

Stock Symbol: 1325

---

# Universal Incorporation and Subsidiaries

## Consolidated Parent and Subsidiary Financial Report for Q2 2021

Address:

10 F., No. 372, Linsen N. Rd., Taipei City, Taiwan

Telephone:

(02) 2511-9161

Universal Incorporation and Subsidiaries  
Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

Code	Assets	June 30, 2021		December 31, 2020		June 30, 2020	
		Amount	%	Amount	%	Amount	%
Current Assets							
1100	Cash and cash equivalents	\$ 429,739	10	\$ 501,763	11	\$ 426,305	14
1110	Financial assets at fair value through profit or loss – current	1,441,955	32	1,343,209	29	479,815	16
1136	Financial assets at amortized cost – current	917,323	20	899,048	20	341,714	11
1150	Notes receivable	6,654	-	5,500	-	7,994	-
1170	Accounts receivables	138,576	3	331,406	7	400,367	13
130X	Inventories	170,600	4	193,630	4	168,401	5
1470	Other current assets	19,751	1	11,774	-	25,326	1
11XX	Total current assets	3,124,598	70	3,286,330	71	1,849,922	60
Non-current Assets							
1517	Financial assets at fair value through other comprehensive						
	Income – non-current	128,668	3	126,815	3	210,731	7
1600	Property, plant and equipment	1,219,690	27	1,207,304	26	1,029,255	33
1755	Right-of-use asset	7,205	-	7,460	-	7,319	-
1840	Deferred income tax assets	7,156	-	6,953	-	5,339	-
1920	Refundable deposits	219	-	219	-	168	-
15XX	Total non-current assets	1,362,938	30	1,348,751	29	1,252,812	40
1XXX	Total Assets	\$ 4,487,536	100	\$ 4,635,081	100	\$ 3,102,734	100
Code	Liabilities and Equity						
Current Liabilities							
2100	Short-term Borrowing	\$ 2,969	-	\$ -	-	\$ -	-
2150	Notes payable	-	-	-	-	3,675	-
2170	Accounts payable	15,160	-	28,893	-	20,816	1
2219	Other payables	1,215,250	27	209,969	5	139,335	5
2230	Current income tax liabilities	73,856	2	459,679	10	183,434	6
2280	Lease liability– current	41	-	40	-	39	-
2399	Other current liabilities	8,254	-	30,829	1	39,693	1
21XX	Total current liabilities	1,315,530	29	729,410	16	386,992	13
Non-current Liabilities							
2570	Deferred income tax liabilities	54,431	1	54,703	1	50,453	2
2580	Lease liability – non-current	21	-	42	-	63	-
2640	Net defined benefit liability – non-current	19,123	1	21,044	-	12,633	-
25XX	Total non-current liabilities	73,575	2	75,789	1	63,149	2
2XXX	Total liabilities	1,389,105	31	805,199	17	450,141	15
Equity Attributable to Shareholders of the Parent							
Capital stock							
3110	Common stock	852,812	19	852,812	18	852,812	28
3200	Capital surplus	3,261	-	3,167	-	3,167	-
Retained earnings							
3310	Appropriated as legal capital reserve	214,690	5	214,690	5	214,690	7
3320	Appropriated as special capital reserve	179,174	4	179,174	4	179,174	6
3350	Un-appropriated earnings	1,707,448	38	2,434,722	53	1,198,048	38
3300	Total retained earnings	2,101,312	47	2,828,586	62	1,591,912	51
3400	Other equity	40,808	1	43,566	1	119,863	4
31XX	Equity attributable to shareholders of the parent	2,998,193	67	3,728,131	81	2,567,754	83
36XX	Non-controlling interests	100,238	2	101,751	2	84,839	2
3XXX	Total equity	3,098,431	69	3,829,882	83	2,652,593	85
Total Liabilities and Equity		\$ 4,487,536	100	\$ 4,635,081	100	\$ 3,102,734	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)

Code		For the Three Months Ended June 30				For the Six Months Ended June 30			
		2021		2020		2021		2020	
		Amount	%	Amount	%	Amount	%	Amount	%
4100	Operating Revenue								
	Sales Revenue	\$ 402,108	100	\$ 1,240,389	100	\$ 872,769	100	\$ 1,668,488	100
	Operating Costs								
5110	Cost of goods Sold	212,677	53	387,052	31	459,295	53	630,631	38
5900	Gross Profit	189,431	47	853,337	69	413,474	47	1,037,857	62
	Operating Expenses								
6100	Marketing	4,669	1	7,636	1	11,563	1	13,209	1
6200	General and administrative	15,932	4	49,190	4	33,140	4	63,709	4
6300	Research and development	2,567	1	3,509	-	5,291	1	6,940	-
6000	Total operating expenses	23,168	6	60,335	5	49,994	6	83,858	5
6900	Income from Operations	166,263	41	793,002	64	363,480	41	953,999	57
	Non-Operating Income and Expenses								
7100	Interest Income	2,278	1	1,165	-	4,473	1	2,225	-
7010	Other income	7,077	2	791	-	7,551	1	1,133	-
7020	Other gains and losses	( 3,055 )	( 1 )	( 2,018 )	-	( 5,143 )	( 1 )	362	-
7050	Finance costs	( 5 )	-	( 12 )	-	( 7 )	-	( 18 )	-
7000	Total non-operating income and expenses	6,295	2	( 74 )	-	6,874	1	3,702	-
7900	Income Before Income Tax	172,558	43	792,928	64	370,354	42	957,701	57
7950	Income Tax Expense	34,185	9	163,260	13	74,542	8	192,818	11
8200	Net Income	138,373	34	629,668	51	295,812	34	764,883	46
	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	( 5,349 )	( 1 )	137,588	11	1,853	-	159,252	10
8360	Items that may be reclassified subsequently to profit or loss								
8361	Exchange differences arising on translation of foreign operations	( 3,299 )	( 1 )	( 6,990 )	( 1 )	( 5,836 )	( 1 )	( 9,741 )	( 1 )
8300	Other comprehensive income (loss) for the period, net of income tax	( 8,648 )	( 2 )	130,598	10	( 3,983 )	( 1 )	149,511	9
8500	Total comprehensive income for the period	\$ 129,725	32	\$ 760,266	61	\$ 291,829	33	\$ 914,394	55
	Net Income Attributable To:								
8610	Shareholders of the parent	\$ 139,240	34	\$ 614,591	50	\$ 296,100	34	\$ 738,305	44
8620	Non-controlling interests	( 867 )	-	15,077	1	( 288 )	-	26,578	2
8600		\$ 138,373	34	\$ 629,668	51	\$ 295,812	34	\$ 764,883	46
	Total Comprehensive Income Attributable To:								
8710	Shareholders of the parent	\$ 131,284	33	\$ 746,656	60	\$ 293,342	33	\$ 889,861	53
8720	Non-controlling interests	( 1,559 )	( 1 )	13,610	1	( 1,513 )	-	24,533	2
8700		\$ 129,725	32	\$ 760,266	61	\$ 291,829	33	\$ 914,394	55
	Earnings Per Share								
9750	Basic earnings per share	\$ 1.63		\$ 7.21		\$ 3.47		\$ 8.66	
9850	Diluted earnings per share	\$ 1.63		\$ 7.19		\$ 3.45		\$ 8.64	

President  
Mei-hui Huang

General Manager  
Mei-hui Huang

Supervisor  
Shu-chi Liao

Universal Incorporation and Subsidiaries  
Consolidated Statements of Changes in Equity

(In Thousands of New Taiwan Dollars)

		Equity Attributable to Shareholders of the Parent						Others Equity					
					Retained Earnings								
代 碼		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	Total	Non-controlling Interests	Total Equity	
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	
B1	Appropriation of 2019 earnings												
B3	Legal capital reserve	-	-	3,625	-	( 3,625 )	-	-	-	-	-	-	
B5	Special Capital Reserve	-	-	-	7,640	( 7,640 )	-	-	-	-	-	-	
B5	cash dividend distributed by the company — NTD0.3/per share	-	-	-	-	( 25,584 )	-	-	-	( 25,584 )	-	( 25,584 )	
C3	Generated from donation	-	66	-	-	-	-	-	-	66	-	66	
D1	Net income for the six months ended June 30, 2020	-	-	-	-	738,305	-	-	-	738,305	26,578	764,883	
D3	Other comprehensive income (Loss) for the six months ended June 30, 2020, net of income tax	-	-	-	-	-	-	( 7,696 )	159,252	151,556	( 2,045 )	149,511	
D5	Total comprehensive income (Loss) for the six months ended June 30, 2020	-	-	-	-	738,305	-	( 7,696 )	159,252	889,861	24,533	914,394	
Z1	Balance, June 30, 2020	\$ 852,812	\$ 3,167	\$ 214,690	\$ 179,174	\$ 1,198,048	( \$ 1,530 )	( \$ 35,196 )	\$ 156,589	\$ 2,567,754	\$ 84,839	\$ 2,652,593	
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	
B5	Appropriation of 2020earnings cash dividend distributed by the company — NTD12/per share	-	-	-	-	( 1,023,374 )	-	-	-	( 1,023,374 )	-	( 1,023,374 )	
C3	Generated from donation	-	94	-	-	-	-	-	-	94	-	94	
D1	Net income (Loss) for the six months ended June 30, 2021	-	-	-	-	296,100	-	-	-	296,100	( 288 )	295,812	
D3	Other comprehensive income (Loss) for the six months ended June 30, 2021 net of income tax	-	-	-	-	-	-	( 4,611 )	1,853	( 2,758 )	( 1,225 )	( 3,983 )	
D5	Total comprehensive income (Loss) for the six months ended June 30, 2021	-	-	-	-	296,100	-	( 4,611 )	1,853	293,342	( 1,513 )	291,829	
Z1	Balance, June 30, 2021	\$ 852,812	\$ 3,261	\$ 214,690	\$ 179,174	\$ 1,707,448	( \$ 8,565 )	( \$ 25,153 )	\$ 74,526	\$ 2,998,193	\$ 100,238	\$ 3,098,431	

President  
Mei-hui Huang

General Manager  
Mei-hui Huang

Supervisor  
Shu-chi Liao

Universal Incorporation and Subsidiaries  
Consolidated Statements of Cash Flows

(In Thousands of New Taiwan Dollars)

Code		For the Six Months Ended June 30	
		2021	2020
	Cash Flows from Operating Activities		
A10000	Income before income tax	\$ 370,354	\$ 957,701
A20010	Adjustments for:		
A20100	Depreciation expense	31,930	27,622
A20400	Net loss (gain) on financial assets at fair value through profit or loss	223	( 336)
A20900	Finance costs	7	18
A21200	Interest income	( 4,473)	( 2,225)
A21300	Dividend income	-	( 115)
A22500	Net loss (gain) on disposal of property, plant and equipment	1,368	( 85)
A23100	Gain on disposal of financial assets, net	( 1,792)	( 269)
A23800	Loss on inventories valuation	277	3,413
A24100	Net foreign exchange losses (gains)	( 2,513)	288
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	( 1,154)	( 581)
A31150	Accounts receivable	192,828	( 295,762)
A31200	Inventories	25,134	( 41,989)
A31240	Other current assets	( 5,775)	( 9,748)
A32125	Contract liabilities	-	( 31,932)
A32130	Notes payable	-	3,675
A32150	Accounts payable	( 13,731)	15,160
A32180	Other payables	( 5,020)	87,586
A32230	Other current liabilities	( 22,566)	37,305
A32240	Net defined benefit liability	( 1,921)	( 390)
A33000	Cash generated from operations	563,176	749,336
A33100	Interest received	2,273	2,877
A33300	Interest paid	( 7)	( 18)
A33500	Income taxes paid	( 460,843)	( 2,404)
AAAA	Net cash inflow generated by operating activities	<u>104,599</u>	<u>749,791</u>

(Continued on following page)

(Continued from previous page)

<u>Code</u>		<u>For the Six Months Ended June 30</u>	
		<u>2021</u>	<u>2020</u>
	Cash Flows from Investing Activities		
B00040	Acquisitions of Financial assets at amortized cost	(\$ 324,374)	(\$ 294,819)
B00050	Proceeds from disposal or redemption of Financial assets at amortized cost	307,101	207,858
B00100	Acquisitions of Financial assets at fair value through profit or loss	( 434,000)	( 316,000)
B00200	Proceeds from disposal or redemption of Financial assets at fair value through profit or loss	336,823	34,000
B02700	Payments for property, plant and equipment	( 60,376)	( 120,680)
B02800	Proceeds from disposal of property, plant and equipment	-	2,875
B07600	Other dividend received	-	115
BBBB	Net cash generated from (used in) investing activities	( <u>174,826</u> )	( <u>486,651</u> )
	Cash Flows from Financing Activities		
C00100	Increase Short-term Borrowing	2,951	-
C04020	Lease liability principal repayment	( 20)	( 19)
C09900	Other Financing Activities	<u>94</u>	<u>66</u>
CCCC	Net cash generated from (used in) financing activities	<u>3,025</u>	<u>47</u>
DDDD	Effect of exchange rate changes on cash and cash equivalents	( <u>4,822</u> )	( <u>13,406</u> )
EEEE	Net increase (decrease) in cash and cash equivalents	( 72,024)	249,781
E00100	Cash and cash equivalents, beginning of period	<u>501,763</u>	<u>176,524</u>
E00200	Cash and cash equivalents, end of period	<u>\$ 429,739</u>	<u>\$ 426,305</u>

President  
Mei-hui Huang

General Manager  
Mei-hui Huang

Supervisor  
Shu-chi Liao