

1522 TYC BROTHER INDUSTRIAL CO, LTD.

2022Q2 Consolidated Financial Report

Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2022/6/30	2021/12/31	2021/6/30
	Assets			
	Current assets			
1100	Cash and cash equivalents	917,118	898,571	1,017,617
1110	Current financial assets at fair value through profit or loss	10,598	1,034	956
1136	Current financial assets at amortised cost	184,110	168,453	125,790
1150	Notes receivable, net	13,774	23,960	16,454
1160	Notes receivable due from related parties, net	12,654	20,301	13,077
1170	Accounts receivable, net	3,592,968	2,638,801	2,652,048
1180	Accounts receivable due from related parties, net	74,692	96,974	141,953
1200	Other receivables	117,542	160,068	112,324
130X	Current inventories	5,777,074	5,579,094	4,914,729
1470	Other current assets	344,728	301,937	350,378
11XX	Total current assets	11,045,258	9,889,193	9,345,326
	Non-current assets			
1517	Non-current financial assets at fair value through other comprehensive income	302,132	228,426	189,773
1550	Investments accounted for using equity method	2,011,771	1,965,506	2,009,554
1600	Property, plant and equipment	7,980,584	7,924,249	8,100,891
1755	Right-of-use assets	2,048,296	2,085,086	2,018,726
1780	Intangible assets	65,872	71,843	79,908
1840	Deferred tax assets	426,886	497,544	479,488
1900	Other non-current assets	1,292,125	1,392,760	1,408,036
1915	Prepayments for business facilities	1,199,418	1,295,409	1,311,060
1920	Guarantee deposits paid	51,722	54,376	51,184
1990	Other non-current assets, others	40,985	42,975	45,792
15XX	Total non-current assets	14,127,666	14,165,414	14,286,376
1XXX	Total assets	25,172,924	24,054,607	23,631,702
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2100	Current borrowings	3,463,675	1,909,969	2,064,121
2110	Short-term notes and bills payable	199,977	639,808	0

2120	Current financial liabilities at fair value through profit or loss	0	3,577	2,344
2150	Notes payable	310,854	314,719	346,762
2170	Accounts payable	2,453,197	2,324,382	2,408,826
2180	Accounts payable to related parties	575,797	553,790	572,255
2200	Other payables	1,057,283	979,507	935,779
2230	Current tax liabilities	63,684	34,071	8,696
2280	Current lease liabilities	228,167	220,118	188,863
2300	Other current liabilities	766,065	575,018	726,031
2320	Long-term liabilities, current portion	373,969	151,077	235,966
2399	Other current liabilities, others	392,096	423,941	490,065
21XX	Total current liabilities	9,118,699	7,554,959	7,253,677
	Non-current liabilities			
2540	Non-current portion of non-current borrowings	5,472,457	6,217,336	7,539,257
2541	Long-term bank loans	5,472,457	6,217,336	5,742,182
2542	Others long-term borrowings	0	0	1,797,075
2570	Deferred tax liabilities	70,307	52,269	56,700
2580	Non-current lease liabilities	1,706,686	1,764,024	1,731,435
2600	Other non-current liabilities	219,770	275,074	294,313
2640	Net defined benefit liability, non-current	174,221	218,271	246,142
2670	Other non-current liabilities, others	45,549	56,803	48,171
25XX	Total non-current liabilities	7,469,220	8,308,703	9,621,705
2XXX	Total liabilities	16,587,919	15,863,662	16,875,382
	Equity			
	Equity attributable to owners of parent			
	Share capital			
3110	Ordinary share	3,128,979	3,128,979	3,128,979
3120	Preference share	300,000	300,000	0
3100	Total Share Capital	3,428,979	3,428,979	3,128,979
	Capital surplus			
3200	Total capital surplus	2,578,053	2,577,877	1,381,435
	Retained earnings			
3310	Legal reserve	829,612	808,620	783,394
3320	Special reserve	343,972	289,982	250,969
3350	Unappropriated retained earnings (accumulated deficit)	1,366,626	1,134,265	1,242,210
3300	Total retained earnings	2,540,210	2,232,867	2,276,573
	Other equity interest			

3410	Exchange differences on translation of foreign financial statements	(316,908)	(446,242)	(423,748)
3420	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	72,474	102,270	113,617
3400	Total other equity interest	(244,434)	(343,972)	(310,131)
3500	Treasury shares	(5,996)	(5,996)	(5,996)
31XX	Total equity attributable to owners of parent	8,296,812	7,889,755	6,470,860
36XX	Non-controlling interests	288,193	301,190	285,460
3XXX	Total equity	8,585,005	8,190,945	6,756,320
3X2X	Total liabilities and equity	25,172,924	24,054,607	23,631,702
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	2022/4/1To6/30	2021/4/1To6/30	2022/1/1To6/30	2021/1/1To6/30
	Operating revenue				
	Net sales revenue				
4100	Net sales revenue	5,005,503	4,177,428	9,612,787	8,145,993
4000	Total operating revenue	5,005,503	4,177,428	9,612,787	8,145,993
	Operating costs				
5000	Total operating costs	3,931,490	3,438,428	7,605,624	6,621,974
5900	Gross profit (loss) from operations	1,074,013	739,000	2,007,163	1,524,019
5910	Unrealized profit (loss) from sales	(34)	2	0	15
5920	Realized profit (loss) on from sales	0	0	10	21
5950	Gross profit (loss) from operations	1,074,047	738,998	2,007,173	1,524,025
	Operating expenses				
6100	Selling expenses	444,431	345,207	860,952	692,776
6200	Administrative expenses	292,438	189,099	512,474	374,016
6300	Research and development expenses	90,482	93,031	170,023	176,894
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	1,264	5,486	3,393	3,302
6000	Total operating expenses	828,615	632,823	1,546,842	1,246,988
6900	Net operating income (loss)	245,432	106,175	460,331	277,037
	Non-operating income and expenses				
	Other income				
7010	Total other income	17,147	16,324	30,765	27,888
	Other gains and losses				
7020	Other gains and losses, net	75,461	(57,354)	251,370	(100,021)

	Finance costs				
7050	Finance costs, net	40,271	36,679	72,713	72,830
	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	(23)	(10,263)	11,210	23,443
7000	Total non-operating income and expenses	52,314	(87,972)	220,632	(121,520)
7900	Profit (loss) from continuing operations before tax	297,746	18,203	680,963	155,517
	Tax expense (income)				
7950	Total tax expense (income)	63,495	19,758	147,757	61,824
8000	Profit (loss) from continuing operations	234,251	(1,555)	533,206	93,693
8200	Profit (loss)	234,251	(1,555)	533,206	93,693
	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	(21,918)	(32,987)	(41,280)	8,607
8310	Components of other comprehensive income that will not be reclassified to profit or loss	(21,918)	(32,987)	(41,280)	8,607
	Components of other comprehensive income that will be reclassified to profit or loss				
8361	Exchange differences on translation	42,507	(48,294)	132,081	(41,930)
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	(26,135)	(9,224)	33,831	3,834
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	3,062	(11,311)	32,334	(7,018)
8360	Components of other comprehensive income that will be reclassified to profit or loss	13,310	(46,207)	133,578	(31,078)
8300	Total other comprehensive income	(8,608)	(79,194)	92,298	(22,471)
8500	Total comprehensive income	225,643	(80,749)	625,504	71,222
	Profit (loss), attributable to:				
8610	Profit (loss), attributable to owners of parent	223,773	(12,523)	498,688	65,206
8620	Profit (loss), attributable to non-controlling interests	10,478	10,968	34,518	28,487
	Comprehensive income attributable to:				
8710	Comprehensive income, attributable to owners of parent	214,362	(90,753)	587,001	45,740
8720	Comprehensive income, attributable to non-controlling interests	11,281	10,004	38,503	25,482
	Basic earnings per share				
9710	Basic earnings (loss) per share from continuing operations	0.64	(0.04)	1.52	0.21
9750	Total basic earnings per share	0.64	(0.04)	1.52	0.21
	Diluted earnings per share				
9810	Diluted earnings (loss) per share from continuing operations	0.64	(0.04)	1.52	0.21
9850	Total diluted earnings per share	0.64	(0.04)	1.52	0.21

Unit: NT\$ thousands

Statements of Cash Flows

Code	Accounting Title	2022/1/1To6/30	2021/1/1To6/30
	Cash flows from (used in) operating activities, indirect method		
A00010	Profit (loss) from continuing operations before tax	680,963	155,517
A10000	Profit (loss) before tax	680,963	155,517
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	797,037	819,977
A20200	Amortization expense	18,054	22,509
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	3,393	3,302
A20900	Interest expense	72,713	72,830
A21200	Interest income	(2,130)	(1,627)
A21300	Dividend income	(720)	(1,013)
A22300	Share of loss (profit) of associates and joint ventures accounted for using equity method	(11,210)	(23,443)
A22500	Loss (gain) on disposal of property, plan and equipment	(48,429)	(1,994)
A23900	Unrealized profit (loss) from sales	0	15
A24000	Realized loss (profit) on from sales	(10)	(21)
A29900	Other adjustments to reconcile profit (loss)	(34)	(4)
A20010	Total adjustments to reconcile profit (loss)	828,664	890,531
	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	(9,564)	(956)
A31130	Decrease (increase) in notes receivable	10,237	6,009
A31140	Decrease (increase) in notes receivable due from related parties	7,649	486
A31150	Decrease (increase) in accounts receivable	(957,611)	(204,645)
A31160	Decrease (increase) in accounts receivable due from related parties	22,280	(79,990)
A31180	Decrease (increase) in other receivable	33,713	574
A31200	Adjustments for decrease (increase) in inventories	(197,980)	(522,293)
A31240	Adjustments for decrease (increase) in other current assets	(42,791)	(29,969)
A31000	Total changes in operating assets	(1,134,067)	(830,784)
	Changes in operating liabilities		
A32110	Adjustments for increase (decrease) in financial liabilities held for trading	(3,577)	(14,676)
A32130	Increase (decrease) in notes payable	(3,865)	21,772
A32150	Increase (decrease) in accounts payable	128,815	83,549
A32160	Increase (decrease) in accounts payable to related parties	22,007	(38,407)
A32180	Increase (decrease) in other payable	(130,724)	(5,429)
A32230	Adjustments for increase (decrease) in other current liabilities	(31,845)	67,659

A32240	Increase (decrease) in net defined benefit liability	(44,050)	(24,566)
A32990	Increase (decrease) in other operating liabilities	(11,801)	(1,658)
A32000	Total changes in operating liabilities	(75,040)	88,244
A30000	Total changes in operating assets and liabilities	(1,209,107)	(742,540)
A20000	Total adjustments	(380,443)	147,991
A33000	Cash inflow (outflow) generated from operations	300,520	303,508
A33100	Interest received	2,130	1,627
A33200	Dividends received	720	1,013
A33300	Interest paid	(76,227)	(77,496)
A33500	Income taxes refund (paid)	(47,764)	(38,635)
AAAA	Net cash flows from (used in) operating activities	179,379	190,017
	Cash flows from (used in) investing activities		
B00010	Acquisition of financial assets at fair value through other comprehensive income	(116,637)	(9,822)
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income	1,651	1,109
B00030	Proceeds from capital reduction of financial assets at fair value through other comprehensive income	0	19,283
B00040	Acquisition of financial assets at amortised cost	(9,514)	(56,843)
B00050	Proceeds from disposal of financial assets at amortised cost	0	8,535
B02700	Acquisition of property, plant and equipment	(635,850)	(559,337)
B02800	Proceeds from disposal of property, plant and equipment	48,880	7,029
B03700	Increase in refundable deposits	(165)	(1,714)
B03800	Decrease in refundable deposits	4,289	1,320
B04500	Acquisition of intangible assets	(11,992)	(11,714)
B06700	Increase in other non-current assets	(1,890)	(24,375)
B06800	Decrease in other non-current assets	3,325	18,003
BBBB	Net cash flows from (used in) investing activities	(717,903)	(608,526)
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	2,072,453	1,386,325
C00200	Decrease in short-term loans	(552,537)	(542,056)
C00500	Increase in short-term notes and bills payable	200,000	0
C00600	Decrease in short-term notes and bills payable	(639,831)	0
C01600	Proceeds from long-term debt	480,608	1,246,796
C01700	Repayments of long-term debt	(1,007,411)	(1,276,471)
C01900	Decrease in other borrowings	0	(202,364)
C03000	Increase in guarantee deposits received	61	0
C03100	Decrease in guarantee deposits received	(383)	0
C04020	Payments of lease liabilities	(110,186)	(100,796)

C05800	Change in non-controlling interests	(24,000)	(20,000)
CCCC	Net cash flows from (used in) financing activities	418,774	491,434
DDDD	Effect of exchange rate changes on cash and cash equivalents	138,297	(45,272)
EEEE	Net increase (decrease) in cash and cash equivalents	18,547	27,653
E00100	Cash and cash equivalents at beginning of period	898,571	989,964
E00200	Cash and cash equivalents at end of period	917,118	1,017,617
E00210	Cash and cash equivalents reported in the statement of financial position	917,118	1,017,617

Unit: NT\$ thousands

Statements of Change in Equity																
		3110	3120	3100	3200	3310	3320	3350	3300	3410	3420	3400	3500	31XX	36XX	3XXX
		Ordinary share	Preference 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	300,000	3,428,979	2,577,877	808,620	289,982	1,134,265	2,232,867	(446,242)	102,270	(343,972)	(5,996)	7,889,755	301,190	8,190,945
B1	Legal reserve appropriated					20,992		(20,992)	0					0		0
B3	Special reserve appropriated						53,990	(53,990)	0					0		0
B5	Cash dividends of ordinary share					0	0	(156,449)	(156,449)					(156,449)		(156,449)
B7	Cash dividends of preference share					0	0	(23,671)	(23,671)					(23,671)		(23,671)
D1	Profit (loss)							498,688	498,688					498,688	34,518	533,206
D3	Other comprehensive income							0	0	129,334	(41,021)	88,313		88,313	3,985	92,298
D5	Total comprehensive income							498,688	498,688	129,334	(41,021)	88,313		587,001	38,503	625,504
O1	Changes in non-controlling interests				0			0	0					0	(51,500)	(51,500)

Q1	Disposal of investments in equity instruments designated at fair value through other comprehensive income	0	0	0	0	0	0	(11,225)	(11,225)	0	11,225	11,225	0	0	0	0
T1	Others	0	0	0	176	0	0	0	0	0	0	0	0	176	0	176
Y1	Total increase (decrease) in equity	0	0	0	176	20,992	53,990	232,361	307,343	129,334	(29,796)	99,538	0	407,057	(12,997)	394,060
Z1	Equity at end of period	3,128,979	300,000	3,428,979	2,578,053	829,612	343,972	1,366,626	2,540,210	(316,908)	72,474	(244,434)	(5,996)	8,296,812	288,193	8,585,005

Unit: NT\$ thousands

Unit: MY 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	1,381,263	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