

Chapter 6 Review and Analysis of Financial Conditions, Operating Results and Risk Management

Balance Sheet Analysis

Consolidated balance sheet analysis

Explanation of significant changes (at least a 20% change) in the past two years' assets, liabilities and equity:

1. Other assets increased mainly due to the recognition of right-of-use assets after adopting IFRS 16 "Leases".
2. Capital surplus increased mainly due to the conversion premium of convertible bonds.

2018 - 2019 Consolidated Balance Sheet

Unit: NT\$'000, %

	2018	2019	YoY change	
			Amount	%
Current assets	29,068,887	29,905,700	836,813	2.88
Investments	6,199,506	6,723,913	524,407	8.46
Property, plant and equipment	38,855,960	36,182,005	(2,673,955)	(6.88)
Intangible assets	62,175,645	59,078,475	(3,097,170)	(4.98)
Other assets	11,367,030	22,029,866	10,662,836	93.80
Total assets	147,667,028	153,919,959	6,252,931	4.23
Current liabilities	41,883,503	44,522,956	2,639,453	6.30
Non-current liabilities	37,789,829	35,220,728	(2,569,101)	(6.80)
Total liabilities	79,673,332	79,743,684	70,352	0.09
Paid-in capital	34,238,338	35,093,545	855,207	2.50
Capital surplus	12,580,692	20,274,694	7,694,002	61.16
Retained earnings	44,875,215	41,927,491	(2,947,724)	(6.57)
Other equity and treasury stock	(29,812,725)	(29,278,439)	534,286	(1.79)
Non-controlling interests	6,112,176	6,158,984	46,808	0.77
Total equity	67,993,696	74,176,275	6,182,579	9.09

Stand-alone balance sheet analysis

Explanation of significant changes (at least a 20% change) in the past two years' assets, liabilities and equity:

1. Other assets increased mainly due to the recognition of right-of-use assets after adopting IFRS 16 "Leases".
2. Capital surplus increased mainly due to the conversion premium of convertible bonds.

2018- 2019 Stand-alone Balance Sheet

Unit: NT\$'000, %

	2018	2019	YoY change	
			Amount	%
Current assets	17,738,839	16,835,738	(903,101)	(5.09)
Investments	43,791,521	45,171,026	1,379,505	3.15
Property, plant and equipment	22,249,874	19,711,168	(2,538,706)	(11.41)
Intangible assets	41,053,072	38,300,915	(2,752,157)	(6.70)
Other assets	10,229,894	19,087,499	8,857,605	86.59
Total assets	135,063,200	139,106,346	4,043,146	2.99
Current liabilities	40,842,446	42,009,716	1,167,270	2.86
Non-current liabilities	32,339,234	29,079,339	(3,259,895)	(10.08)
Total liabilities	73,181,680	71,089,055	(2,092,625)	(2.86)
Paid-in capital	34,238,338	35,093,545	855,207	2.50
Capital surplus	12,580,692	20,274,694	7,694,002	61.16
Retained earnings	44,875,215	41,927,491	(2,947,724)	(6.57)
Other equity and treasury stock	(29,812,725)	(29,278,439)	534,286	(1.79)
Total equity	61,881,520	68,017,291	6,135,771	9.92

Impact of changes in financial conditions on financial results: No significant impact

Preventive measures: Not applicable