

# 6148 AZION CORPORATION

## 2024Q2 Consolidated Financial Report

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Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2024/6/30	2023/12/31	2023/6/30
	Assets			
	Current assets			
1100	Cash and cash equivalents	298,604	389,558	177,670
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	57,204	63,649	109,027
1140	Current contract assets	0	0	0
1150	Notes receivable, net	150	0	0
1151	Notes receivable	150	0	0
1160	Notes receivable due from related parties, net	0	0	0
1170	Accounts receivable, net	131,444	136,136	300,730
1172	Accounts receivable	131,444	136,136	300,730
1175	Lease payments receivable	0	0	0
1180	Accounts receivable due from related parties, net	521	1,602	437
1181	Accounts receivable due from related parties	521	1,602	437
1190	Construction contracts receivable	0	0	0
1195	Construction contracts receivable due from related parties	0	0	0
1197	Finance lease receivable, net	136,075	125,392	105,267
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	174	3,409	3,360
130X	Current inventories	49,366	69,147	81,378
1300	Inventories, merchandising business	49,366	69,147	81,378
1301	Merchandise inventory	49,366	69,147	81,378
1400	Current biological assets	0	0	0
1410	Prepayments	64,575	58,945	60,461
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	1,936	468	1,525
1476	Other current financial assets	0	0	0
1479	Other current assets, others	1,936	468	1,525
11XX	Total current assets	740,182	848,439	839,988
	Non-current assets			
1510	Non-current financial assets at fair value through profit or loss	23,617	18,040	17,592
1550	Investments accounted for using equity method	0	0	0
1600	Property, plant and equipment	6,306	6,017	7,453
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	4,972	4,095	5,245
1656	Computer and telecommunication equipment, cost	14,708	12,534	13,554
1658	Accumulated depreciation, computer and telecommunication equipment	(9,736)	(8,439)	(8,309)
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	1,334	1,922	2,208
1736	Other facilities, cost	5,938	5,938	10,197
1738	Accumulated depreciation, other facilities	(4,604)	(4,016)	(7,989)
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	30,807	1,298	5,172
1760	Investment property, net	0	0	0
1780	Intangible assets	5,520	6,561	2,982
1805	Goodwill	0	0	0
1821	Other intangible assets, net	5,520	6,561	2,982
1830	Non-current biological assets	0	0	0
1840	Deferred tax assets	19,018	13,339	10,104
1900	Other non-current assets	327,702	319,937	221,321
1915	Prepayments for business facilities	0	0	0
1920	Guarantee deposits paid	34,960	40,011	39,407
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	290,711	277,908	179,110
1975	Net defined benefit asset, non-current	2,031	2,018	2,804
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	412,970	365,192	264,624
1XXX	Total assets	1,153,152	1,213,631	1,104,612
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2100	Current borrowings	20,000	62,510	80,000
2130	Current contract liabilities	33,857	27,128	39,244
2150	Notes payable	171	358	5,968
2170	Accounts payable	134,326	149,757	173,903
2180	Accounts payable to related parties	1,788	20,678	8,253
2190	Construction contracts payable	0	0	0
2200	Other payables	68,514	87,088	64,802
2219	Other payables, others	68,514	87,088	64,802
2220	Other payables to related parties	42	444	326
2230	Current tax liabilities	11,627	25,907	16,031
2250	Current provisions	108,799	84,162	62,936
2265	Progress billings	0	0	0
2280	Current lease liabilities	6,659	2,140	6,546
2300	Other current liabilities	64,944	73,522	64,537
2320	Long-term liabilities, current portion	62,472	71,633	62,825
2355	Current lease obligations payable	0	0	0
2399	Other current liabilities, others	2,472	1,889	1,712
21XX	Total current liabilities	450,727	533,694	522,546
	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	111,444	86,566	23,725
2550	Non-current provisions	0	0	0
2570	Deferred tax liabilities	1,966	684	788
2580	Non-current lease liabilities	24,381	0	327
2600	Other non-current liabilities	2,179	1,608	910
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	2,179	1,608	910
2670	Other non-current liabilities, others	0	0	0
25XX	Total non-current liabilities	139,970	88,858	25,750
2XXX	Total liabilities	590,697	622,552	548,296
	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)	56,825	92,988	58,225
3300	Total retained earnings	85,188	113,812	79,049
	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	562,455	591,079	556,316
36XX	Non-controlling interests	0	0	0
3XXX	Total equity	562,455	591,079	556,316
3X2X	Total liabilities and equity	1,153,152	1,213,631	1,104,612
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	2024/4/1To6/30	2023/4/1To6/30	2024/1/1To6/30	2023/1/1To6/30
	Operating revenue				
	Net sales revenue				
4100	Net sales revenue	40,070	215,676	111,471	290,867
	Rental revenue				
4300	Total rental revenue	0	0	0	0
	Construction and engineering revenue				
4520	Engineering service revenue	0	0	0	0
4500	Total construction and engineering revenue	0	0	0	0
	Service revenue				
4650	Technical service revenue	88,586	109,666	186,702	192,774
4600	Total service revenue	88,586	109,666	186,702	192,774
	Other operating revenue				
4800	Other operating revenue, net	3,798	2,169	7,445	3,868
4000	Total operating revenue	132,454	327,511	305,618	487,509
	Operating costs				
	Cost of sales				
5110	Total cost of sales	32,891	174,236	96,896	246,500
	Cost of rental sales				
5300	Total cost of rental sales	0	0	0	0
	Cost of construction and engineering service sales				
5520	Cost of engineering sales	0	0	0	0
5500	Total cost of construction and engineering service sales	0	0	0	0
	Cost of services				

5650	Costs to provide technical services	62,490	69,820	130,988	120,505
5600	Total cost of services	62,490	69,820	130,988	120,505
5800	Other operating costs	787	453	1,530	968
5000	Total operating costs	96,168	244,509	229,414	367,973
5900	Gross profit (loss) from operations	36,286	83,002	76,204	119,536
5950	Gross profit (loss) from operations	36,286	83,002	76,204	119,536
	Operating expenses				
6100	Selling expenses	11,073	11,056	22,336	21,604
6200	Administrative expenses	12,553	23,972	24,140	41,862
6300	Research and development expenses	652	828	1,542	1,745
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	(1,011)	466	(675)	849
6000	Total operating expenses	23,267	36,322	47,343	66,060
6900	Net operating income (loss)	13,019	46,680	28,861	53,476
	Non-operating income and expenses				
	Interest income				
7100	Total interest income	1,313	867	1,384	923
	Other income				
7010	Total other income	117	105	123	198
	Other gains and losses				
7020	Other gains and losses, net	4,804	(2,439)	5,044	(553)
	Finance costs				
7050	Finance costs, net	436	496	827	762
	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	0	0
7000	Total non-operating income and expenses	5,798	(1,963)	5,724	(194)
7900	Profit (loss) from continuing operations before tax	18,817	44,717	34,585	53,282
	Tax expense (income)				
7950	Total tax expense (income)	3,487	9,372	7,285	12,662
8000	Profit (loss) from continuing operations	15,330	35,345	27,300	40,620
	Profit (loss) from discontinued operations				
8100	Total profit (loss) from discontinued operations	0	0	0	0
8200	Profit (loss)	15,330	35,345	27,300	40,620
	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	0	0
8312	Gains (losses) on revaluation	0	0	0	0
8313	Change in fair value of financial liability attributable to change in credit risk of liability	0	0	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	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	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	0	0
8341	Other components of other comprehensive income that will not be reclassified to profit or loss	0	0	0	0

8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	0	0	0	0
8310	Components of other comprehensive income that will not be reclassified to profit or loss	0	0	0	0
	Components of other comprehensive income that will be reclassified to profit or loss				
8361	Exchange differences on translation	0	0	0	0
8365	Equity related to non-current assets or disposal groups classified as held for sale	0	0	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	0	0
8391	Other components of other comprehensive income that will be reclassified to profit or loss	0	0	0	0
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	0	0	0	0
8360	Components of other comprehensive income that will be reclassified to profit or loss	0	0	0	0
8300	Total other comprehensive income	0	0	0	0
8500	Total comprehensive income	15,330	35,345	27,300	40,620
	Profit (loss), attributable to:				
8610	Profit (loss), attributable to owners of parent	15,330	35,345	27,300	40,620
8620	Profit (loss), attributable to non-controlling interests	0	0	0	0
	Comprehensive income attributable to:				
8710	Comprehensive income, attributable to owners of parent	15,330	35,345	27,300	40,620
8720	Comprehensive income, attributable to non-controlling interests	0	0	0	0
	Basic earnings per share				
9710	Basic earnings (loss) per share from continuing operations	0.33	0.76	0.59	0.88
9720	Basic earnings (loss) per share from discontinued operations	0.00	0.00	0.00	0.00
9750	Total basic earnings per share	0.33	0.76	0.59	0.88
	Diluted earnings per share				
9810	Diluted earnings (loss) per share from continuing operations	0.33	0.76	0.59	0.88
9820	Diluted earnings (loss) per share from discontinued operations	0.00	0.00	0.00	0.00
9850	Total diluted earnings per share	0.33	0.76	0.59	0.88

Unit: NT\$ thousands

Statements of Cash Flows			
Code	Accounting Title	2024/1/1To6/30	2023/1/1To6/30
	Cash flows from (used in) operating activities, indirect method		
A00010	Profit (loss) from continuing operations before tax	34,585	53,282
A00020	Profit (loss) from discontinued operations before tax	0	0
A10000	Profit (loss) before tax	34,585	53,282
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	5,756	5,521
A20200	Amortization expense	2,270	730
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	(675)	849
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(5,577)	536
A20900	Interest expense	827	762
A21200	Interest income	(1,384)	(923)
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	674	1,485
A23800	Reversal of impairment loss on non-financial assets	0	0
A24100	Unrealized foreign exchange loss (gain)	635	1,575
A29900	Other adjustments to reconcile profit (loss)	(13)	(18)
A20010	Total adjustments to reconcile profit (loss)	2,513	16,084
	Changes in operating assets and liabilities		
	Changes in operating assets		
A31130	Decrease (increase) in notes receivable	(150)	0
A31150	Decrease (increase) in accounts receivable	5,367	(110,189)
A31160	Decrease (increase) in accounts receivable due from related parties	1,081	(95)
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	19,107	19,866
A31230	Decrease (increase) in prepayments	(5,630)	(16,151)
A31240	Adjustments for decrease (increase) in other current assets	(1,468)	(1,223)
A31990	Decrease (increase) in other operating assets	(23,486)	(64,718)
A31000	Total changes in operating assets	(5,179)	(172,443)
	Changes in operating liabilities		
A32125	Increase (decrease) in contract liabilities	6,729	(2,645)
A32130	Increase (decrease) in notes payable	(187)	(6,410)
A32150	Increase (decrease) in accounts payable	(16,914)	60,216
A32160	Increase (decrease) in accounts payable to related parties	(18,890)	(14,328)
A32180	Increase (decrease) in other payable	(20,079)	(8,312)
A32190	Increase (decrease) in other payable to related parties	(402)	(17)
A32200	Increase (decrease) in provisions	24,637	18,811
A32230	Adjustments for increase (decrease) in other current liabilities	583	984
A32000	Total changes in operating liabilities	(24,523)	48,299
A30000	Total changes in operating assets and liabilities	(29,702)	(124,144)
A20000	Total adjustments	(27,189)	(108,060)
A33000	Cash inflow (outflow) generated from operations	7,396	(54,778)
A33100	Interest received	1,384	923
A33300	Interest paid	(829)	(744)
A33500	Income taxes refund (paid)	(22,727)	(703)
AAAA	Net cash flows from (used in) operating activities	(14,776)	(55,302)
	Cash flows from (used in) investing activities		
B00040	Acquisition of financial assets at amortised cost	0	(55,619)
B00050	Proceeds from disposal of financial assets at amortised cost	6,445	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	(1,023)	(644)
B02800	Proceeds from disposal of property, plant and equipment	0	0
B03700	Increase in refundable deposits	0	(1,430)
B03800	Decrease in refundable deposits	5,051	0
B04500	Acquisition of intangible assets	(873)	(197)
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	9,600	(57,890)
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	0	75,000
C00200	Decrease in short-term loans	(42,510)	0
C01600	Proceeds from long-term debt	60,000	0
C01700	Repayments of long-term debt	(44,283)	(32,317)
C03000	Increase in guarantee deposits received	571	182
C03100	Decrease in guarantee deposits received	0	0
C04000	Decrease in lease payable	0	0
C04020	Payments of lease liabilities	(4,480)	(5,472)
C04500	Cash dividends paid	(55,924)	(35,000)
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	(86,626)	11,381
DDDD	Effect of exchange rate changes on cash and cash equivalents	848	211
EEEE	Net increase (decrease) in cash and cash equivalents	(90,954)	(101,600)
E00100	Cash and cash equivalents at beginning of period	389,558	279,270
E00200	Cash and cash equivalents at end of period	298,604	177,670
E00210	Cash and cash equivalents reported in the statement of financial position	298,604	177,670

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 non-controlling interests
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	0	0	0	0	0	0	0	0	0	0	



	attributable to former owner due to reorganization of entities under common control											
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 appropriated					7,539	(7,539)	0				
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)						27,300	27,300				
D3	Other comprehensive income						0	0	0	0		
D5	Total comprehensive income						27,300	27,300	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	(36,163)	(28,624)	0	0	0	
Z1	Equity at end of period	466,038	0	466,038	11,229	28,363	56,825	85,188	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	Equity attributable to owners of the company
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	0	0	0	0	0	0	0	0	0	0	

	retrospective restatement											
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 appropriated					3,558	(3,558)	0				
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)						40,620	40,620				
D3	Other comprehensive income						0	0	0	0		
D5	Total comprehensive income						40,620	40,620	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	2,062	5,620	0	0	9,005	
Z1	Equity at end of period	466,038	0	466,038	11,229	20,824	58,225	79,049	0	0	0	