

6148 AZION CORPORATION

2021Q1 Consolidated Financial Report

Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2021/3/31	2020/12/31	2020/3/31
	Assets			
	Current assets			
1100	Cash and cash equivalents	269,086	289,188	218,152
1110	Current financial assets at fair value through profit or loss	0	0	10,000
1120	Current financial assets at fair value through other comprehensive income	0	0	0
1136	Current financial assets at amortised cost	65,805	65,658	64,418
1140	Current contract assets	0	0	0
1150	Notes receivable, net	324	324	2,583
1160	Notes receivable due from related parties, net	0	0	0
1170	Accounts receivable, net	101,692	52,399	168,169
1172	Accounts receivable	101,692	52,399	168,169
1175	Lease payments receivable	0	0	0
1180	Accounts receivable due from related parties, net	463	1,067	371
1181	Accounts receivable due from related parties	463	1,067	371
1190	Construction contracts receivable	0	0	0
1195	Construction contracts receivable due from related parties	0	0	0
1197	Finance lease receivable, net	147,970	143,203	115,257
1200	Other receivables	730	720	642
1201	Tax refund receivable	0	0	0
1206	Other non-operating receivables, others	0	0	0
1210	Other receivables due from related parties	63	63	166
1220	Current tax assets	0	0	102
130X	Current inventories	38,112	66,730	44,252
1300	Inventories, merchandising business	38,112	66,730	44,252
1301	Merchandise inventory	38,112	66,730	44,252
1400	Current biological assets	0	0	0
1410	Prepayments	13,475	25,067	16,676
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	1,188	1,018	4,526
1476	Other current financial assets	0	0	0
1479	Other current assets, others	1,188	1,018	4,526
11XX	Total current assets	638,908	645,437	645,314
	Non-current assets			
1510	Non-current financial assets at fair value through profit or loss	17,534	16,598	17,102
1550	Investments accounted for using equity method	0	0	0
1600	Property, plant and equipment	2,734	2,182	1,804
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	2,410	1,797	1,398
1656	Computer and telecommunication equipment, cost	10,589	9,709	8,815
1658	Accumulated depreciation, computer and telecommunication equipment	(8,179)	(7,912)	(7,417)

1659	Accumulated impairment, computer and telecommunication equipment	(0)	(0)	(0)
1660	Testing equipment, net	107	133	240
1661	Testing equipment, cost	4,503	4,604	4,604
1663	Accumulated depreciation, testing equipment	(4,396)	(4,471)	(4,364)
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	65	74	0
1691	Office equipment, cost	417	417	319
1693	Accumulated depreciation, office equipment	(352)	(343)	(319)
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	152	178	166
1736	Other facilities, cost	18,201	18,201	18,108
1738	Accumulated depreciation, other facilities	(18,049)	(18,023)	(17,942)
1739	Accumulated impairment, other facilities	(0)	(0)	(0)
1750	Natural resources, net	0	0	0
1755	Right-of-use assets	23,636	22,883	28,823
1760	Investment property, net	0	0	0
1780	Intangible assets	540	654	979
1805	Goodwill	0	0	0
1821	Other intangible assets, net	540	654	979
1830	Non-current biological assets	0	0	0
1840	Deferred tax assets	9,824	8,092	5,122
1900	Other non-current assets	293,952	300,239	197,031
1915	Prepayments for business facilities	0	0	0
1920	Guarantee deposits paid	37,204	29,542	36,341
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	251,472	265,426	155,509
1975	Net defined benefit asset, non-current	5,276	5,271	5,181
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	348,220	350,648	250,861
1XXX	Total assets	987,128	996,085	896,175
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2100	Current borrowings	16,518	13,573	73,240
2130	Current contract liabilities	21,628	41,077	30,585
2150	Notes payable	107	489	26
2170	Accounts payable	61,442	28,767	29,259
2180	Accounts payable to related parties	1,274	6,775	1,592
2190	Construction contracts payable	0	0	0

2200	Other payables	82,507	64,715	30,366
2219	Other payables, others	82,507	64,715	30,366
2220	Other payables to related parties	286	386	575
2230	Current tax liabilities	12,233	9,443	3,372
2250	Current provisions	63,390	57,603	40,063
2265	Progress billings	0	0	0
2280	Current lease liabilities	9,560	8,900	9,595
2300	Other current liabilities	77,102	88,085	68,568
2320	Long-term liabilities, current portion	76,016	87,385	67,861
2355	Current lease obligations payable	0	0	0
2399	Other current liabilities, others	1,086	700	707
21XX	Total current liabilities	346,047	319,813	287,241
	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	123,510	135,320	72,994
2550	Non-current provisions	0	0	0
2570	Deferred tax liabilities	1,233	1,061	1,243
2580	Non-current lease liabilities	15,215	15,564	22,042
2600	Other non-current liabilities	873	1,275	11,397
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	873	1,275	11,397
2670	Other non-current liabilities, others	0	0	0
25XX	Total non-current liabilities	140,831	153,220	107,676
2XXX	Total liabilities	486,878	473,033	394,917
	Equity			
	Equity attributable to owners of parent			
	Share capital			
3110	Ordinary share	470,000	470,000	470,000
3120	Preference share	0	0	0
3150	Stock dividend to be distributed	0	0	0
3100	Total Share Capital	470,000	470,000	470,000
	Capital surplus			
3200	Total capital surplus	3,856	145	145
	Retained earnings			
3310	Legal reserve	12,765	7,779	5,033
3350	Unappropriated retained earnings (accumulated deficit)	26,501	67,760	39,707
3300	Total retained earnings	39,266	75,539	44,740
	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	(12,872)	(22,632)	(13,627)
31XX	Total equity attributable to owners of parent	500,250	523,052	501,258
36XX	Non-controlling interests	0	0	0
3XXX	Total equity	500,250	523,052	501,258

3X2X	Total liabilities and equity	987,128	996,085	896,175
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	1,346,243	2,346,243	1,396,243

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

Statement of Comprehensive Income				
Code	Accounting Title	2021/1/1To3/31	2020/1/1To3/31	
	Operating revenue			
	Net sales revenue			
4100	Net sales revenue	81,385	119,992	
	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	85,730	33,365	
	Other operating revenue			
4800	Other operating revenue, net	5,135	5,984	
4000	Total operating revenue	172,278	159,369	
	Operating costs			
	Cost of sales			
5110	Total cost of sales	73,587	100,102	
	Cost of rental sales			
5300	Total cost of rental sales	0	8	
	Cost of services			
5600	Total cost of services	67,056	32,173	
5800	Other operating costs	705	693	
5000	Total operating costs	141,348	132,976	
5900	Gross profit (loss) from operations	30,930	26,393	
5910	Unrealized profit (loss) from sales	0	0	
5920	Realized profit (loss) on from sales	0	0	
5950	Gross profit (loss) from operations	30,930	26,393	
	Operating expenses			
6100	Selling expenses	10,063	8,634	
6200	Administrative expenses	18,795	9,709	
6300	Research and development expenses	1,507	1,424	
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	0	0	
6000	Total operating expenses	30,365	19,767	
6900	Net operating income (loss)	565	6,626	
	Non-operating income and expenses			
	Interest income			
7100	Total interest income	33	88	
	Other income			
7010	Total other income	167	427	
	Other gains and losses			
7210	Gains on disposals of property, plant and equipment	0	0	
7230	Foreign exchange gains	452	77	
7235	Gains on financial assets (liabilities) at fair value through profit or loss	936	473	
7590	Miscellaneous disbursements	0	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	1,388	550
	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	196	624
7050	Finance costs, net	196	624
	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	1,392	441
7900	Profit (loss) from continuing operations before tax	1,957	7,067
	Tax expense (income)		
7950	Total tax expense (income)	1,230	2,100
8000	Profit (loss) from continuing operations	727	4,967
	Profit (loss) from discontinued operations		
8100	Total profit (loss) from discontinued operations	0	0
8200	Profit (loss)	727	4,967
	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	727	4,967
	Profit (loss), attributable to:		
8610	Profit (loss), attributable to owners of parent	727	4,967
8620	Profit (loss), attributable to non-controlling interests	0	0
	Comprehensive income attributable to:		
8710	Comprehensive income, attributable to owners of parent	727	4,967
8720	Comprehensive income, attributable to non-controlling interests	0	0
	Basic earnings per share		
9710	Basic earnings (loss) per share from continuing operations	0.02	0.11
9720	Basic earnings (loss) per share from discontinued operations	0.00	0.00
9750	Total basic earnings per share	0.02	0.11
	Diluted earnings per share		
9810	Diluted earnings (loss) per share from continuing operations	0.02	0.11
9820	Diluted earnings (loss) per share from discontinued operations	0.00	0.00
9850	Total diluted earnings per share	0.02	0.11

Unit: NT\$ thousands

Statements of Cash Flows			
Code	Accounting Title	2021/1/1To3/31	2020/1/1To3/31
	Cash flows from (used in) operating activities, indirect method		

A00010	Profit (loss) from continuing operations before tax	1,957	7,067
A00020	Profit (loss) from discontinued operations before tax	0	0
A10000	Profit (loss) before tax	1,957	7,067
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	2,308	2,172
A20200	Amortization expense	114	189
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	0	0
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(936)	(473)
A20900	Interest expense	196	624
A21200	Interest income	(33)	(88)
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	0	0
A23700	Impairment loss on non-financial assets	0	0
A23800	Reversal of impairment loss on non-financial assets	0	(2,291)
A24100	Unrealized foreign exchange loss (gain)	1,020	(574)
A29900	Other adjustments to reconcile profit (loss)	(5)	(10)
A20010	Total adjustments to reconcile profit (loss)	6,394	(451)
	Changes in operating assets and liabilities		
	Changes in operating assets		
A31130	Decrease (increase) in notes receivable	0	429
A31150	Decrease (increase) in accounts receivable	(49,293)	(80,985)
A31160	Decrease (increase) in accounts receivable due from related parties	604	534
A31180	Decrease (increase) in other receivable	(10)	104
A31190	Decrease (increase) in other receivable due from related parties	0	0
A31200	Adjustments for decrease (increase) in inventories	28,618	73,094
A31230	Decrease (increase) in prepayments	11,592	4,233
A31240	Adjustments for decrease (increase) in other current assets	(170)	1,449
A31000	Total changes in operating assets	(8,659)	(1,142)
	Changes in operating liabilities		
A32125	Increase (decrease) in contract liabilities	(19,449)	(6,777)
A32130	Increase (decrease) in notes payable	(382)	(21,541)
A32150	Increase (decrease) in accounts payable	32,649	(2,526)
A32160	Increase (decrease) in accounts payable to related parties	(5,501)	(1,694)
A32180	Increase (decrease) in other payable	(19,223)	(16,062)
A32190	Increase (decrease) in other payable to related parties	(100)	(75)
A32200	Increase (decrease) in provisions	5,787	(3,125)
A32230	Adjustments for increase (decrease) in other current liabilities	386	64
A32250	Increase (decrease) in deferred credits	0	0
A32000	Total changes in operating liabilities	(5,833)	(51,736)
A30000	Total changes in operating assets and liabilities	(14,492)	(52,878)
A20000	Total adjustments	(8,098)	(53,329)
A33000	Cash inflow (outflow) generated from operations	(6,141)	(46,262)
A33100	Interest received	33	66
A33300	Interest paid	(186)	(454)
A33500	Income taxes refund (paid)	0	0
AAAA	Net cash flows from (used in) operating activities	(6,294)	(46,650)
	Cash flows from (used in) investing activities		

B00040	Acquisition of financial assets at amortised cost	(147)	0
B00050	Proceeds from disposal of financial assets at amortised cost	0	11,664
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	(880)	(721)
B02800	Proceeds from disposal of property, plant and equipment	0	0
B03700	Increase in refundable deposits	(7,662)	0
B03800	Decrease in refundable deposits	0	3,354
B04500	Acquisition of intangible assets	0	0
B06000	Increase in long-term lease and installment receivables	9,187	35,012
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	498	49,309
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	2,898	0
C00200	Decrease in short-term loans	0	(13,522)
C01600	Proceeds from long-term debt	0	0
C01700	Repayments of long-term debt	(23,179)	(21,930)
C03000	Increase in guarantee deposits received	0	0
C03100	Decrease in guarantee deposits received	(402)	(311)
C04000	Decrease in lease payable	0	0
C04020	Payments of lease liabilities	(2,422)	(2,253)
C04700	Capital reduction payments to shareholders	0	0
C04900	Payments to acquire treasury shares	0	0
C05000	Proceeds from sale of treasury shares	9,741	0
CCCC	Net cash flows from (used in) financing activities	(13,364)	(38,016)
DDDD	Effect of exchange rate changes on cash and cash equivalents	(942)	271
EEEE	Net increase (decrease) in cash and cash equivalents	(20,102)	(35,086)
E00100	Cash and cash equivalents at beginning of period	289,188	253,238
E00200	Cash and cash equivalents at end of period	269,086	218,152
E00210	Cash and cash equivalents reported in the statement of financial position	269,086	218,152

Unit: NT\$ thousands

		Statements of Change in Equity										
		3110	3100	3200	3310	3320	3350	3300	3410	3400	3500	31XX
		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
A1	Equity at beginning of period	470,000	470,000	145	7,779	0	67,760	75,539	0	0	(22,632)	523,052
A3	Effects of retrospective application and retrospective restatement	0	0	0	0	0	0	0	0	0	0	0
A4	Retrospective adjustment of equity attributable to former owner due to	0	0	0	0		0	0			0	0

	reorganization of entities under common control												
A5	Equity at beginning of period after adjustments	470,000	470,000	145	7,779	0	67,760	75,539	0	0	(22,632)	523,052	
B1	Legal reserve appropriated				4,986		(4,986)	0				0	
B5	Cash dividends of ordinary share						(37,000)	(37,000)				(37,000)	
D1	Profit (loss)						727	727				727	
D3	Other comprehensive income						0	0	0	0		0	
D5	Total comprehensive income						727	727	0	0		727	
L1	Purchase of treasury shares										0	0	
L3	Retirement of treasury share	0	0	(19)			0	0			9,760	9,741	
N1	Share-based payments	0	0	3,730					0	0	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)	
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	

Unit: NT\$ thousands

Last year's Statements of Change in Equity													
		3110	3100	3200	3310	3320	3350	3300	3410	3400	3500	31XX	
		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	
A1	Equity at beginning of period	470,000	470,000	145	5,033	0	34,740	39,773	0	0	(13,627)	496,291	
A3	Effects of retrospective application and retrospective restatement	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	
A5	Equity at beginning of period after adjustments	470,000	470,000	145	5,033	0	34,740	39,773	0	0	(13,627)	496,291	
D1	Profit (loss)						4,967	4,967	0	0		4,967	
D3	Other						0	0	0	0		0	

	comprehensive income											
D5	Total comprehensive income						4,967	4,967	0	0		4,967
L1	Purchase of treasury shares								0	0	0	0
L3	Retirement of treasury share	0	0	0			0	0	0	0	0	0
Y1	Total increase (decrease) in equity	0	0	0	0	0	4,967	4,967	0	0	0	4,967
Z1	Equity at end of period	470,000	470,000	145	5,033	0	39,707	44,740	0	0	(13,627)	501,258