

(Amounts in thousand New Taiwan Dollars except Earnings Per Share)

| | 2021Q1 | | 2020Q4 | | 2020Q1 | | QoQ | YoY |
|---|------------------|------|------------------|------|------------------|------|-------|-------|
| Net sales | 568,577 | 100% | 574,892 | 100% | 498,026 | 100% | -1% | 14% |
| Cost of goods sold | <u>(358,063)</u> | | <u>(403,290)</u> | | <u>(314,917)</u> | | -11% | 14% |
| Gross profits | <u>210,514</u> | 37% | <u>171,602</u> | 30% | <u>183,109</u> | 37% | 23% | 15% |
| Operating expenses | | | | | | | | |
| Selling expenses | (26,297) | | (28,258) | | (24,184) | | -7% | 9% |
| Administrative expenses | (51,383) | | (65,925) | | (49,981) | | -22% | 3% |
| Research and development expenses | (202,313) | | (189,309) | | (173,466) | | 7% | 17% |
| Expected Credit Losses | (24) | | 230 | | 7,771 | | -110% | -100% |
| Total operating expenses | <u>(280,017)</u> | | <u>(283,262)</u> | | <u>(239,860)</u> | | -1% | 17% |
| Operating income (loss) | <u>(69,503)</u> | -12% | <u>(111,660)</u> | -19% | <u>(56,751)</u> | -11% | -38% | 22% |
| Non-operating income and gain (expense & loss) | (5,673) | | 10,540 | | 16,287 | | -154% | -135% |
| Income (loss) before income tax | (75,176) | | (101,120) | | (40,464) | | -26% | 86% |
| Income tax (expense)benefit | (2,165) | | 28,709 | | 10,748 | | -108% | -120% |
| Net income (loss) | <u>(77,341)</u> | | <u>(72,411)</u> | | <u>(29,716)</u> | | 7% | 160% |
| Net income (loss) attributable to: | | | | | | | | |
| Shareholders of the parent | (76,952) | | (70,917) | | (28,669) | | | |
| Non-controlling interests | (389) | | (1,494) | | (1,047) | | | |
| Net income (loss) | <u>(77,341)</u> | | <u>(72,411)</u> | | <u>(29,716)</u> | | | |
| Earnings Per Share (in New Taiwan Dollars) | <u>(0.41)</u> | | <u>(0.37)</u> | | <u>(0.15)</u> | | | |

Consolidated Condensed Balance Sheets



(Amounts in thousand New Taiwan Dollars except Key Indics)

| | <u>2021/3/31</u> | <u>2020/12/31</u> | <u>2020/3/31</u> |
|---|-------------------------|-------------------------|-------------------------|
| Selected Items from Balance Sheet | | | |
| Cash, cash equivalents and investments in | 1,263,416 | 1,429,555 | 1,817,888 |
| Notes and accounts receivable | 235,882 | 194,234 | 181,939 |
| Inventory (net) | 377,738 | 334,546 | 264,504 |
| Other current asset | 196,540 | 172,503 | 130,556 |
| Total current asset | 2,073,576 | 2,130,838 | 2,394,887 |
| Long-term investments | 82,538 | 106,293 | 69,110 |
| Net PP&E | 587,428 | 588,316 | 584,344 |
| Intangible assets | 161,200 | 174,697 | 102,459 |
| Other assets | 792,875 | 804,129 | 763,504 |
| Total assets | <u>3,697,617</u> | <u>3,804,273</u> | <u>3,914,304</u> |
| Notes & accounts payable | 282,385 | 247,029 | 294,596 |
| Other current liabilities | 319,997 | 443,560 | 311,107 |
| Non-current liabilities | 13,905 | 14,605 | 12,186 |
| Total liabilities | <u>616,287</u> | <u>705,194</u> | <u>617,889</u> |
| Equity attributable to shareholders of the parent | 3,081,647 | 3,099,008 | 3,295,288 |
| Non-controlling interests | - | 71 | 1,127 |
| Total shareholders' equity | <u>3,081,330</u> | <u>3,099,079</u> | <u>3,296,415</u> |
| Key Indices | | | |
| A/R Turnover Days | 34 | 36 | 36 |
| Inventory Turnover Days | 90 | 70 | 68 |
| Current Ratio | 3.4 | 3.1 | 4.0 |

Consolidated Condensed Cash Flow



(Amounts in thousand New Taiwan Dollars)

| | 2021Q1 | 2020Q1 |
|--|------------------|------------------|
| Cash flows from (used in) operating activities: | | |
| Profit (loss) before tax | (76,176) | (40,464) |
| <i>Adjustments to reconcile profit (loss):</i> | | |
| Depreciation expense | 9,722 | 8,611 |
| Amortization expense | 25,204 | 25,371 |
| Expected Credit Losses | 24 | (7,771) |
| Net loss (gain) on financial assets or liabilities at fair value | 9,409 | 290 |
| Interest expense | 228 | 202 |
| Interest income | (1,652) | (3,190) |
| Share-based payments | 7,778 | 2,205 |
| Share of loss (profit) of associates and joint ventures | (12) | (13) |
| Loss (gain) on disposal of property, plant and equipment | 0 | (406) |
| Unrealized foreign currency exchange loss (gain) | 510 | 730 |
| Changes in operating assets and liabilities | (163,033) | (34,408) |
| Cash inflow (outflow) generated from operating activities | (187,998) | (48,843) |
| Interest received | 1,652 | 3,190 |
| Interest paid | (228) | (202) |
| Income taxes refund (paid) | (4,248) | 193 |
| Net cash flows from (used in) operating activities | (190,822) | (45,662) |
| Cash flows from (used in) investing activities: | | |
| Acquisition from financial assets carried at cost | 0 | (89,100) |
| Proceeds from financial assets carried at cost | 89,100 | 21,479 |
| Acquisition from financial assets at fair value through other comprehensive income | (202,743) | |
| Proceeds from financial assets at fair value through other comprehensive income | 60,021 | |
| Refund from financial assets at fair value through other comprehensive income | 14,591 | |
| Acquisition of property, plant and equipment | (5,844) | (1,970) |
| Proceeds from disposal of property, plant and equipment | 0 | 432 |
| Decrease (Increase) in refundable deposits | (490) | 84 |
| Acquisition of intangible assets | (30,881) | (5,899) |
| Proceeds from disposal of intangible assets | | |
| Net cash flows from (used in) investing activities | (76,246) | (74,974) |
| Net cash flows from (used in) financing activities: | | |
| Decrease (Increase) in guarantee deposits | 0 | 256 |
| Repayment of lease liabilities | (3,786) | (2,663) |
| Acquisition of Treasury shares | 0 | (6,539) |
| Treasury shares sold to employees | 56,246 | 0 |
| Net cash flows from (used in) financing activities | 52,460 | (8,946) |
| Effect of exchange rate changes on cash and cash equivalents | (4,587) | (4,515) |
| Net increase (decrease) in cash and cash equivalents | (219,195) | (134,097) |
| Cash and cash equivalents at beginning of period | 834,854 | 1,335,729 |
| Cash and cash equivalents at end of period | 615,659 | 1,201,632 |