

**6148 AZION CORPORATION**  
**2021Q4 Consolidated Financial Report**

Unit: NT\$ thousands

Balance Sheet			
Code	Accounting Title	2021/12/31	2020/12/31
	Assets		
	Current assets		
1100	Cash and cash equivalents	402,804	289,188
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	63,834	65,658
1140	Current contract assets	0	0
1150	Notes receivable, net	0	324
1160	Notes receivable due from related parties, net	0	0
1170	Accounts receivable, net	188,438	52,399
1172	Accounts receivable	188,438	52,399
1175	Lease payments receivable	0	0
1180	Accounts receivable due from related parties, net	1,411	1,067
1181	Accounts receivable due from related parties	1,411	1,067
1190	Construction contracts receivable	0	0
1195	Construction contracts receivable due from related parties	0	0
1197	Finance lease receivable, net	123,623	143,203
1200	Other receivables	806	720
1201	Tax refund receivable	0	0
1206	Other non-operating receivables, others	0	0
1210	Other receivables due from related parties	63	63
1220	Current tax assets	0	0
130X	Current inventories	52,273	66,730
1300	Inventories, merchandising business	52,273	66,730
1301	Merchandise inventory	52,273	66,730
1400	Current biological assets	0	0
1410	Prepayments	26,643	25,067
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	149	1,018
1476	Other current financial assets	0	0
1479	Other current assets, others	149	1,018
11XX	Total current assets	860,044	645,437
	Non-current assets		
1510	Non-current financial assets at fair value through profit or loss	17,598	16,598
1550	Investments accounted for using equity method	0	0
1600	Property, plant and equipment	2,485	2,182
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	2,345	1,797
1656	Computer and telecommunication equipment, cost	9,298	9,709
1658	Accumulated depreciation, computer and telecommunication equipment	(6,953)	(7,912)
1659	Accumulated impairment, computer and telecommunication equipment	(0)	(0)
1660	Testing equipment, net	31	133
1661	Testing equipment, cost	4,475	4,604
1663	Accumulated depreciation, testing equipment	(4,444)	(4,471)
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		(0)	(0)

	Accumulated impairment, transportation equipment		
1690	Office equipment, net	39	74
1691	Office equipment, cost	417	417
1693	Accumulated depreciation, office equipment	(378)	(343)
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	70	178
1736	Other facilities, cost	8,271	18,201
1738	Accumulated depreciation, other facilities	(8,201)	(18,023)
1739	Accumulated impairment, other facilities	(0)	(0)
1750	Natural resources, net	0	0
1755	Right-of-use assets	15,503	22,883
1760	Investment property, net	0	0
1780	Intangible assets	972	654
1805	Goodwill	0	0
1821	Other intangible assets, net	972	654
1830	Non-current biological assets	0	0
1840	Deferred tax assets	11,975	8,092
1900	Other non-current assets	242,509	300,239
1915	Prepayments for business facilities	0	0
1920	Guarantee deposits paid	40,720	29,542
1930	Long-term notes and accounts receivable	0	0
1935	Long-term lease payments receivable	0	0
194D	Long-term finance lease receivable, net	196,156	265,426
1975	Net defined benefit asset, non-current	5,633	5,271
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	291,042	350,648
1XXX	Total assets	1,151,086	996,085
	Liabilities and equity		
	Liabilities		
	Current liabilities		
2100	Current borrowings	49,353	13,573
2130	Current contract liabilities	8,707	41,077
2150	Notes payable	415	489
2170	Accounts payable	97,264	28,767
2180	Accounts payable to related parties	18,001	6,775
2190	Construction contracts payable	0	0
2200	Other payables	67,815	64,715
2219	Other payables, others	67,815	64,715
2220	Other payables to related parties	315	386
2230	Current tax liabilities	7,175	9,443
2250	Current provisions	68,493	57,603
2265	Progress billings	0	0
2280	Current lease liabilities	9,813	8,900
2300	Other current liabilities	81,061	88,085
2320	Long-term liabilities, current portion	80,239	87,385
2355	Current lease obligations payable	0	0
2399	Other current liabilities, others	822	700
21XX	Total current liabilities	408,412	319,813
	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	183,023	135,320
2550	Non-current provisions	0	0
2570	Deferred tax liabilities	1,380	1,061
2580	Non-current lease liabilities	10,974	15,564
2600	Other non-current liabilities	1,035	1,275
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	1,035	1,275
2670	Other non-current liabilities, others	0	0
25XX	Total non-current liabilities	196,412	153,220
2XXX	Total liabilities	604,824	473,033
	Equity		
	Equity attributable to owners of parent		
	Share capital		
3110	Ordinary share	466,038	470,000
3120	Preference share	0	0
3150	Stock dividend to be distributed	0	0
3100	Total Share Capital	466,038	470,000
	Capital surplus		
3200	Total capital surplus	5,679	145
	Retained earnings		
3310	Legal reserve	12,765	7,779
3350	Unappropriated retained earnings (accumulated deficit)	70,785	67,760
3300	Total retained earnings	83,550	75,539
	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	(9,005)	(22,632)
31XX	Total equity attributable to owners of parent	546,262	523,052
36XX	Non-controlling interests	0	0
3XXX	Total equity	546,262	523,052
3X2X	Total liabilities and equity	1,151,086	996,085
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	950,000	2,346,243

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

Statement of Comprehensive Income			
Code	Accounting Title	2021/1/1To12/31	2020/1/1To12/31
	Operating revenue		
	Net sales revenue		
4100	Net sales revenue	312,901	403,877
	Rental revenue		
4300	Total rental revenue	112	112
	Construction and engineering revenue		
4500	Total construction and engineering revenue	0	0
	Service revenue		
4600	Total service revenue	301,204	311,754
	Other operating revenue		
4800	Other operating revenue, net	17,620	22,285
4000	Total operating revenue	631,837	738,028
	Operating costs		
	Cost of sales		
5110	Total cost of sales	266,297	341,912
	Cost of rental sales		
5300	Total cost of rental sales	0	10

	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		
5600	Total cost of services	200,998	231,928
5800	Other operating costs	3,397	2,497
5000	Total operating costs	470,692	576,347
5900	Gross profit (loss) from operations	161,145	161,681
5910	Unrealized profit (loss) from sales	0	0
5920	Realized profit (loss) on from sales	0	0
5950	Gross profit (loss) from operations	161,145	161,681
	Operating expenses		
6100	Selling expenses	41,634	38,094
6200	Administrative expenses	77,974	70,152
6300	Research and development expenses	5,099	5,696
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	(109)	(782)
6000	Total operating expenses	124,598	113,160
6900	Net operating income (loss)	36,547	48,521
	Non-operating income and expenses		
	Interest income		
7101	Interest income from bank deposits	199	391
7105	Other interest income	9	13
7107	Interest income from contract assets	50	55
7100	Total interest income	258	459
	Other income		
7130	Dividend income	2,600	2,000
7190	Other income, others	16,141	12,350
7010	Total other income	18,741	14,350
	Other gains and losses		
7210	Gains on disposals of property, plant and equipment	7	0
7225	Gains on disposals of investments	3,771	0
7230	Foreign exchange gains	653	0
7235	Gains on financial assets (liabilities) at fair value through profit or loss	1,000	0
7590	Miscellaneous disbursements	0	0
7625	Losses on disposals of investments	0	0
7630	Foreign exchange losses	0	32
7635	Losses on financial assets (liabilities) at fair value through profit or loss	0	31
7670	Impairment loss	0	0
7671	Impairment loss on financial assets	0	0
7675	Impairment loss recognised in profit or loss, intangible assets other than goodwill	0	0
7679	Other impairment loss	0	0
7020	Other gains and losses, net	5,431	(63)
	Finance costs		
7510	Interest expense	813	1,687
7050	Finance costs, net	813	1,687
	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	23,617	13,059
7900	Profit (loss) from continuing operations before tax	60,164	61,580
	Tax expense (income)		
7950	Total tax expense (income)	9,947	11,764
8000	Profit (loss) from continuing operations	50,217	49,816
	Profit (loss) from discontinued operations		
8100	Total profit (loss) from discontinued operations	(6,723)	0
8200	Profit (loss)	43,494	49,816
	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	342	62

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
8325	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, associates and joint ventures accounted for using equity method	0	0
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	69	12
8310	Components of other comprehensive income that will not be reclassified to profit or loss	273	50
	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
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	273	50
8500	Total comprehensive income	43,767	49,866
	Profit (loss), attributable to:		
8610	Profit (loss), attributable to owners of parent	44,738	49,816
8620	Profit (loss), attributable to non-controlling interests	(1,244)	0
	Comprehensive income attributable to:		
8710	Comprehensive income, attributable to owners of parent	45,011	49,866
8720	Comprehensive income, attributable to non-controlling interests	(1,244)	0
	Basic earnings per share		
9710	Basic earnings (loss) per share from continuing operations	1.10	1.11
9720	Basic earnings (loss) per share from discontinued operations	(0.12)	0.00
9750	Total basic earnings per share	0.98	1.11
	Diluted earnings per share		
9810	Diluted earnings (loss) per share from continuing operations	1.10	1.10
9820	Diluted earnings (loss) per share from discontinued operations	(0.12)	0.00
9850	Total diluted earnings per share	0.98	1.10

Unit: NT\$ thousands

Statements of Cash Flows			
Code	Accounting Title	2021/1/1To12/31	2020/1/1To12/31
	Cash flows from (used in) operating activities, indirect method		
A00010	Profit (loss) from continuing operations before tax	60,164	61,580
A00020	Profit (loss) from discontinued operations before tax	(6,723)	0
A10000	Profit (loss) before tax	53,441	61,580
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	9,812	9,066
A20200	Amortization expense	475	767
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	(109)	(782)
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(1,000)	31
A20900	Interest expense	813	1,687
A21200	Interest income	(258)	(459)
A21300	Dividend income	(2,600)	(2,000)
A21900	Share-based payments	3,730	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	(7)	0
A22900	Loss (gain) on disposal of other assets	(3,771)	0
A23100	Loss (gain) on disposal of investments	0	0
A23200	Loss (gain) on disposal of investments accounted for using equity method	0	0
A23500	Impairment loss on financial assets	0	0
A23700	Impairment loss on non-financial assets	3,438	5,797
A23800	Reversal of impairment loss on non-financial assets	(1,210)	(7,224)
A24100	Unrealized foreign exchange loss (gain)	114	1,203
A29900	Other adjustments to reconcile profit (loss)	(20)	(38)
A20010	Total adjustments to reconcile profit (loss)	9,407	8,048
	Changes in operating assets and liabilities		
	Changes in operating assets		

A31130	Decrease (increase) in notes receivable	324	2,688
A31150	Decrease (increase) in accounts receivable	(136,973)	33,604
A31160	Decrease (increase) in accounts receivable due from related parties	(344)	(162)
A31180	Decrease (increase) in other receivable	(86)	4
A31190	Decrease (increase) in other receivable due from related parties	0	103
A31200	Adjustments for decrease (increase) in inventories	12,032	49,862
A31230	Decrease (increase) in prepayments	(1,717)	(7,299)
A31240	Adjustments for decrease (increase) in other current assets	(3,267)	4,957
A31990	Decrease (increase) in other operating assets	94,346	(102,851)
A31000	Total changes in operating assets	(35,685)	(19,094)
	Changes in operating liabilities		
A32125	Increase (decrease) in contract liabilities	(31,790)	5,678
A32130	Increase (decrease) in notes payable	(74)	(21,078)
A32150	Increase (decrease) in accounts payable	69,086	133
A32160	Increase (decrease) in accounts payable to related parties	11,226	3,489
A32180	Increase (decrease) in other payable	6,160	18,456
A32190	Increase (decrease) in other payable to related parties	464	(264)
A32200	Increase (decrease) in provisions	10,890	14,415
A32230	Adjustments for increase (decrease) in other current liabilities	351	57
A32250	Increase (decrease) in deferred credits	0	0
A32000	Total changes in operating liabilities	66,313	20,886
A30000	Total changes in operating assets and liabilities	30,628	1,792
A20000	Total adjustments	40,035	9,840
A33000	Cash inflow (outflow) generated from operations	93,476	71,420
A33100	Interest received	258	459
A33300	Interest paid	(794)	(1,685)
A33500	Income taxes refund (paid)	(15,848)	(6,655)
AAAA	Net cash flows from (used in) operating activities	77,092	63,539
	Cash flows from (used in) investing activities		
B00050	Proceeds from disposal of financial assets at amortised cost	1,824	10,424
B00060	Proceeds from repayments of financial assets at amortised cost	0	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	10,000
B01800	Acquisition of investments accounted for using equity method	0	0
B01900	Proceeds from disposal of investments accounted for using equity method	0	0
B02300	Proceeds from disposal of subsidiaries	(13,115)	0
B02700	Acquisition of property, plant and equipment	(2,697)	(2,163)
B02800	Proceeds from disposal of property, plant and equipment	7	0
B03700	Increase in refundable deposits	(11,815)	0
B03800	Decrease in refundable deposits	0	10,153
B04500	Acquisition of intangible assets	(793)	(253)
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	2,600	2,000
BBBB	Net cash flows from (used in) investing activities	(23,989)	30,161
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	36,144	0
C00200	Decrease in short-term loans	0	(73,477)
C01600	Proceeds from long-term debt	147,192	142,350
C01700	Repayments of long-term debt	(106,635)	(82,430)
C03000	Increase in guarantee deposits received	0	0
C03100	Decrease in guarantee deposits received	(240)	(10,433)
C04000	Decrease in lease payable	0	0
C04020	Payments of lease liabilities	(10,058)	(9,426)
C04500	Cash dividends paid	(37,000)	(14,100)
C04700	Capital reduction payments to shareholders	0	0

C04900	Payments to acquire treasury shares	0	(9,005)
C05000	Proceeds from sale of treasury shares	9,741	0
C05800	Change in non-controlling interests	22,000	0
CCCC	Net cash flows from (used in) financing activities	61,144	(56,521)
DDDD	Effect of exchange rate changes on cash and cash equivalents	(631)	(1,229)
EEEE	Net increase (decrease) in cash and cash equivalents	113,616	35,950
E00100	Cash and cash equivalents at beginning of period	289,188	253,238
E00200	Cash and cash equivalents at end of period	402,804	289,188
E00210	Cash and cash equivalents reported in the statement of financial position	402,804	289,188

Unit: NT\$ thousands

		Statements of Change in Equity												
		3110	3150	3100	3200	3310	3350	3300	3410	3400	3500	31XX	36XX	3XXX
		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	Total equity attributable to owners of parent	Non-controlling interests	Total equity
A1	Equity at beginning of period	470,000	0	470,000	145	7,779	67,760	75,539	0	0	(22,632)	523,052	0	523,052
A3	Effects of retrospective application and retrospective restatement	0	0	0	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	0	0	0
A5	Equity at beginning of period after adjustments	470,000	0	470,000	145	7,779	67,760	75,539	0	0	(22,632)	523,052	0	523,052
B1	Legal reserve appropriated					4,986	(4,986)	0				0		0
B5	Cash dividends of ordinary share					0	(37,000)	(37,000)				(37,000)		(37,000)
B9	Stock dividends of ordinary share	0	0	0	0	0	0	0				0		0
C11	Capital surplus used to offset accumulated deficits				0		0	0				0		0
D1	Profit (loss)						44,738	44,738				44,738	(1,244)	43,494
D3	Other comprehensive income						273	273	0	0		273	0	273
D5	Total comprehensive income						45,011	45,011	0	0		45,011	(1,244)	43,767
L1	Purchase of treasury shares										0	0	0	0
L3	Retirement of treasury share	(3,962)		(3,962)	76		0	0			13,627	9,741		9,741
M3	Disposal of subsidiaries or investments accounted for using equity method				0							0	(19,028)	(19,028)
M7	Changes in ownership interests in subsidiaries				1,728						0	1,728	(1,728)	0

N1	Share-based payments				3,730						0	3,730	0	3,730
O1	Changes in non-controlling interests										0	22,000	22,000	
T1	Others	0	0	0	0	0	0	0	0	0	0	0	0	0
Y1	Total increase (decrease) in equity	(3,962)	0	(3,962)	5,534	4,986	3,025	8,011	0	0	13,627	23,210	0	23,210
Z1	Equity at end of period	466,038	0	466,038	5,679	12,765	70,785	83,550	0	0	(9,005)	546,262	0	546,262

Unit: NT\$ thousands

Last year's Statements of Change in Equity														
		3110	3150	3100	3200	3310	3350	3300	3410	3400	3500	31XX	36XX	3XXX
		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	Total equity attributable to owners of parent	Non-controlling interests	Total equity
A1	Equity at beginning of period	470,000	0	470,000	145	5,033	34,740	39,773	0	0	(13,627)	496,291	0	496,291
A3	Effects of retrospective application and retrospective restatement	0	0	0	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	0	0	0
A5	Equity at beginning of period after adjustments	470,000	0	470,000	145	5,033	34,740	39,773	0	0	(13,627)	496,291	0	496,291
B1	Legal reserve appropriated					2,746	(2,746)	0				0		0
B5	Cash dividends of ordinary share					0	(14,100)	(14,100)				(14,100)		(14,100)
B9	Stock dividends of ordinary share	0	0	0	0	0	0	0				0		0
C11	Capital surplus used to offset accumulated deficits				0		0	0				0		0
D1	Profit (loss)						49,816	49,816				49,816	0	49,816
D3	Other comprehensive income						50	50	0	0		50	0	50
D5	Total comprehensive income						49,866	49,866	0	0		49,866	0	49,866
L1	Purchase of treasury shares										(9,005)	(9,005)	0	(9,005)
L3	Retirement of treasury share	0		0	0		0	0			0	0		0
T1	Others	0	0	0	0	0	0	0	0	0	0	0	0	0
Y1	Total increase (decrease) in equity	0	0	0	0	2,746	33,020	35,766	0	0	(9,005)	26,761	0	26,761
Z1	Equity at end of period	470,000	0	470,000	145	7,779	67,760	75,539	0	0	(22,632)	523,052	0	523,052



