

## Financial Statement – Statements of Cash Flows

Provided by: STARK TECHNOLOGY, INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2021/01/01To 2021/06/30	2020/01/01To 2020/06/30
<b>Statements of Cash Flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	351,337	312,696
Profit (loss) before tax	351,337	312,696
Depreciation expense	17,634	16,855
Amortization expense	2,236	1,292
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-2,134	-14,979
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	-2,540	-700
Interest expense	359	1,152
Interest income	-4,254	-6,018
Dividend income	-8	-554
Loss (gain) on disposal of property, plan and equipment	2	0
Total adjustments to reconcile profit (loss)	11,295	-2,952
Decrease (increase) in contract assets	-185,898	-37,821
Decrease (increase) in notes receivable	-5,786	5,078
Decrease (increase) in accounts receivable	287,995	63,903
Decrease (increase) in other receivable	1,494	-1,704
Decrease (increase) in inventories	-154,270	-48,303
Decrease (increase) in prepayments	-86,045	-85,758
Decrease (increase) in other current assets	790	-269
Total changes in operating assets	-141,720	-104,874
Increase (decrease) in contract liabilities	-9,080	-30,624
Increase (decrease) in notes payable	-707	172
Increase (decrease) in accounts payable	-362,126	-79,794
Increase (decrease) in other payable	-24,327	-29,800
Increase (decrease) in provisions	-21,528	3,351
Increase (decrease) in other current liabilities	18,124	2,122
Total changes in operating liabilities	-399,644	-134,573
Total changes in operating assets and liabilities	-541,364	-239,447
Total adjustments	-530,069	-242,399
Cash inflow (outflow) generated from operations	-178,732	70,297
Interest received	1,967	2,586
Dividends received	8	554
Interest paid	-19	-654
Income taxes refund (paid)	-82,384	-41,995
Net cash flows from (used in) operating activities	-259,160	30,788
Cash flows from (used in) investing activities		

Acquisition of financial assets at fair value through other comprehensive income	-1,774	-4,444
Proceeds from disposal of financial assets at fair value through other comprehensive income	0	10,257
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	95	0
Acquisition of financial assets at fair value through profit or loss	0	-10,000
Increase in prepayments for investments	-1,950	0
Acquisition of property, plant and equipment	-2,454	-2,864
Proceeds from disposal of property, plant and equipment	4	0
Increase in refundable deposits	-1,348	-936
Acquisition of intangible assets	-50	-1,688
Increase in other financial assets	-46	302
Decrease in other non-current assets	928	-932
Net cash flows from (used in) investing activities	-6,595	-10,305
Cash flows from (used in) financing activities		
Decrease in short-term loans	0	-61,079
Increase in guarantee deposits received	292	-443
Payments of lease liabilities	-9,158	-9,189
Net cash flows from (used in) financing activities	-8,866	-70,711
Effect of exchange rate changes on cash and cash equivalents	-761	-6,902
Net increase (decrease) in cash and cash equivalents	-275,382	-57,130
Cash and cash equivalents at beginning of period	1,348,404	1,567,177
Cash and cash equivalents at end of period	1,073,022	1,510,047
Cash and cash equivalents reported in the statement of financial position	1,073,022	1,510,047