

1229 Lien Hwa Industrial Holdings Corporation

2022Q3 Consolidated Financial Report

Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2022/9/30	2021/12/31	2021/9/30
	Assets			
	Current assets			
1100	Cash and cash equivalents	2,892,410	2,785,515	2,546,511
1110	Current financial assets at fair value through profit or loss	206,811	103,474	108,078
1120	Current financial assets at fair value through other comprehensive income	441,835	666,216	642,192
1140	Current contract assets	5,092,089	3,757,292	3,692,437
1150	Notes receivable, net	322,512	347,270	162,936
1170	Accounts receivable, net	1,464,387	1,645,238	1,251,754
1200	Other receivables	35,030	22,307	104,046
1220	Current tax assets	4,536	5,361	5,361
130X	Current inventories	2,055,997	1,710,362	1,670,090
1470	Other current assets	406,560	376,878	343,825
11XX	Total current assets	12,922,167	11,419,913	10,527,230
	Non-current assets			
1510	Non-current financial assets at fair value through profit or loss	33,551	66,749	0
1517	Non-current financial assets at fair value through other comprehensive income	27,378,163	34,176,736	28,022,884
1550	Investments accounted for using equity method	18,835,259	18,774,012	17,959,042
1600	Property, plant and equipment	4,511,515	4,547,988	4,506,696
1755	Right-of-use assets	571,227	579,027	595,113
1760	Investment property, net	2,022,750	1,758,126	1,772,377
1780	Intangible assets	144,537	106,153	100,211
1840	Deferred tax assets	99,713	99,723	105,999
1900	Other non-current assets	163,637	141,822	164,682
1920	Guarantee deposits paid	121,001	106,701	103,496
1975	Net defined benefit asset, non-current	26,242	25,399	23,870
1990	Other non-current assets, others	16,394	9,722	37,316
15XX	Total non-current assets	53,760,352	60,250,336	53,227,004
1XXX	Total assets	66,682,519	71,670,249	63,754,234
	Liabilities and equity			

	Liabilities			
	Current liabilities			
2100	Current borrowings	7,658,000	7,535,000	7,223,000
2110	Short-term notes and bills payable	749,610	2,748,649	2,508,424
2120	Current financial liabilities at fair value through profit or loss	0	2,879	1,198
2130	Current contract liabilities	1,808,658	697,414	589,444
2150	Notes payable	12,312	4,912	9,399
2170	Accounts payable	1,284,353	1,675,260	1,200,778
2200	Other payables	556,780	455,792	467,873
2230	Current tax liabilities	69,774	45,195	32,819
2280	Current lease liabilities	59,256	54,867	57,801
2300	Other current liabilities	225,591	34,319	31,044
2320	Long-term liabilities, current portion	142,698	0	0
2399	Other current liabilities, others	82,893	34,319	31,044
21XX	Total current liabilities	12,424,334	13,254,287	12,121,780
	Non-current liabilities			
2530	Bonds payable	2,495,707	0	0
2540	Non-current portion of non-current borrowings	869,733	1,200,000	1,400,000
2570	Deferred tax liabilities	152,947	148,793	148,174
2580	Non-current lease liabilities	458,967	462,676	474,450
2600	Other non-current liabilities	191,538	181,437	172,784
2640	Net defined benefit liability, non-current	21,783	14,431	15,568
2645	Guarantee deposits received	77,553	71,747	61,027
2670	Other non-current liabilities, others	92,202	95,259	96,189
25XX	Total non-current liabilities	4,168,892	1,992,906	2,195,408
2XXX	Total liabilities	16,593,226	15,247,193	14,317,188
	Equity			
	Equity attributable to owners of parent			
	Share capital			
3110	Ordinary share	14,801,305	14,096,481	12,814,983
3150	Stock dividend to be distributed	0	0	1,281,498
3100	Total Share Capital	14,801,305	14,096,481	14,096,481
	Capital surplus			
3200		1,126,228	1,084,644	1,167,411

	Total capital surplus			
	Retained earnings			
3300	Total retained earnings	13,453,976	13,363,288	12,882,861
	Other equity interest			
3400	Total other equity interest	6,178,710	11,160,007	7,375,541
3500	Treasury shares	(136,868)	(184,763)	(184,763)
31XX	Total equity attributable to owners of parent	35,423,351	39,519,657	35,337,531
36XX	Non-controlling interests	14,665,942	16,903,399	14,099,515
3XXX	Total equity	50,089,293	56,423,056	49,437,046
3X2X	Total liabilities and equity	66,682,519	71,670,249	63,754,234
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	5,966,000	7,589,000	7,589,000

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

Statement of Comprehensive Income					
Code	Accounting Title	2022/7/1To9/30	2021/7/1To9/30	2022/1/1To9/30	2021/1/1To9/30
	Operating revenue				
4000	Total operating revenue	2,646,138	2,590,337	9,246,716	8,048,580
	Operating costs				
5000	Total operating costs	2,397,051	2,178,337	6,869,961	5,904,395
5900	Gross profit (loss) from operations	249,087	412,000	2,376,755	2,144,185
5950	Gross profit (loss) from operations	249,087	412,000	2,376,755	2,144,185
	Operating expenses				
6100	Selling expenses	168,867	155,343	455,980	466,819
6200	Administrative expenses	120,274	114,324	350,185	327,620
6300	Research and development expenses	11,510	12,466	36,633	35,144
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	544	47	546	(905)
6000	Total operating expenses	301,195	282,180	843,344	828,678
6900	Net operating income (loss)	(52,108)	129,820	1,533,411	1,315,507
	Non-operating income and expenses				
	Interest income				
7100	Total interest income	5,252	2,173	13,156	9,439
	Other income				
7010	Total other income	5,259	50,925	556,134	334,729

	Other gains and losses				
7020	Other gains and losses, net	4,465	(4,899)	(15,485)	(12,933)
	Finance costs				
7050	Finance costs, net	40,971	24,174	99,720	63,613
	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	728,637	764,634	2,304,245	2,761,520
7000	Total non-operating income and expenses	702,642	788,659	2,758,330	3,029,142
7900	Profit (loss) from continuing operations before tax	650,534	918,479	4,291,741	4,344,649
	Tax expense (income)				
7950	Total tax expense (income)	3,613	29,258	68,692	84,534
8000	Profit (loss) from continuing operations	646,921	889,221	4,223,049	4,260,115
8200	Profit (loss)	646,921	889,221	4,223,049	4,260,115
	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	(676,887)	726,784	(7,433,731)	1,859,847
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	(244,716)	592,821	(909,318)	1,070,664
8310	Components of other comprehensive income that will not be reclassified to profit or loss	(921,603)	1,319,605	(8,343,049)	2,930,511
	Components of other comprehensive income that will be reclassified to profit or loss				
8361	Exchange differences on translation	78,942	(6,576)	233,238	(92,400)
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	133,644	(33,360)	370,627	(169,309)
8360	Components of other comprehensive income that will be reclassified to profit or loss	212,586	(39,936)	603,865	(261,709)
8300	Total other comprehensive income	(709,017)	1,279,669	(7,739,184)	2,668,802
8500	Total comprehensive income	(62,096)	2,168,890	(3,516,135)	6,928,917
	Profit (loss), attributable to:				
8610	Profit (loss), attributable to owners of parent	650,864	875,013	3,264,101	3,630,022
8620	Profit (loss), attributable to non-controlling interests	(3,943)	14,208	958,948	630,093
	Comprehensive income attributable to:				
8710	Comprehensive income, attributable to owners of parent	76,242	1,833,563	(1,648,419)	5,403,278
8720	Comprehensive income, attributable to non-controlling interests	(138,338)	335,327	(1,867,716)	1,525,639
	Basic earnings per share				
9750	Total basic earnings per share	0.44	0.59	2.21	2.46
	Diluted earnings per share				
9850	Total diluted earnings per share	0.44	0.59	2.21	2.46

Unit: NT\$ thousands

Statements of Cash Flows			
Code	Accounting Title	2022/1/1To9/30	2021/1/1To9/30
	Cash flows from (used in) operating activities, indirect method		
A00010	Profit (loss) from continuing operations before tax	4,291,741	4,344,649
A10000	Profit (loss) before tax	4,291,741	4,344,649
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	276,253	249,078
A20200	Amortization expense	12,997	12,832
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	546	(905)
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	39,330	(261)
A20900	Interest expense	99,720	63,613
A21200	Interest income	(13,156)	(9,439)
A21300	Dividend income	(2,131,462)	(1,351,285)
A22300	Share of loss (profit) of associates and joint ventures accounted for using equity method	(2,321,533)	(2,776,299)
A22500	Loss (gain) on disposal of property, plan and equipment	650	55
A23800	Reversal of impairment loss on non-financial assets	(24)	0
A29900	Other adjustments to reconcile profit (loss)	(36)	0
A20010	Total adjustments to reconcile profit (loss)	(4,036,715)	(3,812,611)
	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	1,399,357	(1,482,297)
A31130	Decrease (increase) in notes receivable	24,758	10,391
A31150	Decrease (increase) in accounts receivable	180,649	63,481
A31180	Decrease (increase) in other receivable	(10,648)	(13,127)
A31200	Adjustments for decrease (increase) in inventories	(345,574)	(399,195)
A31240	Adjustments for decrease (increase) in other current assets	23,845	50,642
A31990	Decrease (increase) in other operating assets	6,483	555
A31000	Total changes in operating assets	1,278,870	(1,768,100)
	Changes in operating liabilities		
A32125	Increase (decrease) in contract liabilities	(1,241,119)	276,520
A32130	Increase (decrease) in notes payable	(32,177)	1,818

A32150	Increase (decrease) in accounts payable	(516,180)	2,388
A32180	Increase (decrease) in other payable	103,639	52,687
A32200	Increase (decrease) in provisions	0	361
A32230	Adjustments for increase (decrease) in other current liabilities	42,879	10,228
A32000	Total changes in operating liabilities	(1,642,958)	344,002
A30000	Total changes in operating assets and liabilities	(364,088)	(1,424,098)
A20000	Total adjustments	(4,400,803)	(5,236,709)
A33000	Cash inflow (outflow) generated from operations	(109,062)	(892,060)
A33100	Interest received	13,128	9,394
A33200	Dividends received	3,584,992	2,884,593
A33300	Interest paid	(85,001)	(62,821)
A33500	Income taxes refund (paid)	(52,986)	(144,704)
AAAA	Net cash flows from (used in) operating activities	3,351,071	1,794,402
	Cash flows from (used in) investing activities		
B00010	Acquisition of financial assets at fair value through other comprehensive income	(354,947)	(1,042,725)
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income	205,868	15,000
B00030	Proceeds from capital reduction of financial assets at fair value through other comprehensive income	38,859	84,826
B00100	Acquisition of financial assets at fair value through profit or loss	(1,306,973)	(86,593)
B00200	Proceeds from disposal of financial assets at fair value through profit or loss	1,204,770	89,987
B02200	Net cash flow from acquisition of subsidiaries	(242,587)	0
B02700	Acquisition of property, plant and equipment	(123,265)	(163,330)
B02800	Proceeds from disposal of property, plant and equipment	0	191
B03800	Decrease in refundable deposits	8,197	84,314
B04500	Acquisition of intangible assets	(14,300)	(6,205)
B05100	Cash payments to acquire subsidiaries and other business units	0	0
B05400	Acquisition of investment properties	(6,145)	(2,333)
B06700	Increase in other non-current assets	(11,882)	(38,001)
BBBB	Net cash flows from (used in) investing activities	(602,405)	(1,064,869)
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	(152,329)	1,883,000
C00500	Increase in short-term notes and bills payable	(1,999,039)	79,366
C01200	Proceeds from issuing bonds	2,500,000	0
C01600	Proceeds from long-term debt	1,699,160	1,800,000
C01700	Repayments of long-term debt	(2,000,000)	(1,700,000)

C03000	Increase in guarantee deposits received	4,921	0
C03100	Decrease in guarantee deposits received	0	(338)
C04020	Payments of lease liabilities	(47,057)	(33,897)
C04400	Decrease in other non-current liabilities	(3,350)	(1,889)
C04500	Cash dividends paid	(2,527,139)	(2,166,819)
C05000	Proceeds from sale of treasury shares	117,715	0
C05400	Acquisition of ownership interests in subsidiaries	0	(20,707)
C05800	Change in non-controlling interests	(366,980)	184,976
C09900	Other financing activities	540	0
CCCC	Net cash flows from (used in) financing activities	(2,773,558)	23,692
DDDD	Effect of exchange rate changes on cash and cash equivalents	131,787	(12,401)
EEEE	Net increase (decrease) in cash and cash equivalents	106,895	740,824
E00100	Cash and cash equivalents at beginning of period	2,785,515	1,805,687
E00200	Cash and cash equivalents at end of period	2,892,410	2,546,511
E00210	Cash and cash equivalents reported in the statement of financial position	2,892,410	2,546,511

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	704,824	0	704,824	0	0	0	(704,824)	(704,824)	0	0	0	0	0	0	0
C7	Changes in equity of	0	0	0	(667)	0	0	56,361	56,361	0	(56,361)	(56,361)	0	(667)	0	(667)

	associates and joint ventures accounted for using equity method															
C17	Other changes in capital surplus	0	0	0	385	0	0	0	0	0	0	0	0	385	0	385
D1	Profit (loss)	0	0	0	0	0	0	3,264,101	3,264,101	0	0	0	0	3,264,101	958,948	4,223,049
D3	Other comprehensive income	0	0	0	0	0	0	0	0	599,733	(5,512,253)	(4,912,520)	0	(4,912,520)	(2,826,664)	(7,739,184)
D5	Total comprehensive income	0	0	0	0	0	0	3,264,101	3,264,101	599,733	(5,512,253)	(4,912,520)	0	(1,648,419)	(1,867,716)	(3,516,135)
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	(369,741)	(369,741)
Q1	Disposal of investments in equity instruments designated at fair value through other comprehensive income	0	0	0	0	0	0	12,416	12,416	0	(12,416)	(12,416)	0	0	0	0
Y1	Total increase (decrease) in equity	704,824	0	704,824	41,584	426,648	0	(335,960)	90,688	599,733	(5,581,030)	(4,981,297)	47,895	(4,096,306)	(2,237,457)	(6,333,763)
Z1	Equity at end of period	14,801,305	0	14,801,305	1,126,228	4,219,316	141,843	9,092,817	13,453,976	264,359	5,914,351	6,178,710	(136,868)	35,423,351	14,665,942	50,089,293

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
B1	Legal reserve appropriated	0	0	0	0	321,606	0	(321,606)	0	0	0	0	0	0	0	0
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)
B9	Stock dividends of ordinary share	0	1,281,498	1,281,498	0	0	0	(1,281,498)	(1,281,498)	0	0	0	0	0	0	0
C7	Changes in equity of associates and joint ventures accounted for using equity method	0	0	0	57,673	0	0	156,054	156,054	0	(156,054)	(156,054)	0	57,673	0	57,673
D1	Profit (loss)	0	0	0	0	0	0	3,630,022	3,630,022	0	0	0	0	3,630,022	630,093	4,260,115
D3	Other comprehensive income	0	0	0	0	0	0	0	0	(255,564)	2,028,820	1,773,256	0	1,773,256	895,546	2,668,802
D5	Total comprehensive income	0	0	0	0	0	0	3,630,022	3,630,022	(255,564)	2,028,820	1,773,256	0	5,403,278	1,525,639	6,928,917
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
M7	Changes in ownership interests in subsidiaries	0	0	0	241,466	0	0	0	0	0	0	0	0	241,466	0	241,466
O1	Changes in non-controlling	0	0	0	0	0	0	0	0	0	0	0	0	0	(74,285)	(74,285)

	interests															
Q1	Disposal of investments in equity instruments designated at fair value through other comprehensive income	0	0	0	0	0	0	(21)	(21)	0	21	21	0	0	0	0
Y1	Total increase (decrease) in equity	0	1,281,498	1,281,498	310,867	321,606	0	4,404	326,010	(255,564)	1,872,787	1,617,223	0	3,535,598	1,451,354	4,986,952
Z1	Equity at end of period	12,814,983	1,281,498	14,096,481	1,167,411	3,792,668	141,843	8,948,350	12,882,861	(461,146)	7,836,687	7,375,541	(184,763)	35,337,531	14,099,515	49,437,046