

AUO CORPORATION AND SUBSIDIARIES

Consolidated Condensed Statements of Comprehensive Income

For the Three Months Ended September 30, 2022 and 2021 and June 30, 2022

(Expressed in Millions of New Taiwan Dollars (NTD) except for per share amounts and shares outstanding)

	Year over Year Comparison				Sequential Comparison			
	3Q22		3Q21		3Q22		2Q22	
	NTD	%	NTD	YoY%	NTD	%	NTD	QoQ%
Net Sales	49,732	100.0	99,055	(49.8)	49,732	100.0	62,884	(20.9)
Cost of Goods Sold	56,996	114.6	71,642	(20.4)	56,996	114.6	61,160	(6.8)
Gross Profit(Loss)	<u>(7,264)</u>	<u>(14.6)</u>	<u>27,413</u>	<u>-</u>	<u>(7,264)</u>	<u>(14.6)</u>	<u>1,725</u>	<u>-</u>
Operating Expenses	6,450	13.0	6,987	(7.7)	6,450	13.0	6,370	1.3
Operating Profit(Loss)	<u>(13,715)</u>	<u>(27.6)</u>	<u>20,427</u>	<u>-</u>	<u>(13,715)</u>	<u>(27.6)</u>	<u>(4,645)</u>	<u>(195.3)</u>
Net Non-operating Income(Expenses)	2,313	4.7	464	398.5	2,313	4.7	1,002	130.9
Profit(Loss) before Income Tax	<u>(11,401)</u>	<u>(22.9)</u>	<u>20,891</u>	<u>-</u>	<u>(11,401)</u>	<u>(22.9)</u>	<u>(3,643)</u>	<u>(212.9)</u>
Income Tax Benefit(Expense)	912	1.8	(927)	-	912	1.8	(2,054)	-
Net Profit(Loss)	<u>(10,490)</u>	<u>(21.1)</u>	<u>19,964</u>	<u>-</u>	<u>(10,490)</u>	<u>(21.1)</u>	<u>(5,697)</u>	<u>(84.1)</u>
Other Comprehensive Income(Loss)	1,777	3.6	(624)	-	1,777	3.6	(1,100)	-
Total Comprehensive Income(Loss)	<u>(8,713)</u>	<u>(17.5)</u>	<u>19,340</u>	<u>-</u>	<u>(8,713)</u>	<u>(17.5)</u>	<u>(6,797)</u>	<u>(28.2)</u>
Net Profit(Loss) Attributable to:								
Owners of Company	(10,426)	(21.0)	19,310	-	(10,426)	(21.0)	(5,632)	(85.1)
Non-Controlling Interests	<u>(64)</u>	<u>(0.1)</u>	<u>654</u>	<u>-</u>	<u>(64)</u>	<u>(0.1)</u>	<u>(65)</u>	<u>0.9</u>
Net Profit(Loss)	<u>(10,490)</u>	<u>(21.1)</u>	<u>19,964</u>	<u>-</u>	<u>(10,490)</u>	<u>(21.1)</u>	<u>(5,697)</u>	<u>(84.1)</u>
Total Comprehensive Income(Loss) Attributable to:								
Owners of Company	(8,699)	(17.5)	18,658	-	(8,699)	(17.5)	(6,677)	(30.3)
Non-Controlling Interests	<u>(14)</u>	<u>(0.0)</u>	<u>682</u>	<u>-</u>	<u>(14)</u>	<u>(0.0)</u>	<u>(121)</u>	<u>88.6</u>
Total Comprehensive Income(Loss)	<u>(8,713)</u>	<u>(17.5)</u>	<u>19,340</u>	<u>-</u>	<u>(8,713)</u>	<u>(17.5)</u>	<u>(6,797)</u>	<u>(28.2)</u>
Basic Earnings Per Share	<u>(1.23)</u>		<u>2.03</u>		<u>(1.23)</u>		<u>(0.59)</u>	
Weighted-Average Shares Outstanding ('M)	<u>8,493</u>		<u>9,515</u>		<u>8,493</u>		<u>9,576</u>	

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For the Period Ended September 30, 2022 and 2021

(Expressed in Millions of New Taiwan Dollars (NTD) except for per share amounts and shares outstanding)

	Year over Year Comparison			
	Nine Months 2022		Nine Months 2021	
	NTD	%	NTD	YoY%
Net Sales	194,145	100.0	277,651	(30.1)
Cost of Goods Sold	187,990	96.8	204,486	(8.1)
Gross Profit	<u>6,155</u>	<u>3.2</u>	<u>73,165</u>	<u>(91.6)</u>
Operating Expenses	19,216	9.9	20,435	(6.0)
Operating Profit(Loss)	<u>(13,061)</u>	<u>(6.7)</u>	<u>52,730</u>	<u>-</u>
Net Non-operating Income(Expenses)	<u>4,031</u>	<u>2.1</u>	<u>1,620</u>	<u>148.9</u>
Profit(Loss) before Income Tax	<u>(9,030)</u>	<u>(4.7)</u>	<u>54,350</u>	<u>-</u>
Income Tax Benefit(Expense)	<u>(1,982)</u>	<u>(1.0)</u>	<u>(2,682)</u>	<u>(26.1)</u>
Net Profit(Loss)	<u>(11,012)</u>	<u>(5.7)</u>	<u>51,668</u>	<u>-</u>
Other Comprehensive Income(Loss)	<u>2,642</u>	<u>1.4</u>	<u>(1,776)</u>	<u>-</u>
Total Comprehensive Income(Loss)	<u>(8,370)</u>	<u>(4.3)</u>	<u>49,891</u>	<u>-</u>
Net Profit(Loss) Attributable to:				
Owners of Company	(10,894)	(5.6)	50,675	-
Non-Controlling Interests	<u>(119)</u>	<u>(0.1)</u>	<u>993</u>	<u>-</u>
Net Profit(Loss)	<u>(11,012)</u>	<u>(5.7)</u>	<u>51,668</u>	<u>-</u>
Total Comprehensive Income(Loss) Attributable to:				
Owners of Company	(8,314)	(4.3)	49,039	-
Non-Controlling Interests	<u>(56)</u>	<u>(0.0)</u>	<u>852</u>	<u>-</u>
Total Comprehensive Income(Loss)	<u>(8,370)</u>	<u>(4.3)</u>	<u>49,891</u>	<u>-</u>
Basic Earnings Per Share	<u>(1.18)</u>		<u>5.33</u>	
Weighted-Average Shares Outstanding ('M)	<u>9,209</u>		<u>9,506</u>	

AUO CORPORATION AND SUBSIDIARIES

Consolidated Condensed Balance Sheets

September 30, 2022 and 2021

(Expressed in Millions of New Taiwan Dollars (NTD))

	September 30, 2022		September 30, 2021		YoY	
	NTD	%	NTD	%	NTD	%
ASSETS						
Cash and Cash Equivalents	80,613	20.8	87,922	20.2	(7,309)	(8.3)
Notes & Accounts Receivables	19,284	5.0	65,644	15.1	(46,360)	(70.6)
Other Current Financial Assets	4,313	1.1	10,756	2.5	(6,443)	(59.9)
Inventories	29,814	7.7	34,736	8.0	(4,923)	(14.2)
Other Current Assets	4,749	1.2	4,888	1.1	(139)	(2.8)
Total Current Assets	138,774	35.8	203,946	46.9	(65,173)	(32.0)
Long-term Investments	33,415	8.6	22,832	5.2	10,583	46.3
Net Fixed Assets	179,351	46.3	173,212	39.8	6,140	3.5
Right-of-use Assets	10,259	2.6	10,728	2.5	(469)	(4.4)
Other Non-Current Assets	25,466	6.6	24,369	5.6	1,097	4.5
Total Non-Current Assets	248,492	64.2	231,141	53.1	17,350	7.5
Total Assets	387,266	100.0	435,088	100.0	(47,822)	(11.0)
LIABILITIES						
Short-term Borrowings	180	0.0	30	0.0	150	501.3
Notes & Accounts Payable	38,407	9.9	61,763	14.2	(23,356)	(37.8)
Current Installments of Long-term Borrowings	9,262	2.4	25,218	5.8	(15,956)	(63.3)
Current Financial Liabilities	831	0.2	247	0.1	584	237.0
Accrued Expense & Other Current Liabilities	47,823	12.3	32,507	7.5	15,315	47.1
Machinery and Equipment Payable	6,350	1.6	3,364	0.8	2,986	88.8
Total Current Liabilities	102,852	26.6	123,129	28.3	(20,277)	(16.5)
Long-term Borrowings	58,332	15.1	44,334	10.2	13,998	31.6
Other Non-Current Liabilities	23,414	6.0	25,342	5.8	(1,928)	(7.6)
Total Non-Current Liabilities	81,746	21.1	69,676	16.0	12,070	17.3
Total Liabilities	184,598	47.7	192,805	44.3	(8,207)	(4.3)
EQUITY						
Common Stock	76,994	19.9	96,242	22.1	(19,248)	(20.0)
Capital Surplus	61,900	16.0	61,195	14.1	704	1.2
Retained Earnings	60,227	15.6	77,693	17.9	(17,466)	(22.5)
Other Equity	(2,190)	(0.6)	(4,918)	(1.1)	2,729	55.5
Treasury Shares	(392)	(0.1)	(439)	(0.1)	47	10.7
Non-Controlling Interests	6,129	1.6	12,510	2.9	(6,380)	(61.0)
Total Equity	202,667	52.3	242,283	55.7	(39,615)	(16.4)
Total Liabilities & Equity	387,266	100.0	435,088	100.0	(47,822)	(11.0)

AUO CORPORATION AND SUBSIDIARIES
Consolidated Condensed Cash Flow Statements
For the Period Ended September 30, 2022 and 2021

(Expressed in Millions of New Taiwan Dollars (NTD))

	<u>Nine Months 2022</u>	<u>Nine Months 2021</u>
	<u>NTD</u>	<u>NTD</u>
Cash Flow from Operating Activities:		
Profit(Loss) before Income Taxes	(9,030)	54,350
Depreciation & Amortization	23,737	25,450
Share of Profit of Equity-Accounted Investees	(2,122)	(1,682)
Changes in Working Capital	5,432	(5,627)
Changes in Others	9	831
Net Cash Provided by (Used in) Operating Activities	<u>18,025</u>	<u>73,323</u>
Cash Flow from Investing Activities:		
Acquisitions of Financial Assets Measured at Fair Value	(313)	(406)
Disposals of Financial Assets Measured at Fair Value	15	551
Acquisitions of Financial Assets Measured at Amortized Cost	(675)	(10,259)
Disposals of Financial Assets Measured at Amortized Cost	10,000	0
Acquisitions of Equity-Accounted Investees	(5,037)	(2,491)
Acquisitions of Property, Plant and Equipment	(27,966)	(11,632)
Increase in Receipts in Advance due to Disposal of Assets	150	898
Changes in Others	(517)	(247)
Net Cash Provided by (Used in) Investing Activities	<u>(24,344)</u>	<u>(23,586)</u>
Cash Flow from Financing Activities:		
Increase(Decrease) in Short-term Borrowings	134	(170)
Increase(Decrease) in Long-term Borrowings	12,008	(47,986)
Payment of Lease Liabilities	(432)	(417)
Increase(Decrease) in Guarantee Deposits	(15)	(25)
Cash Dividends	(9,576)	(2,851)
Treasury Shares Sold to Employees	47	572
Changes in Non-Controlling Interests and Others	(3)	(219)
Net Cash Provided by (Used in) Financing Activities	<u>2,162</u>	<u>(51,095)</u>
Effect of Exchange Rate Changes on Cash and Cash Equivalents	<u>4,825</u>	<u>(996)</u>
Net Increase(Decrease) in Cash and Cash Equivalents	<u>669</u>	<u>(2,353)</u>
Cash and Cash Equivalents at Beginning of Period	<u>79,945</u>	<u>90,275</u>
Cash and Cash Equivalents at End of Period	<u><u>80,613</u></u>	<u><u>87,922</u></u>