

## Financial Statement – Statements of Cash Flows

Provided by: STARK TECHNOLOGY, INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2021/4th	2020/4th
<b>Statements of Cash Flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	798,347	600,509
Profit (loss) before tax	798,347	600,509
Depreciation expense	34,070	34,501
Amortization expense	8,331	3,244
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-2,539	-7,015
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	-2,577	-2,590
Interest expense	1,451	1,669
Interest income	-12,889	-13,290
Dividend income	-3,839	-4,555
Loss (gain) on disposal of property, plant and equipment	2	-124
Total adjustments to reconcile profit (loss)	22,010	11,840
Decrease (increase) in contract assets	135,583	-79,561
Decrease (increase) in notes receivable	-2,930	3,152
Decrease (increase) in accounts receivable	21,320	-142,722
Decrease (increase) in other receivable	-2,728	-1,104
Decrease (increase) in inventories	-34,752	-490,464
Decrease (increase) in prepayments	-30,660	-98,586
Decrease (increase) in other current assets	2,156	-263
Total changes in operating assets	87,989	-809,548
Increase (decrease) in contract liabilities	-55,414	298,122
Increase (decrease) in notes payable	-1,783	2,171
Increase (decrease) in accounts payable	-188,194	348,953
Increase (decrease) in other payable	-6,562	1,846
Increase (decrease) in provisions	-27,451	19,227
Increase (decrease) in other current liabilities	40,375	13,468
Increase (decrease) in net defined benefit liability	267	-65
Total changes in operating liabilities	-238,762	683,722
Total changes in operating assets and liabilities	-150,773	-125,826
Total adjustments	-128,763	-113,986
Cash inflow (outflow) generated from operations	669,584	486,523
Interest received	9,688	6,568
Dividends received	3,839	4,555
Interest paid	-804	-1,094
Income taxes refund (paid)	-121,250	-52,578
Net cash flows from (used in) operating activities	561,057	443,974
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	-44,021	-13,863
Proceeds from disposal of financial assets at fair value through other comprehensive income	0	31,522
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
Proceeds from disposal of financial assets at fair value through profit or loss	15,167	0
Acquisition of property, plant and equipment	-8,859	-15,205
Proceeds from disposal of property, plant and equipment	4	666
Increase in refundable deposits	-14,989	-25,788
Acquisition of intangible assets	-9,618	-3,939
Decrease in other financial assets	1,670	518

Decrease in other non-current assets	4,524	623
Net cash flows from (used in) investing activities	-56,027	-35,466
Cash flows from (used in) financing activities		
Decrease in short-term loans	70,000	-130,190
Increase in guarantee deposits received	317	-2,206
Payments of lease liabilities	-17,024	-18,755
Cash dividends paid	-457,349	-473,303
Net cash flows from (used in) financing activities	-404,056	-624,454
Effect of exchange rate changes on cash and cash equivalents	1,532	-2,827
Net increase (decrease) in cash and cash equivalents	102,506	-218,773
Cash and cash equivalents at beginning of period	1,348,404	1,567,177
Cash and cash equivalents at end of period	1,450,910	1,348,404
Cash and cash equivalents reported in the statement of financial position	1,450,910	1,348,404