

PAN JIT INTERNATIONAL INC.

2017 1st IFRS Consolidated Financial Statements

Unit: NT\$ thousand

Accounting Title	2017/3/31	2016/12/31	2016/3/31
Balance Sheet			
Assets			
Current assets			
Cash and cash equivalents			
Total cash and cash equivalents	1,259,330	875,026	1,185,400
Current financial assets at fair value through profit or loss			
Total current financial assets at fair value through profit or loss	63,886	2,552	22,608
Current bond investment without active market			
Total Current investments in debt instrument without active market	0	46,170	84,236
Notes receivable, net			
Notes receivable, net	279,268	390,399	552,027
Accounts receivable, net			
Accounts receivable, net	3,065,769	4,006,013	3,959,352
Accounts receivable due from related parties, net			
Accounts receivable due from related parties, net	86,332	0	0
Other receivables			
Other receivables, net	55,498	44,663	98,382
Other receivables due from related parties			
Other receivables due from related parties, net	243,767	131,922	0
Inventories			
Total inventories	1,817,262	1,863,313	2,472,303
Prepayments			
Total prepayments	456,476	477,248	433,576
Other current assets			
Total other current assets	89,597	101,946	106,767
Total current assets	7,417,185	7,939,252	8,914,651
Non-current assets			
Non-current available-for-sale financial assets			
Non-current available-for-sale financial assets, net	1,496,416	1,452,005	1,162,342
Non-current financial assets at cost			
Non-current financial assets at cost, net	520,226	529,613	569,630
Investments accounted for using equity method			
Investments accounted for using equity method, net	418,243	155,375	50,115
Property, plant and equipment			
Total property, plant and equipment	6,734,922	7,443,406	7,821,813
Intangible assets			
Total intangible assets	602,817	640,353	637,875
Deferred tax assets	878,523	771,789	760,884
Other non-current assets			
Prepayments for business facilities	114,240	97,417	167,138
Guarantee deposits paid	324,679	410,293	480,895
Long-term prepaid rents	527,455	556,278	608,439
Other non-current assets, others			
Total other non-current assets, others	1,380	1,412	31,142
Total other non-current assets	967,754	1,065,400	1,287,614
Total non-current assets	11,618,901	12,057,941	12,290,273
Total assets	19,036,086	19,997,193	21,204,924
Liabilities and equity			
Liabilities			
Current liabilities			
Short-term borrowings			
Total short-term borrowings	1,164,251	839,754	1,519,035
Short-term notes and bills payable			

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Balance Sheet			
Total short-term notes and bills payable	49,970	0	0
Current financial liabilities at fair value through profit or loss			
Total current financial liabilities at fair value through profit or loss	0	4,465	0
Notes payable			
Total notes payable	340,850	304,606	257,090
Accounts payable			
Total accounts payable	1,255,170	1,464,356	1,475,817
Accounts payable to related parties			
Total accounts payable to related parties	12,612	0	0
Other payables			
Total other payables	931,167	1,342,035	1,196,501
Current tax liabilities	105,877	89,222	179,401
Other current liabilities			
Long-term liabilities, current portion			
Bonds payable, current portion	0	0	70,748
Long-term borrowings, current portion	33,000	32,140	2,202,345
Total long-term liabilities, current portion	33,000	32,140	2,273,093
Current lease obligations payable	11,585	194,602	729,285
Other current liabilities, others	201,354	207,269	115,735
Total other current liabilities	245,939	434,011	3,118,113
Total current liabilities	4,105,836	4,478,449	7,745,957
Non-current liabilities			
Long-term borrowings			
Total long-term borrowings	5,900,987	6,187,454	4,079,577
Deferred tax liabilities			
Total deferred tax liabilities	173,045	99,472	147,482
Other non-current liabilities			
Long-term notes and accounts payable			
Non-current lease obligations payable	186,562	225,836	223,076
Total long-term notes and accounts payable	186,562	225,836	223,076
Long-term deferred revenue	333,633	352,488	541,198
Net defined benefit liability, non-current	150,408	149,655	159,071
Other non-current liabilities, others	278,834	296,687	155,556
Total other non-current liabilities	949,437	1,024,666	1,078,901
Total non-current liabilities	7,023,469	7,311,592	5,305,960
Total liabilities	11,129,305	11,790,041	13,051,917
Equity			
Equity attributable to owners of parent			
Share capital			
Ordinary share	3,697,944	3,697,944	3,524,482
Certificate of entitlement to new shares from convertible bond	0	0	111,506
Total capital stock	3,697,944	3,697,944	3,635,988
Capital surplus			
Total capital surplus	2,348,607	2,348,607	2,335,006
Retained earnings			
Legal reserve	342,511	342,511	302,317
Special reserve	209,894	209,894	209,894
Unappropriated retained earnings (accumulated deficit)			
Total unappropriated retained earnings (accumulated deficit)	521,155	414,896	580,019
Total retained earnings	1,073,560	967,301	1,092,230
Other equity interest			
Total other equity interest	(446,167)	(264,359)	86,052
Treasury shares	0	0	0
Total equity attributable to owners of parent	6,673,944	6,749,493	7,149,276
Non-controlling interests	1,232,837	1,457,659	1,003,731
Total equity	7,906,781	8,207,152	8,153,007

Unit: NT\$ thousand

Accounting Title	2017/3/31	2016/12/31	2016/3/31
Balance Sheet			
Total liabilities and equity	19,036,086	19,997,193	21,204,924
Equivalent issue shares of advance receipts for ordinary share	0	0	11,150,589
Number of shares in entity held by entity and by its subsidiaries	0	0	0

PAN JIT INTERNATIONAL INC.
2017 1st IFRS Consolidated Financial Statements

Unit: NT\$ thousand

Accounting Title	2017/01/01 To 2017/03/31	2016/01/01 To 2016/03/31
Statement of comprehensive income		
Operating revenue		
Total operating revenue	2,892,319	3,165,789
Operating costs		
Total operating costs	2,258,785	2,445,361
Gross profit (loss) from operations	633,534	720,428
Gross profit (loss) from operations	633,534	720,428
Operating expenses		
Selling expenses		
Total selling expenses	152,830	168,984
Administrative expenses		
Total administrative expenses	182,447	209,014
Research and development expenses		
Total research and development expenses	94,455	102,854
Total operating expenses	429,732	480,852
Net operating income (loss)	203,802	239,576
Non-operating income and expenses		
Other income		
Total other income	151,694	151,321
Other gains and losses		
Other gains and losses, net	(64,281)	(20,288)
Finance costs		
Finance costs, net	40,989	59,679
Share of profit (loss) of associates and joint ventures accounted for using equity method		
Share of profit (loss) of associates and joint ventures accounted for using equity method, net	(6,192)	(2,015)
Total non-operating income and expenses	40,232	69,339
Profit (loss) from continuing operations before tax	244,034	308,915
Tax expense (income)		
Total tax expense (income)	38,421	82,853
Profit (loss) from continuing operations	205,613	226,062
Profit (loss)	205,613	226,062
Other comprehensive income		
Components of other comprehensive income that will be reclassified to profit or loss		
Exchange differences on translation	(328,550)	(15,051)
Unrealised gains (losses) on valuation of available-for-sale financial assets	13,157	3,810
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	(42,041)	(9,560)
Components of other comprehensive income that will be reclassified to profit or loss	(273,352)	(1,681)
Other comprehensive income, net	(273,352)	(1,681)
Total comprehensive income	(67,739)	224,381
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	126,559	178,118
Profit (loss), attributable to non-controlling interests	79,054	47,944
Comprehensive income attributable to:		
Comprehensive income, attributable to owners of parent	(56,679)	172,092
Comprehensive income, attributable to non-controlling interests	(11,060)	52,289
Basic earnings per share		
Total basic earnings per share	0.34	0.50
Diluted earnings per share		
Total diluted earnings per share	0.34	0.48

PAN JIT INTERNATIONAL INC.
2017 1st IFRS Consolidated Financial Statements

Unit: NT\$ thousand

Accounting Title	2017/01/01 To 2017/03/31	2016/01/01 To 2016/03/31
Statement of cash flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	244,034	308,915
Profit (loss) before tax	244,034	308,915
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	255,193	291,310
Amortization expense	13,173	16,413
Provision (reversal of provision) for bad debt expense	(1,454)	7,870
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(5,723)	(19,004)
Interest expense	40,989	59,679
Interest income	(1,138)	(2,503)
Share of loss (profit) of associates and joint ventures accounted for using equity method	6,192	2,015
Loss (gain) on disposal of property, plan and equipment	(279)	4,489
Loss (gain) on disposal of investments	900	111
Impairment loss on financial assets	4,500	10,005
Reversal of impairment loss on non-financial assets	0	(2,254)
Other adjustments to reconcile profit (loss)	(105,453)	(151,198)
Total adjustments to reconcile profit (loss)	206,900	216,933
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in financial assets held for trading	(56,511)	4,655
Decrease (increase) in notes receivable	109,567	(54,734)
Decrease (increase) in accounts receivable	401,319	53,259
Decrease (increase) in accounts receivable due from related parties	(86,332)	0
Decrease (increase) in other receivable	(5,990)	99,132
Decrease (increase) in other receivable due from related parties	(111,845)	0
Decrease (increase) in inventories	(124,909)	(283,691)
Decrease (increase) in prepayments	(18,114)	(10,009)
Decrease (increase) in other current assets	10,740	36,224
Total changes in operating assets	117,925	(155,164)
Changes in operating liabilities		
Increase (decrease) in financial liabilities held for trading	(4,465)	(5,827)
Increase (decrease) in notes payable	36,244	53,022
Increase (decrease) in accounts payable	174,550	248,892
Increase (decrease) in accounts payable to related parties	12,612	0
Increase (decrease) in other payable	(4,706)	(115,023)
Increase (decrease) in other current liabilities	(5,824)	(23,465)
Increase (decrease) in net defined benefit liability	753	(6,750)
Total changes in operating liabilities	209,164	150,849
Total changes in operating assets and liabilities	327,089	(4,315)
Total adjustments	533,989	212,618
Cash inflow (outflow) generated from operations	778,023	521,533
Interest received	1,138	2,503
Income taxes refund (paid)	(21,426)	(83,974)
Net cash flows from (used in) operating activities	757,735	440,062
Cash flows from (used in) investing activities		
Acquisition of investments in debt instrument without active market	0	(74,388)
Proceeds from disposal of investments in debt instrument without active market	46,170	0
Acquisition of financial assets at cost	(14,000)	(7,458)
Acquisition of investments accounted for using equity method	0	(38,000)
Acquisition of property, plant and equipment	(146,713)	(208,332)
Proceeds from disposal of property, plant and equipment	1,593	22,416
Decrease in refundable deposits	79,839	66,854
Acquisition of intangible assets	(13,525)	(1,854)
Proceeds from disposal of intangible assets	0	2,569

Accounting Title	2017/01/01 To 2017/03/31	2016/01/01 To 2016/03/31
Statement of cash flows		
Decrease in other non-current assets	32	51,038
Increase in prepayments for business facilities	(277,285)	(91,646)
Net cash flows from (used in) investing activities	(323,889)	(278,801)
Cash flows from (used in) financing activities		
Increase in short-term loans	324,497	395,954
Increase in short-term notes and bills payable	49,970	0
Proceeds from long-term debt	0	241,336
Repayments of long-term debt	(87,094)	0
Decrease in lease payable	(165,643)	(364,714)
Increase in other non-current liabilities	5,902	588
Cash dividends paid	0	(5,752)
Payments to acquire treasury shares	0	(46,454)
Interest paid	(43,544)	(58,864)
Change in non-controlling interests	166,545	0
Net cash flows from (used in) financing activities	250,633	162,094
Effect of exchange rate changes on cash and cash equivalents	(300,175)	(94,628)
Net increase (decrease) in cash and cash equivalents	384,304	228,727
Cash and cash equivalents at beginning of period	875,026	956,673
Cash and cash equivalents at end of period	1,259,330	1,185,400
Cash and cash equivalents reported in the statement of financial position	1,259,330	1,185,400
Other financing activities	(164,628)	0
Net cash flows from (used in) financing activities	502,737	(758,216)
Effect of exchange rate changes on cash and cash equivalents	(195,649)	(281,598)
Net increase (decrease) in cash and cash equivalents	34,213	(6,577)
Cash and cash equivalents at beginning of period	875,026	956,673
Cash and cash equivalents at end of period	909,239	950,096
Cash and cash equivalents reported in the statement of financial position	909,239	950,096

PAN JIT INTERNATIONAL INC.
2017/03/31 Statement of Stockholders' Equity

Unit: NT\$ thousand

	Ordinary share	Certificate of entitlement to new shares from convertible bond	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	Unrealized gains (losses) on available-for-sale financial assets	Others	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity	3,697,944	0	3,697,944	2,348,607	342,511	209,894	414,896	967,301	(388,534)	132,056	(7,881)	(264,359)	0	6,749,493	1,457,659	8,207,152
Profit (loss)							126,559	126,559						126,559	79,054	205,613
Other comprehensive income									(216,462)	33,224	0	(183,238)		(183,238)	(90,114)	(273,352)
Total comprehensive income							126,559	126,559	(216,462)	33,224	0	(183,238)		(56,679)	(11,060)	(67,739)
Changes in ownership interests in subsidiaries							(20,300)	(20,300)					0	(20,300)	(215,622)	(235,922)
Others											1,430	1,430	0	1,430	1,860	3,290
Total increase (decrease) in equity	0	0	0	0	0	0	106,259	106,259	(216,462)	33,224	1,430	(181,808)	0	(75,549)	(224,822)	(300,371)
Equity	3,697,944	0	3,697,944	2,348,607	342,511	209,894	521,155	1,073,560	(604,996)	165,280	(6,451)	(446,167)	0	6,673,944	1,232,837	7,906,781

PAN JIT INTERNATIONAL INC.
2016/03/31 Statement of Stockholders' Equity

Unit: NT\$ thousand

	Ordinary share	Certificate of entitlement to new shares from convertible bond	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	Unrealized gains (losses) on available-for-sale financial assets	Others	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity	3,889,913	14,569	3,904,482	2,443,008	302,317	209,894	401,943	914,154	(3,844)	95,922	0	92,078	(463,609)	6,890,113	957,389	7,847,502
Profit (loss)							178,118	178,118						178,118	47,944	226,062
Other comprehensive income									(19,940)	13,914	0	(6,026)		(6,026)	4,345	(1,681)
Total comprehensive income							178,118	178,118	(19,940)	13,914	0	(6,026)		172,092	52,289	224,381
Conversion of convertible bonds	14,569	96,937	111,506	22,175										133,681		133,681
Purchase of treasury share													(46,454)	(46,454)		(46,454)
Retirement of treasury share	(380,000)		(380,000)	(130,063)									510,063	0		0
Changes in non-controlling interests														0	(5,752)	(5,752)
Others				(114)			(42)	(42)					0	(156)	(195)	(351)
Total increase (decrease) in equity	(365,431)	96,937	(268,494)	(108,002)	0	0	178,076	178,076	(19,940)	13,914	0	(6,026)	463,609	259,163	46,342	305,505
Equity	3,524,482	111,506	3,635,988	2,335,006	302,317	209,894	580,019	1,092,230	(23,784)	109,836	0	86,052	0	7,149,276	1,003,731	8,153,007