

Stock Symbol: 1325

Universal Incorporation and Subsidiaries

Consolidated Parent and Subsidiary Financial Report for Q2 2024

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Universal Incorporation and Subsidiaries
Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

Code	Assets	June 30, 2024		December 31, 2023		June 30, 2023	
		Amount	%	Amount	%	Amount	%
Current Assets							
1100	Cash and cash equivalents	\$ 467,190	16	\$ 554,253	19	\$ 1,090,918	37
1110	Financial assets at fair value through profit or loss – current	239,944	8	194,366	7	-	-
1136	Financial assets at amortized cost – current	914,030	31	838,034	28	488,436	16
1150	Notes receivable	876	-	965	-	2,375	-
1170	Trade receivable	61,752	2	60,843	2	68,399	2
1220	Current tax assets	1,426	-	-	-	-	-
130X	Inventories	78,616	3	88,950	3	103,981	3
1470	Other current assets	13,093	-	11,351	-	13,319	1
11XX	Total current assets	<u>1,776,927</u>	<u>60</u>	<u>1,748,762</u>	<u>59</u>	<u>1,767,428</u>	<u>59</u>
Non-current Assets							
1517	Financial assets at fair value through other comprehensive Income – non-current	80,578	3	82,637	3	67,121	3
1600	Property, plant and equipment	1,115,673	37	1,129,354	38	1,139,391	38
1755	Right-of-use assets	6,768	-	6,622	-	6,754	-
1840	Deferred tax assets	4,272	-	4,421	-	2,283	-
1920	Refundable deposits	170	-	169	-	1,719	-
15XX	Total non-current assets	<u>1,207,461</u>	<u>40</u>	<u>1,223,203</u>	<u>41</u>	<u>1,217,268</u>	<u>41</u>
1XXX	TOTAL	<u>\$ 2,984,388</u>	<u>100</u>	<u>\$ 2,971,965</u>	<u>100</u>	<u>\$ 2,984,696</u>	<u>100</u>
Liabilities and Equity							
Current Liabilities							
2170	Trade payable	\$ 7,069	-	\$ 13,302	1	\$ 3,257	-
2219	Other payables	75,211	3	31,056	1	71,127	3
2230	Current tax liabilities	-	-	3,092	-	921	-
2280	Lease liabilities– current	45	-	43	-	42	-
2399	Other current liabilities	9,569	-	9,502	-	9,346	-
21XX	Total current liabilities	<u>91,894</u>	<u>3</u>	<u>56,995</u>	<u>2</u>	<u>84,693</u>	<u>3</u>
Non-current Liabilities							
2570	Deferred tax liabilities	51,445	2	48,265	2	48,265	2
2580	Lease liabilities – non-current	125	-	147	-	168	-
2640	Net defined benefit liabilities – non-current	6,219	-	6,537	-	7,514	-
2645	Guarantee deposit received	210	-	210	-	210	-
25XX	Total non-current liabilities	<u>57,999</u>	<u>2</u>	<u>55,159</u>	<u>2</u>	<u>56,157</u>	<u>2</u>
2XXX	Total liabilities	<u>149,893</u>	<u>5</u>	<u>112,154</u>	<u>4</u>	<u>140,850</u>	<u>5</u>
Equity Attributable to owners of the company							
Share capital							
3110	Ordinary shares	852,812	29	852,812	29	852,812	28
3200	Capital surplus	3,563	-	3,454	-	3,450	-
Retained earnings							
3310	Legal reserve	443,459	15	441,684	15	441,684	15
3320	Special reserve	147,307	5	152,698	5	152,698	5
3350	Un-appropriated earnings	1,269,147	42	1,310,166	44	1,310,379	44
3300	Total retained earnings	<u>1,859,913</u>	<u>62</u>	<u>1,904,548</u>	<u>64</u>	<u>1,904,761</u>	<u>64</u>
3400	Other equity	23,324	1	6,746	-	(11,688)	-
31XX	Total equity attributable to owners of the Company	<u>2,739,612</u>	<u>92</u>	<u>2,767,560</u>	<u>93</u>	<u>2,749,335</u>	<u>92</u>
36XX	Non-controlling interests	<u>94,883</u>	<u>3</u>	<u>92,251</u>	<u>3</u>	<u>94,511</u>	<u>3</u>
3XXX	Total equity	<u>2,834,495</u>	<u>95</u>	<u>2,859,811</u>	<u>96</u>	<u>2,843,846</u>	<u>95</u>
TOTAL		<u>\$ 2,984,388</u>	<u>100</u>	<u>\$ 2,971,965</u>	<u>100</u>	<u>\$ 2,984,696</u>	<u>100</u>

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			
		2024		2023		2024		2023	
		Amount	%	Amount	%	Amount	%	Amount	%
	Operating Revenue								
4100	Sales	\$ 77,015	100	\$ 103,188	100	\$ 173,392	100	\$ 212,856	100
	Operating Costs								
5110	Cost of goods sold	<u>88,738</u>	<u>115</u>	<u>104,844</u>	<u>102</u>	<u>184,749</u>	<u>107</u>	<u>208,964</u>	<u>98</u>
5900	Gross (Loss) Profit	(<u>11,723</u>)	(<u>15</u>)	(<u>1,656</u>)	(<u>2</u>)	(<u>11,357</u>)	(<u>7</u>)	<u>3,892</u>	<u>2</u>
	Operating Expenses								
6100	Selling and marketing expenses	2,958	4	3,012	3	5,441	3	5,938	3
6200	General and administrative expenses	6,819	9	7,308	7	13,690	8	13,823	7
6300	Research and development expenses	<u>2,061</u>	<u>3</u>	<u>2,115</u>	<u>2</u>	<u>4,274</u>	<u>2</u>	<u>4,406</u>	<u>2</u>
6000	Total operating expenses	<u>11,838</u>	<u>16</u>	<u>12,435</u>	<u>12</u>	<u>23,405</u>	<u>13</u>	<u>24,167</u>	<u>12</u>
6900	Loss from Operations	(<u>23,561</u>)	(<u>31</u>)	(<u>14,091</u>)	(<u>14</u>)	(<u>34,762</u>)	(<u>20</u>)	(<u>20,275</u>)	(<u>10</u>)
	Non-Operating Income and Expenses								
7100	Interest income	9,353	12	13,857	14	18,180	10	25,567	12
7010	Other income	484	1	623	-	1,140	1	1,781	1
7020	Other gains and losses	6,024	8	22,548	22	24,314	14	14,449	7
7050	Finance costs	(<u>3</u>)	-	(<u>9</u>)	-	(<u>9</u>)	-	(<u>17</u>)	-
7000	Total non-operating income and expenses	<u>15,858</u>	<u>21</u>	<u>37,019</u>	<u>36</u>	<u>43,625</u>	<u>25</u>	<u>41,780</u>	<u>20</u>
7900	(Loss) Profit Before Income Tax	(<u>7,703</u>)	(<u>10</u>)	22,928	22	8,863	5	21,505	10
7950	Income Tax Expense	(<u>1,216</u>)	(<u>2</u>)	<u>4,462</u>	<u>4</u>	<u>3,068</u>	<u>2</u>	<u>5,657</u>	<u>3</u>
8200	Net (Loss) Profit	(<u>6,487</u>)	(<u>8</u>)	<u>18,466</u>	<u>18</u>	<u>5,795</u>	<u>3</u>	<u>15,848</u>	<u>7</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	7,680	10	711	-	(<u>1,984</u>)	(<u>1</u>)	1,942	1
8360	Items that may be reclassified subsequently to profit or loss								
8361	Exchange differences on translation of the financial statements of foreign operations	<u>4,298</u>	<u>5</u>	(<u>12,790</u>)	(<u>12</u>)	<u>21,933</u>	<u>13</u>	(<u>10,428</u>)	(<u>5</u>)
8300	Other comprehensive income (loss) for the period, net of income tax	<u>11,978</u>	<u>15</u>	(<u>12,079</u>)	(<u>12</u>)	<u>19,949</u>	<u>12</u>	(<u>8,486</u>)	(<u>4</u>)
8500	Total comprehensive income (loss) for the period	<u>\$ 5,491</u>	<u>7</u>	<u>\$ 6,387</u>	<u>6</u>	<u>\$ 25,744</u>	<u>15</u>	<u>\$ 7,362</u>	<u>3</u>
	Net (Loss) Profit Attributable To:								
8610	Owners of the Company	(<u>\$ 5,592</u>)	(<u>7</u>)	\$ 19,362	19	\$ 7,767	4	\$ 17,968	8
8620	Non-controlling interests	(<u>895</u>)	(<u>1</u>)	(<u>896</u>)	(<u>1</u>)	(<u>1,972</u>)	(<u>1</u>)	(<u>2,120</u>)	(<u>1</u>)
8600		(<u>\$ 6,487</u>)	(<u>8</u>)	<u>\$ 18,466</u>	<u>18</u>	<u>\$ 5,795</u>	<u>3</u>	<u>\$ 15,848</u>	<u>7</u>
	Total Comprehensive Income (Loss) Attributable To:								
8710	Owners of the Company	\$ 5,483	7	\$ 9,968	10	\$ 23,112	13	\$ 11,671	5
8720	Non-controlling interests	<u>8</u>	-	(<u>3,581</u>)	(<u>4</u>)	<u>2,632</u>	<u>2</u>	(<u>4,309</u>)	(<u>2</u>)
8700		<u>\$ 5,491</u>	<u>7</u>	<u>\$ 6,387</u>	<u>6</u>	<u>\$ 25,744</u>	<u>15</u>	<u>\$ 7,362</u>	<u>3</u>
	(Loss) Earnings Per Share								
9750	Basic	(<u>\$ 0.07</u>)		<u>\$ 0.23</u>		<u>\$ 0.09</u>		<u>\$ 0.21</u>	
9850	Diluted	(<u>\$ 0.07</u>)		<u>\$ 0.23</u>		<u>\$ 0.09</u>		<u>\$ 0.21</u>	

President
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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					
Code		Ordinary shares	Capital Surplus	Retained Earnings			Re-measurement of Defined Benefit Obligation	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, 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
	Appropriation of 2022 earnings											
B1	Legal reserve	-	-	1,658	-	(1,658)	-	-	-	-	-	-
B3	Special Reserve	-	-	-	5,391	(5,391)	-	-	-	-	-	-
B5	Cash dividend distributed by the company – NTD0.5/per share	-	-	-	-	(42,641)	-	-	-	(42,641)	-	(42,641)
C3	Due to donated assets received	-	117	-	-	-	-	-	-	117	-	117
D1	Net profit (loss) for the six months ended June 30, 2023	-	-	-	-	17,968	-	-	-	17,968	(2,120)	15,848
D3	Other comprehensive income (loss) for the six months ended June 30, 2023, net of income tax	-	-	-	-	-	-	(8,239)	1,942	(6,297)	(2,189)	(8,486)
D5	Total comprehensive income (loss) for the six months ended June 30, 2023	-	-	-	-	17,968	-	(8,239)	1,942	11,671	(4,309)	7,362
Z1	Balance, June 30, 2023	\$ 852,812	\$ 3,450	\$ 441,684	\$ 152,698	\$ 1,310,379	(\$ 381)	(\$ 24,982)	\$ 13,675	\$ 2,749,335	\$ 94,511	\$ 2,843,846
A1	Balance, January 1, 2024	\$ 852,812	\$ 3,454	\$ 441,684	\$ 152,698	\$ 1,310,166	\$ 144	(\$ 22,589)	\$ 29,191	\$ 2,767,560	\$ 92,251	\$ 2,859,811
	Appropriation of 2023 earnings											
B1	Legal reserve	-	-	1,775	-	(1,775)	-	-	-	-	-	-
B3	Special Reserve	-	-	-	(5,391)	5,391	-	-	-	-	-	-
B5	Cash dividend distributed by the company – NTD0.6/per share	-	-	-	-	(51,169)	-	-	-	(51,169)	-	(51,169)
C3	Due to donated assets received	-	109	-	-	-	-	-	-	109	-	109
Q1	Disposal of investments in equity instruments at fair value through other comprehensive income	-	-	-	-	(1,233)	-	-	1,233	-	-	-
D1	Net profit (loss) for the six months ended June 30, 2024	-	-	-	-	7,767	-	-	-	7,767	(1,972)	5,795
D3	Other comprehensive income (loss) for the six months ended June 30, 2024, net of income tax	-	-	-	-	-	-	17,329	(1,984)	15,345	4,604	19,949
D5	Total comprehensive income (loss) for the six months ended June 30, 2024	-	-	-	-	7,767	-	17,329	(1,984)	23,112	2,632	25,744
Z1	Balance, June 30, 2024	\$ 852,812	\$ 3,563	\$ 443,459	\$ 147,307	\$ 1,269,147	\$ 144	(\$ 5,260)	\$ 28,440	\$ 2,739,612	\$ 94,883	\$ 2,834,495

President
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General Manager
Mei-hui Huang

Supervisor
Shu-chi Liao

Universal Incorporation and Subsidiaries
Consolidated Statements of Cash Flows

(In Thousands of New Taiwan Dollars)
For the Six Months Ended June 30

Code		2024	2023
	Cash Flows from Operating Activities		
A10000	Income before income tax	\$ 8,863	\$ 21,505
A20010	Adjustments for:		
A20100	Depreciation expense	30,024	30,227
A20400	Net gain on fair value changes of financial assets at fair value through profit or loss	(1,578)	-
A20900	Finance costs	9	17
A21200	Interest income	(18,180)	(25,567)
A21300	Dividend income	(39)	-
A22500	Net loss (gain) on disposal of property, plant and equipment	44	(603)
A23800	Write-downs of inventories	308	124
A24100	Net (gain) loss on foreign currency exchange	(146)	950
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	89	(1,834)
A31150	Trade receivable	(787)	954
A31200	Inventories	10,549	19,473
A31240	Other current assets	(229)	(957)
A32150	Trade payable	(6,303)	2,264
A32180	Other payables	(6,097)	(5,909)
A32230	Other current liabilities	57	2,783
A32240	Net defined benefit liabilities - non-current	(318)	(326)
A33000	Cash generated from operations	16,266	43,101
A33100	Interest received	16,815	25,363
A33300	Interest paid	(9)	(19)
A33500	Income tax paid	(4,257)	(13,118)
AAAA	Net cash generated from operating activities	<u>28,815</u>	<u>55,327</u>

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Code		For the Six Months Ended June 30	
		2024	2023
	Cash Flows from Investing Activities		
B00030	Proceeds from decreased capital of Financial assets at fair value through other comprehensive Income	\$ 75	\$ -
B00040	Purchase of Financial assets at amortized cost	(350,596)	(265,078)
B00050	Proceeds from sale of financial assets at amortized cost	281,678	309,914
B00100	Purchase of Financial assets at fair value through profit or loss	(44,000)	-
B02700	Acquisition of property, plant and equipment	(10,856)	(4,435)
B02800	Proceeds from disposal of property, plant and equipment	8	603
B07600	Other dividend received	<u>39</u>	<u>-</u>
BBBB	Net cash (used in) generated from investing activities	(<u>123,652</u>)	<u>41,004</u>
	Cash Flows from Financing Activities		
C00200	Decrease in short-term borrowings	-	(15,829)
C04020	Repayment of the principal portion of lease liabilities	(20)	(16)
C09900	Other financing activities	<u>109</u>	<u>117</u>
CCCC	Net cash generated (used in) from financing activities	<u>89</u>	(<u>15,728</u>)
DDDD	Effect of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	<u>7,685</u>	(<u>3,474</u>)
EEEE	Net (decrease) increase in cash and cash equivalents	(87,063)	77,129
E00100	Cash and cash equivalents, beginning of period	<u>554,253</u>	<u>1,013,789</u>
E00200	Cash and cash equivalents, end of period	<u>\$ 467,190</u>	<u>\$ 1,090,918</u>

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