

GETAC TECHNOLOGY CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
YEARS ENDED MARCH 31

(Expressed in Thousands of New Taiwan Dollars)
(The balance sheets as of March 31, 2019 and 2018 are reviewed, not audited)

Assets	Notes	March 31, 2019		December 31, 2018		March 31, 2018	
		AMOUNT	%	AMOUNT	%	AMOUNT	%
Current Assets							
1100	Cash and cash equivalents	\$ 4,729,777	17	\$ 5,180,581	18	\$ 5,040,005	19
1110	Financial assets at fair value						
	through profit or loss – current	7,063	-	2,196	-	6,155	-
1136	Current financial assets at						
	amortised cost, net	1,099,512	4	991,575	4	834,596	3
1150	Notes receivable – net	595	-	1,611	-	764	-
1170	Accounts receivable – net	4,943,832	18	5,296,727	19	4,606,520	18
1180	Accounts receivable – related						
	parties	40,085	-	20,482	-	28,905	-
1200	Other receivables	127,179	-	295,365	1	222,561	1
130X	Inventories – net	4,621,095	17	4,814,346	17	4,175,726	16
1410	Prepayments	346,326	1	353,372	1	424,216	2
11XX	Total current assets	<u>15,915,464</u>	<u>57</u>	<u>16,956,255</u>	<u>60</u>	<u>15,339,448</u>	<u>59</u>
Non-current assets							
1517	Total non-current financial						
	assets at fair value through						
	other comprehensive income	580,607	2	525,475	2	539,545	2
1550	Investments accounted for						
	under equity method	1,218,731	4	1,189,925	4	1,164,426	4
1600	Property, plant and equipment -						
	net	7,343,440	26	7,346,793	26	6,918,676	27
1755	Right-of-use assets	1,079,820	4	-	-	-	-
1760	Investment property - net	652,168	2	456,221	2	265,613	1
1780	Intangible assets	754,265	3	726,794	3	731,626	3
1840	Deferred income tax assets	281,414	1	281,491	1	263,953	1
1900	Other non-current assets	112,695	1	680,736	2	715,938	3
15XX	Total non-current assets	<u>12,023,140</u>	<u>43</u>	<u>11,207,435</u>	<u>40</u>	<u>10,599,777</u>	<u>41</u>
1XXX	TOTAL ASSETS	<u>\$ 27,938,604</u>	<u>100</u>	<u>\$ 28,163,690</u>	<u>100</u>	<u>\$ 25,939,225</u>	<u>100</u>

(Continued)

GETAC TECHNOLOGY CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
YEARS ENDED MARCH 31

(Expressed in Thousands of New Taiwan Dollars)

(The balance sheets as of March 31, 2019 and 2018 are reviewed, not audited)

Liabilities and Equity	Notes	March 31, 2019		December 31, 2018		March 31, 2018	
		AMOUNT	%	AMOUNT	%	AMOUNT	%
Current liabilities							
2100		\$ 193,840	1	\$ 111,420	-	\$ 359,437	1
2120							
				1,025	-	223	-
2130		209,470	1	258,980	1	185,502	1
2150		18,118	-	2,999	-	5,993	-
2170		3,189,260	11	4,145,996	15	3,271,034	13
2180	7						
		17,518	-	59,656	-	37,287	-
2200		2,404,437	9	3,060,912	11	2,329,208	9
2230		440,051	1	390,975	1	311,951	1
2250							
		201,743	1	216,209	1	198,311	1
2280		112,660	-	-	-	-	-
2320							
		255,072	1	305,806	1	378,744	1
2365		250,984	1	270,874	1	251,170	1
2399		306,723	1	209,673	1	228,213	1
21XX		<u>7,599,876</u>	<u>27</u>	<u>9,034,525</u>	<u>32</u>	<u>7,557,073</u>	<u>29</u>
Non-current liabilities							
2527							
		520,432	2	405,764	1	315,115	1
2540		1,774,455	6	1,819,561	7	1,504,439	6
2550							
		387,437	1	390,354	1	288,820	1
2570		37,021	-	7,077	-	63,515	-
2580		407,133	2	-	-	-	-
2600		183,994	1	184,368	1	170,670	1
25XX		<u>3,310,472</u>	<u>12</u>	<u>2,807,124</u>	<u>10</u>	<u>2,342,559</u>	<u>9</u>
2XXX		<u>10,910,348</u>	<u>39</u>	<u>11,841,649</u>	<u>42</u>	<u>9,899,632</u>	<u>38</u>
Equity attributable to owners of the parent							
Share capital							
3110		5,794,752	21	5,791,652	21	5,831,192	22
Capital surplus							
3200		2,953,786	10	2,938,630	11	2,919,826	11
Retained earnings							
3310		1,518,353	5	1,518,353	5	1,327,339	5
3320		318,032	1	318,032	1	19,660	-
3350							
		4,912,122	18	4,579,845	16	4,811,775	19
Other equity							
3400		(106,049)	-	(393,336)	(2)	(261,774)	(1)
3500		-	-	-	-	(94,902)	-
31XX		<u>15,390,996</u>	<u>55</u>	<u>14,753,176</u>	<u>52</u>	<u>14,553,116</u>	<u>56</u>
36XX		<u>1,637,260</u>	<u>6</u>	<u>1,568,865</u>	<u>6</u>	<u>1,486,477</u>	<u>6</u>
3XXX		<u>17,028,256</u>	<u>61</u>	<u>16,322,041</u>	<u>58</u>	<u>16,039,593</u>	<u>62</u>
Significant Contingent Liabilities and Unrecognised Contract Commitments							
3X2X		<u>\$ 27,938,604</u>	<u>100</u>	<u>\$ 28,163,690</u>	<u>100</u>	<u>\$ 25,939,225</u>	<u>100</u>
TOTAL LIABILITIES AND EQUITY							

The accompanying notes are an integral part of these consolidated financial statements.

GETAC TECHNOLOGY CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(Expressed in Thousands of New Taiwan Dollars, except as otherwise indicated)
(UNAUDITED)

Items	Notes	Three-month ended March 31			
		2019		2018	
		AMOUNT	%	AMOUNT	%
4000	Operating Revenues	\$ 5,684,464	100	\$ 5,555,973	100
5000	Operating Costs	(4,207,026)	(74)	(4,162,394)	(75)
5900	Gross Profit	<u>1,477,438</u>	<u>26</u>	<u>1,393,579</u>	<u>25</u>
	Operating Expenses				
6100	Selling expenses	(505,645)	(9)	(408,239)	(7)
6200	Administrative expenses	(272,031)	(5)	(286,948)	(5)
6300	Research and development expenses	(266,083)	(4)	(236,349)	(4)
6000	Total operating expenses	(1,043,759)	(18)	(931,536)	(16)
6500	Other income and expenses - net	<u>16,763</u>	<u>-</u>	<u>12,539</u>	<u>-</u>
6900	Operating profit	<u>450,442</u>	<u>8</u>	<u>474,582</u>	<u>9</u>
	Non-operating income and expenses				
7010	Other income	23,238	-	35,618	-
7020	Other gains and losses	4,916	-	102,824	2
7050	Finance costs	(10,060)	-	(8,003)	-
7060	Share of profit(loss) of associates and joint ventures accounted for under equity method	<u>1,993</u>	<u>-</u>	<u>(7,072)</u>	<u>-</u>
7000	Total non-operating income and expenses	<u>20,087</u>	<u>-</u>	<u>123,367</u>	<u>2</u>
7900	Profit before income tax	470,529	8	597,949	11
7950	Income tax expense	(88,757)	(1)	(97,730)	(2)
8200	Profit for the period	<u>\$ 381,772</u>	<u>7</u>	<u>\$ 500,219</u>	<u>9</u>

(Continued)

GETAC TECHNOLOGY CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(Expressed in Thousands of New Taiwan Dollars, except as otherwise indicated)
(UNAUDITED)

Items	Notes	Three-month ended March 31			
		2019		2018	
		AMOUNT	%	AMOUNT	%
Other comprehensive income (net)					
Items that will not be reclassified subsequently to profit or loss					
8316 Unrealized value gain on equity instrument at fair value through comprehensive income		\$ 77,784	1	\$ 5,787	-
8320 Share of other comprehensive (loss) income of associates and joint ventures		(6,278)	-	10,700	-
8310 Components of other comprehensive income that will not be reclassified to profit or loss		<u>71,506</u>	<u>1</u>	<u>16,487</u>	<u>-</u>
Items that will be reclassified subsequently to profit or loss					
8361 Exchange differences arising on translation of foreign operations		236,442	4	42,288	1
8370 Share of other comprehensive income (loss) of associates and joint ventures		490	-	(3,130)	-
8399 Income tax related to items that may be reclassified subsequently		(2,098)	-	(1,334)	-
8360 Components of other comprehensive income that will be reclassified to profit or loss		<u>234,834</u>	<u>4</u>	<u>37,824</u>	<u>1</u>
8300 Other comprehensive income for the period, net of tax		<u>\$ 306,340</u>	<u>5</u>	<u>\$ 54,311</u>	<u>1</u>
8500 Total comprehensive income for the period		<u>\$ 688,112</u>	<u>12</u>	<u>\$ 554,530</u>	<u>10</u>
Profit attributable to:					
8610 Owners of the parent		<u>\$ 332,504</u>	<u>6</u>	<u>\$ 466,501</u>	<u>8</u>
8620 Non-controlling interest		<u>\$ 49,268</u>	<u>1</u>	<u>\$ 33,718</u>	<u>1</u>
Total comprehensive income attributable to:					
8710 Owners of the parent		<u>\$ 619,717</u>	<u>11</u>	<u>\$ 509,256</u>	<u>9</u>
8720 Non-controlling interest		<u>\$ 68,395</u>	<u>1</u>	<u>\$ 45,274</u>	<u>1</u>
Basic earnings per share					
9750 Net income attributable to owners of the parent		<u>\$</u>	<u>0.57</u>	<u>\$</u>	<u>0.81</u>
Diluted earnings per share					
9850 Net income attributable to owners of the parent		<u>\$</u>	<u>0.57</u>	<u>\$</u>	<u>0.81</u>

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GETAC TECHNOLOGY CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(Expressed in Thousands of New Taiwan Dollars)
(UNAUDITED)

Notes	Equity attributable to owners of the parent												Non-controlling interest	Total equity
	Retained Earnings					Other equity interest								
	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Currency translation differences	Total Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Unrealized gain or loss on available-for-sale financial assets	Other equity - others	Treasury stocks	Total			
For the three-month period ended March 31, 2018														
Balance at January 1, 2018	\$ 5,715,502	\$ 2,575,181	\$ 1,327,339	\$ 19,660	\$ 4,339,118	(\$ 187,569)	\$ -	(\$ 110,804)	\$ -	(\$ 94,902)	\$ 13,583,525	\$ 1,441,203	\$ 15,024,728	
Retrospective application and effect of retrospective restatement	-	-	-	-	5,089	-	(115,893)	110,804	-	-	-	-	-	
Balance at January 1 after adjustments	<u>5,715,502</u>	<u>2,575,181</u>	<u>1,327,339</u>	<u>19,660</u>	<u>4,344,207</u>	<u>(187,569)</u>	<u>(115,893)</u>	<u>-</u>	<u>-</u>	<u>(94,902)</u>	<u>13,583,525</u>	<u>1,441,203</u>	<u>15,024,728</u>	
Net income for the period	-	-	-	-	466,501	-	-	-	-	-	466,501	33,718	500,219	
Other comprehensive income for the period	-	-	-	-	-	26,268	16,487	-	-	-	42,755	11,556	54,311	
Total comprehensive income	-	-	-	-	<u>466,501</u>	<u>26,268</u>	<u>16,487</u>	-	-	-	<u>509,256</u>	<u>45,274</u>	<u>554,530</u>	
Exercise of employee stock options	8,250	990	-	-	-	-	-	-	-	-	9,240	-	9,240	
Change in associates and joint ventures accounted for under equity method	-	693	-	-	-	-	-	-	-	-	693	-	693	
Compensation cost of share-based payment	-	10,972	-	-	-	-	-	-	-	-	10,972	-	10,972	
Issuance of shares	107,440	331,990	-	-	-	-	-	-	-	-	439,430	-	439,430	
Disposal of financial asset at fair value through comprehensive income	-	-	-	-	1,067	-	(1,067)	-	-	-	-	-	-	
Balance at March 31, 2018	<u>\$ 5,831,192</u>	<u>\$ 2,919,826</u>	<u>\$ 1,327,339</u>	<u>\$ 19,660</u>	<u>\$ 4,811,775</u>	<u>(\$ 161,301)</u>	<u>(\$ 100,473)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(\$ 94,902)</u>	<u>\$ 14,553,116</u>	<u>\$ 1,486,477</u>	<u>\$ 16,039,593</u>	
For the three-month period ended March 31, 2019														
Balance at January 1, 2019	\$ 5,791,652	\$ 2,938,630	\$ 1,518,353	\$ 318,032	\$ 4,579,845	(\$ 185,478)	(\$ 207,858)	\$ -	\$ -	\$ -	\$ 14,753,176	\$ 1,568,865	\$ 16,322,041	
Retrospective application and effect of retrospective restatement	-	-	-	-	(153)	-	-	-	-	-	(153)	-	(153)	
Balance at January 1 after adjustments	<u>5,791,652</u>	<u>2,938,630</u>	<u>1,518,353</u>	<u>318,032</u>	<u>4,579,692</u>	<u>(185,478)</u>	<u>(207,858)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,753,023</u>	<u>1,568,865</u>	<u>16,321,888</u>	
Net income for the period	-	-	-	-	332,504	-	-	-	-	-	332,504	49,268	381,772	
Other comprehensive income for the period	-	-	-	-	-	215,707	71,506	-	-	-	287,213	19,127	306,340	
Total comprehensive income	-	-	-	-	<u>332,504</u>	<u>215,707</u>	<u>71,506</u>	-	-	-	<u>619,717</u>	<u>68,395</u>	<u>688,112</u>	
Exercise of employee stock options	3,100	186	-	-	-	-	-	-	-	-	3,286	-	3,286	
Change in associates and joint ventures accounted for under equity method	-	(629)	-	-	-	-	-	-	-	-	(629)	-	(629)	
Compensation cost of share-based payment	-	15,599	-	-	-	-	-	-	-	-	15,599	-	15,599	
Disposal of financial asset at fair value through comprehensive income	-	-	-	-	(74)	-	74	-	-	-	-	-	-	
Balance at March 31, 2019	<u>\$ 5,794,752</u>	<u>\$ 2,953,786</u>	<u>\$ 1,518,353</u>	<u>\$ 318,032</u>	<u>\$ 4,912,122</u>	<u>\$ 30,229</u>	<u>(\$ 136,278)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,390,996</u>	<u>\$ 1,637,260</u>	<u>\$ 17,028,256</u>	

The accompanying notes are an integral part of these consolidated financial statements.

GETAC TECHNOLOGY CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Expressed in Thousands of New Taiwan Dollars)

(UNAUDITED)

For the three-month periods ended
March 31,

	Notes	2019	2018
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax		\$ 470,529	\$ 597,949
Adjustments			
Adjustments to reconcile profit (loss)			
Reversal of provision for allowance for bad debts	(	1,652)	-
Depreciation		278,338	233,635
Amortization on intangible assets		10,744	13,979
Amortization on long-term prepaid rents		-	3,514
Gain on valuation of financial assets	(	5,888)	(8,965)
Interest expense		10,060	8,003
Interest income	(	16,457)	(12,172)
Gain on disposal of property, plant and equipment	(	6,598)	(559)
Share of (profit) loss of associates and joint ventures accounted for under equity method	(	1,993)	7,072
Compensation cost of share-based payment		15,599	10,972
Gain on disposal of investment		-	(111,293)
Changes in operating assets and liabilities			
Changes in operating assets			
Notes receivable – net		1,016	(730)
Accounts receivable		398,119	964,725
Accounts receivable - related parties	(	19,603)	28,999
Other receivables		166,036	25,603
Inventories		233,658	40,687
Prepayments	(	2,712)	(78,598)
Other non-current assets	(	3,078)	(18,644)
Changes in operating liabilities			
Contract liabilities		65,158	18,650
Notes payable		15,119	4,055
Accounts payable	(	893,738)	(458,656)
Accounts payable - related parties	(	42,138)	(4,112)
Other payables	(	672,179)	(428,714)
Provisions for liabilities	(	17,383)	38,355
Current refund liabilities	(	19,890)	19,936
Other current liabilities		97,050	(69,315)
Other non-current liabilities		<u>1,802</u>	<u>(6)</u>
Cash inflow generated from operations		59,919	824,370
Interest paid	(	8,804)	(8,254)
Interest received		18,757	9,621
Income tax paid	(<u>40,643</u>)	<u>(43,370)</u>
Net cash flows from operating activities		<u>29,229</u>	<u>782,367</u>

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GETAC TECHNOLOGY CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS

(Expressed in Thousands of New Taiwan Dollars)

(UNAUDITED)

For the three-month periods ended
March 31,

Notes	2019	2018
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
(Increase)decrease in financial assets measured at amortized cost-current	(\$ 107,937)	\$ 151,165
Proceeds from capital return of financial assets measured at cost – non-current	-	4,374
Acquisition of property, plant and equipment	(329,371)	(330,731)
Proceeds from disposal of property, plant and equipment	6,790	1,068
Acquisition of intangible assets	(7,150)	(4,948)
(Increase)decrease in refundable deposits	(1,318)	3,738
Decrease in other financial assets – non-current	17,888	323
Cash received through merger	-	12,980
Net cash flows used in investing activities	(421,098)	(162,031)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Increase(decrease) in short-term borrowings	82,420	(6,651)
Repayment of long-term borrowings	(95,840)	(39,877)
(Decrease)increase in deposits received	(2,176)	2,964
Repayment of lease liabilities	(24,880)	-
Proceeds from exercise of employee stock options	3,286	9,240
Net cash flows used in financing activities	(37,190)	(34,324)
Effects of changes in foreign exchange rates	(21,745)	14,120
Net (decrease) increase in cash and cash equivalents	(450,804)	600,132
Cash and cash equivalents at beginning of period	5,180,581	4,439,873
Cash and cash equivalents at end of period	\$ 4,729,777	\$ 5,040,005

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