

Stock Symbol: 1325

Universal Incorporation and Subsidiaries

Consolidated Parent and Subsidiary Financial Report for Q2 2022

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Universal Incorporation and Subsidiaries
Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

		June 30, 2022		December 31, 2021		June 30, 2021	
Code	Assets	Amount	%	Amount	%	Amount	%
Current Assets							
1100	Cash and cash equivalents	\$ 337,220	11	\$ 406,558	13	\$ 429,739	10
1110	Financial assets at fair value through profit or loss – current	184,635	6	332,413	10	1,441,955	32
1136	Financial assets at amortized cost – current	1,117,500	35	890,354	28	917,323	20
1150	Notes receivable	2,395	-	5,890	-	6,654	-
1170	Accounts receivables	87,600	3	89,249	3	138,576	3
1220	Current income tax assets	-	-	1,022	-	-	-
130X	Inventories	145,991	5	170,113	5	170,600	4
1470	Other current assets	15,323	-	8,316	-	19,751	1
11XX	Total current assets	1,890,664	60	1,903,915	59	3,124,598	70
Non-current Assets							
1517	Financial assets at fair value through other comprehensive income – non-current	68,614	2	87,390	3	128,668	3
1535	Financial assets at amortized cost– non-current	11,070	-	-	-	-	-
1600	Property, plant and equipment	1,194,570	38	1,213,631	38	1,219,690	27
1755	Right-of-use asset	7,055	-	7,084	-	7,205	-
1840	Deferred income tax assets	4,372	-	5,143	-	7,156	-
1920	Refundable deposits	1,770	-	219	-	219	-
15XX	Total non-current assets	1,287,451	40	1,313,467	41	1,362,938	30
1XXX	Total Assets	\$ 3,178,115	100	\$ 3,217,382	100	\$ 4,487,536	100
Liabilities and Equity							
Current Liabilities							
2100	Short-term Borrowing	\$ -	-	\$ -	-	\$ 2,969	-
2170	Accounts payable	11,895	-	6,128	-	15,160	-
2219	Other payables	217,962	7	53,114	2	1,215,250	27
2230	Current income tax liabilities	5,278	-	40,066	1	73,856	2
2280	Lease liability– current	21	-	42	-	41	-
2399	Other current liabilities	6,605	-	6,298	-	8,254	-
21XX	Total current liabilities	241,761	7	105,648	3	1,315,530	29
Non-current Liabilities							
2570	Deferred income tax liabilities	51,530	2	51,810	2	54,431	1
2580	Lease liability – non-current	-	-	-	-	21	-
2640	Net defined benefit liability – non-current	10,927	-	11,278	-	19,123	1
25XX	Total non-current liabilities	62,457	2	63,088	2	73,575	2
2XXX	Total liabilities	304,218	9	168,736	5	1,389,105	31
Equity Attributable to Shareholders of the Parent							
Capital stock							
3110	Common stock	852,812	27	852,812	27	852,812	19
3200	Capital surplus	3,333	-	3,261	-	3,261	-
Retained earnings							
3310	Appropriated as legal capital reserve	440,026	14	412,188	13	214,690	5
3320	Appropriated as special capital reserve	147,307	5	147,481	5	179,174	4
3350	Un-appropriated earnings	1,331,174	42	1,523,921	47	1,707,448	38
3300	Total retained earnings	1,918,507	61	2,083,590	65	2,101,312	47
3400	Other equity	(2,589)	-	8,686	-	40,808	1
31XX	Equity attributable to shareholders of the parent	2,772,063	88	2,948,349	92	2,998,193	67
36XX	Non-controlling interests	101,834	3	100,297	3	100,238	2
3XXX	Total equity	2,873,897	91	3,048,646	95	3,098,431	69
Total Liabilities and Equity		\$ 3,178,115	100	\$ 3,217,382	100	\$ 4,487,536	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			
		2022		2021		2022		2021	
		Amount	%	Amount	%	Amount	%	Amount	%
4100	Operating Revenue								
	Sales Revenue	\$ 150,525	100	\$ 402,108	100	\$ 300,505	100	\$ 872,769	100
5110	Operating Costs								
	Cost of goods Sold	<u>142,677</u>	<u>95</u>	<u>212,677</u>	<u>53</u>	<u>281,849</u>	<u>94</u>	<u>459,295</u>	<u>53</u>
5900	Gross Profit	<u>7,848</u>	<u>5</u>	<u>189,431</u>	<u>47</u>	<u>18,656</u>	<u>6</u>	<u>413,474</u>	<u>47</u>
6100	Operating Expenses								
	Marketing	3,475	2	4,669	1	6,704	2	11,563	1
6200	General and administrative	6,621	4	15,932	4	13,305	4	33,140	4
6300	Research and development	<u>2,743</u>	<u>2</u>	<u>2,567</u>	<u>1</u>	<u>5,074</u>	<u>2</u>	<u>5,291</u>	<u>1</u>
6000	Total operating expenses	<u>12,839</u>	<u>8</u>	<u>23,168</u>	<u>6</u>	<u>25,083</u>	<u>8</u>	<u>49,994</u>	<u>6</u>
6900	Income from Operations	(<u>4,991</u>)	(<u>3</u>)	<u>166,263</u>	<u>41</u>	(<u>6,427</u>)	(<u>2</u>)	<u>363,480</u>	<u>41</u>
	Non-Operating Income and Expenses								
7100	Interest Income	3,372	2	2,278	1	5,679	2	4,473	1
7010	Other income	960	1	7,077	2	1,291	-	7,551	1
7020	Other gains and losses	7,223	5	(3,055)	(1)	9,264	3	(5,143)	(1)
7050	Finance costs	(<u>2</u>)	-	(<u>5</u>)	-	(<u>4</u>)	-	(<u>7</u>)	-
7000	Total non-operating income and expenses	<u>11,553</u>	<u>8</u>	<u>6,295</u>	<u>2</u>	<u>16,230</u>	<u>5</u>	<u>6,874</u>	<u>1</u>
7900	Income Before Income Tax	6,562	5	172,558	43	9,803	3	370,354	42
7950	Income Tax Expense	<u>3,643</u>	<u>3</u>	<u>34,185</u>	<u>9</u>	<u>4,606</u>	<u>1</u>	<u>74,542</u>	<u>8</u>
8200	Net Income	<u>2,919</u>	<u>2</u>	<u>138,373</u>	<u>34</u>	<u>5,197</u>	<u>2</u>	<u>295,812</u>	<u>34</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	(18,769)	(12)	(5,349)	(1)	(18,776)	(6)	1,853	-
8360	Items that may be reclassified subsequently to profit or loss								
8361	Exchange differences arising on translation of foreign operations	(<u>8,844</u>)	(<u>6</u>)	(<u>3,299</u>)	(<u>1</u>)	<u>9,494</u>	<u>3</u>	(<u>5,836</u>)	(<u>1</u>)
8300	Other comprehensive income (loss) for the period, net of income tax	(<u>27,613</u>)	(<u>18</u>)	(<u>8,648</u>)	(<u>2</u>)	(<u>9,282</u>)	(<u>3</u>)	(<u>3,983</u>)	(<u>1</u>)
8500	Total comprehensive income for the period	(\$ <u>24,694</u>)	(<u>16</u>)	\$ <u>129,725</u>	<u>32</u>	(\$ <u>4,085</u>)	(<u>1</u>)	\$ <u>291,829</u>	<u>33</u>
	Net Income Attributable To:								
8610	Shareholders of the parent	\$ 2,168	2	\$ 139,240	34	\$ 5,653	2	\$ 296,100	34
8620	Non-controlling interests	<u>751</u>	-	(<u>867</u>)	-	(<u>456</u>)	-	(<u>288</u>)	-
8600		<u>\$ 2,919</u>	<u>2</u>	<u>\$ 138,373</u>	<u>34</u>	<u>\$ 5,197</u>	<u>2</u>	<u>\$ 295,812</u>	<u>34</u>
	Total Comprehensive Income (loss) Attributable To:								
8710	Shareholders of the parent	(\$ 23,589)	(15)	\$ 131,284	33	(\$ 5,622)	(2)	\$ 293,342	33
8720	Non-controlling interests	(<u>1,105</u>)	(<u>1</u>)	(<u>1,559</u>)	(<u>1</u>)	<u>1,537</u>	<u>1</u>	(<u>1,513</u>)	-
8700		(\$ <u>24,694</u>)	(<u>16</u>)	\$ <u>129,725</u>	<u>32</u>	(\$ <u>4,085</u>)	(<u>1</u>)	\$ <u>291,829</u>	<u>33</u>
	Earnings Per Share								
9750	Basic earnings per share	<u>\$ 0.03</u>		<u>\$ 1.63</u>		<u>\$ 0.07</u>		<u>\$ 3.47</u>	
9850	Diluted earnings per share	<u>\$ 0.03</u>		<u>\$ 1.63</u>		<u>\$ 0.07</u>		<u>\$ 3.45</u>	

President
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General Manager
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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						Others Equity					
		Capital Stock	Capital Surplus	Retained Earnings			Re-measurement of	Exchange Differences on Translating	Unrealized gain(loss) from investments In equity instruments at fair value through other Comprehensive Income	Total	Non-controlling Interests	Total Equity	
代 碼				Legal capital Reserve	Special Capital Reserve	Un-appropriated Earnings							Defined Benefit Obligation
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	
A1	Balance, January 1, 2022	\$ 852,812	\$ 3,261	\$ 412,188	\$ 147,481	\$ 1,523,921	(\$ 2,579)	(\$ 22,679)	\$ 33,944	\$ 2,948,349	\$ 100,297	\$ 3,048,646	
B1	Appropriation of 2021 earnings												
B1	Legal capital reserve	-	-	27,838	-	(27,838)	-	-	-	-	-	-	
B3	Special Capital Reserve	-	-	-	(174)	-	-	-	-	(174)	-	(174)	
B5	cash dividend distributed by the company -- NTD2／per share	-	-	-	-	(170,562)	-	-	-	(170,562)	-	(170,562)	
C3	Generated from donation	-	72	-	-	-	-	-	-	72	-	72	
D1	Net income for the six months ended June 30, 2022	-	-	-	-	5,653	-	-	-	5,653	(456)	5,197	
D3	Other comprehensive income (Loss) for the six months ended June 30, 2022, net of income tax	-	-	-	-	-	-	7,501	(18,776)	(11,275)	1,993	(9,282)	
D5	Total comprehensive income (Loss) for the six months ended June 30, 2022	-	-	-	-	5,653	-	7,501	(18,776)	(5,622)	1,537	(4,085)	
Z1	Balance, June 30, 2022	\$ 852,812	\$ 3,333	\$ 440,026	\$ 147,307	\$ 1,331,174	(\$ 2,579)	(\$ 15,178)	\$ 15,168	\$ 2,772,063	\$ 101,834	\$ 2,873,897	

President
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Universal Incorporation and Subsidiaries
Consolidated Statements of Cash Flows

(In Thousands of New Taiwan Dollars)

Code		For the Six Months Ended June 30	
		2022	2021
	Cash Flows from Operating Activities		
A10000	Income before income tax	\$ 9,803	\$ 370,354
A20010	Adjustments for:		
A20100	Depreciation expense	30,845	31,930
A20400	Loss on financial assets at fair value through profit or loss	255	223
A20900	Finance costs	4	7
A21200	Interest income	(5,679)	(4,473)
A21300	Dividend income	(450)	-
A22500	Loss (gain) on disposal of property, plant and equipment	(6,875)	1,368
A23100	Net gain on disposal of financial assets	(695)	(1,792)
A23800	Loss on inventories valuation	909	277
A24100	Foreign exchange gains	(1,333)	(2,513)
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	3,495	(1,154)
A31150	Accounts receivable	1,674	192,828
A31200	Inventories	23,916	25,134
A31240	Other current assets	(4,693)	(5,775)
A32150	Accounts payable	5,764	(13,731)
A32180	Other payables	(4,656)	(5,020)
A32230	Other current liabilities	302	(22,566)
A32240	Net defined benefit liability	(351)	(1,921)
A33000	Cash generated from operations	52,235	563,176
A33100	Interest received	3,365	2,273
A33300	Interest paid	(3)	(7)
A33500	Income taxes paid	(37,881)	(460,843)
AAAA	Net cash inflow generated by operating activities	<u>17,716</u>	<u>104,599</u>

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Code		For the Six Months Ended June 30	
		2022	2021
	Cash Flows from Investing Activities		
B00040	Acquisitions of Financial assets at amortized cost	(\$ 530,577)	(\$ 324,374)
B00050	Proceeds from disposal or redemption of Financial assets at amortized cost	294,977	307,101
B00100	Acquisitions of Financial assets at fair value through profit or loss	-	(434,000)
B00200	Proceeds from disposal or redemption of Financial assets at fair value through profit or loss	148,218	336,823
B02700	Payments for property, plant and equipment	(10,387)	(60,376)
B02800	Proceeds from disposal of property, plant and equipment	7,280	-
B03700	Increase in refundable deposits	(1,550)	-
B07600	Other dividend received	<u>450</u>	<u>-</u>
BBBB	Net cash generated from (used in) investing activities	(<u>91,589</u>)	(<u>174,826</u>)
	Cash Flows from Financing Activities		
C00100	Increase in Short-term Borrowing	-	2,951
C04020	Lease liability principal repayment	(21)	(20)
C09900	Other Financing Activities	<u>72</u>	<u>94</u>
CCCC	Net cash generated from (used in) financing activities	<u>51</u>	<u>3,025</u>
DDDD	Effect of exchange rate changes on cash and cash equivalents	<u>4,484</u>	(<u>4,822</u>)
EEEE	Net decrease in cash and cash equivalents	(69,338)	(72,024)
E00100	Cash and cash equivalents, beginning of period	<u>406,558</u>	<u>501,763</u>
E00200	Cash and cash equivalents, end of period	<u>\$ 337,220</u>	<u>\$ 429,739</u>

President
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