

Financial Statement – Statements of Cash Flows

Provided by: STARK TECHNOLOGY, INC.

Financial year: Yearly

Unit: NT\$ thousand

| Accounting Title | 2015/4th | 2014/4th |
|---|----------|----------|
| Statement of cash flows | | |
| Cash flows from (used in) operating activities, indirect method | | |
| Profit (loss) from continuing operations before tax | 330,060 | 327,803 |
| Profit (loss) before tax | 330,060 | 327,803 |
| Adjustments | | |
| Adjustments to reconcile profit (loss) | | |
| Depreciation expense | 21,883 | 25,660 |
| Amortization expense | 5,734 | 7,127 |
| Provision (reversal of provision) for bad debt expense | 3,000 | 9,963 |
| Net loss (gain) on financial assets or liabilities at fair value through profit or loss | -1,613 | 0 |
| Interest expense | 96 | 430 |
| Interest income | -7,650 | -7,640 |
| Dividend income | -4,078 | -2,890 |
| Loss (gain) on disposal of property, plan and equipment | -794 | -45,744 |
| Loss (gain) on disposal of intangible assets | 0 | 0 |
| Loss (gain) on disposal of investments | 416 | -192 |
| Impairment loss on financial assets | 0 | 73,790 |
| Total adjustments to reconcile profit (loss) | 16,994 | 60,504 |
| Changes in operating assets and liabilities | | |
| Changes in operating assets | | |
| Decrease (increase) in notes receivable | 5,483 | -1,288 |
| Decrease (increase) in accounts receivable | 420,780 | -542,967 |
| Decrease (increase) in other receivable | -1,275 | 349 |
| Decrease (increase) in inventories | 102,852 | -246,386 |
| Decrease (increase) in prepayments | 3,639 | -34,583 |
| Decrease (increase) in other current assets | -571 | 255 |
| Total changes in operating assets | 530,908 | -824,620 |
| Changes in operating liabilities | | |
| Increase (decrease) in notes payable | -5,045 | 6,887 |
| Increase (decrease) in accounts payable | 6,182 | 73,278 |
| Increase (decrease) in other payable | -10,611 | 28,120 |
| Increase (decrease) in receipts in advance | -25,103 | 150,681 |
| Increase (decrease) in other current liabilities | -3,796 | 3,042 |
| Increase (decrease) in net defined benefit liability | -3,514 | -3,015 |
| Total changes in operating liabilities | -41,887 | 258,993 |
| | 489,021 | -565,627 |

| | | |
|---|-----------|-----------|
| Total changes in operating assets and liabilities | | |
| Total adjustments | 506,015 | -505,123 |
| Cash inflow (outflow) generated from operations | 836,075 | -177,320 |
| Interest received | 10,347 | 7,432 |
| Dividends received | 4,078 | 2,890 |
| Interest paid | -114 | -579 |
| Income taxes refund (paid) | -67,202 | -52,516 |
| Net cash flows from (used in) operating activities | 783,184 | -220,093 |
| Cash flows from (used in) investing activities | | |
| Acquisition of available-for-sale financial assets | -8,044 | -12,927 |
| Proceeds from disposal of available-for-sale financial assets | 16 | 7,056 |
| Proceeds from disposal of financial assets at cost | 793 | 11,476 |
| Proceeds from capital reduction of financial assets at cost | 3,304 | 0 |
| Acquisition of property, plant and equipment | -7,088 | -14,119 |
| Proceeds from disposal of property, plant and equipment | 1,333 | 82,015 |
| Decrease in refundable deposits | 4,557 | 5,606 |
| Acquisition of intangible assets | 0 | -312 |
| Increase in other financial assets | -9,747 | -1,322 |
| Decrease in other non-current assets | 91 | -803 |
| Net cash flows from (used in) investing activities | -14,785 | 76,670 |
| Cash flows from (used in) financing activities | | |
| Decrease in short-term loans | -15,321 | -45,255 |
| Repayments of long-term debt | 0 | 0 |
| Increase in guarantee deposits received | 308 | 69 |
| Cash dividends paid | -265,901 | -265,901 |
| Net cash flows from (used in) financing activities | -280,914 | -311,087 |
| Effect of exchange rate changes on cash and cash equivalents | -192 | 4,479 |
| Net increase (decrease) in cash and cash equivalents | 487,293 | -450,031 |
| Cash and cash equivalents at beginning of period | 721,584 | 1,171,615 |
| Cash and cash equivalents at end of period | 1,208,877 | 721,584 |
| Cash and cash equivalents reported in the statement of financial position | 1,208,877 | 721,584 |