

Stock Symbol: 1325

# Universal Incorporation and Subsidiaries

## Consolidated Parent and Subsidiary Financial Report for Q3 2024

Address:

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Universal Incorporation and Subsidiaries  
Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

Code	Assets	September 30, 2024		December 31, 2023		September 30, 2023	
		Amount	%	Amount	%	Amount	%
<b>Current Assets</b>							
1100	Cash and cash equivalents	\$ 461,088	16	\$ 554,253	19	\$ 943,566	31
1110	Financial assets at fair value through profit or loss – current	188,717	7	194,366	7	40,097	1
1136	Financial assets at amortized cost – current	911,615	31	838,034	28	618,650	21
1150	Notes receivable	426	-	965	-	235	-
1170	Trade receivable	53,687	2	60,843	2	65,771	2
1220	Current tax assets	2,139	-	-	-	-	-
130X	Inventories	76,840	3	88,950	3	110,059	4
1470	Other current assets	13,446	-	11,351	-	13,233	1
11XX	Total current assets	<u>1,707,958</u>	<u>59</u>	<u>1,748,762</u>	<u>59</u>	<u>1,791,611</u>	<u>60</u>
<b>Non-current Assets</b>							
1517	Financial assets at fair value through other comprehensive Income – non-current	72,832	3	82,637	3	65,782	2
1600	Property, plant and equipment	1,103,877	38	1,129,354	38	1,137,746	38
1755	Right-of-use assets	6,627	-	6,622	-	6,946	-
1840	Deferred tax assets	6,398	-	4,421	-	3,312	-
1920	Refundable deposits	171	-	169	-	170	-
15XX	Total non-current assets	<u>1,189,905</u>	<u>41</u>	<u>1,223,203</u>	<u>41</u>	<u>1,213,956</u>	<u>40</u>
1XXX	TOTAL	<u>\$ 2,897,863</u>	<u>100</u>	<u>\$ 2,971,965</u>	<u>100</u>	<u>\$ 3,005,567</u>	<u>100</u>
<b>Liabilities and Equity</b>							
<b>Current Liabilities</b>							
2170	Trade payable	\$ 6,278	-	\$ 13,302	1	\$ 11,367	-
2219	Other payables	21,819	1	31,056	1	28,037	1
2230	Current tax liabilities	-	-	3,092	-	1,827	-
2280	Lease liabilities– current	45	-	43	-	43	-
2399	Other current liabilities	10,519	-	9,502	-	12,133	1
21XX	Total current liabilities	<u>38,661</u>	<u>1</u>	<u>56,995</u>	<u>2</u>	<u>53,407</u>	<u>2</u>
<b>Non-current Liabilities</b>							
2570	Deferred tax liabilities	49,374	2	48,265	2	55,150	2
2580	Lease liabilities – non-current	114	-	147	-	157	-
2640	Net defined benefit liabilities – non-current	6,060	-	6,537	-	7,353	-
2645	Guarantee deposit received	210	-	210	-	210	-
25XX	Total non-current liabilities	<u>55,758</u>	<u>2</u>	<u>55,159</u>	<u>2</u>	<u>62,870</u>	<u>2</u>
2XXX	Total liabilities	<u>94,419</u>	<u>3</u>	<u>112,154</u>	<u>4</u>	<u>116,277</u>	<u>4</u>
<b>Equity Attributable to owners of the company</b>							
<b>Share capital</b>							
3110	Ordinary shares	852,812	29	852,812	29	852,812	28
3200	Capital surplus	3,571	-	3,454	-	3,454	-
<b>Retained earnings</b>							
3310	Legal reserve	443,459	16	441,684	15	441,684	15
3320	Special reserve	147,307	5	152,698	5	152,698	5
3350	Un-appropriated earnings	1,250,339	43	1,310,166	44	1,338,995	45
3300	Total retained earnings	<u>1,841,105</u>	<u>64</u>	<u>1,904,548</u>	<u>64</u>	<u>1,933,377</u>	<u>65</u>
3400	Other equity	12,746	1	6,746	-	2,180	-
31XX	Total equity attributable to owners of the Company	<u>2,710,234</u>	<u>94</u>	<u>2,767,560</u>	<u>93</u>	<u>2,791,823</u>	<u>93</u>
36XX	Non-controlling interests	<u>93,210</u>	<u>3</u>	<u>92,251</u>	<u>3</u>	<u>97,467</u>	<u>3</u>
3XXX	Total equity	<u>2,803,444</u>	<u>97</u>	<u>2,859,811</u>	<u>96</u>	<u>2,889,290</u>	<u>96</u>
TOTAL		<u>\$ 2,897,863</u>	<u>100</u>	<u>\$ 2,971,965</u>	<u>100</u>	<u>\$ 3,005,567</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 September 30				For the Nine Months Ended September 30			
		2024		2023		2024		2023	
		Amount	%	Amount	%	Amount	%	Amount	%
	Operating Revenue								
4100	Sales	\$ 71,453	100	\$ 97,071	100	\$ 244,845	100	\$ 309,927	100
	Operating Costs								
5110	Cost of goods sold	<u>85,201</u>	<u>119</u>	<u>96,793</u>	<u>100</u>	<u>269,950</u>	<u>110</u>	<u>305,757</u>	<u>99</u>
5900	Gross (Loss) Profit	( <u>13,748</u> )	( <u>19</u> )	<u>278</u>	<u>-</u>	( <u>25,105</u> )	( <u>10</u> )	<u>4,170</u>	<u>1</u>
	Operating Expenses								
6100	Selling and marketing expenses	2,674	4	2,662	3	8,115	3	8,600	3
6200	General and administrative expenses	6,032	8	8,056	8	19,722	8	21,879	7
6300	Research and development expenses	<u>2,071</u>	<u>3</u>	<u>2,177</u>	<u>2</u>	<u>6,345</u>	<u>3</u>	<u>6,583</u>	<u>2</u>
6000	Total operating expenses	<u>10,777</u>	<u>15</u>	<u>12,895</u>	<u>13</u>	<u>34,182</u>	<u>14</u>	<u>37,062</u>	<u>12</u>
6900	Loss from Operations	( <u>24,525</u> )	( <u>34</u> )	( <u>12,617</u> )	( <u>13</u> )	( <u>59,287</u> )	( <u>24</u> )	( <u>32,892</u> )	( <u>11</u> )
	Non-Operating Income and Expenses								
7100	Interest income	9,182	13	14,077	14	27,362	11	39,644	13
7010	Other income	1,046	1	1,421	1	2,186	1	3,202	1
7020	Other gains and losses	( 9,624)	( 13)	32,597	34	14,690	6	47,046	15
7050	Finance costs	( <u>5</u> )	<u>-</u>	( <u>7</u> )	<u>-</u>	( <u>14</u> )	<u>-</u>	( <u>24</u> )	<u>-</u>
7000	Total non-operating income and expenses	<u>599</u>	<u>1</u>	<u>48,088</u>	<u>49</u>	<u>44,224</u>	<u>18</u>	<u>89,868</u>	<u>29</u>
7900	(Loss) Profit Before Income Tax	( 23,926)	( 33)	35,471	36	( 15,063)	( 6)	56,976	18
7950	Income Tax (Benefit) Expense	( <u>4,197</u> )	( <u>6</u> )	<u>7,939</u>	<u>8</u>	( <u>1,129</u> )	<u>-</u>	<u>13,596</u>	<u>4</u>
8200	Net (Loss) Profit	( <u>19,729</u> )	( <u>27</u> )	<u>27,532</u>	<u>28</u>	( <u>13,934</u> )	( <u>6</u> )	<u>43,380</u>	<u>14</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	( 7,746)	( 11)	( 1,339)	( 1)	( 9,730)	( 4)	603	-
8360	Items that may be reclassified subsequently to profit or loss								
8361	Exchange differences on translation of the financial statements of foreign operations	( <u>3,584</u> )	( <u>5</u> )	<u>19,247</u>	<u>20</u>	<u>18,349</u>	<u>8</u>	<u>8,819</u>	<u>3</u>
8300	Other comprehensive income (loss) for the period, net of income tax	( <u>11,330</u> )	( <u>16</u> )	<u>17,908</u>	<u>19</u>	<u>8,619</u>	<u>4</u>	<u>9,422</u>	<u>3</u>
8500	Total comprehensive income (loss) for the period	( <u>\$ 31,059</u> )	( <u>43</u> )	<u>\$ 45,440</u>	<u>47</u>	( <u>\$ 5,315</u> )	( <u>2</u> )	<u>\$ 52,802</u>	<u>17</u>
	Net (Loss) Profit Attributable To:								
8610	Owners of the Company	( <u>\$ 18,808</u> )	( <u>26</u> )	<u>\$ 28,616</u>	<u>29</u>	( <u>\$ 11,041</u> )	( <u>5</u> )	<u>\$ 46,584</u>	<u>15</u>
8620	Non-controlling interests	( <u>921</u> )	( <u>1</u> )	( <u>1,084</u> )	( <u>1</u> )	( <u>2,893</u> )	( <u>1</u> )	( <u>3,204</u> )	( <u>1</u> )
8600		( <u>\$ 19,729</u> )	( <u>27</u> )	<u>\$ 27,532</u>	<u>28</u>	( <u>\$ 13,934</u> )	( <u>6</u> )	<u>\$ 43,380</u>	<u>14</u>
	Total Comprehensive Income (Loss) Attributable To:								
8710	Owners of the Company	( <u>\$ 29,386</u> )	( <u>41</u> )	<u>\$ 42,484</u>	<u>44</u>	( <u>\$ 6,274</u> )	( <u>2</u> )	<u>\$ 54,155</u>	<u>17</u>
8720	Non-controlling interests	( <u>1,673</u> )	( <u>2</u> )	<u>2,956</u>	<u>3</u>	<u>959</u>	<u>-</u>	( <u>1,353</u> )	<u>-</u>
8700		( <u>\$ 31,059</u> )	( <u>43</u> )	<u>\$ 45,440</u>	<u>47</u>	( <u>\$ 5,315</u> )	( <u>2</u> )	<u>\$ 52,802</u>	<u>17</u>
	(Loss) Earnings Per Share								
9750	Basic	( <u>\$ 0.22</u> )		<u>\$ 0.34</u>		( <u>\$ 0.13</u> )		<u>\$ 0.55</u>	
9850	Diluted	( <u>\$ 0.22</u> )		<u>\$ 0.34</u>		( <u>\$ 0.13</u> )		<u>\$ 0.55</u>	

President  
Mei-hui Huang

General Manager  
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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	-	121	-	-	-	-	-	-	121	-	121
D1	Net profit (loss) for the nine months ended September 30, 2023	-	-	-	-	46,584	-	-	-	46,584	( 3,204 )	43,380
D3	Other comprehensive income (loss) for the nine months ended September 30, 2023, net of income tax	-	-	-	-	-	-	6,968	603	7,571	1,851	9,422
D5	Total comprehensive income (loss) for the nine months ended September 30, 2023	-	-	-	-	46,584	-	6,968	603	54,155	( 1,353 )	52,802
Z1	Balance, September 30, 2023	\$ 852,812	\$ 3,454	\$ 441,684	\$ 152,698	\$ 1,388,995	(\$ 381)	(\$ 9,775)	\$ 12,336	\$ 2,791,823	\$ 97,467	\$ 2,889,290
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	-	117	-	-	-	-	-	-	117	-	117
Q1	Disposal of investments in equity instruments at fair value through other comprehensive income	-	-	-	-	( 1,233 )	-	-	1,233	-	-	-
D1	Net profit (loss) for the nine months ended September 30, 2024	-	-	-	-	( 11,041 )	-	-	-	( 11,041 )	( 2,893 )	( 13,934 )
D3	Other comprehensive income (loss) for the nine months ended September 30, 2024, net of income tax	-	-	-	-	-	-	14,497	( 9,730 )	4,767	3,852	8,619
D5	Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	( 11,041 )	-	14,497	( 9,730 )	( 6,274 )	959	( 5,315 )
Z1	Balance, September 30, 2024	\$ 852,812	\$ 3,571	\$ 443,459	\$ 147,307	\$ 1,250,339	\$ 144	(\$ 8,092)	\$ 20,694	\$ 2,710,234	\$ 93,210	\$ 2,803,444

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 Nine Months Ended September 30	
		2024	2023
	Cash Flows from Operating Activities		
A10000	(Loss) Profit Before Income Tax	(\$ 15,063)	\$ 56,976
A20010	Adjustments for:		
A20100	Depreciation expense	45,049	45,265
A20400	Net gain on fair value changes of financial assets at fair value through profit or loss	( 1,898)	( 97)
A20900	Finance costs	14	24
A21200	Interest income	( 27,362)	( 39,644)
A21300	Dividend income	( 714)	( 843)
A22500	Net loss (gain) on disposal of property, plant and equipment	44	( 603)
A23100	Net gain on disposal of financial assets	( 453)	-
A23800	Write-downs of inventories	107	49
A24100	Net (gain) loss on foreign currency exchange	( 139)	793
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	539	306
A31150	Trade receivable	7,233	3,544
A31200	Inventories	12,511	14,430
A31240	Other current assets	283	677
A32150	Trade payable	( 7,094)	10,374
A32180	Other payables	( 6,363)	269
A32230	Other current liabilities	1,010	5,564
A32240	Net defined benefit liabilities - non-current	( 477)	( 487)
A33000	Cash generated from operations	7,227	96,597
A33100	Interest received	25,066	38,190
A33300	Interest paid	( 13)	( 26)
A33500	Income tax paid	( 4,970)	( 14,295)
AAAA	Net cash generated from operating activities	<u>27,310</u>	<u>120,466</u>

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Code		For the Nine Months Ended September 30	
		2024	2023
	<b>Cash Flows from Investing Activities</b>		
B00030	Proceeds from decreased capital of Financial assets at fair value through other comprehensive Income	\$ 75	\$ -
B00040	Purchase of Financial assets at amortized cost	( 521,862)	( 456,694)
B00050	Proceeds from sale of financial assets at amortized cost	451,457	376,055
B00100	Purchase of Financial assets at fair value through profit or loss	( 44,000)	( 40,000)
B00200	Proceeds from sale of financial assets at fair value through profit or loss	52,000	-
B02700	Acquisition of property, plant and equipment	( 16,872)	( 18,906)
B02800	Proceeds from disposal of property, plant and equipment	8	603
B03800	Decrease in refundable deposits	-	1,550
B07600	Other dividend received	714	843
BBBB	Net cash used in from investing activities	( 78,480)	( 136,549)
	<b>Cash Flows from Financing Activities</b>		
C00200	Decrease in short-term borrowings	-	( 15,829)
C04020	Repayment of the principal portion of lease liabilities	( 31)	( 26)
C04500	Dividends paid to owners of the Company	( 51,169)	( 42,641)
C09900	Other financing activities	117	121
CCCC	Net cash used in from financing activities	( 51,083)	( 58,375)
DDDD	Effect of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	9,088	4,235
EEEE	Net decrease in cash and cash equivalents	( 93,165)	( 70,223)
E00100	Cash and cash equivalents, beginning of period	554,253	1,013,789
E00200	Cash and cash equivalents, end of period	\$ 461,088	\$ 943,566

President  
*Mei-hui Huang*

General Manager  
*Mei-hui Huang*

Supervisor  
*Shu-chi Liao*