

4726 Mycenax Biotech Inc.
2019Q2 Individual Financial Report

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Unit: NT\$ thousands

Balance Sheet				
Code	Accounting Title	2019/6/30	2018/12/31	2018/6/30
	Assets			
	Current assets			
1100	Cash and cash equivalents	449,967	215,745	359,385
1101	Cash on hand	135	176	185
1103	Cash in banks	270,562	184,854	237,360
1107	Cash equivalents	179,270	30,715	121,840
1136	Current financial assets at amortised cost	29,473	88,599	114,917
1140	Current contract assets	0	0	0
1141	Current contract assets	0	0	0
1170	Accounts receivable, net	93,908	50,535	25,554
1172	Accounts receivable	93,908	50,535	25,554
1180	Accounts receivable due from related parties, net	1,445	293	4,089
1181	Accounts receivable due from related parties	1,445	293	4,089
1200	Other receivables	332	9,771	6,625
130X	Current inventories	58,259	60,417	53,368
1310	Inventories, manufacturing business	58,259	60,417	53,368
1311	Current finished goods	1,061	165	179
1314	Current work in progress	67	0	2,075
1315	Current raw materials	69,820	71,276	57,796
1319	Allowance for inventory valuation losses	(12,689)	(11,024)	(6,682)
1410	Prepayments	28,070	22,671	20,533
1470	Other current assets	22,199	17,512	1,642
1476	Other current financial assets	0	10,000	0
1479	Other current assets, others	4,782	2,011	1,642
1482	Current assets recognised from costs to fulfil contracts with customers	17,417	5,501	0
11XX	Total current assets	683,653	465,543	586,113
	Non-current assets			
1517	Non-current financial assets at fair value through other comprehensive income	169,354	137,581	110,221
1600	Property, plant and equipment	555,484	424,892	365,432
1615	Machinery and equipment, net	260,076	243,350	215,461
1616	Machinery and equipment, cost	546,667	471,178	416,047
1618	Accumulated depreciation, machinery and equipment	(286,591)	(227,828)	(200,586)
1690	Office equipment, net	9,959	9,759	9,205
1691	Office equipment, cost	19,962	17,266	15,269
1693	Accumulated depreciation, office equipment	(10,003)	(7,507)	(6,064)
1730	Leasehold improvements, net	130,577	130,341	140,766
1731	Leasehold improvements, cost	238,286	221,584	219,400
1733	Accumulated depreciation, leasehold improvements	(107,709)	(91,243)	(78,634)
1740	Unfinished construction and equipment under acceptance	154,872	41,442	0
1755	Right-of-use assets	56,109	0	0
175A	Right-of-use assets, land, net	17,175	0	0
175C	Right-of-use assets, buildings and structures, net	38,012	0	0

175E	Right-of-use assets, transportation equipment, net	922	0	0
1780	Intangible assets	83,034	12,993	13,773
1801	Computer software, net	12,730	12,993	13,773
1805	Goodwill	23,919	0	0
1811	Acquired special technology, net	33,933	0	0
1812	Acquired special technology	33,933	0	0
1821	Other intangible assets, net	12,452	0	0
1822	Other intangible assets	12,452	0	0
1840	Deferred tax assets	73,467	69,438	63,256
1900	Other non-current assets	8,970	8,268	43,028
1915	Prepayments for business facilities	5,110	5,101	40,033
1920	Guarantee deposits paid	3,860	2,983	2,726
1990	Other non-current assets, others	0	184	269
15XX	Total non-current assets	946,418	653,172	595,710
1XXX	Total assets	1,630,071	1,118,715	1,181,823
	Liabilities and equity			
	Liabilities			
	Current liabilities			
2130	Current contract liabilities	70,465	44,199	5,257
2170	Accounts payable	31,876	39,887	15,007
2171	Accounts payable	31,876	39,887	15,007
2200	Other payables	65,290	95,610	72,312
2201	Wages and salaries payable	16,876	30,664	14,759
2204	Estimated expense payable	8,610	8,638	7,039
2213	Payable on machinery and equipment	8,595	9,906	16,644
2219	Other payables, others	31,209	46,402	33,870
2220	Other payables to related parties	13,155	19	0
2280	Current lease liabilities	14,344	0	0
2300	Other current liabilities	9,372	336	331
2320	Long-term liabilities, current portion	8,419	0	0
2399	Other current liabilities, others	953	336	331
21XX	Total current liabilities	204,502	180,051	92,907
	Non-current liabilities			
2540	Non-current portion of non-current borrowings	96,775	0	0
2570	Deferred tax liabilities	6,978	1,765	0
2580	Non-current lease liabilities	40,637	0	0
2600	Other non-current liabilities	30,201	29,884	41,124
2610	Long-term notes and accounts payable	28,915	28,559	37,620
2640	Net defined benefit liability, non-current	1,286	1,325	3,504
25XX	Total non-current liabilities	174,591	31,649	41,124
2XXX	Total liabilities	379,093	211,700	134,031
	Equity			
	Share capital			
3110	Ordinary share	1,279,545	1,099,545	1,121,545
3100	Total capital stock	1,279,545	1,099,545	1,121,545
	Capital surplus			

3210	Capital surplus, additional paid-in capital	221,400	261,501	266,733
3211	Capital surplus, additional paid-in capital arising from ordinary share	221,400	261,501	266,733
3220	Capital surplus, treasury share transactions	0	0	2,812
3271	Capital surplus, employee share options	39,508	39,285	36,339
3200	Total capital surplus	260,908	300,786	305,884
	Retained earnings			
3350	Unappropriated retained earnings (accumulated deficit)	(340,650)	(519,697)	(315,247)
3351	Accumulated profit and loss	(340,650)	(519,697)	(315,247)
3300	Total retained earnings	(340,650)	(519,697)	(315,247)
	Other equity interest			
3420	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	51,175	26,381	23,221
3400	Total other equity interest	51,175	26,381	23,221
3500	Treasury shares	(0)	(0)	(87,611)
3XXX	Total equity	1,250,978	907,015	1,047,792
3X2X	Total liabilities and equity	1,630,071	1,118,715	1,181,823
3997	Number of share capital awaiting retirement	0	0	0
3998	Equivalent issue shares of advance receipts for ordinary share	0	0	0
3999	Number of shares in entity held by entity and by its subsidiaries	0	0	2,200,000

Unit: NT\$ thousands EPS Unit: NT\$

Statement of Comprehensive Income					
Code	Accounting Title	2019/4/1To6/30	2018/4/1To6/30	2019/1/1To6/30	2018/1/1To6/30
	Operating revenue				
4000	Total operating revenue	114,928	48,440	181,310	65,887
	Operating costs				
5000	Total operating costs	65,401	43,792	108,511	84,538
5900	Gross profit (loss) from operations	49,527	4,648	72,799	(18,651)
5950	Gross profit (loss) from operations	49,527	4,648	72,799	(18,651)
	Operating expenses				
6100	Selling expenses	14,714	3,482	18,162	5,837
6200	Administrative expenses	10,021	9,675	18,170	18,522
6300	Research and development expenses	60,419	70,436	130,291	105,284
6450	Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9	(707)	(244)	353	631
6000	Total operating expenses	84,447	83,349	166,976	130,274
6900	Net operating income (loss)	(34,920)	(78,701)	(94,177)	(148,925)
	Non-operating income and expenses				
	Other income				
7100	Interest income	1,439	1,802	1,720	2,781
7190	Other income, others	409	6,493	3,541	6,513
7010	Total other income	1,848	8,295	5,261	9,294
	Other gains and losses				
7230	Foreign exchange gains	1,058	15,129	2,160	7,544
7590	Miscellaneous disbursements	0	103	0	103
7020	Other gains and losses, net	1,058	15,026	2,160	7,441
	Finance costs				
7050	Finance costs, net	534	74	1,000	148
7000	Total non-operating income and expenses	2,372	23,247	6,421	16,587

7900	Profit (loss) from continuing operations before tax	(32,548)	(55,454)	(87,756)	(132,338)
	Tax expense (income)				
7951	Current tax expense (income)	(2,254)	120	(5,302)	(6,514)
7950	Total tax expense (income)	(2,254)	120	(5,302)	(6,514)
8000	Profit (loss) from continuing operations	(30,294)	(55,574)	(82,454)	(125,824)
8200	Profit (loss)	(30,294)	(55,574)	(82,454)	(125,824)
	Other comprehensive income				
	Components of other comprehensive income that will not be reclassified to profit or loss				
8316	Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	47,474	(5,569)	31,772	(5,569)
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	5,697	0	6,978	(46)
8310	Components of other comprehensive income that will not be reclassified to profit or loss	41,777	(5,569)	24,794	(5,523)
8300	Other comprehensive income, net	41,777	(5,569)	24,794	(5,523)
8500	Total comprehensive income	11,483	(61,143)	(57,660)	(131,347)
	Basic earnings per share				
9750	Total basic earnings per share	(0.24)	(0.51)	(0.67)	(1.14)

Unit: NT\$ thousands

Statements of Cash Flows				
Code	Accounting Title	2019/1/1To6/30	2018/1/1To6/30	
	Cash flows from (used in) operating activities, indirect method			
A00010	Profit (loss) from continuing operations before tax	(87,756)	(132,338)	
A10000	Profit (loss) before tax	(87,756)	(132,338)	
	Adjustments			
	Adjustments to reconcile profit (loss)			
A20100	Depreciation expense	53,958	36,454	
A20200	Amortization expense	6,092	784	
A20300	Expected credit loss (gain) / Provision (reversal of provision) for bad debt expense	353	631	
A20900	Interest expense	1,000	148	
A21200	Interest income	(1,720)	(2,781)	
A21900	Share-based payments	223	6,483	
A22500	Loss (gain) on disposal of property, plan and equipment	0	8	
A23700	Impairment loss on non-financial assets	1,665	1,989	
A20010	Total adjustments to reconcile profit (loss)	61,571	43,716	
	Changes in operating assets and liabilities			
	Changes in operating assets			
A31125	Decrease (increase) in contract assets	9,829	0	
A31150	Decrease (increase) in accounts receivable	(40,174)	41,119	
A31160	Decrease (increase) in accounts receivable due from related parties	(1,152)	(2,556)	
A31180	Decrease (increase) in other receivable	9,530	(5,619)	
A31200	Decrease (increase) in inventories	493	(9,151)	
A31230	Decrease (increase) in prepayments	(5,234)	(8,947)	
A31240	Decrease (increase) in other current assets	(2,633)	(251)	
A31280	Decrease (increase) in assets recognised from costs to fulfil contracts with customers	(11,916)	0	
A31000	Total changes in operating assets	(41,257)	14,595	
	Changes in operating liabilities			

A32125	Increase (decrease) in contract liabilities	21,948	3,374
A32150	Increase (decrease) in accounts payable	(16,157)	5,440
A32180	Increase (decrease) in other payable	(23,252)	(51,168)
A32190	Increase (decrease) in other payable to related parties	36	(321)
A32230	Increase (decrease) in other current liabilities	617	(727)
A32240	Increase (decrease) in net defined benefit liability	(39)	(29)
A32000	Total changes in operating liabilities	(16,847)	(43,431)
A30000	Total changes in operating assets and liabilities	(58,104)	(28,836)
A20000	Total adjustments	3,467	14,880
A33000	Cash inflow (outflow) generated from operations	(84,289)	(117,458)
A33300	Interest paid	(1,160)	0
A33500	Income taxes refund (paid)	(175)	1,654
AAAA	Net cash flows from (used in) operating activities	(85,624)	(115,804)
	Cash flows from (used in) investing activities		
B00050	Proceeds from disposal of financial assets at amortised cost	59,126	168,669
B02700	Acquisition of property, plant and equipment	(125,454)	(265)
B02800	Proceeds from disposal of property, plant and equipment	0	124
B03700	Increase in refundable deposits	56	70
B04500	Acquisition of intangible assets	(897)	(2,089)
B06600	Decrease in other financial assets	10,000	9,108
B07100	Increase in prepayments for business facilities	(4,739)	(45,526)
B07500	Interest received	1,629	3,037
B09900	Other investing activities	(117,900)	0
BBBB	Net cash flows from (used in) investing activities	(178,179)	133,128
	Cash flows from (used in) financing activities		
C01600	Proceeds from long-term debt	108,000	0
C01700	Repayments of long-term debt	(2,806)	0
C04020	Payments of lease liabilities	(8,569)	0
C04600	Proceeds from issuing shares	401,400	0
CCCC	Net cash flows from (used in) financing activities	498,025	0
DDDD	Effect of exchange rate changes on cash and cash equivalents	0	0
EEEE	Net increase (decrease) in cash and cash equivalents	234,222	17,324
E00100	Cash and cash equivalents at beginning of period	215,745	342,061
E00200	Cash and cash equivalents at end of period	449,967	359,385
E00210	Cash and cash equivalents reported in the statement of financial position	449,967	359,385
E00240	Other items qualifying for cash and cash equivalents under the definition of IAS 7	0	0

Unit: NT\$ thousands

Statements of Change in Equity		3110	3100	3200	3350	3300	3420	3400	3XXX
		Ordinary share	Total share capital	Capital surplus	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Total other equity interest	Total equity
A1	Equity at beginning of period	1,099,545	1,099,545	300,786	(519,697)	(519,697)	26,381	26,381	907,015
C11	Capital surplus used to offset			(261,501)	261,501	261,501			0

	accumulated deficits									
D1	Profit (loss)				(82,454)	(82,454)				(82,454)
D3	Other comprehensive income				0	0	24,794	24,794		24,794
D5	Total comprehensive income				(82,454)	(82,454)	24,794	24,794		(57,660)
E1	Issue of shares	180,000	180,000	221,400	0	0				401,400
N1	Share-based payments	0	0	223			0	0		223
Y1	Total increase (decrease) in equity	180,000	180,000	(39,878)	179,047	179,047	24,794	24,794		343,963
Z1	Equity at end of period	1,279,545	1,279,545	260,908	(340,650)	(340,650)	51,175	51,175		1,250,978

Unit: NT\$ thousands

Last year's Statements of Change in Equity											
		3110	3140	3100	3200	3350	3300	3420	3400	3500	3XXX
		Ordinary share	Advance receipts for share capital	Total share capital	Capital surplus	Unappropriated retained earnings (accumulated deficit)	Total retained earnings	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Total other equity interest	Treasury shares	Total equity
A1	Equity at beginning of period	1,121,180	604	1,121,784	299,162	(189,469)	(189,469)	0	0	(87,611)	1,143,866
A3	Effects of retrospective application and retrospective restatement							28,790	28,790		28,790
A5	Equity at beginning of period after adjustments	1,121,180	604	1,121,784	299,162	(189,469)	(189,469)	28,790	28,790	(87,611)	1,172,656
D1	Profit (loss)	0	0	0	0	(125,824)	(125,824)	0	0		(125,824)
D3	Other comprehensive income					46	46	(5,569)	(5,569)		(5,523)
D5	Total comprehensive income	0	0	0	0	(125,778)	(125,778)	(5,569)	(5,569)		(131,347)
N1	Share-based payments	365	(604)	(239)	6,722	0	0	0	0	0	6,483
Y1	Total increase (decrease) in equity	365	(604)	(239)	6,722	(125,778)	(125,778)	(5,569)	(5,569)	0	(124,864)
Z1	Equity at end of period	1,121,545	0	1,121,545	305,884	(315,247)	(315,247)	23,221	23,221	(87,611)	1,047,792