



**HOTUNG GROUP**

HOTUNG INVESTMENT HOLDINGS LIMITED

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**Full Year Financial Statement for the Period Ended 31/12/2019**

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**PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY  
(Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS**

- 1(a) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
YEAR ENDED DECEMBER 31, 2019

	Group		
	2019	2018	Change
	NT\$'000	NT\$'000	%
Revenue			
Interest income	1,879	4,619	(59)
Dividend/ distribution income	184,627	138,477	33
Net gains on financial assets at fair value through profit or loss	304,762	291,662	4
Foreign exchange losses	(810)	(317)	156
Others	7,650	8,978	(15)
Total revenue	498,108	443,419	12
Operating expenses			
General and administrative expenses	(143,021)	(135,777)	5
Total operating expenses	(143,021)	(135,777)	5
Operating profit	355,087	307,642	15
Finance costs	(196)	-	nm
Profit before tax	354,891	307,642	15
Tax expense	(22,011)	(13,797)	60
Profit for the year	332,880	293,845	13
Other comprehensive income/(losses):			
Items that are or may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations and others	(79,219)	89,183	nm
Other comprehensive income/(losses) for the financial year, net of tax	(79,219)	89,183	nm
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR	253,661	383,028	(34)
Profit attributable to:			
Owners of the Company	307,589	270,812	14
Non-controlling interests	25,291	23,033	10
	332,880	293,845	13
Total comprehensive income for the financial year attributable to:			
Owners of the Company	228,370	359,995	(37)
Non-controlling interests	25,291	23,033	10
	253,661	383,028	(34)

nm: Not Meaningful

The Group has initially applied IFRS 16 at 1 January 2019. Under the transition method chosen, comparative information has not been restated. See Note 4 and 5.

**1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

STATEMENTS OF FINANCIAL POSITION AS AT DECEMBER 31, 2019

	Group			Company		
	31/12/2019	31/12/2018	Change	31/12/2019	31/12/2018	Change
	NT\$'000	NT\$'000	%	NT\$'000	NT\$'000	%
<b>Assets</b>						
<b>Non-current assets:</b>						
Investments in subsidiaries	-	-	-	4,433,372	4,714,147	(6)
Financial assets at fair value through profit or loss	5,194,876	5,122,927	1	-	-	-
Property, plant and equipment	26,636	770	3,359	-	-	-
	<u>5,221,512</u>	<u>5,123,697</u>	2	<u>4,433,372</u>	<u>4,714,147</u>	(6)
<b>Current assets:</b>						
Financial assets at fair value through profit or loss	41,101	85,766	(52)	-	-	-
Trade and other receivables	7,385	8,184	(10)	135	1,548	(91)
Cash and cash equivalents	1,073,674	1,134,962	(5)	42,595	41,582	2
	<u>1,122,160</u>	<u>1,228,912</u>	(9)	<u>42,730</u>	<u>43,130</u>	(1)
<b>Total assets</b>	<u>6,343,672</u>	<u>6,352,609</u>	-	<u>4,476,102</u>	<u>4,757,277</u>	(6)
<b>Equity</b>						
Share capital	5,233,033	5,233,033	-	5,233,033	5,233,033	-
Share premium	1,347,887	1,347,887	-	1,347,887	1,347,887	-
Reserves	601,805	668,140	(10)	105,882	105,882	-
Accumulated losses	(1,077,203)	(1,102,307)	(2)	(2,234,372)	(1,949,738)	15
<b>Equity attributable to owners of the Company</b>	<u>6,105,522</u>	<u>6,146,753</u>	(1)	<u>4,452,430</u>	<u>4,737,064</u>	(6)
Non-controlling interests	96,976	95,156	2	-	-	-
<b>Total equity</b>	<u>6,202,498</u>	<u>6,241,909</u>	(1)	<u>4,452,430</u>	<u>4,737,064</u>	(6)
<b>Liabilities</b>						
<b>Non-current liability:</b>						
Trade and other payables	18,632	-	nm	-	-	-
	<u>18,632</u>	<u>-</u>	nm	<u>-</u>	<u>-</u>	-
<b>Current liabilities:</b>						
Trade and other payables	92,755	74,419	25	23,672	20,213	17
Income tax payable	29,787	36,281	(18)	-	-	-
	<u>122,542</u>	<u>110,700</u>	11	<u>23,672</u>	<u>20,213</u>	17
<b>Total liabilities</b>	<u>141,174</u>	<u>110,700</u>	28	<u>23,672</u>	<u>20,213</u>	17
<b>Total equity and liabilities</b>	<u>6,343,672</u>	<u>6,352,609</u>	-	<u>4,476,102</u>	<u>4,757,277</u>	(6)

nm: Not Meaningful

The Group has initially applied IFRS 16 at 1 January 2019. Under the transition method chosen, comparative information has not been restated. See Note 4 and 5.

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.**

**Amount repayable in one year or less , or on demand**

As at 31/12/2019		As at 31/12/2018	
Secured	Unsecured	Secured	Unsecured
None	None	None	None

**Amount repayable after one year**

As at 31/12/2019		As at 31/12/2018	
Secured	Unsecured	Secured	Unsecured
None	None	None	None

**Details of any collateral**

None

**1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

CONSOLIDATED STATEMENT OF CASH FLOWS  
YEAR ENDED DECEMBER 31, 2019

	GROUP	
	2019	2018
	NT\$'000	NT\$'000
<b>Cash flows from operating activities</b>		
Profit after tax	332,880	293,845
Adjustments for:		
Net gains on financial assets at fair value through profit or loss	(304,762)	(291,662)
Dividend/ distribution income	(184,627)	(138,477)
Interest income	(1,879)	(4,619)
Depreciation expense	7,362	379
Finance costs	196	-
Gains on disposal of property, plant and equipment	(193)	-
Tax expense	22,011	13,797
	(129,012)	(126,737)
Changes to:		
Financial assets at fair value through profit or loss	202,787	(5,057)
Trade and other receivables	229	5,213
Trade and other payables	11,315	(9,151)
Cash from/(used in) operations	85,319	(135,732)
Interest received	1,876	5,553
Finance costs paid	(196)	-
Dividend/ distribution income received	185,200	137,904
Tax paid	(28,505)	(39,993)
<b>Net cash from/(used in) operating activities</b>	<b>243,694</b>	<b>(32,268)</b>
<b>Cash flows from investing activities:</b>		
Acquisition of property, plant and equipment	(1,199)	-
Proceeds from disposal of property, plant and equipment	551	-
<b>Net cash used in investing activities</b>	<b>(648)</b>	<b>-</b>
<b>Cash flows from financing activities:</b>		
Dividend paid to non-controlling shareholders in subsidiaries	(22,454)	(28,067)
Capital reduction in subsidiaries paid to non-controlling interests	(12)	(10)
Dividends paid to shareholders of the Company	(269,601)	(329,298)
Purchase of treasury shares	-	(9,134)
Payment of lease liabilities	(6,862)	-
<b>Net cash used in financing activities</b>	<b>(298,929)</b>	<b>(366,509)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(55,883)</b>	<b>(398,777)</b>
Cash and cash equivalents at January 1	1,134,962	1,521,959
Effect of exchange rate on cash and cash equivalents	(5,405)	11,780
<b>Cash and cash equivalents at December 31</b>	<b>1,073,674</b>	<b>1,134,962</b>

*The Group has initially applied IFRS 16 at 1 January 2019. Under the transition method chosen, comparative information has not been restated. See Note 4 and 5.*

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

GROUP STATEMENT OF CHANGES IN EQUITY  
YEAR ENDED DECEMBER 31, 2019

	Attributable to owners of the Company										Non-controlling interests	Total
	Share capital	Share premium	Contributed surplus reserve	Currency translation and other reserve	Legal reserve	Special reserve	Capital surplus - net assets from merger	Treasury shares reserve	Accumulated losses	Sub-total		
	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000
At December 31, 2018	5,233,033	1,347,887	406,116	(92,020)	507,810	19,801	126,667	(300,234)	(1,102,307)	6,146,753	95,156	6,241,909
<b>Total comprehensive income/(losses) for the year</b>												
Profit for the period	-	-	-	-	-	-	-	-	307,589	307,589	25,291	332,880
Exchange differences on translation of foreign operations and others	-	-	-	(79,219)	-	-	-	-	-	(79,219)	-	(79,219)
<b>Total other comprehensive income/(losses)</b>	-	-	-	(79,219)	-	-	-	-	-	(79,219)	-	(79,219)
<b>Total comprehensive income/(losses) for the year</b>	-	-	-	(79,219)	-	-	-	-	307,589	228,370	25,291	253,661
<b>Transactions with owners, recognised directly in equity</b>												
<b>Contributions by and distributions to owners</b>												
Dividend paid to shareholders of the Company	-	-	-	-	-	-	-	-	(269,601)	(269,601)	(23,459)	(293,060)
Capital reduction in subsidiaries	-	-	-	-	-	-	-	-	-	-	(12)	(12)
Transfer to legal reserve of certain subsidiaries	-	-	-	-	12,884	-	-	-	(12,884)	-	-	-
<b>Total transactions with owner</b>	-	-	-	-	12,884	-	-	-	(282,485)	(269,601)	(23,471)	(293,072)
At December 31, 2019	5,233,033	1,347,887	406,116	(171,239)	520,694	19,801	126,667	(300,234)	(1,077,203)	6,105,522	96,976	6,202,498

GROUP STATEMENT OF CHANGES IN EQUITY  
YEAR ENDED DECEMBER 31, 2018

	Attributable to owners of the Company											Non-controlling interests	Total
	Share capital	Share premium	Contributed surplus reserve	Currency translation and other reserve	Legal reserve	Special reserve	Capital surplus - net assets from merger	Fair value reserve	Treasury shares reserve	Accumulated losses	Sub-total		
	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000		
At December 31, 2017	5,233,033	1,347,887	406,116	(181,203)	486,947	19,801	126,667	(63,181)	(291,100)	(959,777)	6,125,190	101,456	6,226,646
Adjustment on initial application of IFRS9 (net of tax)	-	-	-	-	-	-	-	63,181	-	(63,181)	-	-	-
Adjusted At January 1, 2018	5,233,033	1,347,887	406,116	(181,203)	486,947	19,801	126,667	-	(291,100)	(1,022,958)	6,125,190	101,456	6,226,646
Total comprehensive income for the year													
Profit for the year	-	-	-	-	-	-	-	-	-	270,812	270,812	23,033	293,845
Exchange differences on translation of foreign operations and others	-	-	-	89,183	-	-	-	-	-	-	89,183	-	89,183
Total other comprehensive income	-	-	-	89,183	-	-	-	-	-	-	89,183	-	89,183
Total comprehensive income for the year	-	-	-	89,183	-	-	-	-	-	270,812	359,995	23,033	383,028
Transactions with owners, recognised directly in equity													
Contributions by and distributions to owners													
Shares bought back as treasury shares	-	-	-	-	-	-	-	-	(9,134)	-	(9,134)	-	(9,134)
Transfer to legal reserve of certain subsidiaries	-	-	-	-	20,863	-	-	-	-	(20,863)	-	-	-
Dividend paid to shareholders of the Company	-	-	-	-	-	-	-	-	-	(329,298)	(329,298)	(29,323)	(358,621)
Capital reduction in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(10)	(10)
Total transactions with owner	-	-	-	-	20,863	-	-	-	(9,134)	(350,161)	(338,432)	(29,333)	(367,765)
At December 31, 2018	5,233,033	1,347,887	406,116	(92,020)	507,810	19,801	126,667	-	(300,234)	(1,102,307)	6,146,753	95,156	6,241,909

COMPANY STATEMENT OF CHANGES IN EQUITY  
YEAR ENDED DECEMBER 31, 2019

	Share capital	Share premium	Contributed surplus reserve	Treasury shares reserve	Accumulated losses	Total
	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000
At January 1, 2019	5,233,033	1,347,887	406,116	(300,234)	(1,949,738)	4,737,064
<b>Total comprehensive losses for the period</b>						
Losses for the year	-	-	-	-	(15,033)	(15,033)
Total other comprehensive losses for the year	-	-	-	-	-	-
<b>Total comprehensive losses for the year</b>	-	-	-	-	(15,033)	(15,033)
<b>Transactions with owners, recognised directly in equity</b>						
<b>Contributions by and distributions to owners</b>						
Dividend paid to shareholders of the Company	-	-	-	-	(269,601)	(269,601)
<b>Total transactions with owner</b>	-	-	-	-	(269,601)	(269,601)
At December 31, 2019	5,233,033	1,347,887	406,116	(300,234)	(2,234,372)	4,452,430

COMPANY STATEMENT OF CHANGES IN EQUITY  
YEAR ENDED DECEMBER 31, 2018

	Share capital	Share premium	Contributed surplus reserve	Treasury shares reserve	Accumulated losses	Total
	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000	NT\$'000
At January 1, 2018	5,233,033	1,347,887	406,116	(291,100)	(1,701,112)	4,994,824
<b>Total comprehensive income for the year</b>						
Profit for the year	-	-	-	-	80,672	80,672
Total other comprehensive income for the year	-	-	-	-	-	-
<b>Total comprehensive income for the year</b>	-	-	-	-	80,672	80,672
<b>Transactions with owners, recognised directly in equity</b>						
<b>Contributions by and distributions to owners</b>						
Shares bought back as treasury shares	-	-	-	(9,134)	-	(9,134)
Dividend paid to shareholders of the Company	-	-	-	-	(329,298)	(329,298)
<b>Total transactions with owner</b>	-	-	-	(9,134)	(329,298)	(338,432)
At December 31, 2018	5,233,033	1,347,887	406,116	(300,234)	(1,949,738)	4,737,064

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**



	Number of Shares	
	2019	2018
Issued ordinary shares :		
As at beginning of period	104,660,662	104,660,662
Issued during the period	-	-
As at end of period	104,660,662	104,660,662
Treasury shares :		
As at beginning of period	8,374,580	8,175,180
Purchase of treasury shares	-	199,400
As at end of period	8,374,580	8,374,580
Issued ordinary shares excluding treasury shares	96,286,082	96,286,082

The Company has no subsidiary holdings as at 31 December 2019 and 31 December 2018.

- 1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	31/12/2019	31/12/2018
Total number of issued shares, excluding treasury shares	96,286,082	96,286,082

- 1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

The movement of treasury share is as follows:

	Number of Shares
At January 1, 2019	8,374,580
Shares bought back as treasury shares	-
At December 31, 2019	8,374,580

- 1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not applicable. The Company has no subsidiary holdings as at 31 December 2019.

- 2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.**

Figures have not been audited or reviewed.

- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter.)**

Not applicable.

**4. Whether the same accounting policies and methods of computation as in the issuer most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as those applied in the audited financial statements for the year ended 31 December 2018 except for the adoption of the revised and/or new International Financial Reporting Standards (IFRS) effective in FY2019.

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

IFRS 16 replaces the existing leases guidance, including IAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases – Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. On January 1, 2019, the Group applied IFRS 16 using the modified retrospective approach, with no impact to the retained earnings on 1 January 2019 and no restatement of comparative information. Refer to 8(b)(3) for the effect of IFRS 16.

**6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

Group		
	NT\$	
	2019	2018
<b>Earnings per ordinary share after deducting any provisions for preference dividends :</b>		
(a) Based on weighted average number of ordinary shares on issue; and	3.19	2.81
(b) On a fully diluted basis	3.19	2.81
<b>Earnings per ordinary share has been computed on the following weighted average number of shares :</b>		
(a) Basic	96,286,082	96,338,030
(b) Diluted	96,286,082	96,338,030

**7. Net asset value (for the issuer and group) per ordinary share based on total number of issued shares excluding treasury shares of the issuer at the end of the:**  
**(a) current financial period reported on; and**  
**(b) immediately preceding financial year.**

		Group		Company	
		31/12/2019	31/12/2018	31/12/2019	31/12/2018
Net asset value (attributable to owners of the Company)	NT\$	63.41	63.84	46.24	49.20
per share based on issued share capital at end of the year	S\$	2.85	2.84	2.08	2.19

Note : Exchange rate of S\$1: NT\$22.28 for 2019.12.31 and S\$1: NT\$22.48 for 2018.12.31

**8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group business. It must include a discussion of the following:-**

- (a) any significant factors that affected the turnover, costs and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

(a)

1. The Group's net gains on financial assets at fair value through profit or loss of NT\$304.8 million (2018:NT\$291.7 million) arose mainly due to favorable change in fair value of FVTPL investments and the gains on divestment.
2. Dividend/distribution income of NT\$184.6 million (2018: NT\$138.5 million) received, including distribution proceeds from fund investments of NT\$152.9 million (2018: NT\$91.3 million).
3. Finance costs of NT\$0.2 million relates to interest component of repayment of lease liability arising from IFRS 16.
4. Losses on translation of foreign operations amounted to NT\$79.2 million (2018: gains of NT\$89.2 million) was a result of depreciation of US dollar against NT dollar during 2019.

(b)

1. The decrease in the Group's financial assets at fair value through profit or loss (current) from NT\$85.8 million to NT\$41.1 million was mainly due to divestments during 2019.
2. The increase in the Group's financial assets at fair value through profit or loss (non-current) from NT\$5,122.9 million to NT\$5,194.9 million arose mainly due to favorable change in fair value of FVTPL investments at the end of 2019.
3. On transition to IFRS 16, the Group has recognized right-of-use assets under property, plant and equipment, and corresponding lease liabilities under trade and other payables in respect of the office lease.

9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

No forecast was previously disclosed in relation to 2019 full year results.

10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The outbreak of the coronavirus disease (COVID-19) is having a serious damaging effect on the global economy from consumption and demand to supply chain disruption. As of this date, it remains unknown how this disease will play out geographically and in duration and how soon it is controlled. We will continue to monitor the impact on our portfolio companies and work with them to mitigate operational risk. Accordingly the Group's full year 2020 financial prospects remain subject to this uncertainty.

11. **Dividend**

**(a) Current Financial Period Reported on**

Any dividend recommended for the current financial period reported on? Yes

Name of Dividend : Final

Dividend Type : Cash

Dividend Amount Per Share : NT\$2.558 per share (tax not applicable)

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend : Final

Dividend Type : Cash

Dividend Amount Per Share : NT\$2.8 per share (tax not applicable)

**(c) Date payable**

N.A.

**(d) Books closure date**

N.A.

12. **If no dividend has been declared (recommended), a statement to that effect.**

N.A.

- 13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has not sought a shareholder's mandate pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited.

- 14. Negative confirmation pursuant to rule 705(5) of the listing manual.**

N.A.

- 15. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1) of the listing manual.**

The Company has procured undertakings from all its directors and executive officers under Rule 720(1) of the listing manual.

## **PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR**

### **ANNOUNCEMENTS (This part is not applicable to Q1, Q2 & Q3 or Half Year Results)**

- 16. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

The Group identified the operating segments based on internal reporting that the Group's chief decision makers regularly review. The investments segment includes all investment subsidiaries of the Group and the Fund Management segment relates to the activities of the fund management subsidiary.

1. Investment - the Group's core business segment conducted mainly through its three subsidiaries: Hotung Venture Capital Corp. (Taiwan), Daitung Development and Investment Corp. (Taiwan) and Huitung Investments (BVI) Ltd., with the objective of achieving significant long-term capital appreciation by investing in a balanced and well-diversified portfolio, and assisting and adding value to the portfolio of companies.
2. Fund management - relates to the Group's fund management conducted by its subsidiary, Hotung International Co., Ltd., with the main objective of providing investment consultancy and advisory services to entities within the Group.

There were no inter-segment transactions during the year except for the management and incentive fees paid from entities within the Investment segment to the fund management subsidiary company in the Fund management segment which was eliminated on consolidation.

	Investment business NT\$'000	Fund management NT\$'000	Eliminations NT\$'000	Consolidated NT\$'000
<b>2019</b>				
Revenue				
External revenue	491,291	6,817	-	498,108
Inter-segmental revenue	403	139,180	(139,583)	-
Total revenue	491,694	145,997	(139,583)	498,108
Interest income	1,727	152	-	1,879
Depreciation	(3,470)	(3,892)	-	(7,362)
Finance costs	(98)	(98)	-	(196)
Profit before tax	300,110	54,781	-	354,891
Tax expenses	(10,354)	(11,657)	-	(22,011)
Profit after tax but before non-controlling interests	289,756	43,124	-	332,880
Non-controlling interests	1	(25,292)	-	(25,291)
Profit attributable to owners of the Company	289,757	17,832	-	307,589
Other information				
Segment assets	6,139,813	248,563	(44,704)	6,343,672
Segment assets includes:				
Additions to:				
-Property, plant and equipment	-	1,199	-	1,199
-Recognition of right-of-use asset on initial application of IFRS 16	16,193	16,194	-	32,387
Segment liabilities	81,987	74,104	(44,704)	111,387
Current income tax liabilities	20,091	9,696	-	29,787
Total liabilities	102,078	83,800	(44,704)	141,174
<b>2018</b>				
Revenue				
External revenue	435,027	8,392	-	443,419
Inter-segmental revenue	332	123,694	(124,026)	-
Total revenue	435,359	132,086	(124,026)	443,419
Interest income	4,222	397	-	4,619
Depreciation	-	(379)	-	(379)
Profit before tax	263,583	44,059	-	307,642
Tax expenses	(8,999)	(4,798)	-	(13,797)
Profit after tax but before non-controlling interests	254,584	39,261	-	293,845
Non-controlling interests	(8)	(23,025)	-	(23,033)
Profit attributable to owners of the Company	254,576	16,236	-	270,812
Other information				
Segment assets	6,160,697	217,790	(25,878)	6,352,609
Segment assets includes:				
Segment liabilities	47,888	52,409	(25,878)	74,419
Current income tax liabilities	32,538	3,743	-	36,281
Total liabilities	80,426	56,152	(25,878)	110,700

Information about geographical areas:

	Revenue	
	NT\$'000	
	2019	2018
Taiwan	179,177	234,838
China	249,513	186,246
United States	(8,120)	(11,348)
Other countries	77,538	33,683
Total	498,108	443,419

17. **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

None.

18. **A breakdown of sales.**

	Group		
	NT\$'000		Change %
	2019	2018	
Revenue reported for first half year	276,880	241,603	15
Operating profit after tax before non-controlling interests reported for first half year	198,635	170,951	16
Revenue reported for second half year	221,228	201,816	10
Operating profit after tax before non-controlling interests reported for second half year	134,245	122,894	9

19. **A breakdown of the total annual dividend (in dollar value) for the issuer latest full year and its previous full year.**

	2019	2018
	NT\$'000	NT\$'000
Ordinary (tax exempt one-tier)		
- final	-	269,601
Ordinary (tax exempt one-tier)		
- final (proposed)	246,300	-
Total :	246,300	269,601

**20. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year 2019
Ms. Tsui-Hui Huang	56	Wife of Mr. Andy C.W. Chen (non-executive Director)	<p>CEO – Hotung Investment Holdings Limited since July 1, 2010.</p> <p>Managing Director – Hotung Investment Holdings Limited since August 1, 2006.</p> <p>Executive Director – Hotung Investment Holdings Limited since June 20, 2005.</p>	nil

**BY ORDER OF THE BOARD**

Hsin-Chieh Chung  
Company Secretary  
February 21, 2020