

Stock Symbol: 1325

Universal Incorporation and Subsidiaries

Consolidated Parent and Subsidiary Financial Statements for Q2 2025

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Universal Incorporation and Subsidiaries
Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

Code	Assets	June 30, 2025		December 31, 2024		June 30, 2024	
		Amount	%	Amount	%	Amount	%
Current Assets							
1100	Cash and cash equivalents	\$ 424,037	15	\$ 497,028	17	\$ 467,190	16
1110	Financial assets at fair value through profit or loss - current	168,631	6	167,384	6	239,944	8
1136	Financial assets at amortized cost - current	898,349	33	917,550	32	914,030	31
1150	Notes receivable	815	-	601	-	876	-
1170	Trade receivable	54,948	2	53,038	2	61,752	2
1220	Current tax assets	4,502	-	3,212	-	1,426	-
130X	Inventories	83,913	3	77,261	3	78,616	3
1470	Other current assets	<u>13,561</u>	<u>1</u>	<u>10,457</u>	<u>-</u>	<u>13,093</u>	<u>-</u>
11XX	Total current assets	<u>1,648,756</u>	<u>60</u>	<u>1,726,531</u>	<u>60</u>	<u>1,776,927</u>	<u>60</u>
Non-current Assets							
1517	Financial assets at fair value through other comprehensive Income - non-current	76,845	3	75,843	3	80,578	3
1600	Property, plant and equipment	1,015,948	37	1,041,936	37	1,115,673	37
1755	Right-of-use assets	5,775	-	6,602	-	6,768	-
1840	Deferred tax assets	14,976	-	7,455	-	4,272	-
1920	Refundable deposits	<u>168</u>	<u>-</u>	<u>170</u>	<u>-</u>	<u>170</u>	<u>-</u>
15XX	Total non-current assets	<u>1,113,712</u>	<u>40</u>	<u>1,132,006</u>	<u>40</u>	<u>1,207,461</u>	<u>40</u>
1XXX	TOTAL	<u>\$ 2,762,468</u>	<u>100</u>	<u>\$ 2,858,537</u>	<u>100</u>	<u>\$ 2,984,388</u>	<u>100</u>
Liabilities and Equity							
Current Liabilities							
2170	Trade payable	\$ 6,984	-	\$ 8,485	-	\$ 7,069	-
2219	Other payables	47,607	2	24,833	1	75,211	3
2280	Lease liabilities - current	47	-	46	-	45	-
2399	Other current liabilities	<u>13,840</u>	<u>-</u>	<u>9,789</u>	<u>-</u>	<u>9,569</u>	<u>-</u>
21XX	Total current liabilities	<u>68,478</u>	<u>2</u>	<u>43,153</u>	<u>1</u>	<u>91,894</u>	<u>3</u>
Non-current Liabilities							
2570	Deferred tax liabilities	48,265	2	52,316	2	51,445	2
2580	Lease liabilities - non-current	79	-	102	-	125	-
2640	Net defined benefit liabilities - non-current	3,666	-	3,995	-	6,219	-
2645	Guarantee deposit received	<u>210</u>	<u>-</u>	<u>210</u>	<u>-</u>	<u>210</u>	<u>-</u>
25XX	Total non-current liabilities	<u>52,220</u>	<u>2</u>	<u>56,623</u>	<u>2</u>	<u>57,999</u>	<u>2</u>
2XXX	Total liabilities	<u>120,698</u>	<u>4</u>	<u>99,776</u>	<u>3</u>	<u>149,893</u>	<u>5</u>
Equity Attributable to owners of the company							
Share capital							
3110	Ordinary shares	<u>852,812</u>	<u>31</u>	<u>852,812</u>	<u>30</u>	<u>852,812</u>	<u>29</u>
3200	Capital surplus	<u>3,620</u>	<u>-</u>	<u>3,571</u>	<u>-</u>	<u>3,563</u>	<u>-</u>
Retained earnings							
3310	Legal reserve	443,459	16	443,459	16	443,459	15
3320	Special reserve	147,307	5	147,307	5	147,307	5
3350	Unappropriated earnings	<u>1,132,716</u>	<u>41</u>	<u>1,209,838</u>	<u>42</u>	<u>1,269,147</u>	<u>42</u>
3300	Total retained earnings	<u>1,723,482</u>	<u>62</u>	<u>1,800,604</u>	<u>63</u>	<u>1,859,913</u>	<u>62</u>
3400	Other equity	(<u>9,674</u>)	<u>-</u>	<u>20,298</u>	<u>1</u>	<u>23,324</u>	<u>1</u>
31XX	Total equity attributable to owners of the Company	<u>2,570,240</u>	<u>93</u>	<u>2,677,285</u>	<u>94</u>	<u>2,739,612</u>	<u>92</u>
36XX	Non-controlling interests	<u>71,530</u>	<u>3</u>	<u>81,476</u>	<u>3</u>	<u>94,883</u>	<u>3</u>
3XXX	Total equity	<u>2,641,770</u>	<u>96</u>	<u>2,758,761</u>	<u>97</u>	<u>2,834,495</u>	<u>95</u>
TOTAL		<u>\$ 2,762,468</u>	<u>100</u>	<u>\$ 2,858,537</u>	<u>100</u>	<u>\$ 2,984,388</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 June 30				For the Six Months Ended June 30			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
	Operating Revenue								
4100	Sales	\$ 83,890	100	\$ 77,015	100	\$ 166,126	100	\$ 173,392	100
	Operating Costs								
5110	Cost of goods sold	<u>94,483</u>	<u>112</u>	<u>88,738</u>	<u>115</u>	<u>182,643</u>	<u>110</u>	<u>184,749</u>	<u>107</u>
5900	Gross Loss	(<u>10,593</u>)	(<u>12</u>)	(<u>11,723</u>)	(<u>15</u>)	(<u>16,517</u>)	(<u>10</u>)	(<u>11,357</u>)	(<u>7</u>)
	Operating Expenses								
6100	Selling and marketing expenses	2,778	3	2,958	4	5,078	3	5,441	3
6200	General and administrative expenses	7,640	9	6,819	9	14,073	9	13,690	8
6300	Research and development expenses	<u>1,996</u>	<u>3</u>	<u>2,061</u>	<u>3</u>	<u>3,903</u>	<u>2</u>	<u>4,274</u>	<u>2</u>
6000	Total operating expenses	<u>12,414</u>	<u>15</u>	<u>11,838</u>	<u>16</u>	<u>23,054</u>	<u>14</u>	<u>23,405</u>	<u>13</u>
6900	Loss from Operations	(<u>23,007</u>)	(<u>27</u>)	(<u>23,561</u>)	(<u>31</u>)	(<u>39,571</u>)	(<u>24</u>)	(<u>34,762</u>)	(<u>20</u>)
	Non-Operating Income and Expenses								
7100	Interest income	7,566	9	9,353	12	15,933	9	18,180	10
7010	Other income	613	1	484	1	995	1	1,140	1
7020	Other gains and losses	(47,359)	(57)	6,024	8	(42,174)	(25)	24,314	14
7050	Finance costs	(<u>2</u>)	-	(<u>3</u>)	-	(<u>10</u>)	-	(<u>9</u>)	-
7000	Total non-operating income and expenses	(<u>39,182</u>)	(<u>47</u>)	<u>15,858</u>	<u>21</u>	(<u>25,256</u>)	(<u>15</u>)	<u>43,625</u>	<u>25</u>
7900	(Loss) Profit Before Income Tax	(62,189)	(74)	(7,703)	(10)	(64,827)	(39)	8,863	5
7950	Income Tax (Benefit) Expense	(<u>11,788</u>)	(<u>14</u>)	(<u>1,216</u>)	(<u>2</u>)	(<u>11,572</u>)	(<u>7</u>)	<u>3,068</u>	<u>2</u>
8200	Net (Loss) Profit	(<u>50,401</u>)	(<u>60</u>)	(<u>6,487</u>)	(<u>8</u>)	(<u>53,255</u>)	(<u>32</u>)	<u>5,795</u>	<u>3</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	4,509	5	7,680	10	1,002	1	(1,984)	(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>44,664</u>)	(<u>53</u>)	<u>4,298</u>	<u>5</u>	(<u>39,203</u>)	(<u>24</u>)	<u>21,933</u>	<u>13</u>
8300	Other comprehensive (loss) income for the period, net of income tax	(<u>40,155</u>)	(<u>48</u>)	<u>11,978</u>	<u>15</u>	(<u>38,201</u>)	(<u>23</u>)	<u>19,949</u>	<u>12</u>
8500	Total comprehensive (loss) income for the period	(<u>\$ 90,556</u>)	(<u>108</u>)	<u>\$ 5,491</u>	<u>7</u>	(<u>\$ 91,456</u>)	(<u>55</u>)	<u>\$ 25,744</u>	<u>15</u>
	Net (Loss) Profit Attributable To:								
8610	Owners of the Company	(\$ 49,597)	(59)	(\$ 5,592)	(7)	(\$ 51,538)	(31)	\$ 7,767	4
8620	Non-controlling interests	(<u>804</u>)	(<u>1</u>)	(<u>895</u>)	(<u>1</u>)	(<u>1,717</u>)	(<u>1</u>)	(<u>1,972</u>)	(<u>1</u>)
8600		(<u>\$ 50,401</u>)	(<u>60</u>)	(<u>\$ 6,487</u>)	(<u>8</u>)	(<u>\$ 53,255</u>)	(<u>32</u>)	<u>\$ 5,795</u>	<u>3</u>
	Total Comprehensive (Loss) Income Attributable To:								
8710	Owners of the Company	(\$ 80,377)	(96)	\$ 5,483	7	(\$ 81,510)	(49)	\$ 23,112	13
8720	Non-controlling interests	(<u>10,179</u>)	(<u>12</u>)	<u>8</u>	-	(<u>9,946</u>)	(<u>6</u>)	<u>2,632</u>	<u>2</u>
8700		(<u>\$ 90,556</u>)	(<u>108</u>)	<u>\$ 5,491</u>	<u>7</u>	(<u>\$ 91,456</u>)	(<u>55</u>)	<u>\$ 25,744</u>	<u>15</u>
	(Losses) Earnings Per Share								
9750	Basic	(<u>\$ 0.58</u>)		(<u>\$ 0.07</u>)		(<u>\$ 0.60</u>)		<u>\$ 0.09</u>	
9850	Diluted	(<u>\$ 0.58</u>)		(<u>\$ 0.07</u>)		(<u>\$ 0.60</u>)		<u>\$ 0.09</u>	

Chairman
Mei-hui Huang

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)

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
	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 — NTD 0.6 / 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	-	-	-	7,769	(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, 204	\$ 852,812	\$ 3,563	\$ 443,459	\$ 147,307	\$ 1,269,147	\$ 144	(\$ 5,260)	\$ 28,440	\$ 2,739,612	\$ 94,883	\$ 2,834,495
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
	Appropriation of 2024 earnings											
B5	Cash dividend distributed by the company — NTD 0.3 / per share	-	-	-	-	(25,584)	-	-	-	(25,584)	-	(25,584)
C3	Due to donated assets received	-	49	-	-	-	-	-	-	49	-	49
D1	Net loss for the six months ended June 30, 2025	-	-	-	-	(51,538)	-	-	-	(51,538)	(1,717)	(53,255)
D3	Other comprehensive income (loss) for the six months ended June 30, 2025, net of income tax	-	-	-	-	-	-	(30,974)	1,002	(29,972)	(8,229)	(38,201)
D5	Total comprehensive (loss) income for the six months ended June 30, 2025	-	-	-	-	(51,538)	-	(30,974)	1,002	(81,510)	(9,946)	(91,456)
Z1	Balance, June 30, 2025	\$ 852,812	\$ 3,620	\$ 443,459	\$ 147,307	\$ 1,132,716	\$ 1,669	(\$ 36,050)	\$ 24,707	\$ 2,570,240	\$ 71,530	\$ 2,641,770

Chairman
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)
For the Six Months Ended June 30

Code		2025	2024
	Cash Flows from Operating Activities		
A10000	(Loss) income before income tax	(\$ 64,827)	\$ 8,863
A20010	Adjustments for:		
A20100	Depreciation expense	29,842	30,024
A20400	Net gain on fair value changes of financial assets at fair value through profit or loss	(1,247)	(1,578)
A20900	Finance costs	10	9
A21200	Interest income	(15,933)	(18,180)
A21300	Dividend income	-	(39)
A22500	Net (gain) loss on disposal of property, plant and equipment	(140)	44
A23800	Write-downs of inventories	816	308
A24100	Net gain on foreign currency exchange	(5)	(146)
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	(214)	89
A31150	Trade receivable	(1,924)	(787)
A31200	Inventories	(7,751)	10,549
A31240	Other current assets	(2,544)	(229)
A32150	Trade payable	(1,422)	(6,303)
A32180	Other payables	177	(6,097)
A32230	Other current liabilities	4,045	57
A32240	Net defined benefit liabilities - non-current	(329)	(318)
A33000	Cash generated from operations	(61,446)	16,266
A33100	Interest received	15,280	16,815
A33300	Interest paid	(10)	(9)
A33500	Income tax paid	(1,290)	(4,257)
AAAA	Net cash (used in) generated from operating activities	(47,466)	28,815
	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	(346,878)	(350,596)

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<u>Code</u>		<u>For the Six Months Ended June 30</u>	
		<u>2025</u>	<u>2024</u>
B00050	Proceeds from sale of financial assets at amortized cost	\$ 350,865	\$ 281,678
B00100	Purchase of financial assets at fair value through profit or loss	-	(44,000)
B02700	Payments of property, plant and equipment	(13,658)	(10,856)
B02800	Proceeds from disposal of property, plant and equipment	400	8
B07600	Other dividend received	-	39
BBBB	Net cash used in investing activities	<u>(9,271)</u>	<u>(123,652)</u>
	Cash Flows from Financing Activities		
C04020	Repayment of the principal portion of lease liabilities	(22)	(20)
C09900	Other financing activities	<u>49</u>	<u>109</u>
CCCC	Net cash generated from financing activities	<u>27</u>	<u>89</u>
DDDD	Effect of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	<u>(16,281)</u>	<u>7,685</u>
EEEE	Net decrease in cash and cash equivalents	(72,991)	(87,063)
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>\$ 424,037</u>	<u>\$ 467,190</u>

Chairman
Mei-hui Huang

General Manager
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