

4726 Mycenax Biotech Inc.
2019Q1 Individual Financial Report

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Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2019/3/31	2018/12/31	2018/3/31
	Assets			
	Current assets			
1100	Cash and cash equivalents	580,373	215,745	370,282
1101	Cash on hand	175	176	138
1103	Cash in banks	457,738	184,854	219,381
1107	Cash equivalents	122,460	30,715	150,763
1136	Current financial assets at amortised cost	39,082	88,599	188,640
1140	Current contract assets	6,059	0	0
1141	Current contract assets	6,059	0	0
1170	Accounts receivable, net	49,069	50,535	18,716
1172	Accounts receivable	49,069	50,535	18,716
1180	Accounts receivable due from related parties, net	1,554	293	99
1181	Accounts receivable due from related parties	1,554	293	99
1200	Other receivables	11,784	9,771	3,201
130X	Current inventories	59,391	60,417	56,172
1310	Inventories, manufacturing business	59,391	60,417	56,172
1311	Current finished goods	1,074	165	0
1314	Current work in progress	68	0	0
1315	Current raw materials	69,977	71,276	61,293
1319	Allowance for inventory valuation losses	(11,728)	(11,024)	(5,121)
1410	Prepayments	27,925	22,671	16,200
1470	Other current assets	33,247	17,512	14,145
1476	Other current financial assets	10,000	10,000	12,601
1479	Other current assets, others	4,434	2,011	1,544
1482	Current assets recognised from costs to fulfil contracts with customers	18,813	5,501	0
11XX	Total current assets	808,484	465,543	667,455
	Non-current assets			
1517	Non-current financial assets at fair value through other comprehensive income	121,879	137,581	115,790
1600	Property, plant and equipment	571,578	424,892	356,178
1615	Machinery and equipment, net	270,337	243,350	202,603
1616	Machinery and equipment, cost	540,465	471,178	392,854
1618	Accumulated depreciation, machinery and equipment	(270,128)	(227,828)	(190,251)
1690	Office equipment, net	9,891	9,759	7,921
1691	Office equipment, cost	19,082	17,266	13,348
1693	Accumulated depreciation, office equipment	(9,191)	(7,507)	(5,427)
1730	Leasehold improvements, net	136,949	130,341	145,654
1731	Leasehold improvements, cost	237,775	221,584	218,355
1733	Accumulated depreciation, leasehold improvements	(100,826)	(91,243)	(72,701)
1740	Unfinished construction and equipment under acceptance	154,401	41,442	0
1755	Right-of-use assets	46,931	0	0
175A	Right-of-use assets, land, net	17,419	0	0
175C	Right-of-use assets, buildings and structures, net	28,398	0	0

175E	Right-of-use assets, transportation equipment, net	1,114	0	0
1780	Intangible assets	86,424	12,993	1,670
1801	Computer software, net	12,559	12,993	1,670
1805	Goodwill	23,919	0	0
1811	Acquired special technology, net	36,327	0	0
1812	Acquired special technology	36,327	0	0
1821	Other intangible assets, net	13,619	0	0
1822	Other intangible assets	13,619	0	0
1840	Deferred tax assets	72,916	69,438	63,376
1900	Other non-current assets	5,094	8,268	37,095
1915	Prepayments for business facilities	1,183	5,101	23,439
1920	Guarantee deposits paid	3,911	2,983	2,876
1990	Other non-current assets, others	0	184	10,780
15XX	Total non-current assets	904,822	653,172	574,109
1XXX	Total assets	1,713,306	1,118,715	1,241,564
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2130	Current contract liabilities	73,989	44,199	6,898
2170	Accounts payable	23,194	39,887	13,703
2171	Accounts payable	23,194	39,887	13,703
2200	Other payables	57,578	95,610	72,538
2201	Wages and salaries payable	21,514	30,664	22,356
2204	Estimated expense payable	5,594	8,638	5,319
2213	Payable on machinery and equipment	2,252	9,906	8,928
2219	Other payables, others	28,218	46,402	35,935
2220	Other payables to related parties	131,000	19	0
2280	Current lease liabilities	10,731	0	0
2300	Other current liabilities	9,251	336	546
2320	Long-term liabilities, current portion	8,419	0	0
2399	Other current liabilities, others	832	336	546
21XX	Total current liabilities	305,743	180,051	93,685
	Non-current liabilities			
2540	Non-current portion of non-current borrowings	98,879	0	0
2570	Deferred tax liabilities	2,985	1,765	0
2580	Non-current lease liabilities	36,308	0	0
2600	Other non-current liabilities	30,041	29,884	41,139
2610	Long-term notes and accounts payable	28,737	28,559	37,620
2640	Net defined benefit liability, non-current	1,304	1,325	3,519
25XX	Total non-current liabilities	168,213	31,649	41,139
2XXX	Total liabilities	473,956	211,700	134,824
	Equity			
	Share capital			
3110	Ordinary share	1,279,545	1,099,545	1,121,545
3100	Total capital stock	1,279,545	1,099,545	1,121,545
	Capital surplus			

3210	Capital surplus, additional paid-in capital	482,901	261,501	266,733
3211	Capital surplus, additional paid-in capital arising from ordinary share	482,901	261,501	266,733
3220	Capital surplus, treasury share transactions	0	0	2,812
3271	Capital surplus, employee share options	39,363	39,285	34,144
3200	Total capital surplus	522,264	300,786	303,689
	Retained earnings			
3350	Unappropriated retained earnings (accumulated deficit)	(571,857)	(519,697)	(259,673)
3351	Accumulated profit and loss	(571,857)	(519,697)	(259,673)
3300	Total retained earnings	(571,857)	(519,697)	(259,673)
	Other equity interest			
3420	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	9,398	26,381	28,790
3400	Total other equity interest	9,398	26,381	28,790
3500	Treasury shares	(0)	(0)	(87,611)
3XXX	Total equity	1,239,350	907,015	1,106,740
3X2X	Total liabilities and equity	1,713,306	1,118,715	1,241,564
3997	Number of share capital awaiting retirement	0	0	0
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	2,200,000

Unit: NT\$ thousands EPS Unit: NT\$

Statement of Comprehensive Income				
Code	Accounting Title	2019/1/1To3/31	2018/1/1To3/31	
	Operating revenue			
4000	Total operating revenue	66,382	17,447	
	Operating costs			
5000	Total operating costs	43,110	40,746	
5900	Gross profit (loss) from operations	23,272	(23,299)	
5950	Gross profit (loss) from operations	23,272	(23,299)	
	Operating expenses			
6100	Selling expenses	3,448	2,355	
6200	Administrative expenses	8,149	8,847	
6300	Research and development expenses	69,872	34,848	
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	1,060	875	
6000	Total operating expenses	82,529	46,925	
6900	Net operating income (loss)	(59,257)	(70,224)	
	Non-operating income and expenses			
	Other income			
7100	Interest income	281	979	
7190	Other income, others	3,132	20	
7010	Total other income	3,413	999	
	Other gains and losses			
7230	Foreign exchange gains	1,102	0	
7630	Foreign exchange losses	0	7,585	
7020	Other gains and losses, net	1,102	(7,585)	
	Finance costs			
7050	Finance costs, net	466	74	
7000	Total non-operating income and expenses	4,049	(6,660)	

7900	Profit (loss) from continuing operations before tax	(55,208)	(76,884)
	Tax expense (income)		
7951	Current tax expense (income)	(3,048)	(6,634)
7950	Total tax expense (income)	(3,048)	(6,634)
8000	Profit (loss) from continuing operations	(52,160)	(70,250)
8200	Profit (loss)	(52,160)	(70,250)
	Other comprehensive income		
	Components of other comprehensive income that will not be reclassified to profit or loss		
8316	Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	(15,702)	0
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	1,281	(46)
8310	Components of other comprehensive income that will not be reclassified to profit or loss	(16,983)	46
8300	Other comprehensive income, net	(16,983)	46
8500	Total comprehensive income	(69,143)	(70,204)
	Basic earnings per share		
9750	Total basic earnings per share	(0.44)	(0.64)

Unit: NT\$ thousands

Statements of Cash Flows			
Code	Accounting Title	2019/1/1To3/31	2018/1/1To3/31
	Cash flows from (used in) operating activities, indirect method		
A00010	Profit (loss) from continuing operations before tax	(55,208)	(76,884)
A10000	Profit (loss) before tax	(55,208)	(76,884)
	Adjustments		
	Adjustments to reconcile profit (loss)		
A20100	Depreciation expense	25,190	17,870
A20200	Amortization expense	1,851	287
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	1,060	875
A20900	Interest expense	466	74
A21200	Interest income	(281)	(979)
A21900	Share-based payments	78	4,288
A23700	Impairment loss on non-financial assets	704	428
A20010	Total adjustments to reconcile profit (loss)	29,068	22,843
	Changes in operating assets and liabilities		
	Changes in operating assets		
A31125	Decrease (increase) in contract assets	3,770	0
A31150	Decrease (increase) in accounts receivable	3,959	47,713
A31160	Decrease (increase) in accounts receivable due from related parties	(1,262)	1,434
A31180	Decrease (increase) in other receivable	(2,082)	(2,083)
A31200	Decrease (increase) in inventories	322	(10,394)
A31230	Decrease (increase) in prepayments	(5,089)	(4,614)
A31240	Decrease (increase) in other current assets	(1,967)	200
A31280	Decrease (increase) in assets recognised from costs to fulfil contracts with customers	(13,312)	0
A31000	Total changes in operating assets	(15,661)	32,256
	Changes in operating liabilities		
A32125	Increase (decrease) in contract liabilities	25,472	5,015
A32150	Increase (decrease) in accounts payable	(16,693)	4,136
A32180	Increase (decrease) in other payable	(32,710)	(43,152)

A32190	Increase (decrease) in other payable to related parties	(19)	(321)
A32230	Increase (decrease) in other current liabilities	496	(512)
A32240	Increase (decrease) in net defined benefit liability	(21)	(14)
A32000	Total changes in operating liabilities	(23,475)	(34,848)
A30000	Total changes in operating assets and liabilities	(39,136)	(2,592)
A20000	Total adjustments	(10,068)	20,251
A33000	Cash inflow (outflow) generated from operations	(65,276)	(56,633)
A33300	Interest paid	(390)	0
A33500	Income taxes refund (paid)	(491)	1,301
AAAA	Net cash flows from (used in) operating activities	(66,157)	(55,332)
	Cash flows from (used in) investing activities		
B00050	Proceeds from disposal of financial assets at amortised cost	49,517	94,946
B02700	Acquisition of property, plant and equipment	(124,204)	(606)
B03700	Increase in refundable deposits	5	(80)
B04500	Acquisition of intangible assets	(46)	0
B06500	Increase in other financial assets	0	(3,493)
B07100	Increase in prepayments for business facilities	(812)	(8,337)
B07500	Interest received	350	1,123
BBBB	Net cash flows from (used in) investing activities	(75,190)	83,553
	Cash flows from (used in) financing activities		
C01600	Proceeds from long-term debt	107,298	0
C04020	Payments of lease liabilities	(2,723)	0
C04600	Proceeds from issuing shares	401,400	0
CCCC	Net cash flows from (used in) financing activities	505,975	0
DDDD	Effect of exchange rate changes on cash and cash equivalents	0	0
EEEE	Net increase (decrease) in cash and cash equivalents	364,628	28,221
E00100	Cash and cash equivalents at beginning of period	215,745	342,061
E00200	Cash and cash equivalents at end of period	580,373	370,282
E00210	Cash and cash equivalents reported in the statement of financial position	580,373	370,282
E00240	Other items qualifying for cash and cash equivalents under the definition of IAS 7	0	0

Unit: NT\$ thousands

Statements of Change in Equity		3110	3100	3200	3350	3300	3420	3400	3XXX
		Ordinary share	Total share capital	Capital surplus	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Total other equity interest	Total equity
A1	Equity at beginning of period	1,099,545	1,099,545	300,786	(519,697)	(519,697)	26,381	26,381	907,015
D1	Profit (loss)				(52,160)	(52,160)			(52,160)
D3	Other comprehensive income				0	0	(16,983)	(16,983)	(16,983)
D5	Total comprehensive income				(52,160)	(52,160)	(16,983)	(16,983)	(69,143)
E1	Issue of shares	180,000	180,000	221,400	0	0			401,400

N1	Share-based payments	0	0	78			0	0	78
Y1	Total increase (decrease) in equity	180,000	180,000	221,478	(52,160)	(52,160)	(16,983)	(16,983)	332,335
Z1	Equity at end of period	1,279,545	1,279,545	522,264	(571,857)	(571,857)	9,398	9,398	1,239,350

Unit: NT\$ thousands

Last year's Statements of Change in Equity											
		3110	3140	3100	3200	3350	3300	3420	3400	3500	3XXX
		Ordinary share	Advance receipts for share capital	Total share capital	Capital surplus	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Total other equity interest	Treasury shares	Total equity
A1	Equity at beginning of period	1,121,180	604	1,121,784	299,162	(189,469)	(189,469)	0	0	(87,611)	1,143,866
A3	Effects of retrospective application and retrospective restatement	0	0	0	0	0	0	28,790	28,790	0	28,790
A5	Equity at beginning of period after adjustments	1,121,180	604	1,121,784	299,162	(189,469)	(189,469)	28,790	28,790	(87,611)	1,172,656
D1	Profit (loss)	0	0	0	0	(70,250)	(70,250)	0	0		(70,250)
D3	Other comprehensive income	0	0	0	0	46	46	0	0		46
D5	Total comprehensive income	0	0	0	0	(70,204)	(70,204)	0	0		(70,204)
N1	Share-based payments	365	(604)	(239)	4,527	0	0	0	0		4,288
Y1	Total increase (decrease) in equity	365	(604)	(239)	4,527	(70,204)	(70,204)	0	0	0	(65,916)
Z1	Equity at end of period	1,121,545	0	1,121,545	303,689	(259,673)	(259,673)	28,790	28,790	(87,611)	1,106,740