



Qisda Corporation 2016 Q4 Results

March 9, 2017

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Outline

- Q4 and 2016 DMS Business Financial Results
- 2016 Q4 DMS Business Summary

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Safe Harbor Notice

We have made forward-looking statements in the presentation. Our forward-looking statements contain information regarding, among other things, our financial conditions, future expansion plans and business strategies. We have based these forward-looking statements on our current expectations and projections about future events. Although we believe that these expectations and projections are reasonable, such forward-looking statements are inherently subject to risks, uncertainties, and assumptions about us.

We undertake no obligation to publicly update or revise any forward-looking statements whether as a result of new information, future events or otherwise. In light of these risks, uncertainties and assumptions, the forward-looking events might not occur and our actual results could differ materially from those anticipated in these forward-looking statements.

Disclaimer

These financial information in this presentation are based on unaudited Taiwan IFRS results of the DMS(Design, Manufacturing and Service) business (formerly named Consolidated core business), and based on audited Taiwan IFRS results of consolidated financials.

Q4 and 2016 DMS Business Financial Results

Q4 DMS Business Income Statement: QoQ Analysis

Amount : NT\$ Billion

	2016 Q4		2016 Q3		QoQ
DMS Business: (1)					
Net Sales	25.15	100.0%	24.11	100.0%	4.3%
COGS	(23.15)		(22.09)		
Gross Margin	2.00	8.0%	2.03	8.4%	-0.4 ppt
Opex	(1.19)	-4.7%	(1.19)	-4.9%	
Operating Income	0.81	3.2%	0.84	3.5%	-0.3 ppt
Net Non-op Items	1.02		0.65		
Consolidated: (2)					
Net Income	1.67	4.9%	1.23	3.9%	+1.0 ppt
Net Income, attributable to owners of Company	1.60	4.7%	1.43	4.5%	+0.2 ppt
EPS (NT\$)	0.81		0.73		
Net Worth / Share (NT\$)	15.00		14.14		

(1) Based on unaudited Taiwan IFRS results of the DMS(Design, Manufacturing and Service) business

(2) Based on audited Taiwan IFRS results of consolidated financials. The company's operating segments include DMS, brand marketing & distribution, materials science, medical service and others

(3) EPS was calculated based on total weighted-averaged outstanding shares (1,966 m shares)

(4) Net worth per share was calculated based on total outstanding shares (1,966 m shares)

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Q4 DMS Business Balance Sheet Highlights

Amount : NT\$ Billion

	2016 Q4		2016 Q3		QoQ
Cash & Equivalent	3.79	5.3%	1.55	2.3%	2.24
Accounts Receivable	21.95	30.6%	21.76	32.2%	0.20
Inventory	11.22	15.7%	9.98	14.8%	1.23
L-T Investments	24.71	34.5%	24.29	35.9%	0.42
Total Assets	71.68	100.0%	67.65	100.0%	4.03
Fin. Debt	15.02	21.0%	15.11	22.3%	(0.09)
Accounts Payable	21.48	30.0%	19.81	29.3%	1.67
Total Liabilities	42.17	58.8%	39.84	58.9%	2.33
Equity	29.51	41.2%	27.81	41.1%	1.70

* Based on unaudited Taiwan IFRS results of the DMS(Design, Manufacturing and Service) business

* Fin. debt included long term and short term financial debts

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Q4 DMS Business Key Financial Ratios

	2016 Q4	2016 Q3	QoQ
A/R Turnover	78 days	81 days	-3 days
Inventory Turnover	46 days	43 days	+3 days
A/P Turnover	89 days	87 days	+2 days
Cash Conversion Cycle	35 days	37 days	-2 days
ROA	2.3%	2.1%	+0.2 ppt
ROE	5.6%	5.2%	+0.4 ppt
Current ratio	109.4%	98.5%	+10.9 ppt
Fin. Debt / Total Assets	21.0%	22.3%	-1.3 ppt

* Based on unaudited Taiwan IFRS results of the DMS(Design, Manufacturing and Service) business
 * ROA and ROE were calculated on a quarterly basis

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2016 DMS Business Income Statement: YoY Analysis

Amount : NT\$ Billion

	2016		2015		YoY
DMS Business: (1)					
Net Sales	96.48	100.0%	100.26	100.0%	-3.8%
COGS	(88.70)		(93.17)		
Gross Margin	7.78	8.1%	7.09	7.1%	+1.0 ppt
Opex	(4.56)	-4.7%	(5.04)	-5.0%	
Operating Income	3.22	3.3%	2.05	2.0%	+1.3 ppt
Net Non-op Items	1.62		0.54		
Consolidated: (2)					
Net Income	4.07	3.1%	2.25	1.7%	+1.4 ppt
Net Income, attributable to owners of Company	4.34	3.4%	2.17	1.6%	+1.8 ppt
EPS (NT\$)	2.21		1.10		
Net Worth / Share (NT\$)	15.00		13.87		

(1) Based on unaudited Taiwan IFRS results of the DMS(Design, Manufacturing and Service) business

(2) Based on audited Taiwan IFRS results of consolidated financials. The company's operating segments include DMS, brand marketing & distribution, materials science, medical service and others

(3) EPS was calculated based on total weighted-averaged outstanding shares (1,966 m shares)

(4) Net worth per share was calculated based on total outstanding shares (1,966 m shares)

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2016 DMS Business Balance Sheet Highlights

Amount : NT\$ Billion

	2016		2015		YoY
Cash & Equivalent	3.79	5.3%	5.67	7.7%	(1.88)
Accounts Receivable	21.95	30.6%	22.05	29.9%	(0.10)
Inventory	11.22	15.7%	10.20	13.8%	1.02
L-T Investments	24.71	34.5%	24.73	33.6%	(0.02)
Total Assets	71.68	100.0%	73.68	100.0%	(2.00)
Fin. Debt	15.02	21.0%	21.41	29.1%	(6.38)
Accounts Payable	21.48	30.0%	19.79	26.9%	1.69
Total Liabilities	42.17	58.8%	46.41	63.0%	(4.24)
Equity	29.51	41.2%	27.27	37.0%	2.24

* Based on unaudited Taiwan IFRS results of the DMS(Design, Manufacturing and Service) business

* Fin. debt included long term and short term financial debts

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2016 DMS Business Key Financial Ratios

	2016	2015	YoY
A/R Turnover	78 days	78 days	0 days
Inventory Turnover	46 days	42 days	+4 days
A/P Turnover	89 days	82 days	+7 days
Cash Conversion Cycle	35 days	38 days	-3 days
ROA	6.0%	2.9%	+3.1 ppt
ROE	15.3%	8.1%	+7.2 ppt
Current ratio	109.4%	113.2%	-3.8 ppt
Fin. Debt / Total Assets	21.0%	29.1%	-8.1 ppt

* Based on unaudited Taiwan IFRS results of the DMS(Design, Manufacturing and Service) business

* ROA and ROE were calculated on an annual basis

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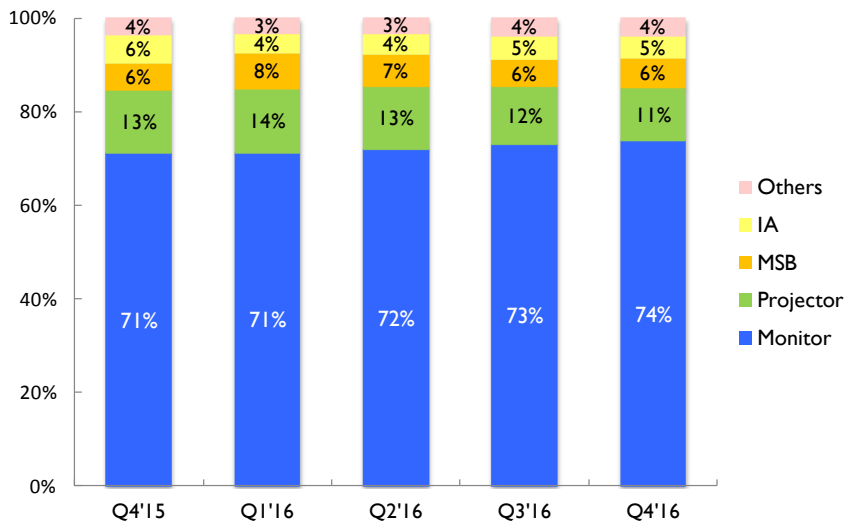
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2016 Q4 DMS Business Summary

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DMS Business Revenue Breakdown by Product Line



* Professional/industrial display and automobile electronics products, herein referred to as "MSB"

* Printer and scanner products, POS and surveillance products herein referred to as "IA"

* "Others" includes, mobile and other products

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2016 Q4 DMS Business Summary

- **Monitor :**

- Unit shipment increased by 1.6% QoQ to 4.8M sets

- **Projector :**

- Unit shipment increased by 2.7% QoQ to 296K sets



Qisda
Value-Up Solutions

Qisda Corporation.
Unaudited DMS Business Consolidated Balance Sheet
Dec ,31, 2016

UNIT : NT\$K

Assets				Liabilities and stockholders' equity			
Current assets :				Liabilities			
Cash & cash equivalents	\$ 3,788,488	5		Short- term borrowings	\$ 6,880,601	10	
Current available-for-sale financial assets	69,421	0		Current financial liabilities at fair value through profit or loss	-	-	
Notes and accounts receivable,net	15,379,039	21		N/P & A/P	19,582,865	27	
N/R & A/R from related parties	6,572,461	9		N/P & A/P to related parties	1,894,100	3	
Other receivables, net	5,544	0		Other payable	4,453,879	6	
Other receivable from related parties	798,638	1		Other payable to related parties	9,270	0	
Net inventories	11,218,613	16		Other current liabilities	419,002	1	
Other current assets	828,973	1		Bonds payable due within one year	-	-	
Other Finaancial assets-current	-	-		Long-term debt due within one year	2,153,750	3	
Non-current assets classified as held for sale	-	-		Current provisions	29,237	0	
Total current assets	38,750,289	54		Total current liabilities	35,422,705	49	
Non current assets				Total non-current liabilities			
Non-current available-for-sale financial assets	638,746	1		Long term loan	5,989,000	8	
Investments accounted for using equity method	24,707,953	34		Leased Liabilities-non current	-	-	
Property, plant and equipment	5,590,550	8		Provision Liabilities-non current	132,646	0	
Investment property	-	-		Deferred tax liabilities	41,992	0	
Intangible assets	29,397	0		Other non-current liabilities, others	586,076	1	
Deferred tax assetsent	1,090,257	2		Total non-current liabilities	6,749,713	9	
Other non-current assets	61,990	0		Total Liabilities	42,172,418	59	
Other non-current financial assets	41,082	0		Attributable to owners of company			
Long-term prepaid rents	772,201	1		Common stock	19,667,820	27	
Total Non current assets	32,932,175	46		Capital surplus	2,177,332	3	
				Retained Earnings	6,806,202	9	
				Other equity interest	858,692	1	
				Treasury Stock	-	-	
				Total stockholders' equity	29,510,046	41	
Total Assets	\$ 71,682,464	100		Total Liabilities and stockholders' equity	\$ 71,682,464	100	

Qisda Corporation.
Unaudited DMS Business Consolidated Income Statement
Jan~Dec' 2016

UNIT : NT\$K

Net sales	\$ 96,481,214	100
Cost of goods sold	88,700,160	92
Gross profit	7,781,054	8
S & M	1,382,135	1
G & A	809,945	1
R & D	2,371,845	2
Operating expense	4,563,925	5
Operating income (loss)	3,217,129	3
Total non-operating income (loss)	1,617,281	2
Profit before tax	4,834,409	5
Income Tax Expense	492,143	1
Profit after tax	4,342,267	5
Other comprehensive income (Profit after tax)	(1,020,667)	(1)
Comprehensive income	\$ 3,321,600	3

QISDA CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

December 31, 2016 and 2015

(Expressed in Thousands of New Taiwan Dollars)

Assets		December 31, 2016		December 31, 2015		Liabilities and Equity		December 31, 2016		December 31, 2015	
		Amount	%	Amount	%			Amount	%	Amount	%
Current assets:						Current liabilities:					
1100	Cash and cash equivalents	\$ 6,825,353	7	9,036,050	9	2100	Short-term borrowings	\$ 8,070,512	8	14,288,274	14
1110	Financial assets at fair value through profit or loss – current	373,349	-	510,683	1	2120	Financial liabilities at fair value through profit or loss – current	111,454	-	72,260	-
1125	Available-for-sale financial assets – current	239,660	-	261,343	-	2170	Notes and accounts payable	24,585,553	26	23,053,173	23
1170	Notes and accounts receivable, net	20,957,048	22	20,407,299	20	2180	Accounts payable to related parties	2,423,924	3	2,279,949	2
1181	Notes and accounts receivable from related parties	4,374,388	5	4,655,002	5	2200	Other payables	9,973,358	10	8,816,651	9
1200	Other receivables	173,978	-	148,493	-	2220	Other payables to related parties	21,710	-	16,756	-
1210	Other receivables from related parties	7,537	-	208,580	-	2300	Other current liabilities	745,703	1	671,409	1
130X	Inventories	17,065,196	18	16,386,780	16	2322	Current portion of long-term debt	4,346,257	5	2,489,197	3
1470	Other current assets	1,467,073	2	1,503,817	2	2250	Provisions – current	350,934	-	387,719	-
1476	Other financial assets – current	784,598	1	2,710,710	3		Total current liabilities	50,629,405	53	52,075,388	52
	Total current assets	52,268,180	55	55,828,757	56		Non-current liabilities:				
Non-current assets:						2540	Long-term debt	8,980,990	9	14,071,273	14
1523	Available-for-sale financial assets – non-current	991,686	1	856,956	1	2613	Lease obligations payable – non-current	1,181,632	1	1,182,786	1
1550	Investments accounted for using equity method	15,682,210	16	15,858,890	16	2550	Provisions – non-current	656,632	1	784,043	1
1600	Property, plant and equipment	18,860,162	20	19,545,376	19	2570	Deferred income tax liabilities	121,108	-	68,402	-
1760	Investment property	2,651,784	3	2,989,618	3	2670	Other non-current liabilities	797,112	1	691,216	1
1780	Intangible assets	202,892	-	198,299	-		Total non-current liabilities	11,737,474	12	16,797,720	17
1840	Deferred income tax assets	1,725,549	2	1,775,567	2		Total liabilities	62,366,879	65	68,873,108	69
1900	Other non-current assets	149,875	-	185,380	-	Equity attributable to shareholders of the Company:					
1980	Other financial assets – non-current	186,155	-	207,126	-	3110	Common stock	19,667,820	21	19,667,820	20
1985	Long-term prepaid rents	2,593,717	3	2,797,862	3	3260	Capital surplus	2,177,332	2	2,179,038	2
	Total non-current assets	43,044,030	45	44,415,074	44	3300	Retained earnings	6,806,202	7	3,545,665	3
						3400	Other equity	858,692	1	1,879,359	2
							Total equity attributable to shareholders of the Company	29,510,046	31	27,271,882	27
						36XX	Non-controlling interests	3,435,285	4	4,098,841	4
							Total equity	32,945,331	35	31,370,723	31
Total assets		\$ 95,312,210	100	100,243,831	100		Total liabilities and equity	\$ 95,312,210	100	100,243,831	100

QISDA CORPORATION AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income
For the years ended December 31, 2016 and 2015

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)

		<u>2016</u>		<u>2015</u>	
		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
4000	Net sales	\$ 129,553,540	100	133,102,431	100
5000	Cost of sales	113,350,633	87	118,462,432	89
	Gross profit	<u>16,202,907</u>	<u>13</u>	<u>14,639,999</u>	<u>11</u>
	Operating expenses:				
6100	Selling expenses	5,576,393	5	5,750,745	4
6200	Administrative expenses	2,594,744	2	2,822,983	2
6300	Research and development expenses	3,304,725	3	3,468,591	3
6400	Other expenses	239,769	-	-	-
	Total operating expenses	<u>11,715,631</u>	<u>10</u>	<u>12,042,319</u>	<u>9</u>
	Operating income	<u>4,487,276</u>	<u>3</u>	<u>2,597,680</u>	<u>2</u>
	Non-operating income and loss:				
7010	Other income	324,632	-	444,392	-
7020	Other gains and losses — net	(66,075)	-	132,445	-
7050	Finance costs	(603,614)	-	(786,033)	-
7060	Share of profits of associates and joint ventures	701,562	1	472,871	-
	Total non-operating income and loss	<u>356,505</u>	<u>1</u>	<u>263,675</u>	<u>-</u>
	Income before income tax	<u>4,843,781</u>	<u>4</u>	<u>2,861,355</u>	<u>2</u>
	Income tax expense	<u>776,010</u>	<u>1</u>	<u>615,871</u>	<u>-</u>
7950	Net income	<u>4,067,771</u>	<u>3</u>	<u>2,245,484</u>	<u>2</u>
	Other comprehensive income:				
	Items that will not be reclassified subsequently to profit or loss:				
8310	Remeasurements of defined benefit plans	(83,303)	-	(47,824)	-
8320	Share of other comprehensive income of associates and joint ventures	(17,084)	-	(17,256)	-
8349	Less: income tax related to items that will not be reclassified subsequently to profit or loss	-	-	-	-
		<u>(100,387)</u>	<u>-</u>	<u>(65,080)</u>	<u>-</u>
	Items that may be reclassified subsequently to profit or loss				
8360	Exchange differences on translation of foreign operations	(773,104)	(1)	378,935	-
8362	Change in fair value of available-for-sale financial assets	102,209	-	(544,925)	-
8370	Share of other comprehensive income of associates and joint ventures	(408,468)	-	5,990	-
8399	Less: income tax related to items that may be reclassified subsequently to profit or loss	-	-	-	-
		<u>(1,079,363)</u>	<u>(1)</u>	<u>(160,000)</u>	<u>-</u>
	Other comprehensive income for the year, net of income tax	<u>(1,179,750)</u>	<u>(1)</u>	<u>(225,080)</u>	<u>-</u>
	Total comprehensive income for the year	<u>\$ 2,888,021</u>	<u>2</u>	<u>2,020,404</u>	<u>2</u>
	Net income attributable to:				
8610	Shareholders of the Company	\$ 4,342,267	3	2,169,178	2
8620	Non-controlling interests	(274,496)	-	76,306	-
		<u>\$ 4,067,771</u>	<u>3</u>	<u>2,245,484</u>	<u>2</u>
	Total comprehensive income attributable to:				
8710	Shareholders of the Company	\$ 3,321,600	3	1,976,188	2
8720	Non-controlling interests	(433,579)	(1)	44,216	-
		<u>\$ 2,888,021</u>	<u>2</u>	<u>2,020,404</u>	<u>2</u>
	Earnings per share (in New Taiwan dollars) :				
9750	Basic earnings per share	<u>\$ 2.21</u>		<u>1.10</u>	
9850	Diluted earnings per share	<u>\$ 2.18</u>		<u>1.09</u>	

QISDA CORPORATION AND SUBSIDIARIES
Consolidated Statements of Changes in Equity
For the years ended December 31, 2016 and 2015
(Expressed in Thousands of New Taiwan Dollars)

Attributable to shareholders of the Company

	Retained earnings					Total other equity interest				Total equity of the Company	Non-controlling interests	Total equity
	Common stock	Capital Surplus	Legal reserve	Unappropriated earnings	Total	Foreign currency translation differences	Unrealized gain (loss) from available-for-sale financial assets	Remeasurements of defined benefit plans	Total			
Balance at January 1, 2015	\$ 19,667,820	1,990,292	-	2,556,556	2,556,556	1,654,336	547,679	(129,666)	2,072,349	26,287,017	4,747,446	31,034,463
Appropriation of earnings:												
Legal reserve	-	-	242,689	(242,689)	-	-	-	-	-	-	-	-
Cash dividends distributed to shareholders	-	-	-	(1,180,069)	(1,180,069)	-	-	-	-	(1,180,069)	-	(1,180,069)
Changes in equity of associates and joint ventures accounted for using equity method	-	116,004	-	-	-	-	-	-	-	116,004	-	116,004
Stock option compensation cost of subsidiary	-	-	-	-	-	-	-	-	-	-	51,635	51,635
Distribution of cash dividend by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(247,319)	(247,319)
Difference between consideration and carrying amount arising from acquisition or disposal of shares in subsidiaries	-	(54,935)	-	-	-	-	-	-	-	(54,935)	(666,948)	(721,883)
Capital injection from non-controlling interests	-	127,677	-	-	-	-	-	-	-	127,677	177,213	304,890
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(7,402)	(7,402)
Net income in 2015	-	-	-	2,169,178	2,169,178	-	-	-	-	2,169,178	76,306	2,245,484
Other comprehensive income in 2015	-	-	-	-	-	442,935	(575,201)	(60,724)	(192,990)	(192,990)	(32,090)	(225,080)
Total comprehensive income in 2015	-	-	-	2,169,178	2,169,178	442,935	(575,201)	(60,724)	(192,990)	1,976,188	44,216	2,020,404
Balance at December 31, 2015	19,667,820	2,179,038	242,689	3,302,976	3,545,665	2,097,271	(27,522)	(190,390)	1,879,359	27,271,882	4,098,841	31,370,723
Appropriation of earnings:												
Legal reserve	-	-	216,918	(216,918)	-	-	-	-	-	-	-	-
Cash dividends distributed to shareholders	-	-	-	(1,081,730)	(1,081,730)	-	-	-	-	(1,081,730)	-	(1,081,730)
Changes in equity of associates and joint ventures accounted for using equity method	-	599	-	-	-	-	-	-	-	599	-	599
Stock option compensation cost of subsidiary	-	-	-	-	-	-	-	-	-	-	10,016	10,016
Distribution of cash dividend by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(246,821)	(246,821)
Difference between consideration and carrying amount arising from acquisition or disposal of shares in subsidiaries	-	(734)	-	-	-	-	-	-	-	(734)	(566)	(1,300)
Changes in ownership interests in subsidiaries	-	(1,571)	-	-	-	-	-	-	-	(1,571)	1,571	-
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	5,823	5,823
Net income in 2016	-	-	-	4,342,267	4,342,267	-	-	-	-	4,342,267	(274,496)	4,067,771
Other comprehensive income in 2016	-	-	-	-	-	(1,078,657)	159,319	(101,329)	(1,020,667)	(1,020,667)	(159,083)	(1,179,750)
Total comprehensive income in 2016	-	-	-	4,342,267	4,342,267	(1,078,657)	159,319	(101,329)	(1,020,667)	3,321,600	(433,579)	2,888,021
Balance at December 31, 2016	\$ 19,667,820	2,177,332	459,607	6,346,595	6,806,202	1,018,614	131,797	(291,719)	858,692	29,510,046	3,435,285	32,945,331

QISDA CORPORATION AND SUBSIDIARIES
Consolidated Statements of Cash Flows
For the years ended December 31, 2016 and 2015
(Expressed in Thousands of New Taiwan Dollars)

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities:		
Income before income tax	\$ 4,843,781	2,861,355
Adjustments for:		
Depreciation	1,733,007	1,992,523
Amortization	189,561	219,458
Provision (reversal) of bad debt expense	28,259	(9,763)
Interest expense	603,614	786,033
Interest income	(74,168)	(166,504)
Dividend income	(46,859)	(42,223)
Share-based compensation cost	10,016	51,635
Share of profits of associates and joint ventures	(701,562)	(472,871)
Gain on disposal of property, plant and equipment	(7,023)	(17,591)
Gain on disposal of non-current assets held for sale	-	(112,180)
Gain on disposal of investments	(197,070)	(268,976)
Impairment loss on financial assets	91,307	148,922
Impairment loss on non-financial assets	249	-
Gain from bargain purchase	(29,718)	-
Total non-cash profit and loss	<u>1,599,613</u>	<u>2,108,463</u>
Changes in operating assets and liabilities:		
Decrease (increase) in financial assets at fair value through profit or loss	176,528	(80,688)
Decrease (increase) in notes and accounts receivable	(514,357)	2,550,769
Decrease in notes and accounts receivable from related parties	280,614	682,769
Decrease (increase) in other receivables	(90,613)	545,916
Decrease (increase) in other receivables from related parties	19,852	(652)
Decrease (increase) in inventories	(672,417)	1,387,798
Decrease in other current assets	101,897	4,486
Decrease (increase) in other non-current assets	<u>15,834</u>	<u>(7,620)</u>
Net changes in operating assets	<u>(682,662)</u>	<u>5,082,778</u>
Increase (decrease) in notes and accounts payable	1,509,900	(3,118,271)
Increase (decrease) in accounts payable to related parties	143,975	(392,850)
Increase (decrease) in other payables to related parties	4,954	(9,949)
Decrease in provisions	(164,196)	(129,774)
Increase (decrease) in other current liabilities	1,252,905	(482,752)
Increase in other non-current liabilities	<u>22,935</u>	<u>112,228</u>
Net changes in operating liabilities	<u>2,770,473</u>	<u>(4,021,368)</u>
Total changes in operating assets and liabilities	<u>2,087,811</u>	<u>1,061,410</u>
Cash provided by operations	8,531,205	6,031,228
Interest received	141,621	161,083
Dividend received	482,495	445,293
Interest paid	(585,692)	(723,669)
Income taxes paid	<u>(621,602)</u>	<u>(664,369)</u>
Net cash provided by operating activities	<u>7,948,027</u>	<u>5,249,566</u>

QISDA CORPORATION AND SUBSIDIARIES (Continued)**Consolidated Statements of Cash Flows****For the years ended December 31, 2016 and 2015****(Expressed in Thousands of New Taiwan Dollars)**

	<u>2016</u>	<u>2015</u>
Cash flows from investing activities:		
Purchase of available-for-sale financial assets	(123,403)	(612,664)
Proceeds from sale of available-for-sale financial assets	16,939	412,882
Purchase of investments accounted for using equity method	(18,896)	(115,120)
Proceeds from disposal of investments accounted for using equity method	182,491	-
Proceeds from disposal of non-current assets held for sale	-	145,092
Additions to property, plant and equipment	(1,734,596)	(1,594,545)
Proceeds from disposal of property, plant and equipment	15,002	60,930
Decrease (increase) in loan receivables from related parties	181,191	(25,330)
Additions to intangible assets	(73,019)	(110,319)
Decrease (increase) in long-term prepaid rents	(2,102)	24,660
Additions to investment property	(50,728)	(99,826)
Decrease (increase) in other financial assets	1,947,091	(347,265)
Acquisition of a subsidiary, net of cash used	(43,834)	(75,538)
Net cash flows provided by (used in) investing activities	<u>296,136</u>	<u>(2,337,043)</u>
Cash flows from financing activities:		
Increase in short-term borrowings	9,640,529	8,387,454
Decrease in short-term borrowings	(15,791,844)	(8,239,190)
Increase in long-term debt	8,149,850	8,455,300
Repayment of long-term debt	(10,978,770)	(10,074,280)
Decrease in lease obligations payable	(38,287)	(19,934)
Cash dividends distributed to shareholders	(1,081,730)	(1,180,069)
Acquisition of subsidiary's interests from non-controlling interests	(1,300)	(902,950)
Proceeds from disposal of subsidiary's interests (without losing control)	-	181,067
Capital injection from non-controlling interests	-	304,890
Cash dividends paid to non-controlling interests	(246,821)	(247,319)
Net cash used in financing activities	<u>(10,348,373)</u>	<u>(3,335,031)</u>
Effects of foreign exchange rate changes	<u>(106,487)</u>	<u>469,584</u>
Net increase (decrease) in cash and cash equivalents	(2,210,697)	47,076
Cash and cash equivalents at beginning of year	9,036,050	8,988,974
Cash and cash equivalents at end of year	<u><u>\$ 6,825,353</u></u>	<u><u>9,036,050</u></u>