

**6160 Cipherlab Co.,Ltd.**  
**2023Q2 Consolidated Financial Report**

Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2023/6/30	2022/12/31	2022/6/30
	Assets			
	Current assets			
1100	Cash and cash equivalents	263,234	216,779	150,397
1136	Current financial assets at amortised cost	1,500	1,500	1,500
1150	Notes receivable, net	996	803	2,004
1170	Accounts receivable, net	187,272	233,122	233,690
1200	Other receivables	59,601	56,633	7,698
1220	Current tax assets	125	0	0
130X	Current inventories	447,079	559,518	611,968
1470	Other current assets	40,466	44,568	66,110
1479	Other current assets, others	40,466	44,568	66,110
11XX	Total current assets	1,000,273	1,112,923	1,073,367
	Non-current assets			
1600	Property, plant and equipment	110,846	110,016	112,486
1755	Right-of-use assets	40,392	51,375	61,369
1780	Intangible assets	8,095	9,804	13,256
1821	Other intangible assets, net	8,095	9,804	13,256
1840	Deferred tax assets	75,121	78,342	73,533
1900	Other non-current assets	14,834	10,235	9,004
1990	Other non-current assets, others	14,834	10,235	9,004
15XX	Total non-current assets	249,288	259,772	269,648
1XXX	Total assets	1,249,561	1,372,695	1,343,015
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2100	Current borrowings	100,000	160,000	233,000
2170	Accounts payable	69,248	107,944	85,968
2200	Other payables	132,876	125,650	91,008
2219	Other payables, others	132,876	125,650	91,008
2230	Current tax liabilities	0	6,051	0
2280	Current lease liabilities	19,992	24,901	20,317
2300	Other current liabilities	47,100	48,536	37,326
2320	Long-term liabilities, current portion	971	724	2,805
2399	Other current liabilities, others	46,129	47,812	34,521
21XX	Total current liabilities	369,216	473,082	467,619
	Non-current liabilities			
2540	Non-current portion of non-current borrowings	2,789	3,276	4,901
2570	Deferred tax liabilities	5,915	3,906	3,515
2580	Non-current lease liabilities	23,448	29,185	43,614
2600	Other non-current liabilities	61,890	57,920	43,277
2640	Net defined benefit liability, non-current	8,766	8,764	11,592
2670	Other non-current liabilities, others	53,124	49,156	31,685
25XX	Total non-current liabilities	94,042	94,287	95,307
2XXX	Total liabilities	463,258	567,369	562,926
	Equity			
	Equity attributable to owners of parent			
	Share capital			
3110	Ordinary share	684,891	684,891	684,891
3100	Total Share Capital	684,891	684,891	684,891
	Capital surplus			
3210	Capital surplus, additional paid-in capital	1,151	1,151	1,151
3200	Total capital surplus	1,151	1,151	1,151
	Retained earnings			
3310	Legal reserve	77,998	74,587	74,587
3320	Special reserve	1,084	11,508	11,508
3350	Unappropriated retained earnings (accumulated deficit)	21,524	34,552	11,938
3300	Total retained earnings	100,606	120,647	98,033
	Other equity interest			
3410	Exchange differences on translation of foreign financial statements	1,788	1,096	-2,066
3420	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	-2,180	-2,180	-2,180
3400	Total other equity interest	-392	-1,084	-4,246
31XX	Total equity attributable to owners of parent	786,256	805,605	779,829
36XX	Non-controlling interests	47	-279	260
3XXX	Total equity	786,303	805,326	780,089
3X2X	Total liabilities and equity	1,249,561	1,372,695	1,343,015
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

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<b>Statement of Comprehensive Income</b>					
Code	Accounting Title	2023/4/1To6/30	2022/4/1To6/30	2023/1/1To6/30	2022/1/1To6/30
	Operating revenue				
	Net sales revenue				
4100	Net sales revenue	303,106	304,388	759,080	572,593
	Service revenue				
4600	Total service revenue	11,336	4,136	22,034	7,265
4000	Total operating revenue	314,442	308,524	781,114	579,858
	Operating costs				
	Cost of sales				
5110	Total cost of sales	203,719	192,557	508,574	358,983
	Cost of services				
5600	Total cost of services	430	503	852	994
5000	Total operating costs	204,149	193,060	509,426	359,977
5900	Gross profit (loss) from operations	110,293	115,464	271,688	219,881
5950	Gross profit (loss) from operations	110,293	115,464	271,688	219,881
	Operating expenses				
6100	Selling expenses	65,805	56,481	125,664	106,207
6200	Administrative expenses	17,398	13,354	36,592	34,318
6300	Research and development expenses	49,815	38,761	92,019	72,608
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	680	-67	-2,410	-1,324
6000	Total operating expenses	133,698	108,529	251,865	211,809
6900	Net operating income (loss)	-23,405	6,935	19,823	8,072
	Non-operating income and expenses				
	Interest income				
7100	Total interest income	1,054	72	1,462	113
	Other income				
7010	Total other income	594	332	1,235	449
	Other gains and losses				
7020	Other gains and losses, net	6,429	3,800	5,964	8,073
	Finance costs				
7050	Finance costs, net	1,029	1,249	2,219	2,220
7000	Total non-operating income and expenses	7,048	2,955	6,442	6,415
7900	Profit (loss) from continuing operations before tax	-16,357	9,890	26,265	14,487
	Tax expense (income)				
7950	Total tax expense (income)	-3,545	2,550	4,887	3,509
8000	Profit (loss) from continuing operations	-12,812	7,340	21,378	10,978
8200	Profit (loss)	-12,812	7,340	21,378	10,978
	Other comprehensive income				
	Components of other comprehensive income that will be reclassified to profit or loss				
8361	Exchange differences on translation	1,516	3,484	865	9,078
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	303	697	173	1,816
8360	Components of other comprehensive income that will be reclassified to profit or loss	1,213	2,787	692	7,262
8300	Total other comprehensive income	1,213	2,787	692	7,262
8500	Total comprehensive income	-11,599	10,127	22,070	18,240
	Profit (loss), attributable to:				
8610	Profit (loss), attributable to owners of parent	-12,770	7,648	21,489	11,499
8620	Profit (loss), attributable to non-controlling interests	-42	-308	-111	-521
	Comprehensive income attributable to:				
8710	Comprehensive income, attributable to owners of parent	-11,557	10,435	22,181	18,761
8720	Comprehensive income, attributable to non-controlling interests	-42	-308	-111	-521
	Basic earnings per share				
9710	Basic earnings (loss) per share from continuing operations	-0.19	0.11	0.31	0.17
9750	Total basic earnings per share	-0.19	0.11	0.31	0.17
	Diluted earnings per share				
9810	Diluted earnings (loss) per share from continuing operations	-0.19	0.11	0.31	0.17
9850	Total diluted earnings per share	-0.19	0.11	0.31	0.17

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Statements of Cash Flows			
Code	Accounting Title	2023/1/1To6/30	2022/1/1To6/30
	Cash flows from (used in) operating activities, indirect method		
A00010	Profit (loss) from continuing operations before tax	26,265	14,487
A10000	Profit (loss) before tax	26,265	14,487
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	21,249	25,315
A20200	Amortization expense	2,326	2,683
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-2,410	-1,324
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	-4	0
A20900	Interest expense	2,219	2,220
A21200	Interest income	-1,462	-113
A23700	Impairment loss on non-financial assets	1,783	0
A24100	Unrealized foreign exchange loss (gain)	-2,425	-3,703
A29900	Other adjustments to reconcile profit (loss)	0	-106
A20010	Total adjustments to reconcile profit (loss)	21,276	24,972
	Changes in operating assets and liabilities		
	Changes in operating assets		
A31115	Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	4	0
A31130	Decrease (increase) in notes receivable	-193	-521
A31150	Decrease (increase) in accounts receivable	52,176	9,393
A31180	Decrease (increase) in other receivable	-2,071	22,298
A31200	Adjustments for decrease (increase) in inventories	110,180	-31,909
A31240	Adjustments for decrease (increase) in other current assets	4,193	-39,976
A31000	Total changes in operating assets	164,289	-40,715
	Changes in operating liabilities		
A32130	Increase (decrease) in notes payable	0	-125
A32150	Increase (decrease) in accounts payable	-39,299	-47,891
A32180	Increase (decrease) in other payable	-31,457	-46,310
A32230	Adjustments for increase (decrease) in other current liabilities	-1,683	12,784
A32240	Increase (decrease) in net defined benefit liability	2	-5
A32990	Increase (decrease) in other operating liabilities	3,968	15,550
A32000	Total changes in operating liabilities	-68,469	-65,997
A30000	Total changes in operating assets and liabilities	95,820	-106,712
A20000	Total adjustments	117,096	-81,740
A33000	Cash inflow (outflow) generated from operations	143,361	-67,253
A33100	Interest received	1,535	105
A33500	Income taxes refund (paid)	-5,970	-2,438
AAAA	Net cash flows from (used in) operating activities	138,926	-69,586
	Cash flows from (used in) investing activities		
B02700	Acquisition of property, plant and equipment	-8,088	-3,254
B04500	Acquisition of intangible assets	-617	-518
B06700	Increase in other non-current assets	-7,902	0
B06800	Decrease in other non-current assets	0	1,292
BBBB	Net cash flows from (used in) investing activities	-16,607	-2,480
	Cash flows from (used in) financing activities		
C00100	Increase in short-term loans	0	50,659
C00200	Decrease in short-term loans	-60,000	0
C01600	Proceeds from long-term debt	0	5,000
C01700	Repayments of long-term debt	-240	-9,584
C04020	Payments of lease liabilities	-12,811	-12,906
C05600	Interest paid	-2,198	-2,247
CCCC	Net cash flows from (used in) financing activities	-75,249	30,922
DDDD	Effect of exchange rate changes on cash and cash equivalents	-615	1,762
EEEE	Net increase (decrease) in cash and cash equivalents	46,455	-39,382
E00100	Cash and cash equivalents at beginning of period	216,779	189,779
E00200	Cash and cash equivalents at end of period	263,234	150,397
E00210	Cash and cash equivalents reported in the statement of financial position	263,234	150,397

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Statements of Change in Equity		3110	3100	3200	3310	3320	3350	3300	3410	3420	3400	31XX	36XX	3XXX
		Ordinaryshare	Totalsharecapital	Capitalsurplus	Legalreserve	Specialreserve	Unappropriatedretainedearnings(accumulateddeficit)	Totalretainedearnings	Exchangedifferencesontranslationofforeignfinancialstatements	Unrealisedgains(losses)onfinancialassetsmeasuredatfairvaluethroughothercomprehensiveincome	Totalotherequityinterest	Totalequityattributabletoownersofparent	Non-controllinginterests	Totalequity
A1	Equity at beginning of period	684,891	684,891	1,151	74,587	11,508	34,552	120,647	1,096	-2,180	-1,084	805,605	-279	805,326
B1	Legal reserve appropriated				3,411		-3,411	0				0		0
B5	Cash dividends of ordinary share						-41,093	-41,093				-41,093		-41,093
B17	Reversal of special reserve					-10,424	10,424	0				0		0
D1	Profit (loss)						21,489	21,489				21,489	-111	21,378
D3	Other comprehensive income								692		692	692		692
D5	Total comprehensive income						21,489	21,489	692		692	22,181	-111	22,070
M7	Changes in ownership interests in subsidiaries						-437	-437				-437	437	0
Y1	Total increase (decrease) in equity				3,411	-10,424	-13,028	-20,041	692		692	-19,349	326	-19,023
Z1	Equity at end of period	684,891	684,891	1,151	77,998	1,084	21,524	100,606	1,788	-2,180	-392	786,256	47	786,303

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Last year's Statements of Change in Equity		3110	3100	3200	3310	3320	3350	3300	3410	3420	3400	31XX	36XX	3XXX
		Ordinaryshare	Totalsharecapital	Capitalsurplus	Legalreserve	Specialreserve	Unappropriatedretainedearnings(accumulateddeficit)	Totalretainedearnings	Exchangedifferencesontranslationofforeignfinancialstatements	Unrealisedgains(losses)onfinancialassetsmeasuredatfairvaluethroughothercomprehensiveincome	Totalotherequityinterest	Totalequityattributabletoownersofparent	Non-controllinginterests	Totalequity
A1	Equity at beginning of period	684,891	684,891	1,151	70,936	3,062	36,507	110,505	-9,328	-2,180	-11,508	785,039	781	785,820
B1	Legal reserve appropriated				3,651		-3,651	0				0		0
B3	Special reserve appropriated					8,446	-8,446	0				0		0
B5	Cash dividends of ordinary share						-23,971	-23,971				-23,971		-23,971
D1	Profit (loss)						11,499	11,499				11,499	-521	10,978
D3	Other comprehensive income								7,262		7,262	7,262		7,262
D5	Total comprehensive income						11,499	11,499	7,262		7,262	18,761	-521	18,240
Y1	Total increase (decrease) in equity				3,651	8,446	-24,569	-12,472	7,262		7,262	-5,210	-521	-5,731
Z1	Equity at end of period	684,891	684,891	1,151	74,587	11,508	11,938	98,033	-2,066	-2,180	-4,246	779,829	260	780,089