

Stock Symbol: 1325

# Universal Incorporation and Subsidiaries

## Consolidated Parent and Subsidiary Financial Report for Q1 2023

Address:

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Universal Incorporation and Subsidiaries  
Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

		March 31, 2023		December 31, 2022		March 31, 2022	
Code	Assets	Amount	%	Amount	%	Amount	%
Current Assets							
1100	Cash and cash equivalents	\$ 1,089,902	36	\$ 1,013,789	34	\$ 402,386	12
1110	Financial assets at fair value through profit or loss – current	-	-	-	-	292,528	9
1136	Financial assets at amortized cost – current	464,978	16	526,793	17	986,919	31
1150	Notes receivable	265	-	541	-	4,948	-
1170	Trade receivable	68,997	2	69,163	2	78,406	3
1220	Current tax assets	-	-	-	-	1,062	-
130X	Inventories	109,879	4	124,110	4	152,689	5
1470	Other current assets	10,205	-	12,003	1	11,780	-
11XX	Total current assets	1,744,226	58	1,746,399	58	1,930,718	60
Non-current Assets							
1517	Financial assets at fair value through other comprehensive						
	Income – non-current	66,410	2	65,179	2	87,383	3
1535	Financial assets at amortized cost– non – current	11,078	1	11,023	1	-	-
1600	Property, plant and equipment	1,156,344	39	1,168,563	39	1,209,763	37
1755	Right-of-use assets	7,026	-	7,078	-	7,271	-
1840	Deferred tax assets	6,758	-	5,386	-	4,742	-
1920	Refundable deposits	1,720	-	1,720	-	220	-
15XX	Total non-current assets	1,249,336	42	1,258,949	42	1,309,379	40
1XXX	TOTAL	\$ 2,993,562	100	\$ 3,005,348	100	\$ 3,240,097	100
Code	Liabilities and Equity						
Current Liabilities							
2100	Short-term borrowing	\$ -	-	\$ 15,829	1	\$ -	-
2170	Trade payable	4,992	-	993	-	10,094	-
2219	Other payables	29,208	1	34,930	1	50,059	2
2230	Current tax liabilities	12,480	1	10,178	-	41,361	1
2280	Lease liabilities– current	42	-	37	-	32	-
2399	Other current liabilities	10,017	-	6,563	-	7,280	-
21XX	Total current liabilities	56,739	2	68,530	2	108,826	3
Non-current Liabilities							
2570	Deferred tax liabilities	48,660	2	49,572	2	51,017	2
2580	Lease liabilities – non-current	178	-	188	-	-	-
2640	Net defined benefit liabilities – non-current	7,675	-	7,840	-	11,101	-
2645	Guarantee deposit received	210	-	210	-	-	-
25XX	Total non-current liabilities	56,723	2	57,810	2	62,118	2
2XXX	Total liabilities	113,462	4	126,340	4	170,944	5
Equity Attributable to owners of the company							
Share capital							
3110	Ordinary shares	852,812	29	852,812	28	852,812	26
3200	Capital surplus	3,450	-	3,333	-	3,333	-
Retained earnings							
3310	Legal reserve	440,026	15	440,026	15	412,188	13
3320	Special reserve	147,307	5	147,307	5	147,307	5
3350	Un-appropriated earnings	1,340,707	44	1,342,101	45	1,527,406	47
3300	Total retained earnings	1,928,040	64	1,929,434	65	2,086,901	65
3400	Other equity	( 2,294 )	-	( 5,391 )	-	23,168	1
31XX	Total equity attributable to owners of the Company	2,782,008	93	2,780,188	93	2,966,214	92
36XX	Non-controlling interests	98,092	3	98,820	3	102,939	3
3XXX	Total equity	2,880,100	96	2,879,008	96	3,069,153	95
TOTAL		\$ 2,993,562	100	\$ 3,005,348	100	\$ 3,240,097	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			
		2023		2022	
Code		Amount	%	Amount	%
4100	Operating Revenue				
	Sales	\$ 109,668	100	\$ 149,980	100
5110	Operating Costs				
	Cost of goods sold	<u>104,120</u>	<u>95</u>	<u>139,172</u>	<u>93</u>
5900	Gross Profit	<u>5,548</u>	<u>5</u>	<u>10,808</u>	<u>7</u>
	Operating Expenses				
6100	Selling and marketing expenses	2,926	3	3,229	2
6200	General and administrative expenses	6,515	6	6,684	4
6300	Research and development expenses	<u>2,291</u>	<u>2</u>	<u>2,331</u>	<u>2</u>
6000	Total operating expenses	<u>11,732</u>	<u>11</u>	<u>12,244</u>	<u>8</u>
6900	Loss from Operations	( <u>6,184</u> )	( <u>6</u> )	( <u>1,436</u> )	( <u>1</u> )
	Non-Operating Income and Expenses				
7100	Interest income	11,710	11	2,307	2
7010	Other income	1,158	1	331	-
7020	Other gains and losses	( 8,099 )	( 7 )	2,041	1
7050	Finance costs	( <u>8</u> )	-	( <u>2</u> )	-
7000	Total non-operating income and expenses	<u>4,761</u>	<u>5</u>	<u>4,677</u>	<u>3</u>
7900	(Loss)Income Before Income Tax	( 1,423 )	( 1 )	3,241	2
7950	Income Tax Expense	<u>1,195</u>	<u>1</u>	<u>963</u>	-
8200	Net (Loss) Income	( <u>2,618</u> )	( <u>2</u> )	<u>2,278</u>	<u>2</u>
	Other Comprehensive Income (Loss)				
8310	Items that will not be reclassified subsequently to profit or loss:				
8316	Unrealized gain(loss) on investments in equity instruments designated as fair value through other comprehensive income	\$ 1,231	1	( 7 )	-
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences arising on translation of foreign operations	<u>2,362</u>	<u>2</u>	<u>18,338</u>	<u>12</u>
8300	Other comprehensive income for the period, net of income tax	<u>3,593</u>	<u>3</u>	<u>18,331</u>	<u>12</u>
8500	Total Comprehensive Income for the Period	<u>\$ 975</u>	<u>1</u>	<u>\$ 20,609</u>	<u>14</u>
	Net (Loss) Income Attributable To:				
8610	Owners of the Company	( \$ 1,394 )	( 1 )	\$ 3,485	3
8620	Non-controlling interests	( <u>1,224</u> )	( <u>1</u> )	( <u>1,207</u> )	( <u>1</u> )
8600		( <u>\$ 2,618</u> )	( <u>2</u> )	<u>\$ 2,278</u>	<u>2</u>
	Total Comprehensive Income Attributable To:				
8710	Owners of the Company	\$ 1,703	2	\$ 17,967	12
8720	Non-controlling interests	( <u>728</u> )	( <u>1</u> )	<u>2,642</u>	<u>2</u>
8700		<u>\$ 975</u>	<u>1</u>	<u>\$ 20,609</u>	<u>14</u>
	Earnings Per Share				
9750	Basic	( <u>\$ 0.02</u> )		<u>\$ 0.04</u>	
9850	Diluted	( <u>\$ 0.02</u> )		<u>\$ 0.04</u>	

President  
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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 Owners of the Company					Others Equity					
Code		Ordinary Shares	Capital Surplus	Retained Earnings			Re-measurement of Defined Benefit Plans	Exchange Differences on Translating Foreign Operations	Unrealized gain (loss) on Financial Assets at Fair Value through Other Comprehensive Income	Total	Non-controlling Interests	Total Equity
				Legal Reserve	Special Reserve	Un-appropriated Earnings						
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
B3	Special Capital Reserve	-	-	-	( 174 )	-	-	-	-	( 174 )	-	( 174 )
C3	Due to donated assets received	-	72	-	-	-	-	-	-	72	-	72
D1	Net income(loss) for the three months ended March 31, 2022	-	-	-	-	3,485	-	-	-	3,485	( 1,207 )	2,278
D3	Other comprehensive income (loss) for the three months ended March 31, 2022, net of income tax	-	-	-	-	-	-	14,489	( 7 )	14,482	3,849	18,331
D5	Total comprehensive income (loss) for the three months ended March 31, 2022	-	-	-	-	3,485	-	14,489	( 7 )	17,967	2,642	20,609
Z1	Balance, March 31, 2022	\$ 852,812	\$ 3,333	\$ 412,188	\$ 147,307	\$ 1,527,406	( \$ 2,579 )	( \$ 8,190 )	\$ 33,937	\$ 2,966,214	\$ 102,939	\$ 3,069,153
A1	Balance, January 1, 2023	\$ 852,812	\$ 3,333	\$ 440,026	\$ 147,307	\$ 1,342,101	( \$ 381 )	( \$ 16,743 )	\$ 11,733	\$ 2,780,188	\$ 98,820	\$ 2,879,008
C3	Due to donated assets received	-	117	-	-	-	-	-	-	117	-	117
D1	Net loss for the three months ended March 31, 2023	-	-	-	-	( 1,394 )	-	-	-	( 1,394 )	( 1,224 )	( 2,618 )
D3	Other comprehensive income for the three months ended March 31, 2023, net of income tax	-	-	-	-	-	-	1,866	1,231	3,097	496	3,593
D5	Total comprehensive income (loss) for the three months ended March 31, 2023	-	-	-	-	( 1,394 )	-	1,866	1,231	1,703	( 728 )	975
Z1	Balance, March 31, 2023	\$ 852,812	\$ 3,450	\$ 440,026	\$ 147,307	\$ 1,340,707	( \$ 381 )	( \$ 14,877 )	\$ 12,964	\$ 2,782,008	\$ 98,092	\$ 2,800,100

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 Three Months Ended March 31	
		2023	2022
	Cash Flows from Operating Activities		
A10000	(Loss) Income before income tax	(\$ 1,423 )	\$ 3,241
A20010	Adjustments for:		
A20100	Depreciation expense	15,030	15,470
A20400	Net Gain on fair value changes of financial assets at fair value through profit or loss	-	( 122 )
A20900	Finance costs	8	2
A21200	Interest income	( 11,710 )	( 2,307 )
A22500	Net gain on disposal of property, plant and equipment	-	( 56 )
A23100	Net gain on disposal of financial assets	-	( 91 )
A23800	Write-downs of inventories	84	20
A24100	Net loss (gain) on foreign currency exchange	1,097	( 702 )
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	276	942
A31150	Trade receivable	276	10,903
A31200	Inventories	14,264	18,610
A31240	Other current assets	357	( 2,822 )
A32150	Trade payable	3,999	3,848
A32180	Other payables	( 5,189 )	( 1,997 )
A32230	Other current liabilities	3,456	974
A32240	Net defined benefit liabilities - non-current	( 165 )	( 177 )
A33000	Cash generated from operations	20,360	45,736
A33100	Interest received	13,237	1,665
A33300	Interest paid	( 8 )	( 1 )
A33500	Income tax paid	( 1,177 )	( 60 )
AAAA	Net cash generated from operating activities	<u>32,412</u>	<u>47,340</u>

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Code		For the Three Months Ended March 31	
		2023	2022
	Cash Flows from Investing Activities		
B00040	Purchase of Financial assets at amortized cost	(\$ 204,420)	(\$ 236,347)
B00050	Proceeds from sale of financial assets at amortized cost	265,820	146,256
B00200	Proceeds from sale of financial assets at fair value through profit or loss	-	40,098
B02700	Acquisition of property, plant and equipment	( 2,565 )	( 7,264 )
B02800	Proceeds from disposal of property, plant and equipment	-	57
BBBB	Net cash generated from (used in) investing activities	<u>58,835</u>	<u>( 57,200 )</u>
	Cash Flows from Financing Activities		
C00200	Decrease in short-term borrowings	( 15,829 )	-
C04020	Repayment of the principal portion of lease liabilities	( 6 )	( 10 )
C09900	Other financing activities	<u>117</u>	<u>72</u>
CCCC	Net cash (used in) generated from financing activities	<u>( 15,718 )</u>	<u>62</u>
DDDD	Effect of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	<u>584</u>	<u>5,626</u>
EEEE	Net increase (decrease) in cash and cash equivalents	76,113	( 4,172 )
E00100	Cash and cash equivalents, beginning of period	<u>1,013,789</u>	<u>406,558</u>
E00200	Cash and cash equivalents, end of period	<u>\$ 1,089,902</u>	<u>\$ 402,386</u>

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