

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
Reviewed only, not audited in accordance with generally accepted auditing standards as of

June 30, 2019 and 2018

**ACER INCORPORATED AND SUBSIDIARIES**

**Consolidated Balance Sheets**

**June 30, 2019, December 31, 2018, and June 30, 2018**

**(Expressed in Thousands of New Taiwan Dollars)**

		<u>June 30, 2019</u>		<u>December 31, 2018</u>		<u>June 30, 2018</u>	
<b>Assets</b>		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
<b>Current assets:</b>							
1100	Cash and cash equivalents	\$ 27,481,759	17	27,283,038	18	30,802,312	20
1110	Financial assets measured at fair value through profit or loss—current	1,535,571	1	435,574	-	1,598,877	1
1120	Financial assets measured at fair value through other comprehensive income—current	91,447	-	88,989	-	114,924	-
1140	Contract assets—current	188,692	-	396,235	-	253,144	-
1170	Notes and accounts receivable, net	47,282,087	29	47,491,595	31	44,710,544	29
1180	Accounts receivable from related parties	2,499	-	34,623	-	519	-
1200	Other receivables	715,634	1	1,097,802	1	695,196	1
1220	Current income tax assets	389,342	-	460,334	-	610,877	-
130X	Inventories	45,815,077	28	42,076,409	27	42,307,910	27
1470	Other current assets	3,950,147	3	3,756,396	3	3,555,665	2
	<b>Total current assets</b>	<u>127,452,255</u>	<u>79</u>	<u>123,120,995</u>	<u>80</u>	<u>124,649,968</u>	<u>80</u>
<b>Non-current assets:</b>							
1510	Financial assets measured at fair value through profit or loss—non-current	-	-	44,894	-	262,794	-
1517	Financial assets measured at fair value through other comprehensive income—non-current	4,743,038	3	4,340,457	3	5,252,364	3
1550	Investments accounted for using equity method	859,921	-	875,861	-	381,018	-
1600	Property, plant and equipment	3,712,643	2	3,846,752	2	4,006,661	3
1755	Right-of-use assets	2,304,775	1	-	-	-	-
1760	Investment property	1,116,580	1	1,122,385	1	1,127,945	1
1780	Intangible assets	17,466,550	11	17,311,344	11	17,345,388	11
1840	Deferred income tax assets	885,096	1	890,458	1	661,125	-
1900	Other non-current assets	1,845,609	1	1,432,482	1	1,220,108	1
1980	Other financial assets—non-current	1,153,761	1	1,003,782	1	1,016,546	1
	<b>Total non-current assets</b>	<u>34,087,973</u>	<u>21</u>	<u>30,868,415</u>	<u>20</u>	<u>31,273,949</u>	<u>20</u>
	<b>Total assets</b>	<u>\$ 161,540,228</u>	<u>100</u>	<u>153,989,410</u>	<u>100</u>	<u>155,923,917</u>	<u>100</u>

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June 30, 2019 and 2018

**ACER INCORPORATED AND SUBSIDIARIES**

**Consolidated Balance Sheets (Continued)**

**June 30, 2019, December 31, 2018, and June 30, 2018**

**(Expressed in Thousands of New Taiwan Dollars)**

		<u>June 30, 2019</u>		<u>December 31, 2018</u>		<u>June 30, 2018</u>	
		<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
<b>Liabilities and Equity</b>							
<b>Current liabilities:</b>							
2100	Short-term borrowings	\$ 522,503	-	657,040	-	94,048	-
2120	Financial liabilities measured at fair value through profit or loss—current	390,755	-	272,085	-	39,158	-
2130	Contract liabilities—current	927,378	1	821,374	1	519,879	-
2170	Notes and accounts payable	39,637,156	25	40,079,353	26	41,449,708	27
2200	Other payables	28,776,797	18	24,420,154	16	27,233,269	17
2250	Provisions—current	5,079,302	3	5,239,352	4	5,174,588	3
2280	Lease liabilities—current	686,981	-	-	-	-	-
2322	Current portion of long-term debt	4,140	-	4,112	-	905,839	1
2365	Refund liabilities—current	12,137,840	7	12,703,866	8	12,788,570	8
2399	Other current liabilities	<u>2,462,955</u>	<u>2</u>	<u>2,619,592</u>	<u>2</u>	<u>2,870,827</u>	<u>2</u>
	<b>Total current liabilities</b>	<u>90,625,807</u>	<u>56</u>	<u>86,816,928</u>	<u>57</u>	<u>91,075,886</u>	<u>58</u>
<b>Non-current liabilities:</b>							
2527	Contract liabilities—non-current	1,125,204	1	1,405,350	1	408,640	-
2540	Long-term debt	5,813,749	4	3,315,976	2	3,318,253	2
2550	Provisions—non-current	37,186	-	36,241	-	55,182	-
2570	Deferred income tax liabilities	1,773,166	1	1,749,191	1	1,176,864	1
2580	Lease liabilities—non-current	1,651,810	1	-	-	-	-
2600	Other non-current liabilities	<u>1,742,502</u>	<u>1</u>	<u>1,679,438</u>	<u>1</u>	<u>1,723,303</u>	<u>2</u>
	<b>Total non-current liabilities</b>	<u>12,143,617</u>	<u>8</u>	<u>8,186,196</u>	<u>5</u>	<u>6,682,242</u>	<u>5</u>
	<b>Total liabilities</b>	<u>102,769,424</u>	<u>64</u>	<u>95,003,124</u>	<u>62</u>	<u>97,758,128</u>	<u>63</u>
<b>Equity:</b>							
3110	Common stock	30,749,338	19	30,749,338	20	30,765,028	20
3200	Capital surplus	27,870,686	17	27,913,351	18	27,841,458	18
	Retained earnings:						
3310	Legal reserve	587,602	-	281,559	-	281,559	-
3320	Special reserve	2,940,572	2	2,534,028	2	2,534,028	2
3351	Unappropriated earnings	1,118,719	1	3,085,863	2	1,606,873	1
3400	Other equity	(2,387,975)	(1)	(3,381,189)	(2)	(2,737,318)	(2)
3500	Treasury stock	<u>(2,914,856)</u>	<u>(2)</u>	<u>(2,914,856)</u>	<u>(2)</u>	<u>(2,914,856)</u>	<u>(2)</u>
	<b>Equity attributable to shareholders of the Company</b>	<u>57,964,086</u>	<u>36</u>	<u>58,268,094</u>	<u>38</u>	<u>57,376,772</u>	<u>37</u>
36XX	<b>Non-controlling interests</b>	<u>806,718</u>	<u>-</u>	<u>718,192</u>	<u>-</u>	<u>789,017</u>	<u>-</u>
	<b>Total equity</b>	<u>58,770,804</u>	<u>36</u>	<u>58,986,286</u>	<u>38</u>	<u>58,165,789</u>	<u>37</u>
	<b>Total liabilities and equity</b>	<u>\$ 161,540,228</u>	<u>100</u>	<u>153,989,410</u>	<u>100</u>	<u>155,923,917</u>	<u>100</u>

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
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**ACER INCORPORATED AND SUBSIDIARIES**

**Consolidated Statements of Comprehensive Income**

**For the three months ended June 30, 2019 and 2018, and six months ended June 30, 2019 and 2018**

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

		For the three months ended June 30				For the six months ended June 30			
		2019		2018		2019		2018	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	<b>Net revenue</b>	\$ 55,127,388	100	58,475,540	100	109,830,777	100	113,279,068	100
5000	<b>Cost of revenue</b>	<u>(49,193,506)</u>	<u>(89)</u>	<u>(52,043,190)</u>	<u>(89)</u>	<u>(98,124,528)</u>	<u>(89)</u>	<u>(101,088,705)</u>	<u>(89)</u>
	<b>Gross profit</b>	<u>5,933,882</u>	<u>11</u>	<u>6,432,350</u>	<u>11</u>	<u>11,706,249</u>	<u>11</u>	<u>12,190,363</u>	<u>11</u>
	<b>Operating expenses :</b>								
6100	Selling expenses	(3,605,189)	(7)	(3,894,235)	(6)	(7,149,097)	(7)	(7,621,973)	(7)
6200	General and administrative expenses	(1,110,802)	(2)	(1,063,566)	(2)	(2,138,961)	(2)	(1,972,590)	(2)
6300	Research and development expenses	<u>(653,930)</u>	<u>(1)</u>	<u>(566,238)</u>	<u>(1)</u>	<u>(1,321,145)</u>	<u>(1)</u>	<u>(1,161,485)</u>	<u>(1)</u>
	<b>Total operating expenses</b>	<u>(5,369,921)</u>	<u>(10)</u>	<u>(5,524,039)</u>	<u>(9)</u>	<u>(10,609,203)</u>	<u>(10)</u>	<u>(10,756,048)</u>	<u>(10)</u>
6500	<b>Other operating income and expenses, net</b>	<u>19,621</u>	<u>-</u>	<u>21,890</u>	<u>-</u>	<u>40,605</u>	<u>-</u>	<u>43,096</u>	<u>-</u>
	<b>Operating income</b>	<u>583,582</u>	<u>1</u>	<u>930,201</u>	<u>2</u>	<u>1,137,651</u>	<u>1</u>	<u>1,477,411</u>	<u>1</u>
	<b>Non-operating income and loss:</b>								
7010	Other income	126,301	-	99,747	-	262,251	-	168,819	-
7020	Other gains and losses — net	(58,745)	-	251,869	-	250,034	-	729,339	1
7050	Finance costs	(29,141)	-	(57,756)	-	(97,389)	-	(109,616)	-
7060	Share of profits (losses) of associates and joint ventures	<u>(16,625)</u>	<u>-</u>	<u>(37,590)</u>	<u>-</u>	<u>(21,671)</u>	<u>-</u>	<u>(55,225)</u>	<u>-</u>
	<b>Total non-operating income and loss</b>	<u>21,790</u>	<u>-</u>	<u>256,270</u>	<u>-</u>	<u>393,225</u>	<u>-</u>	<u>733,317</u>	<u>1</u>
7900	<b>Income before taxes</b>	605,372	1	1,186,471	2	1,530,876	1	2,210,728	2
7950	<b>Income tax expense</b>	<u>(177,898)</u>	<u>-</u>	<u>(327,585)</u>	<u>(1)</u>	<u>(401,331)</u>	<u>-</u>	<u>(680,192)</u>	<u>(1)</u>
	<b>Net income</b>	<u>427,474</u>	<u>1</u>	<u>858,886</u>	<u>1</u>	<u>1,129,545</u>	<u>1</u>	<u>1,530,536</u>	<u>1</u>
	<b>Other comprehensive income (loss):</b>								
8310	<b>Items that will not be reclassified subsequently to profit or loss:</b>								
8311	Remeasurements of defined benefit plans	(1,881)	-	-	-	(1,881)	-	-	-
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	66,321	-	(149,894)	-	403,352	-	(64,429)	-
8320	Share of other comprehensive income (loss) of associates and joint ventures	-	-	-	-	(24)	-	-	-
8349	Income tax related to items that will not be reclassified subsequently to profit or loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,923</u>	<u>-</u>
	<b>Total items that will not be reclassified subsequently to profit or loss</b>	<u>64,440</u>	<u>-</u>	<u>(149,894)</u>	<u>-</u>	<u>401,447</u>	<u>-</u>	<u>(55,506)</u>	<u>-</u>
8360	<b>Items that may be reclassified subsequently to profit or loss:</b>								
8361	Exchange differences on translation of foreign operations	485,357	1	1,225,618	2	590,507	1	499,097	1
8370	Share of other comprehensive income (loss) of associates and joint ventures	(9)	-	1,243	-	49	-	(3,071)	-
8399	Income tax related to items that may be reclassified subsequently to profit or loss	<u>-</u>	<u>-</u>	<u>89</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,429)</u>	<u>-</u>
	<b>Total items that may be reclassified subsequently to profit or loss</b>	<u>485,348</u>	<u>1</u>	<u>1,226,950</u>	<u>2</u>	<u>590,556</u>	<u>1</u>	<u>492,597</u>	<u>1</u>
	<b>Other comprehensive income, net of taxes</b>	<u>549,788</u>	<u>1</u>	<u>1,077,056</u>	<u>2</u>	<u>992,003</u>	<u>1</u>	<u>437,091</u>	<u>1</u>
	<b>Total comprehensive income for the period</b>	<u>\$ 977,262</u>	<u>2</u>	<u>1,935,942</u>	<u>3</u>	<u>2,121,548</u>	<u>2</u>	<u>1,967,627</u>	<u>2</u>
	<b>Net income attributable to:</b>								
8610	Shareholders of the Company	\$ 408,777	1	880,932	1	1,115,067	1	1,588,962	1
8620	Non-controlling interests	<u>18,697</u>	<u>-</u>	<u>(22,046)</u>	<u>-</u>	<u>14,478</u>	<u>-</u>	<u>(58,426)</u>	<u>-</u>
		<u>\$ 427,474</u>	<u>1</u>	<u>858,886</u>	<u>1</u>	<u>1,129,545</u>	<u>1</u>	<u>1,530,536</u>	<u>1</u>
	<b>Total comprehensive income (loss) attributable to:</b>								
8710	Shareholders of the Company	\$ 964,308	2	1,963,575	3	2,106,356	2	2,043,029	2
8720	Non-controlling interests	<u>12,954</u>	<u>-</u>	<u>(27,633)</u>	<u>-</u>	<u>15,192</u>	<u>-</u>	<u>(75,402)</u>	<u>-</u>
		<u>\$ 977,262</u>	<u>2</u>	<u>1,935,942</u>	<u>3</u>	<u>2,121,548</u>	<u>2</u>	<u>1,967,627</u>	<u>2</u>
	<b>Earnings per share (in New Taiwan dollars) :</b>								
9750	Basic earnings per share	<u>\$ 0.13</u>		<u>0.29</u>		<u>0.37</u>		<u>0.53</u>	
9850	Diluted earnings per share	<u>\$ 0.13</u>		<u>0.29</u>		<u>0.37</u>		<u>0.52</u>	

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**ACER INCORPORATED AND SUBSIDIARIES**

**Consolidated Statements of Changes in Equity**

**For the six months ended June 30, 2019 and 2018**

**(Expressed in Thousands of New Taiwan Dollars)**

	Attributable to shareholders of the Company														
	Retained earnings					Other equity									
	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Total	Foreign currency translation differences	Unrealized gain (loss) from financial assets measured at fair value through other comprehensive income	Unrealized gain (loss) from available-for-sale financial assets	Remeasurements of defined benefit plans	Unearned compensation cost arising from restricted shares of stock issued to employees	Total	Treasury stock	Total equity attributable to owners of parent	Non-controlling interests
<b>Balance at January 1, 2018</b>	\$ 30,765,028	29,852,184	-	-	2,815,587	2,815,587	(3,202,161)	-	112,035	(96,281)	(12,093)	(3,198,500)	(2,914,856)	57,319,443	655,963
Effects of retrospective application	-	-	-	-	(10,694)	(10,694)	-	112,035	(112,035)	-	-	-	-	(10,694)	-
Adjusted balance at January 1, 2018	30,765,028	29,852,184	-	-	2,804,893	2,804,893	(3,202,161)	112,035	-	(96,281)	(12,093)	(3,198,500)	(2,914,856)	57,308,749	655,963
Net income for the period	-	-	-	-	1,588,962	1,588,962	-	-	-	-	-	-	-	1,588,962	(58,426)
Other comprehensive income (loss) for the period	-	-	-	-	-	-	492,734	(47,588)	-	8,921	-	454,067	-	454,067	(16,976)
Total comprehensive income (loss) for the period	-	-	-	-	1,588,962	1,588,962	492,734	(47,588)	-	8,921	-	454,067	-	2,043,029	(75,402)
Appropriation approved by the stockholders:															
Legal reserve	-	-	281,559	-	(281,559)	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	2,534,028	(2,534,028)	-	-	-	-	-	-	-	-	(2,153,552)	-
Cash distributed from capital surplus	-	(2,153,552)	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in equity of investments in associates	-	44,544	-	-	-	-	-	-	-	-	-	-	-	44,544	(19)
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	178,880	178,880
Issuance of common stock from exercise of employee stock options by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	59,387	59,387
Changes in ownership interests in subsidiaries	-	96,425	-	-	-	-	-	-	-	-	-	-	-	96,425	(27,762)
Stock option compensation cost of subsidiaries	-	1,857	-	-	-	-	-	-	-	-	-	-	-	1,857	97
Cash dividends paid to non-controlling interests by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,127)
Compensation cost arising from restricted shares of stock issued to employees	-	-	-	-	-	-	-	-	-	-	7,115	7,115	-	7,115	-
Disposal of financial assets measured at fair value through other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at June 30, 2018</b>	\$ 30,765,028	27,841,458	281,559	2,534,028	1,606,873	4,422,460	(2,709,427)	64,447	-	(87,360)	(4,978)	(2,737,318)	(2,914,856)	57,376,772	789,017
<b>Balance at January 1, 2019</b>	\$ 30,749,338	27,913,351	281,559	2,534,028	3,085,863	5,901,450	(2,789,146)	(522,226)	-	(69,817)	-	(3,381,189)	(2,914,856)	58,268,094	718,192
Net income for the period	-	-	-	-	1,115,067	1,115,067	-	-	-	-	-	-	-	1,115,067	14,478
Other comprehensive income (loss) for the period	-	-	-	-	-	-	589,177	403,352	-	(1,240)	-	991,289	-	991,289	714
Total comprehensive income (loss) for the period	-	-	-	-	1,115,067	1,115,067	589,177	403,352	-	(1,240)	-	991,289	-	2,106,356	15,192
Appropriation approved by the stockholders:															
Legal reserve	-	-	306,043	-	(306,043)	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	406,544	(406,544)	-	-	-	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	(2,367,699)	(2,367,699)	-	-	-	-	-	-	-	(2,367,699)	-
Change in equity of investments in associates	-	24,926	-	-	-	-	-	-	-	-	-	-	-	24,926	-
Changes in ownership interests in subsidiaries	-	15,136	-	-	-	-	-	-	-	-	-	-	-	15,136	(15,136)
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase in non-controlling interests	-	(82,727)	-	-	-	-	-	-	-	-	-	-	-	(82,727)	23,880
Cash dividends paid to non-controlling interests by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	84,252
Disposal of financial assets measured at fair value through other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(19,662)
<b>Balance at June 30, 2019</b>	\$ 30,749,338	27,870,686	587,602	2,940,572	1,118,719	4,646,893	(2,199,969)	1,925	-	(71,057)	-	(2,387,975)	(2,914,856)	57,964,086	806,718

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**ACER INCORPORATED AND SUBSIDIARIES**

**Consolidated Statements of Cash Flows**

**For the six months ended June 30, 2019 and 2018**

**(Expressed in Thousands of New Taiwan Dollars)**

	<b>For the six months ended June 30</b>	
	<b>2019</b>	<b>2018</b>
<b>Cash flows from operating activities:</b>		
Income before income tax	\$ 1,530,876	2,210,728
<b>Adjustments for:</b>		
<b>Adjustments to reconcile profit (loss):</b>		
Depreciation	613,481	212,980
Amortization	169,848	233,688
Net loss (gain) on financial assets measured at fair value through profit or loss	(32,304)	63,616
Interest expense	97,389	109,616
Interest income	(262,251)	(168,819)
Share-based compensation cost	-	9,069
Share of losses of associates and joint ventures	21,671	55,225
Gain on disposal of equipment, intangible assets and non-current assets held for sale	(1,558)	(902)
Other non-current assets reclassified to costs	-	63,999
Net loss on disposal of investments	-	75,033
Gain on bargain purchase	-	(6,385)
Other investment loss	-	3,696
<b>Total adjustments for profit and loss</b>	<b>606,276</b>	<b>650,816</b>
<b>Changes in operating assets and liabilities:</b>		
<b>Changes in operating assets:</b>		
Derivative financial instruments measured at fair value through profit or loss	353,097	(1,740,732)
Contract assets	207,543	(240,522)
Notes and accounts receivable	109,979	2,281,540
Receivables from related parties	32,124	126,384
Inventories	(3,741,995)	(2,592,340)
Other receivables and other current assets	261,472	460,694
Other non-current assets	(5,939)	(68,702)
<b>Changes in operating assets</b>	<b>(2,783,719)</b>	<b>(1,773,678)</b>
<b>Changes in operating liabilities:</b>		
Contract liabilities	440,828	255,409
Notes and accounts payable	(442,197)	(1,530,011)
Payables to related parties	-	(1,183)
Other payables and other current liabilities	1,307,907	110,227
Provisions	(159,105)	(190,800)
Refund liabilities	(566,026)	(699,600)
Other non-current liabilities	61,159	97,123
<b>Changes in operating liabilities</b>	<b>642,566</b>	<b>(1,958,835)</b>
Cash used in operations	(4,001)	(870,969)
Interest received	248,996	171,313
Income taxes paid	(840,244)	(461,446)
<b>Net cash used in operating activities</b>	<b>(595,249)</b>	<b>(1,161,102)</b>

(Continued)

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
Reviewed only, not audited in accordance with generally accepted auditing standards

**ACER INCORPORATED AND SUBSIDIARIES**  
**Consolidated Statements of Cash Flows (Continued)**  
**For the six months ended June 30, 2019 and 2018**  
**(Expressed in Thousands of New Taiwan Dollars)**

	<b>For the six months ended June 30</b>	
	<b>2019</b>	<b>2018</b>
<b>Cash flows from investing activities:</b>		
Purchase of financial assets measured at fair value through other comprehensive income	-	(86,605)
Proceeds from capital return of financial assets measured at fair value through other comprehensive income	7,967	11,821
Acquisition of financial assets measured at fair value through profit or loss	(1,329,782)	-
Proceeds from disposal of financial assets	11,249	71,034
Proceeds from disposal of investments accounted for using equity method	-	557
Proceeds from disposal of non-current assets held for sale	-	163,974
Additions to property, plant and equipment	(89,108)	(121,582)
Proceeds from disposal of property, plant and equipment	1,426	5,927
Additions to intangible assets	(170,751)	(77,188)
Proceeds from disposal of intangible assets	10,424	-
Net cash received from acquisition of subsidiaries	-	8,012
Increase in other non-current financial assets	(38,480)	(7,321)
Dividends received	23,324	3,122
<b>Net cash flows used in investing activities</b>	<b>(1,573,731)</b>	<b>(28,249)</b>
<b>Cash flows from financing activities:</b>		
Decrease in short-term borrowings	(135,107)	(482,894)
Increase in long-term debt	2,500,000	21,915
Repayment of long-term debt	(2,338)	(1,800,183)
Payment of lease liabilities	(337,075)	-
Cash dividends paid to non-controlling interests by subsidiaries	(2,027)	(2,127)
Issuance of common stock from exercise of employee stock options by subsidiaries	-	59,387
Acquisition of interests in subsidiaries	(83,454)	(18,076)
Disposal of interests in subsidiaries (without losing control)	24,607	86,739
Increase in non-controlling interests	84,252	-
Interest paid	(95,878)	(101,336)
<b>Net cash flows from (used in) financing activities</b>	<b>1,952,980</b>	<b>(2,236,575)</b>
<b>Effect of foreign exchange rate changes</b>	<b>414,721</b>	<b>257,907</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>198,721</b>	<b>(3,168,019)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>27,283,038</b>	<b>33,970,331</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 27,481,759</b>	<b>30,802,312</b>