

Financial Statement — Balance Sheet

Provided by: RUENTEX INDUSTRIES LIMITED

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2016/12/31	2015/12/31
Balance Sheet		
Assets		
Current assets		
Cash and cash equivalents		
Cash on hand	14,025	10,608
Cash in banks	1,022,908	1,063,359
Cash equivalents	1,525,909	322,622
Total cash and cash equivalents	2,562,842	1,396,589
Current available-for-sale financial assets		
Current available-for-sale financial assets, net	37,766	40,804
Notes receivable, net		
Notes receivable	10,201	21,364
Allowance for uncollectible accounts, notes receivable	460	460
Notes receivable, net	9,741	20,904
Accounts receivable, net		
Accounts receivable	290,182	275,911
Allowance for uncollectible accounts, accounts, installment, and lease payments receivable	4,610	4,642
Accounts receivable, net	285,572	271,269
Other receivables		
Other receivables, net	30,223	27,227
Inventories		
Inventories, merchandising business		
Merchandise inventory	397,149	364,878
Allowance for inventory valuation losses	5,596	6,231
Inventories, merchandising business, net	391,553	358,647
Inventories, manufacturing business		
Finished goods	723,144	775,661
Work in progress	28,477	42,643

Accounting Title	2016/12/31	2015/12/31
Raw materials	386,205	446,735
Supplies	26,279	27,272
Allowance for inventory valuation losses	338,090	292,481
Inventories, manufacturing business, net	826,015	999,830
Inventories (for construction business)		
Buildings and land held for sale	299,155	369,288
Parking space held for sale	0	868
Land held for construction site	2,160,876	2,160,876
Prepayment for land purchases	467	467
Allowance for inventory valuation losses	242,401	289,848
Inventories (for construction business), net	2,218,097	2,241,651
Total inventories	3,435,665	3,600,128
Prepayments		
Total prepayments	77,342	86,948
Other current assets		
Total other current assets	1,749	4,366
Total current assets	6,440,900	5,448,235
Non-current assets		
Non-current available-for-sale financial assets		
Non-current available-for-sale financial assets, net	5,892,072	10,083,877
Non-current financial assets at cost		
Non-current financial assets at cost, net	565,786	624,288
Non-current bond investment without active market		
Total Non-current investments in debt instrument without active market	320,300	100,300
Investments accounted for using equity method		
Investments accounted for using equity method, net	39,869,742	36,214,617
Property, plant and equipment		
Land, net		
Land, net	803,350	806,906
Land improvements, net		
Land improvements, net	3,289	3,289
Buildings and structures, net		
Buildings and structures, net	573,139	711,872

Accounting Title	2016/12/31	2015/12/31
Machinery and equipment, net		
Machinery and equipment, net	17,818	45,251
Transportation equipment, net		
Transportation equipment, net	1,843	3,699
Leasehold improvements, net		
Leasehold improvements, net	20,466	21,963
Other facilities, net		
Other facilities, net	286,087	288,894
Unfinished construction and equipment under acceptance	570	4,972
Total property, plant and equipment	1,706,562	1,886,846
Investment property, net		
Investment property, net	1,030,704	1,042,019
Intangible assets		
Computer software, net		
Computer software, net	6,372	9,013
Goodwill	448,530	456,460
Total intangible assets	454,902	465,473
Deferred tax assets	703,688	556,551
Other non-current assets		
Prepayments for business facilities	6,006	1,067
Guarantee deposits paid	116,770	112,307
Other non-current assets, others		
Total other non-current assets, others	40,300	49,413
Total other non-current assets	163,076	162,787
Total non-current assets	50,706,832	51,136,758
Total assets	57,147,732	56,584,993
Liabilities and equity		
Liabilities		
Current liabilities		
Short-term borrowings		
Bank loan	1,285,178	464,823
Total short-term borrowings	1,285,178	464,823
Short-term notes and bills payable		

Accounting Title	2016/12/31	2015/12/31
Short-term notes and bills payable	1,220,000	500,000
Discount on short-term notes and bills payable	1,272	298
Total short-term notes and bills payable	1,218,728	499,702
Notes payable		
Notes payable	48,210	83,929
Total notes payable	48,210	83,929
Notes payable to related parties		
Notes payable to related parties	4,584	4,713
Total notes payable to related parties	4,584	4,713
Accounts payable		
Accounts payable	691,732	713,165
Total accounts payable	691,732	713,165
Accounts payable to related parties		
Accounts payable to related parties	13,799	9,623
Total accounts payable to related parties	13,799	9,623
Other payables		
Wages and salaries payable	163,516	160,040
Payable on machinery and equipment	413	2,128
Dividends payable	92,572	70,047
Other payables, others	168,329	168,205
Total other payables	424,830	400,420
Current tax liabilities	0	42,758
Other current liabilities		
Long-term liabilities, current portion		
Total long-term liabilities, current portion	973,781	3,990,386
Other current liabilities, others	48,161	99,519
Total other current liabilities	1,021,942	4,089,905
Total current liabilities	4,709,003	6,309,038
Non-current liabilities		
Long-term borrowings		
Long-term bank loans	19,040,326	15,392,600
Total long-term borrowings	19,040,326	15,392,600
Deferred tax liabilities		
Total deferred tax liabilities	343,284	722,381

Accounting Title	2016/12/31	2015/12/31
Other non-current liabilities		
Net defined benefit liability, non-current	121,984	246,854
Guarantee deposits received	703,509	659,647
Other non-current liabilities, others	50,130	50,130
Total other non-current liabilities	875,623	956,631
Total non-current liabilities	20,259,233	17,071,612
Total liabilities	24,968,236	23,380,650
Equity		
Equity attributable to owners of parent		
Share capital		
Ordinary share	9,414,343	9,414,343
Total capital stock	9,414,343	9,414,343
Capital surplus		
Total capital surplus	12,234,502	12,198,040
Retained earnings		
Legal reserve	2,366,223	2,236,288
Special reserve	13,729,919	7,506,717
Unappropriated retained earnings (accumulated deficit)		
Total unappropriated retained earnings (accumulated deficit)	7,403,932	7,864,680
Total retained earnings	23,500,074	17,607,685
Other equity interest		
Total other equity interest	-25,121,020	-18,457,679
Treasury shares	655,691	655,691
Total equity attributable to owners of parent	19,372,208	20,106,698
Non-controlling interests	12,807,288	13,097,645
Total equity	32,179,496	33,204,343
Total liabilities and equity	57,147,732	56,584,993
Equivalent issue shares of advance receipts for ordinary share	0	0
Number of shares in entity held by entity and by its subsidiaries	46,914,600	46,914,600

Financial Statement — Income Statement

Provided by: RUENTEX INDUSTRIES LIMITED

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2016/4th	2015/4th
Statement of comprehensive income		
Operating revenue		
Net sales revenue		
Sales revenue		
Sales revenue	5,578,784	5,666,121
Total sales revenue	5,578,784	5,666,121
Sales returns	63,942	59,504
Sales discounts and allowances	10,246	5,794
Net sales revenue	5,504,596	5,600,823
Investment revenue (for investment business)		
Total investment revenue (for investment business)	2,783,902	2,825,214
Construction and engineering revenue		
Construction revenue (for construction business)		
Construction revenue (for construction business), net	79,353	29,105
Total construction and engineering revenue	79,353	29,105
Other operating revenue		
Other operating revenue, net	86,372	86,575
Total operating revenue	8,454,223	8,541,717
Operating costs		
Cost of sales		
Total cost of sales	4,418,386	4,922,971
Cost of construction and engineering service sales		
Cost of construction sales	43,250	20,064
Total cost of construction and engineering service sales	43,250	20,064
Total operating costs	4,461,636	4,943,035
Gross profit (loss) from operations	3,992,587	3,598,682
Gross profit (loss) from operations	3,992,587	3,598,682
Operating expenses		
Selling expenses		
Total selling expenses	1,195,478	1,224,869

Accounting Title	2016/4th	2015/4th
Administrative expenses		
Total administrative expenses	258,834	284,156
Total operating expenses	1,454,312	1,509,025
Net operating income (loss)	2,538,275	2,089,657
Non-operating income and expenses		
Other income		
Total other income	159,723	353,929
Other gains and losses		
Other gains and losses, net	-183,536	-587,252
Finance costs		
Finance costs, net	274,566	302,124
Share of profit (loss) of associates and joint ventures accounted for using equity method		
Share of profit (loss) of associates and joint ventures accounted for using equity method, net	6,750,263	6,027,870
Total non-operating income and expenses	6,451,884	5,492,423
Profit (loss) from continuing operations before tax	8,990,159	7,582,080
Tax expense (income)		
Total tax expense (income)	129,439	-484,265
Profit (loss) from continuing operations	8,860,720	8,066,345
Profit (loss)	8,860,720	8,066,345
Other comprehensive income		
Components of other comprehensive income that will not be reclassified to profit or loss		
Gains (losses) on remeasurements of defined benefit plans	-17,593	-25,371
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		
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	-38,052	-109,069
Components of other comprehensive income that will	-55,645	-134,440

Accounting Title	2016/4th	2015/4th
not be reclassified to profit or loss		
Components of other comprehensive income that will be reclassified to profit or loss		
Exchange differences on translation	-1,880,705	-423,897
Unrealised gains (losses) on valuation of available-for-sale financial assets	-4,149,669	3,492,617
Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss		
Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	-2,284,479	-8,845,852
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-631,633	364,825
Components of other comprehensive income that will be reclassified to profit or loss	-7,683,220	-6,141,957
Other comprehensive income, net	-7,738,865	-6,276,397
Total comprehensive income	1,121,855	1,789,948
Profit (loss), attributable to:		
Profit (loss), attributable to owners of parent	7,454,520	7,606,963
Profit (loss), attributable to non-controlling interests	1,406,200	459,382
Comprehensive income attributable to:		
Comprehensive income, attributable to owners of parent	735,343	1,654,363
Comprehensive income, attributable to non-controlling interests	386,512	135,585
Basic earnings per share		
Basic earnings (loss) per share from continuing operations	8.40	8.57
Total basic earnings per share	8.40	8.57
Diluted earnings per share		
Diluted earnings (loss) per share from continuing operations	8.38	8.15
Total diluted earnings per share	8.38	8.15

Financial Statement — Statements of Cash Flows

Provided by: RUENTEX INDUSTRIES LIMITED

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2016/4th	2015/4th
Statement of cash flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	8,990,159	7,582,080
Profit (loss) before tax	8,990,159	7,582,080
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	160,252	284,834
Amortization expense	17,434	48,219
Provision (reversal of provision) for bad debt expense	-32	-10,524
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	0	3,748
Interest expense	274,566	302,124
Dividend income	-117,242	-392,904
Share of loss (profit) of associates and joint ventures accounted for using equity method	-9,426,316	-8,695,609
Loss (gain) on disposal of property, plan and equipment	612	-8,314
Property, plan and equipment transferred to expenses	79,749	1,171,941
Loss (gain) on disposal of investment properties	3	0
Loss (gain) on disposal of investments	-44,285	-36,736
Impairment loss on financial assets	88,167	0
Impairment loss on non-financial assets	10,377	332,527
Reversal of impairment loss on non-financial assets	-2,473	46,440
Unrealized foreign exchange loss (gain)	-14,573	15,441
Other adjustments to reconcile profit (loss)	0	-778,161
Total adjustments to reconcile profit (loss)	-8,973,761	-7,716,974
Changes in operating assets and liabilities		
Changes in operating assets		

Accounting Title	2016/4th	2015/4th
Decrease (increase) in notes receivable	11,163	-3,042
Decrease (increase) in accounts receivable	-15,464	111,444
Decrease (increase) in other receivable	-2,055	12,636
Decrease (increase) in inventories	169,573	-1,953,247
Decrease (increase) in prepayments	12,031	14,551
Decrease (increase) in other current assets	935	11,423
Total changes in operating assets	176,183	-1,806,235
Changes in operating liabilities		
Increase (decrease) in notes payable	-35,848	-29,530
Increase (decrease) in accounts payable	-17,257	32,531
Increase (decrease) in other payable	24,260	-126,318
Increase (decrease) in other current liabilities	-193,821	-40,228
Total changes in operating liabilities	-222,666	-163,545
Total changes in operating assets and liabilities	-46,483	-1,969,780
Total adjustments	-9,020,244	-9,686,754
Cash inflow (outflow) generated from operations	-30,085	-2,104,674
Interest paid	-269,828	-185,663
Income taxes refund (paid)	-68,317	-97,021
Net cash flows from (used in) operating activities	-368,230	-2,387,358
Cash flows from (used in) investing activities		
Proceeds from disposal of financial assets at fair value through profit or loss, designated as upon initial recognition	0	12,450
Acquisition of available-for-sale financial assets	-5,550	-3,033,044
Proceeds from disposal of available-for-sale financial assets	73,776	1,459,586
Acquisition of investments in debt instrument without active market	-250,000	-43,000
Proceeds from disposal of investments in debt instrument without active market	30,000	125,555
Acquisition of financial assets at cost	-50,765	0
Proceeds from disposal of financial assets at cost	0	2,629
Proceeds from capital reduction of financial assets at cost	18,601	53,426
Acquisition of investments accounted for using equity method	0	-2,531,762
Proceeds from disposal of subsidiaries	0	-945

Accounting Title	2016/4th	2015/4th
Acquisition of property, plant and equipment	-41,171	-62,616
Proceeds from disposal of property, plant and equipment	283	11,744
Decrease in refundable deposits	-4,463	4,418
Acquisition of intangible assets	-1,411	-7,408
Acquisition of investment properties	-4,828	-1,321
Increase in other non-current assets	-14,646	-23,656
Decrease in prepayments for business facilities	-8,440	-4,099
Dividends received	1,730,989	2,712,984
Net cash flows from (used in) investing activities	1,472,375	-1,325,059
Cash flows from (used in) financing activities		
Decrease in short-term loans	820,355	706,267
Increase in short-term notes and bills payable	718,052	299,837
Repayments of bonds	-3,994,000	0
Proceeds from long-term debt	30,958,200	29,735,000
Repayments of long-term debt	-26,336,693	-22,163,832
Decrease in guarantee deposits received	43,862	-14,934
Cash dividends paid	-1,465,010	-5,493,788
Change in non-controlling interests	-676,869	-672,531
Net cash flows from (used in) financing activities	67,897	2,396,019
Effect of exchange rate changes on cash and cash equivalents	-5,789	-6,881
Net increase (decrease) in cash and cash equivalents	1,166,253	-1,323,279
Cash and cash equivalents at beginning of period	1,396,589	2,719,868
Cash and cash equivalents at end of period	2,562,842	1,396,589
Cash and cash equivalents reported in the statement of financial position	2,562,842	1,396,589

Financial Statement — Statements of Changes in Stockholders' Equity

Provided by: RUENTEX INDUSTRIES LIMITED

Finacial year: Yearly

Unit: NT\$ thousand

	2016/12/31 Statement of Stockholders' Equity														
	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	Unrealized gains (losses) on available-for-sale financial assets	Gains (losses) on effective portion of cash flow hedges	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	9,414,343	9,414,343	12,198,040	2,236,288	7,506,717	7,864,680	17,607,685	568,408	-19,027,317	1,230	-18,457,679	-655,691	20,106,698	13,097,645	33,204,343
Legal reserve appropriated				760,696		-760,696	0						0		0
Special reserve appropriated					6,223,202	-6,223,202	0						0		0
Cash dividends of ordinary share			41,285	-630,761		-875,534	-1,506,295						-1,465,010		-1,465,010
Changes in equity of associates and joint ventures accounted for using			-4,823										-4,823		-4,823
Profit (loss)						7,454,520	7,454,520						7,454,520	1,406,200	8,860,720
Other comprehensive income						-55,836	-55,836	-910,207	-5,752,630	-504	-6,663,341		-6,719,177	-1,019,688	-7,738,865
Total comprehensive income						7,398,684	7,398,684	-910,207	-5,752,630	-504	-6,663,341		735,343	386,512	1,121,855
Changes in non-controlling interests													0	-676,869	-676,869
Total increase (decrease) in equity	0	0	36,462	129,935	6,223,202	-460,748	5,892,389	-910,207	-5,752,630	-504	-6,663,341	0	-734,490	-290,357	-1,024,847
Equity at end of period	9,414,343	9,414,343	12,234,502	2,366,223	13,729,919	7,403,932	23,500,074	-341,799	-24,779,947	726	-25,121,020	-655,691	19,372,208	12,807,288	32,179,496

	2015/12/31 Statement of Stockholders' Equity														
	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	Unrealized gains (losses) on available-for-sale financial assets	Gains (losses) on effective portion of cash flow hedges	Total other equity interest	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Equity at beginning of period	9,414,343	9,414,343	12,624,776	1,556,976	7,506,717	6,732,106	15,795,799	948,780	-13,587,216	-230	-12,638,666	-655,691	24,540,561	13,075,691	37,616,252
Equity at beginning of period after adjustments	9,414,343	9,414,343	12,624,776	1,556,976	7,506,717	6,732,106	15,795,799	948,780	-13,587,216	-230	-12,638,666	-655,691	24,540,561	13,075,691	37,616,252
Legal reserve appropriated				679,312		-679,312	0						0		0
Cash dividends of ordinary share			154,818			-5,648,606	-5,648,606						-5,493,788		-5,493,788
Changes in equity of associates and joint ventures accounted for using			-581,554			-12,884	-12,884						-594,438		-594,438
Profit (loss)						7,606,963	7,606,963						7,606,963	459,382	8,066,345
Other comprehensive income						-133,587	-133,587	-380,372	-5,440,101	1,460	-5,819,013		-5,952,600	-323,797	-6,276,397
Total comprehensive income						7,473,376	7,473,376	-380,372	-5,440,101	1,460	-5,819,013		1,654,363	135,585	1,789,948
Changes in non-controlling interests						0	0						0	-113,631	-113,631
Total increase (decrease) in equity	0	0	-426,736	679,312	0	1,132,574	1,811,886	-380,372	-5,440,101	1,460	-5,819,013	0	-4,433,863	21,954	-4,411,909
Equity at end of period	9,414,343	9,414,343	12,198,040	2,236,288	7,506,717	7,864,680	17,607,685	568,408	-19,027,317	1,230	-18,457,679	-655,691	20,106,698	13,097,645	33,204,343