

1229 Lien Hwa Industrial Holdings Corporation

2023Q2 Consolidated Financial Report

Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2023/6/30	2022/12/31	2022/6/30
	Assets			
	Current assets			
1100	Cash and cash equivalents	4,040,840	2,914,046	3,360,990
1110	Current financial assets at fair value through profit or loss	111,917	64,798	111,547
1120	Current financial assets at fair value through other comprehensive income	591,742	459,207	580,120
1140	Current contract assets	5,208,234	5,041,705	3,557,343
1150	Notes receivable, net	203,879	304,762	262,675
1170	Accounts receivable, net	1,300,581	1,681,826	1,378,361
1200	Other receivables	39,608	16,431	24,714
1210	Other receivables due from related parties	2,198,052	621,511	2,595,931
1220	Current tax assets	3,393	2,995	161
130X	Current inventories	1,798,727	1,737,183	1,774,247
1470	Other current assets	489,851	471,323	368,836
11XX	Total current assets	15,986,824	13,315,787	14,014,925
	Non-current assets			
1510	Non-current financial assets at fair value through profit or loss	26,002	37,550	32,925
1517	Non-current financial assets at fair value through other comprehensive income	31,193,134	30,183,049	27,916,113
1550	Investments accounted for using equity method	20,051,980	18,829,942	18,374,240
1600	Property, plant and equipment	4,482,579	4,524,144	4,544,594
1755	Right-of-use assets	534,737	553,203	578,606
1760	Investment property, net	1,963,234	2,002,370	1,730,425
1780	Intangible assets	142,446	154,266	104,096
1840	Deferred tax assets	104,595	110,553	99,713
1900	Other non-current assets	198,888	198,684	174,418
15XX	Total non-current assets	58,697,595	56,593,761	53,555,130
1XXX	Total assets	74,684,419	69,909,548	67,570,055
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2100	Current borrowings	7,768,000	7,208,000	8,775,000

2110	Short-term notes and bills payable	808,116	1,058,197	1,159,378
2130	Current contract liabilities	1,841,437	1,786,995	769,177
2150	Notes payable	12,261	7,338	15,718
2170	Accounts payable	1,249,485	1,541,817	1,107,305
2200	Other payables	3,025,166	580,189	744,976
2230	Current tax liabilities	91,119	87,681	66,777
2280	Current lease liabilities	60,997	56,889	57,809
2300	Other current liabilities	682,294	176,468	137,515
2320	Long-term liabilities, current portion	606,603	136,227	100,000
2399	Other current liabilities, others	75,691	40,241	37,515
21XX	Total current liabilities	15,538,875	12,503,574	12,833,655
	Non-current liabilities			
2530	Bonds payable	2,496,402	2,495,939	2,495,475
2540	Non-current portion of non-current borrowings	135,934	687,989	1,300,000
2570	Deferred tax liabilities	160,184	158,335	149,547
2580	Non-current lease liabilities	426,641	445,700	467,665
2600	Other non-current liabilities	183,305	185,888	182,177
2640	Net defined benefit liability, non-current	17,738	16,666	13,218
2645	Guarantee deposits received	75,405	77,888	75,079
2670	Other non-current liabilities, others	90,162	91,334	93,880
25XX	Total non-current liabilities	3,402,466	3,973,851	4,594,864
2XXX	Total liabilities	18,941,341	16,477,425	17,428,519
	Equity			
	Equity attributable to owners of parent			
	Share capital			
3110	Ordinary share	14,801,305	14,801,305	14,096,481
3150	Stock dividend to be distributed	1,036,091	0	704,824
3100	Total Share Capital	15,837,396	14,801,305	14,801,305
	Capital surplus			
3200	Total capital surplus	1,093,387	1,101,041	1,112,113
	Retained earnings			
3300	Total retained earnings	13,455,546	14,093,297	12,775,877
	Other equity interest			

3400	Total other equity interest	9,017,904	7,461,772	6,780,565
3500	Treasury shares	(136,868)	(136,868)	(136,868)
31XX	Total equity attributable to owners of parent	39,267,365	37,320,547	35,332,992
36XX	Non-controlling interests	16,475,713	16,111,576	14,808,544
3XXX	Total equity	55,743,078	53,432,123	50,141,536
3X2X	Total liabilities and equity	74,684,419	69,909,548	67,570,055
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	5,966,000	5,682,000

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

Statement of Comprehensive Income					
Code	Accounting Title	2023/4/1To6/30	2022/4/1To6/30	2023/1/1To6/30	2022/1/1To6/30
	Operating revenue				
4000	Total operating revenue	3,639,588	4,002,005	6,511,033	6,600,578
	Operating costs				
5000	Total operating costs	2,455,751	2,343,443	4,907,877	4,472,910
5900	Gross profit (loss) from operations	1,183,837	1,658,562	1,603,156	2,127,668
5950	Gross profit (loss) from operations	1,183,837	1,658,562	1,603,156	2,127,668
	Operating expenses				
6100	Selling expenses	200,625	150,106	376,810	287,113
6200	Administrative expenses	109,591	118,539	231,694	229,911
6300	Research and development expenses	12,071	12,044	24,657	25,123
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	(656)	20	(1,908)	2
6000	Total operating expenses	321,631	280,709	631,253	542,149
6900	Net operating income (loss)	862,206	1,377,853	971,903	1,585,519
	Non-operating income and expenses				
	Interest income				
7100	Total interest income	27,906	3,743	58,618	7,904
	Other income				
7010	Total other income	233,167	332,981	402,181	550,875
	Other gains and losses				
7020	Other gains and losses, net	343	(19,394)	2,876	(19,950)
	Finance costs				
7050	Finance costs, net	50,366	34,551	97,730	58,749

	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	754,903	550,945	1,659,824	1,575,608
7000	Total non-operating income and expenses	965,953	833,724	2,025,769	2,055,688
7900	Profit (loss) from continuing operations before tax	1,828,159	2,211,577	2,997,672	3,641,207
	Tax expense (income)				
7950	Total tax expense (income)	70,482	47,041	84,116	65,079
8000	Profit (loss) from continuing operations	1,757,677	2,164,536	2,913,556	3,576,128
8200	Profit (loss)	1,757,677	2,164,536	2,913,556	3,576,128
	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	338,154	(8,117,887)	1,211,114	(6,756,844)
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	838,767	(590,906)	1,067,695	(664,602)
8310	Components of other comprehensive income that will not be reclassified to profit or loss	1,176,921	(8,708,793)	2,278,809	(7,421,446)
	Components of other comprehensive income that will be reclassified to profit or loss				
8361	Exchange differences on translation	(198,740)	(83,121)	(181,874)	154,296
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	(173,881)	(98,648)	(142,472)	236,983
8360	Components of other comprehensive income that will be reclassified to profit or loss	(372,621)	(181,769)	(324,346)	391,279
8300	Total other comprehensive income	804,300	(8,890,562)	1,954,463	(7,030,167)
8500	Total comprehensive income	2,561,977	(6,726,026)	4,868,019	(3,454,039)
	Profit (loss), attributable to:				
8610	Profit (loss), attributable to owners of parent	1,222,909	1,335,634	2,312,467	2,613,237
8620	Profit (loss), attributable to non-controlling interests	534,768	828,902	601,089	962,891
	Comprehensive income attributable to:				
8710	Comprehensive income, attributable to owners of parent	2,114,362	(3,735,582)	3,878,642	(1,724,661)
8720	Comprehensive income, attributable to non-controlling interests	447,615	(2,990,444)	989,377	(1,729,378)
	Basic earnings per share				
9750	Total basic earnings per share	0.78	0.85	1.47	1.66
	Diluted earnings per share				
9850	Total diluted earnings per share	0.78	0.85	1.47	1.66

Unit: NT\$ thousands

Statements of Cash Flows				
Code	Accounting Title	2023/1/1To6/30		2022/1/1To6/30
	Cash flows from (used in) operating activities, indirect method			
A00010	Profit (loss) from continuing operations before tax	2,997,672		3,641,207

A10000	Profit (loss) before tax	2,997,672	3,641,207
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	187,282	183,546
A20200	Amortization expense	15,641	8,078
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	(1,908)	2
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	2,293	37,402
A20900	Interest expense	97,730	58,749
A21200	Interest income	(58,618)	(7,904)
A21300	Dividend income	(1,491,544)	(2,100,856)
A22300	Share of loss (profit) of associates and joint ventures accounted for using equity method	(1,666,376)	(1,583,950)
A22500	Loss (gain) on disposal of property, plan and equipment	1,965	24
A22700	Loss (gain) on disposal of investment properties	(2,696)	0
A23800	Reversal of impairment loss on non-financial assets	0	(24)
A29900	Other adjustments to reconcile profit (loss)	(20)	0
A20010	Total adjustments to reconcile profit (loss)	(2,916,251)	(3,404,933)
	Changes in operating assets and liabilities		
	Changes in operating assets		
A31125	Decrease (increase) in contract assets	(166,529)	199,949
A31130	Decrease (increase) in notes receivable	100,883	84,595
A31150	Decrease (increase) in accounts receivable	382,511	259,196
A31180	Decrease (increase) in other receivable	(5,883)	(49,952)
A31190	Decrease (increase) in other receivable due from related parties	378,389	43,962
A31200	Adjustments for decrease (increase) in inventories	(73,698)	(64,259)
A31240	Adjustments for decrease (increase) in other current assets	(33,114)	5,772
A31990	Decrease (increase) in other operating assets	(1,522)	(2,099)
A31000	Total changes in operating assets	581,037	477,164
	Changes in operating liabilities		
A32125	Increase (decrease) in contract liabilities	54,442	71,763
A32130	Increase (decrease) in notes payable	4,923	10,805
A32150	Increase (decrease) in accounts payable	(291,869)	(568,105)
A32180	Increase (decrease) in other payable	(441,149)	(37,091)
A32230	Adjustments for increase (decrease) in other current liabilities	35,204	2,683
A32000	Total changes in operating liabilities	(638,449)	(519,945)

A30000	Total changes in operating assets and liabilities	(57,412)	(42,781)
A20000	Total adjustments	(2,973,663)	(3,447,714)
A33000	Cash inflow (outflow) generated from operations	24,009	193,493
A33100	Interest received	57,038	7,895
A33200	Dividends received	1,073,178	933,617
A33300	Interest paid	(113,823)	(53,054)
A33500	Income taxes refund (paid)	(73,326)	(37,512)
AAAA	Net cash flows from (used in) operating activities	967,076	1,044,439
	Cash flows from (used in) investing activities		
B00010	Acquisition of financial assets at fair value through other comprehensive income	0	(292,764)
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income	59,780	0
B00030	Proceeds from capital reduction of financial assets at fair value through other comprehensive income	36,113	11,629
B00100	Acquisition of financial assets at fair value through profit or loss	(306,095)	(63,222)
B00200	Proceeds from disposal of financial assets at fair value through profit or loss	266,331	55,627
B02700	Acquisition of property, plant and equipment	(111,827)	(109,632)
B02800	Proceeds from disposal of property, plant and equipment	2,055	0
B03800	Decrease in refundable deposits	606	(32,768)
B04500	Acquisition of intangible assets	(12,654)	(6,482)
B05400	Acquisition of investment properties	0	(2,442)
B05500	Proceeds from disposal of investment properties	6,934	0
B06700	Increase in other non-current assets	(1,428)	(3,589)
BBBB	Net cash flows from (used in) investing activities	(60,185)	(443,643)
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	560,000	1,240,000
C00500	Increase in short-term notes and bills payable	(250,081)	(1,589,271)
C01200	Proceeds from issuing bonds	0	2,500,000
C01600	Proceeds from long-term debt	300,000	1,700,000
C01700	Repayments of long-term debt	(381,417)	(1,500,000)
C03000	Increase in guarantee deposits received	0	3,162
C03100	Decrease in guarantee deposits received	(2,228)	0
C04020	Payments of lease liabilities	(31,282)	(30,558)
C04400	Decrease in other non-current liabilities	(1,398)	(1,574)
C04500	Cash dividends paid	0	(2,527,139)
C05000	Proceeds from sale of treasury shares	0	117,715

C05800	Change in non-controlling interests	0	(16,630)
C09900	Other financing activities	199	240
CCCC	Net cash flows from (used in) financing activities	193,793	(104,055)
DDDD	Effect of exchange rate changes on cash and cash equivalents	26,110	78,734
EEEE	Net increase (decrease) in cash and cash equivalents	1,126,794	575,475
E00100	Cash and cash equivalents at beginning of period	2,914,046	2,785,515
E00200	Cash and cash equivalents at end of period	4,040,840	3,360,990
E00210	Cash and cash equivalents reported in the statement of financial position	4,040,840	3,360,990

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	14,801,305	0	14,801,305	1,101,041	4,219,316	141,843	9,732,138	14,093,297	26,492	7,435,280	7,461,772	(136,868)	37,320,547	16,111,576	53,432,123
B1	Legal reserve appropriated	0	0	0	0	397,220	0	(397,220)	0	0	0	0	0	0	0	0
B5	Cash dividends of ordinary share	0	0	0	0	0	0	(1,924,170)	(1,924,170)	0	0	0	0	(1,924,170)	0	(1,924,170)
B9	Stock dividends of ordinary share	0	1,036,091	1,036,091	0	0	0	(1,036,091)	(1,036,091)	0	0	0	0	0	0	0
C7	Changes in equity of associates and joint ventures accounted for using equity method	0	0	0	(7,654)	0	0	1,849	1,849	0	(1,849)	(1,849)	0	(7,654)	0	(7,654)
D1	Profit (loss)	0	0	0	0	0	0	2,312,467	2,312,467	0	0	0	0	2,312,467	601,089	2,913,556
D3	Other comprehensive income	0	0	0	0	0	0	0	0	(314,941)	1,881,116	1,566,175	0	1,566,175	388,288	1,954,463
D5	Total comprehensive	0	0	0	0	0	0	2,312,467	2,312,467	(314,941)	1,881,116	1,566,175	0	3,878,642	989,377	4,868,019

	income															
O1	Changes in non-controlling interests	0	0	0	0	0	0	0	0	0	0	0	0	0	(625,240)	(625,240)
Q1	Disposal of investments in equity instruments designated at fair value through other comprehensive income	0	0	0	0	0	0	8,194	8,194	0	(8,194)	(8,194)	0	0	0	0
Y1	Total increase (decrease) in equity	0	1,036,091	1,036,091	(7,654)	397,220	0	(1,034,971)	(637,751)	(314,941)	1,871,073	1,556,132	0	1,946,818	364,137	2,310,955
Z1	Equity at end of period	14,801,305	1,036,091	15,837,396	1,093,387	4,616,536	141,843	8,697,167	13,455,546	(288,449)	9,306,353	9,017,904	(136,868)	39,267,365	16,475,713	55,743,078

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	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	0	0	0	(14,397)	0	0	41,542	41,542	0	(41,544)	(41,544)	0	(14,399)	0	(14,399)

	using equity method															
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