Lucky Cement Corporation and Subsidiaries

Consolidated Financial Statements for the
Nine Months Ended September 30, 2019 and 2018 and
Independent Accountants' Review Report

Notice to readers

This English-version report is a summary translation of the Chinese version. If there is any discrepancy between the English and Chinese versions, the Chinese version shall prevail.

Address：15F. No. 237, Songjiang Rd., Taipei, Taiwan

Tel: +886 (2)2509-2188

Independent Accountants' Review Report

The Board of Directors and Shareholders
Lucky Cement Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Lucky Cement Corporation and subsidiaries as of September 30, 2019 and 2018 and the related consolidated statement of comprehensive income, changes in equity, cash flows and the notes to the consolidated financial statements (including a summary of significant accounting policies) for the three months ended September 30, 2019 and 2018 and the nine months ended September 30, 2019 and 2018. The management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting", endorsed and issued into effect by the Financial Supervisory Commission R.O.C. (FSC). Our responsibility is to make a conclusion on the consolidated financial statements based on our reviews.

Scope

Except for the basis of the reservated conclusion, we conducted our reviews in accordance with Statements on Auditing Standards No. 65 "Review of Financial Information Performed by the Independent Auditor of the Entity". The procedures performed in the review of the consolidated financial statements include inquiries (mainly to those responsible for financial and accounting matters), analytical procedures and other review procedures. The scope of the review is obviously less than the scope of the audit. Therefore, we may not be able to detect all the major issues that can be identified through the audit and therefore cannot express the opinion.

The Basis of the reservated conclusion

As stated in Note 11 to the consolidated financial statements, the financial statements of some of the non-significant subsidiaries of the consolidated financial statements are based on the statements in the same period without accounts' reviews. At the period nine months ended September 30, 2019 and 2018, total assets of the non-significant subsidiaries are NT$95,736,000 and NT$141,180,000, which are 1 % and 2% of consolidated assets; total liabilities are NT$13,325,000 and NT$32,242,000, which are 0% and 1% of consolidated liabilities. The comprehensive losses are NT$2,192,000 and NT$8,071,000 for the three months ended September 30, 2019 and 2018; NT$5,896,000 and NT$25,003,000 for the nine months ended September 30, 2019 and 2018.

Reservated conclusion

Except those mentioned in the basis of the reservated conclusion, there is an impact on possible adjustments to the consolidated financial statements if the financial statements of the non-significant subsidiaries are reviewed. Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects the financial position of the entity as at September 30, 2019 and 2018, its consolidated financial performance for the three months ended September 30, 2019 and 2018, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30 2019 and 2018 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting", endorsed and issued into effect by the FSC.

Deloitte & Touche

Accountants Huang, Hai-Yue		Accountants Liu, Yong-Fu
The approval number of Securities and Futures Commission No. 0920131587 of Taiwan-Finance-Securities	&	The approval number of Securities and Futures Commission No. 0920123784 of Taiwan-Finance-Securities

November 12, 2019

Lucky Cement Corporation and Subsidiaries
Consolidated Balance Sheets
September 30, 2019 and 2018

In Thousands of New Taiwan Dollars

		September 30, 2019 (Reviewed)		December 31, 2018 (Audited)		September 30, 2018 (Reviewed)	
Code	Assets	Amount	%	Amount	%	Amount	%
	Current Assets						
1100	Cash and cash equivalents (Note 6)	$ 219,519	3	$ 198,802	3	$ 277,616	4
1110	Total current financial assets at fair value through profit or loss (Note 7)	15,463	-	43,370	1	50,606	1
1120	Total current financial assets at fair value through other comprehensive income (Note 8)	76,668	1	142,250	2	81,255	1
1150	Notes receivable (Note 9 & 33)	356,422	5	317,921	4	380,349	5
1160	Notes receivable due from related parties (Note 9 & 31)	6,084	-	5,170	-	-	-
1170	Accounts receivable, net (Note 9)	382,863	5	262,504	4	211,769	3
1180	Accounts receivable due from related parties, net (Note 9 & 31)	10,788	-	11,140	-	6,526	-
1200	Other receivable (Note 31)	1,847	-	5,650	-	26,638	-
1220	Current tax assets	17,703	-	21,288	-	21,244	-
130X	Inventories (Note 10 & 32)	3,669,496	50	3,610,970	50	3,811,525	53
1410	Prepayments (Note 12)	179,866	3	181,273	3	177,359	3
1476	Other current financial assets (Note 13 & 32)	84,896	1	108,232	1	89,819	1
1479	Other current assets (Note 14)	29,117	-	29,959	-	30,135	-
11XX	Total Current Assets	5,050,732	68	4,938,529	68	5,164,841	71
	Non-Current Assets						
1510	Total non-current financial assets at fair value through profit or loss (Note 7)	9,938	-	6,535	-	10,800	-
1517	Non-current financial assets at fair value through other comprehensive income (Note 8)	21,858	-	19,015	-	19,528	-
1600	Property, plant, and equipment (Note 15 & 32)	1,750,229	24	1,876,081	26	1,578,553	22
1755	Right-of-use asset (Note 4 & 16)	136,696	2	-	-	-	-
1840	Deferred tax assets (Note 4)	126,923	2	143,366	2	191,622	3
1920	Guarantee deposits paid	87,923	1	90,351	1	91,022	1
1990	Other non-current assets (Note 17 & 32)	213,184	3	219,620	3	175,660	3
15XX	Total Non-Current Assets	2,346,751	32	2,354,968	32	2,067,185	29
1XXX	Total Assets	$ 7,397,483	100	$ 7,293,497	100	$ 7,232,026	100
Code	Liabilities and Equity						
	Current Liabilities						
2100	Short-term borrowings (Note 18 & 32)	$ 655,563	9	$ 852,651	12	$ 439,969	6
2110	Short-term notes and bills payable (Note 18 & 32)	159,660	2	219,736	3	109,794	1
2130	Contract liabilities (Note 23)	213,389	3	198,806	3	254,847	4
2150	Notes payable (Note 19)	151,651	2	148,346	2	166,653	2
2160	Notes payable to related parties (Note 19 & 31)	52,153	1	43,594	1	48,155	1
2170	Accounts payable (Note 19)	226,124	3	114,859	1	227,703	3
2180	Accounts payable to related parties (Note 19 & 31)	28,651	-	23,540	-	24,729	-
2219	Other payables (Note 20)	116,570	1	118,173	2	123,025	2
2220	Other payables to related parties (Note 31)	2,049	-	1,157	-	2,059	-
2230	Current tax liabilities	960	-	238	-	-	-
2280	Current lease liabilities (Note 4 & 16)	48,713	1	-	-	-	-
2320	Long-term liabilities, current portion (Note 18 & 32)	273,237	4	11,200	-	111,200	2
2399	Other current liabilities	3,932	-	3,769	-	2,624	-
21XX	Total Current Liabilities	1,932,652	26	1,736,069	24	1,510,758	21
	Non-Current Liabilities						
2540	Long-term borrowings (Note 18 & 32)	960,000	13	1,160,438	16	1,163,238	16
2570	Deferred tax liabilities (Note 4)	23,618	-	33,935	-	39,947	-
2580	Non-Current lease liabilities (Note 4 & 16)	88,858	1	-	-	-	-
2640	Net defined benefit liability (Note 4)	45,104	1	60,826	1	66,286	1
2645	Guarantee deposits received	34,651	-	29,431	-	29,431	-
2655	Shareholder accounts (Note 31)	45,800	1	45,800	1	45,800	1
25XX	Total Non-Current Liabilities	1,198,031	16	1,330,430	18	1,344,702	18
2XXX	Total Liabilities	3,130,683	42	3,066,499	42	2,855,460	39
	Equity Attributable to the Owner Company (Note 22)						
3110	Ordinary share	4,047,380	55	4,047,380	55	4,047,380	56
3200	Capital surplus	8	-	8	-	8	-
	Retained earnings						
3310	Legal reserve	166,309	2	166,309	3	166,309	2
3320	Special reserve	17,256	-	17,376	-	17,376	-
3350	Unappropriated retained earnings	31,113	1	(1,032)	-	126,863	2
3300	Total Retained Earnings	214,678	3	182,653	3	310,548	4
3400	Other Equity	4,656	-	(3,121)	-	(4,822)	-
31XX	Total Equity Attributable to Owners of Parent	4,266,722	58	4,226,920	58	4,353,114	60
36XX	Non-Controlling Interests (Note 22)	78	-	78	-	23,452	1
3XXX	Total Equity	4,266,800	58	4,226,998	58	4,376,566	61
	Total Liabilities and Equity	$ 7,397,483	100	$ 7,293,497	100	$ 7,232,026	100

The accompanying notes are an integral of the consolidated financial statements
(Please refer to the November 12, 2019 Deloitte Taiwan Reviewed Report)

Lucky Cement Corporation and Subsidiaries

Consolidated Statements of Comprehensive Income

For the Three Months Ended September 30, 2019 and 2018; For the Nine Months Ended September 30, 2019 and 2018

（Reviewed，Not Audited）

In Thousands of New Taiwan Dollars，except Earnings (Loss) Per Shar

Code		For the Three Months Ended September 30, 2019 Amount	%	For the Three Months Ended September 30, 2018 Amount	%	For the Nine Months Ended September 30, 2019 Amount	%	For the Nine Months Ended September 30, 2018 Amount	%
	Operating Revenue（Note 23 & 31）								
4110	Sales revenue	$ 925,021	100	$ 776,796	100	$ 2,661,105	100	$ 2,461,942	100
4190	Less：Sales discounts and allowances	(369)	-	(619)	-	(1,000)	-	(1,519)	-
	Net sales revenue	924,652	100	776,177	100	2,660,105	100	2,460,423	100
5000	Operating costs（Note 10, 24 & 31）	835,226	91	768,954	99	2,473,905	93	2,390,823	97
5900	Gross Profit from operations	89,426	9	7,223	1	186,200	7	69,600	3
	Operating expenses（Note 24 & 31）								
6100	Selling expense	30,093	3	24,601	3	84,789	3	77,646	3
6200	Administrative expenses	25,323	3	25,556	3	75,421	3	80,922	4
6450	Expected credit impairment loss（profit）	1,945	-	(1,407)	-	9,804	-	1,310	-
6000	Total Operating Expenses	57,361	6	48,750	6	170,014	6	159,878	7
6500	Net other income (expenses)（Note 24）	-	-	-	-	4,120	-	16,056	1
6900	Net operating income (loss)	32,065	3	(41,527)	(5)	20,306	1	(74,222)	(3)
	Non-Operating Income and Expense（Note 24 & 31）								
7100	Interest income	491	-	479	-	1,538	-	1,562	-
7110	Rent income	2,227	-	2,299	-	6,682	-	6,792	-
7190	Other income	7,493	1	3,274	1	10,126	-	16,046	1
7225	Gain on disposals of investments	-	-	1	-	246	-	98	-
7230	Foreign exchange gains (loss)	69	-	(348)	-	1,141	-	35	-
7235	Gains (losses) on financial assets at fair value through profit or loss	(140)	-	56	-	3,679	-	1,269	-
7590	Miscellaneous disbursements	(2,615)	-	(5,552)	(1)	(7,294)	-	(11,523)	-
7510	Interest Expense	(9,628)	(1)	(7,673)	(1)	(30,124)	(1)	(22,892)	(1)
7000	Total Non-Operating Income and Expenses	(2,103)	-	(7,464)	(1)	(14,006)	(1)	(8,613)	-
7900	Profit (loss) from continuing operations before tax	29,962	3	(48,991)	(6)	6,300	-	(82,835)	(3)
7950	Tax income (expense)（Note 4 & 25）	(15,260)	(1)	7,206	1	(7,199)	-	33,075	1
8000	Profit (loss) from continuing operations	14,702	2	(41,785)	(5)	(899)	-	(49,760)	(2)
8100	Profit (loss) from discontinued operations（Note 26）	-	-	(471)	-	-	-	(649)	-
8200	Profit（loss）	14,702	2	(42,256)	(5)	(899)	-	(50,409)	(2)
	Other comprehensive income								
	Items not to be reclassified into profit or loss								
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	5,444	-	9,400	1	39,056	2	3,091	-
8360	Components of other comprehensive income that will be reclassified to profit or loss：								
8361	Exchange differences on translation	(83)	-	(522)	-	839	-	453	-
8367	Unrealized gains (losses) from investments in Debt instruments measured at fair value through other comprehensive income	56	-	20	-	806	-	(216)	-
8300	Other comprehensive income or loss, net	5,417	-	8,898	1	40,701	2	3,328	-

(To be continued)

(Continued)

Code		For the Three Months Ended September 30, 2019 Amount	%	For the Three Months Ended September 30, 2018 Amount	%	For the Nine Months Ended September 30, 2019 Amount	%	For the Nine Months Ended September 30, 2018 Amount	%
8500	Total comprehensive income	$ 20,119	2	($ 33,358)	(4)	$ 39,802	2	($ 47,081)	(2)
	Profit attributable to:								
8610	Attributable to owner of parent	$ 14,702	2	($ 42,119)	(5)	($ 899)	-	($ 49,141)	(2)
8620	Attributable to non-controlling interestst	-	-	(137)	-	-	-	(1,268)	-
8600		$ 14,702	2	($ 42,256)	(5)	($ 899)	-	($ 50,409)	(2)
	Comprehensive income attributable to:								
8710	Attributable to owner of parent	$ 20,119	2	($ 33,218)	(4)	$ 39,802	2	($ 45,810)	(2)
8720	Attributable to non-controlling intereststs	-	-	(140)	-	-	-	(1,271)	-
8700		$ 20,119	2	($ 33,358)	(4)	$ 39,802	2	($ 47,081)	(2)
	Earnings（losses）per share（Note 27）								
	From continuing operations and discontinuing operations								
9750	Basic	$ 0.04		($ 0.10)		$ -		($ 0.12)	
	From continuing operations								
9710	Basic	$ 0.04		($ 0.10)		$ -		($ 0.12)	

The accompanying notes are an integral of the consolidated financial statements

（Please refer to the November 12, 2019 Deloitte Taiwan Reviewed Report）

Lucky Cement Corporation and Subsidiaries
Consolidated Statements of Changes in Equity
For the Nine months ended September 30, 2019 and 2018
(Reviewed，Not Audited)

Unit：In Thousands of New Taiwan Dollars except the information of per share

		Equity Attributable to Shareholders of the Parent										
				Retained Earning			Others Equity					
Code		Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unappropiated Retained Earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on available-for-sale financial assets	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total	Non-controlling Interestests	Total Equity
A1	Balance, January 1, 2018	$ 4,047,380	$ 8	$ 166,309	$ 14,135	$ 177,528	($ 8,187)	$ 4,946	$ -	$ 4,402,119	$ 26,423	$ 4,428,542
A3	Effect of retrospective application	-	-	-	-	(2,887)	-	(4,946)	5,716	(2,117)	-	(2,117)
A5	Balance at January 1, 2018 as Restated	4,047,380	8	166,309	14,135	174,641	(8,187)	-	5,716	4,400,002	26,423	4,426,425
B3	Appropriation and distribution of retained earnings in 2017	-	-	-	3,241	(3,241)	-	-	-	-	-	-
D1	Net income for the nine months ended September 30, 2018	-	-	-	-	(49,141)	-	-	-	(49,141)	(1,268)	(50,409)
D3	Other comprehensive income (loss) for the nine months ended September 30, 2018	-	-	-	-	-	456	-	2,875	3,331	(3)	3,328
D5	Total comprehensive income (loss) for the nine months ended September 30, 2018	-	-	-	-	(49,141)	456	-	2,875	(45,810)	(1,271)	(47,081)
M7	Total equity exchanges for subsidiary	-	-	-	-	(1,078)	-	-	-	(1,078)	(3,993)	(5,071)
I1	Increase in non-controlling interests	-	-	-	-	-	-	-	-	-	2,293	2,293
Q1	Disposal of equity instruments measured at fair value through other comprehensive income	-	-	-	-	5,682	-	-	(5,682)	-	-	-
Z1	Balance, September 30, 2018	$ 4,047,380	$ 8	$ 166,309	$ 17,376	$ 126,863	($ 7,731)	$ -	$ 2,909	$ 4,353,114	$ 23,452	$ 4,376,566
A1	Balance, January 1, 2019	$ 4,047,380	$ 8	$ 166,309	$ 17,376	($ 1,032)	$ 7,660	$ -	($ 10,781)	$ 4,226,920	$ 78	$ 4,226,998
B17	Appropriation of retained earnings in 2018: Reversal of Special reserve	-	-	-	(120)	120	-	-	-	-	-	-
D1	Net loss for the nine months ended September 30, 2019	-	-	-	-	(899)	-	-	-	(899)	-	(899)
D3	Other comprehensive income (loss) for the nine months ended September 30, 2019	-	-	-	-	-	839	-	39,862	40,701	-	40,701
D5	Total comprehensive income (loss) for the nine months ended September 30, 2019	-	-	-	-	(899)	839	-	39,862	39,802	-	39,802
Q1	Disposal of equity instruments measured at fair value through other comprehensive income	-	-	-	-	32,924	-	-	(32,924)	-	-	-
Z1	Balance, September 30 2019	$ 4,047,380	$ 8	$ 166,309	$ 17,256	$ 31,113	$ 8,499	$ -	($ 3,843)	$ 4,266,722	$ 78	$ 4,266,800

The accompanying notes are an integral of the consolidated financial statements
(Please refer to the November 12, 2019 Deloitte Taiwan Reviewed Report)

Lucky Cement Corporation and Subsidiaries

Consolidated Statements of Cash Flows

For the nine months ended September 30, 2019 and 2018

（Reviewed，Not Audited）

In Thousands of New Taiwan Dollars

Code		Nine months ended September 30, 2019	Nine months ended September 30, 2018
	Cash Flow from Operating Activities		
A00010	Profit (loss) from continuing operations before tax	$ 6,300	($ 82,835)
A00020	Profit (loss) from discontinued operations before tax	-	(649)
A10000	Profit (loss) before Tax	6,300	(83,484)
A20010	Profit (loss) Item		
A20300	Expected credit impairment loss	9,804	1,310
A20100	Depreciation expense	186,458	182,477
A20200	Amortization expense	8,911	7,839
A20400	Net profit on financial assets at fair value through profit or loss	(3,679)	(1,269)
A20900	Interest expense	30,124	22,892
A21200	Interest income	(1,538)	(1,562)
A21300	Dividend income	(5,289)	(2,509)
A22500	Gain on disposal of property, plan and equipment	(4,120)	(16,056)
A23100	Loss (gain) on disposal of financial assets	(246)	(98)
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	(38,501)	11,914
A31140	Notes receivable due from related parties	(914)	-
A31150	Accounts receivable	(130,163)	(17,831)
A31160	Accounts receivable due from related parties	352	2,335
A31180	Other receivable	3,788	(22,666)
A31200	Inventories	(58,526)	(37,678)
A31230	Prepayments	1,407	(13,592)
A31240	Other current assets	842	(2,913)
A32125	Contract liability	14,583	23,571
A32130	Notes payable	3,305	(20,322)
A32140	Notes payable to related parties	8,559	21,408

（To be continued）

(Continued)

Code		Nine months ended September 30, 2019	Nine months ended September 30, 2018
A32150	Accounts payable	111,265	100,970
A32160	Accounts payable to related parties	5,111	(41,500)
A32180	Other payable	(1,841)	2,208
A32190	Other payable to related parties	892	(390)
A32230	Other current liabilities	163	(5,472)
A32240	Net defined benefit liability	(15,722)	(2,363)
A33000	Cash inflow (outflow) generated from operations	131,325	107,219
A33100	Interest received	1,470	877
A33300	Interest paid	(29,962)	(22,646)
A33500	Income taxes returned (paid)	3,234	(20,170)
AAAA	Net cash flows from operating activities	106,067	65,280
	Cash Flow from Investing Activities		
B00010	Acquisition of financial assets at fair value through other comprehensive income	(56,930)	(28,349)
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income	159,560	36,403
B00030	Proceeds from capital reduction of financial assets at fair value through other comprehensive income	-	2,890
B00100	Acquisition of financial assets at fair value through profit or loss, designated as upon initial recognition	(5,013)	(11,025)
B00200	Proceeds from disposal of financial assets at fair value through profit or loss, designated as upon initial recognition	33,442	26,923
B02700	Acquisition of property, plant and equipment	(20,739)	(112,308)
B02800	Proceeds from disposal of property, plant and equipment	4,120	16,056
B03700	Decrease (increase) in refundable deposits	2,428	(2,891)
B06600	Decrease in other financial assets	23,336	43,529
B06800	Decrease (increase) in other non-current assets	(2,475)	5,514

（To be continued）

(Continued)

Code		Nine months ended September 30, 2019	Nine months ended September 30, 2018
B07600	Dividends received	5,289	2,509
BBBB	Net cash flows from (used in) investing activities	143,018	(20,749)
	Cash flows from (used in) financing activities		
C00100	Decrease in short-term loans	(197,088)	(433,673)
C00500	Decrease in short-term notes and bills payable (Note 29)	(60,000)	(30,000)
C04000	Lease principal repayment	(38,738)	-
C01600	Proceeds from long-term debt	70,000	580,000
C01700	Repayments of long-term debt	(8,401)	(108,400)
C03000	Increase in guarantee deposits received (Decrease)	5,220	(5,873)
C03700	Decrease in other payables to related parties	-	(18,328)
C05400	Acquisition of ownership interests in subsidiaries	-	(5,071)
C09900	Increase in non-controlling interests	-	2,293
CCCC	Net cash flows used in financing activities	(229,007)	(19,052)
DDDD	Effect of exchange rate changes on cash	639	244
EEEE	Net increase (decrease) in cash and cash equivalents	20,717	25,723
E00100	Cash and cash equivalents at beginning of period	198,802	251,893
E00200	Cash and cash equivalents at end of period	$ 219,519	$ 277,616

The accompanying notes are an integral of the consolidated financial statements
(Please refer to the November 12, 2019 Deloitte Taiwan Reviewed Report)

Lucky Cement Corporation Limited and Subsidiaries

Notes to Consolidated Financial Statements

For the nine months ended September 30, 2019 and 2018

(Reviewed，Not Audited)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

1. Company History

Lucky Cement Corporation (hereinafter referred to as the “Company”, the Company and its subsidiaries hereinafter referred to as the”Group”) established in 1974. The stocks of which are listed on the Taiwan Stock Exchange started from June, 1990, to produce and sell Portland cement as the main business.

The accompanying consolidated financial statements used New Taiwan Dollars (NT$) as the functional currency of the Company.

2. The Date and Procudure of Financial Report

The accompanying consolidated financial statements were reported to the Board of Directors and issued on November 12, 2019.

3. To Be Applicable for New Release, Revised Regulations, and Interpretation

(1) Criteria Governing the Preparation of Financial Reports by securities issuer but not yet effective and Financial Supervisory Commision (hereinafter referred to as “FSC”) accepted the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), International Financial Reporting Interpretations Committee (IFRIC), and Standing Interpretation Committee (SIC) (hereinafter referred to as “IFRSs”)

Except for the following explanations, it applied the amendments to Criteria Governing the Preparation of Financial Reports by securities issuer and the IFRSs regulations will not effect the Group’s accounting policy.

IFRS 16"Leases"

The Group elected to apply IFRS 16 only to contracts signed (or changed) on or after January 1, 2019 in order to determine whether those contracts are, or contain, a lease. Contracts identified as containing a lease under IAS 17 and IFRIC 4 will not be reassessed and will be accounted for in accordance with the transitional provisions under IFRS 16.

Identifying a lease

The Group elected to apply IFRS 16 only to contracts signed (or changed) on or after January 1, 2019 in order to determine whether those contracts are, or contain, a lease. Contracts identified as containing a lease under IAS 17 and IFRIC 4 will not be reassessed and will be accounted for in accordance with the transitional provisions under IFRS 16.

The Group is the tenant

The Group recognized right-of-use assets and lease liabilities for all leases on the consolidated balance sheets, except for those whose payments under low-value and short-term leases recognized as expenses on a straight-line basis. On the consolidated statements of comprehensive income, the Group will present the depreciation expense charged on right-of-use assets separately from the interest expense accrued on lease liabilities; interest is computed using the effective interest method. On the consolidated statements of cash flows, cash payments for the principal portion of lease liabilities will be classified within financing activities; cash payments for the interest portion will be classified within operating activities. Currently, payments under operating lease contracts are recognized as expenses on a straight-line basis. Cash flows for operating leases are classified within operating activities on the consolidated statements of cash flows.

The Group is expected to adjust the cumulative impact of the retroactive application of IFRS 16 to the retained earnings on January 1, 2019 without recompiling the comparative information.

In accordance with the agreement of IAS 17 for operating leases currently, the measurement of the lease liability on January 1, 2019 will be discounted by the remaining lease payments at the incremental borrowing rate of the lessee at the commencement date. The total right-of-use assets will be measured at the amount of the lease liabilities with the adjustment of the previously recognized prepaid or payable lease payments.eased on that date. Except for the expected expediency ②, the recognized right-of-use assets will be subject to IAS 36 assessment impairment.

The Group is expected to apply the following expediency:

① Use a single discount rate to measure lease liabilities for lease combinations with reasonably similar characteristics.

② The lossable lease contract liabilities recognized at the end of 2018 will adjust the right-to-use assets as of January 1, 2019, and will not be assessed for impairment according to IAS 36.

③ Leases that are closed before December 31, 2019 will be treated on a short-term lease basis.

④ The original direct cost is not included in the measurement of the right-of-use asset as of January 1, 2019.

⑤ When lease liabilities are measured, the lessee may use hindsight, such as in determining the lease term.

For leases previously classified as finance leases under IAS 17, the carrying amount of the leased assets and lease liabilities on December

31, 2018 was used as the carrying amount of the right-of-use assets and lease liabilities on January 1, 2019.

The weighted average lessee's incremental borrowing rate used by the Group to calculate lease liabilities recognized on January 1, 2019 is 1.55%. The reconciliation between the lease liabilities recognized and the future minimum lease payments of non-cancellable operating lease on December 31, 2018 is presented as follows:

Total future minimum lease payments of non-cancellable operating leases on December 31, 2018	$ 181,825
Less：Short-term lease for exemption	(5,492)
Less：leases of low-value assets for exemption	(87)
Total undiscounted amount on Janary 1, 2019.	$ 176,246
Balance of leased liabilities which discounted by incremental borrowing rate of interest on January 1, 2019	$ 168,565

The Group is the lessor

The Group will not make any adjustments for leases in which it is a lessor and will account for those leases with the application of IFRS 16 starting from January 1, 2019.

Upon initial application of IFRS 16, the adjustments of the asset, liabilities and equity on January 1, 2019 are as follows:

	The carrying Amount on December 31, 2018	Adjustments from Initial Application	The adjusted carrying Amount on January 1, 2019
Right-of-use asset	$ -	$ 168,565	$ 168,565
Impact t of asset	$ -	$ 168,565	$ 168,565
Current lease liabilities	$ -	$ 52,224	$ 52,224
Lease liabilities－non-current	-	116,341	116,341
Impact of liabilities	$ -	$ 168,565	$ 168,565

(2) The IFRSs endorsed by the Financial Supervisory Commission (FSC) with effective date starting 2020.

New, Revised or Amended Standards and Interpretations	Effective Date Issued by IASB
Amendments to IFRS 3 "Definition of a Business"	January 1, 2020 (Note 1)
Amendments to IAS1 and IAS 8 "Definition of Material"	January 1, 2020 (Note 2)

Note 1：The company shall apply these amendments to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after January 1, 2020 and to asset acquisitions that occur on or after the beginning of that period.

Note 2: These amendments prospectively shall be applied for annual reporting periods beginning on or after January 1, 2020.

As of the date the consolidated financial statements were authorized for issue, the Group assesses that the above mentioned standards and interpretation of the amendments have no significant impact on the financial situation and financial performance.

(3) The IFRSs issued by IASB but not yet endorsed and issued into effect by FSC

New, Revised or Amended Standards and Interpretations	Effective Date Issued by IASB (Note 1)
Amendments to IFRS 9, IAS 39 and IFRS7 "Interest Rate Benchmark Reform"	January 1, 2020
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 17 "Insurance Contracts"	January 1, 2021

Note 1：Except the notes, the above New Release／Amendments／Amendments Regulations or Explains will start from the year of the effective date.

As of the date the consolidated financial statements were authorized for issue, the Group assesses that the above mentioned standards and interpretation of the amendments have no significant impact on the financial situation and financial performance.

4. Summary of Significant Accounting Policies

(1) Statement of Compliance

The accompanying consolidated financial statements have been prepared in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34, "Interim Financial Reporting," endorsed and issued into effect by the FSC. The consolidated financial statements do not present all the disclosures required for a complete set of annual consolidated financial statements prepared under the IFRSs endorsed and issued into effect by the FSC (collectively, "Taiwan-IFRSs").

(2) Basis of Preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments that measured at fair value.

The fair value measures are divided into Levels 1 to 3 according to the observable and significance of the relevant input values:

A. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

B. Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

C. Level 3 inputs are unobservable inputs for the asset or liability.

(3) Basis of Consolidation

I. The consolidated financial statements incorporate the financial statements of Lucky Cement Corporation and the entities controlled by Lucky Cement (its subsidiaries). The consolidated statements of comprehensive income have been included in the operating gains and losses of the acquired or diposed subsidiaries in the current period from the date of acquisition or to the date of disposal. The adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of Lucky Cement and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

II. Subsidiary details, shareholding ratio and operating items, please refer to Note11, 34 and Schedule 6.

(4) Other significant accounting policies

In addition to the accounting policy related to lease and the following instructions, please refer to the summary statement of the major accounting policies for the consolidated financial statements for the year 2018.

I. Lease

2019

At the inception of a contract, the Group assesses whether the contract is, or contains, a lease.

A. The Group as lessor

Leases are classified as finance leases whenever the terms of a lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Lease payments from operating leases are recognized as income on a straight-line basis over the terms of the relevant leases.

B. The Group as lessee

Except for payments for low-value asset leases and short-term leases which are recognized as expenses on a straight-line basis, the Group recognizes right-of-use assets and lease liabilities for all leases at the commencement date of the lease.

Right-of-use assets are initially measured at cost, which comprises the initial measurement of lease liabilities, the lease payments deducted from the lease incentives received before the commencement date, initial direct costs and an estimate of costs needed to restore the underlying assets. Right-of-use assets are subsequently measured at cost less accumulated depreciation and accumulated impairment loss, and adjusted for any remeasurement of the lease liabilities. Right-of-use assets are presented on a separate line in the consolidated balance sheets.

Right-of-use assets are depreciated using the straight-line method from the commencement dates to the earlier of the end of the useful lives of the right-of-use assets or the end of the lease terms.

Lease liabilities are initially measured at the present value of the lease payments. The lease payments are discounted using the interest rate implicit in a lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group uses the lessee's incremental borrowing rate.

Subsequently, lease liabilities are measured at amortized cost using the effective interest method, with interest expense recognized over the lease terms. When there is a change in a lease term, a change in future lease payments resulting from a change in an index or a rate used to determine those payments, the Group remeasures the lease liabilities with a corresponding adjustment to the right-of-use-assets. However, if the carrying amount of the right-of-use assets is reduced to zero, any remaining amount of the remeasurement is recognized in profit or loss. Lease liabilities are presented on a separate line in the consolidated balance sheets.

2018

Leases are classified as finance leases whenever the terms of a lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

A. The Group as lessor

Lease income from operating leases is recognized as income on a straight-line basis over the terms of the relevant leases.

B. The Group as lessee

Lease payments from operating leases are recognized as expense on a straight-line basis over the terms of the relevant leases.

II. Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

III. Income tax

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's profit before tax, the tax rate that would be applicable to expected total annual earnings. The effect of a chang in the tax rate resulting from the revision of the tax law during the interim period is consistent with the accounting principles of the transactions that have the consequences of taxation. It is recognized in profit or loss, other comprehensive income, or directly in equity in full in the period in which the change in tax rate occurs.

5. Critical Accounting Judgements and Key Sources of Estimation Uncertainty

In the application of the Group's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimate is revised if the revision affects only that year or in the year of the revision and future years if the revision affects both current and future years.

The Group did not recognize critical accounting judgments and key sources of estimation uncertainty at this period.

6. Cash and Cash Equivalents

	September 30, 2019	December 31, 2018	September 30, 2018
Cash on hand and revolving funds	$ 1,518	$ 1,507	$ 1,506
Checking and demand deposits	167,856	161,963	241,044
Bank foreign currency demand deposits	50,145	35,332	35,066
	$ 219,519	$ 198,802	$ 277,616

Market interest rate range for bank deposits on the Date of the Balance Sheet is as follows:

	September 30, 2019	December 31, 2018	September 30, 2018
Bank deposits	0.05%~0.10%	0.05%~0.48%	0.05%～0.42%

7. Financial Instrument Measured at FVPL—2018

	September 30, 2019	December 31, 2018	September 30, 2018
Current			
Mandatorily measured at FVPL			
—Mutual funds	$ 15,463	$ 43,370	$ 50,606
Non-Current			
Mandatorily measured at FVPL			
—Mutual funds	$ 9,938	$ 6,535	$ 10,800

8. Financial Assets Measured at FVOCI—2018

	September 30, 2019	December 31, 2018	September 30, 2018
Current			
Equity instrument investments measured at FVOCI	$ 70,458	$ 136,875	$ 75,463
Debt instrument investments measured at FVOCI	6,210	5,375	5,792
	$ 76,668	$ 142,250	$ 81,255
Non-Current			
Equity instrument investments measured at FVOCI	$ 21,858	$ 19,015	$ 19,528

For the above investment information, please refer to Note 34 and the “State of Securities held at the end of the period” in Schedule 3.

For other relevant information on financial assets measured at FVOCI, please refer to Note 22 (5).

The Group invests in the above equity and debt instruments for the purpose of long-term strategies and expects to profit from long-term investments. The management of the Group considers that if the short-term fair value fluctuations of these investments are recognized in profit or loss, they are not consistent with the aforementioned long-term investment plan, and therefore the designated investment is selected to be measured at FVOCI.

The bonds held by the Group have a coupon rate of 3.375%.

9. Notes Receivable, Accounts Receivable and Collection

	September 30, 2019	December 31, 2018	September 30, 2018
Notes receivable			
Measured at amortised cost			
Non-related parties	$ 356,422	$ 317,921	$ 380,349
Related parties	$ 6,084	$ 5,170	$ -
Accounts receivable			
Measured at amortised cost			
Total book value	$ 403,142	$ 277,114	$ 229,293
Less：Loss allowance	(20,279)	(14,610)	(17,524)
	$ 382,863	$ 262,504	$ 211,769
Related parties	$ 10,788	$ 11,140	$ 6,526
Collection			
Collection	$ 29,846	$ 29,375	$ 28,618
Less：Loss allowance-Collection	(29,846)	(29,375)	(28,618)
	$ -	$ -	$ -

(1) Notes receivable

The Group's credit period for the sale of goods is 90 to 150 days, and no interest is charged to notes receivable. In order to minimize credit risks, the management of the Group has designed relevant internal control procedures for the determination of credit limits and credit approvals, and has taken appropriate actions for the recovery of overdue notes receivable. In addition, the Group reviews the recoverable amount of notes receivable at the end of the reporting period to ensure that adequate impairment loss is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group adopts the simplified approach of IFRS 9 to recognize the loss allowance of notes receivable according to lifetime expected credit losses. The lifetime expected credit losses are calculated using the preparation matrix, which takes into account the customer's past default records, current financial status, and industrial economic conditions, and also considers GDP forecast and industry outlook. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for losses based on the past due status of receivables is not further distinguished according to different segments of the Group's customer base. However, the expected credit loss ratio of the Group based on the preparation matrix at the end of reporting period was zero because it did not recognize the expected credit losses of the notes receivable.

The mortgage information of notes receivable, please see the Note 32 for reference.

(2) Accounts receivable

The Group's credit period for the sale of goods is 90 to 150 days, and no interest is charged to accounts receivable. In order to minimize credit risks, the management of the Group has designed relevant internal control procedures for the determination of credit limits and credit approvals, and has taken appropriate actions for the recovery of overdue accounts receivable. In addition, the Group reviews the recoverable amount of accounts receivable at the end of the reporting period to ensure that adequate impairment loss is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group adopts the simplified approach of IFRS 9 to recognize the loss allowance of notes receivable according to lifetime expected credit losses. The lifetime expected credit losses are calculated using the preparation matrix, which takes into account the customer's past default records, current financial status, and industrial economic conditions, and also considers GDP forecast and industry outlook. The preparation matrix of the Group is first divided according to whether the customer has financial difficulties. If the customer has evidence showing that it is a financial difficulty, the Group will recognize 100% of the expected impairment loss. If the customer does not have financial difficulties, due to the different composition of individual sales targets, the company will further differentiate the customer base according to the company, and set the expected credit loss rate based on the overdue days of accounts receivable.

If there is evidence that the counterparty is facing serious financial difficulties and the Group cannot reasonably expects the recoverable amount, the Group directly reverses the related accounts receivables, but it will continue to pursue the activities, and the recoverable amount will be recognized in profit or loss.

The loss allowance of the accounts receivables by the Group in the preparation matrix is as follows:

September 30, 2019

I. Lucky Cement Corp.

	Customers without financial difficulty						
	Not past due	Past due within 30 days	Past due 31 ～60 days	Past due 61 ～180 days	Past due over 181 days	Customers with financial difficulty	Total
Expected credit loss rate	0.24%	-	-	-	100%	100%	
Total carrying amount	$ 82,660	$ -	$ -	$ -	$ 269	$ -	$ 82,929
Loss allowance（lifetime expected credit losses）	(201)	-	-	-	(269)	-	(470)
Amortised cost	$ 82,459	$ -	$ -	$ -	$ -	$ -	$ 82,459

II. Luckicon Ready-mixed Concrete Factory Co., Ltd.

	Customers without financial difficulty						
	Not past due	Past due within 30 days	Past due 31～60 days	Past due 61～180 days	Past due over 181 days	Customers with financial difficulty	Total
Expected credit loss rate	4.13%	5.78%	7.18%	30.2%	-	100%	
Total carrying amount	$290,273	$ 11,195	$ 2,529	$ 87	$ -	$ 29,846	$333,930
Loss allowance (lifetime expected credit losses)	(11,998)	(647)	(182)	(26)	-	(29,846)	(42,699)
Amortised cost	$278,275	$ 10,548	$ 2,347	$ 61	$ -	$ -	$291,231

III. Others

	Customers without financial difficulty						
	Not past due	Past due within 30 days	Past due 31～60 days	Past due 61～180 days	Past due over 181 days	Customers with financial difficulty	Total
Expected credit loss rate	0%	-	-	-	-	100%	
Total carrying amount	$ 9,173	$ -	$ -	$ -	$ -	$ 6,956	$ 16,129
Loss allowance (lifetime expected credit losses)	-	-	-	-	-	(6,956)	(6,956)
Amortised cost	$ 9,173	$ -	$ -	$ -	$ -	$ -	$ 9,173

December 31, 2018

I. Lucky Cement Corp.

	Customers without financial difficulty						
	Not past due	Past due within 30 days	Past due 31～60 days	Past due 61～180 days	Past due over 181 days	Customers with financial difficulty	Total
Expected credit loss rate	0.24%	-	-	-	100%	100%	
Total carrying amount	$ 87,954	$ -	$ -	$ -	$ 269	$ -	$ 88,223
Loss allowance (lifetime expected credit losses)	(214)	-	-	-	(269)	-	(483)
Amortised cost	$ 87,740	$ -	$ -	$ -	$ -	$ -	$ 87,740

II. Luckicon Ready-mixed Concrete Factory Co., Ltd.

	Customers without financial difficulty						
	Not past due	Past due within 30 days	Past due 31～60 days	Past due 61～180 days	Past due over 181 days	Customers with financial difficulty	Total
Expected credit loss rate	4.13%	5.78%	7.18%	10.63%～100%	100%	100%	
Total carrying amount	$ 165,737	$ 4,986	$ 208	$ 73	$ -	$ 29,375	$ 200,379
Loss allowance (lifetime expected credit losses)	(6,845)	(288)	(15)	(22)	-	(29,375)	(36,545)
Amortised cost	$ 158,892	$ 4,698	$ 193	$ 51	$ -	$ -	$ 163,834

III. Others

	Customers without financial difficulty						
	Not past due	Past due within 30 days	Past due 31～60 days	Past due 61～180 days	Past due over 181 days	Customers with financial difficulty	Total
Expected credit loss rate	0%	3%～4%	6%～7%	11%～12%	100%	100%	
Total carrying amount	$ 11,293	$ -	$ -	$ -	$ -	$ 6,594	$ 17,887
Loss allowance (lifetime expected credit losses)	-	-	-	-	-	(6,594)	(6,594)
Amortised cost	$ 11,293	$ -	$ -	$ -	$ -	$ -	$ 11,293

September 30, 2018

I. Lucky Cement Corp.

	Customers without financial difficulty						
	Not past due	Past due within 30 days	Past due 31 ～60 days	Past due 61 ～180 days	Past due over 181 days	Customers with financial difficulty	Total
Expected credit loss rate	0.19%	-	-	-	100%	100%	
Total carrying amount	$ 57,570	$ -	$ -	$ -	$ 269	$ -	$ 57,839
Loss allowance（lifetime expected credit losses）	(114)	-	-	-	(269)	-	(383)
Amortised cost	$ 57,456	$ -	$ -	$ -	$ -	$ -	$ 57,456

II. Luckicon Ready-mixed Concrete Factory Co., Ltd.

	Customers without financial difficulty						
	Not past due	Past due within 30 days	Past due 31 ～60 days	Past due 61 ～180 days	Past due over 181 days	Customers with financial difficulty	Total
Expected credit loss rate	3.79%	46.78%	67.32%	49%～100%	100%	100%	
Total carrying amount	$ 149,341	$ 2,303	$ 999	$ 1,409	$ -	$ 28,618	$ 182,670
Loss allowance（lifetime expected credit losses）	(5,659)	(1,077)	(673)	(747)	-	(28,618)	(36,774)
Amortised cost	$ 143,682	$ 1,226	$ 326	$ 662	$ -	$ -	$ 145,896

III. Others

	Customers without financial difficulty						
	Not past due	Past due within 30 days	Past due 31 ～60 days	Past due 61 ～180 days	Past due over 181 days	Customers with financial difficulty	Total
Expected credit loss rate	0%	-	-	-	-	100%	
Total carrying amount	$ 8,417	$ -	$ -	$ -	$ -	$ 8,985	$ 17,402
Loss allowance（lifetime expected credit losses）	-	-	-	-	-	(8,985)	(8,985)
Amortised cost	$ 8,417	$ -	$ -	$ -	$ -	$ -	$ 8,417

Changes in loss allowance from accounts receivable and collection are as follows：

	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Balance at January 1, 2019 (IAS 39）		$ 42,948
Effect of retrospective application of IFRS 9		3,008
Balance at January 1, 2019（IFRS 9）	43,985	45,956
Add：Impairment loss	9,804	1,310
Less：write-off	(3,664)	(1,106)
Effect of exchange rate changes	-	(18)
Balance at September 30, 2019	$ 50,125	$ 46,142

10 Inventories

	September 30, 2019	December 31, 2018	September 30, 2018
Developing property and property to be developed	$ 3,148,678	$ 3,132,048	$ 3,218,010
Raw materials	209,614	216,522	319,721
Finished goods	135,633	110,088	143,435
Work in progress	126,851	111,610	81,453
Repaired part and materials	36,777	34,922	41,462
Merchandise	11,943	5,780	7,444
	$ 3,669,496	$ 3,610,970	$ 3,811,525

The related cost of sales in nine months ended September 30, 2019 was NT$2,473,906,000 which included inventory valuation losses NT$ 0. The related cost of sales in nine months ended September 30, 2018 was NT$2,390,823,000 which included inventory valuation losses NT$18,511,000.

As at September 30, 2019, December 31, 2018 and September 30, 2018, estimated retrieved inventories over 12 months were NT$3,148,678,000, NT$3,132,048,000 and NT$3,218,010,000 respectively, most of them are developing property and property to be developed.

See the Note 32 for the information of inventory pledge.

11. Subsidiaries

The subsidiaries in the consolidated financial statements: ：

			Percentage of held stock			
Investment Business	Subsidiary Title	Business Type	September 30, 2019	December 31, 2018	September 30, 2018	Remark
Lucky Cement Corp.	Dasheng Enterprise Co., Ltd.	Sale and rental national residential, commercial buildings, parking lots and industrial areas	99.99	99.99	99.99	1.&4.
	Luckicon Ready-mixed Concrete Factory Co.,	Production and sell concrete	99.99	99.99	99.99	1.
	Lucky Cement Corp., Japan	Buy and sell cement	100.00	100.00	100.00	
	Luckyship Marine Co., Ltd	Shipping agent	99.99	99.99	99.99	5.
	Just Bright Ltd.	Investment Business	100.00	100.00	100.00	
	ELUMINA Technology Inc.	Manufacture and sale light-emitting diode products	-	-	70.59	2.&6.
Luckicon Ready-mixed Concrete Factory Co., Ltd	Fuyu Development Company	Mine gravel	100.00	100.00	100.00	3.
ELUMINA Technology Inc.	Elumina Holding Limited	Holding company	-	-	100.00	2.
Elumina Holding Limited	ELUMINA (Xiamen) Technology Inc.	Manufacture and sale light-emitting diode products	-	-	100.00	2.

Note：

1. Significant subsidiaries include Dasheng Enterprise Co., Ltd. (Dasheng Enterprise) and Luckicon Ready-mixed Concrete Factory Co., Ltd. (Luckicon Ready-mixed Co.,)
2. Elumina Technology Inc and its subsidiaries were disbanded in November 2018. Please refer to Note 26.
3. Luckicon Ready-mixed Co.'s shares on Fuyu Development Company increased from 75% to 100% during 2018, mainly due to the acquisition of 25% equity interest in Fuyu Development Co., Ltd. from non-controlling interests in March 2018 for NT$5,071,000.
4. Dasheng Enterprise reduced its capital in August 2018 to make up for the loss of NT$300,000,000, and at the same time the cash capital increased by issuing new shares of NT$290,000,000.
5. Luckyship Marine Co. In August 2018, the capital was reduced to make up for the loss of NT$50,000,000, and at the same time, the cash capital increased by issuing new shares of NT$80,000,000.
6 Elumina Technology Inc. increased its capital by issuing new shares of NT$7,800,000 in August 2018, and the Parent Company subscribed NT$5,507,000 to the company in proportion to its shareholding.
7. Just Bright Ltd. distributed cash dividends in 2019, and the Parent Company received NT$52,907,000 in proportion to the shareholding.

The financial statements of Luckicon Ready-mixed Co., Dasheng Enterprise and Fuyu Development Company for the nine months ended September 30, 2019 and

2018 have reviewed by accountants. The consolidated financial statements of other subsidiaries have not reviewed by accountants. Total assets of the non-significant subsidiaries are NT$95,736,000 and NT$141,180,000, which are 1% and 2% of consolidated assets; total liabilities are NT$13,325,000 and NT$32,242,000, which are 0% and 1% of consolidated liabilities. The comprehensive loss are NT$2,192,000 and NT$8,071,000 for the three months ended September 30, 2019 and 2018; NT$5,896,000 and NT$25,003,000 for nine months ended September 30, 2019 and 2018.

12. Prepayments

	September 30, 2019	December 31, 2018	September 30, 2018
Office supplies	$ 105,399	$ 98,523	$ 101,581
Prepaid expenses	67,222	80,336	60,950
Advanced payment for material	6,788	937	14,368
Others	457	1,477	460
	$ 179,866	$ 181,273	$ 177,359

13. Other Financial Assets

	September 30, 2019	December 31, 2018	September 30, 2018
Other Financial Assets			
Restricted assets	$ 84,896	$ 108,232	$ 83,000
Certificate of deposit with original maturity over 3 months	-	-	6,819
	$ 84,896	$ 108,232	$ 89,819

The restricted assets are savings and certificate of deposit that are provided for bank loan guarantees, market interest rate range for other financial assets at the end of reporting period as follows: ：

	September 30, 2019	December 31, 2018	September 30, 2018
Restricted assets	0.04%~2.60%	0.13%~3.50%	0.05%～0.81%
Certificate of deposit with original maturity over 3 months	-	-	0.72%～1.065%

Please see the Note 32 for the mortgage information of other financial assets for reference.

14. Other Current Assets

	September 30, 2019	December 31, 2018	September 30, 2018
Other Current Assets			
Excess business tax paid	$ 23,104	$ 23,701	$ 23,766
Others	6,013	6,258	6,369
	$ 29,117	$ 29,959	$ 30,135

15. Property, Plant and Equipment

	September 30, 2019	December 31, 2018	September 30, 2018
Lands	$ 1,084,102	$ 1,084,102	$ 726,975
Buildings	396,770	438,796	454,970
Machinery and equipment	148,113	203,589	236,420
Electrical equipment	19,989	25,930	25,725
Transportation equipment	94,145	117,909	128,666
Other equipment	7,110	5,755	5,797
	$ 1,750,229	$ 1,876,081	$ 1,578,553

	Land	Building	Machinery and equipment	Electrical equipment	Transportation equipment	Other equipment	Total
Cost							
Balance on January 1, 2018	$ 724,675	$ 2,200,343	$ 6,086,797	$ 1,193,958	$ 1,041,962	$ 494,601	$ 11,742,336
Add	2,300	86,870	20,450	183	-	2,505	112,308
Disposal	-	-	(6,765)	-	(160,914)	(74)	(167,753)
Net exchange differences	-	1,575	204	-	3	13	1,795
Balance on September 30, 2018	$ 726,975	$ 2,288,788	$ 6,100,686	$ 1,194,141	$ 881,051	$ 497,045	$ 11,688,686
Accumulated depreciation and impairment							
Balance on January 1, 2018	$ -	$ 1,787,841	$ 5,787,970	$ 1,162,322	$ 872,800	$ 482,842	$ 10,093,775
Depreciation	-	44,437	82,971	6,094	40,494	8,481	182,477
Disposal	-	-	(6,765)	-	(160,914)	(74)	(167,753)
Net exchange differences	-	1,540	90	-	5	(1)	1,634
Balance on September 30, 2018	$ -	$ 1,833,818	$ 5,864,266	$ 1,168,416	$ 752,385	$ 491,248	$ 10,110,133
Net on September 30, 2018	$ 726,975	$ 454,970	$ 236,420	$ 25,725	$ 128,666	$ 5,797	$ 1,578,553
Cost							
Balance on January 1, 2019	$ 1,084,102	$ 2,291,624	$ 6,095,913	$ 1,196,322	$ 918,627	$ 496,420	$ 12,083,008
Add	-	3,503	9,279	-	3,637	4,320	20,739
Disposal	-	-	-	-	(40,777)	(639)	(41,416)
Net exchange differences	-	3,024	389	-	8	20	3,441
Balance on September 30, 2019	$ 1,084,102	$ 2,298,151	$ 6,105,581	$ 1,196,322	$ 881,495	$ 500,121	$ 12,065,772
Accumulated depreciation and impairment							
Balance on January 1, 2019	$ -	$ 1,852,828	$ 5,892,324	$ 1,170,392	$ 800,718	$ 490,665	$ 10,206,927
Depreciation	-	45,644	64,898	5,941	27,399	2,963	146,845
Disposal	-	-	-	-	(40,777)	(639)	(41,416)
Net exchange differences	-	2,909	246	-	10	22	3,187
Balance on September 30, 2019	$ -	$ 1,901,381	$ 5,957468	$ 1,176,333	$ 787,350	$ 493,011	$ 10,315,543
Net on January 1, 2019and December 31, 2018	$ 1,084,102	$ 438,796	$ 203,589	$ 25,930	$ 117,909	$ 5,755	$ 1,876,081
Net on September 30, 2019	$ 1,084,102	$ 396,770	$ 148,113	$ 19,989	$ 94,145	$ 7,110	$ 1,750,229

After the assessment for property, plant and equipment, there was no impairment loss of the Group on September 30, 2019, December 31, 2018 and September 30, 2018.

The part of the Company's land is aboriginal reservations which use rights is temporarily registered in the name of a third person. The trustee has issued a closing statement and applied land to set up a mortgage at the Company.

The Group's property, plant and equipment are depreciated on the straight-line method basis of the following durable years: ：

Buildings	
Main building of Plant	35 to 55 years
Electrical power equipment	10 to 15 years
Engineering system	3 to 5 years
Machinery and equipment	2 to 10 years
Electrical equipment	5 to 15 years
Transportation equipment	3 to 10 years
Other equipment	3 to 10 years

The mortgage information of Property, Plant and Equipment, please refer to Note 33.

16. Lease Agreement

(1) Right-of-use asset -2019

	September 30, 2019
Carrying amount of right-of-use asset	
Land	$ 37,472
Buildings	96,689
Transportation equipment	3,009
	$136,696

	For the Three Months Ended September 30, 2019	For the Nine Months Ended September 30, 2019
Increase in right-of-use assets	$ 7,744	$ 7,744
Depreciations of right-of-use asset		
Land	$ 4,002	$ 11,992
Buildings	8,577	26,196
Transportation equipment	475	1,425
	$ 13,054	$ 39,613

(2) Lease liabilities -2019

	September 30, 2019
Carrying amount of lease liabilities	
Current	$ 48,713
Non-current	$ 88,858

The discount rate range of lease liabilities is as follow:

	September 30, 2019
Land	1.55%
Buildings	1.55%
Transportation equipment	1.55%

(3) Other lease information

2019

	For the Three Months Ended September 30, 2019	For the Nine Months Ended September 30, 2019
Short-term lease expenses	$ 349	$ 1,029
Lease expense of low-value assets	$ 643	$ 2,128
Total cash flow of lease		$ 43,551

The Group chooses to apply the exemption for recognition of leases of buildings that meet short-term leases and office equipment that meets leases of low-value assets, and does not recognize related right-of-use assets and lease liabilities for those leases. The short-term lease commitment amount applicable to the recognition exemption on September 30, 2019 is NT$443,000.

2018

Total minimum future lease payments of non-cancellable operating lease are as follows:

	December 31, 2018	September 30, 2018
Less than 1 year	$ 56,963	$ 42,653
1～5 year	124,862	118,112
	$ 181,825	$ 160,765

Lease payment recognized as profit or loss in current period is as follow:

	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2018
Minimum lease payments	$ 12,744	$ 40,339

17. Other Non-Current Assets

	September 30, 2019	December 31, 2018	September 30, 2018
Restricted assets	$ 132,588	$ 134,467	$ 89,005
Long-term prepaid expenses	61,816	66,372	67,873
Net limestone mining rights	18,780	18,781	18,782
Collection (Note 9)	-	-	-
	$ 213,184	$ 219,620	$ 175,660

The restricted asset refers to certificate of deposit in the bank that is pledged as the security of milling right, which has the market interest rate range at the end of reporting period is as follows:

	September 30, 2019	December 31, 2018	September 30, 2018
Restricted assets	0.13%~1.065%	0.13%~1.065%	0.13%~1.065%

Other information regarding to non-current asset collaterals, please refer to Note 32.

18. Loans

(1) Short-term borrowings

	September 30, 2019	December 31, 2018	September 30, 2018
Secured borrowings (Note 32)			
Bank loan	$ 655,563	$ 752,651	$ 239,969
Unsecured borrowings			
Credit loan	-	100,000	200,000
	$ 655,563	$ 852,651	$ 439,969

The interest rate of the bank loan is as follows：

	September 30, 2019	December 31, 2018	September 30, 2018
Secured borrowings	1.40%~1.55%	1.30%~1.55%	1.30%～1.54%
Unsecured borrowings	-	1.45%	1.30%～1.46%

(2) Short-term notes and bills payable

	September 30, 2019	December 31, 2018	September 30, 2018
Commercial paper payable	$ 160,000	$ 220,000	$ 110,000
Less: Discount on short-term notes and bills payable	(340)	(264)	(206)
	$ 159,660	$ 219,736	$ 109,794

Short-term notes and bills payable that is not due as follows:

September 30, 2019

Guarantee / acceptance institution	Par Value	Discount Amounts	Carrying Amounts	Rate range
Commercial paper payable				
Ta Ching Bills Finance Corporation	$ 50,000	$ 28	$ 49,972	1.458%
Grand Bills Finance Corporation	110,000	312	109,688	1.47%~1.73%
	$ 160,000	$ 340	$ 159,660	

December 31, 2018

Guarantee / acceptance institution	Par Value	Discount Amounts	Carrying Amounts	Rate range
Commercial paper payable				
Ta Ching Bills Finance Corporation	$ 50,000	$ 32	$ 49,968	1.438%
Mega Bills Finance Corporation	60,000	39	59,961	1.438%
Grand Bills Finance Corporation	110,000	193	109,807	1.228%~1.73%
	$ 220,000	$ 264	$ 219,736	

September 30, 2018

Guarantee / acceptance institution	Par Value	Discount Amounts	Carrying Amounts	Rate range
Commercial paper payable				
Grand Bills Finance Corporation	$ 110,000	$ 206	$ 109,794	1.238%~1.73%

The maturity of each guaranteed commercial paper is 180 days or less.

(3) Long-term borrowings

	September 30, 2019	December 31, 2018	September 30, 2018
Secured borrowings (Note 32)			
Bank loan	$ 1,003,237	$ 1,011,638	$ 1,014,438
Unsecured borrowings			
Bank loan	230,000	160,000	260,000
Less: Long-term borrowings have maturity of 1 year or less.	(273,237)	(11,200)	(111,200)
	$ 960,000	$ 1,160,438	$ 1,163,238

	Details	September 30, 2019	December 31, 2018	September 30, 2018
Secured borrowings				
Parent company				
Taiwan Cooperative Bank	The period is from April 12, 2018 to April 12, 2023, , the grace period is 2 years, every 3 months was served as an installment, pay by 12 installments for the principle after the grace period.	$ 500,000	$ 500,000	$ 500,000
Dasheng Enterprise Co., Ltd.				
O-Bank	The period is from November 21, 2017 to November 21, 2022, the principle will be repaid at once in maturitity date.	250,000	250,000	250,000
O-Bank	The period is from December 28, 2017 to December 28, 2022, the principle will be repaid at once in maturitity date.	250,000	250,000	250,000
Luckyship Marine Co., Ltd.				
Mega International Commercial Bank Co., Ltd.	The period is from November 17, 2015 to November 17, 2019, every 3 months was served as an installment, pay by 16 installments for the principle.	2,362	9,450	11,813
Mega International Commercial Bank Co., Ltd.	The period is from February 15, 2016 to February 15, 2020, every 3 months was served as an installment , pay by 16 installments for the principle.	875	2,188	2,625
Unsecured borrowings				
Parent company				
The Export-Import Bank of the Republic of China	The period is from June 14, 2019 to July 14, 2020, the principle will be repaid at once in maturitity date.	$ 70,000	$ -	$ -
The Export-Import Bank of the Republic of China	The period is from October 11, 2017 to November 11, 2018, the principle will be repaid at once in maturitity date.	-	-	100,000
O-Bank	The period is from April 23, 2018 to Aprl 23, 2020, the principle will be repaid at once in maturitity date.	80,000	80,000	80,000
KGI Bank	The period is from June 28, 2018 to June 28, 2020, the principle will be repaid at once in maturitity date.	80,000	80,000	80,000
subtotal		1,233,237	1,171,638	1,274,438
Less: Long-term borrowings have maturities of 1 year or less.		(273,237)	(11,200)	(111,200
)Long-term borrowings		$ 960,000	$ 1,160,438	$ 1,163,238

The annual interest rate of long-term borrowings were1.39%~2.20%, 1.73%~2.20% and 1.38667%～1.8936% respectively for September 30, 2019, December 31, 2018 and September 30, 2018.

、

19. Notes and Accounts Payable

	September 30, 2019	December 31, 2018	September 30, 2018
Notes payable			
From operating activities			
Non-related parties	$ 151,651	$ 148,346	$ 166,653
Related parties	$ 52,153	$ 43,594	$ 48,155

	September 30, 2019	December 31, 2018	September 30, 2018
Accounts payable			
From operating activities			
Non-related parties	$ 226,124	$ 114,859	$ 227,703
Related parties	$ 28,651	$ 23,540	$ 24,729

The Group's bills payable and trade payables (including related parties) are arising from operating. The activities average credit period for purchases is 3 months. The Group has designed the financial risk management policies to ensure that all payables are repaid within the pre-agreed credit period.

20. Other Payables

	September 30, 2019	December 31, 2018	September 30, 2018
Wages and salaries payable	$ 43,203	$ 41,408	$ 42,871
Taxes payable	20,907	20,637	20,650
Utilities expense payable	19,508	19,052	21,286
Maintenance fee payables	9,229	1,619	5,266
Other	23,723	35,457	32,952
	$ 116,570	$ 118,173	$ 123,025

21. Post-Employment Benefit Plan

The pension expenses associated with defined benefit plan are based on the pension expenses determined by the actuarial decision of December 31, 2018 and 2017 respectively, for each of the following items:

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Operating costs	$ 418	$ 588	$ 1,263	$ 1,765
Selling expenses	74	106	214	312
Administrative expenses	117	170	349	508
	$ 609	$ 864	$ 1,826	$ 2,585

22. Equity

(1) Share capital

Common Stock

	September 30, 2019	December 31, 2018	September 30, 2018
Authorized shares (in thousands)	498,646	498,646	498,646
Authorized capital	$ 4,986,460	$ 4,986,460	$ 4,986,460
Issued and paid shares (in thousands)	404,738	404,738	404,738
Issued capital	$ 4,047,380	$ 4,047,380	$ 4,047,380

A holder of issued common shares with par value of NT$10 per share is entitled to vote and to receive dividends.

(2) Capital surplus

	September 30, 2019	December 31, 2018	September 30, 2018
Only to make up for losses			
From share of changes in equities of subsidiaries	$ 8	$ 8	$ 8

Such capital surplus arises from the effect of changes in ownership interest in a subsidiary, with these changes treated as equity transactions instead of actual disposal or acquisition of ownership interests, or from changes in capital surplus of subsidiaries.

(3) Retained earnings and dividend policy

The Parent Company has passed an amendment to the Articles of Association on June 12, 2019, which stipulates that the Parent Company's surplus distribution or loss allowance shall be obtained after each half of the fiscal year or the end of the fiscal year., Together with the business report and financial statements should be submitted to the Audit Committee for review, and the Board of Directors shall make a resolution.

Under the dividends policy as set forth in the amended Articles, where the Parent Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Parent Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. However, this shall not apply when the legal reserve amounts reach the authorized capital. The Parent Company should also follow the Article 240 under the Company Act in the case of distributing the surplus profits in the form of issuing new shares; in the case of distributing in cash, the board of directors is authorized to resolve adopted by a majority vote of a meeting of the board of directors attended by two thirds of all the directors, and then report to the shareholders' meeting.

The earning allocation policy in the Articles of Incorporation states that in case of earning upon settled annually, the Group shall appropriate its 10% as legal surplus reserve first and account equity deduction occurred in the current year as special surplus reserve, addition to legal payment of business tax and compensation of historical annual loss, wherein if the dividend per share from the sum of balance thereafter and 40%-80% of aggregated surplus yet allocated in the previous year has not reached NT$0.1 with calculation of the upper limit, 80%, it shall be reserved, not for allocation and allocation case shall be proposed in the Board of Directors, further presented for acknowledgement in the Meeting of Shareholders. Please refer to (4) of Note 24, Employee Benefits for the revised remuneration allocation policy of employee and directors, supervisors before/after the versions of the Articles of Association. The appropriation and allocation ratio of the preceding surplus and stock to cash ratio shall be paid in cash dividend or stock dividend subject to real profit and situation of fund in the current year, with consideration of fund for investment and diluted level of surplus per share in the Meeting of Board of Directors. However, the allocated stock dividend shall be limited to 20% of the issued stock; in case that the aggregated equity deduction or equity deduction that is insufficient to account as surplus w/tax in the current year, it shall account equivalent amount of special surplus reserve from the aggregated surplus yet be allocated in the previous year and deduct it prior to the appropriation and allocation earlier. Thereafter, whenever equity deduction is turned, the turned amount shall be allocated as surplus. The allocation of related surplus shall be passed and acknowledged in the General Meeting of Shareholders held in the next year and shall be accounted in the current year.

The Group shall account and turn special surplus reserve pursuant to the provisions set forth in the Letter, Letter No. Jin-Kuang-Fa-Tzi No. 1010012865, Letter No. Jin-Kuang-Fa-Tzi No. 1010047490 and "Following the adoption of the International Financial Reporting Standards (IFRSs), the question and answer of the applicable special surplus reserve". Thereafter, whenever equity deduction is turned, the turned amount shall be allocated as surplus.

Legal surplus reserve shall be appropriated to its balance until it reaches the gross amount of paid-up capital of the Group. Legal surplus reserve shall be used to compensate the loss. In case of zero loss, its legal surplus reserve which goes beyond 25% of the total paid-up capital shall be allocated in cash after being appropriated as capital.

On November 12, 2019, the Group's board of directors decided that the first half of 2019 loss appropriation plan and decided not to distribute dividends.

The Group's shareholders' meeting on June 12, 2019 resolved the 2018 loss appropriation plan and decided not to distribute dividends.

The Group's shareholders' meeting on June 15, 2018 resolved the 2017 loss appropriation plan and decided not to distribute dividends.

(4) Special Reserve

	September 30, 2019	September 30, 2018
Beginning at January 1	$ 17,376	$ 14,135
Appropriations in respect of Mention (turn) special surplus reserve number of other equity items deducted (turned)	(120)	3,241
	$ 17,256	$ 17,376

Upon initial application of IFRS 16, the amount of the accumulated conversion of the Company is NT$ 14,135,000 transferred to the retained surplus, and the same amount of special reserve has been added.

The Company offset deficits for the year of 2018, it recognized negative values of other equity for the end of the reporting period, and proposed to set aside a special reserve of NT$ 120,000.

The Company offset deficits for the year of 2017, it recognized negative values of other equity for the end of the reporting period, and proposed to set aside a special reserve of NT$ 3,241,000.

(5) Other equity interest

I. Unrealized gains or losses on available-for-sale financial assets

Balance on January 1, 2018 (IAS 39)	$ 4,946 -
Effect of retrospective application of IFRS 9	(4,946)
Balance on January 1, 2018 (IFRS 9)	$ -

II. Unrealized gains or losses on financial assets measured at FVOCI

	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Balance at the beginning of the period (IAS 39)		$ -
Effect of retrospective application of IFRS 9		5,716
Balance at the beginning of the period (IFRS 9)	($ 10,781)	5,716
Unrealized gains (losses) on financial assets measured at FVOCI	39,862	2,875
Disposals of the accumulated profit or loss of equity instruments measured at FVOCI are transferred to retained earnings	(32,924)	(5,682)
Balance at the end of the period	($ 3,843)	$ 2,909

(6) Non-controlling interests

	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Balance at the beginning of the period	$ 78	$ 26,423
Number of share attributable to non-controlling equity		
Profit (loss)	-	(1,268)
Exchange differences on translation of foreign financial statements	-	(3)
Subsidiary acquires non-controlling interest	-	(3,993)
Increase in non-controlling interests	-	2,293
Balance at the end of the period	$ 78	$ 23,452

23. Revenue

(1) Segmentation of customer contract revenue

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Cement	$ 483,992	$ 460,409	$ 1,420,273	$ 1,481,222
Stone	158,015	117,888	440,739	345,423
Cement products	152,154	77,099	437,591	247,361
Others	130,491	120,781	361,502	386,417
	$ 924,652	$ 776,177	$ 2,660,105	$ 2,460,423

(2) Balance of the sales contract

	September 30, 2019	December 31, 2018	September 30, 2018
Notes receivable (Note 9)	$ 356,422	$ 317,921	$ 380,349
Notes receivable－Related parties (Note 9)	6,084	5,170	-
Accounts receivable (Note 9)	382,863	262,504	211,769
Accounts receivable － Related parties (Note 9)	10,788	11,140	6,526
Receivables	$ 756,157	$ 596,735	$ 598,644
Contract liability			
Sales revenue of goods	$ 213,389	$ 198,806	$ 254,847

The changes in contract liabilities primarily result from the timing difference between the satisfaction of performance obligation and the customer's payment.

The amount of contract liabilities from the beginning of the year which has been complete satisfaction of a performance obligation is recognized as revenue in the current year as follows:

	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Contract liability from the beginning of the year		
Sales of goods	$198,806	$231,276

(3) Customer contracts were not yet fully complete

The timing when the performance obligation that has not been fully met is expected to be recognized as revenue is as follows :

	September 30, 2019	December 31, 2018	September 30, 2018
Sales of goods			
—Fulfill from October to December, 2018	$ -	$ -	$ 254,847
—Fulfill from January to March, 2019	$ -	$ 198,806	$ -
—Fulfill from October to December, 2019	$ 213,389	$ -	$ -

24. Profit from Continuing Operations

(1) Net other income (expense)

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Gains on disposals of property, plant and equipment	$ -	$ -	$ 4,120	$ 16,056

(2) Depreciation, amortization and depletion

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Depreciations summary by functions				
Operating costs	$ 40,271	$ 54,456	$ 147,773	$ 168,196
Operating expenses	11,402	1,941	33,971	9,094
Non-operating expenses	1,493	1,729	4,714	5,187
	$ 53,166	$ 58,126	$ 186,458	$ 182,477
Amortization summary by functions				
Operating costs	$ 833	$ 1,592	$ 4,336	$ 5,384
Operating expenses	1,712	865	4,574	2,454
	$ 2,545	$ 2,457	$ 8,910	$ 7,838
Depletion summary by functions				
Operating costs	$ -	$ -	$ 1	$ 1

(3) Employee benefits

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Post-employment benefits				
Defined contribution plans	$ 3,176	$ 3,095	$ 9,339	$ 9,462
Defined benefit plans (Note 21)	609	864	1,826	2,585
	3,785	3,959	11,165	12,047
Other employee benefits	88,960	97,269	264,821	274,315
	$ 92,745	$ 101,228	$ 275,986	$ 286,362
Summarized by function				
Operating costs	$ 67,221	$ 67,009	$ 198,415	$ 199,745
Operating expenses	25,524	34,219	77,571	86,617
	$ 92,745	$ 101,228	$ 275,986	$ 286,362

(4) Remunerations for employees and compensations for directors and supervisors

The Company shall appropriate 3% and not less than 5% of the profit before tax prior to the deduction of allocated remunerations for employees and compensations for directors and supervisors in the current year in accordance with Articles of Incorporation. The Company did not estimate the remuneration of employees and compensations for directors and supervisors because its loss before tax for the nine months ended on September 30, 2018. The estimated remunerations of employees and compensations for directors and supervisors for the three months ended on September 30, 2019 and nine months ended on September 30, 2019 were as bellow:

Estimated %

	For the Nine Months Ended September 30, 2019
Remuneration for employees	3%
Compensation for directors and supervisors	5%

Amount

	For the Three Months Ended September 30, 2019	For the Nine Months Ended September 30, 2019
Remuneration for employees	$ 92	$ 92
Compensation for directors and supervisors	$ 154	$ 154

Annual consolidated financial report with any changes with the numbers of the amount after the released date will be handled according to the Accounting Estimate and be adjusted accordingly next year.

No employees' remuneration and directors' and supervisors' compensation for 2018 and 2017 were allocated according to the resolution of the board of directors in 2018 and 2017.

Amounts recognised in the 2018 and 2017 consolidated financial reports had no difference than the 2018 and 2017 amounts that were actually allocated to the remuneration for employees and the compensation for directors and supervisors.

Any information is related to the 2019 and 2018 remuneration that was approved by the board of directors for the remuneration for employees and the compensation for directors and supervisors of the Company. Please check it on the Market Observation Post System of Taiwan Stock Exchange.

(5) Gains or losses on disposals of financial assets

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Financial assets measured at FVPL	$ -	$ 1	$ 246	$ 98

(6) Foreign exchange gains (losses)

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Total foreign exchange gains	$ 564	$ 284	$ 3,771	$ 1,329
Total foreign exchange losses	(495)	(632)	(2,630)	(1,294)
Net profit (loss)	$ 69	($ 348)	$ 1,141	$ 35

25. Income Tax from Continuing Operations

(1) Income tax recognized as profit or loss

The main components of the income tax expense (income) are as follows:

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Current income tax				
Created in current period	$ 1,075	($ 8,646)	$ 1,075	$ -
Adjustments on prior years	(2)	194	(2)	2,460
	1,073	(8,452)	1,073	2,460
Deferred income tax				
Created in current period	14,187	1,246	6,126	(15,039)
Changes in tax rate	-	-	-	(20,496)
	14,187	1,246	6,126	(35,535)
Income tax expenses (income) of recognised in profit or loss	$ 15,260	($ 7,206)	$ 7,199	($ 33,075)

The Income Tax Act in the ROC was amended in 2018 and the corporate income tax rate was adjusted from 17% to 20% effective in 2018. The effect of the change in tax rate on deferred tax income to be recognized in profit or loss is recognized in full in the period in which the change in tax rate occurs. In addition, the rate of the corporate surtax applicable to 2018 unappropriated earnings will be reduced from 10% to 5%.

(2) Income tax assessments

As of the end of 2017, income tax declaration cases of the Company, Luckicon Ready-mixed Concrete Factory Co., Ltd., Dasheng Enterprise Co., Ltd., Luckyship Marine Co., Ltd. and Fuyu Development Company approved by the tax collection authorities. The numbers of approved and declared are no significant difference.

26. Discontinuing Operations

The board of directors of the Company decided to dissolve ELUMINA technology Inc., its subsidiaries - Elumina Holding Limited and Elumina (Xiamen) Company on August 11, 2015, and had the dissolution of liquidation; the Group classified the cash-generating units into the discounting operation in 2015. ELUMINA technology, Inc.

and its subsidiaries have completed the dissolution procedure in November 2018.

The Profit (loss) of discontinuing operations in current period is as bellow:

	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2018
Current profit (loss)	($ 471)	($ 649)
Disposal of loss	-	-
	($ 471)	($ 649)

Information regarding to the Profit/Loss and Cash Flow of Business Suspension Unit is as bellow:

	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2018
Operating expenses	($ 447)	($ 653)
Non-operating income and expenses	(24)	4
Pre-tax profit (loss) of business suspension units	(471)	(649)
Tax expense	-	-
Current profit (loss)	($ 471)	($ 649)
Profit (loss) of business suspension unit belongs to:		
Owners of the Company	($ 333)	($ 458)
Non-controlling interests	(138)	(191)
	($ 471)	($ 649)
Net cash outflow generated from operations		($ 1,188)
Net cash flows from investing activities		1,000
Net cash flows (outflow)		($ 188)

27. Earnings (Loss) per Share

Unit : NTD 1.00 per share

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Basic earnings (loss) per share				
From continuing operations	$ 0.04	($ 0.10)	$ -	($ 0.12)
From discontinued operations	-	-	-	-
Total basic earnings (loss)per share	$ 0.04	($ 0.10)	$ -	($ 0.12)

Due to the loss for the nine months ended on September 30, 2019 and 2018, it is not necessary to calculate the potential dilution effect of ordinary shares.

To calculate the net profit (loss) of earnings (loss) per share and the weighted average shares of ordinary stock which is belonging to continuing business units is as follows:

Profit (loss)

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Profit (loss) attributable to owners of parent	$ 14,699	($ 42,119)	($ 902)	($ 49,141)
Plus: The net loss (profit) of the discontinued operations used to calculate the basic loss per share of the discontinued operations	-	333	-	458
To calculate the net profit (loss) of the continuing operations 's earnings (loss) per share	$ 14,699	($ 41,786)	($ 902)	($ 48,683)

Number of share

Unit：1,000 Shares

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
The weighted average shares of ordinary stock which is used to calculate the basic earnings (loss) per share	404,738	404,738	404,738	404,738

28. Cash Flow Information

Changes in liabilities arising from financing activities

Nine months ended September 30, 2019

	January 1, 2019	Cash Flow	Non-cash changes: Discount amortization	Non-cash changes: Amortization of interest expenses	September 30, 2019
Short-term notes and bills payable	$ 219,736	($ 60,000)	$ -	($ 76)	$ 219,736
Lease liabilities	168,565	(38,738)	7,744	-	168,565
	$ 388,301	($ 98,738)	$ 7,744	($ 76)	$ 388,301

Nine months ended September 30, 2018

	January 1, 2018	Cash Flow	Non-cash changes: Discount amortization	September 30, 2018
Short-term notes and bills payable	$ 139,577	($ 30,000)	$ 217	$ 109,794

29. Financial Risk Management

The Group manages capital risk to ensure that maximizing the remuneration of shareholders by optimizing the debt and equity balances under the premise of keeping operating of each corporation in group.

30. Financial Instrument

(1) Information of fair value — financial instrument which is not measured at fair value

There is no significant difference between the carrying amount and fair value among the financial asset and financial liability which are not measured at fair value.

(2) Information of fair value — financial instruments measured at fair value on a repeatable basis

I. Fair value hierarchy

September 30, 2019

	Level 1	Level 2	Level 3	Total
Financial assets measured at FVPL				
Fund Benefit Certificate	$ 15,463	$ -	$ 9,938	$ 25,401
Financial assetsmeasured at FVOCI				
Eqiuty instrument investments				
－Domestic listed (OTC) stock	$ 70,458	$ -	$ -	$ 70,458
－Domestic unlisted (OTC) stock	-	-	21,858	21,858
Debt instrument investments				
－Corporate bonds	6,210	-	-	6,210
Total	$ 76,668	$ -	$ 21,858	$ 98,526

December 31, 2018

	Level 1	Level 2	Level 3	Total
Financial assets measured at FVPL				
Fund Benefit Certificate	$ 43,370	$ -	$ 6,535	$ 49,905
Financial assetsmeasured at FVOCI				
Eqiuty instrument investments				
－Domestic listed (OTC) stock	$ 136,875	$ -	$ -	$ 136,875
－Domestic unlisted (OTC) stock	-	-	19,015	19,015
Debt instrument investments				
－Corporate bonds	5,375	-	-	5,375
Total	$ 142,250	$ -	$ 19,015	$ 161,265

September 30, 2018

	Level 1	Level 2	Level 3	Total
Financial assets measured at FVPL				
Fund Benefit Certificate	$ 50,606	$ -	$ 10,800	$ 61,406
Financial assetsmeasured at FVOCI				
Eqiuty instrument investments				
－Domestic listed (OTC) stock	$ 75,463	$ -	$ -	$ 75,463
－Domestic unlisted (OTC) stock	-	-	19,528	19,528
Debt instrument investments				
－Corporate bonds	5,792	-	-	5,792
Total	$ 81,255	$ -	$ 19,528	$ 100,783

There is no transfer between level 1 and level 2 of fair value measurement in nine months ended September 30, 2019 and 2018.

II. Adjustment of financial instruments by level 3 measurement of fair value

Nine months ended September 30, 2019

Financial assets	Financial assets at FVPL	Financial assets at FVOCI	
	Fund Benefit Certificate	Equity Instruments	Total
Balance at the beginning of the period (IFRS9)	$ 6,535	$ 19,015	$ 25,550
Profit /loss (gains (losses) on financial assets measured at FVPL)	3,403	-	3,403
Other comprehensive income (Unrealized gains (losses) on financial assets measured at FVOCI)	-	2,843	2,843
Balance at the end of the period	$ 9,938	$ 21,858	$ 31,796

Nine months ended September 30, 2018

Financial assets	Financial assets at FVPL	Financial assets at FVOCI	
	Fund Benefit Certificate	Equity Instruments	Total
Balance at the beginning of the period	$ 8,949	$ 23,216	$ 32,165
Effect of retrospective application of IFRS 9	-	891	891
Balance at the beginning of the period (IFRS9)	8,949	24,107	33,056
Profit /loss (gains or losses on financial assets measured at FVPL)	1,851	-	1,851
Other comprehensive income (Unrealized gains (losses) on financial assets measured at FVOCI)	-	(4,579)	(4,579)
Balance at the end of the period	$ 10,800	$ 19,528	$ 30,328

III. Evaluation technology and inputs of Level 3 measurement of fair value

The fair value of the beneficiary certificate of a private overseas equity fund is determined by refrring to the net value of the fund provided by the fund company.

The domestic unlisted (OTC) equity investment adopts analogy of the Company Act for the listed (OTC) companies or the asset approach to calculate the fair value of investment targets.

The analogy of the Company Act for the listed (OTC) companies refers to companies engaged in the same or similar business, the transaction price of their shares in the active market, the value multiplier implied by those prices, and the reduction in liquidity to determine the value of the target company.

The asset approach assesses the total market value of individual assets and individual liabilities covered by the evaluation target and consider the reduction of non-controlling interests and a reduction in liquidity to reflect the overall value of the corporate or business.

(3) Financial instruments

	September 30, 2019	December 31, 2018	September 30, 2018
Financial assets			
Financial assets mandatorily measured at FVPL	$ 25,401	$ 49,905	$ 61,406
Measured at amortised cost（Note 1）	1,282,930	1,134,237	1,172,744
Financial assets measured at FVOCI			
Equity instrument investments	92,316	155,890	94,991
Debt instrument investments	6,210	5,375	5,792
Financial liabilities			
Measured at amortised cost（Note 2）	2,596,199	2,659,955	2,387,655

Note 1： The balance includes financial assets measured at amortized cost such as cash and cash equivalents, notess receivable, accounts receivable, other receivables, certificate of deposits with original maturity date over 3 months (recognized other financial assets) and restricted assets (recognized other financial assets and other non-current assets).

Note 2： The balance includes financial liabilities masured at amortised cost such as short-term borrowings, short-term notes and bills payable, notes payable, accounts payable, partical other payables and long-term borrowings.

(4) Objective and policy of financial risk management

The main financial instruments of the Group include receivables, payables and loans. The Financial Department of the Group supervises and manages the related financial risk of operation of the Group in accordance with the internal risk report for risk degree and extensive analysis of exposure. The risks include market risk (including currency risk and interest rate risk), credit risk and liquidity risk.

I. Market risk

The main financial risk for operation of the Group is foreign currency exchange risk (please see ① as follows) and interest rate risk (please see ② as follows).

The exposure of related market risk of financial instrument of the Group and the management and measurement of the exposure don’t change.

① Currency risk

The monetary asset in non-functional currency and carrying amount of monetary liabilities on balance sheet date of the Group (included the monetary items calculated in write-off non-functional currency in consolidated financial statement); please see Note 33

Sensitivity Analysis

The Group is mainly impacted by the foreign exchange rate fluctuation of RMB and USD.

The following table shows the sensitivity analysis of the Group when the exchange rate of individual functional currency to each relevant foreign currency increases and decreases by 5%. 5% is as sensitivity ratio used for reporting currency risk to key management personnel of the group, and also represented assessment of reasonably possible range of fluctuation of foreign currency rate by the management personnel. The following table shows when the individual functional currency increases 5% relative to each relevant currency, it will make pre-tax income or amount of change in equity; and when the individual functional currency decreases 5 %

relative to each relevant currency, it will have impact of pre-tax income or equity in negative for same amount.

	Effect of US dollars		Effect of RMB	
	Nine months ended September 30, 2019	Nine months ended September 30, 2018	Nine months ended September 30, 2019	Nine months ended September 30, 2018
Profit(loss)	$ 2,391	$ 412	$ 347	$ 341

The above is mainly originated from the outstanding cash in banks, receivables, other financial assets and payables, calculated in USD and RMB which are not in cash flow hedge on balance sheet date of the Group.

② Interest rate risk

The financial assets in interest rate exposure and the carrying amount of financial liability on balance sheet date of the Group are as follows:

	September 30, 2019	December 31, 2018	September 30, 2018
Interest rate risk with fair value			
-Financial assets	$ 149,663	$ 154,629	$ 147,389
-Financial liabilities	715,223	268,200	-
Interest rate risk with cash flow			
-Financial assets	375,263	377,224	400,074
-Financial liabilities	1,333,237	1,975,833	1,824,201

Sensitivity Analysis

The following sensitivity analysis is determined by rate exposure of non-derivatives on balance sheet date. The internal of the Group reports to key management personnel about rate of change in interest rate which means that increase rate increases or decreases 25 basic points; this also represents the assessment of reasonably possible change range for interest rate from key management personnel.

If interest rate decreases/increases 25 basic points, the profit before tax for nine months ended on September 30, 2019 increases/decreases NT$1,796,000 and the loss before tax for nine months ended on September 30, 2018 increases/decreases NT$2,670,000 separately with all other variables held constant; the main reasons are floating rate loan, demand deposit and exposure in restricted asset interest rate risk of the Group.

II. Credit risk

Credit risk means that the counterparty arrears contract obligation and cause group financial loss risk. As end of balance sheet date, the Group may be caused exposure of maximum credit risk by the counterparty not doing contract obligation, which is mainly from the carrying amount of financial assets recognized on consolidated balance sheet.

The policy adopted by the Group is only having trade with the counterparty who has high reputation, and getting sufficient guarantee to reduce the financial loss risk arising from arrears under the necessary situation.

In addition to the analysis of the following table, the maximum credit exposure amount (excluded fair value of borrowing cost) of each financial instrument of the Group is same as the carrying amount:

	September 30, 2019		December 31, 2018		September 30, 2018	
	Book Value	Largest credit risk exposed amount	Book Value	Largest credit risk exposed amount	Book Value	Largest credit risk exposed amount
Off-balance sheet commitments and guarantee						
Endoresement for subsidiary	$ -	$ 749,385	$ -	$ 748,910	$ -	$ 876,920

The credit risk of the Group is mainly concentered on the key account (KA) of the Group; as the end of September 30, 2019, December 31, 2018 and September 30, 2018, the receivables should exceed 5% of total receivables, which are separately 31.69%, 43.60% and 33.82% of total receivables.

III. Liquidity risk

The Group can operate and reduce the impact of fluctuations in cash flows by managing and maintaining enough cash in place. The management personnel in the Group supervises using situation of bank finance to ensure following the loan borrowing clause.

Bank loan is an important source of liquidity for the Group. As the end of September 30, 2019, December 31, 2018 and September 30, 2018, the unused long-term and short-term bank loan commitments of the Group are separately NT$1,694,538,000, NT$1,893,815,000 and NT$2,319,426,000.

The following table is the contractual maturity analysis of non-derivative balance of financial liabilities during maturity time in agreement, in accordance with the maturity date which may be the first date asking the Group, which is written by undiscounted cash flows of financial liabilities.

September 30, 2018

	Weighted average valid rate (%)	Requirement: Pay at once or less than one month	1 month to 3 months	3 months to 12 months	1 year to 5 years	Above 5 years
Non - derivative financial liabilities						
Non-Interest-Bearing liability	-	$ 204,883	$ 299,457	$ 22,858	$ 1,341	$ 64,000
Lease liabilities	1.55%	1,942	11,806	37,174	88,877	-
Floating interest rate tool	1.71%	-	100,000	163,237	1,070,000	-
Fixed interest rate tool	1.48%	476,000	78,700	160,523	-	-
		$ 682,825	$ 489,963	$ 383,792	$1,160,218	$ 64,000

December 31, 2018

	Weighted average valid rate (%)	Requirement: Pay at once or less than one month	1 month to 3 months	3 months to 12 months	1 year to 5 years	Above 5 years
Non - derivative financial liabilities						
Non-Interest-Bearing liability	-	$ 232,472	$ 209,445	$ 17,805	$ 5,317	$ 63,692
Floating interest rate tool	1.62%	-	67,212	743,888	984,725	180,000
Fixed interest rate tool	1.29%	131,000	-	137,200	-	-
		$ 363,472	$ 276,657	$ 898,893	$ 990,042	$ 243,692

September 30, 2018

	Weighted average valid rate（％）	Requirement: Pay at once or less than one month	1 month to 3 months	3 months to 12 months	1 year to 5 years	Above 5 years
Non - derivative financial liabilities						
Non-Interest-Bearing liability	-	$ 249,250	$ 333,201	$ 14,582	$ 52,756	$ 17,892
Floating interest rate tool	1.60%	217,769	102,800	340,394	1,163,238	-
		$ 467,019	$ 436,001	$ 354,976	$1,215,994	$ 17,892

31. Related Party Transactions

The transaction, account balance, income and losses between the Company and subsidiaries will be completely eliminated after consolidated reporting, so they are not disclosed in the notes. In addition to the discourse of other notes, the transaction between related party and the Group is as follows:

(1) Related party and Relations

Related party	Relations
Other related party	
Yungsheng Development Industrial Co., Ltd.（Yungsheng Development Co.）	The chairman of the company is the same as the chairman of the parent company
LIANG-CHUAN Cultural and Educational Foundation（LIANG-CHUAN Foundation）	The chairman of the foundation is the same as the chairman of the parent company
Fudong Freight Co., Ltd（Fudong Freight Co.）	The directors of the company are the same as the major shareholders of the parent company
Changjun Water Resources biotechnology Co., Ltd（Changjun Water Resources Co.）	The chairman of the company is one of the parent company chairman's first-degree relatives
Jia Fu Entertainment Co., Ltd（Jia Fu Entertainment Co.）	The chairman of the company is one of the parent company chairman's first-degree relatives
Wantong Product Insurance Brokerage Co., Ltd（Wantong Product Insurance Co.）	The chairman of the company is one of the parent company chairman's first-degree relatives
Lucky construction Co., Ltd（Lucky construction Co.）	The chairman of the company is one of the parent company chairman's first-degree relatives
Kuochuan Development Co., Ltd.（Kuochuan Development Co.）	The chairman of the company is one of the parent company chairman's first-degree relatives

(To be continued)

(Continued)

Related party	Relations
Other related party	
Changheng Investment Co., (Changheng Investment Co.)	The major shareholder of the parent company
Jinli Investment Co., Ltd. (Jinli Co.)	The major shareholder of the parent company
Cheng Haibin	The parent company chairman's third-degree relatives
Fuan Mining Co., Ltd. (Fuan Mining Co.)	The manger is the spouse of the parent company chairman's first-degree relatives.

(2) Business transaction

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Sales				
Other related parties	$ 17,847	$ 17,945	$ 52,738	$ 47,344
Purchase				
Fuan Mining Co.	$ 60,282	$ 61,830	$ 182,591	$ 165,035
Other related parties	15,680	8,089	38,852	20,401
	$ 75,962	$ 69,919	$ 221,443	$ 185,436
Operating costs - transportation expenses				
Other related parties	$ 5,046	$ 2,966	$ 10,862	$ 9,512
Operating expenses				
Other related parties	$ 1,039	$ 1,292	$ 2,782	$ 3,490
Non-operating income				
Other related parties	$ 602	$ 602	$ 1,805	$ 1,805
Non-operating expenses				
Other related parties	$ 55	$ 287	$ 100	$ 859

The purchase price and sales price between the Group and the related parties were negotiated respectively and were equal to the non-related parties. .

Non-operating income is rental revenue between the Group and related parties; the determination and collection method of rent are same as general leasing transactions.

Non-operating expenses are rent expense between the Group and related parties; the determination and collection method of rent are same as general leasing transactions.

(3) Balance of receivables from related parties on balance sheet date is as follows：

	September 30, 2019	December 31, 2018	September 30, 2018
Notes receivable			
Other related parties	$ 6,084	$ 5,170	$ -
Accounts receivable			
Other related parties	$ 10,788	$ 11,140	$ 6,526
Other receivable			
Other related parties	$ 623	$ 551	$ 663

No guarantee received for receivables- related parties. No expense on doubtful debts in receivables- related parties recognized for nine months ended on September 30, 2019 and 2018.

(4) Balance of payables from related parties on balance sheet date is as follows:

	September 30, 2019	December 31, 2018	September 30, 2018
Notes payable			
Fuan Mining Co.	$ 42,293	$ 41,678	$ 44,930
Other related parties	9,860	1,916	3,225
	$ 52,153	$ 43,594	$ 48,155
Accounts payable			
Fuan Mining Co.	$ 21,003	$ 21,195	$ 19,991
Other related parties	7,648	2,345	4,738
	$ 28,651	$ 23,540	$ 24,729
Other payable （exclude financing）			
Other related parties	$ 2,038	$ 1,157	$ 2,059

No guarantee provided for the balance of the payables - related parties.

(5) Loans from related parties

	September 30, 2019	December 31, 2018	September 30, 2018
Other payable			
Other related parties	$ 11	$ -	$ -
Shareholder accounts			
Cheng Haibin	$ 45,800	$ 45,800	$ 45,800

Shareholder accounts of the Group are interestless borrowing from stockholders.

(6) Rental agreement

Operating lease

The operating lease receivables (recognized as other receivables) are summarized as follows：

Relationship category	September 30, 2019	December 31, 2018	September 30, 2018
Other related parties	$ 3	$ 103	$ 3

The gross lease payments to be received are summarized as follows：

Relationship category	September 30, 2019	December 31, 2018	September 30, 2018
Fudong Automobile	$ 2,274	$ 2,274	$ 2,274
Other related parties	165	264	297
	$ 2,439	$ 2,538	$ 2,571

The lease income is summarized as follows：

Relationship category	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Fudong Automobile	$ 569	$ 569	$ 1,706	$ 1,706
Other related parties	33	33	99	99
	$ 602	$ 602	$ 1,805	$ 1,805

All the terms and conditions of the above lease contracts conformed to normal business practices.

(7) Remunerations of key management personnel

The total remunerations of the Directors and other key management personnel were as follows:

	For the Three Months Ended September 30, 2019	For the Three Months Ended September 30, 2018	For the Nine Months Ended September 30, 2019	For the Nine Months Ended September 30, 2018
Short-term employee benefits	$ 5,451	$ 4,038	$ 14,031	$ 13,117
Benefit after retirement	161	111	346	320
	$ 5,612	$ 4,149	$ 14,377	$ 13,437

Remunerations of key management personnel will be decided by remuneration committee with personal performance and market trend.

32. Pledged Assets

The Group uses the pledged assets as collateral for long-term and short-term bank loans, short-term notes and bills payable and other credit accommodation:

	September 30, 2019	December 31, 2018	September 30, 2018
Notes receivable	$ 105,644	$ 7,200	$ -
Developing property (Recognized inventory)	3,088,776	3,012,245	3,111,641
Restricted assets (Recognized other financial assets and other non-current assets)	217,484	242,699	172,005
Property, plant and equipment	787,051	794,480	803,315
	$ 4,198,955	$ 4,056,624	$ 4,086,961

33. The Information of Foreign Currency Assets and Liabilities with Important Impact

The following information is expressed in accordance with the total currency without functional currency of the Group; the disclosed exchange rate refers to the exchange rate of foreign currency to functional currency. There are foreign currency assets and liabilities without important impact as follow:

Unit： Thousands of NT dollars and foreign currency

September 30, 2019

	Foreign curreny	Exchange rate	Carrying Amount
Financial assets			
Monetary items			
US dollars	$ 1,541	31.04 （USD：NTD）	$ 47,826
RMB	1,591	4.356 （RMB：NTD）	6,931
Non-Monetary items			
US dollars	520	31.04 （USD：NTD）	16,148

December 31, 2018

	Foreign curreny	Exchange rate	Carrying Amount
Financial assets			
Monetary items			
Japanese Yen	$ 100,008	0.2872 （JPY：NTD）	$ 28,722
US dollars	294	30.715 （USD：NTD）	9,002
US dollars	7	6.8632 （USD：RMB）	229
RMB	1,566	4.472 （RMB：NTD）	6,980
Non-Monetary items			
US dollars	388	30.715 （USD：NTD）	11,910

September 30, 2018

	Foreign curreny	Exchange rate	Carrying Amount
Financial assets			
Monetary items			
US dollars	$ 263	30.525 （USD：NTD）	$ 8,007
US dollars	7	6.9061 （USD：RMB）	228
RMB	1,543	4.42 （RMB：NTD）	6,819
Non-Monetary items			
US dollars	544	30.525 （USD：NTD）	16,592

Foreign exchange gains/losses (realized or unrealized) of the Group for three months ended on September 30, 2019 and 2018 are respectively grains NT$69,000 and losses NT$348,000; for nine months ended on September 30, 2019 and 2018 are respectively grains NT1,141,000 and NT$35,000. Because there is variety of foreign currency transactions, it cannot disclose exchange gains and losses in accordance with foreign currency of each important impact.

34. Additional Disclosures

(1) Significant Transactions and (2) The Related Information of transferring to investment:

A. Financings provided：Schedule 1

B. Endorsement/guarantee provided：Schedule 2

C. Marketable securities held (excluding investments in subsidiaries and associates)：Schedule 3

D. Marketable securities acquired and disposed of at costs or prices of at least NT$300 million or 20% of the paid-in capital：None

E. Acquisition of individual real estate properties at costs of at least NT$300 million or 20% of the paid-in capital：None

F. Disposal of individual real estate properties at prices of at least NT$300 million or 20% of the paid-in capital：None

G. Total purchases from or sales to related parties of at least NT$100 million or 20% of the paid-in capital：Schedule 4

H. Receivables from related parties amounting to at least NT$100 millions or 20% of the paid-in capital：Schedule 5

I. Information about the derivative financial instruments transaction：None

J. Others: The business relationship between the parent and the subsidiaries and significant transactions between them：Schedule 7

K. Information of the investees (excluded the investees in Mainland China): Schedule 6

(3) Investment Information in mainland China：

I. The name of the investee in mainland China, the main businesses and products, its issued capital, method of investment, information on inflow or outflow of capital, percentage of ownership, income (losses) of the investee, share of profits/losses of investee, ending balance, amount received as dividends from the investee, and the limitation on investee： None

II. Significant direct or indirect transactions with the investee, its prices and terms of payment and unrealized gains or losses: there are no significant transactions and unrealized gains or losses between the parent company and the investee company in mainland China.

① The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period：None

② The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period：None

③ The amount of property transactions and the amount of the resultant gains or losses：None

④ The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purpose：None

⑤ The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds：None

⑥ Other transactions that have material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services：None

35. Segment Information

The Group defined its reportable segments as follows:：

Cement segment: producing and selling business for products related to cement.

Other segment: Other operations of non-cement business。The main business of ELUMINA Technology Inc. and its subsidiary Elumina Holding Ltd. and ELUMINA (Xiamen) company are producing and selling light-emitting Diode, its unit of cash is transferred to discontinued operation on August, 2015 and the dissolution procedure is completed in November 2018, please see Note 26 for related instruction.

(1) Revenue of segments and operating results

The Group revenues and operating results analyzed by the operating segments were as follows：

	Income of Segments t		Profit/Loss of Segments	
	Nine months ended September 30, 2019	Nine months ended September 30, 2018	Nine months ended September 30, 2019	Nine months ended September 30, 2018
Cement segment	$ 2,608,588	$ 2,425,168	$ 29,618	($ 58,411)
Other segmentt	51,517	35,255	(9,312)	(15,811)
;Total amount of business unit	$ 2,660,105	$ 2,460,423	20,306	(74,222)
Interest revenue			1,538	1,562
Rent income			6,682	6,792
Other revenue			10,126	16,046
Gains on disposals of financial assets			246	98
Foreign exchange gains			1,141	35
Gains from financial assets measured at FVPL			3,679	1,269
Other expenses			(7,294)	(11,523)
Interest expense			(30,124)	(22,892)
Profit (loss) from continuing operations before tax			6,300	(82,835)
Loss from discontinued operations before tax			-	(649)
Profit (loss) before tax			$ 6,300	($ 83,484)

The revenue of segments reported above is generated with external client exchange. There is no selling between segments in nine months ended on September 30, 2019 and 2018.

The revenue of segments means the profits earned by each segment, excluded interest revenue which shall be apportioned, rent income, other revenue, gains on disposals of financial assets, foreign exchange gains, gains from financial assets measured at FVPL, other expense and interest expense.

(2) Total assets and liabilities of segments

	September 30, 2019	December 31, 2018	September 30, 2018
Segment assets			
Continuing operating segment			
Cement segment	$ 4,128,368	$ 4,001,015	$ 3,844,067
Other segment t	3,269,115	3,292,482	3,383,384
Total of segment assets	7,397,483	7,293,497	7,227,451
Assets related discontinued operations	-	-	4,575
Total assets	$ 7,397,483	$ 7,293,497	$ 7,232,026
Segment liabilities			
Continuing operating segment			
Cement segment	$ 2,514,065	$ 2,440,119	$ 2,215,727
Other segment	616,618	626,380	636,137
Total of segment liabilities	3,130,683	3,066,499	2,851,864
Liabilities related discontinued operations	-	-	3,596
Toatl liabilities	$ 3,130,683	$ 3,066,499	$ 2,855,460

Lucky Cement Corporation and Subsidiaries

Financings Provided

For the Nine Months Ended September 30, 2019

Schedule 1

In Thousands of New Taiwan Dollars

No.	Company of Lending Funds	Borrower	Relation Account	Mmaximum Balance in Current Period	Where is the related party	Balance, end of the period (Note 4)	Amonut of real dealing (Note 5)	Interest rate collar (%)	Character on loan of funds (Note 1)	Amount between business	Necessary reasons for short term financial assets	Amount of allowance for uncollectible be submitted	Collateral		Limitation of loan of funds to individual party (Note 2)	Total limitation of loan of funds (Note 3)
													Name	Value		
0	Lucky Cement Corp.	Dasheng Enterprise	Receivables of Affiliated Enterprise – Financing	$ 200,000	Yes	$ 200,000	$ 93,800	1.79%	(2)	$ -	Operating Turnover	$ -	–	–	$ 426,672	$ 1,706,689
		Luckyship Marine Co.	Receivables of Affiliated Enterprise – Financing	30,000	Yes	30,000	10,500	1.79%	(2)	-	Operating Turnover	-	–	–	426,672	1,706,689
		Lucky Cement Corp., Japan	Receivables of Affiliated Enterprise – Financing	30,000	Yes	30,000	-	1.79%	(2)	-	Operating Turnover	-	–	–	426,672	1,706,689
						$ 260,000										
1	Luckicon Ready-mixed Co.,	Dasheng Enterprise	Receivables of Affiliated Enterprise – Financing	20,000	Yes	$ 20,000	20,000	1.31%	(2)	-	Operating Turnover	-	–	–	52,182	104,364

Note 1：The expressions for nature of fund loan is as follows:：

(1) Party with business.

(2) Party with short-term financing need.

Note 2：The subject whom Lucky Cement Corporation made loans is the shareholder of 50% above of subsidiary shall be kept less than 10% of end-of-year net value; the subject whom a loan was made is a shareholder of more than 20%, yet less than 50% shall be kept less than 5% of end-of-year net value; the rest shall be subject to 2% of end-of-year net value; Luckicon Ready-mixed Concrete Factory Co., Ltd. shall be subject to 20% of end-of-year net value.

Note 3：It is subject to 40% of end-of-year net value of companies making loans.

Note 4：It refers to the line of loan approved by the Board of Directors.

Note 5：The trade between headquarter and subsidiary has been written off in the prepared financial statement.

Lucky Cement Corporation and Subsidiaries

Endorsement/Guarantee Provided

For the Nine Months Ended September 30, 2019

Schedule 2

Unit: NT$1,000, unless otherwise noted

No.	Company Name of endorser	The party for enforcement and guarantee		Limitation amount of enforcement and guarantee for single enterprise (Note 1)	Maximun balance of enforcement and guarantee in current period	Balance of enforcement and guarantee, end of the periodr	Amonut of real dealing	Amount of enforcement and guarantee by property guarantee	Ratio of accumulated amount of enforcement and guarantee to net value of financial statement of lastest period (%)	Maximun limitation on enforcement and guarantee (Note 2)	Enforcement and guarantee belong to parent vs. subsidiary company	Enforcement and guarantee belong to subsidiary vs. parent company	Enforcement and guarantee belong to Mainland China	Remark
		Company	Relations											
0	Lucky Cement Corp.	Dasheng Enterprise	Subsidiary	$ 1,706,689	$ 620,000	$ 620,000	$ 560,000	$ 120,000 (Note 3)	14.53%	$ 2,133,360	Y	—	—	
		Luckicon Ready-mixed Co.,	Subsidiary	1,706,689	70,000	70,000	-	-	1.64%	2,133,360	Y	—	—	
		Luckyship Marine Co.	Subsidiary	1,706,689	45,000	45,000	3,238	-	1.05%	2,133,360	Y	—	—	
		Lucky Cement Corp., Japan	Subsidiary	1,706,689	14,735 (JPY50,000,000)	14,385	863	-	0.34%	2,133,360	Y	—	—	
						$ 749,385								

Note 1：The upper limit that Lucky Cement Corporation endorses for single company shall not go beyond 10% of the net value, except for limit of 40% accounting for the net value of subsidiary.

Note 2：The gross line of endorsement approved by the Meeting of Shareholder shall be subject to 50% of the net value.

Note 3：Other finance asset–restricted asset NT$60,000,000 is provided as collateral.

Lucky Cement Corporation and Subsidiaries

Marketable Securities Held

September 30, 2019

Schedule 3

In Thousands of New Taiwan Dollars

Company	Type and Name of Securities	Relationship with the Issuer of Securities	Account	End of period				Remarks
				Shares	Carrying Amount	(%)	Fair Value (Note 1 & 2)	
Lucky Cement Corp.	Fund Beneficiary Certificate							
	O-Bank No.1 Real Estate Investment Trust	—	Current financial assets at FVPL	100,000	$ 875	-	$ 875	
	Non-listed (OTC) Company Common Stock							
	Jonfeng Mining Co., Ltd	—	Non-current financial assets at FVOCI	1,071,428	10,189	10.58	10,189	
	Global Securities Finance Corp.	—	Non-current financial assets at FVOCI	700,837	4,976	0.18	4,976	
	WK Technology Fund	—	Non-current financial assets at FVOCI	1,156,000	6,359	2.22	6,359	
	Listed (OTC) Company Common Stock							
	Taiwan Cement Corporation	—	Current financial assets at FVOCI	1,391,141	55,159	-	55,159	
	Medigen Biotechnology Corporation	—	Current financial assets at FVOCI	28,628	1,806	-	1,806	
	United Microelectronics Corporation	—	Current financial assets at FVOCI	72,351	969	-	969	
	Winbond Electronics Corp.	—	Current financial assets at FVOCI	130,181	2,324	-	2,324	
	First Financial Holding Co. Ltd.	—	Current financial assets at FVOCI	891	19	-	19	
	Capital Securities Corp.	—	Current financial assets at FVOCI	875	8	-	8	
	Hua Nan Financial Holdings Co. Ltd.	—	Current financial assets at FVOCI	423	9	-	9	
	China Development Financial	—	Current financial assets at FVOCI	13,496	125	-	125	
	Far Eastern New Century Corporation	—	Current financial assets at FVOCI	200,000	5,730	-	5,730	
	U-Ming Marine Transport Corporation	—	Current financial assets at FVOCI	128,000	4,294	-	4,294	
Luckyship Marine Co.	Non-listed (OTC) Company Common Stock							
	Jonfeng Mining Co., Ltd.		Non-Current financial assets at FVOCI	35,129	$ 334	0.35	$ 334	
	Listed (OTC) Company Common Stock							
	Medigen Biotechnology Corporation		Current financial assets at FVOCI	242	15	-	15	

(To be continued)

(Continued)

Company	Type and Name of Securities	Relationship with the Issuer of Securities	Account	End of period				Remarks
				Shares	Carrying Amount	(%)	Fair Value (Note 1 & 2)	
Luckicon Ready-mixed Co.,	Fund Beneficiary Certificate							
	Mega Danish Covered Mortgage Bd Idx	—	Current financial assets at FVPL	500,000	5,012	-	5,012	
	Nomura Global Short Duration Bond Fund	—	Current financial assets at FVPL	474,325	5,014	-	5,014	
	Shin Kong Emerging ASEAN Bond Fund	—	Current financial assets at FVPL	500,015	4,562	-	4,562	
	TSG Phnom Penh Real Estate Development Fund	—	Non-Current financial assets at FVPL	500	9,938	-	9,938	
	Marketable Security - Corporate Bond							
	The Cathay United Jenai EMC USD Fixed Interest Allocation Bond	—	Current financial assets at FVOCI	-	6,210	-	6,210	

Note 1：Financial assets measured at FVPL, its fair value is based on the net asset value of funds on September 30, 2019.

Note 2：Listed (OTC) stocks of financial assets measured at FVPL, its fair value is based on stock closing price on September 30, 2019. Corporate bond is based on market price on September 30, 2019. Non-listed (OTC) stocks are estimated market value by the fair value evaluation method.

Note 3：Please refer to Schedule 6 for info regarding to subsidiary investment.

Lucky Cement Corporation and Subsidiaries

Total Purchases from or Sales to Related Parties of at least NT$100 Million or 20% of the Paid-in Capital

For Nine months ended September 30, 2019

Schedule 4

In Thousands of New Taiwan Dollars

Company Name	Transaction Counterpart	Relations	Transaction Status				Status and Reasons of Difference between Transaction Condition and General Transaction		Accounts, Notes Receivable (Payable)		Remarks
			Purchase (Sale)	Amount	Account for Purchase (Sale) Percentage to Total (%)	Credit Period	Unit Price	Credit Period	Balance	Accounts, Notes Receivable (Payable) Percentage to Total (%)	
Lucky Cement Corp.	Luckicon Ready-mixed Co.,	Subsidiary	Sale	($ 472,271)	(22.79)	About 90 days	Quite	Quite	Accounts receivable $ 56,850 Notes receivable 61,844	11.26 12.25	Note
Lucky Cement Corp.	Fuan Mining Co., Ltd.	Other related parties	Purchase	182,591	20.05	About 90 days	Agreed	Quite	Accounts payable (21,003) Notes payable (42,293)	(6.32) (12.72)	

Note：It has been written off in the prepared financial statement.

Lucky Cement Corporation and Subsidiaries

Receivables from related parties amounting to at least NT$100 millions or 20% of the paid-in capital

September 30, 2019

Schedule 5

In Thousands of New Taiwan Dollars

Companies with receivables	Transaction Counterpart	Relations	Balance of receivables-related parties（Note）	Turnover rate	Overdue receivables- related parties		Amount recovered after the period of receivables-related parties	Amount recognized in allowance for uncollectible accounts
					Amount	Processing method		
Lucky Cement Corp.	Luckicon Ready-mixed Co.,	Subsidiary	$ 118,694	9.71	$ -	—	$ 118,694	$ -

Note：It has been written off in the prepared financial statement.

Lucky Cement Corporation and Subsidiaries

Names, Locations, and Related Information of Investees

For the Nine Months Ended September 30, 2019

Schedule 6

In Thousands of New Taiwan Dollars

Investment company	Invested company	Address	Main business items	Original investment amount (Note 5)		Holding at the end of the period			Current (loss) profit of invested company	Investment (loss) profit accounted this Period	Remarks
				At the end of the period	End of last year	Number of shares	Rate	Carrying Amount			
Lucky Cement Corp.	Dasheng Enterprise	14F., No.237, Songjiang Rd., Zhongshan Dist., Taipei City 104, Taiwan (R.O.C.)	Real Estate Sales & Lease	$ 2,167,473	$ 2,167,473	157,295,283	99.99	$ 2,321,343	($ 13,249)	($ 13,249)	Note 1
	Luckicon Ready-mixed Co.,	No.191, Sec. 1, Meishi Rd., Yangmei Dist., Taoyuan City 326, Taiwan (R.O.C.)	Ready-mixed Concrete Manufacture & Trades	99,998	99,998	21,999,868	99.99	272,834	11,120	11,120	Note 1
	Just Bright Ltd.	Tropic Isle Building, PO Box 438, Road Town, Tortola, British Virgin Islands	Investment Business	1,566	1,566	50,000	100.00	1,591	165	165	Note 2
	Lucky Cement Corp., Japan	Aichi, Japan hekinan Yu Jin-Pu-cho 12 gu	Cement Trading	82,300	82,300	6,800	100.00	25,877	977	977	Note 2
	Luckyship Marine Co.	13F., No.237, Songjiang Rd., Zhongshan Dist., Taipei City 104, Taiwan (R.O.C.)	Shipping Agent	88,615	88,615	8,499,994	99.99	45,780	(7,037)	(7,037)	Note 2
Luckicon Ready-mixed Co.,	Fuyu Development Company	13F., No.237, Songjiang Rd., Zhongshan Dist., Taipei City 104, Taiwan (R.O.C.)	Mine Gravel	12,571	12,571	1,000,000	100.00	5,636	(3,985)	(3,985)	Note 1

Note1：It has been calucated pursuant to the Accountant’s reviewed financial statement.

Note2：It has been calucated pursuant Without the Accountant’s reviewed financial statement.

Note3：The original investment amount includes the previous year's capital reduction to make up for the decrease in losses.

Lucky Cement Corporation and Subsidiary

Intercompany Relationships and Significant Intercompany Transactions

For the Nine Months Ended September 30, 2019

Schedule 7

In Thousands of New Taiwan Dollars

No.	Name of Trader	Subject in Trade	Relations with trader (Note 1)	State of Trade			
				Account	Amount	Condition of Trade	The ratio of total revenue or total assets (%)
0	Lucky Cement Corp.	Luckicon Ready-mixed Co.,	1	Notes receivable	$ 61,844	Above 90 days	0.84
	Lucky Cement Corp.	Luckicon Ready-mixed Co.,	1	Accounts receivable	56,850	Above 90 days	0.77
	Lucky Cement Corp.	Luckicon Ready-mixed Co.,	1	Other receivables	139	Above 90 days	-
	Lucky Cement Corp.	Luckicon Ready-mixed Co.,	1	Contract liability	7,418	Above 90 days	0.10
	Lucky Cement Corp.	Luckicon Ready-mixed Co.,	1	Sales revenue	472,271	Above 90 days	17.75
	Lucky Cement Corp.	Luckicon Ready-mixed Co.,	1	Rent income	1,143	30 days	0.04
	Lucky Cement Corp.	Fuyu Development Company	1	Notes receivable	810	Above 90 days	0.03
	Lucky Cement Corp.	Fuyu Development Company	1	Other receivables	4	Above 90 days	-
	Lucky Cement Corp.	Fuyu Development Company	1	Notes payable	28	Above 90 days	-
	Lucky Cement Corp.	Fuyu Development Company	1	Other payable	382	Above 90 days	0.01
	Lucky Cement Corp.	Fuyu Development Company	1	Cost of sales	2,408	Above 90 days	0.09
	Lucky Cement Corp.	Fuyu Development Company	1	Rent income	6,045	30 days	0.23
	Lucky Cement Corp.	Fuyu Development Company	1	Other income	900	30 days	0.03
	Lucky Cement Corp.	Luckyship Marine Co.	1	Other receivables-Financing	10,500	Financing, the repayment period is one year	0.14
	Lucky Cement Corp.	Luckyship Marine Co.	1	Other receivables	15	Above 90 days	-
	Lucky Cement Corp.	Luckyship Marine Co.	1	Notes payable	458	Above 90 days	0.01
	Lucky Cement Corp.	Luckyship Marine Co.	1	Other payable	893	Above 90 days	0.01
	Lucky Cement Corp.	Luckyship Marine Co.	1	Cost of sales	1,727	30 days	0.06
	Lucky Cement Corp.	Luckyship Marine Co.	1	Interest income	63	30 days	-
	Lucky Cement Corp.	Luckyship Marine Co.	1	Rent income	192	30 days	0.01
	Lucky Cement Corp.	Dasheng Enterprise	1	Other receivables-Financing	93,800	Financing, the repayment period is one year	1.27
	Lucky Cement Corp.	Dasheng Enterprise	1	Other receivables	122	30 days	-
	Lucky Cement Corp.	Dasheng Enterprise	1	Guarantee deposits paid	159,000	Returned upon completion according to the contract	2.15
	Lucky Cement Corp.	Dasheng Enterprise	1	Interest income	954	30 days	0.04
	Lucky Cement Corp.	Dasheng Enterprise	1	Rent income	60	30 days	-
	Lucky Cement Corp.	Just Bright Ltd.	1	Other payable	1,490	Above 90 days	0.02
1	Luckicon Ready-mixed Co.,	Fuyu Development Company	1	Rent income	1,800	30 days	0.07
	Luckicon Ready-mixed Co.,	Dasheng Enterprise	3	Notes receivable	595	Above 90 days	0.01
	Luckicon Ready-mixed Co.,	Dasheng Enterprise	3	Accounts receivable	1,143	Above 90 days	0.02
	Luckicon Ready-mixed Co.,	Dasheng Enterprise	3	Other receivables-Financing	20,000	Financing, the repayment period is one year	0.27
	Luckicon Ready-mixed Co.,	Dasheng Enterprise	3	Other receivables	22	Above 90 days	-
	Luckicon Ready-mixed Co.,	Dasheng Enterprise	3	Sales revenue	3,099	Above 90 days	0.12
	Luckicon Ready-mixed Co.,	Dasheng Enterprise	3	Interest income	227	30 days	0.01

Note 1： The relationships among the transaction parties are as follows:

1. The Company to the subsidiary
2. The subsidiary to the Company
3. Between subsidiaries