

# Dynamic 2016 2nd IFRS Consolidated Financial Statements

Unit: NT\$ thousand

Accounting Title	2016/06/30	2015/12/31	2015/06/30
<b>Balance Sheet</b>			
<b>Assets</b>			
<b>Current assets</b>			
<b>Cash and cash equivalents</b>			
Total cash and cash equivalents	1,134,521	1,217,376	1,182,833
<b>Current bond investment without active market</b>			
Total Current investments in debt instrument without active market	1,418	9,460	9,414
<b>Notes receivable, net</b>			
Notes receivable, net	142,631	188,012	298,099
<b>Accounts receivable, net</b>			
Accounts receivable, net	2,994,326	3,146,255	2,705,017
<b>Other receivables</b>			
Other receivables, net	53,250	77,007	74,634
<b>Inventories</b>			
<b>Inventories, manufacturing business</b>			
Inventories, manufacturing business, net	1,175,628	1,275,823	1,189,625
Total inventories	1,175,628	1,275,823	1,189,625
<b>Prepayments</b>			
Total prepayments	195,787	159,264	154,940
<b>Other current assets</b>			
Total other current assets	2,189	192	1,309
Total current assets	5,699,750	6,073,389	5,615,871
<b>Non-current assets</b>			

Property, plant and equipment			
Total property, plant and equipment	3,924,912	4,505,619	4,801,306
Intangible assets			
Total intangible assets	8,098	10,183	13,130
Deferred tax assets	144,913	129,212	109,480
Other non-current assets			
Total other non-current assets	46,952	49,217	45,725
Total non-current assets	4,124,875	4,694,231	4,969,641
Total assets	9,824,625	10,767,620	10,585,512
Liabilities and equity			
Liabilities			
Current liabilities			
Short-term borrowings			
Total short-term borrowings	1,981,120	2,195,461	2,390,181
Notes payable			
Total notes payable	0	402	1,667
Notes payable to related parties			
Total notes payable to related parties	0	840	2,520
Accounts payable			
Total accounts payable	1,693,965	1,931,925	1,537,286
Accounts payable to related parties			
Total accounts payable to related parties	186,441	65,242	226
Other payables			
Total other payables	747,741	944,427	982,255
Other payables to related parties	0	1,281	30,005
Current tax liabilities	26,672	1	0

Other current liabilities			
Long-term liabilities, current portion			
Long-term borrowings, current portion	162,436	195,230	198,523
Total long-term liabilities, current portion	162,436	195,230	198,523
Current lease obligations payable	0	8,779	11,314
Other current liabilities, others	33,606	74,511	29,303
Total other current liabilities	196,042	278,520	239,140
Total current liabilities	4,831,981	5,418,099	5,183,280
Non-current liabilities			
Long-term borrowings			
Total long-term borrowings	237,493	433,387	512,331
Deferred tax liabilities			
Total deferred tax liabilities	248,593	259,907	238,029
Other non-current liabilities			
Long-term notes and accounts payable			
Non-current lease obligations payable	0	521	3,595
Total long-term notes and accounts payable	0	521	3,595
Net defined benefit liability, non-current	321	1,985	1,141
Guarantee deposits received	74,887	54,163	53,529
Total other non-current liabilities	75,208	56,669	58,265
Total non-current liabilities	561,294	749,963	808,625
Total liabilities	5,393,275	6,168,062	5,991,905
Equity			
Equity attributable to owners of parent			
Share capital			
Ordinary share	2,810,594	2,810,594	2,860,594

Total capital stock	2,810,594	2,810,594	2,860,594
Capital surplus			
Total capital surplus	1,061,873	1,061,873	1,060,950
Retained earnings			
Legal reserve	531,385	531,385	531,385
Special reserve	299,666	299,666	299,666
Unappropriated retained earnings (accumulated deficit)			
Total unappropriated retained earnings (accumulated deficit)	-265,715	-275,943	-322,057
Total retained earnings	565,336	555,108	508,994
Other equity interest			
Total other equity interest	-6,453	126,712	116,232
Treasury shares	0	0	0
Total equity attributable to owners of parent	4,431,350	4,554,287	4,546,770
Non-controlling interests	0	45,271	46,837
Total equity	4,431,350	4,599,558	4,593,607
Total liabilities and equity	9,824,625	10,767,620	10,585,512
Number of share capital awaiting retirement	0	0	0
Equivalent issue shares of advance receipts for ordinary share	0	0	0
Number of shares in entity held by entity and by its subsidiaries	0	0	0

Accounting Title	2016/2n d	2015/2n d	2016/01/01To2016/06/3 0	2015/01/01To2015/06/3 0
<b>Statement of comprehensive income</b>				
Operating revenue				
Total operating revenue	2,963,090	2,598,318	5,731,828	5,128,386
Operating costs				
Total operating costs	2,640,840	2,258,733	5,118,252	4,507,779
Gross profit (loss) from operations	322,250	339,585	613,576	620,607
Gross profit (loss) from operations	322,250	339,585	613,576	620,607
Operating expenses				
Selling expenses				
Total selling expenses	179,278	192,782	296,118	370,327
Administrative expenses				
Total administrative expenses	106,289	95,582	213,943	183,333
Research and development expenses				
Total research and development expenses	8,184	113,974	64,432	202,504
Total operating expenses	293,751	402,338	574,493	756,164
Net operating income (loss)	28,499	-62,753	39,083	-135,557
Non-operating income and expenses				
Other income				
Total other income	27,100	5,396	42,538	28,690
Other gains and losses				
Other gains and losses, net	-1,531	-14,102	-10,362	-9,493
Finance costs				
Finance costs, net	9,213	13,514	20,796	28,019

Total non-operating income and expenses	16,356	-22,220	11,380	-8,822
Profit (loss) from continuing operations before tax	44,855	-84,973	50,463	-144,379
Tax expense (income)				
Total tax expense (income)	38,107	0	38,107	0
Profit (loss) from continuing operations	6,748	-84,973	12,356	-144,379
Profit (loss)	6,748	-84,973	12,356	-144,379
Other comprehensive income				
Components of other comprehensive income that will be reclassified to profit or loss				
Exchange differences on translation	-97,685	-37,880	-160,439	-104,339
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-16,606	-6,440	-27,274	-17,738
Components of other comprehensive income that will be reclassified to profit or loss	-81,079	-31,440	-133,165	-86,601
Other comprehensive income, net	-81,079	-31,440	-133,165	-86,601
Total comprehensive income	-74,331	-116,413	-120,809	-230,980
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	6,748	-85,696	10,228	-145,173
Profit (loss), attributable to non-controlling interests	0	723	2,128	794
Comprehensive income attributable to:				
Comprehensive income, attributable to owners of parent	-74,331	-117,136	-122,937	-231,774
Comprehensive income, attributable to non-controlling interests	0	723	2,128	794
Basic earnings per share				
Total basic earnings per share	0.02	-0.30	0.04	-0.51
Diluted earnings per share				
Total diluted earnings per share	0.02	-0.30	0.04	-0.51

Accounting Title	2016/01/01To2016/06/30	2015/01/01To2015/06/30
<b>Statement of cash flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	50,463	-144,379
Profit (loss) before tax	50,463	-144,379
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	417,446	442,549
Amortization expense	2,902	3,270
Provision (reversal of provision) for bad debt expense	0	-11,101
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	0	0
Interest expense	20,796	28,019
Interest income	-3,865	-3,591
Share-based payments	0	0
Loss (gain) on disposal of property, plan and equipment	-430	247
Loss (gain) on disposal of investments	0	0
Loss (gain) on disposal of investments accounted for using equity method	-4,221	0
Impairment loss on non-financial assets	6,484	16,877
Loss (gain) on bond redemption	0	0
Total adjustments to reconcile profit (loss)	439,112	476,270
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	37,450	-24,294
Decrease (increase) in accounts receivable	80,773	404,949
Decrease (increase) in other receivable	23,694	57,716

Decrease (increase) in inventories	32,839	-22,246
Decrease (increase) in prepayments	-41,063	-10,958
Decrease (increase) in other current assets	-2,115	-535
Decrease (increase) in other operating assets	2,068	1,676
Total changes in operating assets	133,646	406,308
Changes in operating liabilities		
Increase (decrease) in notes payable	1,236	-441
Increase (decrease) in notes payable to related parties	420	2,366
Increase (decrease) in accounts payable	-201,180	-296,522
Increase (decrease) in accounts payable to related parties	122,403	27
Increase (decrease) in other payable	-46,903	-177,111
Increase (decrease) in other payable to related parties	-1,269	-22,660
Increase (decrease) in other current liabilities	-35,793	3,363
Increase (decrease) in net defined benefit liability	-1,664	-169
Total changes in operating liabilities	-162,750	-491,147
Total changes in operating assets and liabilities	-29,104	-84,839
Total adjustments	410,008	391,431
Cash inflow (outflow) generated from operations	460,471	247,052
Interest received	3,865	3,591
Interest paid	-22,067	-27,555
Income taxes refund (paid)	-11,437	-8,752
Net cash flows from (used in) operating activities	430,832	214,336
Cash flows from (used in) investing activities		
Acquisition of investments in debt instrument without active market	-41	53,228
Proceeds from disposal of investments accounted for using equity method	-9,637	0
Proceeds from disposal of non-current assets classified as held for sale	0	0

Acquisition of property, plant and equipment	-410,162	-388,922
Proceeds from disposal of property, plant and equipment	10,757	2,104
Increase in refundable deposits	-79	1,965
Acquisition of intangible assets	-1,001	-7,620
Net cash flows from (used in) investing activities	-410,163	-339,245
Cash flows from (used in) financing activities		
Decrease in short-term loans	5,352	847,240
Repayments of bonds	0	0
Proceeds from long-term debt	0	0
Repayments of long-term debt	-90,737	-464,544
Increase in guarantee deposits received	20,784	15,530
Increase in lease payable	-1,892	-3,361
Payments to acquire treasury shares	0	0
Net cash flows from (used in) financing activities	-66,493	394,865
Effect of exchange rate changes on cash and cash equivalents	-37,031	-6,379
Net increase (decrease) in cash and cash equivalents	-82,855	263,577
Cash and cash equivalents at beginning of period	1,217,376	919,256
Cash and cash equivalents at end of period	1,134,521	1,182,833
Cash and cash equivalents reported in the statement of financial position	1,134,521	1,182,833

## 2016/06/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

	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	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity	2,810,594	2,810,594	1,061,873	531,385	299,666	-275,943	555,108	126,712	126,712	4,554,287	45,271	4,599,558
Profit (loss)						10,228	10,228			10,228	2,128	12,356
Other comprehensive income								-133,165	-133,165	-133,165		-133,165
Total comprehensive income						10,228	10,228	-133,165	-133,165	-122,937	2,128	-120,809
Changes in non-controlling interests											-47,399	-47,399
Total increase (decrease) in equity	0	0	0	0	0	10,228	10,228	-133,165	-133,165	-122,937	-45,271	-168,208
Equity	2,810,594	2,810,594	1,061,873	531,385	299,666	-265,715	565,336	-6,453	-6,453	4,431,350	0	4,431,350

## 2015/06/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

	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	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity	2,860,594	2,860,594	1,060,950	531,385	299,666	-176,884	654,167	202,833	202,833	4,778,544	46,043	4,824,587
Profit (loss)						-145,173	-145,173			-145,173	794	-144,379
Other comprehensive income								-86,601	-86,601	-86,601		-86,601
Total comprehensive income						-145,173	-145,173	-86,601	-86,601	-231,774	794	-230,980
Total increase (decrease) in equity	0	0	0	0	0	-145,173	-145,173	-86,601	-86,601	-231,774	794	-230,980
Equity	2,860,594	2,860,594	1,060,950	531,385	299,666	-322,057	508,994					