

# Dynamic 2019 Q3 IFRS Consolidated Financial Statements

Unit: NT\$ thousand

Accounting Title	2019/09/30	2018/12/31	2018/09/30
<b>Balance Sheet</b>			
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	1,302,136	844,983	1,096,797
Current financial assets at amortised cost	38,596	318,349	3,785
Notes receivable, net	66,020	190,183	108,962
Accounts receivable, net	4,173,340	3,852,601	3,731,191
Other receivables	126,979	155,802	131,934
Current inventories	1,676,087	1,892,941	1,863,296
Inventories, manufacturing business	1,676,087	1,892,941	1,863,296
Prepayments	379,844	486,096	575,566
Non-current assets or disposal groups classified as held for sale, net	217,280	0	0
Other current assets	8,341	20,296	10,409
<b>Total current assets</b>	<b>7,988,623</b>	<b>7,761,251</b>	<b>7,521,940</b>
<b>Non-current assets</b>			
Property, plant and equipment	5,356,359	5,940,726	5,696,109
Right-of-use assets	389,772	0	0
Intangible assets	17,627	20,836	23,990
Deferred tax assets	372,008	297,188	267,389
Other non-current assets	6,969	288,604	288,810
<b>Total non-current assets</b>	<b>6,142,735</b>	<b>6,547,354</b>	<b>6,276,298</b>
<b>Total assets</b>	<b>14,131,358</b>	<b>14,308,605</b>	<b>13,798,238</b>
<b>Liabilities and equity</b>			

Liabilities			
Current liabilities			
Current borrowings	3,272,265	3,641,048	3,508,627
Current contract liabilities	1,472	4,250	10,719
Accounts payable	2,549,851	2,429,566	2,424,488
Other payables	1,033,155	1,368,019	1,252,246
Other payables to related parties	0	0	83
Current tax liabilities	41,784	9,664	2
Current lease liabilities	26,329	0	0
Other current liabilities	135,382	511,437	311,935
Long-term liabilities, current portion	15,520	398,350	243,825
Long-term borrowings, current portion	15,520	398,350	243,825
Current lease obligations payable	0	25,092	439
Current refund liabilities	70,553	59,499	36,771
Other current liabilities, others	49,309	28,496	30,900
Total current liabilities	7,060,238	7,963,984	7,508,100
Non-current liabilities			
Non-current portion of non-current borrowings	2,332,367	1,684,200	1,852,025
Deferred tax liabilities	322,661	265,952	239,015
Non-current lease liabilities	31,941	0	0
Other non-current liabilities	432,399	464,969	330,052
Long-term notes and accounts payable	0	52,029	563
Non-current lease obligations payable	0	52,029	563
Long-term deferred revenue	412,599	357,590	271,547
Net defined benefit liability, non-current	1,521	1,359	1,305
Guarantee deposits received	18,279	53,991	56,637

Total non-current liabilities	3,119,368	2,415,121	2,421,092
Total liabilities	10,179,606	10,379,105	9,929,192
Equity			
Equity attributable to owners of parent			
Share capital			
Ordinary share	2,810,594	2,810,594	2,810,594
Total capital stock	2,810,594	2,810,594	2,810,594
Capital surplus			
Total capital surplus	1,061,873	1,061,873	1,061,873
Retained earnings			
Legal reserve	531,385	531,385	531,385
Special reserve	299,666	299,666	299,666
Unappropriated retained earnings (accumulated deficit)	-396,182	-490,759	-527,707
Total retained earnings	434,869	340,292	303,344
Other equity interest			
Total other equity interest	-355,584	-283,259	-306,765
Total equity attributable to owners of parent	3,951,752	3,929,500	3,869,046
Total equity	3,951,752	3,929,500	3,869,046
Total liabilities and equity	14,131,358	14,308,605	13,798,238
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	2019/3r d	2018/3r d	2019/01/01To2019/09/3 0	2018/01/01To2018/09/3 0
<b>Statement of comprehensive income</b>				
Operating revenue				
Net sales revenue				
Net sales revenue	3,873,339	3,577,767	10,158,800	9,549,543
Total operating revenue	3,873,339	3,577,767	10,158,800	9,549,543
Operating costs				
Total operating costs	3,285,062	3,182,432	8,961,553	8,763,652
Gross profit (loss) from operations	588,277	395,335	1,197,247	785,891
Gross profit (loss) from operations	588,277	395,335	1,197,247	785,891
Operating expenses				
Selling expenses	179,770	178,927	469,611	485,036
Administrative expenses	190,875	115,430	425,895	343,764
Research and development expenses	15,335	8,047	22,627	19,598
Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	0	0	-37	0
Total operating expenses	385,980	302,404	918,096	848,398
Net operating income (loss)	202,297	92,931	279,151	-62,507
Non-operating income and expenses				
Other income				
Total other income	33,133	30,883	84,256	59,377
Other gains and losses				
Other gains and losses, net	-27,721	-64,518	-27,630	-130,720
Finance costs				
Finance costs, net	55,306	55,111	171,356	139,575
Total non-operating income and expenses	-49,894	-88,746	-114,730	-210,918

Profit (loss) from continuing operations before tax	152,403	4,185	164,421	-273,425
Tax expense (income)				
Total tax expense (income)	31,442	1,735	69,844	2,271
Profit (loss) from continuing operations	120,961	2,450	94,577	-275,696
Profit (loss)	120,961	2,450	94,577	-275,696
Other comprehensive income				
Components of other comprehensive income that will be reclassified to profit or loss				
Exchange differences on translation	-122,366	-135,274	-83,143	-75,043
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-18,663	-27,054	-10,818	-12,016
Components of other comprehensive income that will be reclassified to profit or loss	-103,703	-108,220	-72,325	-63,027
Other comprehensive income, net	-103,703	-108,220	-72,325	-63,027
Total comprehensive income	17,258	-105,770	22,252	-338,723
Profit (loss), attributable to:				
Profit (loss), attributable to owners of parent	120,961	2,450	94,577	-275,696
Comprehensive income attributable to:				
Comprehensive income, attributable to owners of parent	17,258	-105,770	22,252	-338,723
Basic earnings per share				
Total basic earnings per share	0.43	0.01	0.34	-0.98
Diluted earnings per share				
Total diluted earnings per share	0.43	0.01	0.34	-0.98

Accounting Title	2019/01/01To2019/09/30	2018/01/01To2018/09/30
<b>Statement of cash flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	164,421	-273,425
Profit (loss) before tax	164,421	-273,425
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	625,691	506,546
Amortization expense	11,792	10,549
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-37	0
Interest expense	171,356	139,575
Interest income	-6,353	-10,895
Loss (gain) on disposal of property, plan and equipment	30,774	3,700
Impairment loss on non-financial assets	1,229	-133
Other adjustments to reconcile profit (loss)	-26,639	-7,504
Total adjustments to reconcile profit (loss)	807,813	641,838
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	124,163	51,824
Decrease (increase) in accounts receivable	-320,749	-667,100
Decrease (increase) in other receivable	28,823	-19,086
Decrease (increase) in inventories	216,854	-365,516
Decrease (increase) in prepayments	99,874	24,393
Decrease (increase) in other current assets	11,955	2,048
Decrease (increase) in other operating assets	0	12,270
Total changes in operating assets	160,920	-961,167

Changes in operating liabilities		
Increase (decrease) in contract liabilities	-2,778	10,719
Increase (decrease) in accounts payable	120,285	201,279
Increase (decrease) in other payable	92,856	70,582
Increase (decrease) in other payable to related parties	0	36
Increase (decrease) in other current liabilities	20,813	-3,099
Increase (decrease) in net defined benefit liability	162	162
Increase (decrease) in other operating liabilities	11,054	36,771
Total changes in operating liabilities	242,392	316,450
Total changes in operating assets and liabilities	403,312	-644,717
Total adjustments	1,211,125	-2,879
Cash inflow (outflow) generated from operations	1,375,546	-276,304
Interest received	6,353	10,895
Interest paid	-173,374	-130,307
Income taxes refund (paid)	-45,154	-86,476
Net cash flows from (used in) operating activities	1,163,371	-482,192
Cash flows from (used in) investing activities		
Proceeds from disposal of financial assets at amortised cost	279,753	-3,785
Proceeds from repayments of financial assets at amortised cost	0	30,201
Acquisition of property, plant and equipment	-929,218	-1,384,599
Proceeds from disposal of property, plant and equipment	13,496	9,356
Decrease in refundable deposits	560	355
Acquisition of intangible assets	-8,665	-10,416
Other investing activities	90,509	0
Net cash flows from (used in) investing activities	-553,565	-1,358,888
Cash flows from (used in) financing activities		

Decrease in short-term loans	-368,783	1,441,454
Proceeds from long-term debt	951,087	152,625
Repayments of long-term debt	-702,000	-30,400
Decrease in guarantee deposits received	-35,712	-27,276
Increase in lease payable	0	1,002
Payments of lease liabilities	-22,151	0
Net cash flows from (used in) financing activities	-177,559	1,537,405
Effect of exchange rate changes on cash and cash equivalents	24,906	50,457
Net increase (decrease) in cash and cash equivalents	457,153	-253,218
Cash and cash equivalents at beginning of period	844,983	1,350,015
Cash and cash equivalents at end of period	1,302,136	1,096,797
Cash and cash equivalents reported in the statement of financial position	1,302,136	1,096,797

## 2019/09/30 Statement of Stockholders' Equity

Unit: NT\$ thousand

Ordinary share	Total share capital	Capital surplus	Legal reserv e	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	Total equity	
Equity at beginning of period	2,810,594	2,810,594	1,061,873	531,385	299,666	-490,759	340,292	-283,259	-283,259	3,929,500	3,929,500
Profit (loss)						94,577	94,577			94,577	94,577
Other comprehensive income								-72,325	-72,325	-72,325	-72,325
Total comprehensive income						94,577	94,577	-72,325	-72,325	22,252	22,252
Increase (decrease) in equity	0	0	0	0	0	94,577	94,577	-72,325	-72,325	22,252	22,252
Equity at end of period	2,810,594	2,810,594	1,061,873	531,385	299,666	-396,182	434,869	-355,584	-355,584	3,951,752	3,951,752

## 2018/09/30 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	Total equity
Equity at beginning of period	2,810,594	2,810,594	1,061,847	531,385	299,666	-252,011	579,040	-243,738	-243,738	4,207,769
Profit (loss)						-275,696	-275,696			-275,696
Other comprehensive income								-63,027	-63,027	-63,027
Total comprehensive income						-275,696	-275,696	-63,027	-63,027	-338,723
Increase (decrease) in equity	0	0	0	0	0	-275,696	-275,696	-63,027	-63,027	-338,723
Equity at end of period	2,810,594	2,810,594	1,061,847	531,385	299,666	-527,707	303,344	-306,765	-306,765	3,869,046