

AERO WIN TECHNOLOGY CORPORATION

BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

	September 30, 2021 (Reviewed)		December 31, 2020 (Audited)		September 30, 2020 (Reviewed)	
	Amount	%	Amount	%	Amount	%
ASSETS						
CURRENT ASSETS						
Cash and cash equivalents	\$ 288,263	22	\$ 366,333	26	\$ 331,874	23
Accounts receivable, net	64,051	5	32,209	2	64,960	4
Other receivables	10,841	1	1,804	-	2,755	-
Current tax assets	13	-	13	-	13	-
Inventories, net	374,753	29	423,835	30	432,567	30
Prepayments	4,275	-	4,566	-	4,096	-
Other current assets	10,829	1	12,381	1	16,223	1
Total current assets	<u>753,025</u>	<u>58</u>	<u>841,141</u>	<u>59</u>	<u>852,488</u>	<u>58</u>
NONCURRENT ASSETS						
Property, plant and equipment	503,543	39	547,799	38	562,374	38
Right-of-use asset	983	-	1,880	-	1,064	-
Intangible assets	17,149	1	20,805	1	22,015	2
Deferred income tax assets	9,728	1	8,271	1	7,439	1
Other noncurrent assets	14,198	1	14,539	1	18,064	1
Total noncurrent assets	<u>545,601</u>	<u>42</u>	<u>593,294</u>	<u>41</u>	<u>610,956</u>	<u>42</u>
TOTAL	<u>\$ 1,298,626</u>	<u>100</u>	<u>\$ 1,434,435</u>	<u>100</u>	<u>\$ 1,463,444</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings	\$ 50,000	4	\$ 60,000	4	\$ 50,000	3
Notes payable	41	-	174	-	52	-
Accounts payable	20,983	2	17,840	1	11,484	1
Other payables	35,182	3	36,763	3	38,037	3
Lease liabilities-Current	759	-	1,182	-	786	-
Current portion of long-term borrowings	215,793	17	78,153	6	78,153	5
Other current liabilities	1,395	-	1,303	-	1,408	-
Total current liabilities	<u>324,153</u>	<u>26</u>	<u>195,415</u>	<u>14</u>	<u>179,920</u>	<u>12</u>
NONCURRENT LIABILITIES						
Long term borrowings	191,037	14	373,991	26	393,529	27
Deferred income tax liabilities	39	-	-	-	-	-
Lease liabilities-Noncurrent	232	-	709	-	289	-
Net defined benefit liability	11,226	1	11,232	1	13,597	1
Total noncurrent liabilities	<u>202,534</u>	<u>15</u>	<u>385,932</u>	<u>27</u>	<u>407,415</u>	<u>28</u>
Total liabilities	<u>526,687</u>	<u>41</u>	<u>581,347</u>	<u>41</u>	<u>587,335</u>	<u>40</u>
EQUITY ATTRIBUTABLE TO SHAREHOLDERS						
Capital	685,735	53	685,735	48	685,735	47
Capital surplus						
Additional paid-In Capital-Common Stock	53,007	4	53,007	3	53,007	4
Others	257	-	257	-	257	-
	<u>53,264</u>	<u>4</u>	<u>53,264</u>	<u>3</u>	<u>53,264</u>	<u>4</u>
Retained earnings						
Appropriated as legal capital reserve	56,137	4	56,137	4	56,137	4
Unappropriated earnings (or accumulated deficit)	(23,197)	(2)	57,952	4	80,973	5
	<u>32,940</u>	<u>2</u>	<u>114,089</u>	<u>8</u>	<u>137,110</u>	<u>9</u>
Total shareholders' equity	<u>771,939</u>	<u>59</u>	<u>853,088</u>	<u>59</u>	<u>876,109</u>	<u>60</u>
TOTAL	<u>\$ 1,298,626</u>	<u>100</u>	<u>\$ 1,434,435</u>	<u>100</u>	<u>\$ 1,463,444</u>	<u>100</u>

AERO WIN TECHNOLOGY CORPORATION

STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2021		2020		2021		2020	
	Amount	%	Amount	%	Amount	%	Amount	%
NET REVENUE	\$ 92,040	100	\$ 73,407	100	\$ 255,371	100	\$ 329,913	100
COST OF REVENUE	94,937	103	81,906	112	286,247	112	290,404	88
GROSS PROFIT	(2,897)	(3)	(8,499)	(12)	(30,876)	(12)	39,509	12
OPERATING EXPENSES								
Sales and marketing	4,230	5	2,711	4	11,441	4	10,093	3
General and administrative	7,248	8	6,576	9	21,940	9	22,516	7
Research and development	7,569	8	9,682	13	24,661	10	38,310	12
Total operating expenses	19,047	21	18,969	26	58,042	23	70,919	22
INCOME FROM OPERATIONS	(21,944)	(24)	(27,468)	(38)	(88,918)	(35)	(31,410)	(10)
NON-OPERATING INCOME AND EXPENSES								
Interest revenues	20	-	40	-	73	-	285	-
Other income	30	-	30	-	90	-	90	-
Other gains and losses	7,978	9	4,560	6	9,918	4	15,649	5
Finance costs	(1,203)	(1)	(1,196)	(1)	(3,730)	(1)	(3,451)	(1)
Total non-operating income and expenses	6,825	8	3,434	5	6,351	3	12,573	4
INCOME BEFORE INCOME TAX	(15,119)	(16)	(24,034)	(33)	(82,567)	(32)	(18,837)	(6)
INCOME TAX EXPENSE (OR BENEFIT)	15	-	(636)	(1)	(1,418)	-	(3,156)	(1)
NET INCOME (LOSS)	(15,134)	(16)	(23,398)	(32)	(81,149)	(32)	(15,681)	(5)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(\$ 15,134)	(16)	(\$ 23,398)	(32)	(\$ 81,149)	(32)	(\$ 15,681)	(5)
EARNINGS PER SHARE (NT\$)								
Basic earnings per share	(\$ 0.22)		(\$ 0.34)		(\$ 1.18)		(\$ 0.23)	
Diluted earnings per share	(0.22)		(0.34)		(1.18)		(0.23)	