

Stock Symbol: 1325

Universal Incorporation and Subsidiaries

Consolidated Parent and Subsidiary Financial Statements for Q1 2025

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 | March 31, 2025 | | December 31, 2024 | | March 31, 2024 | |
|---|--|---------------------|------------|---------------------|------------|---------------------|------------|
| | | Amount | % | Amount | % | Amount | % |
| Current Assets | | | | | | | |
| 1100 | Cash and cash equivalents | \$ 478,690 | 17 | \$ 497,028 | 17 | \$ 499,823 | 17 |
| 1110 | Financial assets at fair value through profit or loss - current | 168,016 | 6 | 167,384 | 6 | 239,123 | 8 |
| 1136 | Financial assets at amortized cost - current | 930,818 | 33 | 917,550 | 32 | 874,491 | 29 |
| 1150 | Notes receivable | 1,459 | - | 601 | - | 1,337 | - |
| 1170 | Trade receivable | 59,117 | 2 | 53,038 | 2 | 60,344 | 2 |
| 1220 | Current tax assets | 3,998 | - | 3,212 | - | - | - |
| 130X | Inventories | 80,942 | 3 | 77,261 | 3 | 90,673 | 3 |
| 1470 | Other current assets | 11,251 | - | 10,457 | - | 12,003 | 1 |
| 11XX | Total current assets | <u>1,734,291</u> | <u>61</u> | <u>1,726,531</u> | <u>60</u> | <u>1,777,794</u> | <u>60</u> |
| Non-current Assets | | | | | | | |
| 1517 | Financial assets at fair value through other comprehensive Income - non-current | 72,336 | 3 | 75,843 | 3 | 72,898 | 2 |
| 1600 | Property, plant and equipment | 1,034,131 | 36 | 1,041,936 | 37 | 1,121,996 | 38 |
| 1755 | Right-of-use assets | 6,603 | - | 6,602 | - | 6,794 | - |
| 1840 | Deferred tax assets | 8,095 | - | 7,455 | - | 2,841 | - |
| 1920 | Refundable deposits | 171 | - | 170 | - | 170 | - |
| 15XX | Total non-current assets | <u>1,121,336</u> | <u>39</u> | <u>1,132,006</u> | <u>40</u> | <u>1,204,699</u> | <u>40</u> |
| 1XXX | TOTAL | <u>\$ 2,855,627</u> | <u>100</u> | <u>\$ 2,858,537</u> | <u>100</u> | <u>\$ 2,982,493</u> | <u>100</u> |
| Liabilities and Equity | | | | | | | |
| Current Liabilities | | | | | | | |
| 2170 | Trade payable | \$ 6,695 | - | \$ 8,485 | - | \$ 7,129 | - |
| 2219 | Other payables | 23,289 | 1 | 24,833 | 1 | 24,729 | 1 |
| 2230 | Current tax liabilities | - | - | - | - | 3,169 | - |
| 2280 | Lease liabilities - current | 47 | - | 46 | - | 44 | - |
| 2399 | Other current liabilities | 10,384 | - | 9,789 | - | 10,060 | - |
| 21XX | Total current liabilities | <u>40,415</u> | <u>1</u> | <u>43,153</u> | <u>1</u> | <u>45,131</u> | <u>1</u> |
| Non-current Liabilities | | | | | | | |
| 2570 | Deferred tax liabilities | 53,172 | 2 | 52,316 | 2 | 50,465 | 2 |
| 2580 | Lease liabilities - non-current | 91 | - | 102 | - | 136 | - |
| 2640 | Net defined benefit liabilities - non-current | 3,829 | - | 3,995 | - | 6,378 | - |
| 2645 | Guarantee deposit received | 210 | - | 210 | - | 210 | - |
| 25XX | Total non-current liabilities | <u>57,302</u> | <u>2</u> | <u>56,623</u> | <u>2</u> | <u>57,189</u> | <u>2</u> |
| 2XXX | Total liabilities | <u>97,717</u> | <u>3</u> | <u>99,776</u> | <u>3</u> | <u>102,320</u> | <u>3</u> |
| Equity Attributable to owners of the company | | | | | | | |
| Share capital | | | | | | | |
| 3110 | Ordinary shares | 852,812 | 30 | 852,812 | 30 | 852,812 | 29 |
| 3200 | Capital surplus | 3,620 | - | 3,571 | - | 3,563 | - |
| Retained earnings | | | | | | | |
| 3310 | Legal reserve | 443,459 | 16 | 443,459 | 16 | 441,684 | 15 |
| 3320 | Special reserve | 147,307 | 5 | 147,307 | 5 | 152,698 | 5 |
| 3350 | Unappropriated earnings | 1,207,897 | 42 | 1,209,838 | 42 | 1,322,292 | 44 |
| 3300 | Total retained earnings | <u>1,798,663</u> | <u>63</u> | <u>1,800,604</u> | <u>63</u> | <u>1,916,674</u> | <u>64</u> |
| 3400 | Other equity | 21,106 | 1 | 20,298 | 1 | 12,249 | 1 |
| 31XX | Total equity attributable to owners of the Company | 2,676,201 | 94 | 2,677,285 | 94 | 2,785,298 | 94 |
| 36XX | Non-controlling interests | 81,709 | 3 | 81,476 | 3 | 94,875 | 3 |
| 3XXX | Total equity | <u>2,757,910</u> | <u>97</u> | <u>2,758,761</u> | <u>97</u> | <u>2,880,173</u> | <u>97</u> |
| TOTAL | | <u>\$ 2,855,627</u> | <u>100</u> | <u>\$ 2,858,537</u> | <u>100</u> | <u>\$ 2,982,493</u> | <u>100</u> |

Chairman
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 March 31 | | | |
|------|--|--------|------------|--------|
| | 2025 | | 2024 | |
| | Amount | % | Amount | % |
| 4100 | Operating Revenue | | | |
| | Sales | | | |
| | \$ 82,236 | 100 | \$ 96,377 | 100 |
| 5110 | Operating Costs | | | |
| | Cost of goods sold | | | |
| | 88,160 | 107 | 96,011 | 100 |
| 5900 | Gross (Loss) Profit | | | |
| | (5,924) | (7) | 366 | - |
| 6100 | Operating Expenses | | | |
| | Selling and marketing expenses | | | |
| | 2,300 | 3 | 2,483 | 3 |
| | General and administrative expenses | | | |
| | 6,433 | 8 | 6,871 | 7 |
| | Research and development expenses | | | |
| | 1,907 | 2 | 2,213 | 2 |
| | Total operating expenses | | | |
| | 10,640 | 13 | 11,567 | 12 |
| 6900 | Loss from Operations | | | |
| | (16,564) | (20) | (11,201) | (12) |
| 7100 | Non-Operating Income and Expenses | | | |
| | Interest income | | | |
| | 8,367 | 10 | 8,827 | 9 |
| | Other income | | | |
| | 382 | 1 | 656 | 1 |
| | Other gains and losses | | | |
| | 5,185 | 6 | 18,290 | 19 |
| | Finance costs | | | |
| | (8) | - | (6) | - |
| | Total non-operating income and expenses | | | |
| | 13,926 | 17 | 27,767 | 29 |
| 7900 | (Loss) Profit Before Income Tax | | | |
| | (2,638) | (3) | 16,566 | 17 |
| 7950 | Income Tax Expense | | | |
| | 216 | - | 4,284 | 4 |
| 8200 | Net (Loss) Profit | | | |
| | (2,854) | (3) | 12,282 | 13 |
| 8310 | Other Comprehensive Income (Loss) | | | |
| | Items that will not be reclassified subsequently to profit or loss: | | | |
| | Unrealized loss on investments in equity instruments designated as fair value through other comprehensive income | | | |
| | (\$ 3,507) | (4) | (9,664) | (10) |
| | Items that may be reclassified subsequently to profit or loss | | | |
| | Exchange differences on translation of the financial statements of foreign operations | | | |
| | 5,461 | 6 | 17,635 | 18 |
| | Other comprehensive income for the period, net of income tax | | | |
| | 1,954 | 2 | 7,971 | 8 |
| 8500 | Total Comprehensive (Loss) Income for the Period | | | |
| | (\$ 900) | (1) | \$ 20,253 | 21 |
| 8610 | Net (Loss) Profit Attributable To: | | | |
| | Owners of the Company | | | |
| | (\$ 1,941) | (2) | \$ 13,359 | 14 |
| | Non-controlling interests | | | |
| | (913) | (1) | (1,077) | (1) |
| | (\$ 2,854) | (3) | \$ 12,282 | 13 |
| 8710 | Total Comprehensive (Loss) Income Attributable To: | | | |
| | Owners of the Company | | | |
| | (\$ 1,133) | (1) | \$ 17,629 | 18 |
| | Non-controlling interests | | | |
| | 233 | - | 2,624 | 3 |
| | (\$ 900) | (1) | \$ 20,253 | 21 |
| 9750 | (Losses) Earnings Per Share | | | |
| | Basic | | | |
| | (\$ 0.02) | | \$ 0.16 | |
| | Diluted | | | |
| | (\$ 0.02) | | \$ 0.16 | |

Chairman
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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 Owners of the Company

| Code | | Equity Attributable to Owners of the Company | | | | | Others Equity | | | Total | Non-controlling Interests | Total Equity |
|------|--|--|-----------------|-------------------|-------------------|--------------------------|---|--|---|---------------------|---------------------------|---------------------|
| | | 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 | | | |
| | | | | Legal Reserve | Special Reserve | Un-appropriated Earnings | | | | | | |
| 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 |
| 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 three months ended March 31, 2024 | - | - | - | - | 13,359 | - | - | - | 13,359 | (1,077) | 12,282 |
| D3 | Other comprehensive income (loss) for the three months ended March 31, 2024, net of income tax | - | - | - | - | - | - | 13,934 | (9,664) | 4,270 | 3,701 | 7,971 |
| D5 | Total comprehensive income (loss) for the three months ended March 31, 2024 | - | - | - | - | 13,359 | - | 13,934 | (9,664) | 17,629 | 2,624 | 20,253 |
| Z1 | Balance, March 31, 2024 | <u>\$ 852,812</u> | <u>\$ 3,563</u> | <u>\$ 441,684</u> | <u>\$ 152,698</u> | <u>\$ 1,322,292</u> | <u>\$ 144</u> | <u>(\$ 8,655)</u> | <u>\$ 20,760</u> | <u>\$ 2,785,298</u> | <u>\$ 94,875</u> | <u>\$ 2,880,173</u> |
| A1 | Balance, January 1, 2025 | \$ 852,812 | \$ 3,571 | \$ 443,459 | \$ 147,307 | \$ 1,209,838 | \$ 1,669 | (\$ 5,076) | \$ 23,705 | \$ 2,677,285 | \$ 81,476 | \$ 2,758,761 |
| C3 | Due to donated assets received | - | 49 | - | - | - | - | - | - | 49 | - | 49 |
| D1 | Net loss for the three months ended March 31, 2025 | - | - | - | - | (1,941) | - | - | - | (1,941) | (913) | (2,854) |
| D3 | Other comprehensive income (loss) for the three months ended March 31, 2025, net of income tax | - | - | - | - | - | - | 4,315 | (3,507) | 808 | 1,146 | 1,954 |
| D5 | Total comprehensive (loss) income for the three months ended March 31, 2025 | - | - | - | - | (1,941) | - | 4,315 | (3,507) | (1,133) | 233 | (900) |
| Z1 | Balance, March 31, 2025 | <u>\$ 852,812</u> | <u>\$ 3,620</u> | <u>\$ 443,459</u> | <u>\$ 147,307</u> | <u>\$ 1,207,897</u> | <u>\$ 1,669</u> | <u>(\$ 761)</u> | <u>\$ 20,198</u> | <u>\$ 2,676,201</u> | <u>\$ 81,709</u> | <u>\$ 2,757,910</u> |

Chairman
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General Manager
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Universal Incorporation and Subsidiaries
Consolidated Statements of Cash Flows

(In Thousands of New Taiwan Dollars)
For the Three Months Ended March 31

| Code | | 2025 | 2024 |
|--------|---|------------|-----------|
| | Cash Flows from Operating Activities | | |
| A10000 | (Loss) income before income tax | (\$ 2,638) | \$ 16,566 |
| A20010 | Adjustments for: | | |
| A20100 | Depreciation expense | 15,076 | 15,141 |
| A20400 | Net gain on fair value changes of financial assets at fair value through profit or loss | (632) | (757) |
| A20900 | Finance costs | 8 | 6 |
| A21200 | Interest income | (8,367) | (8,827) |
| A21300 | Dividend income | - | (39) |
| A23800 | Write-downs of inventories | 301 | 193 |
| A24100 | Net loss (gain) on foreign currency exchange | 37 | (167) |
| A30000 | Changes in operating assets and liabilities | | |
| A31130 | Notes receivable | (858) | (372) |
| A31150 | Trade receivable | (6,066) | 655 |
| A31200 | Inventories | (3,941) | (1,508) |
| A31240 | Other current assets | (1,433) | (1,065) |
| A32150 | Trade payable | (1,821) | (6,301) |
| A32180 | Other payables | 988 | (4,341) |
| A32230 | Other current liabilities | 589 | 541 |
| A32240 | Net defined benefit liabilities - non- current | (166) | (159) |
| A33000 | Cash generated from operations | (8,923) | 9,566 |
| A33100 | Interest received | 9,000 | 9,428 |
| A33300 | Interest paid | (8) | (6) |
| A33500 | Income tax paid | (786) | (427) |
| AAAA | Net cash (used in) generated from operating activities | (717) | 18,561 |

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| <u>Code</u> | | <u>For the Three Months Ended March 31</u> | |
|-------------|--|--|-------------------|
| | | <u>2025</u> | <u>2024</u> |
| | Cash Flows from Investing Activities | | |
| B00030 | Proceeds from capital reduction of financial assets at fair value through other comprehensive Income | - | \$ 75 |
| B00040 | Purchase of financial assets at amortized cost | (255,789) | (228,838) |
| B00050 | Proceeds from sale of financial assets at amortized cost | 245,688 | 200,689 |
| B00100 | Purchase of financial assets at fair value through profit or loss | - | (44,000) |
| B02700 | Payments of property, plant and equipment | (\$ 8,764) | (4,627) |
| B07600 | Other dividend received | - | <u>39</u> |
| BBBB | Net cash used in investing activities | (<u>18,865</u>) | (<u>76,662</u>) |
| | Cash Flows from Financing Activities | | |
| C04020 | Repayment of the principal portion of lease liabilities | (11) | (10) |
| C09900 | Other financing activities | <u>49</u> | <u>109</u> |
| CCCC | Net cash generated from financing activities | <u>38</u> | <u>99</u> |
| DDDD | Effect of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies | <u>1,206</u> | <u>3,572</u> |
| EEEE | Net decrease cash and cash equivalents | (18,338) | (54,430) |
| E00100 | Cash and cash equivalents, beginning of period | <u>497,028</u> | <u>554,253</u> |
| E00200 | Cash and cash equivalents, end of period | <u>\$ 478,690</u> | <u>\$ 499,823</u> |

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