

6148 AZION CORPORATION

2024Q1 Consolidated Financial Report

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Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2024/3/31	2023/12/31	2023/3/31
	Assets			
	Current assets			
1100	Cash and cash equivalents	364,312	389,558	194,714
1110	Current financial assets at fair value through profit or loss	0	0	0
1120	Current financial assets at fair value through other comprehensive income	0	0	0
1136	Current financial assets at amortised cost	55,668	63,649	104,794
1140	Current contract assets	0	0	0
1150	Notes receivable, net	0	0	8,356
1160	Notes receivable due from related parties, net	0	0	0
1170	Accounts receivable, net	141,218	136,136	235,985
1172	Accounts receivable	141,218	136,136	235,985
1175	Lease payments receivable	0	0	0
1180	Accounts receivable due from related parties, net	792	1,602	1,483
1181	Accounts receivable due from related parties	792	1,602	1,483
1190	Construction contracts receivable	0	0	0
1195	Construction contracts receivable due from related parties	0	0	0
1197	Finance lease receivable, net	134,059	125,392	91,419
1200	Other receivables	133	133	133
1201	Tax refund receivable	0	0	0
1206	Other non-operating receivables, others	133	133	133
1210	Other receivables due from related parties	0	0	0
1220	Current tax assets	3,415	3,409	3,298
130X	Current inventories	49,894	69,147	148,839
1300	Inventories, merchandising business	49,894	69,147	148,839
1301	Merchandise inventory	49,894	69,147	148,839
1400	Current biological assets	0	0	0
1410	Prepayments	57,961	58,945	53,835
1450	Non-current assets or disposal groups classified as held for distribution to owners	0	0	0
1460	Non-current assets or disposal groups classified as held for sale, net	0	0	0
1470	Other current assets	802	468	987
1476	Other current financial assets	0	0	0
1479	Other current assets, others	802	468	987
11XX	Total current assets	808,254	848,439	843,843
	Non-current assets			
1510	Non-current financial assets at fair value through profit or loss	18,776	18,040	18,631
1550	Investments accounted for using equity method	0	0	0
1600	Property, plant and equipment	6,142	6,017	4,092
1615	Machinery and equipment, net	0	0	0
1616	Machinery and equipment, cost	0	0	0
1618	Accumulated depreciation, machinery and equipment	(0)	(0)	(0)

1619	Accumulated impairment, machinery and equipment	(0)	(0)	(0)
1655	Computer and telecommunication equipment, net	4,514	4,095	1,613
1656	Computer and telecommunication equipment, cost	13,557	12,534	9,423
1658	Accumulated depreciation, computer and telecommunication equipment	(9,043)	(8,439)	(7,810)
1659	Accumulated impairment, computer and telecommunication equipment	(0)	(0)	(0)
1660	Testing equipment, net	0	0	0
1661	Testing equipment, cost	4,112	4,112	4,306
1663	Accumulated depreciation, testing equipment	(4,112)	(4,112)	(4,306)
1664	Accumulated impairment, testing equipment	(0)	(0)	(0)
1670	Transportation equipment, net	0	0	0
1671	Transportation equipment, cost	0	0	0
1673	Accumulated depreciation, transportation equipment	(0)	(0)	(0)
1674	Accumulated impairment, transportation equipment	(0)	(0)	(0)
1690	Office equipment, net	0	0	0
1691	Office equipment, cost	0	0	191
1693	Accumulated depreciation, office equipment	(0)	(0)	(191)
1694	Accumulated impairment, office equipment	(0)	(0)	(0)
1730	Leasehold improvements, net	0	0	0
1731	Leasehold improvements, cost	0	0	0
1733	Accumulated depreciation, leasehold improvements	(0)	(0)	(0)
1735	Other facilities, net	1,628	1,922	2,479
1736	Other facilities, cost	5,938	5,938	10,197
1738	Accumulated depreciation, other facilities	(4,310)	(4,016)	(7,718)
1739	Accumulated impairment, other facilities	(0)	(0)	(0)
1740	Unfinished construction and equipment under acceptance	0	0	0
1750	Natural resources, net	0	0	0
1755	Right-of-use assets	32,742	1,298	8,431
1760	Investment property, net	0	0	0
1780	Intangible assets	6,115	6,561	2,218
1805	Goodwill	0	0	0
1821	Other intangible assets, net	6,115	6,561	2,218
1830	Non-current biological assets	0	0	0
1840	Deferred tax assets	16,372	13,339	8,041
1900	Other non-current assets	332,448	319,937	144,661
1915	Prepayments for business facilities	0	0	0
1920	?? Guarantee deposits paid	34,719	40,011	38,465
1930	Long-term notes and accounts receivable	0	0	0
1935	Long-term lease payments receivable	0	0	0
194D	Long-term finance lease receivable, net	295,704	277,908	103,401
1975	Net defined benefit asset, non-current	2,025	2,018	2,795
1980	Other non-current financial assets	0	0	0
1985	Long-term Lease Prepayments	0	0	0
1990	Other non-current assets, others	0	0	0
15XX	Total non-current assets	412,595	365,192	186,074

1XXX	Total assets	1,220,849	1,213,631	1,029,917
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2100	Current borrowings	62,510	62,510	70,000
2130	Current contract liabilities	29,728	27,128	38,965
2150	Notes payable	34	358	15,232
2170	Accounts payable	170,590	149,757	115,995
2180	Accounts payable to related parties	661	20,678	12,911
2190	Construction contracts payable	0	0	0
2200	Other payables	118,061	87,088	81,145
2219	Other payables, others	118,061	87,088	81,145
2220	Other payables to related parties	0	444	286
2230	Current tax liabilities	32,485	25,907	5,059
2250	Current provisions	86,583	84,162	53,512
2265	Progress billings	0	0	0
2280	Current lease liabilities	7,222	2,140	8,961
2300	Other current liabilities	65,083	73,522	65,540
2320	Long-term liabilities, current portion	63,382	71,633	64,633
2355	Current lease obligations payable	0	0	0
2399	Other current liabilities, others	1,701	1,889	907
21XX	Total current liabilities	572,957	533,694	467,606
	Non-current liabilities			
2500	Non-current financial liabilities at fair value through profit or loss	0	0	0
2520	Non-current financial liabilities at amortised cost	0	0	0
2530	Bonds payable	0	0	0
2540	Non-current portion of non-current borrowings	72,331	86,566	38,075
2550	Non-current provisions	0	0	0
2570	Deferred tax liabilities	934	684	966
2580	Non-current lease liabilities	25,982	0	1,577
2600	Other non-current liabilities	1,520	1,608	722
2610	Long-term notes and accounts payable	0	0	0
2613	Non-current lease obligations payable	0	0	0
2640	Net defined benefit liability, non-current	0	0	0
2645	Guarantee deposits received	1,520	1,608	722
2670	Other non-current liabilities, others	0	0	0
25XX	Total non-current liabilities	100,767	88,858	41,340
2XXX	Total liabilities	673,724	622,552	508,946
	Equity			
	Equity attributable to owners of parent			
	Share capital			
3110	Ordinary share	466,038	466,038	466,038
3120	Preference share	0	0	0
3150	Stock dividend to be distributed	0	0	0
3100	Total Share Capital	466,038	466,038	466,038

	Capital surplus			
3200	Total capital surplus	11,229	11,229	11,229
	Retained earnings			
3310	Legal reserve	28,363	20,824	20,824
3350	Unappropriated retained earnings (accumulated deficit)	41,495	92,988	22,880
3300	Total retained earnings	69,858	113,812	43,704
	Other equity interest			
3410	Exchange differences on translation of foreign financial statements	0	0	0
3490	Other equity, others	0	0	0
3400	Total other equity interest	0	0	0
3500	Treasury shares	(0)	(0)	(0)
31XX	Total equity attributable to owners of parent	547,125	591,079	520,971
36XX	Non-controlling interests	0	0	0
3XXX	Total equity	547,125	591,079	520,971
3X2X	Total liabilities and equity	1,220,849	1,213,631	1,029,917
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	0	0	0

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

Statement of Comprehensive Income				
Code	Accounting Title	2024/1/1To3/31	2023/1/1To3/31	
	Operating revenue			
	Net sales revenue			
4100	Net sales revenue	71,401	75,191	
	Rental revenue			
4300	Total rental revenue	0	0	
	Construction and engineering revenue			
4520	Engineering service revenue	0	0	
4500	Total construction and engineering revenue	0	0	
	Service revenue			
4650	Technical service revenue	98,116	83,108	
4600	Total service revenue	98,116	83,108	
	Other operating revenue			
4800	Other operating revenue, net	3,647	1,699	
4000	Total operating revenue	173,164	159,998	
	Operating costs			
	Cost of sales			
5110	Total cost of sales	64,005	72,264	
	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	68,498	50,685	

5600	Total cost of services	68,498	50,685
5800	Other operating costs	743	515
5000	Total operating costs	133,246	123,464
5900	Gross profit (loss) from operations	39,918	36,534
5950	Gross profit (loss) from operations	39,918	36,534
	Operating expenses		
6100	Selling expenses	11,263	10,548
6200	Administrative expenses	11,587	17,890
6300	Research and development expenses	890	917
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	336	383
6000	Total operating expenses	24,076	29,738
6900	Net operating income (loss)	15,842	6,796
	Non-operating income and expenses		
	Interest income		
7100	Total interest income	71	56
	Other income		
7010	Total other income	6	93
	Other gains and losses		
7020	Other gains and losses, net	240	1,886
	Finance costs		
7050	Finance costs, net	391	266
	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	(74)	1,769
7900	Profit (loss) from continuing operations before tax	15,768	8,565
	Tax expense (income)		
7950	Total tax expense (income)	3,798	3,290
8000	Profit (loss) from continuing operations	11,970	5,275
	Profit (loss) from discontinued operations		
8100	Total profit (loss) from discontinued operations	0	0
8200	Profit (loss)	11,970	5,275
	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	0	0
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	0	0
8310	Components of other comprehensive income that will not be reclassified to profit or loss	0	0
	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	0	0
8500	Total comprehensive income	11,970	5,275
	Profit (loss), attributable to:		
8610	Profit (loss), attributable to owners of parent	11,970	5,275
8620	Profit (loss), attributable to non-controlling interests	0	0
	Comprehensive income attributable to:		
8710	Comprehensive income, attributable to owners of parent	11,970	5,275
8720	Comprehensive income, attributable to non-controlling interests	0	0
	Basic earnings per share		
9710	Basic earnings (loss) per share from continuing operations	0.26	0.12
9720	Basic earnings (loss) per share from discontinued operations	0.00	0.00
9750	Total basic earnings per share	0.26	0.12
	Diluted earnings per share		
9810	Diluted earnings (loss) per share from continuing operations	0.26	0.12
9820	Diluted earnings (loss) per share from discontinued operations	0.00	0.00
9850	Total diluted earnings per share	0.26	0.12

Unit: NT\$ thousands

Statements of Cash Flows			
Code	Accounting Title	2024/1/1To3/31	2023/1/1To3/31
	Cash flows from (used in) operating activities, indirect method		
A00010	Profit (loss) from continuing operations before tax	15,768	8,565
A00020	Profit (loss) from discontinued operations before tax	0	0
A10000	Profit (loss) before tax	15,768	8,565
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	2,834	2,728
A20200	Amortization expense	1,112	303
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	336	383
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(736)	(503)
A20900	Interest expense	391	266
A21200	Interest income	(71)	(56)
A21300	Dividend income	0	0
A21900	Share-based payments	0	5,567
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	0	0
A22700	Loss (gain) on disposal of investment properties	0	0
A22900	Loss (gain) on disposal of other assets	0	0
A23700	Impairment loss on non-financial assets	0	2,495
A23800	Reversal of impairment loss on non-financial assets	(441)	0
A24100	Unrealized foreign exchange loss (gain)	576	397

A29900	Other adjustments to reconcile profit (loss)	(7)	(9)
A20010	Total adjustments to reconcile profit (loss)	3,994	11,571
	Changes in operating assets and liabilities		
	Changes in operating assets		
A31130	Decrease (increase) in notes receivable	0	(8,356)
A31150	Decrease (increase) in accounts receivable	(5,418)	(44,978)
A31160	Decrease (increase) in accounts receivable due from related parties	810	(1,141)
A31180	Decrease (increase) in other receivable	0	4
A31190	Decrease (increase) in other receivable due from related parties	0	63
A31200	Adjustments for decrease (increase) in inventories	19,694	(48,605)
A31230	Decrease (increase) in prepayments	984	(9,525)
A31240	Adjustments for decrease (increase) in other current assets	(334)	(685)
A31990	Decrease (increase) in other operating assets	(26,463)	24,240
A31000	Total changes in operating assets	(10,727)	(88,983)
	Changes in operating liabilities		
A32125	Increase (decrease) in contract liabilities	2,600	(2,924)
A32130	???Increase (decrease) in notes payable	(324)	2,854
A32150	Increase (decrease) in accounts payable	19,746	3,691
A32160	Increase (decrease) in accounts payable to related parties	(20,017)	(9,670)
A32180	Increase (decrease) in other payable	(26,313)	(22,338)
A32190	Increase (decrease) in other payable to related parties	(444)	(57)
A32200	Increase (decrease) in provisions	2,421	9,387
A32230	Adjustments for increase (decrease) in other current liabilities	(188)	179
A32000	?? Total changes in operating liabilities	(22,519)	(18,878)
A30000	Total changes in operating assets and liabilities	(33,246)	(107,861)
A20000	Total adjustments	(29,252)	(96,290)
A33000	Cash inflow (outflow) generated from operations	(13,484)	(87,725)
A33100	Interest received	71	56
A33300	Interest paid	(410)	(226)
A33500	Income taxes refund (paid)	(9)	0
AAAA	Net cash flows from (used in) operating activities	(13,832)	(87,895)
	Cash flows from (used in) investing activities		
B00040	Acquisition of financial assets at amortised cost	0	(51,386)
B00050	Proceeds from disposal of financial assets at amortised cost	7,981	0
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	0	(172)
B02800	Proceeds from disposal of property, plant and equipment	0	0
B03700	Increase in refundable deposits	0	(488)
B03800	Decrease in refundable deposits	5,292	0
B04500	Acquisition of intangible assets	(308)	0
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	0	0
BBBB	Net cash flows from (used in) investing activities	12,965	(52,046)
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	0	65,000
C00200	Decrease in short-term loans	0	0
C01600	Proceeds from long-term debt	0	0
C01700	Repayments of long-term debt	(22,486)	(16,159)
C03000	Increase in guarantee deposits received	0	0
C03100	Decrease in guarantee deposits received	(88)	(6)
C04000	Decrease in lease payable	0	0
C04020	Payments of lease liabilities	(2,316)	(2,444)
C04500	Cash dividends paid	0	0
C04700	Capital reduction payments to shareholders	0	0
C04900	Payments to acquire treasury shares	0	0
C05000	Proceeds from sale of treasury shares	0	8,988
C05800	Change in non-controlling interests	0	0
CCCC	Net cash flows from (used in) financing activities	(24,890)	55,379
DDDD	Effect of exchange rate changes on cash and cash equivalents	511	6
EEEE	Net increase (decrease) in cash and cash equivalents	(25,246)	(84,556)
E00100	Cash and cash equivalents at beginning of period	389,558	279,270
E00200	Cash and cash equivalents at end of period	364,312	194,714
E00210	Cash and cash equivalents reported in the statement of financial position	364,312	194,714

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	11,229	20,824	92,988	113,812	0	0	0	
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	11,229	20,824	92,988	113,812	0	0	0	
B1	Legal reserve					7,539	(7,539)	0				

	appropriated											
B5	Cash dividends of ordinary share					0	(55,924)	(55,924)				
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)						11,970	11,970				
D3	Other comprehensive income						0	0	0	0		
D5	Total comprehensive income						11,970	11,970	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	7,539	(51,493)	(43,954)	0	0	0	
Z1	Equity at end of period	466,038	0	466,038	11,229	28,363	41,495	69,858	0	0	0	

Unit: NT\$ thousands

Last year's Statements of Change in Equity												
		3110	3100	3200	3310	3350	3300	3410	3400	3500	31XX	30
		Ordinary share	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	Total equity attributable to owners of parent	Non-controlling interest
A1	Equity at beginning of period	466,038	466,038	5,679	17,266	56,163	73,429	0	0	(9,005)	536,141	
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	

A5	Equity at beginning of period after adjustments	466,038	466,038	5,679	17,266	56,163	73,429	0	0	(9,005)	536,141	
B1	Legal reserve appropriated				3,558	(3,558)	0				0	
B5	Cash dividends of ordinary share					(35,000)	(35,000)				(35,000)	
D1	Profit (loss)					5,275	5,275				5,275	
D3	Other comprehensive income					0	0	0	0		0	
D5	Total comprehensive income					5,275	5,275	0	0		5,275	
L1	Purchase of treasury shares									9,005	9,005	
L3	Retirement of treasury share	0	0	(17)		0	0			0	(17)	
N1	Share-based payments	0	0	5,567				0	0	0	5,567	
Y1	Total increase (decrease) in equity	0	0	5,550	3,558	(33,283)	(29,725)	0	0	9,005	(15,170)	
Z1	Equity at end of period	466,038	466,038	11,229	20,824	22,880	43,704	0	0	0	520,971	