

Syncmold Enterprise Corporation and Subsidiaries

**Consolidated Financial Statements for the
Nine Months Ended September 30, 2024 and 2023 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, 2024 and 2023, the related consolidated statements of comprehensive income for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, 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, 2024 and 2023, the combined total assets of these non-significant subsidiaries were NT\$3,696,026 thousand and NT\$3,162,178 thousand, respectively, representing 28.55% and 25.55%, respectively, of the consolidated total assets, and the combined total liabilities of these subsidiaries were NT\$1,735,928 thousand and NT\$1,444,905 thousand, respectively, representing 33.62% and 23.05%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, the amounts of combined comprehensive income (loss) of these subsidiaries were NT\$141,682 thousand, NT\$74,266 thousand, NT\$284,561 thousand and NT\$(103,233) thousand, respectively, representing 65.86%, 14.69%, 25.35% and (17.34%), respectively, of the consolidated total comprehensive income. In addition, as disclosed in Note 12 to the consolidated financial statements, as of September 30, 2024 and 2023, the amounts of investments accounted for using the equity method were NT\$177,897 thousand and NT\$170,362

thousand, respectively; for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, the shares of comprehensive income of associates amounted to NT\$8,799 thousand, NT\$12,135 thousand, NT\$20,390 thousand and NT\$29,634 thousand, respectively, which were calculated based on the financial statements that have not been reviewed.

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, 2024 and 2023, its consolidated financial performance for the three months ended September 30, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2024 and 2023 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 Yao-Lin Huang and Shih-Chieh Chou.

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 8, 2024

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, 2024 | | December 31, 2023 | | September 30, 2023 | |
|--|----------------------|------------|----------------------|------------|----------------------|------------|
| | Amount | % | Amount | % | Amount | % |
| CURRENT ASSETS | | | | | | |
| Cash and cash equivalents (Note 6) | \$ 3,741,232 | 29 | \$ 3,233,289 | 27 | \$ 3,094,495 | 25 |
| Financial assets at fair value through profit or loss - current (Note 7) | 1,408,441 | 11 | 1,164,114 | 9 | 1,217,712 | 10 |
| Financial assets at amortized cost - current (Notes 8 and 28) | 756,488 | 6 | 806,238 | 7 | 581,123 | 5 |
| Notes receivable | 226,977 | 2 | 200,860 | 2 | 235,578 | 2 |
| Trade receivables, net (Note 9) | 2,554,441 | 20 | 2,381,274 | 20 | 2,749,194 | 22 |
| Inventories (Note 10) | 717,106 | 5 | 734,463 | 6 | 776,577 | 6 |
| Other current assets | <u>248,193</u> | <u>2</u> | <u>236,990</u> | <u>2</u> | <u>287,875</u> | <u>2</u> |
| Total current assets | <u>9,652,878</u> | <u>75</u> | <u>8,757,228</u> | <u>73</u> | <u>8,942,554</u> | <u>72</u> |
| NON-CURRENT ASSETS | | | | | | |
| Financial assets at fair value through profit or loss - non-current (Note 7) | 97,319 | 1 | 103,644 | 1 | 98,095 | 1 |
| Financial assets at amortized cost - non-current (Notes 8 and 28) | 3,478 | - | 3,278 | - | 3,261 | - |
| Investments accounted for using the equity method (Note 12) | 177,897 | 1 | 175,055 | 1 | 170,362 | 1 |
| Property, plant and equipment (Notes 13, 27 and 28) | 2,066,717 | 16 | 2,097,860 | 17 | 2,156,046 | 18 |
| Right-of-use assets (Notes 14 and 27) | 459,945 | 4 | 423,744 | 4 | 472,811 | 4 |
| Intangible assets (Notes 15 and 27) | 39,730 | - | 44,146 | - | 48,771 | - |
| Goodwill (Note 16) | 324,597 | 3 | 324,597 | 3 | 324,597 | 3 |
| Deferred tax assets (Note 4) | 54,401 | - | 63,462 | 1 | 90,838 | 1 |
| Prepayments for equipment (Note 27) | 25,153 | - | 12,213 | - | 27,324 | - |
| Refundable deposits | 31,644 | - | 31,253 | - | 31,414 | - |
| Defined benefit assets (Note 4) | 7,299 | - | 7,400 | - | 6,416 | - |
| Other non-current assets (Note 27) | <u>2,687</u> | <u>-</u> | <u>1,497</u> | <u>-</u> | <u>1,567</u> | <u>-</u> |
| Total non-current assets | <u>3,290,867</u> | <u>25</u> | <u>3,288,149</u> | <u>27</u> | <u>3,431,502</u> | <u>28</u> |
| TOTAL | <u>\$ 12,943,745</u> | <u>100</u> | <u>\$ 12,045,377</u> | <u>100</u> | <u>\$ 12,374,056</u> | <u>100</u> |
| LIABILITIES AND EQUITY | | | | | | |
| CURRENT LIABILITIES | | | | | | |
| Short-term borrowings (Notes 17 and 28) | \$ 1,807,032 | 14 | \$ 1,695,585 | 14 | \$ 1,673,701 | 13 |
| Notes payable and trade payables | 1,806,589 | 14 | 1,812,374 | 15 | 2,003,079 | 16 |
| Other payables (Notes 19 and 27) | 594,567 | 5 | 474,353 | 4 | 566,068 | 5 |
| Current tax liabilities | 116,358 | 1 | 113,759 | 1 | 105,197 | 1 |
| Lease liabilities - current (Notes 14 and 27) | 140,409 | 1 | 130,202 | 1 | 142,900 | 1 |
| Current portion of bonds payable (Note 18) | - | - | 200,931 | 2 | 1,188,003 | 10 |
| Current portion of long-term borrowings (Notes 17 and 28) | 21,471 | - | 16,499 | - | 16,480 | - |
| Other current liabilities | <u>19,654</u> | <u>-</u> | <u>8,650</u> | <u>-</u> | <u>11,255</u> | <u>-</u> |
| Total current liabilities | <u>4,506,080</u> | <u>35</u> | <u>4,452,353</u> | <u>37</u> | <u>5,706,683</u> | <u>46</u> |
| NON-CURRENT LIABILITIES | | | | | | |
| Long-term borrowings (Notes 17 and 28) | 179,509 | 1 | 188,365 | 2 | 191,912 | 2 |
| Deferred tax liabilities (Note 4) | 332,397 | 3 | 235,583 | 2 | 221,283 | 2 |
| Lease liabilities - non-current (Notes 14 and 27) | 123,892 | 1 | 109,324 | 1 | 125,395 | 1 |
| Net defined benefit liabilities (Note 4) | 3,923 | - | 5,400 | - | 6,399 | - |
| Guarantee deposits received | 439 | - | 565 | - | 565 | - |
| Other non-current liabilities | <u>16,632</u> | <u>-</u> | <u>18,332</u> | <u>-</u> | <u>17,393</u> | <u>-</u> |
| Total non-current liabilities | <u>656,792</u> | <u>5</u> | <u>557,569</u> | <u>5</u> | <u>562,947</u> | <u>5</u> |
| Total liabilities | <u>5,162,872</u> | <u>40</u> | <u>5,009,922</u> | <u>42</u> | <u>6,269,630</u> | <u>51</u> |
| EQUITY ATTRIBUTABLE TO OWNERS OF THE CORPORATION | | | | | | |
| Ordinary shares | 1,434,178 | 11 | 1,237,258 | 10 | 1,237,258 | 10 |
| Capital collected in advance | 8,508 | - | 170,511 | 2 | - | - |
| Capital surplus | 3,371,549 | 26 | 3,180,597 | 26 | 2,361,889 | 19 |
| Retained earnings | | | | | | |
| Legal reserve | 1,128,761 | 9 | 1,064,029 | 9 | 1,064,029 | 9 |
| Special reserve | 619,827 | 5 | 518,796 | 4 | 518,796 | 4 |
| Unappropriated earnings | 1,213,458 | 9 | 1,160,008 | 10 | 977,940 | 8 |
| Total retained earnings | <u>2,962,046</u> | <u>23</u> | <u>2,742,833</u> | <u>23</u> | <u>2,560,765</u> | <u>21</u> |
| Other equity | | | | | | |
| Exchange differences on translating the financial statements of foreign operations | (346,807) | (3) | (626,422) | (5) | (382,985) | (3) |
| Unrealized gain on financial assets at fair value through other comprehensive income | 6,595 | - | 6,595 | - | 855 | - |
| Total other equity | <u>(340,212)</u> | <u>(3)</u> | <u>(619,827)</u> | <u>(5)</u> | <u>(382,130)</u> | <u>(3)</u> |
| Total equity attributable to owners of the Corporation | 7,436,069 | 57 | 6,711,372 | 56 | 5,777,782 | 47 |
| NON-CONTROLLING INTERESTS | <u>344,804</u> | <u>3</u> | <u>324,083</u> | <u>2</u> | <u>326,644</u> | <u>2</u> |
| Total equity | <u>7,780,873</u> | <u>60</u> | <u>7,035,455</u> | <u>58</u> | <u>6,104,426</u> | <u>49</u> |
| TOTAL | <u>\$ 12,943,745</u> | <u>100</u> | <u>\$ 12,045,377</u> | <u>100</u> | <u>\$ 12,374,056</u> | <u>100</u> |

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

(With Deloitte & Touche review report dated November 8, 2024)

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 | | | |
|---|---|------------|------------------|-----------|--|-----------|------------------|------------|
| | 2024 | | 2023 | | 2024 | | 2023 | |
| | Amount | % | Amount | % | Amount | % | Amount | % |
| OPERATING REVENUE | \$ 2,468,537 | 100 | \$ 2,516,105 | 100 | \$ 7,149,026 | 100 | \$ 6,508,760 | 100 |
| OPERATING COSTS (Notes 10, 22 and 27) | <u>1,747,728</u> | <u>71</u> | <u>1,887,027</u> | <u>75</u> | <u>5,025,143</u> | <u>70</u> | <u>5,145,917</u> | <u>79</u> |
| GROSS PROFIT | <u>720,809</u> | <u>29</u> | <u>629,078</u> | <u>25</u> | <u>2,123,883</u> | <u>30</u> | <u>1,362,843</u> | <u>21</u> |
| OPERATING EXPENSES (Notes 9, 22 and 27) | | | | | | | | |
| Selling and marketing expenses | 102,120 | 4 | 73,934 | 3 | 283,483 | 4 | 218,056 | 3 |
| General and administrative expenses | 185,800 | 8 | 188,088 | 7 | 567,808 | 8 | 521,388 | 8 |
| Research and development expenses | 46,340 | 2 | 48,114 | 2 | 152,933 | 2 | 138,544 | 2 |
| Expected credit loss | <u>9,003</u> | <u>-</u> | <u>139</u> | <u>-</u> | <u>8,481</u> | <u>-</u> | <u>757</u> | <u>-</u> |
| Total operating expenses | <u>343,263</u> | <u>14</u> | <u>310,275</u> | <u>12</u> | <u>1,012,705</u> | <u>14</u> | <u>878,745</u> | <u>13</u> |
| PROFIT FROM OPERATIONS | <u>377,546</u> | <u>15</u> | <u>318,803</u> | <u>13</u> | <u>1,111,178</u> | <u>16</u> | <u>484,098</u> | <u>8</u> |
| NON-OPERATING INCOME AND EXPENSES | | | | | | | | |
| Other income (Note 14) | 6,909 | - | 4,194 | - | 11,881 | - | 20,441 | - |
| Other gains and losses | (318) | - | (1,909) | - | (5,728) | - | (4,232) | - |
| Interest income | 26,976 | 1 | 21,001 | 1 | 87,468 | 1 | 64,571 | 1 |
| Net foreign exchange gain (loss) (Note 29) | (41,200) | (2) | 34,687 | 1 | 28,107 | - | 91,752 | 2 |
| Net gain (loss) on financial assets at fair value through profit or loss (Note 7) | (14,565) | - | 10,506 | - | 46,704 | 1 | 55,376 | 1 |
| Share of profit of associates (Note 12) | 6,527 | - | 9,137 | - | 17,817 | - | 19,057 | - |
| Interest expense (Notes 18 and 27) | <u>(10,905)</u> | <u>-</u> | <u>(14,581)</u> | <u>-</u> | <u>(33,934)</u> | <u>-</u> | <u>(41,529)</u> | <u>(1)</u> |
| Total non-operating income and expenses | <u>(26,576)</u> | <u>(1)</u> | <u>63,035</u> | <u>2</u> | <u>152,315</u> | <u>2</u> | <u>205,436</u> | <u>3</u> |
| PROFIT BEFORE INCOME TAX FROM OPERATIONS | 350,970 | 14 | 381,838 | 15 | 1,263,493 | 18 | 689,534 | 11 |
| INCOME TAX EXPENSE (Notes 4 and 23) | <u>124,121</u> | <u>5</u> | <u>126,520</u> | <u>5</u> | <u>438,536</u> | <u>6</u> | <u>237,463</u> | <u>4</u> |
| NET PROFIT FOR THE PERIOD | <u>226,849</u> | <u>9</u> | <u>255,318</u> | <u>10</u> | <u>824,957</u> | <u>12</u> | <u>452,071</u> | <u>7</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 | | | |
|---|---|----------|-------------------|-----------|--|-----------|-------------------|----------|
| | 2024 | | 2023 | | 2024 | | 2023 | |
| | 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 | \$ 2,272 | - | \$ 2,998 | - | \$ 2,573 | - | \$ 10,577 | - |
| Items that may be reclassified subsequently to profit or loss: | | | | | | | | |
| Exchange differences on translating the financial statements of foreign operations | (13,991) | - | 247,368 | 10 | 295,081 | 4 | 132,800 | 2 |
| Other comprehensive income for the period, net of income tax | (11,719) | - | 250,366 | 10 | 297,654 | 4 | 143,377 | 2 |
| TOTAL COMPREHENSIVE INCOME FOR THE PERIOD | <u>\$ 215,130</u> | <u>9</u> | <u>\$ 505,684</u> | <u>20</u> | <u>\$ 1,122,611</u> | <u>16</u> | <u>\$ 595,448</u> | <u>9</u> |
| NET PROFIT (LOSS) | | | | | | | | |
| ATTRIBUTABLE TO: | | | | | | | | |
| Owners of the Corporation | \$ 218,375 | 9 | \$ 251,677 | 10 | \$ 794,905 | 11 | \$ 459,737 | 7 |
| Non-controlling interests | 8,474 | - | 3,641 | - | 30,052 | 1 | (7,666) | - |
| | <u>\$ 226,849</u> | <u>9</u> | <u>\$ 255,318</u> | <u>10</u> | <u>\$ 824,957</u> | <u>12</u> | <u>\$ 452,071</u> | <u>7</u> |
| TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO: | | | | | | | | |
| Owners of the Corporation | \$ 199,374 | 8 | \$ 493,454 | 20 | \$ 1,077,093 | 15 | \$ 601,922 | 9 |
| Non-controlling interests | 15,756 | 1 | 12,230 | - | 45,518 | 1 | (6,474) | - |
| | <u>\$ 215,130</u> | <u>9</u> | <u>\$ 505,684</u> | <u>20</u> | <u>\$ 1,122,611</u> | <u>16</u> | <u>\$ 595,448</u> | <u>9</u> |
| EARNINGS PER SHARE | | | | | | | | |
| (Note 24) | | | | | | | | |
| Basic | <u>\$ 1.52</u> | | <u>\$ 2.03</u> | | <u>\$ 5.57</u> | | <u>\$ 3.72</u> | |
| Diluted | <u>\$ 1.50</u> | | <u>\$ 1.76</u> | | <u>\$ 5.47</u> | | <u>\$ 3.23</u> | |

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

(With Deloitte & Touche review report dated November 8, 2024)

(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 12, 18 and 21) | | | | | | | Other Equity | | | Non-controlling Interests (Notes 21 and 25) | Total Equity | |
|--|--|------------------------------|-----------------|-------------------|-----------------|-------------------------|---|---|--------------------|--------------|--|--------------|--------------|
| | Ordinary Share | Capital Collected in Advance | Capital Surplus | Retained Earnings | | | Exchange Differences on Translating of the Financial Statements of Foreign Operations | Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income | Total Other Equity | Total | | | |
| | | | | Legal Reserve | Special Reserve | Unappropriated Earnings | | | | | | | Total |
| 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 investments in equity instruments designated as 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 |
| BALANCE AT JANUARY 1, 2024 | \$ 1,237,258 | \$ 170,511 | \$ 3,180,597 | \$ 1,064,029 | \$ 518,796 | \$ 1,160,008 | \$ 2,742,833 | \$ (626,422) | \$ 6,595 | \$ (619,827) | \$ 6,711,372 | \$ 324,083 | \$ 7,035,455 |
| Appropriation of 2023 earnings | | | | | | | | | | | | | |
| Legal reserve | - | - | - | 64,732 | - | (64,732) | - | - | - | - | - | - | - |
| Special reserve | - | - | - | - | 101,031 | (101,031) | - | - | - | - | - | - | - |
| Cash dividends distributed by the Corporation | - | - | - | - | - | (578,000) | (578,000) | - | - | - | (578,000) | - | (578,000) |
| | - | - | - | 64,732 | 101,031 | (743,763) | (578,000) | - | - | - | (578,000) | - | (578,000) |
| Unclaimed dividends | - | - | 85 | - | - | - | - | - | - | - | 85 | - | 85 |
| Net profit for the nine months ended September 30, 2024 | - | - | - | - | - | 794,905 | 794,905 | - | - | - | 794,905 | 30,052 | 824,957 |
| Other comprehensive income for the nine months ended September 30, 2024, net of income tax | - | - | - | - | - | - | - | 279,615 | 2,573 | 282,188 | 282,188 | 15,466 | 297,654 |
| Total comprehensive income for the nine months ended September 30, 2024 | - | - | - | - | - | 794,905 | 794,905 | 279,615 | 2,573 | 282,188 | 1,077,093 | 45,518 | 1,122,611 |
| Changes in affiliated companies recognized under the equity method | - | - | - | - | - | (265) | (265) | - | - | - | (265) | - | (265) |
| Actual acquisition of interests in subsidiaries | - | - | 366 | - | - | - | - | - | - | - | 366 | (1,119) | (753) |
| Changes in ownership equity in a subsidiary | - | - | 23,821 | - | - | - | - | - | - | - | 23,821 | (23,678) | 143 |
| Convertible corporate bonds | 196,920 | (162,003) | 166,680 | - | - | - | - | - | - | - | 201,597 | - | 201,597 |
| Disposal of investments in equity instruments designated as at fair value through other comprehensive income by associates | - | - | - | - | - | 2,573 | 2,573 | - | (2,573) | (2,573) | - | - | - |
| BALANCE AT SEPTEMBER 30, 2024 | \$ 1,434,178 | \$ 8,508 | \$ 3,371,549 | \$ 1,128,761 | \$ 619,827 | \$ 1,213,458 | \$ 2,962,046 | \$ (346,807) | \$ 6,595 | \$ (340,212) | \$ 7,436,069 | \$ 344,804 | \$ 7,780,873 |

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

(With Deloitte & Touche review report dated November 8, 2024)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

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

| | For the Nine Months Ended September 30 | |
|---|---|----------------|
| | 2024 | 2023 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before income tax | \$ 1,263,493 | \$ 689,534 |
| Adjustments for: | | |
| Depreciation expenses | 303,309 | 312,453 |
| Amortization expenses | 15,591 | 17,009 |
| Expected credit loss | 8,481 | 757 |
| Net gain on financial assets at fair value through profit or loss | (46,704) | (55,376) |
| Interest expense | 33,934 | 41,529 |
| Interest income | (87,468) | (64,571) |
| Dividend income | (5,567) | (5,089) |
| Share of profit of associates | (17,817) | (19,057) |
| Loss on disposal of property, plant and equipment | 477 | 9,998 |
| Loss on disposal of intangible assets | 278 | 13 |
| Reversal of write-downs of inventories | (25,006) | (9,246) |
| Net loss on unrealized foreign currency exchange | 36,327 | 27,009 |
| Gain on lease modification | (13) | (11,654) |
| Changes in operating assets and liabilities | | |
| Notes receivable | (19,361) | (48,468) |
| Trade receivables | (81,550) | (661,147) |
| Inventories | 73,283 | 150,712 |
| Other current assets | 7,171 | 93,648 |
| Other non-current assets | (1,123) | (1,300) |
| Notes payable and trade payables | (115,827) | 437,624 |
| Other payables | 111,494 | 17,275 |
| Other current liabilities | 6,442 | (37,456) |
| Net defined benefit assets and liabilities | (1,477) | (599) |
| Other non-current liabilities | (3,077) | 901 |
| Cash generated from operations | 1,455,290 | 884,499 |
| Interest paid | (34,482) | (31,215) |
| Income tax paid | (333,836) | (139,507) |
| Net cash generated from operating activities | <u>1,086,972</u> | <u>713,777</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of financial assets at amortized cost | (1,387,384) | (479,369) |
| Proceeds from sale of financial assets at amortized cost | 1,484,014 | 149,843 |
| Purchase of financial assets at fair value through profit or loss | (2,424,303) | (2,051,459) |
| Proceeds from sale of financial assets at fair value through profit or loss | 2,285,548 | 1,581,520 |
| Acquisition of long-term equity investments under the equity method | (5,517) | - |
| Payments for property, plant and equipment | (118,831) | (151,854) |
| Proceeds from disposal of property, plant and equipment | 14,838 | 3,602 |
| Decrease in refundable deposits | 1,022 | 12,925 |

(Continued)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

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

| | For the Nine Months Ended September 30 | |
|--|---|---------------------|
| | 2024 | 2023 |
| Payments for intangible assets | \$ (10,292) | \$ (6,065) |
| Increase in prepayments for equipment | (22,976) | (15,613) |
| Interest received | 83,276 | 62,958 |
| Dividends received | <u>28,367</u> | <u>32,449</u> |
| Net cash used in investing activities | <u>(72,238)</u> | <u>(861,063)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Increase in short-term borrowings | 109,157 | 193,258 |
| Proceeds from long-term borrowings | 5,433 | 27,420 |
| Repayments of long-term borrowings | (12,357) | (12,322) |
| Refunds of guarantee deposits received | (126) | (368) |
| Repayments of the principal portion of lease liabilities | (123,926) | (130,832) |
| Cash dividends | (578,000) | (371,172) |
| Cash capital increase by subsidiaries | 143 | - |
| Actual acquisition of additional interests in subsidiaries | <u>(753)</u> | <u>(1,293)</u> |
| Net cash used in financing activities | <u>(600,429)</u> | <u>(295,309)</u> |
| EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES | <u>93,638</u> | <u>26,725</u> |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | 507,943 | (415,870) |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | <u>3,233,289</u> | <u>3,510,365</u> |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | <u>\$ 3,741,232</u> | <u>\$ 3,094,495</u> |

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

(With Deloitte & Touche review report dated November 8, 2024)

(Concluded)

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 AND 2023 (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. The Corporation 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. After obtaining approval from the Financial Supervisory Commission, Executive Yuan in November 2006, the Corporation’s shares were listed on the over-the-counter (OTC) market on January 11, 2007. In November 2009, the Corporation obtained approval to transfer the listing of its shares to the Taiwan Stock Exchange (TWSE). The Corporation was 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 8, 2024.

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 “IFRS Accounting Standards”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

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

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2025

| New, Amended and Revised Standards and Interpretations | Effective Date Announced by the International Accounting Standards Board (IASB) |
|---|--|
| Amendments to IAS 21 “Lack of Exchangeability” | January 1, 2025 (Note) |

Note: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments to IAS 21, the Group shall not restate the comparative information and shall recognize any effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or, if applicable, to the cumulative amount of translation differences in equity as well as affected assets or liabilities.

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

| New, Amended and Revised Standards and Interpretations | Effective Date Announced by IASB (Note) |
|--|--|
| Annual Improvements to IFRS Accounting Standards - Volume 11 | January 1, 2026 |
| Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” | January 1, 2026 |
| 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 17 and IFRS 9 - Comparative Information” | January 1, 2023 |
| IFRS 18 “Presentation and Disclosure in Financial Statements” | January 1, 2027 |
| IFRS 19 “Subsidiaries without Public Accountability: Disclosures” | January 1, 2027 |

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

IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- 1) Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- 2) The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- 3) Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.
- 4) Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing other impacts of the above amended 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 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 an 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 detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2023.

1) Classification of current and non-current assets and liabilities

Current assets include:

- Assets held primarily for the purpose of trading;
- Assets expected to be realized within 12 months after the reporting period; and

- Cash and cash equivalents unless the asset is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period.

Current liabilities include:

- Liabilities held primarily for the purpose of trading;
- Liabilities due to be settled within 12 months after the reporting period; and
- Liabilities for which the Group does not have the substantial right at the end of the reporting period to defer settlement for at least 12 months after the reporting period.

Assets and liabilities that are not classified as current are classified as non-current.

2) 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.

3) 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 critical material judgments and key sources of estimation uncertainty, refer to the consolidated financial statements for the year ended December 31, 2023.

6. CASH AND CASH EQUIVALENTS

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|--|-----------------------|----------------------|-----------------------|
| Cash on hand | \$ 1,618 | \$ 2,202 | \$ 1,982 |
| Checking accounts and demand deposits | 2,273,771 | 2,137,332 | 2,011,241 |
| Cash equivalents | | | |
| Time deposits with original maturities within 3 months | <u>1,465,843</u> | <u>1,093,755</u> | <u>1,081,272</u> |
| | <u>\$ 3,741,232</u> | <u>\$ 3,233,289</u> | <u>\$ 3,094,495</u> |

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|---|-----------------------|----------------------|-----------------------|
| Financial assets at fair value through profit or loss (FVTPL) - current | | | |
| Financial assets mandatorily classified as at FVTPL | | | |
| Non-derivative financial assets | | | |
| Domestic listed shares | \$ 171,189 | \$ 75,093 | \$ 70,495 |
| Mutual fund | 209,622 | 197,342 | 203,238 |
| Hybrid financial assets | | | |
| Structured deposits (Note) | <u>1,027,630</u> | <u>891,679</u> | <u>943,979</u> |
| | <u>\$ 1,408,441</u> | <u>\$ 1,164,114</u> | <u>\$ 1,217,712</u> |
| Financial assets at FVTPL - non-current | | | |
| Financial assets mandatorily classified as at FVTPL | | | |
| Non-derivative financial assets | | | |
| Domestic emerging market shares | \$ 39,894 | \$ 42,667 | \$ 35,070 |
| Domestic unlisted shares | 20,360 | 20,883 | 20,999 |
| Overseas unlisted shares | 19,520 | 24,189 | 25,299 |
| Private funds | <u>17,545</u> | <u>15,905</u> | <u>16,727</u> |
| | <u>\$ 97,319</u> | <u>\$ 103,644</u> | <u>\$ 98,095</u> |

Note: The Group successively entered into one- to six-month structured time deposit contracts with bank for the nine months ended September 30, 2024 and 2023. 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, 2024 | December 31, 2023 | September 30, 2023 |
|--|-----------------------|----------------------|-----------------------|
| <u>Current</u> | | | |
| Time deposits with original maturities of more than 3 months | \$ 755,003 | \$ 804,882 | \$ 579,797 |
| Time deposits pledged as collateral with original maturities of more than 3 months | <u>1,485</u> | <u>1,356</u> | <u>1,326</u> |
| | <u>\$ 756,488</u> | <u>\$ 806,238</u> | <u>\$ 581,123</u> |
| <u>Non-current</u> | | | |
| Time deposits with original maturities of more than 1 year | <u>\$ 3,478</u> | <u>\$ 3,278</u> | <u>\$ 3,261</u> |

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

9. TRADE RECEIVABLES, NET

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|-------------------------------------|-----------------------|----------------------|-----------------------|
| At amortized cost | | | |
| Gross carrying amount | \$ 2,573,274 | \$ 2,391,206 | \$ 2,756,831 |
| Less: Allowance for impairment loss | <u>(18,833)</u> | <u>(9,932)</u> | <u>(7,637)</u> |
| | <u>\$ 2,554,441</u> | <u>\$ 2,381,274</u> | <u>\$ 2,749,194</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, 2024

| | Not Past Due | Less than 30 Days | 31 to 90 Days | 91 to 180 Days | Over 180 Days | Total |
|--------------------------------|---------------------|----------------------|-----------------|-------------------|------------------|---------------------|
| Expected credit loss rate | - | 4.14% | 13.37% | 40.16% | 86.97% | |
| Gross carrying amount | \$ 2,476,945 | \$ 61,590 | \$ 11,036 | \$ 12,407 | \$ 11,296 | \$ 2,573,274 |
| Loss allowance (Lifetime ECLs) | <u>-</u> | <u>(2,550)</u> | <u>(1,476)</u> | <u>(4,983)</u> | <u>(9,824)</u> | <u>(18,833)</u> |
| Amortized cost | <u>\$ 2,476,945</u> | <u>\$ 59,040</u> | <u>\$ 9,560</u> | <u>\$ 7,424</u> | <u>\$ 1,472</u> | <u>\$ 2,554,441</u> |

December 31, 2023

| | Not Past Due | Less than 30 Days | 31 to 90 Days | 91 to 180 Days | Over 180 Days | Total |
|--------------------------------|---------------------|-------------------|------------------|-----------------|---------------|---------------------|
| Expected credit loss rate | - | 1.20% | 5.69% | 46.53% | 99.71% | |
| Gross carrying amount | \$ 2,319,124 | \$ 28,436 | \$ 32,891 | \$ 5,648 | \$ 5,107 | \$ 2,391,206 |
| Loss allowance (Lifetime ECLs) | - | (342) | (1,870) | (2,628) | (5,092) | (9,932) |
| Amortized cost | <u>\$ 2,319,124</u> | <u>\$ 28,094</u> | <u>\$ 31,021</u> | <u>\$ 3,020</u> | <u>\$ 15</u> | <u>\$ 2,381,274</u> |

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) | - | (710) | (337) | (294) | (6,296) | (7,637) |
| 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> |

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

| | For the Nine Months Ended September 30 | |
|--|---|-----------------|
| | 2024 | 2023 |
| Balance at January 1 | \$ 9,932 | \$ 6,907 |
| Add: Net remeasurement of loss allowance | 8,481 | 757 |
| Less: Amounts written off | (291) | - |
| Foreign exchange gains and losses | <u>711</u> | <u>(27)</u> |
| Balance at September 30 | <u>\$ 18,833</u> | <u>\$ 7,637</u> |

10. INVENTORIES

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|------------------|-----------------------|----------------------|-----------------------|
| Finished goods | \$ 320,428 | \$ 360,494 | \$ 308,416 |
| Work in progress | 129,225 | 120,561 | 160,731 |
| Raw materials | <u>267,453</u> | <u>253,408</u> | <u>307,430</u> |
| | <u>\$ 717,106</u> | <u>\$ 734,463</u> | <u>\$ 776,577</u> |

The cost of goods sold for the three months ended September 30, 2024 and for the nine months ended September 30, 2024, included reversals of inventory of \$523 thousand and \$25,006 thousand, respectively. 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. Inventory write-downs were reversed as a result of the reversed value in certain markets.

11. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements:

| Investor | Investee | Nature of Activities | Proportion of Ownership (%) | | | Note |
|--------------------------------------|---|---|-----------------------------|-------------------|--------------------|---------------|
| | | | September 30, 2024 | December 31, 2023 | September 30, 2023 | |
| 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 | 80.22 | 70.00 | 70.00 | Notes 2 and 4 |
| | Gatetech Technology Inc. | Precision molding and magnesium alloy die caster manufacturing and transaction business | 74.17 | 74.05 | 74.05 | Notes 3 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 1 |
| | Syncmold Enterprise (Malaysia) Sdn., Bhd. | The trading, imports and exports of electronic parts and customer support & service center | 100.00 | 100.00 | 100.00 | Note 2 |
| | Syncmold Enterprise (Singapore) Pte., Ltd. | The trading, imports and exports of electronic parts and customer support & service center | 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 | Notes 2 and 6 |
| 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 |
| Syncmold Enterprise (Samoa) Corp. | Full Glary Holding Limited | General investment business | 100.00 | 100.00 | 100.00 | Note 2 |
| | 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 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 manufacturing, trading and related import and export business | 100.00 | 100.00 | 100.00 | Note 2 |
| | Gatetech Technology Inc. | General investment business | 100.00 | 100.00 | 100.00 | Note 2 |
| | Leohab Enterprise Co., Ltd. | Sweet International Group Ltd. | 100.00 | 100.00 | 100.00 | Note 2 |
| | Commwell 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 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 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 International Ltd. | Gatetech (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: The subsidiaries' financial statements for the nine months ended September 30, 2024 and 2023 have been reviewed.

Note 2: As the subsidiary is not a major subsidiary, its financial statements for the nine months ended September 30, 2024 and 2023 have not been reviewed.

Note 3: Since the subsidiary is a major subsidiary, its financial statements for the six months ended September 30, 2023 have been reviewed. Its financial statements for the six months ended September 30, 2024 have not been reviewed.

Note 4: On May 30, 2024, the Corporation subscribed for additional new shares of Leohab Enterprise Co., Ltd. at a percentage different from its existing ownership percentage and increased its continuing interest from 70% to 80.22%. Refer to Note 25 for detailed information on the acquisition of non-controlling interests during 2024.

Note 5: On March 27, 2023, July 18, 2024 and August 14, 2024, the Corporation acquired additional 0.23%, 0.03% and 0.09% ownership in Gatetech Technology Inc. for a cash consideration of \$1,293 thousand, \$210 thousand and \$543 thousand, respectively. The proportion of the Group's ownership was 74.17% as of September 30, 2024. Refer to Note 25 for detailed information on the acquisition of non-controlling interests during 2024.

Note 6: On September 4, 2024, the Corporation increased the capital of Syncmold Enterprise (Thailand) Co., Ltd. for THB44,724 thousand, with the accumulated investment amount of THB80,700 thousand (about NT\$75,155 thousand).

12. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|---|-----------------------|----------------------|-----------------------|
| Associates that are not individually material | | | |
| Unlisted company | | | |
| High Grade Tech Co., Ltd. | \$ 166,623 | \$ 163,862 | \$ 159,012 |
| Corebio Technologies Co., Ltd. (Note1) | - | - | - |
| Smart Automation Technology Inc. (Note2) | <u>11,274</u> | <u>11,193</u> | <u>11,350</u> |
| | <u>\$ 177,897</u> | <u>\$ 175,055</u> | <u>\$ 170,362</u> |

Note 1: On March 29, 2023, shareholders held a meeting and resolved to dissolve Corebio technologies Co., Ltd., and the liquidation process is completed.

Note 2: The Group originally held 49% of the shares of Smart Automation Technology Inc. On July 5, 2024, the Group did not subscribe for cash capital increase of Smart Automation Technology Inc. for a cash consideration of \$5,517 thousand, which resulted in a decrease in its ownership percentage from 49% to 47.11%, and the net equity was reduced by \$265 thousand under the retained earnings.

Investments were accounted for using the equity method and the share of comprehensive income (loss) for the nine months ended September 30, 2024 and 2023 was calculated based on financial statements which have not been reviewed.

13. PROPERTY, PLANT AND EQUIPMENT

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|---------------------------------|-----------------------|----------------------|-----------------------|
| <u>Assets used by the Group</u> | | | |
| Freehold land | \$ 796,191 | \$ 793,622 | \$ 793,033 |
| Buildings | 635,064 | 677,833 | 707,993 |
| Equipment | 513,349 | 490,358 | 508,860 |
| Transportation equipment | 19,761 | 22,130 | 22,189 |
| Office equipment | 15,608 | 16,622 | 18,118 |
| Other equipment | <u>86,744</u> | <u>97,295</u> | <u>105,853</u> |
| | <u>\$ 2,066,717</u> | <u>\$ 2,097,860</u> | <u>\$ 2,156,046</u> |

Except for depreciation recognized, the Group did not have significant addition, disposal, or impairment of property, plant and equipment during the nine months ended September 30, 2024 and 2023.

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 | 1-20 years |
| Transportation equipment | 4-10 years |
| Office equipment | 1-10 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, 2024 | December 31, 2023 | September 30, 2023 |
|--|--|----------------------|---|
| <u>Carrying amount</u> | | | |
| Land | \$ 171,435 | \$ 172,603 | \$ 179,275 |
| Buildings | 286,812 | 249,342 | 292,347 |
| Transportation equipment | <u>1,698</u> | <u>1,799</u> | <u>1,189</u> |
| | <u>\$ 459,945</u> | <u>\$ 423,744</u> | <u>\$ 472,811</u> |
| | For the Three Months Ended September 30 | | For the Nine Months Ended September 30 |
| | 2024 | 2023 | 2024 |
| | 2023 | | 2023 |
| Additions to right-of-use assets | <u>\$ 109,259</u> | <u>\$ 43,881</u> | <u>\$ 136,315</u> |
| Depreciation charge for right-of-use assets | | | |
| Land | \$ 1,228 | \$ 1,239 | \$ 3,667 |
| Buildings | 38,328 | 37,911 | 111,255 |
| Transportation equipment | <u>260</u> | <u>231</u> | <u>714</u> |
| | <u>\$ 39,816</u> | <u>\$ 39,381</u> | <u>\$ 115,636</u> |
| Income from the subleasing of right-of-use assets (presented in other income) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (1,613)</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, 2024 and 2023.

b. Lease liabilities

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|------------------------|-----------------------|----------------------|-----------------------|
| <u>Carrying amount</u> | | | |
| Current | <u>\$ 140,409</u> | <u>\$ 130,202</u> | <u>\$ 142,900</u> |
| Non-current | <u>\$ 123,892</u> | <u>\$ 109,324</u> | <u>\$ 125,395</u> |

Range of discount rates for lease liabilities was as follows:

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|--------------------------|-----------------------|----------------------|-----------------------|
| Buildings | 0.81%-4.90% | 0.81%-4.90% | 0.81%-4.90% |
| Transportation equipment | 0.94%-1.71% | 0.94%-1.71% | 0.94%-1.71% |

c. Subleases

The Group subleases its right-of-use assets for buildings under operating leases with lease terms of 1-2 years 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.

d. Other lease information

| | <u>For the Three Months Ended September 30</u> | | <u>For the Nine Months Ended September 30</u> | |
|--|--|-----------------|---|---------------------|
| | 2024 | 2023 | 2024 | 2023 |
| Expenses relating to short-term leases | <u>\$ 3,813</u> | <u>\$ 3,765</u> | <u>\$ 10,290</u> | <u>\$ 10,118</u> |
| Total cash outflow for leases | | | <u>\$ (141,702)</u> | <u>\$ (149,643)</u> |

The Group leases certain buildings which 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, 2024 | December 31, 2023 | September 30, 2023 |
|-------------------|-----------------------|----------------------|-----------------------|
| Trademarks | \$ 23 | \$ 26 | \$ 27 |
| Computer software | 39,409 | 43,499 | 48,104 |
| Patents | <u>298</u> | <u>621</u> | <u>640</u> |
| | <u>\$ 39,730</u> | <u>\$ 44,146</u> | <u>\$ 48,771</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, 2024 and 2023. 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, 2024 | December 31, 2023 | September 30, 2023 |
|--------------------------------------|-----------------------|----------------------|-----------------------|
| <u>Cost</u> | | | |
| Balance at January 1 | <u>\$ 366,777</u> | <u>\$ 366,777</u> | <u>\$ 366,777</u> |
| 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 | <u>\$ 42,180</u> | <u>\$ 42,180</u> | <u>\$ 42,180</u> |
| 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, 2024 | December 31, 2023 | September 30, 2023 |
|-------------------------------------|-----------------------|----------------------|-----------------------|
| <u>Secured borrowings (Note 28)</u> | | | |
| Mortgage loans | \$ 296,900 | \$ 287,000 | \$ 289,722 |
| <u>Unsecured borrowings</u> | | | |
| Line of credit borrowings | <u>1,510,132</u> | <u>1,408,585</u> | <u>1,383,979</u> |
| | <u>\$ 1,807,032</u> | <u>\$ 1,695,585</u> | <u>\$ 1,673,701</u> |

The range of interest rate on bank loans was 1.82%-3.65%, 1.71%-5.96% and 1.72%-5.96% as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

b. Long-term borrowings

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|-------------------------------------|-----------------------|----------------------|-----------------------|
| <u>Secured borrowings (Note 28)</u> | | | |
| Mortgage loans | \$ 200,980 | \$ 204,864 | \$ 208,392 |
| Less: Current portion | <u>(21,471)</u> | <u>(16,499)</u> | <u>(16,480)</u> |
| | <u>\$ 179,509</u> | <u>\$ 188,365</u> | <u>\$ 191,912</u> |

The effective interest rate on long-term borrowings was 1.82%-4.71%, 1.70%-4.49% and 1.70%-1.80% as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

18. BONDS PAYABLE

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|--|-----------------------|----------------------|-----------------------|
| Domestic third unsecured convertible bonds | \$ - | \$ 200,931 | \$ 1,188,003 |
| Less: Current portion | <u>-</u> | <u>(200,931)</u> | <u>(1,188,003)</u> |
| | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

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

The bonds are convertible into ordinary shares of the Corporation at any time on or after December 10, 2021, and prior to September 9, 2024, except during the closed period or suspension period.

The conversion price of bonds is set based on the arithmetic mean of the business day's closing share price multiplied by the 102% premium rate before the effective date on August 20, 2021. As of September 4, 2024, the corporate bonds with a face value of \$1,200,000 thousand have been fully converted.

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 Corporation may send a copy of the "Bond Redemption Notice" with an expiration date of one month by registered mail, and the expiration date of the period is determined as the base date for the 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 the original total issue amount, the Corporation will therefore be entitled to send out a 30-day-expiration "Bond Redemption Notice" this is based on names recorded on the 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 component was 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 have been assessed at a fair value of \$0 thousand; non-derivative product liabilities of \$0 thousand, \$200,931 thousand and \$1,188,003 thousand (included in current portion of bonds payable) have been measured on September 30, 2024, December 31, 2023 and September 30, 2023, respectively based on amortized cost and its effective interest rate originally recognized was 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% | 27,832 |
| Convertible bonds converted into ordinary shares | (989,318) |
| Loss on valuation of financial instruments | <u>360</u> |
| Liability component on December 31, 2023 | 200,931 |
| Interest charged at an effective interest rate of 1.0663% | 666 |
| Convertible bonds converted into ordinary shares | <u>(201,597)</u> |
| Liability component on September 30, 2024 | <u>\$ -</u> |

As of September 30, 2024, the Corporation's unsecured convertible bonds with a face value of \$1,200,000 thousand have all been converted into 20,544.4 thousand ordinary shares. Since the registration of 850.8 thousand shares was not completed, the share options of \$8,508 thousand were recognized as capital collected in advance.

19. OTHER PAYABLES

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|----------------------------------|-----------------------|----------------------|-----------------------|
| Other payables | | | |
| Payables for salaries or bonuses | \$ 368,496 | \$ 284,369 | \$ 293,174 |
| Others | <u>226,071</u> | <u>189,984</u> | <u>272,894</u> |
| | <u>\$ 594,567</u> | <u>\$ 474,353</u> | <u>\$ 566,068</u> |

20. RETIREMENT BENEFIT PLANS

For the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, the pension expenses of defined benefit plans were \$95 thousand, \$108 thousand, \$293 thousand and \$327 thousand, respectively, and these were calculated based on the actuarially determined pension cost rate on December 31, 2023 and 2022, respectively.

21. EQUITY

a. Share capital

Ordinary shares

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|---|-----------------------|----------------------|-----------------------|
| 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>143,418</u> | <u>123,726</u> | <u>123,726</u> |
| Shares issued | <u>\$ 1,434,178</u> | <u>\$ 1,237,258</u> | <u>\$ 1,237,258</u> |
| Capital collected in advance | <u>\$ 8,508</u> | <u>\$ 170,511</u> | <u>\$ -</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, 2024 | December 31, 2023 | September 30, 2023 |
|---|-----------------------|----------------------|-----------------------|
| May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note 1) | | | |
| Issuance of ordinary shares | \$ 1,937,386 | \$ 1,741,123 | \$ 776,616 |
| The difference between the consideration paid and the carrying amount of the subsidiaries' net assets during actual acquisition | 414,613 | 414,247 | 414,247 |
| Consolidation excess | 852,372 | 852,372 | 852,372 |
| Unclaimed dividends | 207 | 122 | 122 |
| May only be used to offset a deficit (Note 2) | | | |
| Changes in percentage of ownership interests in subsidiaries | 166,971 | 143,150 | 143,150 |
| May not be used for any purpose | | | |
| Convertible bonds option | <u>-</u> | <u>29,583</u> | <u>175,382</u> |
| | <u>\$ 3,371,549</u> | <u>\$ 3,180,597</u> | <u>\$ 2,361,889</u> |

Note 1: Such capital surplus, which includes the amount in excess of par value of issued stocks (including the issuance of ordinary stocks 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 ratios 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.

When a special reserve is appropriated for cumulative net debit balance reserves from prior period, the special reserve is only appropriated from the prior unappropriated earnings.

The appropriations of earnings for 2023 and 2022, which were approved by the shareholders in their meetings on June 21, 2024 and June 16, 2023, respectively, were as follows:

| | For the Year Ended December 31 | |
|----------------------------|---------------------------------------|--------------|
| | 2023 | 2022 |
| Legal reserve | \$ 64,732 | \$ 37,643 |
| Special reserve | \$ 101,031 | \$ (168,395) |
| Cash dividends | \$ 578,000 | \$ 371,172 |
| Dividends per share (NT\$) | \$ 4.11 | \$ 3.00 |

d. Special reserve

| | For the Nine Months Ended September 30 | |
|---|---|-------------------|
| | 2024 | 2023 |
| Balance at January 1 | \$ 518,796 | \$ 687,191 |
| Appropriations to special reserve | | |
| (Reversals of) debits to other equity items | <u>101,031</u> | <u>(168,395)</u> |
| Balance at September 30 | <u>\$ 619,827</u> | <u>\$ 518,796</u> |

On the initial application of the IFRS Accounting Standards, 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 IFRS Accounting Standards. 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 IFRS Accounting Standards. 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 | |
|---|---|-------------------|
| | 2024 | 2023 |
| Balance at January 1 | \$ 324,083 | \$ 335,132 |
| Share of profit (loss) for the period | 30,052 | (7,666) |
| Other comprehensive income (loss) during the period | | |
| Exchange differences on translating the financial statements of foreign entities | 15,466 | 1,192 |
| Cash capital increase by subsidiaries | 143 | - |
| Changes in ownership interests in subsidiaries (Note 25) | (23,821) | - |
| Acquisition of non-controlling interests in subsidiaries (Note 25) | <u>(1,119)</u> | <u>(2,014)</u> |
| Balance at September 30 | <u>\$ 344,804</u> | <u>\$ 326,644</u> |

22. NET PROFIT

a. Depreciation, amortization and employee benefits expense:

| | For the Three Months Ended September 30 | | | | | |
|---------------------------|---|-----------------------|-------------------|--------------------|-----------------------|-------------------|
| | 2024 | | | 2023 | | |
| | Operating Costs | Operating Expenses | Total | Operating Costs | Operating Expenses | Total |
| Employee benefits expense | | | | | | |
| Defined contribution plan | \$ 18,780 | \$ 5,145 | \$ 23,925 | \$ 17,751 | \$ 7,286 | \$ 25,037 |
| Defined benefit plan | 54 | 41 | 95 | 57 | 51 | 108 |
| Other employee benefits | <u>323,353</u> | <u>152,973</u> | <u>476,326</u> | <u>363,112</u> | <u>153,735</u> | <u>516,847</u> |
| | <u>\$ 342,187</u> | <u>\$ 158,159</u> | <u>\$ 500,346</u> | <u>\$ 380,920</u> | <u>\$ 161,072</u> | <u>\$ 541,992</u> |
| Depreciation | <u>\$ 73,368</u> | <u>\$ 28,611</u> | <u>\$ 101,979</u> | <u>\$ 71,456</u> | <u>\$ 29,355</u> | <u>\$ 100,811</u> |
| Amortization | <u>\$ 827</u> | <u>\$ 4,388</u> | <u>\$ 5,215</u> | <u>\$ 756</u> | <u>\$ 4,725</u> | <u>\$ 5,481</u> |

| For the Nine Months Ended September 30 | | | | | | |
|--|---------------------|--------------------|---------------------|---------------------|--------------------|---------------------|
| | 2024 | | | 2023 | | |
| | Operating Costs | Operating Expenses | Total | Operating Costs | Operating Expenses | Total |
| Employee benefits expense | | | | | | |
| Defined contribution plan | \$ 55,374 | \$ 15,430 | \$ 70,804 | \$ 51,702 | \$ 16,928 | \$ 68,630 |
| Defined benefit plan | 162 | 131 | 293 | 173 | 154 | 327 |
| Other employee benefits | <u>972,423</u> | <u>485,561</u> | <u>1,457,984</u> | <u>1,006,450</u> | <u>427,375</u> | <u>1,433,825</u> |
| | <u>\$ 1,027,959</u> | <u>\$ 501,122</u> | <u>\$ 1,529,081</u> | <u>\$ 1,058,325</u> | <u>\$ 444,457</u> | <u>\$ 1,502,782</u> |
| Depreciation | \$ 219,243 | \$ 84,066 | \$ 303,309 | \$ 219,160 | \$ 93,293 | \$ 312,453 |
| Amortization | <u>\$ 2,374</u> | <u>\$ 13,217</u> | <u>\$ 15,591</u> | <u>\$ 2,243</u> | <u>\$ 14,766</u> | <u>\$ 17,009</u> |

b. Compensation of employees and remuneration of directors

According to the Corporation's Articles of Incorporation, the Corporation shall use the current year's pre-tax profit before the distribution of the remuneration to employees and directors to make up for the accumulated loss, and if there is any remaining balance, the Company shall appropriate not less than 3% as employees' remuneration and not more than 2% as directors' remuneration. The compensation of employees and the remuneration of directors for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, respectively, are as follows:

Accrual rate

| | For the Nine Months Ended September 30 | |
|---------------------------|--|-------|
| | 2024 | 2023 |
| Compensation of employees | 8.84% | 8.82% |
| Remuneration of directors | 1.97% | 1.99% |

Amount

| | For the Three Months Ended September 30 | | For the Nine Months Ended September 30 | |
|---------------------------|---|-----------------|--|------------------|
| | 2024 | 2023 | 2024 | 2023 |
| Compensation of employees | \$ 24,747 | \$ 29,699 | \$ 91,340 | \$ 54,267 |
| Remuneration of directors | <u>\$ 5,838</u> | <u>\$ 6,837</u> | <u>\$ 20,375</u> | <u>\$ 12,230</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 and supervisors for 2023 and 2022 that were resolved by the board of directors on March 8, 2024 and March 15, 2023, respectively, are as shown below:

Amount

| | For the Year Ended December 31 | |
|---------------------------|--------------------------------|-----------|
| | 2023 | 2022 |
| | Cash | Cash |
| Compensation of employees | \$ 75,000 | \$ 43,000 |
| Remuneration of directors | 17,000 | 9,800 |

There is no difference between the actual amounts of the compensation of employees and remuneration of directors for 2023 and 2022 and recognized in the profit and loss for the year ended December 31, 2023 and 2022.

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 | |
|---|--|-------------------|---|-------------------|
| | 2024 | 2023 | 2024 | 2023 |
| Current tax | | | | |
| In respect of the current period | \$ 97,990 | \$ 79,586 | \$ 320,858 | \$ 142,835 |
| Income tax on unappropriated earnings | - | - | - | 5,898 |
| Adjustments for prior periods | <u>36</u> | <u>3</u> | <u>9,877</u> | <u>8,748</u> |
| | <u>98,026</u> | <u>79,589</u> | <u>330,735</u> | <u>157,481</u> |
| Deferred tax | | | | |
| In respect of the current period | 26,095 | 45,351 | 107,803 | 81,336 |
| Adjustments for prior periods | <u>-</u> | <u>1,580</u> | <u>(2)</u> | <u>(1,354)</u> |
| | <u>26,095</u> | <u>46,931</u> | <u>107,801</u> | <u>79,982</u> |
| Income tax expense recognized in profit or loss | <u>\$ 124,121</u> | <u>\$ 126,520</u> | <u>\$ 438,536</u> | <u>\$ 237,463</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 the Gatetech Technology Inc. and Leohab Enterprise Co., Ltd. through 2022 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 | |
|--|--|-------------------|---|-------------------|
| | 2024 | 2023 | 2024 | 2023 |
| Earnings used in the computation of diluted earnings per share | \$ 218,375 | \$ 251,677 | \$ 794,905 | \$ 459,737 |
| Effect of potentially dilutive ordinary shares | | | | |
| Convertible bonds | <u>53</u> | <u>3,165</u> | <u>666</u> | <u>9,378</u> |
| | <u>\$ 218,428</u> | <u>\$ 254,842</u> | <u>\$ 795,571</u> | <u>\$ 469,115</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 | |
|--|--|----------------|---|----------------|
| | 2024 | 2023 | 2024 | 2023 |
| Weighted average number of ordinary shares used in the computation of basic earnings per share | 143,918 | 123,726 | 142,810 | 123,725 |
| Effect of potentially dilutive ordinary shares | | | | |
| Convertible bonds | 351 | 20,511 | 1,459 | 20,511 |
| Compensation of employees | <u>878</u> | <u>849</u> | <u>1,095</u> | <u>1,035</u> |
| Weighted average number of ordinary shares used in the computation of diluted earnings per share | <u>145,147</u> | <u>145,086</u> | <u>145,364</u> | <u>145,271</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. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

On May 30, 2024, the Group subscribed for additional new shares of Leohab Enterprise Co., Ltd. at a percentage different from its existing ownership percentage and increased its continuing interest from 70% to 80.22%.

On March 27, 2023, July 18, 2024, and August 14, 2024, the Corporation subscribed for additional new shares of Gatetech Technology Inc. at 0.23%, 0.03% and 0.09% from its existing ownership percentage for a cash consideration of \$1,293 thousand, \$210 thousand, and \$543 thousand, respectively, and increased the Corporation's percentage of ownership from 73.82% to 74.17%.

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, 2024

| | Leohab Enterprise Co., Ltd. | Gatetech Technology Inc. |
|---|--|-------------------------------------|
| Consideration paid | \$ - | \$ (753) |
| The proportionate share of carrying amount of the net assets of the subsidiary transferred to non-controlling interests | <u>23,821</u> | <u>1,119</u> |
| Difference recognized from equity transactions | <u>\$ 23,821</u> | <u>\$ 366</u> |
| <u>Adjustment of difference recognized from equity transactions</u> | | |
| Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition | \$ 23,821 | \$ - |
| Capital surplus - difference between actual acquisition of subsidiary's equity prices and carrying amount | <u>-</u> | <u>366</u> |
| | <u>\$ 23,821</u> | <u>\$ 366</u> |

For the nine months ended September 30, 2023

| | Gatetech Technology Inc. |
|---|-------------------------------------|
| 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

Except as detailed in the following table, the Company considers that the carrying amounts of financial instruments in the consolidated financial statements that are not measured at fair value approximate their fair values.

September 30, 2024

| | Carrying Amount | Fair Value | | | |
|--|--------------------|------------|---------|---------|-------|
| | | Level 1 | Level 2 | Level 3 | Total |
| <u>Financial liabilities</u> | | | | | |
| Financial liabilities at amortized cost | | | | | |
| Convertible bonds | \$ - | \$ - | \$ - | \$ - | \$ - |

December 31, 2023

| | Carrying Amount | Fair Value | | | |
|--|--------------------|------------|---------|---------|------------|
| | | Level 1 | Level 2 | Level 3 | Total |
| <u>Financial liabilities</u> | | | | | |
| Financial liabilities at amortized cost | | | | | |
| Convertible bonds | \$ 200,931 | \$ 308,822 | \$ - | \$ - | \$ 308,822 |

September 30, 2023

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

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

1) Fair value hierarchy

September 30, 2024

| | Level 1 | Level 2 | Level 3 | Total |
|---------------------------|---------------------|-------------|------------------|---------------------|
| Financial assets at FVTPL | | | | |
| Listed shares | \$ 171,189 | \$ - | \$ - | \$ 171,189 |
| Mutual funds | 209,622 | - | - | 209,622 |
| Structured deposits | 1,027,630 | - | - | 1,027,630 |
| Emerging market shares | 15,208 | - | 24,686 | 39,894 |
| Domestic unlisted shares | - | - | 20,360 | 20,360 |
| Overseas unlisted shares | - | - | 19,520 | 19,520 |
| Private funds | - | - | 17,545 | 17,545 |
| | <u>\$ 1,423,649</u> | <u>\$ -</u> | <u>\$ 82,111</u> | <u>\$ 1,505,760</u> |

December 31, 2023

| | Level 1 | Level 2 | Level 3 | Total |
|---------------------------|---------------------|-------------|------------------|---------------------|
| Financial assets at FVTPL | | | | |
| Listed shares | \$ 75,093 | \$ - | \$ - | \$ 75,093 |
| Mutual funds | 197,342 | - | - | 197,342 |
| Structured deposits | 891,679 | - | - | 891,679 |
| Emerging market shares | 30,070 | - | 12,597 | 42,667 |
| Domestic unlisted shares | - | - | 20,883 | 20,883 |
| Overseas unlisted shares | - | - | 24,189 | 24,189 |
| Private funds | <u>-</u> | <u>-</u> | <u>15,905</u> | <u>15,905</u> |
| | <u>\$ 1,194,184</u> | <u>\$ -</u> | <u>\$ 73,574</u> | <u>\$ 1,267,758</u> |

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> |

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, 2024 and 2023.

| | For the Nine Months Ended September 30 | |
|---|---|------------------|
| | 2024 | 2023 |
| Balance at January 1 | \$ 73,574 | \$ 54,156 |
| Recognized in profit or loss (included in net gain or loss on fair value changes of financial instruments at FVTPL) | 2,227 | (1,572) |
| Purchases | 6,755 | 30,000 |
| Refund of capital reduction | <u>(445)</u> | <u>(6,816)</u> |
| Balance at September 30 | <u>\$ 82,111</u> | <u>\$ 75,768</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, 2024 | December 31, 2023 | September 30, 2023 |
|---|-------------------------------|------------------------------|-------------------------------|
| <u>Financial assets</u> | | | |
| Mandatorily classified as at FVTPL | \$ 1,505,760 | \$ 1,267,758 | \$ 1,315,807 |
| Financial assets at amortized cost (Note 1) | 7,347,037 | 6,701,169 | 6,740,784 |

Financial liabilities

| | | | |
|--|-----------|-----------|-----------|
| Financial liabilities at amortized cost (Note 2) | 4,041,111 | 4,104,303 | 5,346,634 |
|--|-----------|-----------|-----------|

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 payable, 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 currency, 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 (i.e., 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 | |
|-------------------|---|-------------|
| | 2024 | 2023 |
| <u>USD impact</u> | | |
| USD:NTD | \$ (2,571) | \$ (1,763) |
| USD:RMB | \$ (25,595) | \$ (18,133) |
| USD:VND | \$ (28,056) | \$ (271) |
| <u>RMB impact</u> | | |
| RMB:NTD | \$ (1,260) | \$ (1,218) |
| RMB:USD | \$ (465) | \$ (1,239) |

This was mainly attributable to the exposure on outstanding receivables and payables 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, 2024 | December 31, 2023 | September 30, 2023 |
|-------------------------------|-----------------------|----------------------|-----------------------|
| Fair value interest rate risk | | | |
| Financial assets | \$ 3,253,439 | \$ 2,794,950 | \$ 2,609,635 |
| Financial liabilities | 2,272,313 | 2,340,906 | 3,338,391 |
| Cash flow interest rate risk | | | |
| Financial assets | 2,271,609 | 2,135,574 | 2,008,812 |

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 points higher/lower and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2024 and 2023 would have increased/decreased by \$17,037 thousand and \$15,066 thousand, respectively, which was mainly attributable to the Group's exposure to interest rates on its variable-rate deposits.

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, 2024 and 2023 would have increased/decreased by \$4,781 thousand and \$3,718 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 has enough operating capital to comply with all contractual obligations with loan covenants; therefore, there is no liquidity risk due to the inability to raise funds to meet contractual obligations.

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

Financing facilities

| | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|---|-------------------------------|------------------------------|-------------------------------|
| Unsecured bank overdraft facilities, reviewed annually | | | |
| Amount used | \$ 1,510,132 | \$ 1,408,585 | \$ 1,383,979 |
| Amount unused | <u>3,152,742</u> | <u>2,605,670</u> | <u>2,647,190</u> |
| | <u>\$ 4,662,874</u> | <u>\$ 4,014,255</u> | <u>\$ 4,031,169</u> |
| Secured bank overdraft facilities | | | |
| Amount used | \$ 497,880 | \$ 491,864 | \$ 498,114 |
| Amount unused | <u>259,516</u> | <u>205,119</u> | <u>198,032</u> |
| | <u>\$ 757,396</u> | <u>\$ 696,983</u> | <u>\$ 696,146</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 on 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

| Related Party Name | Related Party Category |
|---|--|
| 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. Purchases of goods

| Related Party Category | For the Three Months Ended September 30 | | For the Nine Months Ended September 30 | |
|-----------------------------|--|------|---|------|
| | 2024 | 2023 | 2024 | 2023 |
| The subsidiary of associate | \$ - | \$ - | \$ 409 | \$ - |

Purchases from related parties had no material differences in price or payment terms compared to transactions with unrelated parties.

c. Operating costs

| Related Party Category | For the Three Months Ended September 30 | | For the Nine Months Ended September 30 | |
|-----------------------------|--|-------|---|-------|
| | 2024 | 2023 | 2024 | 2023 |
| Associate | \$ - | \$ 39 | \$ 39 | \$ 39 |
| The subsidiary of associate | 56 | - | 58 | - |
| | \$ 56 | \$ 39 | \$ 97 | \$ 39 |

d. 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 | |
| | 2024 | 2023 | 2024 | 2023 |
| Associate | \$ 1,450 | \$ - | \$ 1,450 | \$ - |
| The subsidiary of associate | 44 | - | 545 | 82 |
| | \$ 1,494 | \$ - | \$ 1,995 | \$ 82 |

e. Lease agreements

| Line Item | Related Party Category | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|-------------------|----------------------------|-----------------------|----------------------|-----------------------|
| Lease liabilities | Related party in substance | \$ - | \$ 280 | \$ 698 |
| | The Corporation's director | <u>-</u> | <u>152</u> | <u>379</u> |
| | | <u>\$ -</u> | <u>\$ 432</u> | <u>\$ 1,077</u> |

| Related Party Category | For the Three Months Ended September 30 | | For the Nine Months Ended September 30 | |
|---------------------------------|--|-------------|---|--------------|
| | 2024 | 2023 | 2024 | 2023 |
| <u>Interest expense</u> | | | | |
| Related party in substance | \$ - | \$ 2 | \$ - | \$ 10 |
| The legal representative of the | | | | |
| Corporation's director | - | - | - | 4 |
| The Corporation's director | <u>-</u> | <u>1</u> | <u>-</u> | <u>1</u> |
| | <u>\$ -</u> | <u>\$ 3</u> | <u>\$ -</u> | <u>\$ 15</u> |

Lease expense

| | | | | |
|---------------------------------|---------------|---------------|-----------------|---------------|
| The legal representative of the | | | | |
| Corporation's director | \$ - | \$ - | \$ - | \$ 453 |
| The Corporation's director | 473 | 245 | 1,267 | 245 |
| Related party in substance | <u>420</u> | <u>-</u> | <u>980</u> | <u>-</u> |
| | <u>\$ 893</u> | <u>\$ 245</u> | <u>\$ 2,247</u> | <u>\$ 698</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.

f. 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 | |
| | | 2024 | 2023 | 2024 | 2023 |
| Intangible assets | Associate | \$ 2,113 | \$ - | \$ 2,113 | \$ 1,264 |
| | The subsidiary | <u>862</u> | <u>258</u> | <u>1,194</u> | <u>258</u> |
| | of associate | | | | |
| | | <u>\$ 2,975</u> | <u>\$ 258</u> | <u>\$ 3,307</u> | <u>\$ 1,522</u> |

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

| Line Item | Related Party Category | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|----------------|-----------------------------|-----------------------|----------------------|-----------------------|
| Other payables | Associates | \$ 1,629 | \$ - | \$ 41 |
| | The subsidiary of associate | <u>501</u> | <u>-</u> | <u>-</u> |
| | | <u>\$ 2,130</u> | <u>\$ -</u> | <u>\$ 41</u> |

h. Prepayments

| Line Item | Related Party Category | September 30, 2024 | December 31, 2023 | September 30, 2023 |
|--|-----------------------------|-----------------------|----------------------|-----------------------|
| Prepayments for intangible assets (included in other non-current assets) | Associates | \$ 1,796 | \$ - | \$ 1,212 |
| | The subsidiary of associate | <u>-</u> | <u>401</u> | <u>348</u> |
| | | <u>\$ 1,796</u> | <u>\$ 401</u> | <u>\$ 1,560</u> |

i. Remuneration of key management personnel

| | For the Three Months Ended September 30 | | For the Nine Months Ended September 30 | |
|------------------------------|--|------------------|---|------------------|
| | 2024 | 2023 | 2024 | 2023 |
| Short-term employee benefits | \$ 13,616 | \$ 10,811 | \$ 40,847 | \$ 32,431 |
| Post-employment benefits | <u>83</u> | <u>79</u> | <u>248</u> | <u>236</u> |
| | <u>\$ 13,699</u> | <u>\$ 10,890</u> | <u>\$ 41,095</u> | <u>\$ 32,667</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, 2024 | December 31, 2023 | September 30, 2023 |
|------------------------------------|-----------------------|----------------------|-----------------------|
| Property, plant and equipment | \$ 882,131 | \$ 885,049 | \$ 870,638 |
| Financial assets at amortized cost | <u>4,963</u> | <u>4,634</u> | <u>4,587</u> |
| | <u>\$ 887,094</u> | <u>\$ 889,683</u> | <u>\$ 875,225</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, 2024

| | Foreign Currency | Exchange Rate | Carrying Amount |
|---|-----------------------------|----------------------|----------------------------|
| <u>Financial assets</u> | | | |
| Monetary items | | | |
| USD | \$ 53,074 | 31.65 (USD:NTD) | \$ 1,679,792 |
| USD | 81,858 | 7.0074 (USD:RMB) | 2,590,806 |
| USD | 93,069 | 24,984 (USD:VND) | 2,945,634 |
| RMB | 37,607 | 4.523 (RMB:NTD) | 170,096 |
| RMB | 10,274 | 0.1429 (RMB:USD) | 46,469 |
| Non-monetary items | | | |
| Financial assets at FVTPL - non-current | | | |
| USD | 617 | 31.65 (USD:NTD) | 19,520 |

Financial liabilities

| | | | |
|----------------|--------|------------------|-----------|
| Monetary items | | | |
| USD | 44,951 | 31.65 (USD:NTD) | 1,422,699 |
| USD | 990 | 7.0074 (USD:RMB) | 31,334 |
| USD | 4,426 | 24,984 (USD:VND) | 140,083 |
| RMB | 9,743 | 4.523 (RMB:NTD) | 44,068 |

December 31, 2023

| | Foreign Currency | Exchange Rate | Carrying Amount |
|---|-----------------------------|----------------------|----------------------------|
| <u>Financial assets</u> | | | |
| Monetary items | | | |
| USD | \$ 58,190 | 30.705 (USD:NTD) | \$ 1,786,724 |
| USD | 70,090 | 7.0827 (USD:RMB) | 2,152,113 |
| USD | 11,436 | 24,623 (USD:VND) | 351,142 |
| RMB | 58,575 | 4.327 (RMB:NTD) | 253,454 |
| RMB | 10,308 | 0.1409 (RMB:USD) | 44,603 |
| Non-monetary items | | | |
| Financial assets at FVTPL - non-current | | | |
| USD | 788 | 30.705 (USD:NTD) | 24,189 |

Financial liabilities

| | | | |
|----------------|--------|------------------|-----------|
| Monetary items | | | |
| USD | 49,182 | 30.705 (USD:NTD) | 1,510,133 |
| USD | 2,380 | 7.0827 (USD:RMB) | 73,078 |
| USD | 7,165 | 24,623 (USD:VND) | 220,001 |
| RMB | 4,773 | 4.327 (RMB:NTD) | 20,653 |

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 |

Financial liabilities

| | | | |
|----------------|--------|------------------|-----------|
| 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 |

The Group is mainly exposed to the USD and RMB. The following information was aggregated by the functional currencies of the group entities in the Group, and the exchange rates between 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 | | | | |
|--|----------------------|--|----------------------|--|
| 2024 | | | 2023 | |
| Foreign Currency | Exchange Rate | Net Foreign Exchange Gains (Losses) | Exchange Rate | Net Foreign Exchange Gains (Losses) |
| NTD | 1 (NTD:NTD) | \$ (4,304) | 1 (NTD:NTD) | \$ 29,156 |
| USD | 32.034 (USD:NTD) | 847 | 30.93 (USD:NTD) | 1,507 |
| RMB | 4.443 (RMB:NTD) | (38,068) | 4.3940 (RMB:NTD) | 2,436 |
| VND | 0.00127 (VND:NTD) | (1,620) | 0.00129 (VND:NTD) | 1,582 |
| Others | | <u>1,945</u> | | <u>6</u> |
| | | <u>\$ (41,200)</u> | | <u>\$ 34,687</u> |

| For the Nine Months Ended September 30 | | | | |
|---|----------------------|--|----------------------|--|
| 2024 | | | 2023 | |
| Foreign Currency | Exchange Rate | Net Foreign Exchange Gains (Losses) | Exchange Rate | Net Foreign Exchange Gains (Losses) |
| NTD | 1 (NTD:NTD) | \$ 16,174 | 1 (NTD:NTD) | \$ 40,001 |
| USD | 32.034 (USD:NTD) | 500 | 30.93 (USD:NTD) | (131) |
| RMB | 4.443 (RMB:NTD) | 2,165 | 4.3940 (RMB:NTD) | 50,070 |
| VND | 0.00127 (VND:NTD) | 7,326 | 0.00129 (VND:NTD) | 1,851 |
| Others | | <u>1,942</u> | | <u>(39)</u> |
| | | <u>\$ 28,107</u> | | <u>\$ 91,752</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, 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. Specifically, the Group's reportable segments were electronic equipment and molding.

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 | |
|-------------------------------------|---------------------|---------------------|---------------------|-------------------|
| | 2024 | 2023 | 2024 | 2023 |
| Equipment - electronic parts | \$ 7,129,658 | \$ 6,487,460 | \$ 1,677,216 | \$ 1,001,699 |
| - plastic molding | <u>19,368</u> | <u>21,300</u> | <u>1,770</u> | <u>3,787</u> |
| Revenue from continuing operations | <u>\$ 7,149,026</u> | <u>\$ 6,508,760</u> | 1,678,986 | 1,005,486 |
| Non-operating income and expenses | | | 152,315 | 205,436 |
| General and administrative expenses | | | <u>(567,808)</u> | <u>(521,388)</u> |
| Income before tax | | | <u>\$ 1,263,493</u> | <u>\$ 689,534</u> |

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, 2024 and 2023.

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.

TABLE 1

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(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 | \$ - | - | - | \$ 1,487,214 (20% of the net worth of the Corporation) | \$ 2,974,428 (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 | - | - | - | 1,487,214 (20% of the net worth of the Corporation) | 2,974,428 (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 | - | - | - | 1,487,214 (20% of the net worth of the Corporation) | 2,974,428 (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 | - | - | - | 1,487,214 (20% of the net worth of the Corporation) | 2,974,428 (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 | - | - | - | 1,487,214 (20% of the net worth of the Corporation) | 2,974,428 (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 | 63,300 | - | - | - | Short-term financing | - | Operating capital | - | - | - | 482,670 (20% of the net worth of Syncmold Enterprise (Samoa) Corp.) | 1,206,675 (50% of the net worth of Syncmold Enterprise (Samoa) Corp.) |
| | | Syncmold Enterprise Corporation | Other receivables from related parties | Yes | 189,900 | 189,900 | 94,950 | 0.00 | Short-term financing | - | Operating capital | - | - | - | 482,670 (20% of the net worth of Syncmold Enterprise (Samoa) Corp.) | 1,206,675 (50% of the net worth of Syncmold Enterprise (Samoa) Corp.) |
| | | Dongguan Khuan Huang Precise Mold Plastic Co., Ltd. | Other receivables from related parties | Yes | 63,300 | - | - | - | Short-term financing | - | Operating capital | - | - | - | 482,670 (20% of the net worth of Syncmold Enterprise (Samoa) Corp.) | 1,206,675 (50% of the net worth of Syncmold Enterprise (Samoa) Corp.) |
| | | Chongqing Fulfil Tech Co., Ltd. | Other receivables from related parties | Yes | 142,425 | 110,775 | 15,825 | 2.00 | Short-term financing | - | Operating capital | - | - | - | 482,670 (20% of the net worth of Syncmold Enterprise (Samoa) Corp.) | 1,206,675 (50% of the net worth of Syncmold Enterprise (Samoa) Corp.) |
| | | Fullking Development Limited | Other receivables from related parties | Yes | 71,687 | 71,687 | 71,687 | 0.00 | Short-term financing | - | Operating capital | - | - | - | 482,670 (20% of the net worth of Syncmold Enterprise (Samoa) Corp.) | 1,206,675 (50% of the net worth of Syncmold Enterprise (Samoa) Corp.) |

(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 | | |
| 2 | Grand Advance Inc. | Syncmold Enterprise Corporation | Other receivables from related parties | Yes | \$ 110,775 | \$ - | \$ - | - | Short-term financing | \$ - | Operating capital | \$ - | - | - | \$ 711,249 (20% of the net worth of Grand Advance Inc.) | \$ 1,778,123 (50% of the net worth of Grand Advance Inc.) |
| | | Syncmold Enterprise (Samoa) Corp. | Other receivables from related parties | Yes | 63,300 | - | - | - | Short-term financing | - | Operating capital | - | - | - | 711,249 (20% of the net worth of Grand Advance Inc.) | 1,778,123 (50% of the net worth of Grand Advance Inc.) |
| | | Kunshan Fulfil Tech Co., Ltd. | Other receivables from related parties | Yes | 63,300 | - | - | - | Short-term financing | - | Operating capital | - | - | - | 711,249 (20% of the net worth of Grand Advance Inc.) | 1,778,123 (50% of the net worth of Grand Advance Inc.) |
| | | Suzhou Fulfil Electronics Co., Ltd. | Other receivables from related parties | Yes | 63,300 | - | - | - | Short-term financing | - | Operating capital | - | - | - | 711,249 (20% of the net worth of Grand Advance Inc.) | 1,778,123 (50% of the net worth of Grand Advance Inc.) |
| | | Syncmold Enterprise (USA) Corp. | Other receivables from related parties | Yes | 28,485 | 22,155 | 6,330 | 0.00 | Short-term financing | - | Operating capital | - | - | - | 711,249 (20% of the net worth of Grand Advance Inc.) | 1,778,123 (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 | 22,583 | 22,583 | - | - | Short-term financing | - | Operating capital | - | - | - | 242,404 (20% of the net worth of Fuzhou Fulfil Tech Co., Ltd.) | 606,010 (50% of the net worth of Fuzhou Fulfil Tech Co., Ltd.) |
| | | Fuqing Fuqun Electronic Hardware Tech Co., Ltd. | Other receivables from related parties | Yes | 31,617 | 31,617 | - | - | Short-term financing | - | Operating capital | - | - | - | 242,404 (20% of the net worth of Fuzhou Fulfil Tech Co., Ltd.) | 606,010 (50% of the net worth of Fuzhou Fulfil Tech Co., Ltd.) |
| | | Chongqing Fulfil Tech Co., Ltd. | Other receivables from related parties | Yes | 27,100 | 27,100 | - | - | Short-term financing | - | Operating capital | - | - | - | 242,404 (20% of the net worth of Fuzhou Fulfil Tech Co., Ltd.) | 606,010 (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 | 36,133 | 36,133 | - | - | Short-term financing | - | Operating capital | - | - | - | 370,884 (20% of the net worth of Suzhou Fulfil Electronics Co., Ltd.) | 927,211 (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 | 36,133 | 36,133 | - | - | Short-term financing | - | Operating capital | - | - | - | 275,691 (20% of the net worth of Zhongshan Fulfil Tech. Co., Ltd.) | 689,228 (50% of the net worth of Zhongshan Fulfil Tech. Co., Ltd.) |

Note 1: The authorized 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 2024.

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

(Concluded)

TABLE 2

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(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 | \$ 1,487,214 (20% of the net worth of the Corporation) | \$ 200,000 | \$ 200,000 | \$ 90,000 | \$ - | 2.69 | \$ 3,718,035 (50% of the net worth of the Corporation) | Y | N | N |
| | | Leohab Enterprise Co., Ltd. | Subsidiary | 1,487,214 (20% of the net worth of the Corporation) | 340,000 | 340,000 | 196,000 | - | 4.57 | 3,718,035 (50% of the net worth of the Corporation) | Y | N | N |
| | | Syncmold Enterprise Vietnam Co., Ltd. | Subsidiary | 2,230,821 (30% of the net worth of the Corporation) | 949,500 (US\$ 30,000 thousand) | 949,500 (US\$ 30,000 thousand) | - | - | 12.77 | 3,718,035 (50% of the net worth of the Corporation) | Y | N | N |
| | | Commuwell Enterprise (Thailand) Co., Ltd. | Subsidiary | 2,230,821 (30% of the net worth of the Corporation) | 128,284 (THB 130,000 thousand) | 128,284 (THB 130,000 thousand) | - | - | 1.73 | 3,718,035 (50% of the net worth of the Corporation) | Y | N | N |

TABLE 3

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD
SEPTEMBER 30, 2024
(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, 2024 | | | | 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 | 348,011 | \$ 15,208 | 0.69 | \$ 15,208 | (Notes 2 and 7) |
| | Tiga Gaming Inc. | - | Financial assets at FVTPL - non-current | 1,332,132 | 24,686 | 5.06 | 24,686 | (Notes 3 and 7) |
| | Foxfortune Technology Ventures Ltd. | - | Financial assets at FVTPL - non-current | 780,000 | 12,749 | 5.80 | 12,749 | (Notes 4 and 7) |
| | Hercules BioVenture, L.P. | - | Financial assets at FVTPL - non-current | 210,526 | 6,771 | 2.63 | 6,771 | (Notes 4 and 7) |
| | WK Technology Fund IX II Ltd. | - | Financial assets at FVTPL - non-current | 3,000,000 | 20,360 | 2.67 | 20,360 | (Notes 4 and 7) |
| | Winmate Inc. | - | Financial assets at FVTPL - current | 613,000 | 88,579 | 0.77 | 88,579 | (Notes 2 and 7) |
| | Eris Technology Corp. | - | Financial assets at FVTPL - current | 139,321 | 37,895 | 0.25 | 37,895 | (Notes 2 and 7) |
| | Chicony Power Technology Co., Ltd. | - | Financial assets at FVTPL - current | 330,000 | 44,715 | 0.08 | 44,715 | (Notes 2 and 7) |
| | <u>Private funds</u> | | | | | | | |
| | China Development of Healthcare Venture of Limited Partnership | - | Financial assets at FVTPL - non-current | 26,670,535 | 17,545 | 0.96 | 17,545 | (Notes 4 and 7) |
| Suzhou Fulfil Electronics Co., Ltd. | <u>Structured commodity</u> | | | | | | | |
| | Linked bonds No. 202408002 | - | Financial assets at FVTPL - current | - | 45,230 | - | 45,230 | (Notes 5 and 7) |
| | Linked bonds No. 202408003 | - | Financial assets at FVTPL - current | - | 45,229 | - | 45,229 | (Notes 5 and 7) |
| | Fortune Yield (Range Accumulation Type) | - | Financial assets at FVTPL - current | - | 67,823 | - | 67,823 | (Notes 5 and 7) |
| | Fortune Yield (Range Accumulation Type) | - | Financial assets at FVTPL - current | - | 76,864 | - | 76,864 | (Notes 5 and 7) |
| | Linked bonds No. 202409003 | - | Financial assets at FVTPL - current | - | 67,787 | - | 67,787 | (Notes 5 and 7) |
| | Linked bonds No. 202409004 | - | Financial assets at FVTPL - current | - | 67,785 | - | 67,785 | (Notes 5 and 7) |
| Zhongshan Fulfil Tech. Co., Ltd. | Linked interest rate structured deposit products No. 202407002 | - | Financial assets at FVTPL - current | - | 45,269 | - | 45,269 | (Notes 5 and 7) |
| | Linked interest rate structured deposit products No. 202407003 | - | Financial assets at FVTPL - current | - | 45,260 | - | 45,260 | (Notes 5 and 7) |
| | Linked interest rate structured deposit products No. 202408001 | - | Financial assets at FVTPL - current | - | 45,239 | - | 45,239 | (Notes 5 and 7) |
| | Linked interest rate structured deposit products No. 202409001 | - | Financial assets at FVTPL - current | - | 67,801 | - | 67,801 | (Notes 5 and 7) |
| | Linked interest rate structured deposit products No. 202409002 | - | Financial assets at FVTPL - current | - | 45,199 | - | 45,199 | (Notes 5 and 7) |
| | Linked interest rate structured deposit products No. 202409005 | - | Financial assets at FVTPL - current | - | 45,182 | - | 45,182 | (Notes 5 and 7) |
| | Linked interest rate structured deposit products No. 202409006 | - | Financial assets at FVTPL - current | - | 45,180 | - | 45,180 | (Notes 5 and 7) |
| | Linked interest rate structured deposit products No. 202409007 | - | Financial assets at FVTPL - current | - | 67,764 | - | 67,764 | (Notes 5 and 7) |
| | | | | | | | | |

(Continued)

| Holding Company Name | Type and Name of Marketable Securities | Relationship with the Holding Company | Financial Statement Account | September 30, 2024 | | | | Note |
|--|---|---------------------------------------|-------------------------------------|--------------------|-----------------|-----------------------------|------------|-----------------|
| | | | | Number of Shares | Carrying Amount | Percentage of Ownership (%) | Fair Value | |
| Kunshan Fulfil Tech Co., Ltd. | Monthly profit 20242576 | - | Financial assets at FVTPL - current | - | \$ 45,424 | - | \$ 45,424 | (Notes 5 and 7) |
| | Monthly profit 20242593 | - | Financial assets at FVTPL - current | - | 45,422 | - | 45,422 | (Notes 5 and 7) |
| Gatetech (Suzhou) Technology Co., Ltd. | Monthly profit 202421083030347 | - | Financial assets at FVTPL - current | - | 45,557 | - | 45,557 | (Notes 5 and 7) |
| | Monthly profit 202421073030348 | - | Financial assets at FVTPL - current | - | 68,333 | - | 68,333 | (Notes 5 and 7) |
| | Structured deposits 20240804 | - | Financial assets at FVTPL - current | - | 45,282 | - | 45,282 | (Notes 5 and 7) |
| Zhongshan Fulfil Tech. Co., Ltd. | <u>Mutual fund</u> | | | | | | | |
| | ICBC Finance Coreoptimization of 14 Days Holding Fixed-income Open Financial Products for Legal Person | - | Financial assets at FVTPL - current | 19,217,834 | 93,354 | - | 93,354 | (Notes 6 and 7) |
| | ICBC Finance Coreoptimization of 14 Days Holding Fixed-income Open Financial Products for Legal Person | - | Financial assets at FVTPL - current | 14,406,454 | 69,982 | - | 69,982 | (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 | 46,286 | - | 46,286 | (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, 2024.

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 worth as of September 30, 2024.

Note 6: The mutual fund certificate is calculated at the value stated in its contract as of September 30, 2024.

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

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

(Concluded)

TABLE 4

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, 2024
(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 |
| Zhongshan Fulfil Tech. Co., Ltd. | Structed commodity-linked rate | Financial assets at FVTPL - current | E.SUN Bank (China), Ltd. | - | - | RMB 50,053 | - | RMB 220,000 | - | RMB 181,323 | RMB 180,000 | RMB 1,323 | - | RMB 90,088 | Note |
| Kunshan Fulfil Tech Co., Ltd. | Structed commodity - monthly profit | Financial assets at FVTPL - current | Fubon Bank (China) | - | - | RMB 20,035 | - | RMB 20,000 | - | RMB 20,271 | RMB 20,000 | RMB 271 | - | RMB 20,114 | Note |
| Gatetech (Suzhou) Technology Co., Ltd. | Structed commodity-monthly profit | Financial assets at FVTPL - current | Fubon Bank (China) | - | - | RMB 35,135 | - | RMB 40,000 | - | RMB 50,693 | RMB 50,000 | RMB 693 | - | RMB 25,180 | Note |
| | Structed commodity-linked rate | Financial assets at FVTPL - current | E.SUN Bank (China), Ltd. | - | - | - | - | RMB 10,000 | - | - | - | - | - | RMB 10,011 | Note |
| Suzhou Fulfil Electronics Co., Ltd. | Structed commodity-linked rate | Financial assets at FVTPL - current | E.SUN Bank (China), Ltd. | - | - | - | - | RMB 110,000 | - | RMB 60,451 | RMB 60,000 | RMB 451 | - | RMB 50,044 | Note |
| | Structed commodity-monthly profit | Financial assets at FVTPL - current | Fubon Bank (China) | - | - | RMB 100,528 | - | RMB 85,000 | - | RMB 186,896 | RMB 185,000 | RMB 1,896 | - | - | Note |

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

TABLE 5

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, 2024
(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 | Ultimate parent entity | Sales | \$ (707,030) | (57) | Note 1 | \$ - | - | \$ 420,728 | 57 | |
| Fuzhou Fulfil Tech Co., Ltd. | Syncmold Enterprise Corporation | Ultimate parent entity | Sales | (321,702) | (20) | Note 1 | - | - | 189,590 | 22 | |
| Suzhou Fulfil Electronics Co., Ltd. | Syncmold Enterprise Corporation | Ultimate parent entity | Sales | (701,056) | (35) | Note 1 | - | - | 421,434 | 35 | |
| Chongqing Fulfil Tech Co., Ltd. | Syncmold Enterprise Corporation | Ultimate parent entity | Sales | (172,956) | (63) | Note 1 | - | - | 94,402 | 66 | |
| Kunshan Fulfil Tech Co., Ltd. | Suzhou Fulfil Electronics Co., Ltd. | Indirect subsidiary | Sales | (272,221) | (97) | Note 1 | - | - | 71,604 | 79 | |
| Fuqing Fuqun Electronic Hardware Tech Co., Ltd. | Fuzhou Fulfil Tech Co., Ltd. | Indirect subsidiary | Sales | (165,513) | (53) | Note 1 | - | - | 20,257 | 25 | |
| Suzhou Leoho Electronics Co., Ltd. | Leohab Enterprise Co., Ltd. Syncmold Enterprise Corporation | Indirect subsidiary Ultimate parent entity | Sales | (121,129) | (18) | Note 1 | - | - | 96,090 | 21 | |
| | | | Sales | (160,184) | (25) | Note 1 | - | - | 115,065 | 28 | |
| Syncmold Enterprise Corporation | Zhongshan Fulfil Tech. Co., Ltd. | Sub-subsidiary | Purchases | 707,030 | 33 | Note 1 | - | - | (420,728) | (33) | |
| | Fuzhou Fulfil Tech Co., Ltd. | Sub-subsidiary | Purchases | 321,702 | 15 | Note 1 | - | - | (189,590) | (15) | |
| | Suzhou Fulfil Electronics Co., Ltd. | Sub-subsidiary | Purchases | 701,056 | 33 | Note 1 | - | - | (421,434) | (34) | |
| | Chongqing Fulfil Tech Co., Ltd. | Sub-subsidiary | Purchases | 172,956 | 8 | Note 1 | - | - | (94,402) | (8) | |
| Suzhou Fulfil Electronics Co., Ltd. | Kunshan Fulfil Tech Co., Ltd. | Indirect subsidiary | Purchases | 272,221 | 18 | Note 1 | - | - | (71,604) | (14) | |
| Fuzhou Fulfil Tech Co., Ltd. | Fuqing Fuqun Electronic Hardware Tech Co., Ltd. | Indirect subsidiary | Purchases | 165,513 | 13 | Note 1 | - | - | (20,257) | (5) | |
| Leohab Enterprise Co., Ltd. | Suzhou Leoho Electronics Co., Ltd. | Indirect subsidiary | Purchases | 121,129 | 14 | Note 1 | - | - | (96,090) | (16) | |
| Syncmold Enterprise Corporation | Suzhou Leoho Electronics Co., Ltd. | Sub-subsidiary | Purchases | 160,184 | 8 | Note 1 | - | - | (115,065) | (9) | |

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.

TABLE 6

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, 2024
(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 | | |
| Fuzhou Fulfil Tech Co., Ltd. | Syncmold Enterprise Corporation | Ultimate parent entity | \$ 189,590 | - | \$ - | - | \$ 58,742 | \$ - |
| Zhongshan Fulfil Tech. Co., Ltd. | Syncmold Enterprise Corporation | Ultimate parent entity | 420,728 | - | - | - | 71,295 | - |
| Suzhou Fulfil Electronics Co., Ltd. | Syncmold Enterprise Corporation | Ultimate parent entity | 421,434 | - | - | - | 85,794 | - |
| Suzhou Leoho Electronics Co., Ltd. | Syncmold Enterprise Corporation | Ultimate parent entity | 115,065 | - | - | - | 46,761 | - |

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

TABLE 7

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(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, 2024 | | | Net Income (Loss) of the Investee | Share of Profit (Loss) | Note |
|-----------------------------------|--|------------------------|--|----------------------------|-------------------|--------------------------|--------|-----------------|-----------------------------------|------------------------|----------|
| | | | | September 30, 2024 | December 31, 2023 | Number of Shares | % | Carrying Amount | | | |
| Syncmold Enterprise Corporation | Syncmold Enterprise (Samoa) Corp. | Samoa | General investment business | \$ 110,598 | \$ 110,598 | 3,546 | 100.00 | \$ 2,404,892 | \$ 238,929 | \$ 242,040 | (Note 1) |
| | Grand Advance Inc. | Samoa | General investment business | 506,240 | 506,240 | - | 100.00 | 3,554,820 | 285,303 | 285,737 | (Note 1) |
| | Syncmold Enterprise (USA) Corp. | USA | Trading, import and export in electronic parts | 32 | 32 | - | 100.00 | (6,895) | (1,598) | (1,598) | (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 | 166,623 | 64,529 | 22,988 | (Note 2) |
| | Corebio Technologies Co., Ltd. | Taiwan | Medical technology and precision instrument wholesale and retail | 52,000 | 52,000 | - | - | - | - | - | (Note 2) |
| | Smart Automation Technology Inc. | Taiwan | Software design services | 21,197 | 15,680 | 2,120 | 47.11 | 11,274 | (10,684) | (5,171) | (Note 2) |
| | Leohab Enterprise Co., Ltd. | Taiwan | Precision hardware components manufacturing | 288,182 | 232,677 | 23,438 | 80.22 | 476,839 | 165,221 | 109,783 | (Note 2) |
| | Gatetech Technology Inc. | Taiwan | Precision molding and magnesium alloy die caster manufacturing and transaction business | 558,109 | 557,356 | 42,634 | 74.17 | 652,799 | (37,458) | (29,279) | (Note 2) |
| | Syncmold Enterprise Vietnam Co., Ltd. | Vietnam | Electronic parts processing manufacturing, trading and related import and export business | 579,944 | 579,944 | - | 100.00 | 608,363 | 47,980 | 47,980 | (Note 1) |
| | Syncmold Enterprise (Malaysia) Sdn. Bhd. | Malaysia | The trading, imports and exports of electronic parts and customer support & service center | 7,192 | 7,192 | - | 100.00 | 2,589 | (88) | (88) | (Note 2) |
| | Syncmold Enterprise (Singapore) Pte., Ltd. | Singapore | The trading, imports and exports of electronic parts and customer support & service center | 1,100 | 1,100 | - | 100.00 | 6,571 | 309 | 309 | (Note 2) |
| | Syncmold Enterprise (Thailand) Co., Ltd. | Thailand | Electronic parts processing manufacturing, trading and related import and export business | 75,155 | 33,638 | 807 | 100.00 | 51,776 | (6,018) | (6,018) | (Note 2) |
| Grand Advance Inc. | Canford International Limited | Samoa | General investment business | 119,342 | 119,342 | - | 100.00 | 1,854,435 | 250,716 | 250,716 | (Note 2) |
| | Fullking Development Limited | Hong Kong | General investment business | 160,175 | 160,175 | - | 100.00 | 1,306,803 | 88,988 | 88,988 | (Note 2) |
| | Full Glary Holding Limited | Hong Kong | General investment business | 259,720 | 259,720 | - | 100.00 | 295,872 | 6,500 | 9,483 | (Note 2) |
| Syncmold Enterprise (Samoa) Corp. | Forever Business Development Limited | Samoa | General investment business | 125,957 | 125,957 | - | 100.00 | 286,550 | 2,183 | 2,805 | (Note 2) |
| | Full Celebration Limited | Samoa | General investment business | 147,710 | 147,710 | - | 100.00 | 131,795 | 16,048 | 16,048 | (Note 2) |
| Gatetech Technology Inc. | Gatech Holding Ltd. | Samoa | General investment business | 647,041 | 647,041 | 20,130 | 100.00 | 599,776 | (17,356) | (17,356) | (Note 2) |
| Gatech Holding Ltd. | Gatech International Ltd. | Samoa | General investment business | 657,284 | 657,284 | 20,268 | 100.00 | 599,776 | (17,356) | (17,356) | (Note 2) |
| Leohab Enterprise Co., Ltd. | Sweet International Group Ltd. | British Virgin Islands | General investment business | 147,834 | 147,834 | 5,868 | 100.00 | 517,057 | 181,234 | 181,234 | (Note 2) |
| | Commuwell Enterprise (Thailand) Co., Ltd. | Thailand | Plastic shot and hardware components manufacturing | 141,564 | 141,564 | 1,450 | 100.00 | 276,523 | 2,042 | 2,042 | (Note 2) |
| Sweet International Group Ltd. | Lucky King Holdings Ltd. | Mauritius | General investment business | 147,834 | 147,834 | 5,868 | 100.00 | 517,054 | 181,234 | 181,234 | (Note 2) |

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

Note 2: Calculated based on the unaudited 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 and 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.

TABLE 8

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

**INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(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, 2024 | Remittance of Funds | | Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2024 | Net Income (Loss) of the Investee | % Ownership of Direct or Indirect Investment | Investment Gain (Loss) | Carrying Amount as of September 30, 2024 | Accumulated Repatriation of Investment Income as of September 30, 2024 |
|---|---|-----------------|---|--|---------------------|--------|--|--------------------------------------|---|---------------------------|---|---|
| | | | | | Outward | Inward | | | | | | |
| Fuzhou Fulfil Tech Co., Ltd. | Electronic parts processing and manufacturing. Trading and related import and export business | \$ 43,772 | Invested through Syncmold Enterprise (Samoa) Corp. | \$ 65,927 (US\$ 2,083 thousand) | \$ - | \$ - | \$ 65,927 (US\$ 2,083 thousand) | \$ 180,669 | 100.00 | \$ 182,647 (Note 1) | \$ 1,201,232 | \$ 2,546,844 (US\$ 80,469 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 | 112,079 | Invested through Syncmold Enterprise (Samoa) Corp. | 42,917 (US\$ 1,356 thousand) | - | - | 42,917 (US\$ 1,356 thousand) | 23,854 | 100.00 | 20,293 (Note 2) | 248,052 | - |
| Fuqing Fuqun Electronic Hardware Tech Co., Ltd. | Electronic parts processing and manufacturing. Trading and related import and export business | 59,731 | Invested through Syncmold Enterprise (Samoa) Corp. | - | - | - | - | 16,044 | 100.00 | 17,601 (Note 2) | 183,206 | 123,372 (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 | 126,649 | Invested through Forever Business Development Limited | - | - | - | - | (1,385) | 100.00 | 1,196 (Note 2) | 180,152 | 86,721 (US\$ 2,740 thousand) |
| Suzhou Fulfil Electronics Co., Ltd. | Electronic parts processing and manufacturing. Trading and related import and export business | 18,692 | Invested through Canford International Limited | - | - | - | - | 250,714 | 100.00 | 250,693 (Note 1) | 1,854,421 | 1,393,739 (US\$ 44,036 thousand) |
| Zhongshan Fulfil Tech. Co., Ltd. | Electronic parts processing and manufacturing. Trading and related import and export business | 154,141 | Invested through Fullking Development Limited | - | - | - | - | 88,988 | 100.00 | 88,974 (Note 1) | 1,378,456 | 1,857,887 (US\$ 58,701 thousand) |
| Kunshan Fulfil Tech Co., Ltd. | Manufacturing and assembling of laptops uses precise bearing, hardware and related accessories | 236,697 | Invested through Full Glary Holding Limited | 189,900 (US\$ 6,000 thousand) | - | - | 189,900 (US\$ 6,000 thousand) | 6,500 | 100.00 | 9,951 (Note 2) | 296,366 | - |
| Chongqing Fulfil Tech Co., Ltd. | The processing, manufacturing, related imports and exports of all electronic, plastic and hardware parts | 140,714 | Invested through Full Celebration Limited | - | - | - | - | 16,048 | 100.00 | 12,811 (Note 2) | 131,783 | 573,625 (US\$ 18,124 thousand) |
| Gatetech (Suzhou) Technology Co., Ltd. | Aluminum and magnesium alloy manufacturing and trading. | 730,865 | Invested through Gatech International Ltd. | 769,095 (US\$ 24,300 thousand) | - | - | 769,095 (US\$ 24,300 thousand) | (17,356) | 74.17 | (12,859) (Note 2) | 599,776 | - |
| Suzhou Leoho Electronics Co., Ltd. | Precision hardware components manufacturing | 208,773 | Invested through Lucky King Holdings Ltd. | 141,729 (US\$ 4,478 thousand) | - | - | 141,729 (US\$ 4,478 thousand) | 181,234 | 80.22 | 122,894 (Note 2) | 517,054 | - |

(Continued)

| Accumulated Outward Remittance for Investment in Mainland China as of September 30, 2024 | Investment Amount Authorized by the Investment Commission, MOEA | Upper Limit on the Amount of Investment Stipulated by the Investment Commission, MOEA |
|--|---|---|
| \$1,445,614 (US\$45,675 thousand) | \$2,451,071 (US\$77,443 thousand) | \$4,668,524 |

- Note 1: Calculated based on the audited 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 and 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)

TABLE 9

SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024
(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 | | |
| 0 | Syncmold Enterprise Corporation | Syncmold Enterprise (USA) Corp. Zhongshan Fulfil Tech. Co., Ltd. | 1 | Trade receivables from related parties | \$ 49,600 | No significant difference with non-related parties | - |
| | | | 1 | Trade receivables from related parties | 49,760 | No significant difference with non-related parties | - |
| 1 | Zhongshan Fulfil Tech. Co., Ltd. | Syncmold Enterprise Corporation Syncmold Enterprise Corporation | 2 | Sales | 707,030 | No significant difference with non-related parties | 10 |
| | | | 2 | Trade receivables from related parties | 420,728 | No significant difference with non-related parties | 3 |
| 2 | Dongguan Khuan Huang Precision Mold Plastic Co., Ltd. | Syncmold Enterprise Vietnam Co., Ltd. | 3 | Sales | 22,946 | No significant difference with non-related parties | - |
| | | Syncmold Enterprise Vietnam Co., Ltd. | 3 | Trade receivables from related parties | 16,082 | No significant difference with non-related parties | - |
| | | Zhongshan Fulfil Tech. Co., Ltd. | 3 | Sales | 65,369 | No significant difference with non-related parties | 1 |
| | | Zhongshan Fulfil Tech. Co., Ltd. | 3 | Trade receivables from related parties | 15,556 | No significant difference with non-related parties | - |
| | | Fuzhou Fulfil Tech Co., Ltd. | 3 | Sales | 64,239 | No significant difference with non-related parties | 1 |
| | | Suzhou Fulfil Electronics Co., Ltd. | 3 | Sales | 39,014 | No significant difference with non-related parties | 1 |
| | | Suzhou Fulfil Electronics Co., Ltd. | 3 | Trade receivables from related parties | 11,628 | No significant difference with non-related parties | - |
| 3 | Fuzhou Fulfil Tech Co., Ltd. | Syncmold Enterprise Corporation Syncmold Enterprise Corporation | 2 | Sales | 321,702 | No significant difference with non-related parties | 4 |
| | | | 2 | Trade receivables from related parties | 189,590 | No significant difference with non-related parties | 1 |
| 4 | Fuqing Fuqun Electronic Hardware Tech Co., Ltd. | Zhongshan Fulfil Tech. Co., Ltd. | 3 | Sales | 40,103 | No significant difference with non-related parties | 1 |
| | | Zhongshan Fulfil Tech. Co., Ltd. | 3 | Trade receivables from related parties | 11,558 | No significant difference with non-related parties | - |
| | | Fuzhou Fulfil Tech Co., Ltd. | 3 | Sales | 165,513 | No significant difference with non-related parties | 2 |
| | | Fuzhou Fulfil Tech Co., Ltd. | 3 | Trade receivables from related parties | 20,257 | No significant difference with non-related parties | - |
| | | Suzhou Fulfil Electronics Co., Ltd. | 3 | Sales | 75,869 | No significant difference with non-related parties | 1 |
| | | Suzhou Fulfil Electronics Co., Ltd. | 3 | Trade receivables from related parties | 20,977 | No significant difference with non-related parties | - |
| | | Syncmold Enterprise Vietnam Co., Ltd. | 3 | Trade receivables from related parties | 26,477 | No significant difference with non-related parties | - |
| 5 | Suzhou Fulfil Electronics Co., Ltd. | Syncmold Enterprise Corporation Syncmold Enterprise Corporation | 2 | Sales | 701,056 | No significant difference with non-related parties | 10 |
| | | | 2 | Trade receivables from related parties | 421,434 | No significant difference with non-related parties | 3 |
| 6 | Kunshan Fulfil Tech Co., Ltd. | Suzhou Fulfil Electronics Co., Ltd. | 3 | Sales | 272,221 | No significant difference with non-related parties | 4 |
| | | Suzhou Fulfil Electronics Co., Ltd. | 3 | Trade receivables from related parties | 71,604 | No significant difference with non-related parties | 1 |
| | | Syncmold Enterprise Vietnam Co., Ltd. | 3 | Trade receivables from related parties | 18,299 | No significant difference with non-related parties | - |

(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 | | |
| 7 | Chongqing Fulfil Tech Co., Ltd. | Syncmold Enterprise Corporation | 2 | Sale | \$ 172,956 | No significant difference with non-related parties | 2 |
| | | Syncmold Enterprise Corporation | 2 | Trade receivables from related parties | 94,402 | No significant difference with non-related parties | 1 |
| 8 | Syncmold Enterprise (Samoa) Corp. | Syncmold Enterprise Corporation | 2 | Other receivables from related parties - financing | 94,950 | Based on the contract between both parties | 1 |
| | | Fujian Khuan Hua Precise Mold Co., Ltd. | 3 | Other receivables from related parties - dividends | 45,377 | Based on the contract between both parties | - |
| | | Fullking Development Limited | 3 | Other receivables from related parties - financing | 71,687 | Based on the contract between both parties | 1 |
| 9 | Fujian Khuan Hua Precise Mold Co., Ltd. | Fuzhou Fulfil Tech Co., Ltd. | 3 | Sale | 29,761 | No significant difference with non-related parties | - |
| | | Suzhou Fulfil Electronics Co., Ltd. | 3 | Sale | 14,736 | No significant difference with non-related parties | - |
| | | Zhongshan Fulfil Tech. Co., Ltd. | 3 | Sale | 29,267 | No significant difference with non-related parties | - |
| | | Syncmold Enterprise Vietnam Co., Ltd. | 3 | Sale | 17,073 | No significant difference with non-related parties | - |
| 10 | Suzhou Leoho Electronics Co., Ltd | Leohab Enterprise Co., Ltd | 3 | Sale | 121,129 | No significant difference with non-related parties | 2 |
| | | Leohab Enterprise Co., Ltd | 3 | Trade receivables from related parties | 96,090 | No significant difference with non-related parties | 1 |
| | | Commuwell Enterprise (Thailand) Co., Ltd. | 3 | Trade receivables from related parties | 58,037 | No significant difference with non-related parties | - |
| | | Syncmold Enterprise Corporation | 2 | Sale | 160,184 | No significant difference with non-related parties | 2 |
| | | Syncmold Enterprise Corporation | 2 | Trade receivables from related parties | 115,065 | No significant difference with non-related parties | 1 |
| 11 | Leohab Enterprise Co., Ltd | Suzhou Leoho Electronics Co., Ltd | 3 | Trade receivables from related parties | 34,333 | No significant difference with non-related parties | - |

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)

TABLE 10**SYNCMOLD ENTERPRISE CORPORATION AND SUBSIDIARIES****INFORMATION ON MAJOR SHAREHOLDERS
SEPTEMBER 30, 2024**

| Name of Major Shareholder | Shares | |
|---------------------------|------------------|-----------------------------|
| | Number of Shares | Percentage of Ownership (%) |
| Chen Chiu-Lang | 8,708,211 | 6.03 |

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 Corporation 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.