

Financial Statement — Statements of Cash Flows

Provided by: STARK TECHNOLOGY, INC.

Financial year: Yearly

Unit: NT\$ thousand

Accounting Title	2019/4th	2018/4th
Statement of cash flows		
Cash flows from (used in) operating activities, indirect method		
Profit (loss) from continuing operations before tax	569,718	528,945
Profit (loss) before tax	569,718	528,945
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	32,265	14,799
Amortization expense	2,089	914
Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	-6,998	24,383
Interest expense	1,701	724
Interest income	-7,801	-6,536
Dividend income	-6,223	-3,821
Loss (gain) on disposal of property, plan and equipment	-2	-175
Loss (gain) on disposal of intangible assets	0	0
Loss (gain) on disposal of investments	0	0
Total adjustments to reconcile profit (loss)	15,031	30,288
Changes in operating assets and liabilities		
Changes in operating assets		
Decrease (increase) in contract assets	109,787	354,618
Decrease (increase) in notes receivable	834	570
Decrease (increase) in accounts receivable	-158,724	-137,591
Decrease (increase) in other receivable	2,277	4,688
Decrease (increase) in inventories	225,202	-904,848
Decrease (increase) in prepayments	5,110	-52,286
Decrease (increase) in other current assets	-2,181	-4
Total changes in operating assets	182,305	-734,853
Changes in operating liabilities		
Increase (decrease) in contract liabilities	103,063	-27,267
Increase (decrease) in notes payable	-1,556	-337
Increase (decrease) in accounts payable	-199,520	350,741
Increase (decrease) in other payable	8,758	46,978
Increase (decrease) in provisions	12,712	10,232
Increase (decrease) in other current liabilities	6,767	6,344
Increase (decrease) in net defined benefit liability	-32	121
Total changes in operating liabilities	-69,808	386,812
Total changes in operating assets and liabilities	112,497	-348,041
Total adjustments	127,528	-317,753
Cash inflow (outflow) generated from operations	697,246	211,192
Interest received	24,804	6,328
Dividends received	6,223	3,821
Interest paid	-1,447	-732
Income taxes refund (paid)	-146,362	-73,605
Net cash flows from (used in) operating activities	580,464	147,004
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	71,757	1
Acquisition of property, plant and equipment	-8,150	-19,309
Proceeds from disposal of property, plant and equipment	9	990
Increase in refundable deposits	-18,564	-29,228
Acquisition of intangible assets	-2,982	-4,547
Increase in other financial assets	-89	-1,181
Increase in other non-current assets	-1,619	-612

Net cash flows from (used in) investing activities	33,362	-53,886
Cash flows from (used in) financing activities		
Increase in short-term loans	34,190	96,000
Decrease in guarantee deposits received	-1,078	-45
Increase in lease payable	0	1,250
Payments of lease liabilities	-16,179	0
Cash dividends paid	-363,752	-278,664
Net cash flows from (used in) financing activities	-346,819	-181,459
Effect of exchange rate changes on cash and cash equivalents	-9,999	-2,675
Net increase (decrease) in cash and cash equivalents	257,008	-91,016
Cash and cash equivalents at beginning of period	1,310,169	1,401,185
Cash and cash equivalents at end of period	1,567,177	1,310,169
Cash and cash equivalents reported in the statement of financial position	1,567,177	1,310,169