

Financial Statement – Statements of Cash Flows

Provided by: STARK TECHNOLOGY, INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/01/01 To 2019/06/30	2018/01/01 To 2018/06/30
<b>Statement of cash flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	294,047	268,731
Profit (loss) before tax	294,047	268,731
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	15,324	6,854
Amortization expense	1,018	372
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-6,788	92
Interest expense	503	319
Interest income	-2,320	-2,427
Loss (gain) on disposal of property, plan and equipment	0	0
Loss (gain) on disposal of investments	0	0
Impairment loss on financial assets	0	0
Total adjustments to reconcile profit (loss)	7,737	5,210
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in contract assets	-40,448	129,828
Decrease (increase) in notes receivable	1,967	2,514
Decrease (increase) in accounts receivable	122,764	121,051
Decrease (increase) in other receivable	2,167	7,541
Decrease (increase) in inventories	275,258	-272,610
Decrease (increase) in prepayments	5,862	11,178
Decrease (increase) in other current assets	-3,538	128
Total changes in operating assets	364,032	-370
Changes in operating liabilities		
Increase (decrease) in contract liabilities	49,607	-176,727
Increase (decrease) in notes payable	-11	273
Increase (decrease) in accounts payable	-371,642	19,287
Increase (decrease) in other payable	-19,165	25,583
Increase (decrease) in provisions	4,643	5,625
Increase (decrease) in other current liabilities	-4,022	2,648
Increase (decrease) in net defined benefit liability	0	0
Total changes in operating liabilities	-340,590	-123,311
Total changes in operating assets and liabilities	23,442	-123,681
Total adjustments	31,179	-118,471
Cash inflow (outflow) generated from operations	325,226	150,260
Interest received	4,309	2,062
Interest paid	-540	-116
Income taxes refund (paid)	-87,165	-37,109
Net cash flows from (used in) operating activities	241,830	115,097
Cash flows from (used in) investing activities		
Acquisition of financial assets at fair value through other comprehensive income	-7,000	0
Proceeds from disposal of financial assets at fair value through other comprehensive income	0	1
Acquisition of property, plant and equipment	-4,148	-13,873
Proceeds from disposal of property, plant and equipment	0	0
Increase in refundable deposits	-8,109	-7,267
Acquisition of intangible assets	-2,831	-353
Increase in other financial assets	-57	-1,254
Increase in other non-current assets	-733	-210
Increase in prepayments for business facilities	0	0

Net cash flows from (used in) investing activities	-22,878	-22,956
Cash flows from (used in) financing activities		
Decrease in short-term loans	-88,312	27,541
Decrease in guarantee deposits received	-200	-567
Increase in lease payable	0	1,400
Payments of lease liabilities	-7,423	0
Net cash flows from (used in) financing activities	-95,935	28,374
Effect of exchange rate changes on cash and cash equivalents	1,170	-126
Net increase (decrease) in cash and cash equivalents	124,187	120,389
Cash and cash equivalents at beginning of period	1,310,169	1,401,185
Cash and cash equivalents at end of period	1,434,356	1,521,574
Cash and cash equivalents reported in the statement of financial position	1,434,356	1,521,574