

4726 Mycenax Biotech Inc.
2020Q2 Individual Financial Report

1

Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2020/6/30	2019/12/31	2019/6/30
	Assets			
	Current assets			
1100	Cash and cash equivalents	303,907	193,671	449,967
1101	Cash on hand	89	90	135
1103	Cash in banks	303,818	193,581	270,562
1107	Cash equivalents	0	0	179,270
1136	Current financial assets at amortised cost	9,582	84,760	29,473
1140	Current contract assets	0	0	0
1141	Current contract assets	0	0	0
1170	Accounts receivable, net	48,468	93,111	93,908
1172	Accounts receivable	48,468	93,111	93,908
1180	Accounts receivable due from related parties, net	9,728	10,602	1,445
1181	Accounts receivable due from related parties	9,728	10,602	1,445
1200	Other receivables	181	1,829	332
130X	Current inventories	69,750	56,123	58,259
1310	Inventories, manufacturing business	69,750	56,123	58,259
1311	Current finished goods	0	848	1,061
1314	Current work in progress	17	134	67
1315	Current raw materials	94,370	80,340	69,820
1319	Allowance for inventory valuation losses	(24,637)	(25,199)	(12,689)
1410	Prepayments	25,253	24,242	28,070
1470	Other current assets	65,911	30,621	22,199
1476	Other current financial assets	0	0	0
1479	Other current assets, others	4,533	7,954	4,782
1482	Current assets recognised from costs to fulfil contracts with customers	61,378	22,667	17,417
11XX	Total current assets	532,780	494,959	683,653
	Non-current assets			
1517	Non-current financial assets at fair value through other comprehensive income	226,040	149,305	169,354
1600	Property, plant and equipment	539,690	545,077	555,484
1615	Machinery and equipment, net	246,771	252,872	260,076
1616	Machinery and equipment, cost	565,783	551,606	546,667
1618	Accumulated depreciation, machinery and equipment	(319,012)	(298,734)	(286,591)
1690	Office equipment, net	8,154	9,969	9,959
1691	Office equipment, cost	21,713	21,727	19,962
1693	Accumulated depreciation, office equipment	(13,559)	(11,758)	(10,003)
1730	Leasehold improvements, net	104,772	117,679	130,577
1731	Leasehold improvements, cost	234,350	236,304	238,286
1733	Accumulated depreciation, leasehold improvements	(129,578)	(118,625)	(107,709)
1740	Unfinished construction and equipment under acceptance	179,993	164,557	154,872
1755	Right-of-use assets	44,840	47,762	56,109
175A	Right-of-use assets, land, net	16,340	16,685	17,175
175C	Right-of-use assets, buildings and structures, net	28,500	30,680	38,012
175E	Right-of-use assets, transportation equipment, net	0	397	922

1780	Intangible assets	66,745	74,850	83,034
1801	Computer software, net	10,690	11,671	12,730
1805	Goodwill	23,919	23,919	23,919
1811	Acquired special technology, net	24,354	29,143	33,933
1812	Acquired special technology	24,354	29,143	33,933
1821	Other intangible assets, net	7,782	10,117	12,452
1822	Other intangible assets	7,782	10,117	12,452
1840	Deferred tax assets	73,154	79,710	73,467
1900	Other non-current assets	20,716	16,331	8,970
1915	Prepayments for business facilities	13,816	9,653	5,110
1920	Guarantee deposits paid	4,321	4,119	3,860
1975	Net defined benefit asset, non-current	2,579	2,559	0
15XX	Total non-current assets	971,185	913,035	946,418
1XXX	Total assets	1,503,965	1,407,994	1,630,071
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2130	Current contract liabilities	71,792	91,686	70,465
2170	Accounts payable	31,621	24,699	31,876
2171	Accounts payable	31,621	24,699	31,876
2200	Other payables	82,149	87,979	65,290
2201	Wages and salaries payable	30,849	31,899	16,876
2204	Estimated expense payable	8,742	5,989	8,610
2213	Payable on machinery and equipment	17,470	15,288	8,595
2219	Other payables, others	25,088	34,803	31,209
2220	Other payables to related parties	44	13,328	13,155
2280	Current lease liabilities	13,936	13,623	14,344
2300	Other current liabilities	1,135	600	9,372
2320	Long-term liabilities, current portion	0	0	8,419
2399	Other current liabilities, others	1,135	600	953
21XX	Total current liabilities	200,677	231,915	204,502
	Non-current liabilities			
2540	Non-current portion of non-current borrowings	0	0	96,775
2570	Deferred tax liabilities	512	3,806	6,978
2580	Non-current lease liabilities	30,081	33,177	40,637
2600	Other non-current liabilities	36,692	37,143	30,201
2610	Long-term notes and accounts payable	36,692	37,143	28,915
2640	Net defined benefit liability, non-current	0	0	1,286
25XX	Total non-current liabilities	67,285	74,126	174,591
2XXX	Total liabilities	267,962	306,041	379,093
	Equity			
	Share capital			
3110	Ordinary share	1,279,545	1,279,545	1,279,545
3100	Total Share Capital	1,279,545	1,279,545	1,279,545
	Capital surplus			
3210	Capital surplus, additional paid-in capital	0	221,400	221,400
3211	Capital surplus, additional paid-in capital arising from ordinary share	0	221,400	221,400
3271	Capital surplus, employee share options	41,931	39,508	39,508

3200	Total capital surplus	41,931	260,908	260,908
	Retained earnings			
3350	Unappropriated retained earnings (accumulated deficit)	(193,753)	(473,311)	(340,650)
3351	Accumulated profit and loss	(193,753)	(473,311)	(340,650)
3300	Total retained earnings	(193,753)	(473,311)	(340,650)
	Other equity interest			
3420	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	108,280	34,811	51,175
3400	Total other equity interest	108,280	34,811	51,175
3XXX	Total equity	1,236,003	1,101,953	1,250,978
3X2X	Total liabilities and equity	1,503,965	1,407,994	1,630,071
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	0

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

Statement of Comprehensive Income					
Code	Accounting Title	2020/4/1To6/30	2019/4/1To6/30	2020/1/1To6/30	2019/1/1To6/30
	Operating revenue				
4000	Total operating revenue	268,972	114,928	338,833	181,310
	Operating costs				
5000	Total operating costs	140,032	65,401	201,949	108,511
5900	Gross profit (loss) from operations	128,940	49,527	136,884	72,799
5950	Gross profit (loss) from operations	128,940	49,527	136,884	72,799
	Operating expenses				
6100	Selling expenses	14,814	14,714	23,578	18,162
6200	Administrative expenses	14,583	10,021	24,391	18,170
6300	Research and development expenses	14,253	60,419	29,224	130,291
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	3,123	(707)	3,447	353
6000	Total operating expenses	46,773	84,447	80,640	166,976
6900	Net operating income (loss)	82,167	(34,920)	56,244	(94,177)
	Non-operating income and expenses				
	Interest income				
7100	Total interest income	722	1,439	1,324	1,720
	Other income				
7190	Other income, others	1,522	409	2,512	3,541
7010	Total other income	1,522	409	2,512	3,541
	Other gains and losses				
7230	Foreign exchange gains	0	1,058	0	2,160
7590	Miscellaneous disbursements	2,636	0	2,638	0
7630	Foreign exchange losses	3,570	0	759	0
7020	Other gains and losses, net	(6,206)	1,058	(3,397)	2,160
	Finance costs				
7050	Finance costs, net	622	534	1,185	1,000
7000	Total non-operating income and expenses	(4,584)	2,372	(746)	6,421
7900	Profit (loss) from continuing operations before tax	77,583	(32,548)	55,498	(87,756)
	Tax expense (income)				
7951	Current tax expense (income)	(1,065)	(2,254)	(1,547)	(5,302)
7950	Total tax expense (income)	(1,065)	(2,254)	(1,547)	(5,302)

8000	Profit (loss) from continuing operations	78,648	(30,294)	57,045	(82,454)
8200	Profit (loss)	78,648	(30,294)	57,045	(82,454)
	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	119,232	47,474	79,388	31,772
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	8,654	5,697	4,806	6,978
8310	Components of other comprehensive income that will not be reclassified to profit or loss	110,578	41,777	74,582	24,794
8300	Other comprehensive income, net	110,578	41,777	74,582	24,794
8500	Total comprehensive income	189,226	11,483	131,627	(57,660)
	Basic earnings per share				
9750	Total basic earnings per share	0.62	(0.24)	0.45	(0.67)
	Diluted earnings per share				
9850	Total diluted earnings per share	0.62	(0.24)	0.45	(0.67)

Unit: NT\$ thousands

Statements of Cash Flows				
Code	Accounting Title	2020/1/1To6/30	2019/1/1To6/30	
	Cash flows from (used in) operating activities, indirect method			
A00010	Profit (loss) from continuing operations before tax	55,498	(87,756)	
A10000	Profit (loss) before tax	55,498	(87,756)	
	Adjustments			
	Adjustments to reconcile profit (loss)			
A20100	Depreciation expense	56,040	53,958	
A20200	Amortization expense	8,105	6,092	
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	3,447	353	
A20900	Interest expense	1,185	1,000	
A21200	Interest income	(1,324)	(1,720)	
A21900	Share-based payments	2,423	223	
A22500	Loss (gain) on disposal of property, plan and equipment	2,632	0	
A23700	Impairment loss on non-financial assets	(562)	1,665	
A29900	Other adjustments to reconcile profit (loss)	(862)	0	
A20010	Total adjustments to reconcile profit (loss)	71,084	61,571	
	Changes in operating assets and liabilities			
	Changes in operating assets			
A31125	Decrease (increase) in contract assets	0	9,829	
A31150	Decrease (increase) in accounts receivable	41,145	(40,174)	
A31160	Decrease (increase) in accounts receivable due from related parties	924	(1,152)	
A31180	Decrease (increase) in other receivable	1,580	9,530	
A31200	Decrease (increase) in inventories	(13,065)	493	
A31230	Decrease (increase) in prepayments	(1,011)	(5,234)	
A31240	Decrease (increase) in other current assets	3,130	(2,633)	
A31280	Decrease (increase) in assets recognised from costs to fulfil contracts with customers	(38,711)	(11,916)	
A31000	Total changes in operating assets	(6,008)	(41,257)	
	Changes in operating liabilities			
A32125	Increase (decrease) in contract liabilities	(19,894)	21,948	
A32150	Increase (decrease) in accounts payable	6,922	(16,157)	
A32180	Increase (decrease) in other payable	(3,647)	(23,252)	

A32190	Increase (decrease) in other payable to related parties	(184)	36
A32230	Increase (decrease) in other current liabilities	258	617
A32240	Increase (decrease) in net defined benefit liability	(20)	(39)
A32000	Total changes in operating liabilities	(16,565)	(16,847)
A30000	Total changes in operating assets and liabilities	(22,573)	(58,104)
A20000	Total adjustments	48,511	3,467
A33000	Cash inflow (outflow) generated from operations	104,009	(84,289)
A33300	Interest paid	(774)	(1,160)
A33500	Income taxes refund (paid)	294	(175)
AAAA	Net cash flows from (used in) operating activities	103,529	(85,624)
	Cash flows from (used in) investing activities		
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income	2,653	0
B00050	Proceeds from disposal of financial assets at amortised cost	75,178	59,126
B02700	Acquisition of property, plant and equipment	(26,008)	(125,454)
B02800	Proceeds from disposal of property, plant and equipment	900	0
B03700	Increase in refundable deposits	(202)	56
B04500	Acquisition of intangible assets	0	(897)
B06600	Decrease in other financial assets	0	10,000
B07100	Increase in prepayments for business facilities	(26,561)	(4,739)
B07500	Interest received	1,393	1,629
B09900	Other investing activities	(13,100)	(117,900)
BBBB	Net cash flows from (used in) investing activities	14,253	(178,179)
	Cash flows from (used in) financing activities		
C01600	Proceeds from long-term debt	0	108,000
C01700	Repayments of long-term debt	0	(2,806)
C04020	Payments of lease liabilities	(7,546)	(8,569)
C04600	Proceeds from issuing shares	0	401,400
CCCC	Net cash flows from (used in) financing activities	(7,546)	498,025
DDDD	Effect of exchange rate changes on cash and cash equivalents	0	0
EEEE	Net increase (decrease) in cash and cash equivalents	110,236	234,222
E00100	Cash and cash equivalents at beginning of period	193,671	215,745
E00200	Cash and cash equivalents at end of period	303,907	449,967
E00210	Cash and cash equivalents reported in the statement of financial position	303,907	449,967
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	1,279,545	1,279,545	260,908	(473,311)	(473,311)	34,811	34,811	1,101,953
C11	Capital surplus used to offset accumulated deficits			(221,400)	221,400	221,400			0
D1	Profit (loss)				57,045	57,045			57,045
D3	Other comprehensive income				0	0	74,582	74,582	74,582

D5	Total comprehensive income				57,045	57,045	74,582	74,582	131,627
N1	Share-based payments	0	0	2,423			0	0	2,423
Q1	Disposal of investments in equity instruments designated at fair value through other comprehensive income	0	0	0	1,113	1,113	(1,113)	(1,113)	0
Y1	Total increase (decrease) in equity	0	0	(218,977)	279,558	279,558	73,469	73,469	134,050
Z1	Equity at end of period	1,279,545	1,279,545	41,931	(193,753)	(193,753)	108,280	108,280	1,236,003

Unit: NT\$ thousands

Last year's 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
C11	Capital surplus used to offset accumulated deficits			(261,501)	261,501	261,501			0
D1	Profit (loss)	0	0	0	(82,454)	(82,454)	0	0	(82,454)
D3	Other comprehensive income				0	0	24,794	24,794	24,794
D5	Total comprehensive income	0	0	0	(82,454)	(82,454)	24,794	24,794	(57,660)
E1	Issue of shares	180,000	180,000	221,400	0	0			401,400
N1	Share-based payments	0	0	223	0	0	0	0	223
Y1	Total increase (decrease) in equity	180,000	180,000	(39,878)	179,047	179,047	24,794	24,794	343,963
Z1	Equity at end of period	1,279,545	1,279,545	260,908	(340,650)	(340,650)	51,175	51,175	1,250,978