
A20100	Depreciation expense	819,977	818,081	
A20200	Amortization expense	22,509	24,450	
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	3,302	3,959	
A20900	Interest expense	72,830	92,973	
A21200	Interest income	(1,627)	(3,124)	
A21300	Dividend income	(1,013)	0	
A22300	Share of loss (profit) of associates and joint ventures accounted for using equity method	(23,443)	(19,772)	
A22500	Loss (gain) on disposal of property, plan and equipment	(1,994)	(285)	
A23900	Unrealized profit (loss) from sales	15	30	
A24000	Realized loss (profit) on from sales	(21)	(31)	
A29900	Other adjustments to reconcile profit (loss)	(4)	(68)	
A20010	Total adjustments to reconcile profit (loss)	890,531	916,213	
	Changes in operating assets and liabilities			
	Changes in operating assets			
A31115	Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	(956)	410	
A31130	Decrease (increase) in notes receivable	6,009	13,313	
A31140	Decrease (increase) in notes receivable due from related parties	486	8,868	
A31150	Decrease (increase) in accounts receivable	(204,645)	385,461	
A31160	Decrease (increase) in accounts receivable due from related parties	(79,990)	3,495	
A31180	Decrease (increase) in other receivable	574	75,040	
A31200	Adjustments for decrease (increase) in inventories	(522,293)	142,133	
A31240	Adjustments for decrease (increase) in other current assets	(29,969)	(75,353)	
A31000	Total changes in operating assets	(830,784)	553,367	
	Changes in operating liabilities			
A32110	Adjustments for increase (decrease) in financial liabilities held for trading	(14,676)	1,718	
A32130	Increase (decrease) in notes payable	21,772	4,303	

A32150	Increase (decrease) in accounts payable	83,549	(421,762)
A32160	Increase (decrease) in accounts payable to related parties	(38,407)	(112,326)
A32180	Increase (decrease) in other payable	(5,429)	(283,257)
A32230	Adjustments for increase (decrease) in other current liabilities	67,659	(21,132)
A32240	Increase (decrease) in net defined benefit liability	(24,566)	(17,567)
A32000	Total changes in operating liabilities	89,902	(850,023)
A30000	Total changes in operating assets and liabilities	(740,882)	(296,656)
A20000	Total adjustments	149,649	619,557
A33000	Cash inflow (outflow) generated from operations	305,166	703,861
A33100	Interest received	1,627	3,124
A33200	Dividends received	1,013	16,791
A33300	Interest paid	(77,496)	(100,794)
A33500	Income taxes refund (paid)	(38,635)	(54,590)
AAAA	Net cash flows from (used in) operating activities	191,675	568,392
	Cash flows from (used in) investing activities		
B00010	Acquisition of financial assets at fair value through other comprehensive income	(9,822)	0
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income	1,109	0
B00030	Proceeds from capital reduction of financial assets at fair value through other comprehensive income	19,283	0
B00040	Acquisition of financial assets at amortised cost	(56,843)	(83,923)
B00050	Proceeds from disposal of financial assets at amortised cost	8,535	12,885
B01800	Acquisition of investments accounted for using equity method	0	(16,602)
B02700	Acquisition of property, plant and equipment	(559,337)	(585,254)
B02800	Proceeds from disposal of property, plant and equipment	7,029	852
B03700	Increase in refundable deposits	(1,714)	(759)
B03800	Decrease in refundable deposits	1,320	1,672
B04500	Acquisition of intangible assets	(11,714)	(10,364)
B06700	Increase in other non-current assets	(24,375)	(30,699)
B06800	Decrease in other non-current assets	18,003	31,227
BBBB	Net cash flows from (used in) investing activities	(608,526)	(680,965)
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	1,386,325	1,384,680
C00200	Decrease in short-term loans	(542,056)	(918,795)
C00500	Increase in short-term notes and bills payable	0	40,000
C00600	Decrease in short-term notes and bills payable	0	(539,414)
C01600	Proceeds from long-term debt	1,246,796	1,567,948
C01700	Repayments of long-term debt	(1,276,471)	(1,501,625)
C01800	Increase in other borrowings	0	322
C01900	Decrease in other borrowings	(202,364)	0
C04020	Payments of lease liabilities	(100,796)	(88,806)
C04300	Increase in other non-current liabilities	260	5,374
C04400	Decrease in other non-current liabilities	(1,918)	(3,529)
C05800	Change in non-controlling interests	(20,000)	0
CCCC	Net cash flows from (used in) financing activities	489,776	(53,845)
DDDD	Effect of exchange rate changes on cash and cash equivalents	(45,272)	(67,263)
EEEE	Net increase (decrease) in cash and cash equivalents	27,653	(233,681)
E00100	Cash and cash equivalents at beginning of period	989,964	937,959
E00200	Cash and cash equivalents at end of period	1,017,617	704,278
E00210	Cash and cash equivalents reported in the statement of financial position	1,017,617	704,278

Unit: NT\$ thousands

Statements of Change in Equity

	3110	3100	3200	3310	3320	3350	3300	3410	3420	3400	3500	31XX	3
	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
A1	3,128,979	3,128,979	1,381,263	783,394	250,969	1,176,321	2,210,684	(395,675)	105,693	(289,982)	(5,996)	6,424,948	2

Statements of Change in Equity

		3110	3100	3200	3310	3320	3350	3300	3410	3420	3400	3500	31XX	36XX	3XXX
		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
A1	Equity at beginning of period	3,128,979	3,128,979	1,381,263	783,394	250,969	1,176,321	2,210,684	(395,675)	105,693	(289,982)	(5,996)	6,424,948	279,978	6,704,926
D1	Profit (loss)						65,206	65,206					65,206	28,487	93,693
D3	Other comprehensive income						0	0	(28,073)	8,607	(19,466)		(19,466)	(3,005)	(22,471)
D5	Total comprehensive income						65,206	65,206	(28,073)	8,607	(19,466)		45,740	25,482	71,222
O1	Changes in non-controlling interests													(20,000)	(20,000)
Q1	Disposal of investments in equity instruments designated at fair value through other comprehensive income						683	683		(683)	(683)	0	0	0	0
T1	Others			172									172		172
Y1	Total increase (decrease) in equity	0	0	172	0	0	65,889	65,889	(28,073)	7,924	(20,149)	0	45,912	5,482	51,394
Z1	Equity at end of period	3,128,979	3,128,979	1,381,435	783,394	250,969	1,242,210	2,276,573	(423,748)	113,617	(310,131)	(5,996)	6,470,860	285,460	6,756,320

Unit: NT\$ thousands

Last year's Statements of Change in Equity															
		3110	3100	3200	3310	3320	3350	3300	3410	3420	3400	3500	31XX	36XX	3XXX
		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
A1	Equity at beginning of period	3,128,979	3,128,979	1,379,947	713,881	160,750	1,521,853	2,396,484	(306,186)	55,217	(250,969)	(5,996)	6,648,445	214,329	6,862,774
B1	Legal reserve appropriated				69,513		(69,513)	0					0		0
B3	Special reserve appropriated					90,219	(90,219)	0					0		0
B5	Cash dividends of ordinary share				0	0	(438,057)	(438,057)					(438,057)		(438,057)
D1	Profit (loss)						56,045	56,045					56,045	(6,986)	49,059
D3	Other comprehensive income						0	0	(95,430)	(10,206)	(105,636)		(105,636)	(3,016)	(108,652)
D5	Total comprehensive income						56,045	56,045	(95,430)	(10,206)	(105,636)		(49,591)	(10,002)	(59,593)
Y1	Total increase (decrease) in equity	0	0	0	69,513	90,219	(541,744)	(382,012)	(95,430)	(10,206)	(105,636)	0	(487,648)	(10,002)	(497,650)
Z1	Equity at end of period	3,128,979	3,128,979	1,379,947	783,394	250,969	980,109	2,014,472	(401,616)	45,011	(356,605)	(5,996)	6,160,797	204,327	6,365,124