

Stock Symbol: 1325

Universal Incorporation and Subsidiaries

Consolidated Parent and Subsidiary Financial Report for Q1 2021

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Universal Incorporation and Subsidiaries
Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

		March 31, 2021		December 31, 2020		March 31, 2020	
Code	Assets	Amount	%	Amount	%	Amount	%
Current Assets							
1100	Cash and cash equivalents	\$ 443,838	9	\$ 501,763	11	\$ 242,323	11
1110	Financial assets at fair value through profit or loss – current	1,689,965	35	1,343,209	29	252,475	12
1136	Financial assets at amortized cost – current	935,473	20	899,048	20	232,967	11
1150	Notes receivable	7,673	-	5,500	-	6,191	-
1170	Accounts receivables	151,181	3	331,406	7	194,982	9
130X	Inventories	192,706	4	193,630	4	153,733	7
1470	Other current assets	15,445	1	11,774	-	15,522	1
11XX	Total current assets	3,436,281	72	3,286,330	71	1,098,193	51
Non-current Assets							
1517	Financial assets at fair value through other comprehensive						
	Income – non-current	134,017	3	126,815	3	73,662	4
1600	Property, plant and equipment	1,210,512	25	1,207,304	26	976,830	45
1755	Right-of-use asset	7,338	-	7,460	-	7,540	-
1840	Deferred income tax assets	8,567	-	6,953	-	5,423	-
1920	Refundable deposits	220	-	219	-	169	-
15XX	Total non-current assets	1,360,654	28	1,348,751	29	1,063,624	49
1XXX	Total Assets	\$ 4,796,935	100	\$ 4,635,081	100	\$ 2,161,817	100
Code	Liabilities and Equity						
Current Liabilities							
2130	Contract liabilities –current	\$ -	-	\$ -	-	\$ 2,789	-
2170	Accounts payable	27,707	1	28,893	-	53,226	2
2219	Other payables	187,555	4	209,969	5	57,315	3
2230	Current income tax liabilities	494,282	10	459,679	10	31,557	1
2280	Lease liability– current	41	-	40	-	39	-
2399	Other current liabilities	20,820	-	30,829	1	35,627	2
21XX	Total current liabilities	730,405	15	729,410	16	180,553	8
Non-current Liabilities							
2570	Deferred income tax liabilities	55,113	1	54,703	1	50,453	2
2580	Lease liability – non-current	31	-	42	-	72	-
2640	Net defined benefit liability – non-current	19,306	1	21,044	-	12,828	1
25XX	Total non-current liabilities	74,450	2	75,789	1	63,353	3
2XXX	Total liabilities	804,855	17	805,199	17	243,906	11
Equity Attributable to Shareholders of the Parent							
Capital stock							
3110	Common stock	852,812	18	852,812	18	852,812	40
3200	Capital surplus	3,261	-	3,167	-	3,167	-
Retained earnings							
3310	Appropriated as legal capital reserve	214,690	4	214,690	5	211,065	10
3320	Appropriated as special capital reserve	179,174	4	179,174	4	171,534	8
3350	Un-appropriated earnings	2,591,582	54	2,434,722	53	620,306	28
3300	Total retained earnings	2,985,446	62	2,828,586	62	1,002,905	46
3400	Other equity	48,764	1	43,566	1	(12,202)	-
31XX	Equity attributable to shareholders of the parent	3,890,283	81	3,728,131	81	1,846,682	86
36XX	Non-controlling interests	101,797	2	101,751	2	71,229	3
3XXX	Total equity	3,992,080	83	3,829,882	83	1,917,911	89
Total Liabilities and Equity		\$ 4,796,935	100	\$ 4,635,081	100	\$ 2,161,817	100

President
Mei-hui Huang

General Manager
Mei-hui Huang

Supervisor
Shu-chi Liao

Universal Incorporation and Subsidiaries
Consolidated Statements of Comprehensive Income

(In Thousands of New Taiwan Dollars, Except
Earnings per share in New Taiwan Dollars)

		For the Three Months Ended March 31			
		2021		2020	
Code		Amount	%	Amount	%
4100	Operating Revenue				
	Sales Revenue	\$ 470,661	100	\$ 428,099	100
5110	Operating Costs				
	Cost of goods Sold	<u>246,618</u>	<u>52</u>	<u>243,579</u>	<u>57</u>
5900	Gross Profit	<u>224,043</u>	<u>48</u>	<u>184,520</u>	<u>43</u>
6100	Operating Expenses				
	Marketing	6,894	1	5,573	1
6200	General and administrative	17,208	4	14,519	3
6300	Research and development	<u>2,724</u>	<u>1</u>	<u>3,431</u>	<u>1</u>
6000	Total operating expenses	<u>26,826</u>	<u>6</u>	<u>23,523</u>	<u>5</u>
6900	Income from Operations	<u>197,217</u>	<u>42</u>	<u>160,997</u>	<u>38</u>
	Non-Operating Income and Expenses				
7100	Interest Income	2,195	-	1,060	-
7010	Other income	474	-	342	-
7020	Other gains and losses	(2,088)	-	2,380	1
7050	Finance costs	(2)	-	(6)	-
7000	Total non-operating income and expenses	<u>579</u>	<u>-</u>	<u>3,776</u>	<u>1</u>
7900	Income Before Income Tax	197,796	42	164,773	39
7950	Income Tax Expense	<u>40,357</u>	<u>9</u>	<u>29,558</u>	<u>7</u>
8200	Net Income	<u>157,439</u>	<u>33</u>	<u>135,215</u>	<u>32</u>
	Other Comprehensive Income (Loss)				
8310	Items that will not be reclassified subsequently to profit or loss				
8316	Unrealized gain(loss) from investments in equity instruments at fair value through other Comprehensive Income	7,202	2	21,664	5
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences arising on translation of foreign operations	(2,537)	(1)	(2,751)	(1)
8300	Other comprehensive income for the period, net of income tax	<u>4,665</u>	<u>1</u>	<u>18,913</u>	<u>4</u>
8500	Total comprehensive income for the period	<u>\$ 162,104</u>	<u>34</u>	<u>\$ 154,128</u>	<u>36</u>
	Net Income (Loss) Attributable To:				
8610	Shareholders of the parent	\$ 156,860	33	\$ 123,714	29
8620	Non-controlling interests	<u>579</u>	<u>-</u>	<u>11,501</u>	<u>3</u>
8600		<u>\$ 157,439</u>	<u>33</u>	<u>\$ 135,215</u>	<u>32</u>
	Total Comprehensive Income (Loss)				
	Attributable To:				
8710	Shareholders of the parent	\$ 162,058	34	\$ 143,205	33
8720	Non-controlling interests	<u>46</u>	<u>-</u>	<u>10,923</u>	<u>3</u>
8700		<u>\$ 162,104</u>	<u>34</u>	<u>\$ 154,128</u>	<u>36</u>
	Earnings Per Share				
9750	Basic earnings per share	<u>\$ 1.84</u>		<u>\$ 1.45</u>	
9850	Diluted earnings per share	<u>\$ 1.82</u>		<u>\$ 1.45</u>	

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Universal Incorporation and Subsidiaries
Consolidated Statements of Changes in Equity

(In Thousands of New Taiwan Dollars)

Equity Attributable to Shareholders of the Parent

代 碼		Equity Attributable to Shareholders of the Parent					Others Equity			Total	Non-controlling Interests	Total Equity
		Capital Stock	Capital Surplus	Legal capital Reserve	Special Capital Reserve	Un-appropriated Earnings	Re-measurement of Defined Benefit Obligation	Exchange Differences on Translating Foreign Operations	Unrealized gain(loss) from investments In equity instruments at fair value through other Comprehensive Income			
A1	Balance, January 1, 2020	\$ 852,812	\$ 3,101	\$ 211,065	\$ 171,534	\$ 496,592	(\$ 1,530)	(\$ 27,500)	(\$ 2,663)	\$ 1,703,411	\$ 60,306	\$ 1,763,717
C3	Generated from donation	-	66	-	-	-	-	-	-	66	-	66
D1	Net income for the three months ended March 31, 2020	-	-	-	-	123,714	-	-	-	123,714	11,501	135,215
D3	Other comprehensive income (Loss) for the three months ended March 31, 2020, net of income tax	-	-	-	-	-	-	(2,173)	21,664	19,491	(578)	18,913
D5	Total comprehensive income (Loss) for the three months ended March 31, 2020	-	-	-	-	123,714	-	(2,173)	21,664	143,205	10,923	154,128
Z1	Balance, March 31, 2020	\$ 852,812	\$ 3,167	\$ 211,065	\$ 171,534	\$ 620,306	(\$ 1,530)	(\$ 29,673)	\$ 19,001	\$ 1,846,682	\$ 71,229	\$ 1,917,911
A1	Balance, January 1, 2021	\$ 852,812	\$ 3,167	\$ 214,690	\$ 179,174	\$ 2,434,722	(\$ 8,565)	(\$ 20,542)	\$ 72,673	\$ 3,728,131	\$ 101,751	\$ 3,829,882
C3	Generated from donation	-	94	-	-	-	-	-	-	94	-	94
D1	Net income for the three months ended March 31, 2021	-	-	-	-	156,860	-	-	-	156,860	579	157,439
D3	Other comprehensive income (Loss) for the three months ended March 31, 2021, net of income tax	-	-	-	-	-	-	(2,004)	7,202	5,198	(533)	4,665
D5	Total comprehensive income (Loss) for the three months ended March 31, 2021	-	-	-	-	156,860	-	(2,004)	7,202	162,058	46	162,104
Z1	Balance, March 31, 2021	\$ 852,812	\$ 3,261	\$ 214,690	\$ 179,174	\$ 2,591,582	(\$ 8,565)	(\$ 22,546)	\$ 79,875	\$ 3,890,283	\$ 101,797	\$ 3,992,080

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Universal Incorporation and Subsidiaries
Consolidated Statements of Cash Flows

(In Thousands of New Taiwan Dollars)

Code		For the Three Months Ended March 31	
		2021	2020
	Cash Flows from Operating Activities		
A10000	Income before income tax	\$ 197,796	\$ 164,773
A20010	Adjustments for:		
A20100	Depreciation expense	15,957	11,529
A20400	Gain on financial assets at fair value through profit or loss	(756)	(265)
A20900	Finance costs	2	6
A21200	Interest income	(2,195)	(1,060)
A22500	Loss on disposal of property, plant and equipment	31	-
A23800	Loss (reversal gain) on inventories valuation	(7)	4,857
A24100	Net foreign exchange gains	(2,158)	(1,481)
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	(2,173)	1,222
A31150	Accounts receivable	180,471	(90,377)
A31200	Inventories	3,618	(28,122)
A31240	Other current assets	(2,342)	(594)
A32125	Contract liabilities	-	(29,143)
A32150	Accounts payable	(1,186)	47,518
A32180	Other payables	(9,327)	27,646
A32230	Other current liabilities	(10,000)	33,206
A32240	Net defined benefit liability	(1,738)	(195)
A33000	Cash generated from operations	365,993	139,520
A33100	Interest received	868	1,853
A33300	Interest paid	(2)	(7)
A33500	Income taxes paid	(6,964)	(412)
AAAA	Net cash inflow generated by operating activities	<u>359,895</u>	<u>140,954</u>

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Code		For the Three Months Ended March 31	
		2021	2020
	Cash Flows from Investing Activities		
B00040	Acquisitions of Financial assets at amortized cost	(\$ 141,312)	(\$ 112,370)
B00050	Proceeds from disposal or redemption of Financial assets at amortized cost	106,131	135,983
B00100	Acquisitions of Financial assets at fair value through profit or loss	(346,000)	(55,000)
B02700	Payments for property, plant and equipment	(32,973)	(42,599)
BBBB	Net cash generated from (used in) investing activities	(414,154)	(73,986)
	Cash Flows from Financing Activities		
C04020	Lease liability principal repayment	(10)	(10)
C09900	Other Financing Activities	94	66
CCCC	Net cash generated from (used in) financing activities	84	56
DDDD	Effect of exchange rate changes on cash and cash equivalents	(3,750)	(1,225)
EEEE	Net increase (decrease) in cash and cash equivalents	(57,925)	65,799
E00100	Cash and cash equivalents, beginning of period	501,763	176,524
E00200	Cash and cash equivalents, end of period	\$ 443,838	\$ 242,323

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