

## 6148 AZION CORPORATION

### 2022Q1 Consolidated Financial Report

Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2022/3/31	2021/12/31	2021/3/31
	Assets			
	Current assets			
1100	Cash and cash equivalents	397,891	402,804	269,086
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	43,434	63,834	65,805
1140	Current contract assets	0	0	0
1150	Notes receivable, net	0	0	324
1160	Notes receivable due from related parties, net	0	0	0
1170	Accounts receivable, net	118,457	188,438	101,692
1172	Accounts receivable	118,457	188,438	101,692
1175	Lease payments receivable	0	0	0
1180	Accounts receivable due from related parties, net	532	1,411	463
1181	Accounts receivable due from related parties	532	1,411	463
1190	Construction contracts receivable	0	0	0
1195	Construction contracts receivable due from related parties	0	0	0
1197	Finance lease receivable, net	114,922	123,623	147,970
1200	Other receivables	759	806	730
1201	Tax refund receivable	0	0	0
1206	Other non-operating receivables, others	0	0	0
1210	Other receivables due from related parties	83	63	63
1220	Current tax assets	0	0	0
130X	Current inventories	53,751	52,273	38,112
1300	Inventories, merchandising business	53,751	52,273	38,112
1301	Merchandise inventory	53,751	52,273	38,112
1400	Current biological assets	0	0	0
1410	Prepayments	35,874	26,643	13,475
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	2,085	149	1,188
1476	Other current financial assets	0	0	0
1479	Other current assets, others	2,085	149	1,188
11XX	Total current assets	767,788	860,044	638,908
	Non-current assets			
1510	Non-current financial assets at fair value through profit or loss	18,177	17,598	17,534
1550	Investments accounted for using equity method	0	0	0
1600	Property, plant and equipment	2,606	2,485	2,734
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	2,523	2,345	2,410
1656	Computer and telecommunication equipment, cost	9,081	9,298	10,589
1658	Accumulated depreciation, computer and telecommunication equipment	(6,558)	(6,953)	(8,179)
1659	Accumulated impairment, computer and telecommunication equipment	(0)	(0)	(0)
1660	Testing equipment, net	10	31	107
1661	Testing equipment, cost	4,306	4,475	4,503
1663	Accumulated depreciation, testing equipment	(4,296)	(4,444)	(4,396)
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	30	39	65
1691	Office equipment, cost	231	417	417
1693	Accumulated depreciation, office equipment	(201)	(378)	(352)
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	43	70	152
1736	Other facilities, cost	7,519	8,271	18,201
1738	Accumulated depreciation, other facilities	(7,476)	(8,201)	(18,049)
1739	Accumulated impairment, other facilities	(0)	(0)	(0)
1750	Natural resources, net	0	0	0
1755	Right-of-use assets	13,529	15,503	23,636
1760	Investment property, net	0	0	0
1780	Intangible assets	755	972	540
1805	Goodwill	0	0	0
1821	Other intangible assets, net	755	972	540
1830	Non-current biological assets	0	0	0
1840	Deferred tax assets	9,509	11,975	9,824
1900	Other non-current assets	239,880	242,509	293,952
1915	Prepayments for business facilities	0	0	0
1920	Guarantee deposits paid	41,634	40,720	37,204
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	192,603	196,156	251,472
1975	Net defined benefit asset, non-current	5,643	5,633	5,276
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	284,456	291,042	348,220
1XXX	Total assets	1,052,244	1,151,086	987,128
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2100	Current borrowings	42,491	49,353	16,518
2130	Current contract liabilities	16,409	8,707	21,628
2150	Notes payable	41	415	107
2170	Accounts payable	58,220	97,264	61,442
2180	Accounts payable to related parties	12,430	18,001	1,274
2190	Construction contracts payable	0	0	0
2200	Other payables	87,079	67,815	82,507
2219	Other payables, others	87,079	67,815	82,507
2220	Other payables to related parties	743	315	286
2230	Current tax liabilities	7,175	7,175	12,233
2250	Current provisions	56,054	68,493	63,390
2265	Progress billings	0	0	0
2280	Current lease liabilities	9,738	9,813	9,560
2300	Other current liabilities	81,269	81,061	77,102
2320	Long-term liabilities, current portion	80,239	80,239	76,016
2355	Current lease obligations payable	0	0	0
2399	Other current liabilities, others	1,030	822	1,086
21XX	Total current liabilities	371,649	408,412	346,047
	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	162,963	183,023	123,510
2550	Non-current provisions	0	0	0
2570	Deferred tax liabilities	1,951	1,380	1,233
2580	Non-current lease liabilities	8,616	10,974	15,215
2600	Other non-current liabilities	1,035	1,035	873
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	1,035	1,035	873
2670	Other non-current liabilities, others	0	0	0
25XX	Total non-current liabilities	174,565	196,412	140,831
2XXX	Total liabilities	546,214	604,824	486,878
	Equity			
	Equity attributable to owners of parent			
	Share capital			
3110	Ordinary share	466,038	466,038	470,000
3120	Preference share	0	0	0
3150	Stock dividend to be distributed	0	0	0
3100	Total Share Capital	466,038	466,038	470,000
	Capital surplus			
3200	Total capital surplus	5,679	5,679	3,856
	Retained earnings			
3310	Legal reserve	17,266	12,765	12,765
3350	Unappropriated retained earnings (accumulated deficit)	26,052	70,785	26,501
3300	Total retained earnings	43,318	83,550	39,266
	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	(9,005)	(9,005)	(12,872)
31XX	Total equity attributable to owners of parent	506,030	546,262	500,250
36XX	Non-controlling interests	0	0	0
3XXX	Total equity	506,030	546,262	500,250
3X2X	Total liabilities and equity	1,052,244	1,151,086	987,128
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	950,000	950,000	1,346,243

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

Statement of Comprehensive Income			
Code	Accounting Title	2022/1/1To3/31	2021/1/1To3/31
	Operating revenue		
	Net sales revenue		
4100	Net sales revenue	41,599	81,385
	Rental revenue		
4300	Total rental revenue	28	28
	Construction and engineering revenue		
4500	Total construction and engineering revenue	0	0
	Service revenue		
4600	Total service revenue	55,475	85,730
	Other operating revenue		
4800	Other operating revenue, net	3,282	5,135
4000	Total operating revenue	100,384	172,278
	Operating costs		

	Cost of sales		
5110	Total cost of sales	32,819	73,587
	Cost of rental sales		
5300	Total cost of rental sales	0	0
	Cost of services		
5600	Total cost of services	34,140	67,056
5800	Other operating costs	782	705
5000	Total operating costs	67,741	141,348
5900	Gross profit (loss) from operations	32,643	30,930
5910	Unrealized profit (loss) from sales	0	0
5920	Realized profit (loss) on from sales	0	0
5950	Gross profit (loss) from operations	32,643	30,930
	Operating expenses		
6100	Selling expenses	10,727	10,063
6200	Administrative expenses	14,519	18,336
6300	Research and development expenses	1,340	1,507
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	1,002	0
6000	Total operating expenses	27,588	29,906
6900	Net operating income (loss)	5,055	1,024
	Non-operating income and expenses		
	Interest income		
7100	Total interest income	82	33
	Other income		
7010	Total other income	12	167
	Other gains and losses		
7210	Gains on disposals of property, plant and equipment	6	0
7230	Foreign exchange gains	2,990	452
7235	Gains on financial assets (liabilities) at fair value through profit or loss	579	936
7590	Miscellaneous disbursements	4	0
7610	Losses on disposals of property, plant and equipment	0	0
7670	Impairment loss	0	0
7673	Impairment loss recognised in profit or loss, property, plant and equipment	0	0
7020	Other gains and losses, net	3,571	1,388
	Gains (losses) arising from derecognition of financial assets measured at amortised cost		
7030	Gains (losses) arising from derecognition of financial assets measured at amortised cost	0	0
	Finance costs		
7510	Interest expense	215	196
7050	Finance costs, net	215	196
	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	3,450	1,392
7900	Profit (loss) from continuing operations before tax	8,505	2,416
	Tax expense (income)		
7950	Total tax expense (income)	3,037	1,230
8000	Profit (loss) from continuing operations	5,468	1,186
	Profit (loss) from discontinued operations		
8100	Total profit (loss) from discontinued operations	0	(459)
8200	Profit (loss)	5,468	727
	Other comprehensive income		
	Components of other comprehensive income that will not be reclassified to profit or loss		
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	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

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	5,468	727
	Profit (loss), attributable to:		
8610	Profit (loss), attributable to owners of parent	5,468	727
8620	Profit (loss), attributable to non-controlling interests	0	0
	Comprehensive income attributable to:		
8710	Comprehensive income, attributable to owners of parent	5,468	727
8720	Comprehensive income, attributable to non-controlling interests	0	0
	Basic earnings per share		
9710	Basic earnings (loss) per share from continuing operations	0.12	0.03
9720	Basic earnings (loss) per share from discontinued operations	0.00	(0.01)
9750	Total basic earnings per share	0.12	0.02
	Diluted earnings per share		
9810	Diluted earnings (loss) per share from continuing operations	0.12	0.03
9820	Diluted earnings (loss) per share from discontinued operations	0.00	(0.01)
9850	Total diluted earnings per share	0.12	0.02

Unit: NT\$ thousands

Statements of Cash Flows			
Code	Accounting Title	2022/1/1To3/31	2021/1/1To3/31
	Cash flows from (used in) operating activities, indirect method		
A00010	Profit (loss) from continuing operations before tax	8,505	2,416
A00020	Profit (loss) from discontinued operations before tax	0	(459)
A10000	Profit (loss) before tax	8,505	1,957
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	2,428	2,308
A20200	Amortization expense	232	114
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	1,002	0
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(579)	(936)
A20900	Interest expense	215	196
A21200	Interest income	(82)	(33)
A21900	Share-based payments	0	3,730
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	(6)	0
A23700	Impairment loss on non-financial assets	0	0
A23800	Reversal of impairment loss on non-financial assets	399	0
A24100	Unrealized foreign exchange loss (gain)	(2,573)	1,020
A29900	Other adjustments to reconcile profit (loss)	(10)	(5)
A20010	Total adjustments to reconcile profit (loss)	1,026	6,394
	Changes in operating assets and liabilities		
	Changes in operating assets		
A31130	Decrease (increase) in notes receivable	0	0
A31150	Decrease (increase) in accounts receivable	68,979	(49,293)
A31160	Decrease (increase) in accounts receivable due from related parties	879	604
A31180	Decrease (increase) in other receivable	84	(10)
A31190	Decrease (increase) in other receivable due from related parties	(20)	0
A31200	Adjustments for decrease (increase) in inventories	(1,877)	28,618
A31230	Decrease (increase) in prepayments	(9,231)	11,592
A31240	Adjustments for decrease (increase) in other current assets	(1,936)	(170)
A31990	Decrease (increase) in other operating assets	12,254	9,187
A31000	Total changes in operating assets	69,132	528
	Changes in operating liabilities		
A32125	Increase (decrease) in contract liabilities	7,702	(19,449)
A32130	Increase (decrease) in notes payable	(374)	(382)

A32150	Increase (decrease) in accounts payable	(39,493)	32,649
A32160	Increase (decrease) in accounts payable to related parties	(5,571)	(5,501)
A32180	Increase (decrease) in other payable	(26,431)	(19,223)
A32190	Increase (decrease) in other payable to related parties	428	(100)
A32200	Increase (decrease) in provisions	(12,439)	5,787
A32230	Adjustments for increase (decrease) in other current liabilities	208	386
A32250	Increase (decrease) in deferred credits	0	0
A32000	Total changes in operating liabilities	(75,970)	(5,833)
A30000	Total changes in operating assets and liabilities	(6,838)	(5,305)
A20000	Total adjustments	(5,812)	1,089
A33000	Cash inflow (outflow) generated from operations	2,693	3,046
A33100	Interest received	45	33
A33300	Interest paid	(220)	(186)
A33500	Income taxes refund (paid)	0	0
AAAA	Net cash flows from (used in) operating activities	2,518	2,893
	Cash flows from (used in) investing activities		
B00040	Acquisition of financial assets at amortised cost	0	(147)
B00050	Proceeds from disposal of financial assets at amortised cost	20,400	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	(594)	(880)
B02800	Proceeds from disposal of property, plant and equipment	25	0
B03700	Increase in refundable deposits	(914)	(7,662)
B03800	Decrease in refundable deposits	0	0
B04500	Acquisition of intangible assets	(15)	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	18,902	(8,689)
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	0	2,898
C00200	Decrease in short-term loans	(7,332)	0
C01600	Proceeds from long-term debt	0	0
C01700	Repayments of long-term debt	(20,060)	(23,179)
C03000	Increase in guarantee deposits received	0	0
C03100	Decrease in guarantee deposits received	0	(402)
C04000	Decrease in lease payable	0	0
C04020	Payments of lease liabilities	(2,433)	(2,422)
C04700	Capital reduction payments to shareholders	0	0
C04900	Payments to acquire treasury shares	0	0
C05000	Proceeds from sale of treasury shares	0	9,741
CCCC	Net cash flows from (used in) financing activities	(29,825)	(13,364)
DDDD	Effect of exchange rate changes on cash and cash equivalents	3,492	(942)
EEEE	Net increase (decrease) in cash and cash equivalents	(4,913)	(20,102)
E00100	Cash and cash equivalents at beginning of period	402,804	289,188
E00200	Cash and cash equivalents at end of period	397,891	269,086
E00210	Cash and cash equivalents reported in the statement of financial position	397,891	269,086

Unit: NT\$ thousands

Statements of Change in Equity													
	3110	3100	3200	3310	3320	3350	3300	3410	3400	3500	31XX	36XX	3XXX
	Ordinary share	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	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity

A1	Equity at beginning of period	466,038	466,038	5,679	12,765	0	70,785	83,550	0	0	(9,005)	546,262	0	546,262
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
A5	Equity at beginning of period after adjustments	466,038	466,038	5,679	12,765	0	70,785	83,550	0	0	(9,005)	546,262	0	546,262
B1	Legal reserve appropriated				4,501		(4,501)	0				0		0
B5	Cash dividends of ordinary share						(45,700)	(45,700)				(45,700)		(45,700)
D1	Profit (loss)						5,468	5,468				5,468	0	5,468
D3	Other comprehensive income						0	0	0	0		0	0	0
D5	Total comprehensive income						5,468	5,468	0	0		5,468	0	5,468
L1	Purchase of treasury shares										0	0		0
L3	Retirement of treasury share	0	0	0			0	0			0	0		0
N1	Share-based payments	0	0	0					0	0	0	0	0	0
Y1	Total increase (decrease) in equity	0	0	0	4,501	0	(44,733)	(40,232)	0	0	0	(40,232)	0	(40,232)
Z1	Equity at end of period	466,038	466,038	5,679	17,266	0	26,052	43,318	0	0	(9,005)	506,030	0	506,030

Unit: NT\$ thousands

Last year's Statements of Change in Equity														
		3110	3100	3200	3310	3320	3350	3300	3410	3400	3500	31XX	36XX	3XXX
		Ordinary share	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	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	470,000	145	7,779	0	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
A5	Equity at beginning of	470,000	470,000	145	7,779	0	67,760	75,539	0	0	(22,632)	523,052	0	523,052

	period after adjustments													
B1	Legal reserve appropriated			4,986		(4,986)	0				0		0	
B5	Cash dividends of ordinary share					(37,000)	(37,000)				(37,000)		(37,000)	
D1	Profit (loss)					727	727				727	0	727	
D3	Other comprehensive income					0	0	0	0		0	0	0	
D5	Total comprehensive income					727	727	0	0		727	0	727	
L1	Purchase of treasury shares									0	0		0	
L3	Retirement of treasury share	0	0	(19)		0	0			9,760	9,741		9,741	
N1	Share-based payments	0	0	3,730				0	0	0	3,730	0	3,730	
Y1	Total increase (decrease) in equity	0	0	3,711	4,986	0	(41,259)	(36,273)	0	0	9,760	(22,802)	0	(22,802)
Z1	Equity at end of period	470,000	470,000	3,856	12,765	0	26,501	39,266	0	0	(12,872)	500,250	0	500,250