

6148 AZION CORPORATION

2023Q4 Consolidated Financial Report

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Unit: NT\$ thousands

Balance Sheet			
Code	Accounting Title	2023/12/31	2022/12/31
	Assets		
	Current assets		
1100	Cash and cash equivalents	389,558	279,270
1110	Current financial assets at fair value through profit or loss	0	0
1120	Current financial assets at fair value through other comprehensive income	0	0
1136	Current financial assets at amortised cost	63,649	53,408
1140	Current contract assets	0	0
1150	Notes receivable, net	0	0
1160	Notes receivable due from related parties, net	0	0
1170	Accounts receivable, net	136,136	191,390
1172	Accounts receivable	136,136	191,390
1175	Lease payments receivable	0	0
1180	Accounts receivable due from related parties, net	1,602	342
1181	Accounts receivable due from related parties	1,602	342
1190	Construction contracts receivable	0	0
1195	Construction contracts receivable due from related parties	0	0
1197	Finance lease receivable, net	125,392	97,010
1200	Other receivables	133	137
1201	Tax refund receivable	0	0
1206	Other non-operating receivables, others	133	137
1210	Other receivables due from related parties	0	63
1220	Current tax assets	3,409	3,298
130X	Current inventories	69,147	102,729
1300	Inventories, merchandising business	69,147	102,729
1301	Merchandise inventory	69,147	102,729
1400	Current biological assets	0	0
1410	Prepayments	58,945	44,310
1450	Non-current assets or disposal groups classified as held for distribution to owners	0	0
1460	Non-current assets or disposal groups classified as held for sale, net	0	0
1470	Other current assets	468	302
1476	Other current financial assets	0	0
1479	Other current assets, others	468	302
11XX	Total current assets	848,439	772,259
	Non-current assets		
1510	Non-current financial assets at fair value through profit or loss	18,040	18,128
1550	Investments accounted for using equity method	0	0
1600	Property, plant and equipment	6,017	4,540
1615	Machinery and equipment, net	0	0
1616	Machinery and equipment, cost	0	0
1618	Accumulated depreciation, machinery and equipment	(0)	(0)

1619	Accumulated impairment, machinery and equipment	(0)	(0)
1655	Computer and telecommunication equipment, net	4,095	1,783
1656	Computer and telecommunication equipment, cost	12,534	9,251
1658	Accumulated depreciation, computer and telecommunication equipment	(8,439)	(7,468)
1659	Accumulated impairment, computer and telecommunication equipment	(0)	(0)
1660	Testing equipment, net	0	0
1661	Testing equipment, cost	4,112	4,306
1663	Accumulated depreciation, testing equipment	(4,112)	(4,306)
1664	Accumulated impairment, testing equipment	(0)	(0)
1670	Transportation equipment, net	0	0
1671	Transportation equipment, cost	0	0
1673	Accumulated depreciation, transportation equipment	(0)	(0)
1674	Accumulated impairment, transportation equipment	(0)	(0)
1690	Office equipment, net	0	4
1691	Office equipment, cost	0	191
1693	Accumulated depreciation, office equipment	(0)	(187)
1694	Accumulated impairment, office equipment	(0)	(0)
1730	Leasehold improvements, net	0	0
1731	Leasehold improvements, cost	0	0
1733	Accumulated depreciation, leasehold improvements	(0)	(0)
1735	Other facilities, net	1,922	2,753
1736	Other facilities, cost	5,696	10,197
1738	Accumulated depreciation, other facilities	(3,774)	(7,444)
1739	Accumulated impairment, other facilities	(0)	(0)
1740	Unfinished construction and equipment under acceptance	0	0
1750	Natural resources, net	0	0
1755	Right-of-use assets	1,298	8,042
1760	Investment property, net	0	0
1780	Intangible assets	6,561	2,521
1805	Goodwill	0	0
1821	Other intangible assets, net	6,561	2,521
1830	Non-current biological assets	0	0
1840	Deferred tax assets	13,339	7,000
1900	Other non-current assets	319,937	163,931
1915	Prepayments for business facilities	0	0
1920	Guarantee deposits paid	40,011	37,977
1930	Long-term notes and accounts receivable	0	0
1935	Long-term lease payments receivable	0	0
194D	Long-term finance lease receivable, net	277,908	123,168
1975	Net defined benefit asset, non-current	2,018	2,786
1980	Other non-current financial assets	0	0
1985	Long-term Lease Prepayments	0	0
1990	Other non-current assets, others	0	0
15XX	Total non-current assets	365,192	204,162

1XXX	Total assets	1,213,631	976,421
	Liabilities and equity		
	Liabilities		
	Current liabilities		
2100	Current borrowings	62,510	5,000
2130	Current contract liabilities	27,128	41,889
2150	Notes payable	358	12,378
2170	Accounts payable	149,757	111,901
2180	Accounts payable to related parties	20,678	22,581
2190	Construction contracts payable	0	0
2200	Other payables	87,088	68,384
2219	Other payables, others	87,088	68,384
2220	Other payables to related parties	444	343
2230	Current tax liabilities	25,907	631
2250	Current provisions	84,162	44,125
2265	Progress billings	0	0
2280	Current lease liabilities	2,140	9,522
2300	Other current liabilities	73,522	65,361
2320	Long-term liabilities, current portion	71,633	64,633
2355	Current lease obligations payable	0	0
2399	Other current liabilities, others	1,889	728
21XX	Total current liabilities	533,694	382,115
	Non-current liabilities		
2500	Non-current financial liabilities at fair value through profit or loss	0	0
2520	Non-current financial liabilities at amortised cost	0	0
2530	Bonds payable	0	0
2540	Non-current portion of non-current borrowings	86,566	54,234
2550	Non-current provisions	0	0
2570	Deferred tax liabilities	684	1,063
2580	Non-current lease liabilities	0	2,140
2600	Other non-current liabilities	1,608	728
2610	Long-term notes and accounts payable	0	0
2613	Non-current lease obligations payable	0	0
2640	Net defined benefit liability, non-current	0	0
2645	Guarantee deposits received	1,608	728
2670	Other non-current liabilities, others	0	0
25XX	Total non-current liabilities	88,858	58,165
2XXX	Total liabilities	622,552	440,280
	Equity		
	Equity attributable to owners of parent		
	Share capital		
3110	Ordinary share	466,038	466,038
3120	Preference share	0	0
3150	Stock dividend to be distributed	0	0
3100	Total Share Capital	466,038	466,038

	Capital surplus		
3200	Total capital surplus	11,229	5,679
	Retained earnings		
3310	Legal reserve	20,824	17,266
3350	Unappropriated retained earnings (accumulated deficit)	92,988	56,163
3300	Total retained earnings	113,812	73,429
	Other equity interest		
3410	Exchange differences on translation of foreign financial statements	0	0
3490	Other equity, others	0	0
3400	Total other equity interest	0	0
3500	Treasury shares	(0)	(9,005)
31XX	Total equity attributable to owners of parent	591,079	536,141
36XX	Non-controlling interests	0	0
3XXX	Total equity	591,079	536,141
3X2X	Total liabilities and equity	1,213,631	976,421
3997	Number of share capital awaiting retirement	0	0
3998	Equivalent issue shares of advance receipts for ordinary share	0	0
3999	Number of shares in entity held by entity and by its subsidiaries	0	950,000

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

Statement of Comprehensive Income			
Code	Accounting Title	2023/1/1To12/31	2022/1/1To12/31
	Operating revenue		
	Net sales revenue		
4100	Net sales revenue	402,221	211,910
	Rental revenue		
4300	Total rental revenue	0	47
	Construction and engineering revenue		
4520	Engineering service revenue	0	0
4500	Total construction and engineering revenue	0	0
	Service revenue		
4650	Technical service revenue	473,193	282,254
4600	Total service revenue	473,193	282,254
	Other operating revenue		
4800	Other operating revenue, net	9,624	10,281
4000	Total operating revenue	885,038	504,492
	Operating costs		
	Cost of sales		
5110	Total cost of sales	347,254	192,525
	Cost of rental sales		
5300	Total cost of rental sales	0	0
	Cost of construction and engineering service sales		
5520	Cost of engineering sales	0	0
5500	Total cost of construction and engineering service sales	0	0
	Cost of services		
5650	Costs to provide technical services	300,042	159,356

5600	Total cost of services	300,042	159,356
5800	Other operating costs	2,448	2,636
5000	Total operating costs	649,744	354,517
5900	Gross profit (loss) from operations	235,294	149,975
5950	Gross profit (loss) from operations	235,294	149,975
	Operating expenses		
6100	Selling expenses	44,651	44,867
6200	Administrative expenses	101,188	73,891
6300	Research and development expenses	3,448	4,592
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	800	464
6000	Total operating expenses	150,087	123,814
6900	Net operating income (loss)	85,207	26,161
	Non-operating income and expenses		
	Interest income		
7100	Total interest income	2,152	1,035
	Other income		
7010	Total other income	12,268	14,856
	Other gains and losses		
7020	Other gains and losses, net	(212)	7,538
	Finance costs		
7050	Finance costs, net	1,790	1,446
	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	0	0
7000	Total non-operating income and expenses	12,418	21,983
7900	Profit (loss) from continuing operations before tax	97,625	48,144
	Tax expense (income)		
7950	Total tax expense (income)	21,599	10,256
8000	Profit (loss) from continuing operations	76,026	37,888
	Profit (loss) from discontinued operations		
8100	Total profit (loss) from discontinued operations	0	0
8200	Profit (loss)	76,026	37,888
	Other comprehensive income		
	Components of other comprehensive income that will not be reclassified to profit or loss		
8311	Gains (losses) on remeasurements of defined benefit plans	(804)	(2,886)
8312	Gains (losses) on revaluation	0	0
8313	Change in fair value of financial liability attributable to change in credit risk of liability	0	0
8314	Equity related to non-current assets or disposal groups classified as held for sale that will not be reclassified to profit or loss	0	0
8315	Equity related to non-current assets or disposal groups classified as held for distribution to owners that will not be reclassified to profit or loss	0	0
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	0	0
8341	Other components of other comprehensive income that will not be reclassified to profit or loss	0	0
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	(161)	(577)
8310	Components of other comprehensive income that will not be reclassified to profit or loss	(643)	(2,309)
	Components of other comprehensive income that will be reclassified to profit or loss		
8361	Exchange differences on translation	0	0

8365	Equity related to non-current assets or disposal groups classified as held for sale	0	0
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	0	0
8391	Other components of other comprehensive income that will be reclassified to profit or loss	0	0
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	0	0
8360	Components of other comprehensive income that will be reclassified to profit or loss	0	0
8300	Total other comprehensive income	(643)	(2,309)
8500	Total comprehensive income	75,383	35,579
	Profit (loss), attributable to:		
8610	Profit (loss), attributable to owners of parent	76,026	37,888
8620	Profit (loss), attributable to non-controlling interests	0	0
	Comprehensive income attributable to:		
8710	Comprehensive income, attributable to owners of parent	75,383	35,579
8720	Comprehensive income, attributable to non-controlling interests	0	0
	Basic earnings per share		
9710	Basic earnings (loss) per share from continuing operations	1.64	0.83
9720	Basic earnings (loss) per share from discontinued operations	0.00	0.00
9750	Total basic earnings per share	1.64	0.83
	Diluted earnings per share		
9810	Diluted earnings (loss) per share from continuing operations	1.64	0.83
9820	Diluted earnings (loss) per share from discontinued operations	0.00	0.00
9850	Total diluted earnings per share	1.64	0.83

Unit: NT\$ thousands

Statements of Cash Flows			
Code	Accounting Title	2023/1/1To12/31	2022/1/1To12/31
	Cash flows from (used in) operating activities, indirect method		
A00010	Profit (loss) from continuing operations before tax	97,625	48,144
A00020	Profit (loss) from discontinued operations before tax	0	0
A10000	Profit (loss) before tax	97,625	48,144
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	11,191	10,019
A20200	Amortization expense	2,444	1,292
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	800	464
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	88	(530)
A20900	Interest expense	1,790	1,446
A21200	Interest income	(2,152)	(1,035)
A21300	Dividend income	(2,500)	(3,000)
A21900	Share-based payments	5,567	0
A22300	Share of loss (profit) of associates and joint ventures accounted for using equity method	0	0
A22500	Loss (gain) on disposal of property, plan and equipment	(4)	(7)
A22700	Loss (gain) on disposal of investment properties	0	0
A22900	Loss (gain) on disposal of other assets	87	(250)
A23700	Impairment loss on non-financial assets	6,432	3,013
A23800	Reversal of impairment loss on non-financial assets	(1,004)	0
A24100	Unrealized foreign exchange loss (gain)	731	1,446

A29900	Other adjustments to reconcile profit (loss)	(36)	(39)
A20010	Total adjustments to reconcile profit (loss)	23,434	12,819
	Changes in operating assets and liabilities		
	Changes in operating assets		
A31130	Decrease (increase) in notes receivable	0	0
A31150	Decrease (increase) in accounts receivable	54,454	(3,416)
A31160	Decrease (increase) in accounts receivable due from related parties	(1,260)	1,069
A31180	Decrease (increase) in other receivable	4	669
A31190	Decrease (increase) in other receivable due from related parties	63	0
A31200	Adjustments for decrease (increase) in inventories	28,154	(53,469)
A31230	Decrease (increase) in prepayments	(14,636)	(17,667)
A31240	Adjustments for decrease (increase) in other current assets	(165)	(153)
A31990	Decrease (increase) in other operating assets	(183,641)	100,205
A31000	Total changes in operating assets	(117,027)	27,238
	Changes in operating liabilities		
A32125	Increase (decrease) in contract liabilities	(14,761)	33,182
A32130	Increase (decrease) in notes payable	(12,020)	11,963
A32150	Increase (decrease) in accounts payable	37,423	12,154
A32160	Increase (decrease) in accounts payable to related parties	(1,903)	4,580
A32180	Increase (decrease) in other payable	17,245	647
A32190	Increase (decrease) in other payable to related parties	101	28
A32200	Increase (decrease) in provisions	40,037	(24,368)
A32230	Adjustments for increase (decrease) in other current liabilities	1,161	(94)
A32000	Total changes in operating liabilities	67,283	38,092
A30000	Total changes in operating assets and liabilities	(49,744)	65,330
A20000	Total adjustments	(26,310)	78,149
A33000	Cash inflow (outflow) generated from operations	71,315	126,293
A33100	Interest received	2,152	1,035
A33300	Interest paid	(1,765)	(1,524)
A33500	Income taxes refund (paid)	(2,992)	(14,863)
AAAA	Net cash flows from (used in) operating activities	68,710	110,941
	Cash flows from (used in) investing activities		
B00040	Acquisition of financial assets at amortised cost	(10,241)	0
B00050	Proceeds from disposal of financial assets at amortised cost	0	10,426
B00100	Acquisition of financial assets at fair value through profit or loss	0	0
B00200	Proceeds from disposal of financial assets at fair value through profit or loss	0	0
B01800	Acquisition of investments accounted for using equity method	0	0
B02300	Proceeds from disposal of subsidiaries	0	0
B02700	Acquisition of property, plant and equipment	(4,304)	(4,267)
B02800	Proceeds from disposal of property, plant and equipment	21	26
B03700	Increase in refundable deposits	(2,034)	0
B03800	Decrease in refundable deposits	0	2,743
B04500	Acquisition of intangible assets	(5,571)	(2,841)
B06000	Increase in long-term lease and installment receivables	0	0
B06100	Decrease in long-term lease and installment receivables	0	0

B07500	Interest received	0	0
B07600	Dividends received	2,500	3,000
BBBB	Net cash flows from (used in) investing activities	(19,629)	9,087
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	57,510	0
C00200	Decrease in short-term loans	0	(44,353)
C01600	Proceeds from long-term debt	112,000	0
C01700	Repayments of long-term debt	(72,668)	(144,395)
C03000	Increase in guarantee deposits received	880	0
C03100	Decrease in guarantee deposits received	0	(307)
C04000	Decrease in lease payable	0	0
C04020	Payments of lease liabilities	(10,205)	(9,844)
C04500	Cash dividends paid	(35,000)	(45,700)
C04700	Capital reduction payments to shareholders	0	0
C04900	Payments to acquire treasury shares	0	0
C05000	Proceeds from sale of treasury shares	8,988	0
C05800	Change in non-controlling interests	0	0
CCCC	Net cash flows from (used in) financing activities	61,505	(244,599)
DDDD	Effect of exchange rate changes on cash and cash equivalents	(298)	1,037
EEEE	Net increase (decrease) in cash and cash equivalents	110,288	(123,534)
E00100	Cash and cash equivalents at beginning of period	279,270	402,804
E00200	Cash and cash equivalents at end of period	389,558	279,270
E00210	Cash and cash equivalents reported in the statement of financial position	389,558	279,270

Unit: NT\$ thousands

Statements of Change in Equity												
		3110	3150	3100	3200	3310	3350	3300	3410	3400	3500	3550
		Ordinary share	Stock dividend to be distributed	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Total other equity interest	Treasury shares	Attributable to owners
A1	Equity at beginning of period	466,038	0	466,038	5,679	17,266	56,163	73,429	0	0	(9,005)	
A3	Effects of retrospective application and retrospective restatement	0	0	0	0	0	0	0	0	0	0	
A4	Retrospective adjustment of equity attributable to former owner due to reorganization of entities under common control	0	0	0	0	0	0	0	0	0	0	
A5	Equity at beginning of period after adjustments	466,038	0	466,038	5,679	17,266	56,163	73,429	0	0	(9,005)	
B1	Legal reserve					3,558	(3,558)	0				

	appropriated											
B5	Cash dividends of ordinary share					0	(35,000)	(35,000)				
B9	Stock dividends of ordinary share	0	0	0	0	0	0	0				
C11	Capital surplus used to offset accumulated deficits				0		0	0				
D1	Profit (loss)						76,026	76,026				
D3	Other comprehensive income						(643)	(643)	0	0		
D5	Total comprehensive income						75,383	75,383	0	0		
L3	Retirement of treasury share				0						0	
M7	Changes in ownership interests in subsidiaries				0							
N1	Share-based payments				5,567							
O1	Changes in non-controlling interests											
T1	Others	0	0	0	(17)	0	0	0	0	0	9,005	
Y1	Total increase (decrease) in equity	0	0	0	5,550	3,558	36,825	40,383	0	0	9,005	
Z1	Equity at end of period	466,038	0	466,038	11,229	20,824	92,988	113,812	0	0	0	

Unit: NT\$ thousands

Last year's Statements of Change in Equity												
		3110	3150	3100	3200	3310	3350	3300	3410	3400	3500	3550
		Ordinary share	Stock dividend to be distributed	Total share capital	Capital surplus	Legal reserve	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Exchange differences on translation of foreign financial statements	Total other equity interest	Treasury shares	Attributable to owners of the parent
A1	Equity at beginning of period	466,038	0	466,038	5,679	12,765	70,785	83,550	0	0	(9,005)	
A3	Effects of retrospective application and retrospective restatement	0	0	0	0	0	0	0	0	0	0	
A4	Retrospective adjustment of equity attributable to former owner due to reorganization of entities under common control	0	0	0	0	0	0	0	0	0	0	

A5	Equity at beginning of period after adjustments	466,038	0	466,038	5,679	12,765	70,785	83,550	0	0	(9,005)	
B1	Legal reserve appropriated					4,501	(4,501)	0				
B5	Cash dividends of ordinary share					0	(45,700)	(45,700)				
B9	Stock dividends of ordinary share	0	0	0	0	0	0	0				
C11	Capital surplus used to offset accumulated deficits				0		0	0				
D1	Profit (loss)						37,888	37,888				
D3	Other comprehensive income						(2,309)	(2,309)	0	0		
D5	Total comprehensive income						35,579	35,579	0	0		
L3	Retirement of treasury share				0						0	
M7	Changes in ownership interests in subsidiaries				0							
N1	Share-based payments				0							
O1	Changes in non-controlling interests											
T1	Others	0	0	0	0	0	0	0	0	0	0	
Y1	Total increase (decrease) in equity	0	0	0	0	4,501	(14,622)	(10,121)	0	0	0	
Z1	Equity at end of period	466,038	0	466,038	5,679	17,266	56,163	73,429	0	0	(9,005)	