

1229 Lien Hwa Industrial Holdings Corporation

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	3,360,990	2,785,515	2,258,955
1110	Current financial assets at fair value through profit or loss	111,547	103,474	119,666
1120	Current financial assets at fair value through other comprehensive income	580,120	666,216	671,990
1140	Current contract assets	3,557,343	3,757,292	3,390,400
1150	Notes receivable, net	262,675	347,270	165,408
1170	Accounts receivable, net	1,378,361	1,645,238	1,166,268
1200	Other receivables	2,620,645	22,307	1,648,576
1220	Current tax assets	161	5,361	5,358
130X	Current inventories	1,774,247	1,710,362	1,329,508
1470	Other current assets	368,836	376,878	343,916
11XX	Total current assets	14,014,925	11,419,913	11,100,045
	Non-current assets			
1510	Non-current financial assets at fair value through profit or loss	32,925	66,749	0
1517	Non-current financial assets at fair value through other comprehensive income	27,916,113	34,176,736	26,934,739
1550	Investments accounted for using equity method	18,374,240	18,774,012	16,901,574
1600	Property, plant and equipment	4,544,594	4,547,988	4,466,660
1755	Right-of-use assets	578,606	579,027	158,240
1760	Investment property, net	1,730,425	1,758,126	1,818,551
1780	Intangible assets	104,096	106,153	99,359
1840	Deferred tax assets	99,713	99,723	105,999
1900	Other non-current assets	174,418	141,822	159,037
1920	Guarantee deposits paid	139,470	106,701	105,421
1975	Net defined benefit asset, non-current	26,285	25,399	23,885
1990	Other non-current assets, others	8,663	9,722	29,731
15XX	Total non-current assets	53,555,130	60,250,336	50,644,159
1XXX	Total assets	67,570,055	71,670,249	61,744,204
	Liabilities and equity			

	Liabilities			
	Current liabilities			
2100	Current borrowings	8,775,000	7,535,000	8,327,000
2110	Short-term notes and bills payable	1,159,378	2,748,649	2,299,084
2120	Current financial liabilities at fair value through profit or loss	0	2,879	131
2130	Current contract liabilities	769,177	697,414	561,296
2150	Notes payable	15,718	4,912	3,934
2170	Accounts payable	1,107,305	1,675,260	1,237,793
2200	Other payables	744,976	455,792	372,861
2230	Current tax liabilities	66,777	45,195	58,044
2280	Current lease liabilities	57,809	54,867	37,026
2300	Other current liabilities	137,515	34,319	33,781
2320	Long-term liabilities, current portion	100,000	0	0
2399	Other current liabilities, others	37,515	34,319	33,781
21XX	Total current liabilities	12,833,655	13,254,287	12,930,950
	Non-current liabilities			
2530	Bonds payable	2,495,475	0	0
2540	Non-current portion of non-current borrowings	1,300,000	1,200,000	1,400,000
2570	Deferred tax liabilities	149,547	148,793	148,175
2580	Non-current lease liabilities	467,665	462,676	57,728
2600	Other non-current liabilities	182,177	181,437	173,100
2640	Net defined benefit liability, non-current	13,218	14,431	15,398
2645	Guarantee deposits received	75,079	71,747	61,619
2670	Other non-current liabilities, others	93,880	95,259	96,083
25XX	Total non-current liabilities	4,594,864	1,992,906	1,779,003
2XXX	Total liabilities	17,428,519	15,247,193	14,709,953
	Equity			
	Equity attributable to owners of parent			
	Share capital			
3110	Ordinary share	14,096,481	14,096,481	12,814,983
3150	Stock dividend to be distributed	704,824	0	0
3100	Total Share Capital	14,801,305	14,096,481	12,814,983
	Capital surplus			

3200	Total capital surplus	1,112,113	1,084,644	874,023
	Retained earnings			
3300	Total retained earnings	12,775,877	13,363,288	13,134,510
	Other equity interest			
3400	Total other equity interest	6,780,565	11,160,007	6,571,827
3500	Treasury shares	(136,868)	(184,763)	(184,763)
31XX	Total equity attributable to owners of parent	35,332,992	39,519,657	33,210,580
36XX	Non-controlling interests	14,808,544	16,903,399	13,823,671
3XXX	Total equity	50,141,536	56,423,056	47,034,251
3X2X	Total liabilities and equity	67,570,055	71,670,249	61,744,204
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	5,682,000	7,589,000	6,899,000

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				
4000	Total operating revenue	4,002,005	3,232,951	6,600,578	5,458,243
	Operating costs				
5000	Total operating costs	2,343,443	1,993,930	4,472,910	3,726,058
5900	Gross profit (loss) from operations	1,658,562	1,239,021	2,127,668	1,732,185
5950	Gross profit (loss) from operations	1,658,562	1,239,021	2,127,668	1,732,185
	Operating expenses				
6100	Selling expenses	150,106	159,375	287,113	311,476
6200	Administrative expenses	118,539	107,662	229,911	213,296
6300	Research and development expenses	12,044	11,234	25,123	22,678
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	20	91	2	(952)
6000	Total operating expenses	280,709	278,362	542,149	546,498
6900	Net operating income (loss)	1,377,853	960,659	1,585,519	1,185,687
	Non-operating income and expenses				
	Interest income				
7100	Total interest income	3,743	3,851	7,904	7,266
	Other income				
7010	Total other income	332,981	171,870	550,875	283,804

	Other gains and losses				
7020	Other gains and losses, net	(19,394)	(5,911)	(19,950)	(8,034)
	Finance costs				
7050	Finance costs, net	34,551	21,548	58,749	39,439
	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	550,945	968,761	1,575,608	1,996,886
7000	Total non-operating income and expenses	833,724	1,117,023	2,055,688	2,240,483
7900	Profit (loss) from continuing operations before tax	2,211,577	2,077,682	3,641,207	3,426,170
	Tax expense (income)				
7950	Total tax expense (income)	47,041	25,176	65,079	55,276
8000	Profit (loss) from continuing operations	2,164,536	2,052,506	3,576,128	3,370,894
8200	Profit (loss)	2,164,536	2,052,506	3,576,128	3,370,894
	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	(8,117,887)	(1,250,551)	(6,756,844)	1,133,063
8320	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	(590,906)	219,582	(664,602)	477,843
8310	Components of other comprehensive income that will not be reclassified to profit or loss	(8,708,793)	(1,030,969)	(7,421,446)	1,610,906
	Components of other comprehensive income that will be reclassified to profit or loss				
8361	Exchange differences on translation	(83,121)	(56,536)	154,296	(85,824)
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	(98,648)	(84,544)	236,983	(135,949)
8360	Components of other comprehensive income that will be reclassified to profit or loss	(181,769)	(141,080)	391,279	(221,773)
8300	Total other comprehensive income	(8,890,562)	(1,172,049)	(7,030,167)	1,389,133
8500	Total comprehensive income	(6,726,026)	880,457	(3,454,039)	4,760,027
	Profit (loss), attributable to:				
8610	Profit (loss), attributable to owners of parent	1,335,634	1,505,403	2,613,237	2,755,009
8620	Profit (loss), attributable to non-controlling interests	828,902	547,103	962,891	615,885
	Comprehensive income attributable to:				
8710	Comprehensive income, attributable to owners of parent	(3,735,582)	972,214	(1,724,661)	3,569,715
8720	Comprehensive income, attributable to non-controlling interests	(2,990,444)	(91,757)	(1,729,378)	1,190,312
	Basic earnings per share				
9750	Total basic earnings per share	0.95	1.07	1.86	1.96
	Diluted earnings per share				
9850	Total diluted earnings per share	0.95	1.07	1.86	1.96

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	3,641,207	3,426,170
A10000	Profit (loss) before tax	3,641,207	3,426,170
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	183,546	162,659
A20200	Amortization expense	8,078	8,297
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	2	(952)
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	37,402	(1,328)
A20900	Interest expense	58,749	39,439
A21200	Interest income	(7,904)	(7,266)
A21300	Dividend income	(2,100,856)	(1,283,087)
A22300	Share of loss (profit) of associates and joint ventures accounted for using equity method	(1,583,950)	(2,002,994)
A22500	Loss (gain) on disposal of property, plan and equipment	24	(23)
A23800	Reversal of impairment loss on non-financial assets	(24)	0
A20010	Total adjustments to reconcile profit (loss)	(3,404,933)	(3,085,255)
	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	0	1,450
A31125	Decrease (increase) in contract assets	199,949	(1,180,260)
A31130	Decrease (increase) in notes receivable	84,595	7,918
A31150	Decrease (increase) in accounts receivable	259,196	148,949
A31180	Decrease (increase) in other receivable	(5,990)	(7,343)
A31200	Adjustments for decrease (increase) in inventories	(64,259)	(55,812)
A31240	Adjustments for decrease (increase) in other current assets	5,772	50,693
A31990	Decrease (increase) in other operating assets	(2,099)	370
A31000	Total changes in operating assets	477,164	(1,034,035)
	Changes in operating liabilities		
A32125	Increase (decrease) in contract liabilities	71,763	248,372
A32130	Increase (decrease) in notes payable	10,805	(3,648)
A32150		(568,105)	39,311

	Increase (decrease) in accounts payable		
A32180	Increase (decrease) in other payable	(37,091)	(41,552)
A32200	Increase (decrease) in provisions	0	241
A32230	Adjustments for increase (decrease) in other current liabilities	2,683	12,966
A32000	Total changes in operating liabilities	(519,945)	255,690
A30000	Total changes in operating assets and liabilities	(42,781)	(778,345)
A20000	Total adjustments	(3,447,714)	(3,863,600)
A33000	Cash inflow (outflow) generated from operations	193,493	(437,430)
A33100	Interest received	7,895	7,260
A33200	Dividends received	933,617	940,636
A33300	Interest paid	(53,054)	(38,918)
A33500	Income taxes refund (paid)	(37,512)	(90,220)
AAAA	Net cash flows from (used in) operating activities	1,044,439	381,328
	Cash flows from (used in) investing activities		
B00010	Acquisition of financial assets at fair value through other comprehensive income	(292,764)	(667,972)
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income	0	12,500
B00030	Proceeds from capital reduction of financial assets at fair value through other comprehensive income	11,629	45,101
B00100	Acquisition of financial assets at fair value through profit or loss	(63,222)	(93,588)
B00200	Proceeds from disposal of financial assets at fair value through profit or loss	55,627	85,693
B02700	Acquisition of property, plant and equipment	(109,632)	(102,389)
B02800	Proceeds from disposal of property, plant and equipment	0	56
B03800	Decrease in refundable deposits	(32,768)	82,389
B04500	Acquisition of intangible assets	(6,482)	(2,633)
B05400	Acquisition of investment properties	(2,442)	(872)
B06700	Increase in other non-current assets	(3,589)	(27,304)
BBBB	Net cash flows from (used in) investing activities	(443,643)	(669,019)
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	1,240,000	2,987,000
C00500	Increase in short-term notes and bills payable	(1,589,271)	(129,974)
C01200	Proceeds from issuing bonds	2,500,000	0
C01600	Proceeds from long-term debt	1,700,000	1,300,000
C01700	Repayments of long-term debt	(1,500,000)	(1,200,000)
C03000	Increase in guarantee deposits received	3,162	245
C04020	Payments of lease liabilities	(30,558)	(19,669)

C04400	Decrease in other non-current liabilities	(1,574)	(1,874)
C04500	Cash dividends paid	(2,527,139)	(2,166,818)
C05000	Proceeds from sale of treasury shares	117,715	0
C05400	Acquisition of ownership interests in subsidiaries	0	(14,834)
C05800	Change in non-controlling interests	(16,630)	0
C09900	Other financing activities	240	0
CCCC	Net cash flows from (used in) financing activities	(104,055)	754,076
DDDD	Effect of exchange rate changes on cash and cash equivalents	78,734	(13,117)
EEEE	Net increase (decrease) in cash and cash equivalents	575,475	453,268
E00100	Cash and cash equivalents at beginning of period	2,785,515	1,805,687
E00200	Cash and cash equivalents at end of period	3,360,990	2,258,955
E00210	Cash and cash equivalents reported in the statement of financial position	3,360,990	2,258,955

Unit: NT\$ thousands

Statements of Change in Equity																
		3110	3150	3100	3200	3310	3320	3350	3300	3410	3420	3400	3500	31XX	36XX	3XXX
		Ordinary share	Stock dividend to be distributed	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	14,096,481	0	14,096,481	1,084,644	3,792,668	141,843	9,428,777	13,363,288	(335,374)	11,495,381	11,160,007	(184,763)	39,519,657	16,903,399	56,423,056
B1	Legal reserve appropriated	0	0	0	0	426,648	0	(426,648)	0	0	0	0	0	0	0	0
B5	Cash dividends of ordinary share	0	0	0	0	0	0	(2,537,366)	(2,537,366)	0	0	0	0	(2,537,366)	0	(2,537,366)
B9	Stock dividends of ordinary share	0	704,824	704,824	0	0	0	(704,824)	(704,824)	0	0	0	0	0	0	0
C7	Changes in equity of associates and joint ventures accounted for using equity method	0	0	0	(14,397)	0	0	41,542	41,542	0	(41,544)	(41,544)	0	(14,399)	0	(14,399)

D1	Profit (loss)	0	0	0	0	0	0	2,613,237	2,613,237	0	0	0	0	2,613,237	962,891	3,576,128
D3	Other comprehensive income	0	0	0	0	0	0	0	0	377,417	(4,715,315)	(4,337,898)	0	(4,337,898)	(2,692,269)	(7,030,167)
D5	Total comprehensive income	0	0	0	0	0	0	2,613,237	2,613,237	377,417	(4,715,315)	(4,337,898)	0	(1,724,661)	(1,729,378)	(3,454,039)
L7	Disposal of company's share by subsidiaries recognized as treasury share transactions	0	0	0	31,639	0	0	0	0	0	0	0	47,895	79,534	0	79,534
M1	Adjustments of capital surplus for company's cash dividends received by subsidiaries	0	0	0	10,227	0	0	0	0	0	0	0	0	10,227	0	10,227
O1	Changes in non-controlling interests	0	0	0	0	0	0	0	0	0	0	0	0	0	(365,477)	(365,477)
Y1	Total increase (decrease) in equity	0	704,824	704,824	27,469	426,648	0	(1,014,059)	(587,411)	377,417	(4,756,859)	(4,379,442)	47,895	(4,186,665)	(2,094,855)	(6,281,520)
Z1	Equity at end of period	14,096,481	704,824	14,801,305	1,112,113	4,219,316	141,843	8,414,718	12,775,877	42,043	6,738,522	6,780,565	(136,868)	35,332,992	14,808,544	50,141,536

Unit: NT\$ thousands

Last year's Statements of Change in Equity																
		3110	3150	3100	3200	3310	3320	3350	3300	3410	3420	3400	3500	31XX	36XX	3XXX
		Ordinary share	Stock dividend to be distributed	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	12,814,983	0	12,814,983	856,544	3,471,062	141,843	8,943,946	12,556,851	(205,582)	5,963,900	5,758,318	(184,763)	31,801,933	12,648,161	44,450,094
B5	Cash dividends of ordinary share	0	0	0	0	0	0	(2,178,547)	(2,178,547)	0	0	0	0	(2,178,547)	0	(2,178,547)

C7	Changes in equity of associates and joint ventures accounted for using equity method	0	0	0	5,751	0	0	1,215	1,215	0	(1,215)	(1,215)	0	5,751	0	5,751
D1	Profit (loss)	0	0	0	0	0	0	2,755,009	2,755,009	0	0	0	0	2,755,009	615,885	3,370,894
D3	Other comprehensive income	0	0	0	0	0	0	0	0	(216,969)	1,031,675	814,706	0	814,706	574,427	1,389,133
D5	Total comprehensive income	0	0	0	0	0	0	2,755,009	2,755,009	(216,969)	1,031,675	814,706	0	3,569,715	1,190,312	4,760,027
M1	Adjustments of capital surplus for company's cash dividends received by subsidiaries	0	0	0	11,728	0	0	0	0	0	0	0	0	11,728	0	11,728
O1	Changes in non-controlling interests	0	0	0	0	0	0	0	0	0	0	0	0	0	(14,802)	(14,802)
Q1	Disposal of investments in equity instruments designated at fair value through other comprehensive income	0	0	0	0	0	0	(18)	(18)	0	18	18	0	0	0	0
Y1	Total increase (decrease) in equity	0	0	0	17,479	0	0	577,659	577,659	(216,969)	1,030,478	813,509	0	1,408,647	1,175,510	2,584,157
Z1	Equity at end of period	12,814,983	0	12,814,983	874,023	3,471,062	141,843	9,521,605	13,134,510	(422,551)	6,994,378	6,571,827	(184,763)	33,210,580	13,823,671	47,034,251