

**Syncmold Enterprise Corporation and
Subsidiaries**

**Consolidated Financial Statements for the
Nine Months Ended September 30, 2023 and 2022 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Syncmold Enterprise Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Syncmold Enterprise Corporation and its subsidiaries (collectively, the "Group") as of September 30, 2023 and 2022, the related consolidated statements of comprehensive income for the three months ended September 30, 2023 and 2022 and for the nine months ended September 30, 2023 and 2022, the consolidated statements of changes in equity and cash flows for the nine months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). 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 of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 11 to the consolidated financial statements, the financial statements of non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2023 and 2022, the combined total assets of these non-significant subsidiaries were NT\$3,162,178 thousand and NT\$3,914,450 thousand, respectively, representing 25.55% and 32.56%, respectively, of the consolidated total assets, and the combined total liabilities of these subsidiaries were NT\$1,444,905 thousand and NT\$1,464,864 thousand, respectively, representing 23.05% and 24.09%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2023 and 2022, the amounts of combined comprehensive income (loss) of these subsidiaries were NT\$74,266 thousand and NT\$(217,119) thousand, respectively, representing 14.69% and (78.32%), respectively, of the consolidated total comprehensive income; for the nine months ended September 30, 2023 and 2022, the amounts of combined comprehensive income (loss) of these subsidiaries were NT\$(103,233) thousand and NT\$(441,816) thousand, respectively, representing (17.34%) and (71.34%), respectively, of the consolidated total comprehensive income. In addition, as disclosed in Note 12 to the consolidated

financial statements, as of September 30, 2023 and 2022, the amounts of investments accounted for using the equity method were NT\$170,362 thousand and NT\$161,595 thousand, respectively; for the three months ended September 30, 2023 and 2022, the shares of profit of associates amounted to NT\$12,135 thousand and NT\$13,228 thousand, respectively; for the nine months ended September 30, 2023 and 2022, the shares of profit of associates amounted to NT\$29,634 thousand and NT\$20,772 thousand, respectively, which were calculated based on the financial statements that have not been reviewed. The disclosure of information related to the aforementioned non-significant subsidiaries and associates in Note 30 was based on these subsidiaries' and associates' unreviewed financial statements for the same reporting periods as those of the Group.

Qualified Conclusion

Based on our reviews, except for adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries as described in the preceding paragraph and the financial statements for which investments were accounted for using the equity method been reviewed, 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 consolidated financial position of the Group as of September 30, 2023 and 2022, its consolidated financial performance for the three months ended September 30, 2023 and 2022, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2023 and 2022 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 of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Chih-Yuan Chen and Yao-Ling Huang.

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 3, 2023

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	September 30, 2023		December 31, 2022		September 30, 2022	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 3,094,495	25	\$ 3,510,365	31	\$ 2,988,855	25
Financial assets at fair value through profit or loss - current (Note 7)	1,217,712	10	704,121	6	327,505	3
Financial assets at amortized cost - current (Notes 8 and 28)	581,123	5	238,110	2	336,736	3
Notes receivable	235,578	2	181,328	2	279,593	2
Trade receivables, net (Note 9)	2,749,194	22	1,969,799	17	3,044,517	25
Inventories (Note 10)	776,577	6	907,985	8	902,382	7
Other current assets (Note 27)	287,875	2	369,328	3	465,222	4
Total current assets	<u>8,942,554</u>	<u>72</u>	<u>7,881,036</u>	<u>69</u>	<u>8,344,810</u>	<u>69</u>
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	98,095	1	63,490	1	56,309	1
Financial assets at amortized cost - non-current (Notes 8 and 28)	3,261	-	3,272	-	2,282	-
Investments accounted for using the equity method (Note 12)	170,362	1	168,088	1	161,595	1
Property, plant and equipment (Notes 13, 27 and 28)	2,156,046	18	2,181,140	19	2,209,391	18
Right-of-use assets (Notes 14 and 27)	472,811	4	583,556	5	668,807	6
Intangible assets (Notes 15 and 27)	48,771	-	59,246	1	61,376	1
Goodwill (Note 16)	324,597	3	324,597	3	324,597	3
Deferred tax assets (Notes 4 and 23)	90,838	1	107,155	1	101,796	1
Prepayments for equipment	27,324	-	25,317	-	46,293	-
Refundable deposits	31,414	-	43,812	-	41,535	-
Defined benefit assets (Notes 4 and 20)	6,416	-	6,416	-	2,898	-
Other non-current assets	1,567	-	223	-	522	-
Total non-current assets	<u>3,431,502</u>	<u>28</u>	<u>3,566,312</u>	<u>31</u>	<u>3,677,401</u>	<u>31</u>
TOTAL	<u>\$ 12,374,056</u>	<u>100</u>	<u>\$ 11,447,348</u>	<u>100</u>	<u>\$ 12,022,211</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 17 and 28)	\$ 1,673,701	13	\$ 1,477,363	13	\$ 1,395,000	12
Notes payable and trade payables	2,003,079	16	1,466,764	13	1,966,669	16
Other payables (Notes 19 and 27)	566,068	5	553,842	5	554,457	5
Current tax liabilities (Notes 4 and 23)	105,197	1	81,428	1	86,672	1
Lease liabilities - current (Notes 14 and 27)	142,900	1	158,482	1	187,004	1
Current portion of long-term borrowings (Notes 17 and 28)	16,480	-	16,476	-	26,490	-
Current portion of bonds payable (Note 18)	1,188,003	10	-	-	-	-
Other current liabilities	11,255	-	33,212	-	18,966	-
Total current liabilities	<u>5,706,683</u>	<u>46</u>	<u>3,787,567</u>	<u>33</u>	<u>4,235,258</u>	<u>35</u>
NON-CURRENT LIABILITIES						
Bonds payable (Note 18)	-	-	1,178,724	10	1,175,567	10
Long-term borrowings (Notes 17 and 28)	191,912	2	177,771	2	181,868	2
Deferred tax liabilities (Note 23)	221,283	2	158,517	2	184,682	2
Lease liabilities - non-current (Notes 14 and 27)	125,395	1	238,775	2	277,407	2
Net defined benefit liabilities (Notes 4 and 20)	6,399	-	6,998	-	10,109	-
Guarantee deposits received	565	-	933	-	933	-
Other non-current liabilities	17,393	-	16,734	-	15,555	-
Total non-current liabilities	<u>562,947</u>	<u>5</u>	<u>1,778,452</u>	<u>16</u>	<u>1,846,121</u>	<u>16</u>
Total liabilities	<u>6,269,630</u>	<u>51</u>	<u>5,566,019</u>	<u>49</u>	<u>6,081,379</u>	<u>51</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE CORPORATION						
Ordinary shares	1,237,258	10	1,237,242	11	1,237,242	10
Capital surplus	2,361,889	19	2,361,070	21	2,361,070	20
Retained earnings						
Legal reserve	1,064,029	9	1,026,386	9	1,026,386	8
Special reserve	518,796	4	687,191	6	687,191	6
Unappropriated earnings	977,940	8	753,104	6	719,984	6
Total retained earnings	<u>2,560,765</u>	<u>21</u>	<u>2,466,681</u>	<u>21</u>	<u>2,433,561</u>	<u>20</u>
Other equity						
Exchange differences on translating the financial statements of foreign operations	(382,985)	(3)	(514,593)	(5)	(418,556)	(4)
Unrealized gain (loss) on financial assets at fair value through other comprehensive income	855	-	(4,203)	-	(5,817)	-
Total other equity	<u>(382,130)</u>	<u>(3)</u>	<u>(518,796)</u>	<u>(5)</u>	<u>(424,373)</u>	<u>(4)</u>
Total equity attributable to owners of the Corporation	<u>5,777,782</u>	<u>47</u>	<u>5,546,197</u>	<u>48</u>	<u>5,607,500</u>	<u>46</u>
NON-CONTROLLING INTERESTS	<u>326,644</u>	<u>2</u>	<u>335,132</u>	<u>3</u>	<u>333,332</u>	<u>3</u>
Total equity	<u>6,104,426</u>	<u>49</u>	<u>5,881,329</u>	<u>51</u>	<u>5,940,832</u>	<u>49</u>
TOTAL	<u>\$ 12,374,056</u>	<u>100</u>	<u>\$ 11,447,348</u>	<u>100</u>	<u>\$ 12,022,211</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated November 3, 2023)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE	\$ 2,516,105	100	\$ 2,457,801	100	\$ 6,508,760	100	\$ 8,026,301	100
OPERATING COSTS (Notes 10 and 22)	<u>1,887,027</u>	<u>75</u>	<u>2,053,061</u>	<u>84</u>	<u>5,145,917</u>	<u>79</u>	<u>6,761,215</u>	<u>84</u>
GROSS PROFIT	<u>629,078</u>	<u>25</u>	<u>404,740</u>	<u>16</u>	<u>1,362,843</u>	<u>21</u>	<u>1,265,086</u>	<u>16</u>
OPERATING EXPENSES (Notes 9, 22 and 27)								
Selling and marketing expenses	73,934	3	77,037	3	218,056	3	250,356	3
General and administrative expenses	188,088	7	222,300	9	521,388	8	609,922	8
Research and development expenses	48,114	2	45,970	2	138,544	2	141,530	2
Expected credit loss	<u>139</u>	<u>-</u>	<u>2,033</u>	<u>-</u>	<u>757</u>	<u>-</u>	<u>3,008</u>	<u>-</u>
Total operating expenses	<u>310,275</u>	<u>12</u>	<u>347,340</u>	<u>14</u>	<u>878,745</u>	<u>13</u>	<u>1,004,816</u>	<u>13</u>
PROFIT FROM OPERATIONS	<u>318,803</u>	<u>13</u>	<u>57,400</u>	<u>2</u>	<u>484,098</u>	<u>8</u>	<u>260,270</u>	<u>3</u>
NON-OPERATING INCOME AND EXPENSES								
Other income (Note 14)	4,194	-	8,091	-	20,441	-	31,484	-
Other gains and losses	(1,909)	-	(7,524)	-	(4,232)	-	(41,223)	-
Interest income	21,001	1	8,747	-	64,571	1	17,887	-
Net foreign exchange gain (Note 29)	34,687	1	172,091	7	91,752	2	329,335	4
Net gain (loss) on financial assets at fair value through profit or loss (Note 7)	10,506	-	1,222	-	55,376	1	(12,110)	-
Share of profit of associates (Note 12)	9,137	-	17,934	1	19,057	-	37,960	-
Interest expense (Note 27)	(14,581)	-	(13,699)	-	(41,529)	(1)	(38,141)	-
Impairment loss on investments accounted for using the equity method (Note 12)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(19,835)</u>	<u>-</u>
Total non-operating income and expenses	<u>63,035</u>	<u>2</u>	<u>186,862</u>	<u>8</u>	<u>205,436</u>	<u>3</u>	<u>305,357</u>	<u>4</u>
PROFIT BEFORE INCOME TAX FROM OPERATIONS	381,838	15	244,262	10	689,534	11	565,627	7
INCOME TAX EXPENSE (Notes 4 and 23)	<u>126,520</u>	<u>5</u>	<u>76,865</u>	<u>3</u>	<u>237,463</u>	<u>4</u>	<u>217,220</u>	<u>3</u>
NET PROFIT FOR THE PERIOD	<u>255,318</u>	<u>10</u>	<u>167,397</u>	<u>7</u>	<u>452,071</u>	<u>7</u>	<u>348,407</u>	<u>4</u>

(Continued)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Share of other comprehensive income of associates accounted for using the equity method	\$ 2,998	-	\$ (4,706)	-	\$ 10,577	-	\$ (17,188)	-
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	<u>247,368</u>	<u>10</u>	<u>114,522</u>	<u>4</u>	<u>132,800</u>	<u>2</u>	<u>288,050</u>	<u>4</u>
Other comprehensive income for the period, net of income tax	<u>250,366</u>	<u>10</u>	<u>109,816</u>	<u>4</u>	<u>143,377</u>	<u>2</u>	<u>270,862</u>	<u>4</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u><u>\$ 505,684</u></u>	<u><u>20</u></u>	<u><u>\$ 277,213</u></u>	<u><u>11</u></u>	<u><u>\$ 595,448</u></u>	<u><u>9</u></u>	<u><u>\$ 619,269</u></u>	<u><u>8</u></u>
NET PROFIT (LOSS) ATTRIBUTABLE TO:								
Owners of the Corporation	\$ 251,677	10	\$ 161,470	7	\$ 459,737	7	\$ 343,308	4
Non-controlling interests	<u>3,641</u>	<u>-</u>	<u>5,927</u>	<u>-</u>	<u>(7,666)</u>	<u>-</u>	<u>5,099</u>	<u>-</u>
	<u><u>\$ 255,318</u></u>	<u><u>10</u></u>	<u><u>\$ 167,397</u></u>	<u><u>7</u></u>	<u><u>\$ 452,071</u></u>	<u><u>7</u></u>	<u><u>\$ 348,407</u></u>	<u><u>4</u></u>
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:								
Owners of the Corporation	\$ 493,454	20	\$ 269,248	11	\$ 601,922	9	\$ 606,125	8
Non-controlling interests	<u>12,230</u>	<u>-</u>	<u>7,965</u>	<u>-</u>	<u>(6,474)</u>	<u>-</u>	<u>13,144</u>	<u>-</u>
	<u><u>\$ 505,684</u></u>	<u><u>20</u></u>	<u><u>\$ 277,213</u></u>	<u><u>11</u></u>	<u><u>\$ 595,448</u></u>	<u><u>9</u></u>	<u><u>\$ 619,269</u></u>	<u><u>8</u></u>
EARNINGS PER SHARE (Note 24)								
Basic	<u>\$ 2.03</u>		<u>\$ 1.31</u>		<u>\$ 3.72</u>		<u>\$ 2.77</u>	
Diluted	<u>\$ 1.76</u>		<u>\$ 1.14</u>		<u>\$ 3.23</u>		<u>\$ 2.45</u>	

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated November 3, 2023)

(Concluded)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Corporation (Notes 18 and 21)												
	Ordinary Shares	Capital Surplus	Retained Earnings				Exchange Differences on Translating of the Financial Statements of Foreign Operations	Other Equity		Total Other Equity	Total	Non-controlling Interests (Notes 21 and 25)	Total Equity
			Legal Reserve	Special Reserve	Unappropriated Earnings	Total		Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Total				
BALANCE AT JANUARY 1, 2022	\$ 1,237,242	\$ 2,769,331	\$ 1,001,175	\$ 635,615	\$ 700,911	\$ 2,337,701	\$ (698,561)	\$ 11,371	\$ (687,190)	\$ 5,657,084	\$ 320,188	\$ 5,977,272	
Appropriation of 2021 earnings													
Legal reserve	-	-	25,211	-	(25,211)	-	-	-	-	-	-	-	
Special reserve	-	-	-	51,576	(51,576)	-	-	-	-	-	-	-	
Cash dividends distributed by the Corporation	-	-	-	-	(247,448)	(247,448)	-	-	-	(247,448)	-	(247,448)	
	-	-	25,211	51,576	(324,235)	(247,448)	-	-	-	(247,448)	-	(247,448)	
Cash dividends from capital surplus	-	(408,290)	-	-	-	-	-	-	-	(408,290)	-	(408,290)	
Unclaimed dividends	-	29	-	-	-	-	-	-	-	29	-	29	
Net profit for the nine months ended September 30, 2022	-	-	-	-	343,308	343,308	-	-	-	343,308	5,099	348,407	
Other comprehensive income (loss) for the nine months ended September 30, 2022, net of income tax	-	-	-	-	-	-	280,005	(17,188)	262,817	262,817	8,045	270,862	
Total comprehensive income (loss) for the nine months ended September 30, 2022	-	-	-	-	343,308	343,308	280,005	(17,188)	262,817	606,125	13,144	619,269	
BALANCE AT SEPTEMBER 30, 2022	\$ 1,237,242	\$ 2,361,070	\$ 1,026,386	\$ 687,191	\$ 719,984	\$ 2,433,561	\$ (418,556)	\$ (5,817)	\$ (424,373)	\$ 5,607,500	\$ 333,332	\$ 5,940,832	
BALANCE AT JANUARY 1, 2023	\$ 1,237,242	\$ 2,361,070	\$ 1,026,386	\$ 687,191	\$ 753,104	\$ 2,466,681	\$ (514,593)	\$ (4,203)	\$ (518,796)	\$ 5,546,197	\$ 335,132	\$ 5,881,329	
Appropriation of 2022 earnings													
Legal reserve	-	-	37,643	-	(37,643)	-	-	-	-	-	-	-	
Special reserve	-	-	-	(168,395)	168,395	-	-	-	-	-	-	-	
Cash dividends distributed by the Corporation	-	-	-	-	(371,172)	(371,172)	-	-	-	(371,172)	-	(371,172)	
	-	-	37,643	(168,395)	(240,420)	(371,172)	-	-	-	(371,172)	-	(371,172)	
Unclaimed dividends	-	15	-	-	-	-	-	-	-	15	-	15	
Net profit (loss) for the nine months ended September 30, 2023	-	-	-	-	459,737	459,737	-	-	-	459,737	(7,666)	452,071	
Other comprehensive income for the nine months ended September 30, 2023, net of income tax	-	-	-	-	-	-	131,608	10,577	142,185	142,185	1,192	143,377	
Total comprehensive income (loss) for the nine months ended September 30, 2023	-	-	-	-	459,737	459,737	131,608	10,577	142,185	601,922	(6,474)	595,448	
Actual acquisition of interests in subsidiaries	-	721	-	-	-	-	-	-	-	721	(2,014)	(1,293)	
Convertible corporate bonds	16	83	-	-	-	-	-	-	-	99	-	99	
Disposal of investment in equity instrument at fair value through other comprehensive income by associates	-	-	-	-	5,519	5,519	-	(5,519)	(5,519)	-	-	-	
BALANCE AT SEPTEMBER 30, 2023	\$ 1,237,258	\$ 2,361,889	\$ 1,064,029	\$ 518,796	\$ 977,940	\$ 2,560,765	\$ (382,985)	\$ 855	\$ (382,130)	\$ 5,777,782	\$ 326,644	\$ 6,104,426	

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated November 3, 2023)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	\$ 689,534	\$ 565,627
Adjustments for:		
Depreciation expense	312,453	347,628
Amortization expense	17,009	18,557
Expected credit loss	757	3,008
Net (gain) loss on financial assets at fair value through profit or loss	(55,376)	12,110
Interest expense	41,529	38,141
Interest income	(64,571)	(17,887)
Dividend income	(5,089)	(11,703)
Share of profit of associates	(19,057)	(37,960)
Loss on disposal of property, plant and equipment	9,998	11,308
Loss on disposal of intangible assets	13	29
Impairment loss on investments accounted for using the equity method	-	19,835
(Reversal) of write - downs of inventories	(9,246)	30,346
Net unrealized loss (gain) on foreign currency exchange	27,009	(92,988)
Gain on lease modification	(11,654)	-
Changes in operating assets and liabilities		
Notes receivable	(48,468)	87,329
Trade receivables	(661,147)	650,545
Inventories	150,712	372,563
Other current assets	93,648	25,760
Notes payable and trade payables	437,624	(391,795)
Other payables	17,275	128,037
Other current liabilities	(37,456)	11,982
Net defined benefit assets and liabilities	(599)	(1,567)
Other non-current liabilities	901	1,420
Cash generated from operations	885,799	1,770,325
Interest paid	(31,215)	(28,355)
Income tax paid	(139,507)	(266,224)
Net cash generated from operating activities	<u>715,077</u>	<u>1,475,746</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at amortized cost	(479,369)	(199,485)
Proceeds from redemption of financial assets at amortized cost	149,843	222,258
Purchase of financial assets at fair value through profit or loss	(2,051,459)	(708,590)
Proceeds from sale of financial assets at fair value through profit or loss	1,581,520	531,680
Payments for property, plant and equipment	(151,854)	(178,125)
Proceeds from disposal of property, plant and equipment	3,602	35,654
Decrease in refundable deposits	12,925	1,153

(Continued)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2023	2022
Payments for intangible assets	\$ (6,065)	\$ (25,451)
(Increase) decrease in other non-current assets	(1,300)	4,323
Increase in prepayments for equipment	(15,613)	(10,013)
Interest received	62,958	17,887
Dividends received	<u>32,449</u>	<u>23,103</u>
Net cash used in investing activities	<u>(862,363)</u>	<u>(285,606)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	193,258	496,268
Proceeds from long-term borrowings	27,420	10,000
Repayments of long-term borrowings	(12,322)	(12,372)
Refunds of guarantee deposits received	(368)	(515)
Repayment of the principal portion of lease liabilities	(130,832)	(172,484)
Cash dividends	(371,172)	(655,738)
Acquisition of additional interests in subsidiaries	<u>(1,293)</u>	<u>-</u>
Net cash used in financing activities	<u>(295,309)</u>	<u>(334,841)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>26,725</u>	<u>74,019</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(415,870)	929,318
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>3,510,365</u>	<u>2,059,537</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 3,094,495</u>	<u>\$ 2,988,855</u>

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated November 3, 2023)

(Concluded)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Syncmold Enterprise Corporation (the “Corporation”) was incorporated in the Republic of China (ROC) in July 1979 and is mainly engaged in the processing, manufacturing, trading, technology licensing and related import and export business of various metal molds, plastic molds and electronic parts.

The Corporation’s shares were approved for listing on the emerging stock board of the Taipei Exchange (TPEX) in December 2005 and after obtaining approval from the Financial Supervisory Commission, Executive Yuan in November 2006, the Corporation’s shares were listed on the over-the-counter market (OTC) on January 11, 2007. In November 2009, the Corporation obtained approval to transfer listing of its shares to the Taiwan Stock Exchange (TWSE) and they were officially listed and started trading its shares on December 17, 2009.

The consolidated financial statements are presented in the Corporation’s functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by Corporation’s board of directors on November 3, 2023.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRSs”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

The initial application of the IFRSs endorsed and issued into effect by the FSC did not have a material impact on the Group’s accounting policies.

- b. The IFRSs endorsed by the FSC for application starting from 2024

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 16 “Leases Liability in a Sale and Leaseback”	January 1, 2024 (Note 2)
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	January 1, 2024
Amendments to IAS 1 “Non-current Liabilities with Covenants”	January 1, 2024
Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”	January 1, 2024 (Note 3)

Note 1: Unless stated otherwise, the above IFRSs will be effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: A seller-lessee shall apply the Amendments to IFRS 16 retrospectively to sale and leaseback transactions entered into after the date of initial application of IFRS 16.

Note 3: The amendments provide some transition relief regarding disclosure requirements.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of other standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

- c. The IFRSs in issue but not yet endorsed and issued into effect by the FSC

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
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, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 9 and IFRS 17 - Comparative Information"	January 1, 2023
Amendments to IAS 21 "Lack of Exchangeability"	January 1, 2025 (Note 2)

Note 1: Unless stated otherwise, the above IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments, the entity recognizes any effect as an adjustment to the opening balance of retained earnings. When the entity uses a presentation currency other than its functional currency, it shall, at the date of initial application, recognize any effect as an adjustment to the cumulative amount of translation differences in equity.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of other standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

- a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

- b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit liabilities (assets) which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- 3) Level 3 inputs are unobservable inputs for the asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Corporation and the entities controlled by the Corporation (i.e., its subsidiaries).

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Corporation.

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 the Corporation and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

See Note 11 and Tables 7 and 8 for the detailed information of subsidiaries (including the percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, refer to the consolidated financial statements for the year ended December 31, 2022.

1) 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.

2) Income tax expense

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 pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

For the summary of material accounting judgments and key sources of estimation uncertainty, refer to the consolidated financial statements for the year ended December 31, 2022.

6. CASH AND CASH EQUIVALENTS

	September 30, 2023	December 31, 2022	September 30, 2022
Cash on hand	\$ 1,982	\$ 2,225	\$ 2,467
Checking accounts and demand deposits	2,011,241	2,363,885	2,154,855
Cash equivalents			
Time deposits with original maturities within 3 months	<u>1,081,272</u>	<u>1,144,255</u>	<u>831,533</u>
	<u>\$ 3,094,495</u>	<u>\$ 3,510,365</u>	<u>\$ 2,988,855</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Financial assets at fair value through profit or loss (FVTPL) - current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic listed shares	\$ 70,495	\$ 86,154	\$ 80,445
Mutual fund	203,238	-	-
Hybrid financial assets			
Structured deposits (Note)	<u>943,979</u>	<u>617,967</u>	<u>247,060</u>
	<u>\$ 1,217,712</u>	<u>\$ 704,121</u>	<u>\$ 327,505</u>
<u>Financial assets at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic emerging market shares	\$ 35,070	\$ 20,482	\$ 15,170
Domestic unlisted shares	20,999	-	-
Overseas unlisted shares	25,299	28,725	32,559
Private funds	<u>16,727</u>	<u>14,283</u>	<u>8,580</u>
	<u>\$ 98,095</u>	<u>\$ 63,490</u>	<u>\$ 56,309</u>

Note: The Group successively entered into 1- to 6-month structured time deposit contracts with bank for the nine months ended September 30, 2023 and 2022. The structured time deposit contract includes an embedded derivative instrument which is not closely related to the host contract. The entire contract is assessed and mandatorily classified as at FVTPL since it contained a host that is an asset within the scope of IFRS 9.

8. FINANCIAL ASSETS AT AMORTIZED COST

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Current</u>			
Time deposits with original maturities of more than 3 months	\$ 579,797	\$ 238,110	\$ 336,736
Time deposits pledged as collateral with original maturities of more than 3 months	<u>1,326</u>	<u>-</u>	<u>-</u>
	<u>\$ 581,123</u>	<u>\$ 238,110</u>	<u>\$ 336,736</u>
<u>Non-current</u>			
Time deposits with original maturities of more than 1 year	<u>\$ 3,261</u>	<u>\$ 3,272</u>	<u>\$ 2,282</u>

See Note 28 for detailed information on financial assets at amortized cost pledged as collateral.

9. TRADE RECEIVABLES, NET

	September 30, 2023	December 31, 2022	September 30, 2022
At amortized cost			
Gross carrying amount	\$ 2,756,831	\$ 1,976,706	\$ 3,052,683
Less: Allowance for impairment loss	<u>(7,637)</u>	<u>(6,907)</u>	<u>(8,166)</u>
	<u>\$ 2,749,194</u>	<u>\$ 1,969,799</u>	<u>\$ 3,044,517</u>

The average credit period of sales of goods is 90-160 days. No interest was charged on trade receivables. The Group uses other publicly available financial information or its own trading records to rate its major customers. The Group's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty limits that are reviewed and approved by the management annually.

The Group applies the simplified approach to providing for expected credit losses prescribed, which permits the use of lifetime expected loss provision for all trade receivables. The expected credit losses on trade receivables are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

The Group writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following table details the loss allowance of trade receivables based on the Group's provision matrix.

September 30, 2023

	Not Past Due	Less than 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Expected credit loss rate	-	1.63%	2.76%	65.77%	94.96%	
Gross carrying amount	\$ 2,693,950	\$ 43,596	\$ 12,208	\$ 447	\$ 6,630	\$ 2,756,831
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(710)</u>	<u>(337)</u>	<u>(294)</u>	<u>(6,296)</u>	<u>(7,637)</u>
Amortized cost	<u>\$ 2,693,950</u>	<u>\$ 42,886</u>	<u>\$ 11,871</u>	<u>\$ 153</u>	<u>\$ 334</u>	<u>\$ 2,749,194</u>

December 31, 2022

	Not Past Due	Less than 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Expected credit loss rate	-	2.67%	13.42%	38.52%	100%	
Gross carrying amount	\$ 1,922,267	\$ 26,189	\$ 23,856	\$ 2,258	\$ 2,136	\$ 1,976,706
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(700)</u>	<u>(3,201)</u>	<u>(870)</u>	<u>(2,136)</u>	<u>(6,907)</u>
Amortized cost	<u>\$ 1,922,267</u>	<u>\$ 25,489</u>	<u>\$ 20,655</u>	<u>\$ 1,388</u>	<u>\$ -</u>	<u>\$ 1,969,799</u>

September 30, 2022

	Not Past Due	Less than 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Expected credit loss rate	-	1.49%	3.46%	36.45%	98.87%	
Gross carrying amount	\$ 2,989,615	\$ 33,908	\$ 12,991	\$ 14,054	\$ 2,115	\$ 3,052,683
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(504)</u>	<u>(449)</u>	<u>(5,122)</u>	<u>(2,091)</u>	<u>(8,166)</u>
Amortized cost	<u>\$ 2,989,615</u>	<u>\$ 33,404</u>	<u>\$ 12,542</u>	<u>\$ 8,932</u>	<u>\$ 24</u>	<u>\$ 3,044,517</u>

The movements of the loss allowance of trade receivables were as follows:

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ 6,907	\$ 5,071
Add: Net remeasurement of loss allowance	757	3,008
Foreign exchange gains and losses	<u>(27)</u>	<u>87</u>
Balance at September 30	<u>\$ 7,637</u>	<u>\$ 8,166</u>

10. INVENTORIES

	September 30, 2023	December 31, 2022	September 30, 2022
Finished goods	\$ 308,416	\$ 374,665	\$ 368,024
Work in progress	160,731	210,740	225,050
Raw materials	<u>307,430</u>	<u>322,580</u>	<u>309,308</u>
	<u>\$ 776,577</u>	<u>\$ 907,985</u>	<u>\$ 902,382</u>

The cost of goods sold for the three months ended September 30, 2023 and for the nine months ended September 30, 2023, included reversals of inventory of \$3,668 thousand and \$9,246 thousand, respectively. The cost of goods sold for the three months ended September 30, 2022 and for the nine months ended September 30, 2022, included inventory write-downs of \$8,878 thousand and \$30,346 thousand, respectively. The reversals of inventory write-downs resulted from selling of slow-moving inventories.

11. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements:

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Note	
			September 30, 2023	December 31, 2022	September 30, 2022		
Syncmold Enterprise Corp.	Grand Advance Inc.	General investment business.	100.00	100.00	100.00	Note 1	
	Syncmold Enterprise (Samoa) Corp.	General investment business.	100.00	100.00	100.00	Note 1	
	Syncmold Enterprise (USA) Corp.	The trading, imports and exports of electronic parts.	100.00	100.00	100.00	Note 2	
	Leohab Enterprise Co., Ltd.	Precision hardware components manufacturing.	70.00	70.00	70.00	Note 2	
	Gatetech Technology Inc.	Precision molding and magnesium alloy die caster manufacturing and transaction business.	74.05	73.82	73.82	Notes 1 and 5	
	Syncmold Enterprise Vietnam Co., Ltd.	Electronic parts processing manufacturing, trading and related import and export business.	100.00	100.00	100.00	Note 4	
	Syncmold Enterprise (MALAYSIA) Sdn., Bhd.	The trading, imports and exports of electronic parts.	100.00	100.00	100.00	Note 2	
	Syncmold Enterprise (SINGAPORE) Pte., Ltd.	The trading, imports and exports of electronic parts.	100.00	100.00	100.00	Note 2	
	Syncmold Enterprise (THAILAND) Co., Ltd.	Electronic parts processing manufacturing, trading and related import and export business.	100.00	100.00	100.00	Note 2	
	Grand Advance Inc.	Canford International Limited	General investment business.	100.00	100.00	100.00	Note 2
Fulking Development Limited		General investment business.	100.00	100.00	100.00	Note 2	
Full Glary Holding Limited		General investment business.	100.00	100.00	100.00	Note 2	
Syncmold Enterprise (Samoa) Corp.	Full Big Limited	General investment business.	-	-	100.00	Note 3	
	Forever Business Development Limited	General investment business.	100.00	100.00	100.00	Note 2	
	Full Celebration Limited	General investment business.	100.00	100.00	100.00	Note 2	
	Fuzhou Fulfil Tech Co., Ltd.	Electronic parts processing and manufacturing, trading and related import and export business.	100.00	100.00	100.00	Note 1	
	Fujian Khuan Hua Precise Mold Co., Ltd.	Processing, manufacturing, trading and related import and export business of various metal molds, plastic molds and plastic injection molds.	100.00	100.00	100.00	Note 2	
	Fuqing Fuqun Electronic Hardware Tech Co., Ltd.	Electronic parts processing and manufacturing, trading and related import and export business.	100.00	100.00	100.00	Note 2	
	Gatetech Technology Inc.	Gatech Holding Ltd.	General investment business.	100.00	100.00	100.00	Note 2
	Leohab Enterprise Co., Ltd.	Sweet International Group Ltd.	General investment business.	100.00	100.00	100.00	Note 2
		Commuwell Enterprise (Thailand) Co., Ltd.	Plastic shot and hardware components manufacturing.	100.00	100.00	100.00	Note 2
	Forever Business Development Limited	Dongguan Khuan Huang Precise Mold Plastic Co., Ltd.	Processing, manufacturing, trading and related import and export business of various metal molds, plastic molds and plastic injection molds.	100.00	100.00	100.00	Note 2
Canford International Limited	Suzhou Fulfil Electronics Co., Ltd.	Electronic parts processing and manufacturing, trading and related import and export business.	100.00	100.00	100.00	Note 1	
Fulking Development Limited	Zhongshan Fulfil Tech. Co., Ltd.	Electronic parts processing and manufacturing, trading and related import and export business.	100.00	100.00	100.00	Note 1	
Full Glary Holding Limited	Kunshan Fulfil Tech Co., Ltd.	Manufacturing and assembling of laptop components such as precision bearing, hardware and related accessories.	100.00	100.00	100.00	Note 2	
Full Celebration Limited	Chongqing Fulfil Tech Co., Ltd.	The processing, manufacturing, related imports and exports of all electronic, plastic and electronic parts.	100.00	100.00	100.00	Note 2	
Gatech Holding Ltd.	Gatech International Ltd.	General investment business.	100.00	100.00	100.00	Note 2	
	Gatech (Suzhou) Technology Co., Ltd.	Aluminum and magnesium alloy manufacturing and trading.	100.00	100.00	100.00	Note 2	
Sweet International Group Ltd.	Lucky King Holdings Ltd.	General investment business.	100.00	100.00	100.00	Note 2	
Lucky King Holdings Ltd.	Suzhou Leoho Electronics Co., Ltd.	Precision hardware components manufacturing.	100.00	100.00	100.00	Note 2	

- Note 1: Its financial statements for the nine months ended September 30, 2023 and 2022 have been reviewed.
- Note 2: As the subsidiary is not a major subsidiary, its financial statements for the nine months ended September 30, 2023 and 2022 have not been reviewed.
- Note 3: For organizational restructuring purposes, in July 2022, the board of directors resolved to dissolve Full Big Limited, and the liquidation procedures for Full Big Limited was completed in October 2022. Since the subsidiary is not a major subsidiary, its financial statements for the nine months ended September 30, 2022 have not been reviewed.
- Note 4: Since the subsidiary is a major subsidiary, its financial statements for the nine months ended September 30, 2023 have been reviewed. Its financial statements for the nine months ended September 30, 2022 have not been reviewed.
- Note 5: On March 27, 2023, the Corporation acquired additional 0.23% ownership in Gatetech Technology Inc. for a cash consideration of \$1,293 thousand. The proportion of the Group's ownership was 74.05% as of September 30, 2023. Refer to Note 25 for detailed information on the acquisition of non-controlling interests during 2023.

12. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	September 30, 2023	December 31, 2022	September 30, 2022
Associates that are not individually material			
Unlisted company			
High Grade Tech Co., Ltd.	\$ 159,012	\$ 153,143	\$ 149,901
Corebio Technologies Co., Ltd. (Note)	-	-	-
Smart Automation Technology Inc.	<u>11,350</u>	<u>14,945</u>	<u>11,694</u>
	<u>\$ 170,362</u>	<u>\$ 168,088</u>	<u>\$ 161,595</u>

Note: Considering that the Group's interest in Corebio Technologies Co., Ltd. on December 31, 2022 was lower than the market value, the management of the Corporation conducted an impairment test on the investment on December 31, 2022, and evaluated whether the carrying amount is less than the recoverable amount. After evaluation, the carrying amount of the investment in Corebio Technologies Co., Ltd. was higher than the recoverable amount, and an impairment loss of \$19,835 thousand was recognized in 2022.

Investments accounted for using the equity method and the share of profit or loss for the nine months ended September 30, 2023 and 2022 was calculated based on financial statements which have not been reviewed.

13. PROPERTY, PLANT AND EQUIPMENT

	Freehold Land	Buildings	Equipment	Transportation Equipment	Office Equipment	Other Equipment	Property Under Construction	Total
Cost								
Balance at January 1, 2023	\$ 770,826	\$ 1,267,421	\$ 1,558,758	\$ 54,595	\$ 63,176	\$ 254,785	\$ -	\$ 3,969,561
Additions	23,069	61,467	44,813	485	1,445	20,575	-	151,854
Disposals	-	(11,362)	(44,066)	(397)	(4,544)	(10,077)	-	(70,446)
Transfer from prepayments for equipment	-	4,075	9,130	-	-	369	-	13,574
Reclassifications	-	-	(855)	-	(52)	(391)	-	(1,298)
Effects of foreign currency exchange differences	(862)	9,179	12,135	730	687	2,865	-	24,734
Balance at September 30, 2023	<u>\$ 793,033</u>	<u>\$ 1,330,780</u>	<u>\$ 1,579,915</u>	<u>\$ 55,413</u>	<u>\$ 60,712</u>	<u>\$ 268,126</u>	<u>\$ -</u>	<u>\$ 4,087,979</u>
Accumulated depreciation and impairment								
Balance at January 1, 2023	\$ -	\$ 568,575	\$ 1,012,084	\$ 29,490	\$ 39,192	\$ 139,080	\$ -	\$ 1,788,421
Depreciation expense	-	60,770	84,045	3,719	7,224	30,625	-	186,383
Disposals	-	(11,211)	(32,224)	(357)	(4,284)	(8,770)	-	(56,846)
Reclassifications	-	-	(202)	-	(40)	(256)	-	(498)
Effects of foreign currency exchange differences	-	4,653	7,352	372	502	1,594	-	14,473
Balance at September 30, 2023	<u>\$ -</u>	<u>\$ 622,787</u>	<u>\$ 1,071,055</u>	<u>\$ 33,224</u>	<u>\$ 42,594</u>	<u>\$ 162,273</u>	<u>\$ -</u>	<u>\$ 1,931,933</u>
Carrying amount at September 30, 2023	<u>\$ 793,033</u>	<u>\$ 707,993</u>	<u>\$ 508,860</u>	<u>\$ 22,189</u>	<u>\$ 18,118</u>	<u>\$ 105,853</u>	<u>\$ -</u>	<u>\$ 2,156,046</u>
Cost								
Balance at January 1, 2022	\$ 770,538	\$ 924,441	\$ 1,581,096	\$ 41,549	\$ 63,002	\$ 212,698	\$ 268,260	\$ 3,861,584
Additions	-	8,794	88,649	1,021	6,280	14,863	58,518	178,125
Disposals	-	(6,297)	(184,010)	(4,540)	(3,896)	(18,348)	-	(217,091)
Transfer from prepayments for equipment	-	495	51,270	-	-	2,690	-	54,455
Reclassifications	-	(1,192)	(3,934)	1,251	(5,538)	5,204	-	(4,209)
Effects of foreign currency exchange differences	46	16,628	40,396	1,125	1,293	4,914	30,815	95,217
Balance at September 30, 2022	<u>\$ 770,584</u>	<u>\$ 942,869</u>	<u>\$ 1,573,467</u>	<u>\$ 40,406</u>	<u>\$ 61,141</u>	<u>\$ 222,021</u>	<u>\$ 357,593</u>	<u>\$ 3,968,081</u>
Accumulated depreciation and impairment								
Balance at January 1, 2022	\$ -	\$ 483,380	\$ 1,045,195	\$ 28,462	\$ 36,460	\$ 118,878	\$ -	\$ 1,712,375
Depreciation expense	-	54,850	84,892	2,861	6,907	26,080	-	175,590
Disposals	-	(6,297)	(145,718)	(3,899)	(3,588)	(10,627)	-	(170,129)
Reclassifications	-	3	482	791	(3,386)	3,005	-	895
Effects of foreign currency exchange differences	-	10,858	24,889	753	823	2,636	-	39,959
Balance at September 30, 2022	<u>\$ -</u>	<u>\$ 542,794</u>	<u>\$ 1,009,740</u>	<u>\$ 28,968</u>	<u>\$ 37,216</u>	<u>\$ 139,972</u>	<u>\$ -</u>	<u>\$ 1,758,690</u>
Carrying amount at September 30, 2022	<u>\$ 770,584</u>	<u>\$ 400,075</u>	<u>\$ 563,727</u>	<u>\$ 11,438</u>	<u>\$ 23,925</u>	<u>\$ 82,049</u>	<u>\$ 357,593</u>	<u>\$ 2,209,391</u>

The above items of property, plant and equipment used by the Group are depreciated on a straight-line basis over their estimated useful lives as follows:

Building	
Main building	5-60 years
Electromechanical power equipment	4-5 years
Equipment	1-23 years
Transportation equipment	5-10 years
Office equipment	3-10 years
Other equipment	1-20 years

See Note 28 for detailed information on property, plant and equipment pledged as collateral.

14. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2023		December 31, 2022		September 30, 2022	
<u>Carrying amount</u>						
Lands	\$ 179,275		\$ 181,133		\$ 185,179	
Buildings	292,347		400,982		477,534	
Transportation equipment	1,189		1,441		1,268	
Machinery equipment	<u>-</u>		<u>-</u>		<u>4,826</u>	
	<u>\$ 472,811</u>		<u>\$ 583,556</u>		<u>\$ 668,807</u>	
					For the Three Months Ended September 30	
	2023		2022		For the Nine Months Ended September 30	
					2023	
					2022	
Additions to right-of-use assets			<u>\$ 46,570</u>		<u>\$ 69,363</u>	
Depreciation charge for right-of-use assets						
Lands	\$ 1,239	\$ 1,240	\$ 3,694	\$ 3,660		
Buildings	37,911	56,394	121,706	167,124		
Transportation equipment	231	240	670	819		
Machinery equipment	<u>-</u>	<u>327</u>	<u>-</u>	<u>435</u>		
	<u>\$ 39,381</u>	<u>\$ 58,201</u>	<u>\$ 126,070</u>	<u>\$ 172,038</u>		
Income from the subleasing of right-of-use assets (presented in other income)	<u>\$ -</u>	<u>\$ (154)</u>	<u>\$ (1,613)</u>	<u>\$ (449)</u>		

Except for the additions, recognized depreciation, and subleasing the Group did not have any significant impairment of right-of-use assets during the nine months ended September 30, 2023 and 2022.

b. Lease liabilities

	September 30, 2023		December 31, 2022		September 30, 2022	
<u>Carrying amount</u>						
Current	\$ 142,900		\$ 158,482		\$ 187,004	
Non-current	<u>\$ 125,395</u>		<u>\$ 238,775</u>		<u>\$ 277,407</u>	
Range of discount rates for lease liabilities was as follows:						
	September 30, 2023		December 31, 2022		September 30, 2022	
Buildings	0.81%-4.90%		0.81%-4.90%		0.81%-4.90%	
Transportation equipment	0.94%-1.71%		0.94%-4.55%		0.94%-4.55%	
Machinery equipment	-		4.75%		4.75%	

c. Subleases

The Group subleases its right-of-use assets for buildings under operating leases with lease terms of 1-2 year and with the priority to extend the lease. The lease contracts contain market review clauses in the event that the lessees exercise their options to extend.

The maturity analysis of lease payments receivable under operating subleases was as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Year 1	\$ -	\$ 6,368	\$ 99
Year 2	<u>-</u>	<u>4,245</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ 10,613</u>	<u>\$ 99</u>

d. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Expenses relating to short-term leases	<u>\$ 3,765</u>	<u>\$ 1,815</u>	<u>\$ 10,118</u>	<u>\$ 11,129</u>
Total cash outflow for leases			<u>\$ (149,643)</u>	<u>\$ (202,568)</u>

The Group's leases of certain building qualify as short-term leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

15. INTANGIBLE ASSETS

	September 30, 2023	December 31, 2022	September 30, 2022
Trademarks	\$ 27	\$ 33	\$ 38
Computer software	48,104	58,503	60,607
Patents	<u>640</u>	<u>710</u>	<u>731</u>
	<u>\$ 48,771</u>	<u>\$ 59,246</u>	<u>\$ 61,376</u>

Except for the recognized amortization, the Group did not have any significant additions, disposals or impairment of intangible assets during the nine months ended September 30, 2023 and 2022. The above items of intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Trademarks	7-10 years
Computer software	1-5 years
Patents	1-19 years

16. GOODWILL

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Cost</u>			
Balance at January 1	\$ 366,777	\$ 366,777	\$ 366,777
Balance at end of period	<u>\$ 366,777</u>	<u>\$ 366,777</u>	<u>\$ 366,777</u>
<u>Accumulated impairment losses</u>			
Balance at January 1	\$ 42,180	\$ 42,180	\$ 42,180
Balance at end of period	<u>\$ 42,180</u>	<u>\$ 42,180</u>	<u>\$ 42,180</u>
Carrying amount at end of period	<u>\$ 324,597</u>	<u>\$ 324,597</u>	<u>\$ 324,597</u>

17. BORROWINGS

a. Short-term borrowings

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Secured borrowings (Note 28)</u>			
Mortgage loans	\$ 289,722	\$ 387,682	\$ 385,000
<u>Unsecured borrowings</u>			
Line of credit borrowings	<u>1,383,979</u>	<u>1,089,681</u>	<u>1,010,000</u>
	<u>\$ 1,673,701</u>	<u>\$ 1,477,363</u>	<u>\$ 1,395,000</u>

The range of interest rate on bank loans was 1.72%-5.96%, 1.49%-5.00% and 1.08%-1.50% as of September 30, 2023, December 31, 2022 and September 30, 2022, respectively.

b. Long-term borrowings

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Secured borrowings (Note 28)</u>			
Mortgage loans	\$ 208,392	\$ 194,247	\$ 208,358
Less: Current portion	<u>(16,480)</u>	<u>(16,476)</u>	<u>(26,490)</u>
	<u>\$ 191,912</u>	<u>\$ 177,771</u>	<u>\$ 181,868</u>

The effective interest rate on long-term borrowings was 1.70%-1.80%, 1.45%-1.55% and 1.28%-1.41% as of September 30, 2023, December 31, 2022 and September 30, 2022, respectively.

18. BONDS PAYABLE

	September 30, 2023	December 31, 2022	September 30, 2022
Domestic third unsecured convertible bonds	\$ 1,188,003	\$ 1,178,724	\$ 1,175,567
Less: Current portion	<u>(1,188,003)</u>	<u>-</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ 1,178,724</u>	<u>\$ 1,175,567</u>

On September 9, 2021, the Company issued 12,000 units NTD denominated unsecured convertible corporate bonds with 0% coupon rate, 3 years issue period and total principal amount of NT\$1,200,000 thousand.

Unless (A) the period for suspension of transfer registration of ordinary shares required by laws, (B) the period from 15 business days prior to the date for suspension of transfer registration of allocated dividends requested by the Group the date for suspension of transfer registration of cash dividends or the date for suspension of transfer registration of cash capital increase to the record date for allocation of rights, (C) from the record date for capital decrease to the day immediately prior to the trading date of shares swapped upon capital decrease, and (D) the bondholders may the securities firm to ask the Group's share affairs department to convert the convertible corporate bonds into the Group's ordinary shares pursuant to the Regulations at any time from the day following expiration of one month after the convertible corporate bonds are issued (December 10, 2021) to the expiration date (September 9, 2024).

The conversion price of bonds is set based on the arithmetic mean of the business day's closing share price multiplied by 102% premium rate before the effective date on August 20, 2021. In accordance with above method, the conversion price at the time of issuance of the convertible corporate bond is NT\$58.5 per share on September 30, 2023.

If the bonds are not converted between December 10, 2021 and July 31, 2024, and the closing price of ordinary shares has exceeded 30% of the current conversion price for 30 consecutive business days, the Company may send a copy of "Bond Redemption Notice" with expiration of one month by registered mail, and the expiration date of the period is determined as the base date for recovery of bonds. The Corporation will redeem the bonds at their par value within 5 business days following the base date.

If the bonds are not converted between December 10, 2021 and July 31, 2024, and the closing price of ordinary shares is lower than 10% of original total issue amount, the Corporation will therefore be entitled to send out a 30-day-expiration "Bond Redemption Notice" based on names recorded on bondholder's name list 5 business days prior to the mailing day. The Corporation will redeem the bonds at their par value within 5 business days following the base date.

The convertible bonds contain both liability and equity components: The equity components are presented in equity under the heading of capital surplus-options. The liability components are recognized as liabilities of embedded derivative financial instruments and non-derivative products. Such embedded derivative financial instruments were assessed at fair value of NT\$0 (included in financial assets at FVTPL - non-current); non-derivative product liabilities have been measured at NT\$1,188,003 thousand, NT\$1,178,724 thousand and NT\$1,175,567 thousand (included in bonds payable and current portion of bonds payable) at amortized cost on September 30, 2023, December 31, 2022 and September 30, 2022, respectively at an original effective interest rate of 1.0663%.

Proceeds from insurance (less transaction cost of NT\$4,998 thousand)	\$ 1,337,453
Equity component	<u>(175,396)</u>
Liability component at the date of issue (including NT\$1,162,417 thousand of bonds payable and NT\$360 thousand of financial asset at FVTPL - non-current)	1,162,057
Interest charged at an effective interest rate of 1.0663%	16,307
Loss on valuation of financial instruments	<u>360</u>
Liability component on December 31, 2022	1,178,724
Interest charged at an effective interest rate of 1.0663%	9,378
Convertible bonds converted into ordinary shares	<u>(99)</u>
Liability component on September 30, 2023	<u>\$ 1,188,003</u>

As of September 30, 2023, the Corporation's unsecured convertible bonds with a face value of \$100 thousand have been converted into 1,600 ordinary shares.

19. OTHER PAYABLES

	September 30, 2023	December 31, 2022	September 30, 2022
Other payables			
Payables for salaries or bonuses	\$ 293,174	\$ 204,625	\$ 231,431
Others	<u>272,894</u>	<u>349,217</u>	<u>323,026</u>
	<u>\$ 566,068</u>	<u>\$ 553,842</u>	<u>\$ 554,457</u>

20. RETIREMENT BENEFIT PLANS

For the three months ended September 30, 2023 and 2022 and for the nine months ended September 30, 2023 and 2022, the pension expenses of defined benefit plans were \$108 thousand, \$117 thousand, \$327 thousand and \$333 thousand, respectively, and these were calculated based on the actuarially determined pension cost rate on December 31, 2022 and 2021, respectively.

21. EQUITY

a. Share capital

Ordinary shares

	September 30, 2023	December 31, 2022	September 30, 2022
Number of shares authorized (in thousands)	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
Shares authorized	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>123,726</u>	<u>123,724</u>	<u>123,724</u>
Shares issued	<u>\$ 1,237,258</u>	<u>\$ 1,237,242</u>	<u>\$ 1,237,242</u>

Fully paid ordinary shares, which have a par value of \$10, carry one vote per share and a right to dividends.

The authorized shares include 3,000 thousand shares allocated for the exercise of employee share options.

b. Capital surplus

	September 30, 2023	December 31, 2022	September 30, 2022
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note 1)</u>			
Issuance of ordinary shares	\$ 776,616	\$ 776,519	\$ 776,519
The difference between the consideration paid and the carrying amount of the subsidiaries' net assets during actual acquisition	414,247	413,526	413,526
Consolidation excess	852,372	852,372	852,372
Unclaimed dividends	122	107	107
<u>May only be used to offset a deficit (Note 2)</u>			
Changes in percentage of ownership interests in subsidiaries	143,150	143,150	143,150
<u>May not be used for any purpose</u>			
Convertible bonds option	<u>175,382</u>	<u>175,396</u>	<u>175,396</u>
	<u>\$ 2,361,889</u>	<u>\$ 2,361,070</u>	<u>\$ 2,361,070</u>

Note 1: Such capital surplus, which includes the amount in excess of par value of issued shares (including the issuance of ordinary shares at the excess premium, the conversion premium of bonds, and the premium of shares due to the consolidation excess, etc.), unclaimed dividends, and the difference between the consideration paid and the carrying amount of the subsidiaries' net assets during actual acquisition, may be used to offset a deficit; in addition, when the Corporation has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Corporation's capital surplus and to once a year).

Note 2: Such capital surplus which arises from the effects of changes in ownership interests in subsidiaries may only be used to offset a deficit.

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the amended Articles, where the Corporation made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as a legal reserve of 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 Corporation's board of directors as the basis for proposing a distribution plan, which should be resolved by the shareholders in their meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of compensation of employees and remuneration of directors after the amendment, refer to compensation of employees and remuneration of directors in Note 22-b.

As the Corporation is currently in the growth stage, the Corporation considers its industry development and long-term interests of shareholders as well as its programs to maintain operating efficiency and meet its financial goals when determining the distribution of bonuses in shares or cash. The board of directors shall propose allocation ratio every year and propose such allocation ratio at the shareholder's meeting. For the distribution of bonuses to shareholders, cash dividends are preferred. Distribution of earnings may also be made in the form of share dividends; provided that the ratio of cash dividends distributed is 5% to 100% of the total dividends distributed.

An appropriation of earnings to a legal reserve shall be made until the legal reserve equals the Corporation's paid-in capital. The legal reserve may be used to offset deficits. If the Corporation has no deficit and the legal reserve has exceeded 25% of the Corporation's paid-in capital, the excess may be transferred to capital or distributed in cash.

Items referred to under Rule No. 1010012865 and Rule No. 1010047490 issued by the FSC and in the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs" should be appropriated to or reversed from a special reserve by the Corporation.

The appropriations of earnings for 2022 and 2021, which were approved by the shareholders in their meetings on June 16, 2023 and June 10, 2022, respectively, were as follows:

	For the Year Ended December 31	
	2022	2021
Legal reserve	<u>\$ 37,643</u>	<u>\$ 25,211</u>
Special reserve	<u>\$ (168,395)</u>	<u>\$ 51,576</u>
Cash dividends	<u>\$ 371,172</u>	<u>\$ 247,448</u>
Dividends per share	<u>\$ 3.00</u>	<u>\$ 2.00</u>

The shareholders' meeting proposed to allocate capital surplus of \$408,290 thousand for each dividend of \$3.30 per share.

d. Special reserve

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ 687,191	\$ 635,615
Appropriations to special reserve		
(Reversals of) debits to other equity items	<u>(168,395)</u>	<u>51,576</u>
Balance at September 30	<u>\$ 518,796</u>	<u>\$ 687,191</u>

On the initial application of the IFRSs, the net increase arising from the retained earnings was not enough for the special reserve appropriation; thus, the Corporation appropriated a special reserve at the amount of \$230,916 thousand representing the remaining amount in retained earnings that resulted from the conversion to IFRSs. Additional special reserve should be appropriated for the amount equal to the difference between net debit balance reserves and the special reserve appropriated on the first-time adoption of IFRSs. Any special reserve appropriated may be reversed to the extent that the net debit balance reverses and is thereafter, distributed.

e. Non-controlling interests

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ 335,132	\$ 320,188
Share of profit or loss for the period	(7,666)	5,099
Other comprehensive income (loss) during the period		
Exchange differences on translating the financial statements of foreign operations	1,192	8,045
Changes in ownership interests in subsidiaries (Note 25)	<u>(2,014)</u>	<u>-</u>
Balance at September 30	<u>\$ 326,644</u>	<u>\$ 333,332</u>

22. NET PROFIT

a. Depreciation, amortization and employee benefits expense:

	For the Three Months Ended September 30					
	2023			2022		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Employee benefits expense						
Defined contribution plan	\$ 17,751	\$ 7,286	\$ 25,037	\$ 19,300	\$ 5,206	\$ 24,506
Defined benefit plan	57	51	108	63	54	117
Other employee benefits	<u>363,112</u>	<u>153,735</u>	<u>516,847</u>	<u>384,779</u>	<u>175,856</u>	<u>560,635</u>
	<u>\$ 380,920</u>	<u>\$ 161,072</u>	<u>\$ 541,992</u>	<u>\$ 404,142</u>	<u>\$ 181,116</u>	<u>\$ 585,258</u>
Depreciation	<u>\$ 71,456</u>	<u>\$ 29,355</u>	<u>\$ 100,811</u>	<u>\$ 79,789</u>	<u>\$ 37,580</u>	<u>\$ 117,369</u>
Amortization	<u>\$ 756</u>	<u>\$ 4,725</u>	<u>\$ 5,481</u>	<u>\$ 800</u>	<u>\$ 5,588</u>	<u>\$ 6,388</u>
	For the Nine Months Ended September 30					
	2023			2022		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Employee benefits expense						
Defined contribution plan	\$ 51,702	\$ 16,928	\$ 68,630	\$ 56,372	\$ 16,206	\$ 72,578
Defined benefit plan	173	154	327	182	151	333
Other employee benefits	<u>1,006,450</u>	<u>427,375</u>	<u>1,433,825</u>	<u>1,274,734</u>	<u>473,366</u>	<u>1,748,100</u>
	<u>\$ 1,058,325</u>	<u>\$ 444,457</u>	<u>\$ 1,502,782</u>	<u>\$ 1,331,288</u>	<u>\$ 489,723</u>	<u>\$ 1,821,011</u>
Depreciation	<u>\$ 219,160</u>	<u>\$ 93,293</u>	<u>\$ 312,453</u>	<u>\$ 239,786</u>	<u>\$ 107,842</u>	<u>\$ 347,628</u>
Amortization	<u>\$ 2,243</u>	<u>\$ 14,766</u>	<u>\$ 17,009</u>	<u>\$ 2,134</u>	<u>\$ 16,423</u>	<u>\$ 18,557</u>

b. Compensation of employees and remuneration of directors

According to the Corporation's Articles of Incorporation, the Corporation accrues compensation of employees and remuneration of directors at rates of no less than 3% and no higher than 2%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. The compensation of employees and the remuneration of directors for the three months ended September 30, 2023 and 2022 and for the nine months ended September 30, 2023 and 2022, respectively, are as follows:

Accrual rate

	For the Nine Months Ended September 30	
	2023	2022
Compensation of employees	8.82%	8.87%
Remuneration of directors	1.99%	1.95%

Amount

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Compensation of employees	<u>\$ 29,699</u>	<u>\$ 18,465</u>	<u>\$ 54,267</u>	<u>\$ 40,055</u>
Remuneration of directors	<u>\$ 6,837</u>	<u>\$ 4,054</u>	<u>\$ 12,230</u>	<u>\$ 8,793</u>

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

The appropriations of compensation of employees and remuneration of directors for 2022 and 2021 that were resolved by the board of directors on March 15, 2023 and March 15, 2022, respectively, are as shown below:

Amount

	For the Year Ended December 31	
	2022	2021
	Cash	Cash
Compensation of employees	\$ 43,000	\$ 31,000
Remuneration of directors	9,800	7,000

There is no difference between the actual amounts of the compensation of employees and remuneration of directors for 2022 and 2021 and recognized in the profit and loss for the year ended December 31, 2022 and 2021.

Information on the compensation of employees and remuneration of directors resolved by the Corporation's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

23. INCOME TAXES

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Current tax				
In respect of the current period	\$ 79,586	\$ 67,703	\$ 142,835	\$ 185,502
Income tax on unappropriated earnings	-	-	5,898	-
Adjustments for prior periods	<u>3</u>	<u>8,533</u>	<u>8,748</u>	<u>20,236</u>
	<u>79,589</u>	<u>76,236</u>	<u>157,481</u>	<u>205,738</u>
Deferred tax				
In respect of the current period	45,351	(196)	81,336	19,101
Adjustments for prior periods	<u>1,580</u>	<u>825</u>	<u>(1,354)</u>	<u>(7,619)</u>
	<u>46,931</u>	<u>629</u>	<u>79,982</u>	<u>11,482</u>
Income tax expense recognized in profit or loss	<u>\$ 126,520</u>	<u>\$ 76,865</u>	<u>\$ 237,463</u>	<u>\$ 217,220</u>

b. Income tax assessments

The income tax returns of the Corporation through 2021 have been assessed by the tax authorities.

The income tax returns of Gatetech Technology Inc. through 2021 have been assessed by the tax authorities.

The income tax returns of Leohab Enterprise Co., Ltd. through 2021 have been assessed by the tax authorities.

All the subsidiaries in China and other overseas countries have completed income tax returns within the time limit specified by the local tax collection authority.

24. EARNINGS PER SHARE

Net Profit for the Period

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Earnings used in the computation of diluted earnings per share	\$ 251,677	\$ 161,470	\$ 459,737	\$ 343,308
Effect of potentially dilutive ordinary shares				
Convertible bonds	<u>3,165</u>	<u>3,132</u>	<u>9,378</u>	<u>9,639</u>
	<u>\$ 254,842</u>	<u>\$ 164,602</u>	<u>\$ 469,115</u>	<u>\$ 352,947</u>

Shares

The weighted average number of ordinary shares outstanding (in thousands of shares) is as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Weighted average number of ordinary shares used in the computation of basic earnings per share	123,726	123,724	123,725	123,724
Effect of potentially dilutive ordinary shares				
Convertible bonds	20,511	19,481	20,511	19,481
Compensation of employees	<u>849</u>	<u>633</u>	<u>1,035</u>	<u>753</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>145,086</u>	<u>143,838</u>	<u>145,271</u>	<u>143,958</u>

The Group may settle the compensation paid to employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

25. FINANCIAL INSTRUMENTS

On March 27, 2023, the Corporation subscribed for additional new shares of Gatetech Technology Inc. at 0.23% from its existing ownership percentage for a cash consideration of \$1,293 thousand and increased the Corporation's percentage of ownership from 73.82% to 74.05%.

The above transactions were accounted for as equity transactions, since the Corporation did not cease to have control over these subsidiaries.

	For the Nine Months Ended September 30, 2023
Consideration paid	\$ (1,293)
The proportionate share of carrying amount of the net assets of the subsidiary transferred to non-controlling interests	<u>2,014</u>
Difference recognized from equity transactions	<u>\$ 721</u>
<u>Adjustment of difference recognized from equity transactions</u>	
Capital surplus-difference between actual acquisition of subsidiary's equity prices and carrying amount	<u>\$ 721</u>

26. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

September 30, 2023

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Convertible bonds	<u>\$ 1,188,003</u>	<u>\$ 1,352,407</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,352,407</u>

December 31, 2022

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Convertible bonds	<u>\$ 1,178,724</u>	<u>\$ 1,229,880</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,229,880</u>

September 30, 2022

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Convertible bonds	<u>\$ 1,175,567</u>	<u>\$ 1,348,800</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,348,800</u>

b. Fair value of financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

September 30, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed shares	\$ 70,495	-	\$ -	\$ 70,495
Mutual funds	203,238	-	-	203,238
Structured deposits	943,979	-	-	943,979
Emerging market shares	22,327	-	12,743	35,070
Domestic unlisted shares	-	-	20,999	20,999
Overseas unlisted shares	-	-	25,299	25,299
Private funds	<u>-</u>	<u>-</u>	<u>16,727</u>	<u>16,727</u>
	<u>\$ 1,240,039</u>	<u>\$ -</u>	<u>\$ 75,768</u>	<u>\$ 1,315,807</u>

December 31, 2022

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed shares	\$ 86,154	\$ -	\$ -	\$ 86,154
Structured deposits	617,967	-	-	617,967
Emerging market shares	9,334	-	11,148	20,482
Overseas unlisted shares	-	-	28,725	28,725
Private funds	-	-	14,283	14,283
	<u>\$ 713,455</u>	<u>\$ -</u>	<u>\$ 54,156</u>	<u>\$ 767,611</u>

September 30, 2022

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed shares	\$ 80,445	\$ -	\$ -	\$ 80,445
Structured deposits	247,060	-	-	247,060
Emerging market shares	9,105	-	6,065	15,170
Overseas unlisted shares	-	-	32,559	32,559
Private funds	-	-	8,580	8,580
	<u>\$ 336,610</u>	<u>\$ -</u>	<u>\$ 47,204</u>	<u>\$ 383,814</u>

There were no transfers between Levels 1 and 2 in the current and prior periods.

2) Reconciliation of Level 3 fair value measurements of financial instruments

The financial assets which is measured by the third level of fair value is FVTPL.

Reconciliation of Level 3 fair value measurements of financial instruments for the nine months ended September 30, 2023 and 2022.

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ 54,156	\$ 54,643
Recognized in profit or loss (included in net loss on fair value changes of financial instruments at FVTPL)	(1,572)	(7,439)
Purchase	30,000	-
Capital reduction	<u>(6,816)</u>	<u>-</u>
Balance at September 30	<u>\$ 75,768</u>	<u>\$ 47,204</u>

3) Valuation techniques and inputs applied for Level 2 fair value measurement

Financial Instrument	Valuation Technique and Inputs
Domestic third unsecured convertible bonds	Under the assumption that bonds will be redeemed on September 9, 2024, discount rate adopted is calculated via interpolation method using government bond yield rates from public offer 2-year and 5- year period.

4) Valuation techniques and inputs applied for Level 3 fair value measurement

The fair values of emerging market shares are measured using the market approach, while the fair values of domestic and overseas unlisted shares and private funds are measured using the asset approach.

c. Categories of financial instruments

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Financial assets</u>			
Mandatorily classified as at FVTPL	\$ 1,315,807	\$ 767,611	\$ 383,814
Financial assets at amortized cost (Note 1)	6,740,784	5,996,361	6,778,603
<u>Financial liabilities</u>			
Financial liabilities at amortized cost (Note 2)	5,346,634	4,667,248	5,069,553

Note 1: The balances include financial assets measured at amortized cost, which comprise cash and cash equivalents, financial assets at amortized cost, notes receivable and trade receivables, other receivables and refundable deposits.

Note 2: The balances include financial liabilities at amortized cost, which comprise notes payable and trade payables, other payables less salaries payable, short-term borrowings, long-term borrowings, current portion of long-term borrowings, bonds payable, current portion of bonds payable and guarantee deposits received.

d. Financial risk management objectives and policies

The Group's major financial instruments include cash and cash equivalents, financial assets mandatorily classified as at FVTPL, financial assets at amortized costs, equity investment, trade receivables, trade payables, accounts payable, bonds payable, borrowings and lease liabilities. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below), interest rates (see (b) below) and other prices (see (c) below).

There is no change in the method of the measurement of market risk.

There has been no change to the Group's exposure to market risks or the manner in which these risks are managed and measured.

a) Foreign currency risk

Several subsidiaries of the Group have sales and purchases denominated in foreign currencies, which exposes the Group to foreign currency risk.

The carrying amounts of the Group's foreign currency-denominated monetary assets and monetary liabilities (including those eliminated upon consolidation) and of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 29.

Sensitivity analysis

The Group is mainly exposed to the USD and RMB.

The following table details the Group's sensitivity to a 1% increase and decrease in the New Taiwan dollar (the functional currency) against the relevant foreign currencies. The sensitivity rate used when reporting foreign currency risk internally to key management personnel and representing management's assessment of the reasonably possible change in foreign exchange rates is 1%. The sensitivity analysis included only outstanding foreign currency-denominated monetary items and foreign exchange forward contracts designated as cash flow hedges, and their translation was adjusted at the end of the reporting period for a 1% change in foreign currency rates. A negative number below indicates a decrease in pre-tax profit associated with the New Taiwan dollar strengthening 1% against the relevant currency. For a 1% weakening of the New Taiwan dollar against the relevant currency, there would be an equal and opposite impact on pre-tax profit, and the balances below would be positive.

	For the Nine Months Ended September 30	
	2023	2022
<u>USD impact</u>		
USD:NTD	<u>\$ (1,763)</u>	<u>\$ (2,526)</u>
USD:RMB	<u>\$ (18,133)</u>	<u>\$ (24,311)</u>
USD:VND	<u>\$ (271)</u>	<u>\$ (236)</u>
<u>RMB impact</u>		
RMB:NTD	<u>\$ (1,218)</u>	<u>\$ (1,631)</u>
RMB:USD	<u>\$ (1,239)</u>	<u>\$ (452)</u>

This was mainly attributable to the exposure on outstanding receivables in USD and RMB which were not hedged at the end of the reporting period.

In management's opinion, the sensitivity analysis is unrepresentative of the inherent foreign currency risk because the exposure at the end of the reporting period did not reflect the exposure during the period.

b) Interest rate risk

The Group is exposed to interest rate risk because entities in the Group borrow funds at both fixed and floating interest rates.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Fair value interest rate risk			
Financial assets	\$ 2,609,635	\$ 2,003,604	\$ 1,417,611
Financial liabilities	3,338,391	3,247,591	3,243,336
Cash flow interest rate risk			
Financial assets	2,008,812	2,362,027	2,149,859

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for both derivative and non-derivative instruments at the end of the reporting period. For floating rate assets and liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the reporting period was outstanding at the end of the reporting period. A 100-basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 100-basis point higher/lower and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2023 and 2022 would have increased/decreased by \$15,066 thousand and \$16,124 thousand, respectively.

c) Other price risk

The Group was exposed to equity price risk through its investments in domestic listed shares, domestic emerging market shares, mutual funds, domestic and overseas unlisted shares and private funds. In addition, the Group has appointed a special team to monitor the price risk and will consider hedging the risk exposure should the need arise.

Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 1% higher/lower, pre-tax profit for the nine months ended September 30, 2023 and 2022 would have increased/decreased by \$3,718 thousand and \$1,368 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation and due to the financial guarantees provided by the Group, could be equal to the total of the carrying amount of the respective recognized financial assets as stated in the balance sheets.

In order to reduce credit risk, the management team of the Group designated a special team to decide the credit ratings of counterparties and other monitoring procedures to make sure there are appropriate actions taken to collect the overdue receivables. Additionally, on each balance sheet date, the Group reviews the recoverable amounts to ensure appropriate allowances have been made for doubtful accounts. Therefore, the Group considers its credit risk to be significantly reduced.

The Group continuously assesses the financial conditions of customers with outstanding receivables.

As the counterparties of the Group are financial institutions and companies with good credit ratings, the Group has limited credit risk.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

The Group relies on bank borrowings as a significant source of liquidity. The Group had available unutilized bank loan facilities set out in below.

Financing facilities

	September 30, 2023	December 31, 2022	September 30, 2022
Unsecured bank overdraft facilities, reviewed annually			
Amount used	\$ 1,383,979	\$ 1,089,681	\$ 1,010,000
Amount unused	<u>2,647,190</u>	<u>3,133,506</u>	<u>2,773,952</u>
	<u>\$ 4,031,169</u>	<u>\$ 4,223,187</u>	<u>\$ 3,783,952</u>
Secured bank overdraft facilities			
Amount used	\$ 498,114	\$ 581,929	\$ 593,358
Amount unused	<u>198,032</u>	<u>74,023</u>	<u>62,950</u>
	<u>\$ 696,146</u>	<u>\$ 655,952</u>	<u>\$ 656,308</u>

27. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Group and its subsidiaries, which are related parties of the Group, have been eliminated upon consolidation and are not disclosed in this note. Besides information disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed below.

a. Related party name and category

<u>Related Party Name</u>	<u>Related Party Category</u>
Chen Chien Hung	Related party in substance (first-degree relative of the Corporation's director)
Chen Chien Yuan	The Corporation's director (Note)
Smart Automation Technology Inc.	Associate
Dongguan Smart Automation Technology Inc.	The subsidiary of associate

Note: Since August 2023, the natural person has become the Corporation's director after being the legal representative of the Corporation.

b. Operating costs

Related Party Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associate	\$ 39	\$ -	\$ 39	\$ -

c. Acquisition of property, plant and equipment

Related Party Category	Purchase Price			
	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associate	\$ -	\$ 476	\$ -	\$ 476
The subsidiary of associate	-	2,175	82	3,960
	\$ -	\$ 2,651	\$ 82	\$ 4,436

d. Lease agreements

Related Party Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
<u>Lease assets acquired</u>				
Related party in substance	\$ -	\$ 337	\$ -	\$ 3,216
The legal representative of the Corporation's director	-	175	-	1,749
	\$ -	\$ 512	\$ -	\$ 4,965

Line Item	Related Party Category	September 30, 2023	December 31, 2022	September 30, 2022
Lease liabilities	Related party in substance	\$ 698	\$ 1,948	\$ 2,363
	The legal representative of the Corporation's director	-	1,058	1,283
	The Corporation's director	379	-	-
		\$ 1,077	\$ 3,006	\$ 3,646

Related Party Category	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
<u>Interest expense</u>				
Related party in substance	\$ 2	\$ 7	\$ 10	\$ 13
The legal representative of the Corporation's director	-	3	4	7
The Corporation's director	<u>1</u>	<u>-</u>	<u>1</u>	<u>-</u>
	<u>\$ 3</u>	<u>\$ 10</u>	<u>\$ 15</u>	<u>\$ 20</u>

Lease expense

The legal representative of the Corporation's director	\$ -	\$ 239	\$ 453	\$ 239
The Corporation's director	<u>245</u>	<u>-</u>	<u>245</u>	<u>-</u>
	<u>\$ 245</u>	<u>\$ 239</u>	<u>\$ 698</u>	<u>\$ 239</u>

Lease expenses included expenses relating to short-term leases.

The rental amounts agreed in lease contracts between the Group and other related parties are determined based on market prices and general payment terms.

e. Acquisition of other assets

Line Item	Related Party Category	Purchase Price			
		For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2023	2022	2023	2022
Intangible assets	Associate	\$ -	\$ 3,757	\$ 1,264	\$ 6,213
	The subsidiary of associate	<u>258</u>	<u>126</u>	<u>258</u>	<u>126</u>
		<u>\$ 258</u>	<u>\$ 3,883</u>	<u>\$ 1,522</u>	<u>\$ 6,339</u>

f. Payables to related parties (excluding loans from related parties)

Line Item	Related Party Category	September 30, 2023	December 31, 2022	September 30, 2022
Other payables	Associates	<u>\$ 41</u>	<u>\$ 78</u>	<u>\$ -</u>

g. Prepayments

Line Item	Related Party Category	September 30, 2023	December 31, 2022	September 30, 2022
Prepaid expense (including other current assets)	Associates	\$ 1,212	\$ -	\$ -
	The subsidiary of associate	<u>348</u>	<u>-</u>	<u>-</u>
		<u>\$ 1,560</u>	<u>\$ -</u>	<u>\$ -</u>

h. Compensation of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Short-term employee benefits	\$ 10,811	\$ 11,218	\$ 32,431	\$ 33,655
Post-employment benefits	<u>79</u>	<u>79</u>	<u>236</u>	<u>236</u>
	<u>\$ 10,890</u>	<u>\$ 11,297</u>	<u>\$ 32,667</u>	<u>\$ 33,891</u>

The remuneration of directors and key executives, as determined by the remuneration committee, was based on the performance of individuals and market trends.

28. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings:

	September 30, 2023	December 31, 2022	September 30, 2022
Property, plant and equipment	\$ 870,638	\$ 819,017	\$ 819,243
Financial assets at amortized cost	<u>4,587</u>	<u>3,272</u>	<u>2,282</u>
	<u>\$ 875,225</u>	<u>\$ 822,289</u>	<u>\$ 821,525</u>

29. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between the foreign currencies and the respective functional currencies were as follows:

September 30, 2023

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 50,465	32.27 (USD:NTD)	\$ 1,628,506
USD	58,760	7.1798 (USD:RMB)	1,896,185
USD	5,110	24,453 (USD:VND)	164,900
RMB	31,300	4.415 (RMB:NTD)	138,190
RMB	28,068	0.1368 (RMB:USD)	123,920
Non-monetary items			
Financial assets at FVTPL - non-current			
USD	784	32.27 (USD:NTD)	25,299
<u>Financial liabilities</u>			
Monetary items			
USD	45,003	32.27 (USD:NTD)	1,452,247
USD	2,570	7.1798 (USD:RMB)	82,934
USD	4,269	24,453 (USD:VND)	137,761
RMB	3,706	4.415 (RMB:NTD)	16,362

December 31, 2022

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 48,301	30.71 (USD:NTD)	\$ 1,483,324
USD	64,171	6.9646 (USD:RMB)	1,970,691
USD	1,610	23,959 (USD:VND)	49,443
RMB	48,069	4.4080 (RMB:NTD)	211,888
RMB	10,148	0.1435 (RMB:USD)	44,732
Non-monetary items			
Financial assets at FVTPL - non-current			
USD	935	30.71 (USD:NTD)	28,725

Financial liabilities

Monetary items			
USD	41,754	30.71 (USD:NTD)	1,282,265
USD	1,697	6.9646 (USD:RMB)	52,115
USD	867	23,959 (USD:VND)	26,626
RMB	11,030	4.408 (RMB:NTD)	48,620

September 30, 2022

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 65,282	31.75 (USD:NTD)	\$ 2,072,704
USD	78,211	7.0998 (USD:RMB)	2,483,199
USD	1,610	23,855 (USD:VND)	51,118
RMB	45,941	4.4730 (RMB:NTD)	205,494
RMB	10,108	0.1409 (RMB:USD)	45,213
Non-monetary items			
Financial assets at FVTPL - non-current			
USD	1,025	31.75 (USD:NTD)	32,559

Financial liabilities

Monetary items			
USD	57,326	31.75 (USD:NTD)	1,820,101
USD	1,640	7.0998 (USD:RMB)	52,070
USD	867	23,855 (USD:VND)	27,527
RMB	9,487	4.4730 (RMB:NTD)	42,435

The Group is mainly exposed to the USD and RMB. The following information was aggregated by the functional currencies of the entities in the Group, and the exchange rates between the respective functional currencies and the presentation currency were disclosed. The significant realized and unrealized foreign exchange gains (losses) were as follows:

For the Three Months Ended September 30				
2023			2022	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gains (Losses)	Exchange Rate	Net Foreign Exchange Gains (Losses)
NTD	1 (NTD:NTD)	\$ 29,156	1 (NTD:NTD)	\$ 43,888
USD	30.93 (USD:NTD)	1,507	31.75 (USD:NTD)	(2,544)
RMB	4.3940 (RMB:NTD)	2,436	4.4730 (RMB:NTD)	130,133
VND	0.00129 (VND:NTD)	1,582	0.00133 (VND:NTD)	399
Others		<u>6</u>		<u>215</u>
		<u>\$ 34,687</u>		<u>\$ 172,091</u>

For the Nine Months Ended September 30				
2023			2022	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gains (Losses)	Exchange Rate	Net Foreign Exchange Gains (Losses)
NTD	1 (NTD:NTD)	\$ 40,001	1 (NTD:NTD)	\$ 74,903
USD	30.93 (USD:NTD)	(131)	31.75 (USD:NTD)	(4,921)
RMB	4.3940 (RMB:NTD)	50,070	4.4730 (RMB:NTD)	256,472
VND	0.00129 (VND:NTD)	1,851	0.00133 (VND:NTD)	2,243
Others		<u>(39)</u>		<u>638</u>
		<u>\$ 91,752</u>		<u>\$ 329,335</u>

30. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions:

- 1) Financing provided to others (Table 1)
- 2) Endorsements/guarantees provided (Table 2)
- 3) Marketable securities held (excluding investments in subsidiaries, associates and joint ventures) (Table 3)
- 4) Marketable securities acquired or disposed of at costs or prices of at least NT\$300 million or 20% of the paid-in capital (Table 4)
- 5) Acquisition of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital (None)
- 6) Disposal of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital (None)

- 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 5)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 6)
 - 9) Trading in derivative instruments (Note 7)
 - 10) Intercompany relationships and significant intercompany transactions (Table 9)
- b. Information on investees (Table 7)
- c. Information on investments in mainland China:
- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (Table 8)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses (Tables 1, 2, 4, 5, 6 and 9)
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period
 - c) The amount of property transactions and the amount of the resultant gains or losses
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes
 - e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds
 - f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services
- d. Information of major shareholders: List all shareholders with ownership of 5% or greater showing the name of the shareholder, the number of shares owned, and percentage of ownership of each shareholder (Table 10)

31. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided.

No operating segments have ceased operation during the period.

a. Segment revenue and results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segments:

	Income		Loss	
	2023	2022	2023	2022
Equipment - electronic parts	\$ 6,487,460	\$ 7,827,517	\$ 1,001,699	\$ 859,184
- plastic molding	21,300	198,784	3,787	11,008
Revenue from continuing operations	\$ 6,508,760	\$ 8,026,301	1,005,486	870,192
Non-operating income and expenses			205,436	305,357
General and administrative expenses			(521,388)	(609,922)
Income before tax			\$ 689,534	\$ 565,627

The above segment revenue and results were generated from the transactions with external customers. There were no inter-segment transactions for the nine months ended September 30, 2023 and 2022.

Segment profit represented the profit before tax earned by each segment without allocation of non-operating income and expenses, central administration costs and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

b. Segment total assets

The Group has no key operational personnel to monitor segment performance, and thus, the amount of segment assets is zero.

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period (Notes 1 and 2)	Ending Balance (Notes 1 and 2)	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limit	
													Item	Value			
0	Syncmold Enterprise Corporation	Syncmold Enterprise (Samoa) Corp.	Other receivables from related parties	Yes	\$ 100,000	\$ 100,000	\$ -	-	Short-term financing	\$ -	Operating capital	\$ -	-	-	\$1,155,556 (20% of the net worth of the Corporation)	\$2,311,113 (40% of the net worth of the Corporation)	
		Grand Advance Inc.	Other receivables from related parties	Yes	100,000	100,000	-	-	Short-term financing	-	Operating capital	-	-	-	1,155,556 (20% of the net worth of the Corporation)	2,311,113 (40% of the net worth of the Corporation)	
		Syncmold Enterprise Vietnam Co., Ltd.	Other receivables from related parties	Yes	100,000	-	-	-	-	Short-term financing	-	Operating capital	-	-	-	1,155,556 (20% of the net worth of the Corporation)	2,311,113 (40% of the net worth of the Corporation)
		Gatetech Technology Inc.	Other receivables from related parties	Yes	100,000	100,000	-	-	-	Short-term financing	-	Operating capital	-	-	-	1,155,556 (20% of the net worth of the Corporation)	2,311,113 (40% of the net worth of the Corporation)
		Leohab Enterprise Co., Ltd.	Other receivables from related parties	Yes	100,000	100,000	-	-	-	Short-term financing	-	Operating capital	-	-	-	1,155,556 (20% of the net worth of the Corporation)	2,311,113 (40% of the net worth of the Corporation)
		Commuwell Enterprise (Thailand) Co., Ltd.	Other receivables from related parties	Yes	50,000	50,000	-	-	-	Short-term financing	-	Operating capital	-	-	-	1,155,556 (20% of the net worth of the Corporation)	2,311,113 (40% of the net worth of the Corporation)
1	Syncmold Enterprise (Samoa) Corp.	Fujian Khuan Hua Precise Mold Co., Ltd.	Other receivables from related parties	Yes	64,540	64,540	-	-	Short-term financing	-	Operating capital	-	-	-	458,307 (20% of the net worth of Syncmold Enterprise (Samoa) Corp.)	1,145,768 (50% of the net worth of Syncmold Enterprise (Samoa) Corp.)	
		Syncmold Enterprise Corporation	Other receivables from related parties	Yes	335,608	96,810	-	0.00	Short-term financing	-	Operating capital	-	-	-	458,307 (20% of the net worth of Syncmold Enterprise (Samoa) Corp.)	1,145,768 (50% of the net worth of Syncmold Enterprise (Samoa) Corp.)	
		Dongguan Khuan Huang Precise Mold Plastic Co., Ltd.	Other receivables from related parties	Yes	64,540	64,540	-	-	Short-term financing	-	Operating capital	-	-	-	458,307 (20% of the net worth of Syncmold Enterprise (Samoa) Corp.)	1,145,768 (50% of the net worth of Syncmold Enterprise (Samoa) Corp.)	
		Chongqing Fulfil Tech Co., Ltd.	Other receivables from related parties	Yes	145,215	145,215	48,405	2.00	Short-term financing	-	Operating capital	-	-	-	458,307 (20% of the net worth of Syncmold Enterprise (Samoa) Corp.)	1,145,768 (50% of the net worth of Syncmold Enterprise (Samoa) Corp.)	
		Fullking Development Limited	Other receivables from related parties	Yes	74,221	74,221	74,221	0.00	Short-term financing	-	Operating capital	-	-	-	458,307 (20% of the net worth of Syncmold Enterprise (Samoa) Corp.)	1,145,768 (50% of the net worth of Syncmold Enterprise (Samoa) Corp.)	
2	Grand Advance Inc.	Syncmold Enterprise Corporation	Other receivables from related parties	Yes	177,485	112,945	112,945	0.00	Short-term financing	-	Operating capital	-	-	-	644,063 (20% of the net worth of Grand Advance Inc.)	1,610,157 (50% of the net worth of Grand Advance Inc.)	
		Fullking Development Limited	Other receivables from related parties	Yes	48,405	-	-	-	Short-term financing	-	Operating capital	-	-	-	644,063 (20% of the net worth of Grand Advance Inc.)	1,610,157 (50% of the net worth of Grand Advance Inc.)	
		Syncmold Enterprise (Samoa) Corp.	Other receivables from related parties	Yes	64,540	64,540	-	-	Short-term financing	-	Operating capital	-	-	-	644,063 (20% of the net worth of Grand Advance Inc.)	1,610,157 (50% of the net worth of Grand Advance Inc.)	

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period (Notes 1 and 2)	Ending Balance (Notes 1 and 2)	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limit
													Item	Value		
		Kunshan Fulfil Tech Co., Ltd.	Other receivables from related parties	Yes	\$ 64,540	\$ 64,540	\$ -	-	Short-term financing	\$ -	Operating capital	\$ -	-	-	\$644,063 (20% of the net worth of Grand Advance Inc.)	\$1,610,157 (50% of the net worth of Grand Advance Inc.)
		Suzhou Fulfil Electronics Co., Ltd.	Other receivables from related parties	Yes	64,540	64,540	-	-	Short-term financing	-	Operating capital	-	-	-	644,063 (20% of the net worth of Grand Advance Inc.)	1,610,157 (50% of the net worth of Grand Advance Inc.)
		Syncmold Enterprise (USA) Corp.	Other receivables from related parties	Yes	29,043	29,043	12,908	0.00	Short-term financing	-	Operating capital	-	-	-	644,063 (20% of the net worth of Grand Advance Inc.)	1,610,157 (50% of the net worth of Grand Advance Inc.)
3	Fuzhou Fulfil Tech Co., Ltd.	Fujian Khuan Hua Precise Mold Co., Ltd.	Other receivables from related parties	Yes	44,946	22,473	-	-	Short-term financing	-	Operating capital	-	-	-	207,421 (20% of the net worth of Fuzhou Fulfil Tech Co., Ltd.)	518,553 (50% of the net worth of Fuzhou Fulfil Tech Co., Ltd.)
		Fuqing Fuqun Electronic Hardware Tech Co., Ltd.	Other receivables from related parties	Yes	58,429	31,462	-	-	Short-term financing	-	Operating capital	-	-	-	207,421 (20% of the net worth of Fuzhou Fulfil Tech Co., Ltd.)	518,553 (50% of the net worth of Fuzhou Fulfil Tech Co., Ltd.)
		Suzhou Fulfil Electronics Co., Ltd.	Other receivables from related parties	Yes	44,946	-	-	-	Short-term financing	-	Operating capital	-	-	-	207,421 (20% of the net worth of Fuzhou Fulfil Tech Co., Ltd.)	518,553 (50% of the net worth of Fuzhou Fulfil Tech Co., Ltd.)
		Chongqing Fulfil Tech Co., Ltd.	Other receivables from related parties	Yes	26,967	26,967	-	-	Short-term financing	-	Operating capital	-	-	-	207,421 (20% of the net worth of Fuzhou Fulfil Tech Co., Ltd.)	518,553 (50% of the net worth of Fuzhou Fulfil Tech Co., Ltd.)
4	Suzhou Fulfil Electronics Co., Ltd.	Kunshan Fulfil Tech Co., Ltd.	Other receivables from related parties	Yes	40,451	35,956	-	-	Short-term financing	-	Operating capital	-	-	-	310,340 (20% of the net worth of Suzhou Fulfil Electronics Co., Ltd.)	775,851 (50% of the net worth of Suzhou Fulfil Electronics Co., Ltd.)
5	Zhongshan Fulfil Tech. Co., Ltd.	Dongguan Khuan Huang Precise Mold Plastic Co., Ltd.	Other receivables from related parties	Yes	35,956	35,956	-	-	Short-term financing	-	Operating capital	-	-	-	258,690 (20% of the net worth of Zhongshan Fulfil Tech. Co., Ltd.)	646,726 (50% of the net worth of Zhongshan Fulfil Tech. Co., Ltd.)
		Suzhou Fulfil Electronics Co., Ltd.	Other receivables from related parties	Yes	35,956	-	-	-	Short-term financing	-	Operating capital	-	-	-	258,690 (20% of the net worth of Zhongshan Fulfil Tech. Co., Ltd.)	646,726 (50% of the net worth of Zhongshan Fulfil Tech. Co., Ltd.)
		Chongqing Fulfil Tech Co., Ltd.	Other receivables from related parties	Yes	44,946	-	-	-	Short-term financing	-	Operating capital	-	-	-	258,690 (20% of the net worth of Zhongshan Fulfil Tech. Co., Ltd.)	646,726 (50% of the net worth of Zhongshan Fulfil Tech. Co., Ltd.)

Note 1: The amount of loans was approved by the board of directors.

Note 2: The highest balance, ending balance, and the actual amount borrowed were calculated based on the exchange rate at the end of September 2023.

Note 3: All the transactions in the table above have been eliminated during the preparation of the consolidated financial statements.

(Concluded)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship										
0	Syncmold Enterprise Corporation	Gatetech Technology Inc.	Subsidiary	\$1,155,556 (20% of the net worth of the Corporation)	\$ 200,000	\$ 200,000	\$ 100,000	\$ -	3.46	\$2,888,891 (50% of the net worth of the Corporation)	Y	N	N
		Leohab Enterprise Co., Ltd.	Subsidiary	1,155,556 (20% of the net worth of the Corporation)	340,000	340,000	261,000	-	5.88	2,888,891 (50% of the net worth of the Corporation)	Y	N	N
		Syncmold Enterprise Vietnam Co., Ltd.	Subsidiary	1,733,335 (30% of the net worth of the Corporation)	645,400 (US\$ 20,000 thousand)	645,400 (US\$ 20,000 thousand)	64,540	-	11.17	2,888,891 (50% of the net worth of the Corporation)	Y	N	N
		Commuwell Enterprise (Thailand) Co., Ltd.	Subsidiary	1,733,335 (30% of the net worth of the Corporation)	52,932 (THB 60,000 thousand)	52,932 (THB 60,000 thousand)	17,644	-	0.92	2,888,891 (50% of the net worth of the Corporation)	Y	N	N

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

SEPTEMBER 30, 2023

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2023				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Syncmold Enterprise Corporation	<u>Shares</u>							
	Gigastone Corporation	-	Financial assets at FVTPL - non-current	847,011	\$ 22,327	1.67	\$ 22,327	(Notes 2 and 7)
	Tiga Gaming Inc.	-	Financial assets at FVTPL - non-current	1,332,132	12,743	5.06	12,743	(Notes 3 and 7)
	Foxfortune Technology Ventures Ltd.	-	Financial assets at FVTPL - non-current	780,000	19,359	5.80	19,359	(Notes 4 and 7)
	Hercules BioVenture, L.P.	-	Financial assets at FVTPL - non-current	210,526	5,940	2.63	5,940	(Notes 4 and 7)
	WK Technology Fund IX II Ltd.	-	Financial assets at FVTPL - non-current	3,000,000	20,999	2.67	20,999	(Notes 4 and 7)
	Winmate Inc.	-	Financial assets at FVTPL - current	613,000	70,495	0.84	70,495	(Notes 2 and 7)
	<u>Private funds</u>							
	China Development of Healthcare Venture of Limited Partnership	-	Financial assets at FVTPL - non-current	20,360,270	16,727	0.96	16,727	(Notes 4 and 7)
	<u>Structured commodity</u>							
Zhongshan Fulfil Tech. Co., Ltd.	Linked interest rate structured deposit products No. 29	-	Financial assets at FVTPL - current	-	45,072	-	45,072	(Notes 5 and 7)
	Linked interest rate structured deposit products No. 31	-	Financial assets at FVTPL - current	-	67,540	-	67,540	(Notes 5 and 7)
	Linked interest rate structured deposit products No. 202309001	-	Financial assets at FVTPL - current	-	44,966	-	44,966	(Notes 5 and 7)
	Linked interest rate structured deposit products No. 202309002	-	Financial assets at FVTPL - current	-	67,441	-	67,441	(Notes 5 and 7)
	Linked interest rate structured deposit products No. 202309003	-	Financial assets at FVTPL - current	-	67,428	-	67,428	(Notes 5 and 7)
Kunshan Fulfil Tech Co., Ltd.	Monthly profit 23050083	-	Financial assets at FVTPL - current	-	45,193	-	45,193	(Notes 5 and 7)
Gatetech (Suzhou) Technology Co., Ltd.	Monthly profit 23030347	-	Financial assets at FVTPL - current	-	44,457	-	44,457	(Notes 5 and 7)
	Monthly profit 23030348	-	Financial assets at FVTPL - current	-	66,688	-	66,688	(Notes 5 and 7)
	Monthly profit 23080007	-	Financial assets at FVTPL - current	-	44,240	-	44,240	(Notes 5 and 7)
Suzhou Fulfil Electronics Co., Ltd.	Monthly profit 23070038	-	Financial assets at FVTPL - current	-	45,090	-	45,090	(Notes 5 and 7)
	Monthly profit 23070039	-	Financial assets at FVTPL - current	-	76,655	-	76,655	(Notes 5 and 7)
	Monthly profit 23070040	-	Financial assets at FVTPL - current	-	81,168	-	81,168	(Notes 5 and 7)
	Monthly profit 23070041	-	Financial assets at FVTPL - current	-	81,171	-	81,171	(Notes 5 and 7)
	Monthly profit 23070042	-	Financial assets at FVTPL - current	-	81,175	-	81,175	(Notes 5 and 7)
	Monthly profit 23070043	-	Financial assets at FVTPL - current	-	85,695	-	85,695	(Notes 5 and 7)

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2023				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Zhongshan Fulfil Tech. Co., Ltd.	<u>Mutual funds</u> ICBC Finance Coreoptimization of 14 Days Holding Fixed-income Open Financial Products for Legal Person	-	Financial assets at FVTPL - current	33,624,288	\$ 158,123	-	\$ 158,123	(Notes 6 and 7)
	ICBC Wealth Management·Tiantian Xin Wenyue Interbank Certificate of Deposit and Deposit Fixed Income Open Financial Products for Legal Person	-	Financial assets at FVTPL - current	9,912,768	45,115	-	45,115	(Notes 6 and 7)

Note 1: The negotiable securities in the table above are the shares, bonds and mutual funds recognized under IFRS 9 - financial instruments.

Note 2: The shares are calculated at the strike price as of September 30, 2023.

Note 3: The shares are measured using the market approach.

Note 4: The shares are measured using the asset approach.

Note 5: The structured commodity is calculated at value stated in its contract as of September 30, 2023.

Note 6: The mutual fund certificate is calculated at the value stated in its contract as of September 30, 2023.

Note 7: There were no guarantees, pledged collateral or other restrictions.

Note 8: Refer to Tables 7 and 8 for information on investments in subsidiaries and associates.

(Concluded)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL
 SEPTEMBER 30, 2023
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance		
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Amount	Carrying Amount	Gain (Loss) on Disposal	Number of Shares	Amount	Note
Dongguan Khuan Huang Precise Mold Plastic Co., Ltd.	Structured commodity - linked rate	Financial assets at FVTPL - current	E.SUN Bank (China), Ltd.	-	-	RMB 14,971	-	RMB -	-	RMB 15,078	RMB 15,000	RMB 78	-	RMB -	Note
Zhongshan Fulfil Tech. Co., Ltd.	Structured commodity - linked rate	Financial assets at FVTPL - current	E.SUN Bank (China), Ltd.	-	-	RMB 10,012	-	RMB 120,000	-	RMB 65,462	RMB 65,000	RMB 462	-	RMB 65,067	Note
Kunshan Fulfil Tech Co., Ltd.	Structured commodity - monthly profit	Financial assets at FVTPL - current	Fubon Bank (China)	-	-	RMB 10,018	-	RMB 10,000	-	RMB 10,144	RMB 10,000	RMB 144	-	RMB 10,055	Note
Gatetech (Suzhou) Technology Co., Ltd.	Structured commodity - monthly profit	Financial assets at FVTPL - current	Fubon Bank (China)	-	-	RMB 20,066	-	RMB 45,000	-	RMB 30,433	RMB 30,000	RMB 433	-	RMB 35,195	Note
Suzhou Fulfil Electronics Co., Ltd.	Structured commodity - monthly profit	Financial assets at FVTPL - current	Fubon Bank (China)	-	-	RMB 85,028	-	RMB 215,000	-	RMB 201,314	RMB 200,000	RMB 1,314	-	RMB 100,333	Note

Note: The amount at the end of the period included financial asset evaluation adjustments.

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Zhongshan Fulfil Tech. Co., Ltd.	Syncmold Enterprise Corporation	Parent company	Sales	\$ (1,018,646)	(70)	Note 1	\$ -	-	\$ 529,019	68	
Fuzhou Fulfil Tech Co., Ltd.	Syncmold Enterprise Corporation	Parent company	Sales	(322,985)	(28)	Note 1	-	-	158,065	22	
Suzhou Fulfil Electronics Co., Ltd.	Syncmold Enterprise Corporation	Parent company	Sales	(747,754)	(40)	Note 1	-	-	430,947	36	
Chongqing Fulfil Tech Co., Ltd.	Syncmold Enterprise Corporation	Parent company	Sales	(176,142)	(48)	Note 1	-	-	94,431	45	
Kunshan Fulfil Tech Co., Ltd.	Suzhou Fulfil Electronics Co., Ltd.	Indirect subsidiary	Sales	(298,654)	(98)	Note 1	-	-	107,436	95	
Fuqing Fuqun Electronic Hardware Tech Co., Ltd.	Fuzhou Fulfil Tech Co., Ltd.	Indirect subsidiary	Sales	(139,580)	(45)	Note 1	-	-	17,313	20	
Dongguan Khuan Huang Precise Mold Plastic Co., Ltd.	Zhongshan Fulfil Tech. Co., Ltd.	Indirect subsidiary	Sales	(104,219)	(42)	Note 1	-	-	31,917	34	
Syncmold Enterprise Corporation	Zhongshan Fulfil Tech. Co., Ltd.	Subsidiary	Purchases	1,018,646	44	Note 1	-	-	(529,019)	(43)	
	Fuzhou Fulfil Tech Co., Ltd.	Subsidiary	Purchases	322,985	14	Note 1	-	-	(158,065)	(13)	
	Suzhou Fulfil Electronics Co., Ltd.	Subsidiary	Purchases	747,754	33	Note 1	-	-	(430,947)	(35)	
	Chongqing Fulfil Tech Co., Ltd.	Subsidiary	Purchases	176,142	8	Note 1	-	-	(94,431)	(8)	
Suzhou Fulfil Electronics Co., Ltd.	Kunshan Fulfil Tech Co., Ltd.	Indirect subsidiary	Purchases	298,654	20	Note 1	-	-	(107,436)	(18)	
Fuzhou Fulfil Tech Co., Ltd.	Fuqing Fuqun Electronic Hardware Tech Co., Ltd.	Indirect subsidiary	Purchases	139,580	15	Note 1	-	-	(17,313)	(4)	
Zhongshan Fulfil Tech. Co., Ltd.	Dongguan Khuan Huang Precise Mold Plastic Co., Ltd.	Indirect subsidiary	Purchases	104,219	9	Note 1	-	-	(31,917)	(7)	

Note 1: Payment terms are the same as the payment terms of non-related parties.

Note 2: All the transactions in the table above have been eliminated during the preparation of the consolidated financial statements.

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

SEPTEMBER 30, 2023

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Grand Advance Inc.	Syncmold Enterprise Corporation	Parent company	\$ 112,945 (Note 1)	-	\$ -	-	\$ -	\$ -
Zhongshan Fulfil Tech. Co., Ltd.	Syncmold Enterprise Corporation	Parent company	529,019	-	-	-	123,413	-
Suzhou Fulfil Electronics Co., Ltd.	Syncmold Enterprise Corporation	Parent company	430,947	-	-	-	87,457	-
Fuzhou Fulfil Tech Co., Ltd.	Syncmold Enterprise Corporation	Parent company	158,065	-	-	-	39,621	-
Kunshan Fulfil Tech Co., Ltd.	Suzhou Fulfil Electronics Co., Ltd.	Indirect subsidiary	107,436	-	-	-	52,384	-

Note 1: Financing.

Note 2: All the transactions in the table above have been eliminated during the preparation of the consolidated financial statements.

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2023			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				September 30, 2023	December 31, 2022	Number of Shares	%	Carrying Amount			
Syncmold Enterprise Corporation	Syncmold Enterprise (Samoa) Corp.	Samoa	General investment business	\$ 110,598	\$ 110,598	3,546	100.00	\$ 2,287,466	\$ 61,259	\$ 58,965	(Note 1)
	Grand Advance Inc.	Samoa	General investment business	506,240	506,240	-	100.00	3,219,106	278,506	278,653	(Note 1)
	Syncmold Enterprise (USA) Corp.	USA	Trading, import and export in electronic parts	32	32	-	100.00	(4,639)	(1,101)	(1,101)	(Note 2)
	High Grade Tech Co., Ltd.	Taiwan	The design and sale of television hangers and related import and export businesses	36,075	36,075	2,280	35.63	159,012	63,584	22,652	(Note 2)
	Corebio Technologies Co., Ltd.	Taiwan	Medical technology and precision instrument wholesale and retail	52,000	52,000	5,200	38.29	-	-	-	(Note 2)
	Smart Automation Technology Inc.	Taiwan	Software design services	15,680	15,680	1,568	49.00	11,350	(7,338)	(3,595)	(Note 2)
	Leohab Enterprise Co., Ltd.	Taiwan	Precision hardware components manufacturing	232,677	232,677	16,620	70.00	211,146	(9,869)	(7,973)	(Note 2)
	Gatetech Technology Inc.	Taiwan	Precise molding and magnesium alloy die caster manufacturing and transaction business	557,356	556,063	42,561	74.05	673,964	(13,980)	(11,796)	(Note 1)
	Syncmold Enterprise Vietnam Co., Ltd.	Vietnam	Trading, import and export and investment in electronic parts	579,944	579,944	-	100.00	515,327	19,093	19,093	(Note 1)
	Syncmold Enterprise (Malaysia) Sdn. Bhd.	Malaysia	Trading, import and export in electronic parts, customer support and service center	7,192	7,192	-	100.00	2,905	781	781	(Note 2)
	Syncmold Enterprise (Singapore) Pte., Ltd.	Singapore	Trading, import and export in electronic parts, electronic components and parts design	1,100	1,100	-	100.00	6,173	427	427	(Note 2)
	Syncmold Enterprise (Thailand) Co., Ltd.	Thailand	Trading, import and export and investment in electronic parts	33,638	33,638	-	100.00	12,458	(2)	(2)	(Note 2)
	Grand Advance Inc.	Canford International Limited	Samoa	General investment business	119,342	119,342	-	100.00	1,551,710	143,022	143,011
Fullking Development Limited		Hong Kong	General investment business	160,175	160,175	-	100.00	1,220,387	169,672	169,697	(Note 2)
Full Glary Holding Limited		Hong Kong	General investment business	259,720	259,720	-	100.00	277,835	21,590	20,335	(Note 2)
Syncmold Enterprise (Samoa) Corp.	Forever Business Development Limited	Samoa	General investment business	125,957	125,957	-	100.00	372,905	10,437	9,692	(Note 2)
	Full Celebration Limited	Samoa	General investment business	147,710	147,710	-	100.00	112,333	(23,128)	(23,128)	(Note 2)
Gatetech Technology Inc.	Gatech Holding Ltd.	Samoa	General investment business	647,041	647,041	20,130	100.00	602,294	(15,295)	(15,295)	(Note 2)
Gatech Holding Ltd.	Gatech International Ltd.	Samoa	General investment business	657,284	657,284	20,268	100.00	602,294	(15,295)	(15,295)	(Note 2)
Leohab Enterprise Co., Ltd.	Sweet International Group Ltd.	British Virgin Islands	General investment business	147,834	147,834	5,868	100.00	318,315	11,938	11,938	(Note 2)
	Commuwell Enterprise (Thailand) Co., Ltd.	Thailand	Plastic shot and hardware components manufacturing	132,534	132,534	1,350	100.00	235,639	8,575	8,575	(Note 2)
Sweet International Group Ltd.	Lucky King Holdings Ltd.	Mauritius	General investment business	147,834	147,834	5,868	100.00	318,313	11,938	11,938	(Note 2)

Note 1: Calculated based on the reviewed financial statements of the investee company and the investor company's shareholding ratio.

Note 2: Calculated based on the non-reviewed financial statements of the investee company and the investor company's shareholding ratio.

Note 3: Refer to Table 8 for related information on investees from mainland China.

Note 4: The profit or loss of investments between reinvested companies, investments accounted for using the equity method, and the equity of investee companies were all eliminated during the preparation of the consolidated financial statements, except for High Grade Tech Co., Ltd., Corebio Technology Co., Ltd. and Smart Automation Technology Inc.

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2023	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2023	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of September 30, 2023	Accumulated Repatriation of Investment Income as of September 30, 2023
					Outward	Inward						
Fuzhou Fulfil Tech Co., Ltd.	Electronic parts processing and manufacturing. Trading and related import and export business	\$ 43,557	Invested through Syncmold Enterprise (Samoa) Corp.	\$ 67,218 (US\$ 2,083 thousand)	\$ -	\$ -	\$ 67,218 (US\$ 2,083 thousand)	\$ 64,425	100.00	\$ 58,906 (Note 1)	\$ 1,031,759	\$ 2,551,395 (US\$ 79,064 thousand)
Fujian Khuan Hua Precise Mold Co., Ltd.	Processing, manufacturing, trading and related import and export business of various metal molds, plastic molds and plastic injection molds	111,531	Invested through Syncmold Enterprise (Samoa) Corp.	43,758 (US\$ 1,356 thousand)	-	-	43,758 (US\$ 1,356 thousand)	5,544	100.00	6,252 (Note 2)	249,938	-
Fuqing Fuqun Electronic Hardware Tech Co., Ltd.	Electronic parts processing and manufacturing. Trading and related import and export business	59,439	Invested through Syncmold Enterprise (Samoa) Corp.	-	-	-	-	9,574	100.00	7,131 (Note 2)	160,199	125,788 (US\$ 3,898 thousand)
Dongguan Khuan Huang Precise Mold Plastic Co., Ltd.	Processing, manufacturing, trading and related import and export business of various metal molds, plastic molds and plastic injection molds	126,029	Invested through Forever Business Development Limited	-	-	-	-	5,322	100.00	4,385 (Note 2)	180,551	-
Suzhou Fulfil Electronics Co., Ltd.	Electronic parts processing and manufacturing. Trading and related import and export business	18,601	Invested through Canford International Limited	-	-	-	-	143,022	100.00	141,813 (Note 1)	1,551,701	1,375,670 (US\$ 42,630 thousand)
Zhongshan Fulfil Tech. Co., Ltd.	Electronic parts processing and manufacturing. Trading and related import and export business	153,387	Invested through Fullking Development Limited	-	-	-	-	169,666	100.00	171,047 (Note 1)	1,293,451	1,849,523 (US\$ 57,314 thousand)
Kunshan Fulfil Tech Co., Ltd.	Manufacturing and assembling of laptops uses precise bearing, hardware and related accessories	235,539	Invested through Full Glary Holding Limited	193,620 (US\$ 6,000 thousand)	-	-	193,620 (US\$ 6,000 thousand)	21,590	100.00	20,840 (Note 2)	278,988	-
Chongqing Fulfil Tech Co., Ltd.	The processing, manufacturing, related imports and exports of all electronic, plastic and hardware parts	140,025	Invested through Full Celebration Limited	-	-	-	-	(23,128)	100.00	(23,128) (Note 2)	112,321	584,861 (US\$ 18,124 thousand)
Gatetech (Suzhou) Technology Co., Ltd.	Aluminum and magnesium alloy die caster	713,413	Invested through Gatech International Ltd.	784,161 (US\$ 24,300 thousand)	-	-	784,161 (US\$ 24,300 thousand)	(15,295)	74.05	(11,287) (Note 2)	602,294	-
Suzhou Leoho Electronics Co., Ltd.	Precision hardware components manufacturing	207,751	Invested through Lucky King Holdings Ltd.	144,505 (US\$ 4,478 thousand)	-	-	144,505 (US\$ 4,478 thousand)	11,938	70.00	8,357 (Note 2)	318,313	-

(Continued)

Accumulated Outward Remittance for Investment in Mainland China as of September 30, 2023	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by the Investment Commission, MOEA
\$1,473,932 (US\$45,675 thousand)	\$2,499,085 (US\$77,443 thousand)	\$3,662,656

Note 1: Calculated based on the reviewed financial statements of the investee company and the investor company's shareholding ratio.

Note 2: Calculated based on the non-reviewed financial statements of the investee company and the investor company's shareholding ratio.

Note 3: The profit or loss of investments between reinvested companies, investments accounted for using the equity method, and the equity of investee companies were all eliminated during the preparation of the consolidated financial statements.

(Concluded)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details		Payment Terms	% of Total Sales or Asset (Note 3)
				Financial Statement Account	Price		
1	Zhongshan Fulfil Tech. Co., Ltd.	Syncmold Enterprise Corporation Syncmold Enterprise Corporation	2 2	Sales	\$ 1,018,646	No significant difference with non-related parties	16
				Trade receivables from related parties	529,019	No significant difference with non-related parties	4
2	Dongguan Khuan Huang Precision Mold Plastic Co., Ltd.	Syncmold Enterprise Vietnam Co., Ltd. Zhongshan Fulfil Tech. Co., Ltd. Zhongshan Fulfil Tech. Co., Ltd. Fuzhou Fulfil Tech Co., Ltd. Fuzhou Fulfil Tech Co., Ltd. Suzhou Fulfil Electronics Co., Ltd.	3 3 3 3 3 3	Trade receivables from related parties	24,929	No significant difference with non-related parties	-
				Sales	104,219	No significant difference with non-related parties	2
				Trade receivables from related parties	31,917	No significant difference with non-related parties	-
				Sales	56,602	No significant difference with non-related parties	1
				Trade receivables from related parties	17,536	No significant difference with non-related parties	-
				Trade receivables from related parties	17,289	No significant difference with non-related parties	-
3	Fuzhou Fulfil Tech Co., Ltd.	Syncmold Enterprise Corporation Syncmold Enterprise Corporation	2 2	Sales	322,985	No significant difference with non-related parties	5
				Trade receivables from related parties	158,065	No significant difference with non-related parties	1
4	Fuqing Fuqun Electronic Hardware Tech Co., Ltd.	Zhongshan Fulfil Tech. Co., Ltd. Fuzhou Fulfil Tech Co., Ltd. Fuzhou Fulfil Tech Co., Ltd. Suzhou Fulfil Electronics Co., Ltd. Suzhou Fulfil Electronics Co., Ltd. Syncmold Enterprise Vietnam Co., Ltd.	3 3 3 3 3 3	Trade receivables from related parties	11,450	No significant difference with non-related parties	-
				Sales	139,580	No significant difference with non-related parties	2
				Trade receivables from related parties	17,313	No significant difference with non-related parties	-
				Sales	68,538	No significant difference with non-related parties	1
				Trade receivables from related parties	18,981	No significant difference with non-related parties	-
				Trade receivables from related parties	37,607	No significant difference with non-related parties	-
5	Grand Advance Inc.	Syncmold Enterprise Corporation Syncmold Enterprise (USA) Corp	2 3	Other receivables from related parties - financing	112,945	Based on the contract between both parties	1
				Other receivables from related parties - financing	12,908	Based on the contract between both parties	-
6	Suzhou Fulfil Electronics Co., Ltd.	Syncmold Enterprise Corporation Syncmold Enterprise Corporation	2 2	Sales	747,754	No significant difference with non-related parties	11
				Trade receivables from related parties	430,947	No significant difference with non-related parties	3
7	Gatetech (Suzhou) Technology Co., Ltd.	Gatetech Technology Co., Ltd.	3	Trade receivables from related parties	40,275	No significant difference with non-related parties	-
8	Kunshan Fulfil Tech Co., Ltd.	Suzhou Fulfil Electronics Co., Ltd. Suzhou Fulfil Electronics Co., Ltd.	3 3	Sales	298,654	No significant difference with non-related parties	5
				Trade receivables from related parties	107,436	No significant difference with non-related parties	1

(Continued)

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details		Payment Terms	% of Total Sales or Asset (Note 3)
				Financial Statement Account	Price		
9	Chongqing Fulfil Tech Co., Ltd.	Syncmold Enterprise Corporation	2	Sale	\$ 176,142	No significant difference with non-related parties	3
		Syncmold Enterprise Corporation	2	Trade receivables from related parties	94,431	No significant difference with non-related parties	1
10	Syncmold Enterprise (Samoa) Corp.	Fujian Khuan Hua Precise Mold Co., Ltd.	3	Other receivables from related parties - dividends	45,155	Based on the contract between both parties	-
		Fullking Development Limited	3	Other receivables from related parties - financing	74,221	Based on the contract between both parties	1
		Chongqing Fulfil Tech Co., Ltd	3	Other receivables from related parties - financing	48,728	Based on the contract between both parties	-
11	Fujian Khuan Hua Precise Mold Co., Ltd.	Fuzhou Fulfil Tech Co., Ltd.	3	Sale	24,942	No significant difference with non-related parties	-
		Suzhou Fulfil Electronics Co., Ltd.	3	Sale	23,433	No significant difference with non-related parties	-
12	Suzhou Leoho Electronics Co., Ltd	Leohab Enterprise Co., Ltd	3	Trade receivables from related parties	84,125	No significant difference with non-related parties	1

Note 1: 0 represents the parent company and the subsidiaries are numbered from 1.

Note 2: 1 represents transactions from the parent company to the subsidiaries, 2 represents transactions from the subsidiaries to the parent company, and 3 represents transactions between the subsidiaries.

Note 3: The monetary amount of the transaction is calculated based on percentage of total sales or assets. If the account is an asset or a liability, the ratio is calculated using the ending balance. If the account is in the income statement, the ratio is calculated using cumulative amount during that period.

Note 4: The disclosure standard of the table above was 10% of the specified account and reached to \$10,000 thousand.

Note 5: All the transactions in the table above have been eliminated during the preparation of the consolidated financial statements.

(Concluded)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES**INFORMATION ON MAJOR SHAREHOLDERS
SEPTEMBER 30, 2023**

Name of Major Shareholder	Shares	
	Number of Shares	Percentage of Ownership (%)
Chen Chiu-Lang	8,708,211	7.03

Note 1: The information of major shareholders presented in this table is provided by the Taiwan Depository & Clearing Corporation based on the number of ordinary shares and preference shares held by shareholders with ownership of 5% or greater, that have been issued without physical registration (including treasury shares) by the Company as of the last business day for the current quarter. The share capital in the consolidated financial statements may differ from the actual number of shares that have been issued without physical registration because of different preparation basis.

Note 2: If a shareholder delivers the shareholdings to the trust, the above information will be disclosed by the individual trustor who opened the trust account. For shareholders who declare insider shareholdings with ownership greater than 10% in accordance with the Security and Exchange Act, the shareholdings include shares held by shareholders and those delivered to the trust over which shareholders have rights to determine the use of trust property. For information relating to insider shareholding declaration, refer to Market Observation Post System.