

## Financial Statement – Statements of Cash Flows

Provided by: STARK TECHNOLOGY, INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2017/4th	2016/4th
<b>Statement of cash flows</b>		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	363,949	355,150
Profit (loss) before tax	363,949	355,150
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	13,114	18,387
Amortization expense	2,070	4,770
Provision (reversal of provision) for bad debt expense	-101	-1,618
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	0	1,613
Interest expense	57	277
Interest income	-6,193	-7,089
Dividend income	-3,142	-2,167
Loss (gain) on disposal of property, plan and equipment	-1,077	24
Loss (gain) on disposal of intangible assets	0	0
Loss (gain) on disposal of investments	-852	-13,011
Impairment loss on financial assets	0	3,123
Total adjustments to reconcile profit (loss)	3,876	4,309
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in notes receivable	1,186	-2,114
Decrease (increase) in accounts receivable	289,823	297,947
Decrease (increase) in other receivable	-6,236	-191
Decrease (increase) in inventories	-60,205	-331,832
Decrease (increase) in prepayments	-10,308	-111,851
Decrease (increase) in other current assets	-302	348
Total changes in operating assets	213,958	-147,693
Changes in operating liabilities		
Increase (decrease) in notes payable	-8,084	1,986
Increase (decrease) in accounts payable	-150,844	191,842
Increase (decrease) in other payable	10,341	-17,475
Increase (decrease) in receipts in advance	17,192	315,388
Increase (decrease) in other current liabilities	4,456	2,292
Increase (decrease) in net defined benefit liability	196	-2,848
Total changes in operating liabilities	-126,743	491,185
Total changes in operating assets and liabilities	87,215	343,492

Total adjustments	91,091	347,801
Cash inflow (outflow) generated from operations	455,040	702,951
Interest received	4,880	5,169
Dividends received	3,142	2,167
Interest paid	-334	0
Income taxes refund (paid)	-50,102	-66,109
Net cash flows from (used in) operating activities	412,626	644,178
Cash flows from (used in) investing activities		
Acquisition of available-for-sale financial assets	-3,636	-20,481
Proceeds from disposal of available-for-sale financial assets	21,165	95,455
Proceeds from disposal of financial assets at cost	0	0
Proceeds from capital reduction of financial assets at cost	0	0
Acquisition of property, plant and equipment	-94,750	-6,136
Proceeds from disposal of property, plant and equipment	2,190	48
Decrease in refundable deposits	-23,687	-308
Acquisition of intangible assets	-22	-205
Increase in other financial assets	-7,765	3,356
Decrease in other non-current assets	-1,791	-1,233
Net cash flows from (used in) investing activities	-108,296	70,496
Cash flows from (used in) financing activities		
Decrease in short-term loans	-41,951	41,951
Repayments of long-term debt	0	0
Increase in guarantee deposits received	1,490	2,044
Cash dividends paid	-279,196	-265,902
Capital reduction payments to shareholders	-265,901	0
Net cash flows from (used in) financing activities	-585,558	-221,907
Effect of exchange rate changes on cash and cash equivalents	-4,576	-14,655
Net increase (decrease) in cash and cash equivalents	-285,804	478,112
Cash and cash equivalents at beginning of period	1,686,989	1,208,877
Cash and cash equivalents at end of period	1,401,185	1,686,989
Cash and cash equivalents reported in the statement of financial position	1,401,185	1,686,989