

**Walsin Technology Corporation and  
Subsidiaries**

**Consolidated Financial Statements for the  
Three Months Ended March 31, 2024 and 2023 and  
Independent Auditors' Review Report**

## INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders  
Walsin Technology Corporation

### Introduction

We have reviewed the accompanying consolidated balance sheets of Walsin Technology Corporation and its subsidiaries (collectively, the “Group”) as of March 31, 2024 and 2023, and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months then ended, and the related notes to the consolidated financial statements, including summary 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 described in Note 11 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed by independent auditors. As of March 31, 2024 and 2023, the combined total assets of these non-significant subsidiaries were NT\$2,907,181 thousand and NT\$3,175,502 thousand, representing 3.00% and 3.46%, respectively, of the consolidated total assets, and the combined total liabilities of these subsidiaries were NT\$769,942 thousand and NT\$980,739 thousand, respectively, representing 2.02% and 2.66%, respectively, of the consolidated total liabilities. For the three months ended March 31, 2024 and 2023, the amounts of combined comprehensive loss of these subsidiaries were NT\$(78,147) thousand and NT\$(46,714) thousand, representing (3.43%) and (3.69%), respectively, of the consolidated comprehensive income (loss). As described in Note 13 to the consolidated financial statements, the financial statements of some associates accounted for using the equity method were not reviewed by independent auditors. As of March 31, 2024 and 2023, the share of profit of investments in associates accounted for using the equity method that were not reviewed by independent auditor were NT\$555,246 thousand and NT\$583,467 thousand, representing 0.57% and 0.64%, respectively, of the consolidated total assets, and for the three months ended March 31, 2024 and 2023, the total share of loss of the associates accounted for using the equity method that were not reviewed were NT\$(3,593) thousand and NT\$(8,413) thousand, respectively, representing (0.16%) and (0.66%), respectively, of the

consolidated comprehensive income. In addition, the information disclosed in Note 32 to the consolidated financial statements was not reviewed by independent auditors.

### **Qualified Conclusion**

Based on our reviews and the review reports of other auditors (refer to other matter paragraph), with the exception of the matter described in the preceding paragraph, 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 March 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 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.

### **Other Matter**

We did not review the financial statements of some subsidiaries included in the consolidated financial statements of the Group, but such financial statements were reviewed by other auditors. Our conclusion, insofar as it relates to the amounts and the information disclosed for such subsidiaries, is based solely on the review reports of other auditors. As of March 31, 2024 and 2023, the amount of total assets of these subsidiaries were NT\$12,416,068 thousand and NT\$10,685,042 thousand, representing 12.80% and 11.64%, respectively, of the consolidated total assets; for the three months ended March 31, 2024 and 2023 the amounts of combined net operating revenue of these subsidiaries were NT\$1,574,613 thousand and NT\$1,360,695 thousand, representing 19.32% and 17.39%, respectively, of the consolidated net operating revenue. The comprehensive income for the three months ended March 31, 2024 and 2023, the amounts of comprehensive income were NT\$343,499 thousand and NT\$158,648 thousand, representing 15.06% and 12.52%, respectively, of the consolidated comprehensive income.

The engagement partners on the reviews resulting in this independent auditors’ review report are Chin-Chuan Shih and Kuo-Tyan Hong.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

April 29, 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.*

# WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2024		December 31, 2023		March 31, 2023	
	Amount	%	Amount	%	Amount	%
<b>CURRENT ASSETS</b>						
Cash and cash equivalents (Note 6)	\$ 10,376,994	11	\$ 6,621,395	7	\$ 9,707,463	10
Financial assets at fair value through profit or loss - current (Note 7)	868,339	1	547,956	1	807,332	1
Financial assets at amortized cost - current (Note 8)	7,051,595	7	12,959,745	14	9,944,141	11
Notes receivable from unrelated parties (Note 9)	996,628	1	949,140	1	962,073	1
Trade receivables from unrelated parties (Note 9)	8,848,464	9	8,741,151	9	8,075,836	9
Trade receivables from related parties (Notes 9 and 26)	52,912	-	50,872	-	60,126	-
Finance lease receivable	20,054	-	21,728	-	22,163	-
Other receivables from unrelated parties	647,533	1	624,538	1	447,647	-
Other receivables from related parties (Note 26)	13,932	-	14,264	-	14,368	-
Inventories (Note 10)	7,133,001	7	6,962,980	7	7,222,002	8
Other current assets	622,713	1	521,831	-	631,790	1
Total current assets	<u>36,632,165</u>	<u>38</u>	<u>38,015,600</u>	<u>40</u>	<u>37,894,941</u>	<u>41</u>
<b>NON-CURRENT ASSETS</b>						
Financial assets at fair value through profit or loss - non-current (Note 7)	584,894	1	553,263	1	-	-
Financial assets at fair value through other comprehensive income - non-current (Note 12)	7,786,670	8	7,274,441	8	6,691,515	7
Financial assets at amortized cost - non-current (Note 8)	14,927,621	15	10,845,723	11	6,938,109	7
Investments accounted for using the equity method (Note 13)	10,853,609	11	10,549,319	11	10,000,303	11
Property, plant and equipment (Note 14)	23,231,953	24	24,088,788	26	27,300,730	30
Right-of-use assets (Note 15)	917,878	1	942,657	1	964,825	1
Investment properties (Note 16)	324,472	-	327,219	-	14,641	-
Intangible assets (Note 17)	558,040	1	577,960	1	663,686	1
Deferred tax assets (Note 4)	628,193	1	691,277	1	634,524	1
Guarantee deposits paid (Note 27)	105,325	-	106,265	-	121,198	-
Finance lease receivables - non-current	17,272	-	17,650	-	22,525	-
Other non-current assets	443,010	-	453,066	-	530,659	1
Total non-current assets	<u>60,378,937</u>	<u>62</u>	<u>56,427,628</u>	<u>60</u>	<u>53,882,715</u>	<u>59</u>
<b>TOTAL</b>	<u>\$ 97,011,102</u>	<u>100</u>	<u>\$ 94,443,228</u>	<u>100</u>	<u>\$ 91,777,656</u>	<u>100</u>
<b>LIABILITIES AND EQUITY</b>						
<b>CURRENT LIABILITIES</b>						
Short-term borrowings (Note 18)	\$ 9,734,203	10	\$ 8,588,119	9	\$ 6,774,474	7
Notes payable to unrelated parties	116,078	-	229,387	-	165,180	-
Trade payables to unrelated parties	3,850,824	4	3,491,374	4	3,301,874	4
Trade payables to related parties (Note 26)	26,856	-	30,081	-	20,358	-
Payables for equipment (Note 26)	528,630	1	716,882	1	1,355,842	2
Other payables (Note 26)	3,221,884	4	3,346,954	4	2,902,429	3
Current tax liabilities (Note 4)	1,112,544	1	1,000,679	1	1,118,306	1
Lease liabilities (Note 15)	149,114	-	155,493	-	148,678	-
Current portion of bonds payable (Note 19)	4,794,158	5	4,778,445	5	-	-
Current portion of long-term borrowings (Note 18)	3,138,175	3	2,987,531	3	3,531,937	4
Other current liabilities	145,664	-	149,076	-	140,791	-
Total current liabilities	<u>26,818,130</u>	<u>28</u>	<u>25,474,021</u>	<u>27</u>	<u>19,459,869</u>	<u>21</u>
<b>NON-CURRENT LIABILITIES</b>						
Financial liabilities at fair value through profit or loss - non-current (Note 7)	2,024	-	2,374	-	-	-
Bonds payable (Note 19)	665,856	1	662,742	1	4,731,272	5
Long-term borrowings (Note 18)	8,420,328	9	9,472,164	10	10,584,295	12
Current tax liabilities - non-current (Note 4)	131,021	-	218,556	-	427,960	-
Deferred tax liabilities (Note 4)	1,160,198	1	1,103,389	1	783,464	1
Lease liabilities (Note 15)	446,188	-	470,414	1	487,718	1
Long-term payables	16,620	-	16,833	-	16,944	-
Long-term deferred revenue	31,903	-	32,529	-	34,910	-
Net defined benefit liabilities (Note 4)	191,077	-	196,332	-	178,520	-
Guarantee deposits received	219,447	-	178,098	-	219,700	-
Total non-current liabilities	<u>11,284,662</u>	<u>11</u>	<u>12,353,431</u>	<u>13</u>	<u>17,464,783</u>	<u>19</u>
Total liabilities	<u>38,102,792</u>	<u>39</u>	<u>37,827,452</u>	<u>40</u>	<u>36,924,652</u>	<u>40</u>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 20)</b>						
Share capital						
Ordinary shares	4,858,043	5	4,858,043	5	4,858,043	5
Capital surplus	3,131,320	3	3,116,412	3	3,117,442	3
Retained earnings						
Legal reserve	4,911,739	5	4,911,739	5	4,736,096	5
Special reserve	1,096,797	1	1,096,797	1	1,096,797	1
Unappropriated earnings	29,979,417	31	29,347,656	31	28,678,844	32
Other equity						
Exchange differences on translation of the financial statements of foreign operations	(728,331)	(1)	(1,678,514)	(2)	(1,238,605)	(2)
Unrealized gain (loss) on financial assets at fair value through other comprehensive income	5,540,285	6	5,163,892	6	4,293,120	5
Treasury shares	(236,380)	-	(236,380)	-	(236,380)	-
Total equity attributable to owners of the Company	48,552,890	50	46,579,645	49	45,305,357	49
<b>NON-CONTROLLING INTERESTS (Note 20)</b>	<u>10,355,420</u>	<u>11</u>	<u>10,036,131</u>	<u>11</u>	<u>9,547,647</u>	<u>11</u>
Total equity	<u>58,908,310</u>	<u>61</u>	<u>56,615,776</u>	<u>60</u>	<u>54,853,004</u>	<u>60</u>
<b>TOTAL</b>	<u>\$ 97,011,102</u>	<u>100</u>	<u>\$ 94,443,228</u>	<u>100</u>	<u>\$ 91,777,656</u>	<u>100</u>

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

(With Deloitte & Touche review report dated April 29, 2024)

# WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2024		2023	
	Amount	%	Amount	%
NET SALES (Note 26)	\$ 8,151,320	100	\$ 7,824,942	100
COST OF SALES (Notes 10 and 26)	<u>6,715,035</u>	<u>82</u>	<u>6,775,218</u>	<u>87</u>
GROSS PROFIT	<u>1,436,285</u>	<u>18</u>	<u>1,049,724</u>	<u>13</u>
OPERATING EXPENSES				
Selling and marketing expenses	393,368	5	386,434	5
General and administrative expenses	400,676	5	305,744	4
Research and development expenses	<u>237,734</u>	<u>3</u>	<u>247,609</u>	<u>3</u>
Total operating expenses	<u>1,031,778</u>	<u>13</u>	<u>939,787</u>	<u>12</u>
PROFIT FROM OPERATIONS	<u>404,507</u>	<u>5</u>	<u>109,937</u>	<u>1</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income	302,952	4	212,183	3
Rental income	14,246	-	10,789	-
Dividend income	2,827	-	2,267	-
Other income	21,801	-	6,735	-
Loss on disposal of property, plant and equipment	(961)	-	(847)	-
Loss on disposal of investments	(1,056)	-	-	-
Gain on financial assets at FVTPL	60,100	1	134,708	2
Other expenses	(3,152)	-	(7,099)	-
Foreign exchange gain (loss), net	594,946	7	(17,873)	-
Interest expense	(96,767)	(1)	(92,499)	(1)
Share of profit of associates accounted for using the equity method (Note 13)	<u>92,839</u>	<u>1</u>	<u>97,730</u>	<u>1</u>
Total non-operating income and expenses	<u>987,775</u>	<u>12</u>	<u>346,094</u>	<u>5</u>
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	1,392,282	17	456,031	6
INCOME TAX EXPENSE (Notes 4 and 22)	<u>(552,875)</u>	<u>(7)</u>	<u>(45,765)</u>	<u>(1)</u>
NET PROFIT FOR THE PERIOD	<u>839,407</u>	<u>10</u>	<u>410,266</u>	<u>5</u>

(Continued)

# WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

	<b>For the Three Months Ended March 31</b>			
	<b>2024</b>		<b>2023</b>	
	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain on investments in equity instruments at fair value through other comprehensive income	\$ 532,686	7	\$ 683,466	9
Share of the other comprehensive (loss) income of associates accounted for using the equity method	<u>(86,628)</u>	<u>(1)</u>	<u>246,561</u>	<u>3</u>
	<u>446,058</u>	<u>6</u>	<u>930,027</u>	<u>12</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statements of foreign operations	788,671	10	(61,212)	(1)
Unrealized loss on investments in debt instruments at fair value through other comprehensive income	(10,152)	-	(3,544)	-
Share of the other comprehensive income (loss) of associates accounted for using the equity method	<u>216,516</u>	<u>2</u>	<u>(8,600)</u>	<u>-</u>
	<u>995,035</u>	<u>12</u>	<u>(73,356)</u>	<u>(1)</u>
Other comprehensive income for the period, net of income tax	<u>1,441,093</u>	<u>18</u>	<u>856,671</u>	<u>11</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<u>\$ 2,280,500</u>	<u>28</u>	<u>\$ 1,266,937</u>	<u>16</u>
<b>NET PROFIT ATTRIBUTABLE TO:</b>				
Owners of the Company	\$ 617,458	7	\$ 275,725	3
Non-controlling interests	<u>221,949</u>	<u>3</u>	<u>134,541</u>	<u>2</u>
	<u>\$ 839,407</u>	<u>10</u>	<u>\$ 410,266</u>	<u>5</u>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>				
Owners of the Company	\$ 1,957,617	24	\$ 1,018,243	13
Non-controlling interests	<u>322,883</u>	<u>4</u>	<u>248,694</u>	<u>3</u>
	<u>\$ 2,280,500</u>	<u>28</u>	<u>\$ 1,266,937</u>	<u>16</u>

(Continued)

# WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

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	For the Three Months Ended March 31			
	2024		2023	
	Amount	%	Amount	%
EARNINGS PER SHARE (Note 23)				
Basic	<u>\$ 1.27</u>		<u>\$ 0.57</u>	
Diluted	<u>\$ 1.24</u>		<u>\$ 0.57</u>	

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

(With Deloitte & Touche review report dated April 29, 2024)

(Concluded)

**WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES**

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

	Equity Attributable to Owners of the Company											Total Equity
	Share Capital		Capital Surplus	Retained Earnings			Other Equity		Treasury Shares	Total	Non-controlling Interests	
	Shares (In Thousands)	Share Capital		Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translation of the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income				
BALANCE, JANUARY 1, 2023	485,804	\$ 4,858,043	\$ 3,111,159	\$ 4,736,096	\$ 1,096,797	\$ 28,403,212	\$ (1,191,536)	\$ 3,503,533	\$ (236,380)	\$ 44,280,924	\$ 9,303,110	\$ 53,584,034
Other changes in capital surplus (Note 20)												
Change in capital surplus from associates accounted for using the equity method	-	-	3,704	-	-	-	-	-	-	3,704	-	3,704
Changes in percentage of ownership interests in subsidiaries	-	-	2,579	-	-	(93)	-	-	-	2,486	(167)	2,319
Net profit for the three months ended March 31, 2023	-	-	-	-	-	275,725	-	-	-	275,725	134,541	410,266
Other comprehensive (loss) income for the three months ended March 31, 2023	-	-	-	-	-	-	(47,069)	789,587	-	742,518	114,153	856,671
Total comprehensive (loss) income for the three months ended March 31, 2023	-	-	-	-	-	275,725	(47,069)	789,587	-	1,018,243	248,694	1,266,937
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	(3,990)	(3,990)
BALANCE, MARCH 31, 2023	<u>485,804</u>	<u>\$ 4,858,043</u>	<u>\$ 3,117,442</u>	<u>\$ 4,736,096</u>	<u>\$ 1,096,797</u>	<u>\$ 28,678,844</u>	<u>\$ (1,238,605)</u>	<u>\$ 4,293,120</u>	<u>\$ (236,380)</u>	<u>\$ 45,305,357</u>	<u>\$ 9,547,647</u>	<u>\$ 54,853,004</u>
BALANCE, JANUARY 1, 2024	485,804	\$ 4,858,043	\$ 3,116,412	\$ 4,911,739	\$ 1,096,797	\$ 29,347,656	\$ (1,678,514)	\$ 5,163,892	\$ (236,380)	\$ 46,579,645	\$ 10,036,131	\$ 56,615,776
Other changes in capital surplus (Note 20)												
Change in capital surplus from associates accounted for using the equity method	-	-	14,908	-	-	720	-	-	-	15,628	-	15,628
Net profit for the three months ended March 31, 2024	-	-	-	-	-	617,458	-	-	-	617,458	221,949	839,407
Other comprehensive income for the three months ended March 31, 2024	-	-	-	-	-	-	950,183	389,976	-	1,340,159	100,934	1,441,093
Total comprehensive income for the three months ended March 31, 2024	-	-	-	-	-	617,458	950,183	389,976	-	1,957,617	322,883	2,280,500
Disposal of investments in equity instruments designated as at fair value through other comprehensive income (Note 20)	-	-	-	-	-	13,583	-	(13,583)	-	-	-	-
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	(3,594)	(3,594)
BALANCE, MARCH 31, 2024	<u>485,804</u>	<u>\$ 4,858,043</u>	<u>\$ 3,131,320</u>	<u>\$ 4,911,739</u>	<u>\$ 1,096,797</u>	<u>\$ 29,979,417</u>	<u>\$ (728,331)</u>	<u>\$ 5,540,285</u>	<u>\$ (236,380)</u>	<u>\$ 48,552,890</u>	<u>\$ 10,355,420</u>	<u>\$ 58,908,310</u>

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

(With Deloitte & Touche review report dated April 29, 2024)

# WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2024	2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 1,392,282	\$ 456,031
Adjustments for:		
Expected credit reversed on trade receivables	3,872	-
Depreciation expense	1,245,890	1,271,070
Amortization expense	37,720	38,528
Interest expense	96,767	92,499
Interest income	(302,952)	(212,183)
Dividend income	(2,827)	(2,267)
Share of profit of associates accounted for using the equity method	(92,839)	(97,730)
Loss on disposal of property, plant and equipment	961	847
Net gain on financial assets at FVTPL	(60,100)	(134,708)
Loss on disposals of investments	1,056	-
Impairment loss reversed on property, plant and equipment	(14,253)	(1,503)
Write-downs of inventories	43,084	55,912
Gain on modification of lease	(1)	-
Net gain on foreign currency exchange	(384,489)	(68,184)
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	(272,431)	(84,385)
Notes receivable from unrelated parties	(47,488)	(94,460)
Trade receivables from unrelated parties	(23,313)	468,357
Trade receivables from related parties	(2,040)	(8,814)
Other receivables from unrelated parties	(98,130)	(3,842)
Other receivables from related parties	794	77
Inventories	(213,105)	605,231
Other current assets	(100,882)	(77,137)
Other non-current assets	5,580	67,704
Notes payable to unrelated parties	(113,309)	(29,520)
Trade payables to unrelated parties	320,364	689,831
Trade payables to related parties	(3,225)	(5,152)
Other payables	(127,487)	(531,664)
Other current liabilities	(3,412)	(24,168)
Other non-current liabilities	(6,094)	(24,768)
Cash generated from operations	1,279,993	2,345,602
Interest received	365,872	293,600
Dividends received	2,847	2,267
Interest paid	(73,232)	(72,963)
Income tax paid	(405,983)	(184,209)
Net cash generated from operating activities	<u>1,169,497</u>	<u>2,384,297</u>

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# WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2024	2023
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	\$ (110)	\$ (215,856)
Proceeds (purchase of) from financial assets at amortized cost	2,627,826	(8,725,807)
Payments for property, plant and equipment	(497,528)	(745,082)
Proceeds from disposal of property, plant and equipment	7,784	5,454
Decrease (increase) in guarantee deposits paid	940	(8,017)
Payments for intangible assets	(3,200)	(16,370)
Decrease in finance lease receivables	2,650	2,273
Increase in prepayments for equipment	<u>(14,506)</u>	<u>(13,506)</u>
Net cash generated from (used in) investing activities	<u>2,123,856</u>	<u>(9,716,911)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase (decrease) in short-term borrowings	1,180,131	(316,616)
Decrease in long-term borrowings	(681,549)	(10,945)
Increase (decrease) in guarantee deposits received	41,349	(37,878)
Repayment of the principal portion of lease liabilities	(42,198)	(38,449)
Changes in non-controlling interests	<u>(3,594)</u>	<u>(1,671)</u>
Net cash generated from (used in) financing activities	<u>494,139</u>	<u>(405,559)</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES</b>		
	<u>(31,893)</u>	<u>(57,699)</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	3,755,599	(7,795,872)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<u>6,621,395</u>	<u>17,503,335</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u>\$ 10,376,994</u>	<u>\$ 9,707,463</u>

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

(With Deloitte & Touche review report dated April 29, 2024)

(Concluded)

# WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

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### 1. GENERAL INFORMATION

Walsin Technology Corporation (the “Company”) was incorporated in the Republic of China (ROC) on July 29, 1970 and was engaged in the design, development and manufacture of semiconductors and LED (light-emitting diode) chips. On July 1, 1992, the Company purchased machinery, equipment and inventory for the electronic department of Walsin Lihwa Corporation and changed its main operations to become the manufacturer and seller of passive components. The Company’s ordinary shares began trading on the Taipei Exchange on November 21, 1997 and transferred listing of its shares for trading on the Taiwan Stock Exchange on September 17, 2001.

The Company’s main business location is No. 566-1, Gaoshi Road, Yangmei District, Taoyuan City, Taiwan, the ROC.

The consolidated financial statements of the Company and its subsidiaries (collectively, the “Group”) are presented in the Company’s functional currency, the New Taiwan dollar.

### 2. APPROVAL OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors on April 29, 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 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 in issue but not yet endorsed and issued into effect by the FSC

<b>New, Amended and Revised Standards and Interpretations</b>	<b>Effective Date Announced by IASB (Note 1)</b>
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 9 and IFRS 17 - Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027
Amendments to IAS 21 “Lack of Exchangeability”	January 1, 2025 (Note 2)

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

Note 2: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments 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.

#### IFRS 18 “Presentation and Disclosure in Financial Statements”

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discounted operations categories.
- 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.
- 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.
- 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.

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

## **4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION**

### **a. Statement of compliance**

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

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments 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 Company and the entities controlled by the Company (i.e., its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate.

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

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

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 11, Tables 7 and 8 to the consolidated financial statements for the detailed information of subsidiaries (including the percentage 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:

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

- c) 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:

- a) Liabilities held primarily for the purpose of trading;
- b) Liabilities due to be settled within 12 months after the reporting period, even if an agreement to refinance, or to reschedule payments, on a long-term basis is completed after the reporting period and before the consolidated financial statements are authorized for issue; and
- c) 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) Other long-term employee benefits

Other long-term employee benefits are accounted for in the same way as the accounting required for defined benefit plans except that remeasurement is recognized in profit or loss.

## 4) 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**

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

When developing material accounting estimates, the Group considers the possible impact other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

### **Material Accounting Judgments**

#### a. Significant influence over associates

The Group is the single largest shareholder with less than 50% of the voting rights on an investee; it does not have control but has significant influence over the investee.

As stated in Note 13 to the consolidated financial statements, the Group is the single largest shareholder with 21.39% of the voting rights on HannStar Board Corporation. Considering the size of the Group's holding of voting rights relative to the size and dispersed shareholdings of the other shareholders, the Group is not able to direct the relevant activities of and does not have control over HannStar Board Corporation. Consequently, the management of the Group considered and classified HannStar Board Corporation as an associate by virtue of the Group's ability to exercise significant influence over HannStar Board Corporation.

As stated in Note 13 to the consolidated financial statements, the Group is the single largest shareholder with 25% of the voting rights on Silitech Technology Corporation. Considering the size of the Group's holding of voting rights relative to the size and dispersed shareholdings of other shareholders, the Group is not able to direct the relevant activities and does not have control over Silitech Technology Corporation. Consequently, the management of the Group considered and classified Silitech Technology Corporation as an associate by virtue of the Group's ability to exercise significant influence over Silitech Technology Corporation.

As stated in Note 13 to the consolidated financial statements, the Group is the single largest shareholder with 30.40% of the voting rights on Joyin Co., Ltd. Considering the size of the Group's holding of voting rights relative to the size and dispersed shareholdings of other shareholders, the Group is not able to direct the relevant activities of and does not have control over Joyin Co., Ltd. Consequently, the management of the Group considered and classified Joyin Co., Ltd. as an associate by virtue of the Group's ability to exercise significant influence over Joyin Co., Ltd.

As stated in Note 13 to the consolidated financial statements, the Group is the single largest shareholder with 26.17% of the voting rights on Matsuo Electric Co., Ltd. Considering the size of the Group's holding of voting rights relative to the size and dispersion of the shareholdings of other shareholders, the Group is not able to direct the relevant activities and does not have control over Matsuo Electric Co., Ltd. Consequently, the management of the Group considered and classified Matsuo Electric Co., Ltd. as an associate by virtue of the Group's ability to exercise significant influence over Matsuo Electric Co., Ltd.

b. Control over subsidiaries

As stated in Note 11 to the consolidated financial statements, Prosperity Dielectrics Co., Ltd. is a subsidiary of the Group although the Group holds less than half of the voting rights on Prosperity Dielectrics Co., Ltd. After considering the Group's absolute size of holdings in Prosperity Dielectrics Co., Ltd. and the relative size of and dispersion of the shareholdings of the other shareholders, the Group concluded that it has a sufficiently dominant voting interest to direct the relevant activities of Prosperity Dielectrics Co., Ltd. and, therefore, the Group has control over Prosperity Dielectrics Co., Ltd.

As stated in Note 11 to the consolidated financial statements, Inpaq Technology Co., Ltd. is a subsidiary of the Group although the Group holds less than half of the voting rights on Inpaq Technology Co., Ltd. After considering the Group's absolute size of holdings in Inpaq Technology Co., Ltd. and the relative size of and dispersion of the shareholdings of the other shareholders, the Group concluded that it has a sufficiently dominant voting interest to direct the relevant activities of Inpaq Technology Co., Ltd. and, therefore, the Group has control over Inpaq Technology Co., Ltd.

## Key Sources of Estimation Uncertainty

### Estimated impairment of financial assets

The provision for impairment of trade receivables is based on assumptions on probability of default and loss given default. The Group uses judgment in making these assumptions and in selecting the inputs to the impairment calculation based on the Group's historical experience, existing market conditions as well as forward-looking estimates as of the end of each reporting period. Where the actual future cash inflows are less than expected, a material impairment loss may arise.

## 6. CASH AND CASH EQUIVALENTS

	March 31, 2024	December 31, 2023	March 31, 2023
Cash on hand	\$ 3,078	\$ 3,525	\$ 3,876
Checking accounts and demand deposits	6,340,050	4,229,126	5,421,795
Cash equivalents			
Time deposits with original maturities of less than 3 months	3,683,789	1,929,025	4,036,758
Repurchase agreements collateralized by bonds	<u>350,077</u>	<u>459,719</u>	<u>245,034</u>
	<u>\$ 10,376,994</u>	<u>\$ 6,621,395</u>	<u>\$ 9,707,463</u>

Time deposits in the amounts of \$86,874 thousand, \$86,601 thousand and \$144,434 thousand as of March 31, 2024, December 31, 2023 and March 31, 2023, respectively, have been provided as guarantee deposits for tariff, court, etc., and guarantees of bank borrowing which were recognized under financial assets at amortized cost and guarantee deposits paid (refer to Note 27 to the consolidated financial statements).

## 7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2024	December 31, 2023	March 31, 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	\$ 261,175	\$ 215,285	\$ 620,281
Foreign listed shares	61,841	65,768	81,941
Fund beneficiary certificates	424,658	191,493	60,122
Government bonds	-	-	44,988
Hybrid financial assets			
Structured notes	<u>120,665</u>	<u>75,410</u>	<u>-</u>
	<u>\$ 868,339</u>	<u>\$ 547,956</u>	<u>\$ 807,332</u>

(Continued)

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
<u>Financial assets at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Foreign listed shares	\$ 25,658	\$ 20,883	\$ -
Fund beneficiary certificates	411,164	385,056	-
Limited partnership	25,000	25,000	-
Hybrid financial assets			
Structured notes	<u>123,072</u>	<u>122,324</u>	<u>-</u>
	<u>\$ 584,894</u>	<u>\$ 553,263</u>	<u>\$ -</u>

Financial liabilities at FVTPL - non-current

Financial assets mandatorily classified as at FVTPL			
Derivative financial liabilities (not under hedge accounting)			
Redemption right and put option of domestic convertible bonds	\$ <u>2,024</u>	\$ <u>2,374</u>	\$ <u>-</u> (Concluded)

**8. FINANCIAL ASSETS AT AMORTIZED COST**

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
<u>Current</u>			
Time deposits with original maturities of more than 3 months, segregated foreign exchange deposit account for offshore funds, foreign corporate bonds and foreign government bonds			
	<u>\$ 7,051,595</u>	<u>\$ 12,959,745</u>	<u>\$ 9,944,141</u>
<u>Non-current</u>			
Time deposits with original maturities of more than 1 year, foreign corporate bonds, segregated foreign exchange deposit account for offshore funds and foreign government bonds			
	<u>\$ 14,927,621</u>	<u>\$ 10,845,723</u>	<u>\$ 6,938,109</u>

- a. The market interest rate intervals of time deposits with original maturities of more than 3 months at the end of the reporting period were as follows:

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Time deposits with original maturities of more than 3 months	0.535%-5.90%	0.42%-5.90%	0.205%-5.40%

- b. The information of foreign corporate bonds and foreign government bonds were as follows:

<b>Maturity Date</b>	<b>Coupon Rate</b>	<b>Effective Interest Rate</b>
August 2024 - February 2033	0.88%-7.65%	3.27%-6.18%

- c. Refer to Note 27 to the consolidated financial statements for information relating to investments in financial assets at amortized cost pledged as security.

## 9. NOTES RECEIVABLE AND TRADE RECEIVABLES

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
<u>Notes receivable from unrelated parties</u>			
At amortized cost			
Gross carrying amount	\$ 996,628	\$ 949,140	\$ 962,073
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 996,628</u>	<u>\$ 949,140</u>	<u>\$ 962,073</u>
<u>Trade receivables from unrelated parties</u>			
At amortized cost			
Gross carrying amount	\$ 8,941,660	\$ 8,829,068	\$ 8,161,862
Less: Allowance for impairment loss	<u>(93,196)</u>	<u>(87,917)</u>	<u>(86,026)</u>
	<u>\$ 8,848,464</u>	<u>\$ 8,741,151</u>	<u>\$ 8,075,836</u>
<u>Trade receivables from related parties (Note 26)</u>			
At amortized cost			
Gross carrying amount	\$ 52,912	\$ 50,872	\$ 60,126
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 52,912</u>	<u>\$ 50,872</u>	<u>\$ 60,126</u>

The average credit period of sales of goods was 90 to 150 days. No interest was charged on trade receivables. The Group adopted a policy of only dealing with entities that are rated the equivalent of investment grade or higher and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. Credit rating information is obtained from independent rating agencies where available or, if not available, 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 credit limits that are reviewed and approved by enterprise risk management division annually.

In order to minimize credit risk, the management of the Company has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, 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 show different loss patterns for different customer segments, the provision for loss allowance based on past due status is 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 notes receivable and trade receivables from unrelated parties based on the overdue aging ratio and individual customer evaluation method.

March 31, 2024

Customer Group A

	<b>Not Past Due</b>	<b>Up to 30 Days</b>	<b>31 to 60 Days</b>	<b>61 to 90 Days</b>	<b>91 to 180 Days</b>	<b>Over 180 Days</b>	<b>Total</b>
Expected credit loss rate	0%-4%	0%-5%	0%-10%	0%-20%	0%-50%	0%-100%	
Gross carrying amount	\$ 7,530,405	\$ 30,939	\$ 76,422	\$ 334	\$ 2,912	\$ 1,672	\$ 7,642,684
Loss allowance (Lifetime ECLs)	(68,646)	(1,542)	(7,480)	(67)	(97)	(1,476)	(79,308)
Loss allowance (individual customer ECLs)	(515)	-	-	-	-	-	(515)
Amortized cost	<u>\$ 7,461,244</u>	<u>\$ 29,397</u>	<u>\$ 68,942</u>	<u>\$ 267</u>	<u>\$ 2,815</u>	<u>\$ 196</u>	<u>\$ 7,562,861</u>

Costumer Group B

	<b>Not Past Due</b>	<b>Up to 90 Days</b>	<b>91 to 180 Days</b>	<b>Over 180 Days</b>	<b>Total</b>
Expected credit loss rate	0%	0%-20%	100%	100%	
Gross carrying amount	\$ 2,260,512	\$ 32,475	\$ 688	\$ 1,929	\$ 2,295,604
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(10,756)</u>	<u>(688)</u>	<u>(1,929)</u>	<u>(13,373)</u>
Amortized cost	<u>\$ 2,260,512</u>	<u>\$ 21,719</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,282,231</u>

December 31, 2023Costumer Group A

	<b>Not Past Due</b>	<b>Up to 30 Days</b>	<b>31 to 60 Days</b>	<b>61 to 90 Days</b>	<b>91 to 180 Days</b>	<b>Over 180 Days</b>	<b>Total</b>
Expected credit loss rate	0%-4%	0%-5%	0%-10%	0%-20%	0%-50%	0%-100%	
Gross carrying amount	\$ 7,381,132	\$ 52,493	\$ 81,633	\$ 1,557	\$ 298	\$ -	\$ 7,517,113
Loss allowance (Lifetime ECLs)	(67,395)	(2,461)	(6,996)	(148)	(26)	-	(77,026)
Loss allowance (individual customer ECLs)	<u>(1,021)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,021)</u>
Amortized cost	<u>\$ 7,312,716</u>	<u>\$ 50,032</u>	<u>\$ 74,637</u>	<u>\$ 1,409</u>	<u>\$ 272</u>	<u>\$ -</u>	<u>\$ 7,439,066</u>

Costumer Group B

	<b>Not Past Due</b>	<b>Up to 90 Days</b>	<b>91 to 180 Days</b>	<b>Over 180 Days</b>	<b>Total</b>
Expected credit loss rate	0%	0%-20%	100%	100%	
Gross carrying amount	\$ 2,204,259	\$ 53,654	\$ 596	\$ 2,586	\$ 2,261,095
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(6,688)</u>	<u>(596)</u>	<u>(2,586)</u>	<u>(9,870)</u>
Amortized cost	<u>\$ 2,204,259</u>	<u>\$ 46,966</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,251,225</u>

March 31, 2023Costumer Group A

	<b>Not Past Due</b>	<b>Up to 30 Days</b>	<b>31 to 60 Days</b>	<b>61 to 90 Days</b>	<b>91 to 180 Days</b>	<b>Over 180 Days</b>	<b>Total</b>
Expected credit loss rate	0%-4%	0%-5%	0%-10%	0%-20%	0%-50%	0%-100%	
Gross carrying amount	\$ 7,177,757	\$ 20,686	\$ 81,512	\$ 165	\$ 155	\$ -	\$ 7,280,275
Loss allowance (Lifetime ECLs)	(65,581)	(1,034)	(8,101)	(33)	(78)	-	(74,827)
Loss allowance (individual customer ECLs)	<u>(1,103)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,103)</u>
Amortized cost	<u>\$ 7,111,073</u>	<u>\$ 19,652</u>	<u>\$ 73,411</u>	<u>\$ 132</u>	<u>\$ 77</u>	<u>\$ -</u>	<u>\$ 7,204,345</u>

Customer Group B

	Not Past Due	Up to 90 Days	91 to 180 Days	Over 180 Days	Total
Expected credit loss rate	0%	0%-20%	100%	100%	
Gross carrying amount	\$ 1,794,195	\$ 42,850	\$ 5,920	\$ 695	\$ 1,843,660
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(3,481)</u>	<u>(5,920)</u>	<u>(695)</u>	<u>(10,096)</u>
Amortized cost	<u>\$ 1,794,195</u>	<u>\$ 39,369</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,833,564</u>

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

	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 87,917	\$ 86,051
Less: Recognition of impairment loss for the current period	3,872	-
Less: Amounts written off for the current period	(661)	(36)
Add: Amounts reclassification for the current period	1,001	24
Add: Foreign exchange differences	<u>1,067</u>	<u>(13)</u>
Balance at March 31	<u>\$ 93,196</u>	<u>\$ 86,026</u>

Recognition of impairment losses resulted from total gross receivables (except related parties) increased by \$160,080 thousand and the increase in overdue payments compared to January 1, 2023. No impairment losses resulted from total gross receivables (except related parties) decreased by \$338,240 thousand and no increase in overdue payments compared to January 1, 2023.

**10. INVENTORIES**

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Raw materials	\$ 1,595,420	\$ 1,686,360	\$ 1,747,389
Supplies	133,502	120,210	167,202
Work in progress	1,150,697	1,101,612	1,149,668
Semi-finished goods	2,069,150	1,801,803	1,535,594
Finished goods	<u>2,184,232</u>	<u>2,252,995</u>	<u>2,622,149</u>
	<u>\$ 7,133,001</u>	<u>\$ 6,962,980</u>	<u>\$ 7,222,002</u>

The nature of the cost of goods sold were as follows:

	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>
Cost of inventories sold	\$ 6,003,428	\$ 5,913,528
Write down of inventories	43,084	55,912
Unallocated manufacturing expense	<u>668,523</u>	<u>805,778</u>
	<u>\$ 6,715,035</u>	<u>\$ 6,775,218</u>

## 11. SUBSIDIARIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS

Subsidiaries included in the consolidated financial statements were as follows:

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Note
			March 31, 2024	December 31, 2023	March 31, 2023	
The Company	Prosperity Dielectrics Co., Ltd. ("PDC")	Manufacturing, processing and selling chip of capacitors, chip resistors, ceramic dielectric powders and magnetic elements, etc.	43.13	43.13	43.13	a
	Inpaq Technology Co., Ltd. ("INPAQ")	Researching, developing, manufacturing and selling of hybrid microwave antenna and module, integrated electrical protection components and multilayer type microwave communication components and its module	34.76	34.76	34.13	a and e
	Soshin Electric Co., Ltd.	Researching, developing, manufacturing and selling electric of capacitors, thick film printed circuit board, multilayered dielectric filters, EMI filters	1.93	1.93	1.93	b
GDL	Pan Overseas (B.V.I) Investments Co., Ltd. ("POE-BVI")	Investment holding	100.00	100.00	100.00	
	Gallatown Developments Limited ("GDL")	Investment holding	89.15	89.15	89.06	f
	Walsin Technology Europe B.V.	Selling of passive electronic components	100.00	100.00	100.00	
	Walsin Technology Corporation (HK) Limited ("WTC (HK)")	Selling of passive electronic components	100.00	100.00	100.00	
	Walsin Technology Holding Corporation (HK) Limited ("WTHC-HK")	Investment holding	100.00	100.00	100.00	
	Walsin Electronics (S) Pte. Ltd. ("WES")	Marketing service	100.00	100.00	100.00	
	Walsin Technology Corporation U.S.A. ("WTCA")	Marketing service	100.00	100.00	100.00	
	Walsin Passive Component (H.K.) Limited ("WPC")	Selling of passive electronic components	100.00	100.00	100.00	
	Kamaya Electric Co., Ltd. ("Kamaya")	Manufacturing and selling of high-end electric chip resistors.	100.00	100.00	99.99	c
	Walsin International Management (HK) Limited ("WIM")	Investment holding	100.00	100.00	100.00	
WTHC-HK	Walsin Electronics India Private Ltd. ("WEI")	Manufacturing and selling of passive electronic components	0.10	0.10	0.10	
	Dongguan Walsin Technology Electronics Co., Ltd. ("DG")	Manufacturing and selling of passive electronic components	100.00	100.00	100.00	
	Suzhou Walsin Technology Electronics Co., Ltd. ("SZ")	Manufacturing and selling of passive electronic components	100.00	100.00	100.00	
	Dongguan Huafai Trading Co., Ltd. ("Huafai")	Trading of electronic parts, warehousing and commission agency	100.00	100.00	100.00	
	Pan Overseas (Guangzhou) Electronic Co., Ltd. ("POE-GZ")	Manufacturing and selling of passive electronic components	100.00	100.00	100.00	
POE-BVI	Walsin Electronics India Private Ltd. ("WEI")	Manufacturing and selling of passive electronic components	99.90	99.90	99.90	
	GDL	Investment holding	4.84	4.84	4.88	f
FB	Fine Bright Technology Limited ("FB")	Investment holding	100.00	100.00	100.00	
	GDL	Investment holding	6.01	6.01	6.06	f
Kamaya	Kamaya Electric (M) Sdn. Bhd. ("KM")	Manufacturing and selling of high-end electric chip resistors.	100.00	100.00	100.00	
	Kamaya Electric (HK) Limited	Selling of passive electronic components	100.00	100.00	100.00	
	Kamaya, Inc. ("KI")	Selling of passive electronic components	100.00	100.00	100.00	
	Nitsuko Electronics Corporation ("NTK")	Manufacturing and selling film capacitors	70.00	70.00	70.00	
	Soshin Electric Co., Ltd.	Researching, developing, manufacturing and selling electric capacitors, thick film printed circuit board, multilayered dielectric filters, EMI filters	48.15	48.15	48.15	b
PDC	PDC Prime Holdings Limited ("PDC Holdings")	Investment holding	100.00	100.00	100.00	
PDC Holdings	Frontec International Corporation	Overseas investment	100.00	100.00	100.00	
	PDC Success Investments Ltd.	Investment holding	100.00	100.00	100.00	
	Frontier Components Co., Ltd.	International trade	100.00	100.00	100.00	
	Prosperity International Development (HK) Co., Limited	Investment holding	100.00	100.00	100.00	
PDC Success Investments Ltd.	PDC Electronics (Suzhou) Co., Ltd.	Manufacturing of ceramic materials	100.00	100.00	100.00	
Frontec International Corporation	Prosperity Frontier Electronics (Shenzhen) Co., Ltd.	Manufacturing and selling of chip components, power electronic devices and new electronic components	-	100.00	100.00	d
Frontier Components Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	Selling of electronic components	100.00	100.00	100.00	
Dongguan Frontier Electronics Co., Ltd.	Prosperity Frontier Electronics (Guangzhou) Co., Ltd.	Manufacturing and selling of chip components, power electronic devices and new electronic components	-	-	100.00	d
INPAQ	Inpaq (BVI) Ltd.	Investment holding	100.00	100.00	100.00	
	Canfield Limited	Selling of electronic components, computers and peripheral output devices, communication products and components, antenna wholesale, commission agent, and after sales service.	100.00	100.00	100.00	
	Inpaq Technology USA, Inc.	Selling of electronic components, computers and peripheral output devices, communication products and components, antenna wholesale, commission agent, and after sales service.	100.00	100.00	100.00	
	Eleceram Technology Co., Ltd.	Manufacturing and selling of electronic components.	72.90	72.90	72.90	b

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Note
			March 31, 2024	December 31, 2023	March 31, 2023	
Inpaq (BVI) Ltd.	Inpaq (Cayman Islands) Ltd.	Investment holding	100.00	100.00	100.00	
	Inpaq (HK) Co., Limited.	Investment holding	-	100.00	100.00	d
Inpaq (Cayman Islands) Ltd.	Inpaq Technology (Suzhou) Co., Ltd.	Manufacturing and selling new type of high frequency components, power electronic components, photoelectric device, sensor device and other ancillary products.	100.00	100.00	100.00	
	Inpaq Technology (China) Co., Ltd.	Developing, manufacturing and selling of new type of components, chip components, sensitive components, sensors, power electronic components and new type of electromechanical components.	100.00	100.00	100.00	
Inpaq (HK) Co., Limited.	Inpaq Trading (Suzhou) Co., Ltd.	Selling of electronic components, computers and peripheral output devices, communication products and components, antenna wholesale, commission agent, and after sales service.	-	-	100.00	d
Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Trading (Suzhou) Co., Ltd.	Selling of electronic components, computers and peripheral output devices, communication products and components, antenna wholesale, commission agent, and after sales service.	100.00	100.00	100.00	
	Holypaq (HK) Co., Limited	Investment holding	100.00	100.00	100.00	
	Hunan Frontier Electronics Co., Ltd.	Manufacturing and selling transformer, coils and magnetic components.	100.00	100.00	100.00	
Holypaq (HK) Co., Limited	Taiwan Inpaq electronic Co., Ltd.	Manufacturing, wholesaling and retailing of electronic components	100.00	100.00	100.00	
Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Manufacturing, selling of communications technology electronic components	100.00	100.00	100.00	b
	Soshin Powertech Co., Ltd.	Manufacturing and selling of power electronic components	100.00	100.00	100.00	b
	Risshin Electronics Co., Ltd.	Manufacturing, selling of communications technology electronic components	100.00	100.00	100.00	b
	Soshin Electronics (M) Sdn. Bhd.	Manufacturing and selling of power electronic components	100.00	100.00	100.00	b
	Soshin Electronics of America Inc.	Selling of electronic components	100.00	100.00	100.00	b
	Soshin Electronics Europe GmbH	Selling of electronic components	100.00	100.00	100.00	b
	Taiwan Soshin Electric Co., Ltd.	Selling of electronic components	100.00	100.00	100.00	b
	Soshin Electronics (HK) Limited	Selling of electronic components	100.00	100.00	100.00	b
	Soshin Electronics (SZ) Limited	Selling of electronic components	100.00	100.00	100.00	b

(Concluded)

Note a: Refer to Note 5(b) to the consolidated financial statements.

Note b: The financial statements have not been reviewed by independent auditors for the three months ended March 31, 2023 and 2024

Note c: Gallatown Developments Limited acquired all shares of non-controlling interests in Kamaya Electric Co., Ltd. in February, and October 2023.

Note d: The liquidation of the company has been completed and cancelled the registration.

Note e: INPAQ conducted a cash capital increase in the third quarter of 2023, the Company did not subscribe for the shares in proportion to its shareholding, but the Company acquired shares issued by INPAQ from the Stock Exchange Market in the fourth quarter of 2023, resulting in a different percentage from its existing ownership percentage.

Note f: The Company subscribed for 920,000 shares issued by GDL in November 2023, leading to a change in its ownership percentage.

## 12. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	March 31, 2024	December 31, 2023	March 31, 2023
<u>Non-current</u>			
Investments in equity instruments at fair value through other comprehensive income (FVTOCI)	\$ 7,331,499	\$ 6,830,173	\$ 6,251,788
Investments in debt instruments at FVTOCI	<u>455,171</u>	<u>444,268</u>	<u>439,727</u>
	<u>\$ 7,786,670</u>	<u>\$ 7,274,441</u>	<u>\$ 6,691,515</u>

### a. Investments in equity instruments at FVTOCI

	March 31, 2024	December 31, 2023	March 31, 2023
<u>Non-current</u>			
Domestic investments			
Listed shares			
Walton Advanced Engineering Inc.	\$ 1,141,762	\$ 972,732	\$ 877,053
Giga-Byte Technology Co., Ltd.	2,714,440	2,284,940	1,146,765
Walsin Lihwa Corporation	2,261,416	2,327,662	2,935,926
Others	122,100	122,400	337,305
Unlisted shares			
Chin-Xin Investment Co., Ltd.	566,740	606,103	625,068
Hwa Bao Botanic Conservation Corp.	188,109	189,649	89,077
Others	39,312	39,312	32,746
Foreign investments			
Listed shares			
Sony Group Corporation	167,786	179,091	167,257
Others	121,898	100,080	19,824
Unlisted shares			
Others	<u>7,936</u>	<u>8,204</u>	<u>20,767</u>
	<u>\$ 7,331,499</u>	<u>\$ 6,830,173</u>	<u>\$ 6,251,788</u>

These investments in equity instruments are not held for trading. Instead, they are held for medium- to long-term strategic purposes. Accordingly, the management decided to account for these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

b. Investments in debt instruments at FVTOCI

	March 31, 2024	December 31, 2023	March 31, 2023
<u>Non-current</u>			
Foreign investments			
Listed corporate bonds - Commonwealth			
Bank of Australia	\$ 223,433	\$ 215,497	\$ 214,008
Others	<u>231,738</u>	<u>228,771</u>	<u>225,719</u>
	<u>\$ 455,171</u>	<u>\$ 444,268</u>	<u>\$ 439,727</u>

**13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD**

a. Investments in associated were as follows:

Investment in Associates	March 31, 2024	December 31, 2023	March 31, 2023
<u>Significant associates</u>			
HannStar Board Corp.	\$ 6,829,492	\$ 6,550,153	\$ 6,092,834
<u>Associates that are not individually material</u>			
Suzhou Walsin Color Trading Co., Ltd.	158,065	155,308	161,168
Tsai Yi Corporation	899,403	906,233	764,365
Falcon Automation Equipment Corporation	90,290	97,823	98,926
Chongqing Ruishuang Technology Co., Ltd.	50,224	49,472	52,203
Chongqing Xincheng Electronic Co., Ltd.	39,173	38,583	40,730
Chongqing Shuohong Investment Co., Ltd.	1,247,762	1,225,817	1,261,693
GHPW Enterprise Corp. (HK) Ltd.	219,072	214,362	220,992
Silitech Technology Corporation	747,143	729,828	723,925
Joyin Co., Ltd. (Note)	386,310	390,462	398,926
Matsuo Electric Co., Ltd. (Note)	153,828	158,702	173,579
Walsin New Energy Corporation	17,739	18,009	-
Others (Note)	<u>15,108</u>	<u>14,567</u>	<u>10,962</u>
	<u>\$ 10,853,609</u>	<u>\$ 10,549,319</u>	<u>\$ 10,000,303</u>

Note: The financial statements have not been reviewed by independent auditors for the three months ended March 31, 2024 and 2023.

- b. Share of profit (loss) of associates for the three months ended March 31, 2024 and 2023 was summarized as follows:

	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>
HannStar Board Corp.	\$ 106,842	\$ 122,549
Suzhou Walsin Color Trading Co., Ltd.	(30)	(7)
Tsai Yi Corporation	(6,498)	(7,150)
Falcon Automation Equipment Corporation	(7,533)	(3,591)
Chongqing Ruishuang Technology Co., Ltd.	(137)	(143)
Chongqing Xincheng Electronic Co., Ltd.	(107)	(111)
Chongqing Shuohong Investment Co., Ltd.	(124)	(1,335)
GHPW Enterprise Corp. (HK) Ltd.	(657)	(161)
Silitech Technology Corporation	4,946	(3,908)
Joyin Co., Ltd.	(4,392)	(11,534)
Matsuo Electric Co., Ltd.	277	3,635
Walsin New Energy Corporation	(270)	-
Others	<u>522</u>	<u>(514)</u>
	<u>\$ 92,839</u>	<u>\$ 97,730</u>

- c. At the end of the reporting period, the proportion of ownership and voting rights in associates held by the Group were as follows:

<b>Name of Associate</b>	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
HannStar Board Corp.	21.39%	21.39%	21.39%
Suzhou Walsin Color Trading Co., Ltd.	39.32%	39.32%	39.32%
Tsai Yi Corporation	29.98%	29.98%	29.98%
Falcon Automation Equipment Corporation	43.90%	43.90%	43.90%
Chongqing Ruishuang Technology Co., Ltd.	34.54%	34.54%	34.54%
Chongqing Xincheng Electronic Co., Ltd.	13.04%	13.04%	13.04%
Chongqing Shuohong Investment Co., Ltd.	46.08%	46.08%	46.08%
GHPW Enterprise Corp. (HK) Ltd.	35.00%	35.00%	35.00%
Silitech Technology Corporation	25.00%	25.00%	25.00%
Joyin Co., Ltd.	30.40%	30.40%	30.40%
Matsuo Electric Co., Ltd.	26.17%	26.17%	26.17%
Walsin New Energy Corporation	35.00%	35.00%	-

Refer to Table 7 “Information on Investees” and Table 8 “Information on Investments in mainland China” to the consolidated financial statements for the nature of activities, principal places of business and countries of incorporation of the associates.

- d. Fair values (Level 1) of investments in associates with available published price quotations were summarized as follows:

<b>Name of Associate</b>	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
HannStar Board Corp.	<u>\$ 6,873,401</u>	<u>\$ 6,251,629</u>	<u>\$ 4,018,905</u>
Silitech Technology Corporation	<u>\$ 690,200</u>	<u>\$ 648,550</u>	<u>\$ 585,650</u>
Matsuo Electric Co., Ltd.	<u>\$ 99,317</u>	<u>\$ 106,133</u>	<u>\$ 131,616</u>

- e. Except for some of the investments in associates whose financial statements for the three months ended March 31, 2024 and 2023 have not been reviewed by independent auditor, the share of profit or loss and other comprehensive income of the investments in associates accounted for using the equity method were calculated based on the associates' reviewed financial statements for the same periods.

#### 14. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings and Improvements	Machinery and Equipment	Other Equipment	Construction in Progress and Prepayments for Equipment	Total
<u>Cost</u>						
Balance at January 1, 2024	\$ 2,676,887	\$ 15,258,883	\$ 42,830,082	\$ 4,496,803	\$ 3,055,595	\$ 68,318,250
Additions	-	14,460	32,357	13,924	248,535	309,276
Disposals	-	(765)	(134,001)	(9,073)	-	(143,839)
Reclassified	-	16,695	680,494	26,257	(715,889)	7,557
Effects of foreign currency exchange differences	(16,025)	364	130,227	24,443	(812)	138,197
Balance at March 31, 2024	<u>\$ 2,660,862</u>	<u>\$ 15,289,637</u>	<u>\$ 43,539,159</u>	<u>\$ 4,552,354</u>	<u>\$ 2,587,429</u>	<u>\$ 68,629,441</u>
<u>Accumulated depreciation and impairment</u>						
Balance at January 1, 2024	\$ 13,128	\$ 7,710,363	\$ 32,889,576	\$ 3,616,395	\$ -	\$ 44,229,462
Disposals	-	(203)	(129,071)	(5,820)	-	(135,094)
Reclassified	-	6,011	-	462	-	6,473
Impairment losses recognized (reversed)	-	-	(14,253)	-	-	(14,253)
Depreciation expense	-	202,494	917,812	82,998	-	1,203,304
Effects of foreign currency exchange differences	(426)	(50,713)	135,940	22,795	-	107,596
Balance at March 31, 2024	<u>\$ 12,702</u>	<u>\$ 7,867,952</u>	<u>\$ 33,800,004</u>	<u>\$ 3,716,830</u>	<u>\$ -</u>	<u>\$ 45,397,488</u>
Carrying amount at March 31, 2024	<u>\$ 2,648,160</u>	<u>\$ 7,421,685</u>	<u>\$ 9,739,155</u>	<u>\$ 835,524</u>	<u>\$ 2,587,429</u>	<u>\$ 23,231,953</u>
Carrying amount at January 1, 2024	<u>\$ 2,663,759</u>	<u>\$ 7,548,520</u>	<u>\$ 9,940,506</u>	<u>\$ 880,408</u>	<u>\$ 3,055,595</u>	<u>\$ 24,088,788</u>
<u>Cost</u>						
Balance at January 1, 2023	\$ 2,875,593	\$ 14,153,374	\$ 41,629,873	\$ 4,545,374	\$ 5,805,936	\$ 69,010,150
Additions	-	50,254	16,606	12,445	210,584	289,889
Disposals	-	(160)	(29,511)	(8,461)	(553)	(38,685)
Reclassified	-	187,012	142,101	15,344	(368,250)	(23,793)
Effects of foreign currency exchange differences	(14,804)	(37,028)	(49,787)	1,625	(8,657)	(108,651)
Balance at March 31, 2023	<u>\$ 2,860,789</u>	<u>\$ 14,353,452</u>	<u>\$ 41,709,282</u>	<u>\$ 4,566,327</u>	<u>\$ 5,639,060</u>	<u>\$ 69,128,910</u>
<u>Accumulated depreciation and impairment</u>						
Balance at January 1, 2023	\$ 113,012	\$ 7,207,865	\$ 29,878,447	\$ 3,457,924	\$ -	\$ 40,657,248
Disposals	-	(160)	(24,499)	(7,725)	-	(32,384)
Reclassified	-	6,653	-	474	-	7,127
Impairment losses recognized (reversed)	-	(1,503)	-	-	-	(1,503)
Depreciation expense	-	156,911	993,049	84,322	-	1,234,282
Effects of foreign currency exchange differences	(2,416)	(18,296)	(18,264)	2,386	-	(36,590)
Balance at March 31, 2023	<u>\$ 110,596</u>	<u>\$ 7,351,470</u>	<u>\$ 30,828,733</u>	<u>\$ 3,537,381</u>	<u>\$ -</u>	<u>\$ 41,828,180</u>
Carrying amount at March 31, 2023	<u>\$ 2,750,193</u>	<u>\$ 7,001,982</u>	<u>\$ 10,880,549</u>	<u>\$ 1,028,946</u>	<u>\$ 5,639,060</u>	<u>\$ 27,300,730</u>

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

Buildings	
Main buildings	15-51 years
Electrical mechanical and power equipment	2-21 years
Engineering system	2-30 years
Others	2-35 years
Machinery and equipment	1-15 years
Other equipment	1-10 years

- b. Refer to Note 26 to the consolidated financial statements for property transactions with related parties.
- c. Refer to Note 27 to the consolidated financial statements for information on land and buildings pledged as collateral.

## 15. LEASE ARRANGEMENTS

- a. Right-of-use assets

	March 31, 2024	December 31, 2023	March 31, 2023
<u>Carrying amount</u>			
Land	\$ 670,751	\$ 668,172	\$ 700,843
Buildings	222,019	247,301	239,572
Office equipment	951	1,119	1,559
Transportation equipment	23,032	24,500	19,963
Other equipment	<u>1,125</u>	<u>1,565</u>	<u>2,888</u>
	<u>\$ 917,878</u>	<u>\$ 942,657</u>	<u>\$ 964,825</u>
		<b>For the Three Months Ended</b>	
		<b>March 31</b>	
		<b>2024</b>	<b>2023</b>
Additions to right-of-use assets		<u>\$ 11,698</u>	<u>\$ 35,569</u>
Depreciation charge for right-of-use assets			
Land		\$ 10,845	\$ 10,704
Buildings		23,988	22,117
Office equipment		131	175
Transportation equipment		3,126	3,169
Other equipment		<u>440</u>	<u>440</u>
		<u>\$ 38,530</u>	<u>\$ 36,605</u>

b. Lease liabilities

	March 31, 2024	December 31, 2023	March 31, 2023
<u>Carrying amount</u>			
Current	\$ 149,114	\$ 155,493	\$ 148,678
Non-current	<u>\$ 446,188</u>	<u>\$ 470,414</u>	<u>\$ 487,718</u>

Ranges of discount rates for lease liabilities were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Land	0.30%-2.00%	0.08%-1.33%	0.08%-1.33%
Buildings	0.30%-2.00%	0.30%-1.725%	0.30%-1.675%
Office equipment	0.30%-1.30%	0.30%-1.30%	0.30%-1.30%
Transportation equipment	0.30%-4.93%	0.30%-4.93%	0.30%-4.93%
Other equipment	0.98%-1.00%	0.98%-1.00%	0.98%-1.00%

c. Other lease information

	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>
Expenses relating to short-term leases	<u>\$ 13,594</u>	<u>\$ 15,378</u>
Expenses relating to low-value asset leases	<u>\$ 222</u>	<u>\$ 405</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 240</u>	<u>\$ 569</u>
Total cash outflow for leases	<u>\$ (56,254)</u>	<u>\$ (54,801)</u>

## 16. INVESTMENT PROPERTIES

	March 31, 2024	December 31, 2023	March 31, 2023
Cost	\$ 349,929	\$ 348,235	\$ 30,082
Accumulated depreciation	(15,624)	(11,183)	(6,707)
Accumulated impairment	<u>(9,833)</u>	<u>(9,833)</u>	<u>(8,734)</u>
	<u>\$ 324,472</u>	<u>\$ 327,219</u>	<u>\$ 14,641</u>

The investment properties held by the Group are depreciated over their estimated useful lives of 5 to 25 years using the straight-line method.

Due to the market's inactivity for comparable properties and a lack of alternative reliable measurements, the fair value of the Group's investment properties is not available.

The Group's land revaluation increments as of March 31, 2024, December 31, 2023 and March 31, 2023 were NT\$6,556 thousand, respectively.

## 17. INTANGIBLE ASSETS

	<b>Patents and Trademark</b>	<b>Computer Software</b>	<b>Others</b>	<b>Total</b>
<u>Cost</u>				
Balance at January 1, 2024	\$ 660,412	\$ 443,979	\$ 101,007	\$ 1,205,398
Additions	-	3,200	-	3,200
Reclassified	-	12,818	-	12,818
Effects of foreign currency exchange differences	<u>-</u>	<u>(1,806)</u>	<u>122</u>	<u>(1,684)</u>
Balance at March 31, 2024	<u>\$ 660,412</u>	<u>\$ 458,191</u>	<u>\$ 101,129</u>	<u>\$ 1,219,732</u>
<u>Accumulated amortization and impairment</u>				
Balance at January 1, 2024	\$ 261,648	\$ 338,818	\$ 26,972	\$ 627,438
Amortization expense	20,282	13,708	1,813	35,803
Effects of foreign currency exchange differences	<u>-</u>	<u>(1,643)</u>	<u>94</u>	<u>(1,549)</u>
Balance at March 31, 2024	<u>\$ 281,930</u>	<u>\$ 350,883</u>	<u>\$ 28,879</u>	<u>\$ 661,692</u>
Carrying amount at March 31, 2024	<u>\$ 378,482</u>	<u>\$ 107,308</u>	<u>\$ 72,250</u>	<u>\$ 558,040</u>
Carrying amount at January 1, 2024	<u>\$ 398,764</u>	<u>\$ 105,161</u>	<u>\$ 74,035</u>	<u>\$ 577,960</u>
<u>Cost</u>				
Balance at January 1, 2023	\$ 660,412	\$ 405,950	\$ 101,128	\$ 1,167,490
Additions	-	16,370	-	16,370
Effects of foreign currency exchange differences	<u>-</u>	<u>(1,484)</u>	<u>38</u>	<u>(1,446)</u>
Balance at March 31, 2023	<u>\$ 660,412</u>	<u>\$ 420,836</u>	<u>\$ 101,166</u>	<u>\$ 1,182,414</u>
<u>Accumulated amortization and impairment</u>				
Balance at January 1, 2023	\$ 180,520	\$ 282,676	\$ 19,804	\$ 483,000
Amortization expense	20,281	14,799	1,816	36,896
Effects of foreign currency exchange differences	<u>-</u>	<u>(1,190)</u>	<u>22</u>	<u>(1,168)</u>
Balance at March 31, 2023	<u>\$ 200,801</u>	<u>\$ 296,285</u>	<u>\$ 21,642</u>	<u>\$ 518,728</u>
Carrying amount at March 31, 2023	<u>\$ 459,611</u>	<u>\$ 124,551</u>	<u>\$ 79,524</u>	<u>\$ 663,686</u>

Other intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Patents and Trademark	6-8 years
Computer software	1-10 years
Others	3-13 years

## 18. BORROWINGS

### a. Short-term borrowings

	March 31, 2024		December 31, 2023		March 31, 2023	
	Interest Rate	Amount	Interest Rate	Amount	Interest Rate	Amount
<u>Secured borrowings</u>						
Line of secured borrowings	1.935%	\$ 35,000	1.82%	\$ 35,000	-	\$ -
<u>Unsecured borrowings</u>						
Line of credit borrowings	0%-2.99%	<u>9,699,203</u>	0%-2.99%	<u>8,553,119</u>	0.68%-1.80%	<u>6,774,474</u>
		<u>\$ 9,734,203</u>		<u>\$ 8,588,119</u>		<u>\$ 6,774,474</u>

Refer to Note 27 to the consolidated financial statements for Eleceram Technology Co., Ltd., a subsidiary of Inpaq Technology Co., Ltd., pledged its own land as a guarantee.

Refer to Note 27 and Table 2 to the consolidated financial statements for Inpaq Technology Co., Ltd. provided an endorsement guarantee and mortgage guarantee for the loan of its subsidiary Taiwan Inpaq Electronic Co., Ltd.

### b. Long-term borrowings

	March 31, 2024	December 31, 2023	March 31, 2023
Cathay United Bank			
Unsecured loan; loan period is from July 19, 2023 to August 26, 2025. The principal is repayable in full upon maturity.	\$ 180,000	\$ 180,000	\$ -
Unsecured loan; loan period is from December 27, 2022 to August 26, 2024. The principal is repayable in full upon maturity. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	180,000
Bank of Taiwan			
Unsecured loan; loan period is from November 30, 2023 to August 15, 2026. The principal is repayable on November 15, 2025.	576,000	576,000	-
Unsecured loan; loan period is from August 15, 2023 to August 15, 2026. The principal is repayable on November 15, 2025.	2,911,000	2,911,000	-
Unsecured loan; loan period is from March 18, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	16,350	20,439	32,703
Unsecured loan; loan period is from April 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	21,723	27,153	43,445

(Continued)

	March 31, 2024	December 31, 2023	March 31, 2023
Unsecured loan; loan period is from May 7, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	\$ 22,160	\$ 27,700	\$ 44,320
Unsecured loan; loan period is from July 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	8,745	10,931	17,490
Unsecured loan; loan period is from July 20, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	2,640	3,300	5,280
Unsecured loan; loan period is from August 10, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	30,735	38,419	61,470
Unsecured loan; loan period is from September 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	34,315	42,894	68,630
Unsecured loan; loan period is from October 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	33,195	41,494	66,390
Unsecured loan; loan period is from November 9, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	33,580	41,975	67,160
Unsecured loan; loan period is from December 9, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	28,930	36,162	57,860
Unsecured loan; loan period is from January 8, 2021 to March 18, 2025. The principal is repayable on April 15, 2023.	17,626	22,032	35,252
Unsecured loan; loan period is from September 1, 2022 to September 17, 2024. The principal is repayable on December 17, 2023. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	226,000
Unsecured loan; loan period is from September 2, 2022 to September 17, 2024. The principal is repayable on December 17, 2023. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	199,500
Unsecured loan; loan period is from September 14, 2022 to September 17, 2024. The principal is repayable on December 17, 2023. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	300,000

(Continued)

	March 31, 2024	December 31, 2023	March 31, 2023
Unsecured loan; loan period is from September 15, 2022 to September 17, 2024. The principal is repayable on December 17, 2023. As of December 31, 2023, the principal has been repaid in full in advance.	\$ -	\$ -	\$ 455,000
Unsecured loan; loan period is from September 16, 2022 to September 17, 2024. The principal is repayable on December 17, 2023. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	749,500
<b>Chang Hwa Bank</b>			
Unsecured loan; loan period is from September 13, 2021 to April 15, 2025. The principal is repayable from May 15, 2023.	97,500	120,000	180,000
Unsecured loan; loan period is from November 12, 2021 to April 15, 2025. The principal is repayable from May 15, 2023.	154,375	190,000	285,000
Unsecured loan; loan period is from December 30, 2021 to April 15, 2025. The principal is repayable from May 15, 2023.	127,292	156,667	235,000
<b>First Bank</b>			
Unsecured loan; loan period is from April 9, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	58,520	58,520	58,520
Unsecured loan; loan period is from May 10, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	51,170	51,170	51,170
Unsecured loan; loan period is from August 12, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	179,120	179,120	179,120
Unsecured loan; loan period is from August 26, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	300,000	300,000	300,000
Unsecured loan; loan period is from August 27, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	370,000	370,000	370,000
Unsecured loan; loan period is from September 22, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	41,190	41,190	41,190

(Continued)

	March 31, 2024	December 31, 2023	March 31, 2023
E.SUN Bank			
Unsecured loan; loan period is from April 8, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	\$ 300,000	\$ 375,000	\$ 600,000
Unsecured loan; loan period is from April 20, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	200,000	250,000	400,000
First Bank			
Unsecured loan; loan period is from April 30, 2020 to April 15, 2025. The principal is repayable from May 15, 2023.	184,167	226,667	340,000
Unsecured loan; loan period is from May 8, 2020 to April 15, 2025. The principal is repayable from May 15, 2023.	86,667	106,667	160,000
Unsecured loan; loan period is from November 30, 2021 to November 15, 2026. The principal is repayable from December 15, 2024.	500,000	500,000	500,000
Chang Hwa Bank			
Unsecured loan; loan period is from May 8, 2020 to April 15, 2025. The principal is repayable from May 15, 2023.	5,417	6,667	10,000
Far Eastern Bank			
Unsecured loan; loan period is from September 30, 2022 to September 30, 2025. The principal is repayable in full upon maturity.	-	180,000	400,000
KGI Bank			
Unsecured loan; loan period is from September 25, 2023 to June 30, 2026. The principal is repayable from September 12, 2025. As of March 31, 2024, the principal has been repaid in full in advance.	-	860,000	-
Unsecured loan; loan period is from March 23, 2023 to August 25, 2024. The principal is repayable in full upon maturity. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	1,320,000
Unsecured loan; loan period is from March 21, 2024 to September 12, 2026. The principal is repayable from September 12, 2025.	486,000	-	-
Unsecured loan; loan period is from March 29, 2024 to September 12, 2026. The principal is repayable from September 12, 2025.	300,000	-	-

(Continued)

	March 31, 2024	December 31, 2023	March 31, 2023
Mizuho Bank Kawasaki Branch			
Secured loan; loan period is from June 15, 2020 to March 31, 2026. The principal is repayable in 20 periods after one year.	\$ 238,581	\$ 257,498	\$ 360,880
Taishin Bank Tokyo Branch			
Unsecured loan; loan period is from May 29, 2023 to May 29, 2026. The principal is repayable in full upon maturity.	158,351	163,664	-
Unsecured loan; loan period is from January 10, 2023 to December 16, 2025. The principal is repayable in full upon maturity.	126,680	130,931	137,043
Chinatrust Commercial Bank Tokyo Branch			
Unsecured loan; loan period is from September 22, 2022 to September 22, 2025. The principal is repayable in full upon maturity.	422,268	436,437	456,810
Sumitomo Mitsui Banking Corporation Yamato Branch			
Unsecured loan; loan period is from November 15, 2022 to November 15, 2025. Repayable in six installments beginning May 15, 2023.	553,171	571,732	781,145
E.SUN Bank Tokyo Branch			
Unsecured loan; loan period is from December 23, 2022 to December 23, 2025. The principal is repayable in full upon maturity.	316,701	327,327	342,607
Citibank Tokyo Branch			
Unsecured loan; loan period is from June 22, 2022 to June 22, 2024. The principal is repayable in full upon maturity.	116,124	120,020	125,623
Taishin Bank Tokyo Branch			
Unsecured loan; loan period is from September 3, 2021 to May 31, 2024. The principal is repayable in full upon maturity. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	171,304
UOB BERHAD			
Unsecured loan; loan period is from April 16, 2021 to April 16, 2024. The principal is repayable in full upon maturity.	6,480	26,901	91,631 (Continued)

	March 31, 2024	December 31, 2023	March 31, 2023
Taishin Bank			
Unsecured loan; loan period is from December 10, 2019 to December 10, 2024. Repayment of principal will be made in 24 equal monthly payments starting 2 years before the maturity date.	\$ 33,266	\$ 45,715	\$ 82,972
Unsecured loan; loan period is from April 29, 2020 to December 10, 2024. Repayment of principal will be made in 24 equal monthly payments starting 2 years before the maturity date.	33,266	45,715	82,972
E.SUN Bank			
Unsecured loan; loan period is from December 26, 2019 to December 15, 2024. Repayment of principal will be made in 24 equal monthly payments starting 2 years before the maturity date.	74,845	99,731	174,206
Unsecured loan; loan period is from April 9, 2020 to December 15, 2024. Repayment of principal will be made in 24 equal monthly payments starting 2 years before the maturity date.	37,422	49,865	87,103
Unsecured loan; loan period is from July 9, 2020 to June 15, 2025. Repayment of principal will be made in 24 equal monthly payments starting 2 years before the maturity date.	49,835	59,765	79,490
Unsecured loan; loan period is from August 7, 2020 to June 15, 2025. Repayment of principal will be made in 24 equal monthly payments starting 2 years before the maturity date.	62,293	74,706	99,363
Unsecured loan; loan period is from November 9, 2021 to June 15, 2025. Repayment of principal will be made in 24 equal monthly payments starting 2 years before the maturity date.	37,376	44,824	59,618
First Bank			
Unsecured loan; loan period is from March 2, 2020 to March 2, 2025. Repayment of principal will be made in 24 equal monthly payments starting 2 years before the maturity date.	43,434	55,245	90,592
E.SUN Bank			
Unsecured loan; loan period is from March 16, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	242,470	304,954	492,454 (Continued)

	March 31, 2024	December 31, 2023	March 31, 2023
Chang Hwa Bank			
Unsecured loan; loan period is from August 24, 2020 to August 15, 2027. The principal is repayable on September 15, 2023.	\$ 488,319	\$ 524,745	\$ 573,345
Unsecured loan; loan period is from May 3, 2021 to April 15, 2031. The principal is repayable on June 15, 2024.	347,973	347,951	347,951
Chinatrust Commercial Bank			
Unsecured loan; loan period is from December 24, 2021 to December 15, 2026. The principal is repayable on January 15, 2025.	388,060	388,044	388,044
Chang Hwa Bank			
Unsecured loan; loan period is from July 31, 2023 to July 31, 2028. The principal is repayable on August 31, 2025.	300,000	300,000	-
Hua Nan Commercial Bank			
Unsecured loan; loan period is from December 18, 2020 to December 18, 2025. The principal is repayable on January 18, 2023. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	275,000
Far Eastern Bank			
Unsecured loan; loan period is from December 30, 2021 to March 8, 2024. The principal is repayable in full upon maturity.	-	-	220,000
Mega International Commercial Bank			
Unsecured loan; loan period is from December 20, 2022 to September 23, 2026. The principal is repayable on October 23, 2023. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	300,000
Unsecured loan; loan period is from March 31, 2023 to September 23, 2026. The principal is repayable on October 23, 2023. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	100,000
The Hachijuni Bank, Ltd.			
Unsecured loan; loan period is from February 14, 2023 to January 21, 2030. Repayment of principal will be made in 84 equal monthly	123,171	132,758	156,079
Less: Current portion	<u>(3,138,175)</u>	<u>(2,987,531)</u>	<u>(3,531,937)</u>
Long-term borrowings total	<u>\$ 8,420,328</u>	<u>\$ 9,472,164</u>	<u>\$ 10,584,295</u> (Concluded)

The annual effective interest rate intervals of the above-mentioned borrowings for the three months ended March 31, 2024, for the year ended December 31, 2023 and for the three months ended March 31, 2023 were 0.83%-2.125%, 0.83%-2.00% and 0.83%-2.00%, respectively.

The Group should maintain certain financial ratios in its annual audited and semiannually reviewed consolidated financial statements during the loan duration. The Group's consolidated financial reports for the three months ended March 31, 2024 showed that the Group was in compliance with the agreed financial ratio requirements.

The land and buildings owned by Kamaya Electric Co., Ltd were pledged as collateral for bank borrowings. Refer to Note 27 to the consolidated financial statements.

The long-term loans of Kamaya Electric Co., Ltd and Kamaya Electric (M) Sdn. Bhd. Are endorsed and guaranteed by the Company. The long-term loans of Taiwan Inpaq Electronic Co., Ltd., Inpaq Technology (China) Co., Ltd. And Hunan Frontier Electronics Co., Ltd. Are endorsed and guaranteed by INPAQ Technology Co Ltd. Refer to Table 2 to the consolidated financial statements for details.

## 19. BONDS PAYABLE

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Unsecured domestic convertible corporate bonds	\$ 5,460,014	\$ 5,441,187	\$ 4,731,272
Less: Current portions	<u>(4,794,158)</u>	<u>(4,778,445)</u>	<u>-</u>
	<u>\$ 665,856</u>	<u>\$ 662,742</u>	<u>\$ 4,731,272</u>

On April 29, 2020, the Company issued the first four-year unsecured convertible corporate bonds in Taiwan, with a total amount of \$4,800,000 thousand, a face value of \$100 thousand and a coupon rate of 0%. Besides, the terms and conditions of the bonds are as follows:

- a. Conversion period: Between July 30, 2020 and April 29, 2024.
- b. Conversion price: The initial conversion price was NT\$240 per share. Afterwards, there was a subsequent change in share capital (i.e., issuance of share dividends, free allotment of shares, and cash capital increase, etc.). The conversion price shall be adjusted according to the prescribed calculation. The conversion prices on March 31, 2024 and December 31, 2023 were both \$210.2 per share. The conversion price on March 31, 2023 was \$225.6 per share.
- c. Redemption:
  - 1) Redeem the bonds upon maturity: The principal is fully redeemed upon maturity.
  - 2) Redeem the bonds in advance: The Company may redeem the bonds, in whole or in part, at face value from the date following 3 months of the expiry of the issuance to the 40<sup>th</sup> day before the expiry of the issuance period if the closing price of the ordinary shares on the TWSE, for a period of 30 consecutive trading days, exceeds the conversion price by 30% (inclusive).

The Company may redeem the bonds at face value from the day following 3 months of the expiry of the issuance to the 40<sup>th</sup> day before the expiry of the issuance period if the bonds outstanding balance is lower than 10% of the total issuance amount.

- d. The convertible bonds contain both liability and equity components. The equity component was presented in equity under capital surplus - options. The effective interest rate of the liability component was 1.318% per annum on initial recognition.

Proceeds from issuance (less transaction costs of \$5,000 thousand)	\$ 4,795,000
Equity components	<u>(253,440)</u>
Liability components at the date of issue	4,541,560
FVTPL	12,000
Interest charged at an effective interest rate of 1.318%	178,669
Convertible bonds converted into ordinary shares	<u>(957)</u>
Liability components at March 31, 2023	4,731,272
Interest charged at an effective interest rate of 1.318%	<u>47,173</u>
Liability components at December 31, 2023	4,778,445
Interest charged at an effective interest rate of 1.318%	<u>15,713</u>
Liability components at March 31, 2024	<u>\$ 4,794,158</u>

On December 14, 2023, INPAQ of the Group issued the third three-year unsecured convertible bonds in Taiwan, with a total amount NT\$700,000 thousand, face value of NT\$100 thousand (issued by 108.68 of the face value) and coupon rate of 0%. Besides, the terms and conditions of the bonds are as follows:

- a. Conversion period: Between March 15, 2024 and December 14, 2026.
- b. Conversion price: The initial conversion price was NT\$92 per share. Afterwards, there was subsequent change in share capital (i.e., issuance of share dividends, free allotment of shares, and cash capital increase, etc.). The conversion price shall be adjusted according to the prescribed calculation. The conversion price on March 31, 2024 and December 31, 2023 were \$92 per share.
- c. Redemption:
  - 1) Redeem the bonds upon maturity: The principal is fully redeemed upon maturity.
  - 2) Redeem the bonds in advance: INPAQ will within 30 business days thereafter, the creditors are notified and may redeem the bonds, in whole or in part at face value from the date following 3 months of the expiry of the issuance to the 40th day before the expiry of the issuance period, if the closing price of the ordinary shares on the TWSE, for a period of 30 consecutive trading days, exceeds the conversion price by 30% (inclusive).  
  
INPAQ may redeem the bonds at face value from the day following 3 months of the expiry of the issuance to the 40th day before the expiry of the issuance period if the bonds outstanding balance is lower than 10% of the total issuance amount.
  - 3) Redemption at the option of the Corporation: For the present convertible corporate bonds uses, the date after two full years from the issuance is used as the reverse repurchase base date for early reverse repurchase of the present convertible bonds by the bondholders. The bondholders may inform the stock affairs agency institution of INPAQ in writing 40 days before such date in order to request that the company redeem the convertible bonds they hold in cash at the face value of the bonds plus interest compensation. interest compensation. The interest compensation on the above is calculated at the face value of the bonds (yield to put of 0% per annum). INPAQ accepts the repurchase request and shall call-back the convertible bonds in cash within five business days after the repurchase date.

- d. The convertible bonds contain both liability and equity components. The equity component was presented in equity under capital surplus - options. The effective interest rate of the liability component was 1.88% per annum on initial recognition.

Proceeds from issuance	\$ 760,739
Equity components	<u>(97,282)</u>
Liability components at the date of issue	663,457
FVTPL	(1,750)
Interest charged at an effective interest rate of 1.88%	<u>1,035</u>
Liability components at December 31, 2023	662,742
Interest charged at an effective interest rate of 1.88%	<u>3,114</u>
 Liability components at March 31, 2024	 <u>\$ 665,856</u>

## 20. EQUITY

- a. Share capital

### Ordinary shares

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Number of shares authorized (in thousands)	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>
Shares authorized	<u>\$ 8,000,000</u>	<u>\$ 8,000,000</u>	<u>\$ 8,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>485,804</u>	<u>485,804</u>	<u>485,804</u>
Shares issued	<u>\$ 4,858,043</u>	<u>\$ 4,858,043</u>	<u>\$ 4,858,043</u>

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

- b. Capital surplus

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Issuance of ordinary shares	\$ 692,809	\$ 692,809	\$ 692,809
Conversion of bonds	1,428,808	1,428,808	1,428,808
Treasury share transactions	574,608	574,608	574,608

(Continued)

	March 31, 2024	December 31, 2023	March 31, 2023
<u>May be used to offset a deficit only</u>			
Share of changes in capital surplus of associates	\$ 181,653	\$ 166,745	\$ 165,196
Changes in percentage of ownership interest in subsidiaries (2)	-	-	2,579
Others	55	55	55
<u>Not for other usage</u>			
Share warrants	<u>253,387</u>	<u>253,387</u>	<u>253,387</u>
	<u>\$ 3,131,320</u>	<u>\$ 3,116,412</u>	<u>\$ 3,117,442</u>
			(Concluded)

- 1) Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and once a year).
  - 2) Such capital surplus arises from the effect of changes in ownership interest in a subsidiary that resulted from equity transactions other than actual disposal or acquisition, or from changes in capital surplus of subsidiaries accounted for by using the equity method.
- c. Retained earnings and dividend policy

Under the dividend policy as set forth in the Company's articles of incorporation (the "Articles"), where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of employees' compensation and remuneration of directors in the Articles, refer to employees' compensation and remuneration of directors in Note 21(b) to the consolidated financial statements.

The Company's Articles also provide that the profit of the Company may be distributed in the form of either cash or share dividends, but the total share dividends distributed shall not exceed 50% of the total dividends distributed. However, should the Company obtain sufficient funds to meet the year's funding requirements, the cash distribution ratio can be raised to 100%. The Company should decide on the most appropriate dividend distribution policy based on the current year's actual operating condition and the following year's capital budget.

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

The appropriations of earnings for 2023 and 2022 had been proposed by the Company's board of directors on March 25, 2024 and approved in the shareholders' meeting on June 20, 2023, respectively, were as follows:

	<b>Appropriation of Earnings</b>		<b>Dividends Per Share (NT\$)</b>	
	<b>For the Year Ended December 31</b>		<b>For the Year Ended December 31</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Legal reserve	\$ 228,602	\$ 175,643	\$ -	\$ -
Cash dividends	1,044,479	1,165,930	2.15	2.4

The appropriations of earnings for 2022 will be resolved by the shareholders in their meeting to be held on June 13, 2024.

d. Special reserve

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Balance of beginning	<u>\$ 1,096,797</u>	<u>\$ 1,096,797</u>	<u>\$ 1,096,797</u>
Balance of ending	<u>\$ 1,096,797</u>	<u>\$ 1,096,797</u>	<u>\$ 1,096,797</u>

As the increase in retained earnings of \$1,098,575 thousand generated from the initial application of FSC was insufficient for appropriation as dividends, it was appropriated to a special reserve. As the special reserve appropriated by foreign operations (including subsidiaries) due to the exchange differences upon translation of their financial statements was reversed in proportion to the Company's disposal of the foreign operations; upon the Company's loss of significant influence, the entire special reserve relating to exchange differences from those foreign operations will be reversed. As of March 31, 2024, the Company accumulated the reversed amount of \$1,778 thousand from the special reserve, and the remaining amount was \$1,096,797 thousand.

e. Other equity items

1) Exchange differences on translating the financial statements of foreign operations

	<b>For the Three Months Ended</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ (1,678,514)	\$ (1,191,536)
Exchange differences arising on translation of the financial statements of foreign operations	733,531	(38,562)
Share from associates accounted for using the equity method	<u>216,652</u>	<u>(8,507)</u>
Balance at March 31	<u>\$ (728,331)</u>	<u>\$ (1,238,605)</u>

2) Unrealized gain (loss) on financial assets at FVTOCI

	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 5,163,892	\$ 3,503,533
Unrealized loss on investments in debt instruments at FVTOCI	(3,529)	(1,210)
Unrealized gain on investments in equity instruments at FVTOCI	478,770	548,404
Share of other comprehensive (loss) income from associates accounted for using the equity method	(85,265)	242,393
Cumulative unrealized loss of equity instruments transferred to retained earnings due to disposal	<u>(13,583)</u>	<u>-</u>
Balance at March 31	<u>\$ 5,540,285</u>	<u>\$ 4,293,120</u>

f. Non-controlling interests

	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 10,036,131	\$ 9,303,110
Share in profit for the period	221,949	134,541
Other comprehensive income (loss) during the period		
Exchange differences on translation the financial statements of foreign operations	55,140	(22,650)
Share of the other comprehensive loss of associates accounted for using the equity method - exchange differences on translation of the financial statements of foreign operations	(136)	(93)
Unrealized gain on financial assets at FVTOCI	47,293	132,728
Share of other comprehensive income of associates accounted for using the equity method-unrealized (loss) gain on financial assets at FVTOCI	(1,363)	4,168
Adjustment of non-controlling interests due to increases in ownership interests of a subsidiary	-	(69)
Transfer of treasury shares of subsidiaries to employees	-	(98)
Cash dividends distributed by the subsidiaries	<u>(3,594)</u>	<u>(3,990)</u>
Balance at March 31	<u>\$ 10,355,420</u>	<u>\$ 9,547,647</u>

g. Treasury shares

Unit: Shares

Purpose of Acquisition	For the Three Months Ended March 31, 2024			
	Treasury Shares Held as of January 1, 2024	Increase During the Year	Decrease During the Year	Treasury Shares Held as of March 31, 2024
Treasury shares granted to employees	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>1,000,000</u>

  

Purpose of Acquisition	For the Three Months Ended March 31, 2023			
	Treasury Shares Held as of January 1, 2023	Increase During the Year	Decrease During the Year	Treasury Shares Held as of March 31, 2023
Treasury shares granted to employees	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>1,000,000</u>

Pursuant to the Securities and Exchange Act of the ROC, the treasury shares held by the Company should not be pledged as collateral, are not eligible for dividends and do not have voting rights.

## 21. EMPLOYEE BENEFITS, DEPRECIATION AND AMORTIZATION EXPENSES

a. Main categories of expenses

	For the Three Months Ended March 31					
	2024			2023		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Short-term employee benefits	<u>\$ 1,252,500</u>	<u>\$ 467,558</u>	<u>\$ 1,720,058</u>	<u>\$ 954,968</u>	<u>\$ 434,854</u>	<u>\$ 1,389,822</u>
Post-employment benefits	<u>\$ 41,624</u>	<u>\$ 19,274</u>	<u>\$ 60,898</u>	<u>\$ 38,068</u>	<u>\$ 24,019</u>	<u>\$ 62,087</u>
Depreciation	<u>\$ 1,166,450</u>	<u>\$ 79,440</u>	<u>\$ 1,245,890</u>	<u>\$ 1,195,897</u>	<u>\$ 75,173</u>	<u>\$ 1,271,070</u>
Amortization	<u>\$ 2,867</u>	<u>\$ 34,853</u>	<u>\$ 37,720</u>	<u>\$ 2,634</u>	<u>\$ 35,894</u>	<u>\$ 38,528</u>

b. Employees' compensation and remuneration of directors

The Company accrues employees' compensation and remuneration of directors at the rates of 2%-10% and no higher than 2%, respectively, of net profit before income tax, employees' compensation, and remuneration of directors.

The employees' compensation and remuneration of directors for the three months ended March 31, 2024 and 2023 were as follows:

	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>
<u>Accrual rate</u>		
Employees' compensation	2.25%	2.25%
Remuneration of directors	1.00%	0.90%

	<b>Cash</b>	
	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>

Amounts

Employees' compensation	<u>\$ 17,132</u>	<u>\$ 6,824</u>
Remuneration of directors	<u>\$ 7,614</u>	<u>\$ 2,730</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 and adjusted in the following year.

The employees' compensation and remuneration of directors for the years ended December 31, 2023 and 2022, which had been approved by the Company's board of directors on February 23, 2024 and February 23, 2023, respectively, were as follows:

	<b>Cash</b>	
	<b>For the Year Ended December 31</b>	
	<b>2023</b>	<b>2022</b>

Amounts

Employees' compensation	<u>\$ 49,196</u>	<u>\$ 39,251</u>
Remuneration of directors	<u>\$ 21,865</u>	<u>\$ 15,701</u>

There was no significant difference between the actual amounts of employees' compensation and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2023 and 2022.

Information on the compensation of employees and remuneration of directors resolved by the Company's board of directors in 2024 and 2023 is available at the Market Observation Post System website of the Taiwan Stock Exchange.

## 22. INCOME TAXES RELATING TO CONTINUING OPERATIONS

- a. Major components of income tax expense were as follows:

	For the Three Months Ended March 31	
	2024	2023
Current tax		
In respect of the current period	\$ 317,953	\$ 28,466
Adjustments for prior periods	(8)	1,732
Dividends repatriation of subsidiaries	<u>235,572</u>	<u>-</u>
	<u>553,517</u>	<u>30,198</u>
Deferred tax		
In respect of the current period	<u>(642)</u>	<u>15,567</u>
Income tax expense recognized in profit or loss	<u>\$ 552,875</u>	<u>\$ 45,765</u>

Based on the Income Tax Act of the ROC, the corporate income tax rate is 20%. Based on the Income Tax Act of China, the corporate income tax rate is 25%. Tax rates used by other group entities operating in other jurisdictions are based on the tax laws in those jurisdictions.

- b. Income tax returns of the Company through 2021, PDC through 2022 and INPAQ through 2019 have been assessed and approved by the tax authorities.
- c. Pillar Two income tax legislation

In March 2023, the Japanese government, where some of the subsidiaries of the Company are incorporated, substantively legislated the Pillar Two income tax legislation, effective from April 1, 2024. Since the Pillar Two income tax legislation was not effective at the reporting date, the Group has no related current tax exposure.

Under the legislation, the Company's Japanese subsidiaries are required to pay a top-up tax in Japan on the profits of each of their subsidiaries that are taxed below the effective tax rate of 15%. As of March 31, 2024, no country has enforced the Pillar Two income tax legislation, so the Group has no related current tax exposure. However, the Group continues to assess the impact of the Pillar Two income tax legislation on future financial performance.

## 23. EARNINGS PER SHARE

Earnings per share were calculated as follows:

	<b>For the Three Months Ended March 31, 2024</b>		
	<b>Amount (In Thousands) After Income Tax (Attributable to Owners of the Company)</b>	<b>Number of Shares (In Thousands)</b>	<b>Earnings Per Share (In Dollars) After Income Tax (Attributable to Owners of the Company)</b>
Basic earnings per share			
From continuing operations	\$ 617,458	484,804	<u>\$ 1.27</u>
Compensation of employees	-	400	
Interest on convertible bonds (after tax)	<u>12,570</u>	<u>22,831</u>	
Diluted earnings per share - ordinary shares	<u>\$ 630,028</u>	<u>508,035</u>	<u>\$ 1.24</u>
	<b>For the Three Months Ended March 31, 2023</b>		
	<b>Amount (In Thousands) After Income Tax (Attributable to Owners of the Company)</b>	<b>Number of Shares (In Thousands)</b>	<b>Earnings Per Share (In Dollars) After Income Tax (Attributable to Owners of the Company)</b>
Basic earnings per share			
From continuing operations	\$ 275,725	484,804	<u>\$ 0.57</u>
Compensation of employees	-	306	
Interest on convertible bonds (after tax)	<u>12,270</u>	<u>22,259</u>	
Diluted earnings per share - ordinary shares	<u>\$ 287,995</u>	<u>507,369</u>	<u>\$ 0.57</u>

The Company may settle the compensation of employees in cash or shares; therefore, the Company 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.

## 24. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

## 25. FINANCIAL INSTRUMENTS

### a. Fair value of financial instruments that are not measured at fair value

The management considers that the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values. There were no major differences between the carrying amounts and fair values as of March 31, 2024, December 31, 2023 and March 31, 2023.

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

#### 1) Fair value hierarchy

March 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares	\$ 261,175	\$ -	\$ -	\$ 261,175
Foreign listed shares	87,499	-	-	87,499
Fund beneficiary certificates	835,822	-	-	835,822
Structured notes	-	243,737	-	243,737
Limited partnership	-	-	25,000	25,000
	<u>\$ 1,184,496</u>	<u>\$ 243,737</u>	<u>\$ 25,000</u>	<u>\$ 1,453,233</u>
Financial assets at FVOCI				
Investments in equity instruments				
Domestic listed shares	\$ 6,239,718	\$ -	\$ -	\$ 6,239,718
Domestic unlisted shares	-	566,740	227,421	794,161
Foreign listed shares	289,684	-	-	289,684
Foreign unlisted shares	-	-	7,936	7,936
Investments in debt instruments				
Foreign debt securities	<u>455,171</u>	<u>-</u>	<u>-</u>	<u>455,171</u>
	<u>\$ 6,984,573</u>	<u>\$ 566,740</u>	<u>\$ 235,357</u>	<u>\$ 7,786,670</u>
Financial liability at FVTPL				
Redemption and put options of domestic convertible bonds	<u>\$ -</u>	<u>\$ 2,024</u>	<u>\$ -</u>	<u>\$ 2,024</u>

December 31, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares	\$ 215,285	\$ -	\$ -	\$ 215,285
Foreign listed shares	86,651	-	-	86,651
Fund beneficiary certificates	576,549	-	-	576,549
Structured notes	-	197,734	-	197,734
Limited partnership	-	-	25,000	25,000
	<u>\$ 878,485</u>	<u>\$ 197,734</u>	<u>\$ 25,000</u>	<u>\$ 1,101,219</u>

(Continued)

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Investments in equity instruments				
Domestic listed shares	\$ 5,707,734	\$ -	\$ -	\$ 5,707,734
Domestic unlisted shares	-	606,103	228,961	835,064
Foreign listed shares	279,171	-	-	279,171
Foreign unlisted shares	-	-	8,204	8,204
Investments in debt instruments				
Foreign debt securities	<u>444,268</u>	<u>-</u>	<u>-</u>	<u>444,268</u>
	<u>\$ 6,431,173</u>	<u>\$ 606,103</u>	<u>\$ 237,165</u>	<u>\$ 7,274,441</u>
Financial liability at FVTPL				
Redemption and put options of domestic convertible bonds	<u>\$ -</u>	<u>\$ 2,374</u>	<u>\$ -</u>	<u>\$ 2,374</u>
				(Concluded)

March 31, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares	\$ 620,281	\$ -	\$ -	\$ 620,281
Foreign listed shares	81,941	-	-	81,941
Mutual funds	60,122	-	-	60,122
Government bonds	<u>-</u>	<u>44,988</u>	<u>-</u>	<u>44,988</u>
	<u>\$ 762,344</u>	<u>\$ 44,988</u>	<u>\$ -</u>	<u>\$ 807,332</u>
Financial assets at FVOCI				
Investments in equity instruments				
Domestic listed shares	\$ 5,297,049	\$ -	\$ -	\$ 5,297,049
Domestic unlisted shares	-	625,378	121,513	746,891
Foreign listed shares	187,081	-	-	187,081
Foreign unlisted shares	-	-	20,767	20,767
Investments in debt instruments				
Foreign debt securities	<u>439,727</u>	<u>-</u>	<u>-</u>	<u>439,727</u>
	<u>\$ 5,923,857</u>	<u>\$ 625,378</u>	<u>\$ 142,280</u>	<u>\$ 6,691,515</u>

There were no transfers between Levels 1 and 2 for the three months ended March 31, 2024 and 2023.

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

<u>Financial Instrument</u>	<u>Valuation Technique and Inputs</u>
Derivatives - redemption right and call option of convertible corporate bonds	Evaluated by the binary tree method of convertible bonds evaluation model, based on the volatility of the conversion price, the risk-free rate of interest, risk discount rate, and the number of remaining years
Domestic unlisted equity securities	Evaluated by asset - based approach to determine the value of the equity securities
Government bonds and structured notes	Evaluated by public market quotations provided by third-party institutions

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

The fair values of unlisted equity securities and limited partnership were determined using the market approach or asset-based approach. The significant unobservable inputs are the liquidity discount of multiplier of price-book ratio and value of net assets. An increase in price-book ratio would result in an increase in the fair value. An increase in liquidity discount would result in a decrease in the fair value.

c. Categories of financial instruments

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
<u>Financial assets</u>			
Financial assets at amortized cost			
Cash and cash equivalents	\$ 10,376,994	\$ 6,621,395	\$ 9,707,463
Financial assets at amortized cost (current and non-current)	21,979,216	23,805,468	16,882,250
Notes receivables from unrelated parties	996,628	949,140	962,073
Trade receivables from unrelated parties	8,848,464	8,741,151	8,075,836
Trade receivables from related parties	52,912	50,872	60,126
Finance lease receivables (current and non-current)	37,326	39,378	44,688
Other receivables from unrelated parties	647,533	624,538	447,647
Other receivables from related parties	13,932	14,264	14,368
Guarantee deposits paid	105,325	106,265	121,198
Financial assets at FVTPL (current and non-current)	1,453,233	1,101,219	807,332
Financial assets at FVTOCI - non-current	7,786,670	7,274,441	6,691,515
<u>Financial liabilities</u>			
Financial liabilities at amortized cost			
Short-term borrowings	9,734,203	8,588,119	6,774,474
Notes payable to unrelated parties	116,078	229,387	165,180
Trade payables to unrelated parties	3,850,824	3,491,374	3,301,874
Trade payables to related parties	26,856	30,081	20,358
Payables for equipment	528,630	716,882	1,355,842
Other payables	3,221,884	3,346,954	2,902,429
Current portion of long-term borrowings and bonds payable	7,932,333	7,765,976	3,531,937
Bonds payable	665,856	662,742	4,731,272
Long-term borrowings	8,420,328	9,472,164	10,584,295
Long-term payables	16,620	16,833	16,944
Guarantee deposits received	219,447	178,098	219,700
Financial liabilities at fair value through profit or loss - non-current	2,024	2,374	-

d. Financial risk management objectives and policies

The Group's major financial instruments included equity and debt investments, trade receivables, trade payables and borrowings. The Group's corporate treasury function manages its exposure to market risk (including foreign currency risk and interest risk), credit risk and liquidity risk with the objective of reducing the potentially adverse effects that market uncertainties may have on its financial performance.

## 1) Market risk

The Group is exposed primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

### a) Foreign currency risk

Several subsidiaries of the Company had foreign currency sales and purchases, which exposed the Group to foreign currency risk. The Group's transactions were denominated in different foreign currencies at the same time that have natural offsetting effect; thus, the related risks are reduced.

To protect against reductions in the value of foreign assets and the volatility of future cash flows caused by changes in foreign exchange rates, the Group utilizes short-term borrowings and derivative financial instruments, including currency forward contracts to hedge its foreign currency exposure.

The following table details the Group's sensitivity to a 1% increase and decrease in the New Taiwan dollar (i.e., the functional currency) against the relevant foreign currencies. The sensitivity analysis included only outstanding foreign currency-denominated monetary items at the end of the reporting period.

	<u>USD Impact</u>		<u>JPY Impact</u>		<u>RMB Impact</u>	
	<u>For the Three Months Ended March 31</u>		<u>For the Three Months Ended March 31</u>		<u>For the Three Months Ended March 31</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Profit or loss	<u>\$ 166,840</u>	<u>\$ 118,714</u>	<u>\$ 3,317</u>	<u>\$ (3,582)</u>	<u>\$ 22,421</u>	<u>\$ 7,354</u>

### b) Interest rate risk

Interest rate risk refers to the risk of changes in the fair value of financial instruments due to the changes in market interest rates. The Group was exposed to interest rate risk mainly from fixed-income investments and borrowings at floating interest rates.

For assets and liabilities with floating interest rates, if interest rates had been 1% higher or lower as of balance sheet date and all other variables held constant, the Group's profit before income tax for the three months ended March 31, 2024 and 2023 would have decreased or increased approximately by \$51,437 thousand and \$51,945 thousand, respectively.

## 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. The Group is exposed to credit risk from operating activities, primarily trade receivables, and from investing activities, primarily deposits, fixed-income investments and other financial instruments with banks.

In order to maintain the quality of trade receivables, the management of the Group has delegated a team responsible for the determination of credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue receivables. In addition, the Group reviews the recoverable amount of each individual trade receivable at the end of the reporting period to ensure that adequate allowances are made for irrecoverable amounts.

The credit risks of bank deposits, fixed-income investments and other financial instruments from investing activities are considered insignificant because the counterparties are all banks with high credit ratings, and it is expected that the counterparties will not break the contracts above.

3) Liquidity risk

The objective of liquidity risk management is to ensure the Group has sufficient liquidity to fund its business requirements associated with existing operations. The Group manages its liquidity risk by maintaining adequate fixed-income investments and banking facilities.

Liquidity and interest rate tables for non-derivative financial liabilities

March 31, 2024

	<b>On Demand or Less than 1 Year</b>	<b>More than 1 Year</b>	<b>Total</b>
<u>Non-derivative financial liabilities</u>			
Variable interest rate liabilities	\$ 12,872,378	\$ 8,420,328	\$ 21,292,706
Lease liabilities	<u>149,114</u>	<u>446,188</u>	<u>595,302</u>
	<u>\$ 13,021,492</u>	<u>\$ 8,866,516</u>	<u>\$ 21,888,008</u>

December 31, 2023

	<b>On Demand or Less than 1 Year</b>	<b>More than 1 Year</b>	<b>Total</b>
<u>Non-derivative financial liabilities</u>			
Variable interest rate liabilities	\$ 11,575,650	\$ 9,472,164	\$ 21,047,814
Lease liabilities	<u>155,493</u>	<u>470,414</u>	<u>625,907</u>
	<u>\$ 11,731,143</u>	<u>\$ 9,942,578</u>	<u>\$ 21,673,721</u>

March 31, 2023

	<b>On Demand or Less than 1 Year</b>	<b>More than 1 Year</b>	<b>Total</b>
<u>Non-derivative financial liabilities</u>			
Variable interest rate liabilities	\$ 10,306,411	\$ 10,584,295	\$ 20,890,706
Lease liabilities	<u>148,678</u>	<u>487,718</u>	<u>636,396</u>
	<u>\$ 10,455,089</u>	<u>\$ 11,072,013</u>	<u>\$ 21,527,102</u>

## 26. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below.

### a. Related party name and categories

<u>Related Party Name</u>	<u>Related Party Category</u>
Walsin Lihwa Corporation	Investor accounted for by the Company using the equity method
HannStar Board Corporation	Associate
Tsai Yi Corporation	Associate
Global Brands Manufacture (Dongguan) Ltd.	Associate
Kunshan Yuansong Electronics Technology Co., Ltd.	Associate
Inpaq Korea Co., Ltd.	Associate
Inpaq Europe GmbH	Associate
VVG Inc.	Associate
Falcon Automation Equipment Corporation	Associate
CMK Global Brands Manufacture Ltd.	Associate
Global Brands Manufacture Ltd.	Associate
Chongqing Songjia Property Co., Ltd.	Associate
ELNA Printed Circuits Co., Ltd.	Associate
Silitech Technology Corporation	Associate
GBM Electronics (M) SDN. BHD.	Associate
DongGuan Yujia Electronics Technology Co., Ltd.	Associate
Suzhou Walsin Color Trading Co., Ltd.	Associate
Joyin Co., Ltd.	Associate
DongGuan Joyin Electronics Co., Ltd.	Associate
Matsuo Electric Co., Ltd.	Associate
Phoenix Innovation Venture Capital Co., Ltd.	Other related party
Info-Tek Corporation	Other related party
Walton Advanced Engineering Inc.	Other related party
APAQ Technology Co., Ltd.	Other related party (before July 2023)
Kamaya Life Co., Ltd.	Other related party
PSA Charitable Foundation	Other related party
PSA VVG Culture and Arts Foundation	Other related party
Walsin Technology Charitable Group	Other related party
Info-Tek Electronics (Suzhou) Co., Ltd.	Other related party
Career Technology (Mfg.) Co., Ltd.	Other related party
Info-Tek Electronics (Suzhou) Co., Ltd Wuhu Branch	Other related party
Olivier Co., Ltd.	Other related party
PSA The New Taipei City Private Jialianyi Social Welfare Charity Foundation	Other related party

b. Details of transactions

1) Sales of goods

	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>
Associates	\$ 39,049	\$ 38,844
Other related parties	<u>2,596</u>	<u>2,551</u>
	<u>\$ 41,645</u>	<u>\$ 41,395</u>

The transaction price and payment terms were determined in accordance with the commercial terms agreed by both parties.

2) Purchases of goods

	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>
Associates	<u>\$ 46,976</u>	<u>\$ 49,445</u>

The transaction price and payment terms were determined in accordance with the commercial terms agreed upon by both parties.

3) The outstanding balances at the end of the reporting period were as follows:

	<b>Trade Receivables from Related Parties</b>		
	<b>December 31,</b>		
	<b>March 31, 2024</b>	<b>2023</b>	<b>March 31, 2023</b>
Associates	\$ 47,988	\$ 46,629	\$ 55,899
Other related parties	<u>4,924</u>	<u>4,243</u>	<u>4,227</u>
	<u>\$ 52,912</u>	<u>\$ 50,872</u>	<u>\$ 60,126</u>

	<b>Other Receivables from Related Parties</b>		
	<b>December 31,</b>		
	<b>March 31, 2024</b>	<b>2023</b>	<b>March 31, 2023</b>
Associates	\$ 9,904	\$ 9,990	\$ 10,252
Other related parties	<u>4,028</u>	<u>4,274</u>	<u>4,116</u>
	<u>\$ 13,932</u>	<u>\$ 14,264</u>	<u>\$ 14,368</u>

	<b>Trade Payables to Related Parties</b>		
	<b>December 31,</b>		
	<b>March 31, 2024</b>	<b>2023</b>	<b>March 31, 2023</b>
Associates	\$ 26,856	\$ 30,081	\$ 20,313
Other related parties	<u>-</u>	<u>-</u>	<u>45</u>
	<u>\$ 26,856</u>	<u>\$ 30,081</u>	<u>\$ 20,358</u>

<b>Payables for Equipment and Other Payables</b>			
	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Investors accounted for by the Company using the equity method	\$ 12,391	\$ 11,410	\$ 8,979
Associates	25,186	30,248	43,030
Other related parties	<u>4,180</u>	<u>1,130</u>	<u>1,688</u>
	<u>\$ 41,757</u>	<u>\$ 42,788</u>	<u>\$ 53,697</u>

Other receivables include receivables from the sale of equipment and receipts under custody.

Other payables mainly refer to payables for rent and collection and payment on behalf of another party, etc.

The outstanding payables for related parties are unsecured and payable in cash, receivables from related parties are also unsecured. No allowance was recognized for impairment of receivables with respect to the amounts owed by related parties for the three months ended March 31, 2024 and 2023.

4) Lease arrangements

<b>Item</b>	<b>Related Party Category</b>	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Lease liabilities	Investors accounted for by the Company using the equity method	\$ 83,685	\$ 91,929	\$ 116,334
Lease liabilities	Other related parties	-	-	1,798
		<u>\$ 83,685</u>	<u>\$ 91,929</u>	<u>\$ 118,132</u>
		<b>For the Three Months Ended March 31</b>		
<b>Related Party Category</b>		<b>2024</b>	<b>2023</b>	
<b>Interest expense</b>				
	Investors accounted for by the Company using the equity method	\$ 267	\$ 366	
	Other related parties	-	6	
		<u>\$ 267</u>	<u>\$ 372</u>	
<b>Rental expense</b>				
	Investors accounted for by the Company using the equity method	\$ 153	\$ 152	
	Other related parties	1,499	1,697	
		<u>\$ 1,652</u>	<u>\$ 1,849</u>	

c. Compensation of key management personnel

	<b>For the Three Months Ended March 31</b>	
	<b>2024</b>	<b>2023</b>
Short-term employee benefits	\$ 56,889	\$ 38,673
Post-employment benefits	<u>81</u>	<u>81</u>
	<u>\$ 56,970</u>	<u>\$ 38,754</u>

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

**27. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY**

The assets pledged as collateral or for security were as follows:

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Pledged time deposits (accounted as financial assets at amortized cost)	\$ 57,510	\$ 57,472	\$ 120,426
Pledged time deposits (accounted as guarantee deposits paid)	29,364	29,129	24,008
Land and buildings	<u>1,159,879</u>	<u>1,169,058</u>	<u>242,477</u>
	<u>\$ 1,246,753</u>	<u>\$ 1,255,659</u>	<u>\$ 386,911</u>

**28. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS**

In addition to those disclosed in other notes, significant contingencies and unrecognized commitments of the Group were as follows:

a. Significant unrecognized commitments

Unrecognized commitments were as follows:

	<b>March 31</b>	
	<b>2024</b>	<b>2023</b>
Acquisition of property, plant and equipment	<u>\$ 782,749</u>	<u>\$ 1,409,900</u>

b. Contingencies

As of March 31, 2024, December 31, 2023 and March 31, 2023, the Group's outstanding letters of credit were summarized as follows:

Unit: Thousand Dollars

	March 31, 2024	December 31, 2023	March 31, 2023
USD	USD -	USD -	USD 55
JPY	JPY 494,400	JPY 1,030,284	JPY 2,322,404
EUR	EUR 118	EUR 118	EUR 811

**29. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD: NONE**

**30. OTHER ITEMS**

On February 15, 2023, the President announced the amendment to the Climate Change Adaptation Act, which included provisions for the imposition of carbon fees. On April 29, 2024, the Ministry of Environment announced draft regulations for Carbon Fee Charging Methods, Voluntary Reduction Plan Management Methods, and Designated Targets for Greenhouse Gas Reduction Subject to Carbon Fee Imposition. According to the draft of Carbon Fee Charging Methods in 2024, the Electricity Industry and large manufacturing industries that satisfy the requirements set by the Ministry of Environment for inspection, registration, and examination of emissions sources, and whose total annual emissions of greenhouse gases from direct emissions and indirect emissions from electricity use exceed 25,000 metric tons of carbon dioxide equivalent, are required to pay carbon fees.

Based on the Group emissions data from 2022, the emissions are expected to exceed the above limit and the Group should pay the carbon fees. However, the regulations are still in the announcement stage, and the carbon fee rates have not been announced, so the Group is unable to reasonably estimate the impact of the carbon fees.

**31. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES**

The following information was aggregated by the foreign currencies other than functional currencies of the entities in the Group and the exchange rates between the foreign currencies and their respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

	March 31, 2024			December 31, 2023			March 31, 2023		
	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>									
Monetary items									
USD	\$ 762,420	31.99	\$ 24,389,816	\$ 721,337	30.7350	\$ 22,170,293	\$ 650,306	30.454	\$ 19,804,419
JPY	11,189,840	0.2114	2,365,532	7,587,764	0.2171	1,647,304	3,283,068	0.229	751,823
RMB	546,436	4.411	2,410,329	213,482	4.3327	924,953	211,930	4.4348	939,867
Non-monetary items									
Investments accounted for using the equity method									
RMB	35,834	4.411	158,065	35,846	4.3327	155,308	36,342	4.4348	161,168
<u>Financial liabilities</u>									
Monetary items									
USD	240,883	31.99	7,705,847	217,555	30.7350	6,686,553	260,491	30.454	7,932,993
JPY	9,620,968	0.2114	2,033,873	8,799,236	0.2171	1,910,314	4,847,256	0.229	1,110,022
RMB	38,128	4.411	168,183	39,972	4.3327	173,187	46,096	4.4348	204,427

Refer to the consolidated statements of comprehensive income for the total realized and unrealized foreign exchange gains and losses for the three months ended March 31, 2024 and 2023, respectively. It is impractical to disclose net foreign exchange gains (losses) for each significant foreign currency due to the variety of foreign currency transactions and functional currencies of the entities in the Group.

### 32. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and b. information on investees:

- 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 (None)
- 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 4)
- 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 5)
- 9) Trading in derivative instruments (Note 7 and Note 25)
- 10) Intercompany relationships and significant intercompany transactions (Table 6)
- 11) Information on investees (Table 7)

c. Information on investments in mainland China (Table 8)

- 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 year, repatriations of investment income, and limit on the amount of investment in the mainland China area
- 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:
  - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the year
  - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the year

- 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 year and the purposes
  - e) The highest balance, the ending 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 year or on the financial position, such as the rendering or receipt of services
- d. Information of major shareholders (Table 9):

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.

### 33. 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 under IFRS 8 "Operating Segments" were as follows:

- Segment A - passive components
- Segment B - passive components
- Segment C - passive components
- Segment other - passive components

a. Segment revenue and results

The analysis of the Group's revenue and results from continuing operations by reportable segment was as follows:

The Group's operating segment information for the three months ended March 31, 2024 and 2023 were as follows:

	<b>For the Three Months Ended March 31, 2024</b>					
	<b>A Segment</b>	<b>B Segment</b>	<b>C Segment</b>	<b>Other Segment</b>	<b>Adjustments and Eliminations</b>	<b>Total</b>
Net sales	\$ 5,618,861	\$ 872,570	\$ 1,738,569	\$ 495,917	\$ (574,597)	\$ 8,151,320
Cost of sales	<u>(4,983,108)</u>	<u>(678,682)</u>	<u>(1,229,646)</u>	<u>(382,728)</u>	<u>559,129</u>	<u>(6,715,035)</u>
Gross profit	635,753	193,888	508,923	113,189	(15,468)	1,436,285
Operating expenses	<u>(539,605)</u>	<u>(70,243)</u>	<u>(262,530)</u>	<u>(142,077)</u>	<u>(17,323)</u>	<u>(1,031,778)</u>
Operating income	96,148	123,645	246,393	(28,888)	(32,791)	404,507
Nonoperating income and expenses	<u>894,748</u>	<u>61,565</u>	<u>164,746</u>	<u>2,147</u>	<u>(135,431)</u>	<u>987,775</u>
Income before income tax	<u>\$ 990,896</u>	<u>\$ 185,210</u>	<u>\$ 411,139</u>	<u>\$ (26,741)</u>	<u>\$ (168,222)</u>	<u>\$ 1,392,282</u>

**For the Three Months Ended March 31, 2023**

	<b>A Segment</b>	<b>B Segment</b>	<b>C Segment</b>	<b>Other Segment</b>	<b>Adjustments and Eliminations</b>	<b>Total</b>
Net sales	\$ 4,938,343	\$ 879,673	\$ 1,450,214	\$ 675,029	\$ (118,317)	\$ 7,824,942
Cost of sales	<u>(4,563,448)</u>	<u>(706,110)</u>	<u>(1,099,137)</u>	<u>(524,724)</u>	<u>118,201</u>	<u>(6,775,218)</u>
Gross profit	374,895	173,563	351,077	150,305	(116)	1,049,724
Operating expenses	<u>(475,418)</u>	<u>(58,851)</u>	<u>(244,058)</u>	<u>(141,480)</u>	<u>(19,980)</u>	<u>(939,787)</u>
Operating income	(100,523)	114,712	107,019	8,825	(20,096)	109,937
Nonoperating income and expenses	<u>397,242</u>	<u>64,224</u>	<u>(19,211)</u>	<u>(1,595)</u>	<u>(94,566)</u>	<u>346,094</u>
Income before income tax	<u>\$ 296,719</u>	<u>\$ 178,936</u>	<u>\$ 87,808</u>	<u>\$ 7,230</u>	<u>\$ (114,662)</u>	<u>\$ 456,031</u>

All intercompany transactions have been eliminated upon consolidation.

b. Segment assets and liabilities

Segment assets

**March 31, 2024**

	<b>A Segment</b>	<b>B Segment</b>	<b>C Segment</b>	<b>Other Segment</b>	<b>Adjustments and Eliminations</b>	<b>Total</b>
Cash and cash equivalents	\$ 7,571,434	\$ 975,192	\$ 1,588,306	\$ 242,062	\$ -	\$ 10,376,994
Notes and trade receivables	6,328,547	850,441	2,498,668	830,078	(609,730)	9,898,004
Inventories	5,091,570	656,853	1,009,990	382,813	(8,225)	7,133,001
Other current assets	<u>7,725,787</u>	<u>585,690</u>	<u>880,841</u>	<u>56,605</u>	<u>(24,757)</u>	<u>9,224,166</u>
Total current assets	26,717,338	3,068,176	5,977,805	1,511,558	(642,712)	36,632,165
Financial assets at fair value through other comprehensive income - non-current	5,804,140	1,797,071	497,808	35,611	(347,960)	7,786,670
Investments accounted for using the equity method	16,171,400	1,144,581	15,108	-	(6,477,480)	10,853,609
Property, plant and equipment	16,153,984	1,680,618	4,188,207	744,658	464,486	23,231,953
Other assets	<u>14,972,947</u>	<u>1,000,352</u>	<u>1,737,140</u>	<u>325,166</u>	<u>471,100</u>	<u>18,506,705</u>
Total assets	<u>\$ 79,819,809</u>	<u>\$ 8,690,798</u>	<u>\$ 12,416,068</u>	<u>\$ 2,616,993</u>	<u>\$ (6,532,566)</u>	<u>\$ 97,011,102</u>

**December 31, 2023**

	<b>A Segment</b>	<b>B Segment</b>	<b>C Segment</b>	<b>Other Segment</b>	<b>Adjustments and Eliminations</b>	<b>Total</b>
Cash and cash equivalents	\$ 2,863,644	\$ 1,017,418	\$ 2,522,821	\$ 217,512	\$ -	\$ 6,621,395
Notes and trade receivables	6,133,024	868,559	2,455,814	963,335	(679,569)	9,741,163
Inventories	5,065,337	600,952	912,826	391,732	(7,867)	6,962,980
Other current assets	<u>13,362,317</u>	<u>543,993</u>	<u>750,768</u>	<u>62,030</u>	<u>(29,046)</u>	<u>14,690,062</u>
Total current assets	27,424,322	3,030,922	6,642,229	1,634,609	(716,482)	38,015,600
Financial assets at fair value through other comprehensive income - non-current	5,365,903	1,706,241	486,905	32,176	(316,784)	7,274,441
Investments accounted for using the equity method	15,716,152	1,137,842	14,566	-	(6,319,241)	10,549,319
Property, plant and equipment	16,909,982	1,769,437	4,146,655	784,115	478,599	24,088,788
Other assets	<u>12,064,157</u>	<u>863,788</u>	<u>748,285</u>	<u>350,179</u>	<u>488,671</u>	<u>14,515,080</u>
Total assets	<u>\$ 77,480,516</u>	<u>\$ 8,508,230</u>	<u>\$ 12,038,640</u>	<u>\$ 2,801,079</u>	<u>\$ (6,385,237)</u>	<u>\$ 94,443,228</u>

**March 31, 2023**

	<b>A Segment</b>	<b>B Segment</b>	<b>C Segment</b>	<b>Other Segment</b>	<b>Adjustments and Eliminations</b>	<b>Total</b>
Cash and cash equivalents	\$ 5,875,525	\$ 1,265,325	\$ 2,336,730	\$ 229,883	\$ -	\$ 9,707,463
Notes and trade receivables	5,400,899	855,187	1,991,985	1,009,889	(159,925)	9,098,035
Inventories	5,100,523	672,656	976,619	481,644	(9,440)	7,222,002
Other current assets	<u>10,960,686</u>	<u>665,005</u>	<u>193,637</u>	<u>56,523</u>	<u>(8,410)</u>	<u>11,867,441</u>
Total current assets	27,337,633	3,458,173	5,498,971	1,777,939	(177,775)	37,894,941
Financial assets at fair value through other comprehensive income - non-current	4,616,565	1,510,523	738,682	27,254	(201,509)	6,691,515
Investments accounted for using the equity method	14,962,351	1,148,004	10,962	-	(6,121,014)	10,000,303
Property, plant and equipment	19,992,341	2,069,302	3,889,239	855,655	494,193	27,300,730
Other assets	<u>7,821,823</u>	<u>581,285</u>	<u>547,188</u>	<u>398,457</u>	<u>541,414</u>	<u>9,890,167</u>
Total assets	<u>\$ 74,730,713</u>	<u>\$ 8,767,287</u>	<u>\$ 10,685,042</u>	<u>\$ 3,059,305</u>	<u>\$ (5,464,691)</u>	<u>\$ 91,777,656</u>

**Segment liabilities**

**March 31, 2024**

	<b>A Segment</b>	<b>B Segment</b>	<b>C Segment</b>	<b>Other Segment</b>	<b>Adjustments and Eliminations</b>	<b>Total</b>
Short-term borrowings	\$ 9,273,576	\$ 42,278	\$ 418,349	\$ -	\$ -	\$ 9,734,203
Notes and trade payables	2,896,222	373,948	1,171,627	160,285	(608,324)	3,993,758
Current tax liabilities	785,094	92,795	230,065	4,590	-	1,112,544
Other payables and payables on equipment	2,641,908	341,369	570,221	216,032	(19,016)	3,750,514
Other current liabilities	<u>7,240,112</u>	<u>386,784</u>	<u>545,177</u>	<u>65,657</u>	<u>(10,619)</u>	<u>8,227,111</u>
Total current liabilities	22,836,912	1,237,174	2,935,439	446,564	(637,959)	26,818,130
Non-current liabilities	<u>8,302,018</u>	<u>368,265</u>	<u>2,250,094</u>	<u>269,318</u>	<u>94,967</u>	<u>11,284,662</u>
Total liabilities	<u>\$ 31,138,930</u>	<u>\$ 1,605,439</u>	<u>\$ 5,185,533</u>	<u>\$ 715,882</u>	<u>\$ (542,992)</u>	<u>\$ 38,102,792</u>

**December 31, 2023**

	<b>A Segment</b>	<b>B Segment</b>	<b>C Segment</b>	<b>Other Segment</b>	<b>Adjustments and Eliminations</b>	<b>Total</b>
Short-term borrowings	\$ 8,105,379	\$ 63,411	\$ 419,329	\$ -	\$ -	\$ 8,588,119
Notes and trade payables	2,857,145	328,680	1,064,095	184,111	(683,189)	3,750,842
Current tax liabilities	823,566	58,228	103,645	15,240	-	1,000,679
Other payables and payables on equipment	2,777,251	398,986	671,348	234,640	(18,389)	4,063,836
Other current liabilities	<u>7,069,533</u>	<u>449,506</u>	<u>483,705</u>	<u>79,034</u>	<u>(11,233)</u>	<u>8,070,545</u>
Total current liabilities	21,632,874	1,298,811	2,742,122	513,025	(712,811)	25,474,021
Non-current liabilities	<u>9,134,088</u>	<u>407,887</u>	<u>2,409,482</u>	<u>306,004</u>	<u>95,970</u>	<u>12,353,431</u>
Total liabilities	<u>\$ 30,766,962</u>	<u>\$ 1,706,698</u>	<u>\$ 5,151,604</u>	<u>\$ 819,029</u>	<u>\$ (616,841)</u>	<u>\$ 37,827,452</u>

March 31, 2023

	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Short-term borrowings	\$ 6,569,474	\$ -	\$ 205,000	\$ -	\$ -	\$ 6,774,474
Notes and trade payables	2,113,502	383,305	858,648	291,335	(159,378)	3,487,412
Current tax liabilities	844,046	168,557	94,542	11,161	-	1,118,306
Other payables and payables on equipment	3,182,304	365,770	451,980	260,470	(2,253)	4,258,271
Other current liabilities	<u>2,562,326</u>	<u>454,613</u>	<u>740,758</u>	<u>76,085</u>	<u>(12,376)</u>	<u>3,821,406</u>
Total current liabilities	15,271,652	1,372,245	2,350,928	639,051	(174,007)	19,459,869
Non-current liabilities	<u>14,010,608</u>	<u>711,585</u>	<u>2,303,158</u>	<u>325,170</u>	<u>114,262</u>	<u>17,464,783</u>
Total liabilities	<u>\$ 29,282,260</u>	<u>\$ 2,083,830</u>	<u>\$ 4,654,086</u>	<u>\$ 964,221</u>	<u>\$ (59,745)</u>	<u>\$ 36,924,652</u>

All intercompany transactions had been eliminated upon consolidation.

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE THREE MONTHS ENDED MARCH 31, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	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	Walsin Technology Corporation	Kamaya Electric Co., Ltd.	Receivables from related parties	Yes	\$ 717,856	\$ 717,856	\$ 548,948	0.70	Short-term financing	\$ -	Operating turnover	\$ -	Promissory note	\$ 717,856	\$ 19,421,156 (Note 5)	\$ 29,131,734 (Note 6)
		Kamaya Electric (M) Sdn. Bhd.	Receivables from related parties	Yes	249,138	249,138	249,138	0.70	Short-term financing	-	Operating turnover	-	Promissory note	249,138	19,421,156 (Note 5)	29,131,734 (Note 6)
1	Walsin Technology Holding Corporation (HK) Limited	Kamaya Electric Co., Ltd.	Receivables from related parties	Yes	1,178,203	1,178,128	1,178,128	0.70	Short-term financing	-	Operating turnover	-	Promissory note	1,178,128	8,788,264 (Note 5)	13,182,396 (Note 6)
2	Walsin Technology Corporation (HK) Limited	Kamaya Electric (M) Sdn. Bhd.	Receivables from related parties	Yes	639,800	639,800	639,800	3.50	Short-term financing	-	Operating turnover	-	Promissory note	639,800	771,936 (Note 5)	1,157,904 (Note 6)
3	Nitsuko Electronics Corporation	Kamaya Electric Co., Ltd.	Receivables from related parties	Yes	101,344	101,344	101,344	0.70	Short-term financing	-	Operating turnover	-	Promissory note	101,344	170,637 (Note 5)	255,955 (Note 6)
4	Inpaq Technology Co., Ltd.	Taiwan Inpaq electronic Co., Ltd.	Receivables from related parties	Yes	700,000	700,000	655,000	1.73-1.75	Short-term financing	-	Operating turnover	-	Promissory note	700,000	1,796,850 (Note 2)	2,874,959 (Note 2)
		Inpaq Technology USA, Inc.	Receivables from related parties	Yes	31,990	31,990	31,990	3.00-4.00	Short-term financing	-	Operating turnover	-	Promissory note	31,990	1,796,850 (Note 2)	2,874,959 (Note 2)
5	Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Receivables from related parties	Yes	211,134	211,134	133,014	0.751	Short-term financing	-	Operating turnover	-	None	-	760,445 (Note 3)	760,445 (Note 3)
		Soshin Powertech Co., Ltd.	Receivables from related parties	Yes	42,227	42,227	2,534	0.751	Short-term financing	-	Operating turnover	-	None	-	760,445 (Note 3)	760,445 (Note 3)
		Soshin Electronics (M) Sdn. Bhd.	Receivables from related parties	Yes	95,903	95,903	6,394	5.771	Short-term financing	-	Operating turnover	-	None	-	760,445 (Note 3)	760,445 (Note 3)
6	Risshin Electronics Co., Ltd.	Soshin Electric Co., Ltd.	Receivables from related parties	Yes	8,445	8,445	8,445	0.351	Short-term financing	-	Operating turnover	-	None	-	9,575 (Note 3)	9,575 (Note 3)

Note 1: According to Walsin Technology Corporation's financing procedure, total endorsement/guarantee and financing amount that can be made is 100% of lender's net worth presented in the latest financial statements audited or reviewed by auditors. The total financing amount that can be made is 60% of lender's net worth presented in the latest financial statements audited or reviewed by auditors. The financing limit amount of each borrower according to reasons for financing are as follows:

- With business relationship: In the most recent year or the current year as of the time the funds are loaned, and the loan is not more than the higher of the borrowing Company's purchase or sales amount from loan company.
- With the need of short-term financing: Both of total financing and individual financing amounts must not exceed 40% of each lender's net worth presented in the latest financial statements audited or reviewed by auditors.
- When the Company directly and indirectly holds 100% of the voting shares, the amount of financing cannot exceed the limit set forth in paragraph 2 above, but the loan period cannot exceed 3 years. The individual limits for loans of funds between foreign companies in which the Company directly and indirectly holds 100% of the voting shares are limited to the most recent net worth of the lending company's financial statements.

Note 2: The total financing amount of Inpaq Technology Co., Ltd. shall not exceed 40% of the net value of Inpaq Technology Co., Ltd. The Company that has short-term financing necessary:

- Companies that are held by Inpaq Technology Co., Ltd. with more than 50% of its shares shall not exceed 25% of the net value of Inpaq Technology Co., Ltd.
- Other company and other fund loans approved by the board of directors of Inpaq Technology Co., Ltd., shall not exceed 10% of the net value of Inpaq Technology Co., Ltd.

If with the need of short-term financing between Inpaq Technology Co., Ltd.'s directly or indirectly holding 100% shares foreign companies, the total amount of loans shall not exceed 40% of the lender's net worth, and the amount of loans to individual companies shall not be more than 40% of the loaned company's net worth.

Note 3: Both of total financing amounts and individual financing amounts of the three companies (Soshin Electric Co., Ltd and Risshin Electronics Co., Ltd. and Soshin Electronics (HK) Limited) must not exceed 40% of each lender's net worth presented in the latest financial statements audited or reviewed by auditors.

Note 4: Exchange rate as of March 31, 2024

USD:NTD = 1:31.99  
JPY:USD = 1:0.0066

Note 5: It is 40% of the shareholders' equity of the loan company.

Note 6: It is 60% of the shareholders' equity of the loan company.

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED  
FOR THE THREE MONTHS ENDED MARCH 31, 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	Walsin Technology Corporation	Kamaya Electric Co., Ltd.	2	\$ 14,705,308 (Note 1)	\$ 1,693,295	\$ 1,693,295	\$ 1,693,295	\$ -	3.49	\$ 24,276,445 (Note 3)	Y	N	N
		Kamaya Electric (M) Sdn. Bhd.	2	14,488,926 (Note 1)	943,705	943,705	207,935	-	1.94	24,276,445 (Note 3)	Y	N	N
1	Inpaq Technology Co., Ltd.	Taiwan Inpaq electronic Co., Ltd.	2	1,437,480 (Note 2)	900,000	900,000	-	-	12.52	2,874,959 (Note 4)	Y	N	N
		Inpaq Technology (China) Co., Ltd.	2	1,437,480 (Note 2)	207,935	207,935	-	-	2.89	2,874,959 (Note 4)	Y	N	Y
		Hunan Frontier Electronics Co., Ltd.	2	1,437,480 (Note 2)	127,960	127,960	-	-	1.78	2,874,959 (Note 4)	Y	N	Y

Note 1: The maximum limit for each guaranteed company is limited to 100% of its net worth presented in the latest financial statements. The maximum limit for company's actual holds more than two-thirds of the guaranteed company is limited to six times of its (guaranteed company) net worth presented in the latest financial statements. Therefore, this period did not exceed the limit.

Note 2: The limit of the endorsement guarantee for a single enterprise is limited to 20% of the latest financial statements of the Company audited and verified by CPA.

Note 3: The maximum endorsements/guarantees amount allowed for the Company is not equal or exceed 50% of its net worth presented in the latest financial statements. Therefore, this period did not exceed the limit.

Note 4: The total accumulated external endorsement guarantee is limited to 40% of the latest financial statements of the Company audited and verified by CPA.

Note 5: Need enter "Y" if: Endorsement/Guarantee Given by Parent on Behalf of Subsidiaries, Given by Subsidiaries on Behalf of Parent, Given on Behalf of Companies in Mainland China.

Note 6: Exchange rate as of March 31, 2024

USD:NTD = 1:31.99  
JPY:USD = 1:0.0066

Note 7: Endorsement guarantee objects:

1. Subsidiaries that directly hold more than 50% of ordinary shares.
2. Subsidiaries where parent company and subsidiaries hold more than 50% of the ordinary shares.
3. Companies with business relations.
4. The Company.

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

## MARKETABLE SECURITIES HELD

MARCH 31, 2024

(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Walsin Technology Corporation	<u>Shares</u>							
	Taiwan Mobile Company Limited	None	Financial assets at fair value through profit or loss - current	100,000	\$ 10,300	-	\$ 10,300	
	Taiwan Semiconductor Manufacturing Company Limited	None	Financial assets at fair value through profit or loss - current	190,000	148,010	-	148,010	
	Chunghwa Telecom Company Limited	None	Financial assets at fair value through profit or loss - current	200,000	25,200	-	25,200	
	Walton Advanced Engineering Inc.	The chairman of the securities issuer is the same as the chairman of the Company	Financial assets at fair value through other comprehensive income - non-current	31,870,087	570,474	6.16	570,474	
	Walsin Lihwa Corporation	Investment company evaluated the Company by the equity method	Financial assets at fair value through other comprehensive income - non-current	49,234,527	1,848,756	1.22	1,848,756	
	Giga-Byte Technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	8,590,000	2,714,440	1.35	2,714,440	
	Elcon International Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	1,879,028	-	9.40	-	
	Chin-Xin Investment Co., Ltd.	The chairman of the securities issuer is the second degree of kinship of the chairman of the Company	Financial assets at fair value through other comprehensive income - non-current	9,032,056	408,461	1.86	408,461	
	<u>Bonds</u>							
	Credit Agricole SA	None	Financial assets at amortized cost - non-current	-	222,835	-	226,257	
	Mercedes-Benz Finance North America LLC	None	Financial assets at amortized cost - non-current	-	183,213	-	184,486	
	Westpac Banking Corporation	None	Financial assets at amortized cost - non-current	-	30,460	-	30,715	
	International Business Machines Corporation	None	Financial assets at amortized cost - non-current	-	28,819	-	29,056	
	ANZ New Zealand (Int'l) Limited of London	None	Financial assets at amortized cost - non-current	-	191,647	-	192,453	
	The Estee Lauder Companies Inc.	None	Financial assets at amortized cost - non-current	-	31,233	-	31,534	
Siemens Financieringsmaatschappij N.V. (SFM)	None	Financial assets at amortized cost - non-current	-	29,940	-	30,079		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	The Norinchukin Bank	None	Financial assets at amortized cost - non-current	-	\$ 79,855	-	\$ 80,284	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	46,140	-	46,611	
	Unilever Capital Corporation	None	Financial assets at amortized cost - non-current	-	24,651	-	25,450	
	Honeywell International Inc.	None	Financial assets at amortized cost - non-current	-	26,364	-	27,297	
	Apple Inc.	None	Financial assets at amortized cost - non-current	-	52,217	-	54,065	
	UBS AG of London	None	Financial assets at amortized cost - non-current	-	157,110	-	160,584	
	NBN Co Limited	None	Financial assets at amortized cost - non-current	-	227,924	-	231,183	
	Toyota Motor Credit Corporation	None	Financial assets at amortized cost - non-current	-	63,801	-	64,338	
	BMW US Capital, LLC	None	Financial assets at amortized cost - non-current	-	159,130	-	161,494	
	Sumitomo Mitsui Financial Group, Inc.	None	Financial assets at amortized cost - non-current	-	160,304	-	161,518	
	SOCIETE GENERALE	None	Financial assets at amortized cost - non-current	-	156,351	-	155,983	
	Pfizer Investment Enterprises Pte. Ltd.	None	Financial assets at amortized cost - non-current	-	109,689	-	110,330	
	AbbVie Inc.	None	Financial assets at amortized cost - non-current	-	43,652	-	44,248	
	Burlington Northern Santa Fe, LLC	None	Financial assets at amortized cost - non-current	-	51,493	-	51,740	
	Toyota Motor Credit Corporation (TMCC)	None	Financial assets at amortized cost - non-current	-	260,675	-	264,394	
	Sumitomo Mitsui Trust Bank, Limited.	None	Financial assets at amortized cost - non-current	-	180,378	-	181,558	
	Roche Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	39,180	-	39,812	
	Eaton Corporation	None	Financial assets at amortized cost - non-current	-	29,329	-	29,758	
	Philip Morris International Inc. (PMI)	None	Financial assets at amortized cost - non-current	-	333,979	-	334,027	
	Mitsubishi HC Finance America LLC	None	Financial assets at amortized cost - non-current	-	194,505	-	195,836	
	Shinhan Financial Group Co., Ltd.	None	Financial assets at amortized cost - non-current	-	79,236	-	79,265	
	American Express	None	Financial assets at amortized cost - non-current	-	136,024	-	134,845	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Ohio Power Company	None	Financial assets at amortized cost - non-current	-	\$ 84,793	-	\$ 83,562	
	KINGDOM OF SAUDI ARABIA	None	Financial assets at amortized cost - non-current	-	267,662	-	267,886	
	Banco Santander S.A.	None	Financial assets at amortized cost - non-current	-	265,626	-	265,441	
	Bank of New Zealand (BNZ)	None	Financial assets at amortized cost - non-current	-	225,365	-	223,773	
	PETRONAS Capital Limited	None	Financial assets at amortized cost - non-current	-	59,460	-	58,777	
	Saudi Arabian Oil Co.	None	Financial assets at amortized cost - non-current	-	162,524	-	162,130	
	Hyundai Capital America	None	Financial assets at amortized cost - non-current	-	269,815	-	268,772	
	NextEra Energy Capital Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	95,537	-	95,529	
	The Charles Schwab Corporation	None	Financial assets at amortized cost - non-current	-	77,152	-	76,981	
	Verizon Communications Inc.	None	Financial assets at amortized cost - non-current	-	119,436	-	119,642	
	QNB FINANCE LTD	None	Financial assets at amortized cost - non-current	-	95,658	-	95,016	
	Westpac New Zealand Limited	None	Financial assets at amortized cost - non-current	-	128,688	-	128,243	
	DGB Capital 105-2	None	Financial assets at amortized cost - non-current	-	57,310	-	57,310	
	LOTTE CAPITAL 446	None	Financial assets at amortized cost - current	-	61,385	-	61,385	
	<u>Limited partnership</u> NEXUS CVC Partners Fund LP.	None	Financial assets at fair value through profit or loss - non-current	-	25,000	-	25,000	

(Concluded)

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

## MARKETABLE SECURITIES HELD

MARCH 31, 2024

(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Walsin Technology Holding Corporation (HK) Limited	<u>Bonds</u>							
	KLA Corporation	None	Financial assets at amortized cost - current	-	\$ 96,542	-	\$ 95,496	
	Amazon.com, Inc.	None	Financial assets at amortized cost - current	-	127,787	-	126,739	
	United States Department of the Treasury	None	Financial assets at amortized cost - current	-	544,037	-	540,290	
	Citigroup Global Markets Holding Inc.	None	Financial assets at amortized cost - current	-	159,950	-	157,200	
	International Business Machines Corporation	None	Financial assets at amortized cost - non-current	-	176,914	-	175,010	
	Societe Generale	None	Financial assets at amortized cost - non-current	-	95,636	-	94,778	
	T-Mobile US, Inc.	None	Financial assets at amortized cost - non-current	-	63,261	-	62,721	
	Verizon Communications Inc.	None	Financial assets at amortized cost - non-current	-	156,904	-	152,963	
	British Telecommunications Public Limited Company	None	Financial assets at amortized cost - non-current	-	174,811	-	173,656	
	BPCE S.A.	None	Financial assets at amortized cost - non-current	-	284,911	-	287,288	
	3M Company	None	Financial assets at amortized cost - non-current	-	253,290	-	252,031	
	Apple Inc.	None	Financial assets at amortized cost - non-current	-	544,572	-	531,423	
	Nestle Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	305,924	-	296,801	
	Shell International Finance B.V.	None	Financial assets at amortized cost - non-current	-	286,085	-	279,255	
	Chevron Corporation	None	Financial assets at amortized cost - non-current	-	282,264	-	277,298	
	Microsoft Corporation	None	Financial assets at amortized cost - non-current	-	127,290	-	123,941	
Amazon.com, Inc.	None	Financial assets at amortized cost - non-current	-	130,409	-	128,570		
Toyota Motor Corporation	None	Financial assets at amortized cost - non-current	-	182,267	-	178,971		
Johnson & Johnson	None	Financial assets at amortized cost - non-current	-	125,186	-	122,700		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Walmart Inc.	None	Financial assets at amortized cost - non-current	-	\$ 127,949	-	\$ 124,542	
	Singtel Group Treasury Pte. Ltd.	None	Financial assets at amortized cost - non-current	-	58,739	-	56,628	
	The Procter & Gamble Company	None	Financial assets at amortized cost - non-current	-	152,979	-	147,218	
	Temasek Financial (I) Limited	None	Financial assets at amortized cost - non-current	-	61,520	-	58,993	
	Intel Corporation	None	Financial assets at amortized cost - non-current	-	112,585	-	111,196	
	WESTPAC NEW ZEALAND LIMITED	None	Financial assets at amortized cost - non-current	-	188,906	-	190,301	
	BANK OF NEW ZEALAND	None	Financial assets at amortized cost - non-current	-	32,185	-	32,450	
	Metropolitan Life Global Funding I	None	Financial assets at amortized cost - non-current	-	148,555	-	147,769	
	Prudential plc	None	Financial assets at amortized cost - non-current	-	72,239	-	72,007	
	PayPal Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	69,207	-	69,043	
	Philip Morris International Inc.	None	Financial assets at amortized cost - non-current	-	130,248	-	130,493	
	WESTPAC NEW ZEALAND LIMITED	None	Financial assets at amortized cost - non-current	-	128,456	-	128,074	
	Banco Santander, S.A.	None	Financial assets at amortized cost - non-current	-	39,068	-	38,954	
	United States Department of the Treasury	None	Financial assets at amortized cost - non-current	-	263,743	-	253,845	
	<u>Structured products</u>							
	J.P. Morgan Structured Products B.V. - Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	29,138	-	29,138	
	UBS AG acting through its London branch - Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	25,838	-	25,838	
	Morgan Stanley B.V. - Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	23,315	-	23,315	
	Citigroup Global Markets Funding Luxembourg S.C.A. - Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	12,008	-	12,008	
	HSBC Bank plc - Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	9,406	-	9,406	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	SOCIETE GENERALE Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	\$ 20,960	-	\$ 20,960	
	BNP Paribas Issuance BV - Twin Win Sharkfin Note Linked to Offshore Deliverable USDCNY	None	Financial assets at fair value through profit or loss - non-current	-	123,072	-	123,072	
	<u>Fund</u> Morgan Stanley Liquidity Funds US Dollar Treasury Liquidity Fund	None	Financial assets at fair value through profit or loss - current	2,309	8,196	-	8,196	
	Man GLG Japan CoreAlpha Equity Class D JPY	None	Financial assets at fair value through profit or loss - non-current	11,624	92,959	-	92,959	
	<u>Shares</u> NIPPON STEEL CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	12,500	9,692	-	9,692	
	OLYMPUS CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	4,800	2,245	-	2,245	
	Marubeni Corporation	None	Financial assets at fair value through other comprehensive income - non-current	35,000	19,450	-	19,450	
	MITSUI & CO., LTD.	None	Financial assets at fair value through other comprehensive income - non-current	8,900	13,369	-	13,369	
	Sumitomo Mitsui Financial Group, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	6,900	12,995	-	12,995	
	Dai-ichi Life Holdings, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	20,600	16,779	-	16,779	
	Mitsubishi Estate Company, Limited	None	Financial assets at fair value through other comprehensive income - non-current	32,000	18,836	-	18,836	
Kamaya Electric Co., Ltd.	<u>Shares</u> Taiyo Yuden Co., Ltd.	None	Financial assets at fair value through profit or loss - current	80,800	61,841	-	61,841	
	Sony Group Corporation	None	Financial assets at fair value through other comprehensive income - non-current	61,100	167,511	-	167,511	
	Hokko Denshi Kogyo Corporation	None	Financial assets at fair value through other comprehensive income - non-current	7,000	1,130	14.00	1,130	
Dongguan Walsin Technology Electronics Co., Ltd.	<u>Fund</u> E Fund TianTianFa Money Market Fund B	None	Financial assets at fair value through profit or loss - current	13,000,000	57,741	-	57,741	
	Xiamen Trust - Luxin Huiyin Dingkai No.1 Accumulative Capital Trust (Phase. 5)	None	Financial assets at fair value through profit or loss - non-current	65,000,000	293,313	-	293,313	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Prosperity Dielectrics Co., Ltd.	<u>Listed shares</u>							
	Walton Advanced Engineering Inc.	The chairman of the securities issuer is the same as the chairman of the Company	Financial assets at fair value through other comprehensive income - non-current	31,915,536	\$ 571,288	6.16	\$ 571,288	
	Walsin Lihwa Corporation	The chairman of the securities issuer is the second degree of kinship of the chairman of the Company	Financial assets at fair value through other comprehensive income - non-current	10,989,605	412,660	0.27	412,660	
	Hotai Finance Co., Ltd. Preferred Shares B	None	Financial assets at fair value through other comprehensive income - non-current	1,000,000	94,700	0.15	94,700	
	Fubon Financial Holding Co., Ltd. Preferred Shares C	None	Financial assets at fair value through other comprehensive income - non-current	500,000	27,400	-	27,400	
	Chunghwa Telecom Company Limited	None	Financial assets at fair value through profit or loss - current	400,000	50,400	0.01	50,400	
	Taiwan Semiconductor Manufacturing Company Limited	None	Financial assets at fair value through profit or loss - current	35,000	27,265	-	27,265	
	<u>Shares</u>							
	Chin-Xin Investment Co., Ltd.	The chairman of the securities issuer is the second degree of kinship of the chairman of the Company	Financial assets at fair value through other comprehensive income - non-current	3,500,000	158,279	0.72	158,279	
	Hwa Bao Botanic Conservation Corp.	None	Financial assets at fair value through other comprehensive income - non-current	18,000,000	188,109	10.00	188,109	
	<u>Bonds</u>							
	ANZ New Zealand International LTD.	None	Financial assets at amortized cost - non-current	-	63,679	-	64,686	
	Sumitomo Mitsui Trust Bank Limited	None	Financial assets at amortized cost - non-current	-	32,062	-	32,602	
	Norinchukin Bank	None	Financial assets at amortized cost - non-current	-	32,237	-	32,405	
	Credit Agricole S.A.	None	Financial assets at amortized cost - non-current	-	31,947	-	32,322	
	NBN CO Limited	None	Financial assets at amortized cost - non-current	-	65,264	-	66,052	
	Burlington Northem Santa Fe, LLC	None	Financial assets at amortized cost - non-current	-	34,291	-	34,494	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	33,102	-	33,574	
	Macquarie Group Limited.	None	Financial assets at amortized cost - non-current	-	50,635	-	50,350	
	Banco Santander, S.A.	None	Financial assets at amortized cost - non-current	-	65,009	-	64,923	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Frontier Electronics Co, Ltd.	<u>Bonds</u> TSMC Arizona Corp.	None	Financial assets at amortized cost - non-current	-	\$ 95,901	-	\$ 93,107	
	Amazon.com. Inc.	None	Financial assets at amortized cost - non-current	-	63,160	-	61,571	
	Commonwealth Bank of Australia	None	Financial assets at amortized cost - non-current	-	141,443	-	140,443	
	Westpac New Zealand LTD	None	Financial assets at amortized cost - non-current	-	4,908	-	4,948	
	U.S. Treasuries	None	Financial assets at amortized cost - current	-	63,773	-	63,483	
	<u>Fund</u> MS USD LIQUID QUALIF ACC FUND LVNAV	None	Financial assets at fair value through profit or loss - current	-	105,326	-	105,326	
Inpaq Technology Co., Ltd.	<u>Shares</u> Phoenix Innovation Venture Capital Co., Ltd.	Substantive related party	Financial assets at fair value through other comprehensive income - non-current	3,000,000	32,370	9.38	32,370	
	AICP Technology Corporation	None	Financial assets at fair value through other comprehensive income - non-current	600,000	6,942	8.00	6,942	
	PAN WIN Biotechnology Inc.	None	Financial assets at fair value through other comprehensive income - non-current	100,000	-	5.00	-	
	<u>Bonds</u> Microsoft Corporation	None	Financial assets at fair value through other comprehensive income - non-current	-	21,980	-	21,980	
	Apple Inc.	None	Financial assets at fair value through other comprehensive income - non-current	-	76,965	-	76,965	
	Amazon.com, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	-	41,406	-	41,406	
	Saudi Arabian Oil Company	None	Financial assets at fair value through other comprehensive income - non-current	-	44,290	-	44,290	
	Bank of Switzerland	None	Financial assets at amortized cost - non-current	-	128,835	-	126,576	
	UnitedHealth Group, NYSE	None	Financial assets at amortized cost - non-current	-	98,473	-	93,751	
	Saudi Arabian Oil Company	None	Financial assets at amortized cost - non-current	-	120,421	-	115,508	
	Toyota Motor Credit Corporation	None	Financial assets at amortized cost - non-current	-	198,571	-	190,681	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Inpaq (BVI) Ltd.	<u>Bonds</u>							
	Bank of America	None	Financial assets at fair value through other comprehensive income - non-current	-	\$ 47,097	-	\$ 47,097	
	Commonwealth Bank of Australia	None	Financial assets at fair value through other comprehensive income - non-current	-	223,433	-	223,433	
	Saudi Arabian Oil Company	None	Financial assets at amortized cost - non-current	-	48,459	-	68,430	
	French Bank of Paris	None	Financial assets at amortized cost - non-current	-	69,707	-	47,064	
	Philip Morris International Inc.	None	Financial assets at amortized cost - non-current	-	159,769	-	158,728	
	Verizon Communications	None	Financial assets at amortized cost - non-current	-	54,864	-	54,556	
	Westpac New Zealand Limited	None	Financial assets at amortized cost - non-current	-	97,123	-	96,055	
	First Abu Dhabi Bank	None	Financial assets at amortized cost - non-current	-	96,491	-	95,531	
	Bank of New Zealand	None	Financial assets at amortized cost - non-current	-	96,491	-	95,742	
	PayPal Holdings Inc.	None	Financial assets at amortized cost - non-current	-	55,611	-	55,235	
	<u>Fund</u>							
	Morgan Stanley & Co. Incorporated	None	Financial assets at fair value through profit or loss - current	-	253,395	-	253,395	
	GLG Japan Corealpha Japanese stock fund	None	Financial assets at fair value through profit or loss - non-current	-	24,892	-	24,892	
<u>Shares</u>								
Marubeni Corp	None	Financial assets at fair value through profit or loss - non-current	21,300	11,838	-	11,838		
Mitsui & Co Ltd	None	Financial assets at fair value through profit or loss - non-current	9,200	13,820	-	13,820		
Soshin Electric Co., Ltd.	<u>Shares</u>							
	Kyosan Electric Manufacturing Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	26,790	2,947	0.04	2,947	
	Toshiba Corporation	None	Financial assets at fair value through other comprehensive income - non-current	430	284	-	284	
	NEC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	67	156	-	156	
	Nippon Signal Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	16,336	3,580	0.01	3,580	
Hitachi, Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	300	881	-	881		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Mitsubishi UFJ Financial Group, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	34,880	\$ 11,466	-	\$ 11,466	
	W-Scope Corporation	None	Financial assets at fair value through other comprehensive income - non-current	100	12	-	12	
	Sony Group Corporation	None	Financial assets at fair value through other comprehensive income - non-current	100	275	-	275	
	Okaya Electric Industries Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	100	6	-	6	
	Sumida Corporation	None	Financial assets at fair value through other comprehensive income - non-current	100	26	-	26	
	Canon Inc.	None	Financial assets at fair value through other comprehensive income - non-current	100	95	-	95	
	SoftBank Corp.	None	Financial assets at fair value through other comprehensive income - non-current	100	41	-	41	
	Ueno Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	1,280	4,269	19.89	4,269	
	Limited liability Partnership SakuSakuHimawari	None	Financial assets at fair value through other comprehensive income - non-current	2	2,215	14.00	2,215	
	Kcm Cooporative	None	Financial assets at fair value through other comprehensive income - non-current	1	2	-	2	
	Satsuki Industrial Cooperative Association	None	Financial assets at fair value through other comprehensive income - non-current	1	2	-	2	
	Saku Grand Hotel	None	Financial assets at fair value through other comprehensive income - non-current	2	1	-	1	
	General Incorporated Association Industrial Education Center	None	Financial assets at fair value through other comprehensive income - non-current	1	106	-	106	
Soshin Device Co., Ltd.	<u>Shares</u> The Shoko Chukin Bank, Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	1	2	-	2	
Risshin Electronics Co., Ltd.	<u>Shares</u> Stec Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	10	211	2.50	211	
	Nagano Keiki Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	18,521	9,037	0.10	9,037	

(Concluded)

## WALSIN TECHNOLOGY 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 THREE MONTHS ENDED MARCH 31, 2024  
(In Thousands of New Taiwan Dollars)

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	
Walsin Technology Corporation	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	\$ 1,467,509	39	According to the commercial terms agreed by both parties	\$ -	-	\$ 1,099,605	34	
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	443,290	12	"	-	-	440,095	14	
Walsin Technology Corporation (HK) Limited	Walsin Technology Corporation	Parent company	Sale	598,692	44	"	-	-	768,971	44	
Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	190,698	22	"	-	-	192,675	18	
Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	Sale	1,105,283	36	"	-	-	515,524	18	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	160,498	5	"	-	-	162,138	6	
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	Sale	122,250	64	"	-	-	121,776	59	
Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	126,415	22	"	-	-	151,167	19	
Kamaya Electric Co., Ltd.	Walsin Technology Corporation	Parent company	Sale	121,054	29	"	-	-	185,324	31	
Kamaya Electric (M) Sdn. Bhd.	Kamaya Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	213,333	27	"	-	-	228,229	30	
			Sale	193,087	25	"	-	-	261,295	31	
Prosperity Dielectrics Co., Ltd.	Frontier Components Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	193,087	25	"	-	-	261,295	31	
	Walsin Technology Corporation	Parent company	Sale	201,186	26	"	-	-	188,656	22	
Frontier Components Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	155,194	79	"	-	-	133,962	68	
Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	254,010	15	"	-	-	406,466	16	
Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	34.76% owned subsidiary	Sale	296,830	17	"	-	-	316,233	13	
	Taiwan Inpaq electronic Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	111,753	6	"	-	-	150,945	6	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	103,317	6	"	-	-	106,285	4	
Inpaq Technology (China) Co., Ltd.	Inpaq Technology Co., Ltd.	34.76% owned subsidiary	Sale	145,073	8	"	-	-	152,812	6	
Soshin Device Co., Ltd.	Soshin Electric Co., Ltd.	50.08% indirectly owned subsidiary by parent company	Sale	149,004	100	"	-	-	58,584	100	

Note: Purchase and sales transactions and accounts receivables/payable between consolidated entities have been eliminated.

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL  
FOR THE THREE MONTHS ENDED MARCH 31, 2024

(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Walsin Technology Corporation	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	\$ 1,099,605	5.63	\$ -	-	\$ 525,827	\$ -
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	440,095	4.10	-	-	196,993	-
Walsin Technology Corporation (HK) Limited	Walsin Technology Corporation	Parent company	768,971	3.34	-	-	160,058	-
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	104,598	3.56	-	-	22,542	-
Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	192,675	6.34	-	-	76,213	-
Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	515,524	8.52	-	-	423,093	-
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	162,138	4.89	-	-	62,148	-
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	122,307	2.88	-	-	31,157	-
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	121,776	7.75	-	-	-	-
Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	151,167	4.02	-	-	49,792	-
Kamaya Electric Co., Ltd.	Walsin Technology Corporation	Parent company	185,324	2.83	-	-	29,342	-
	Walsin Technology Europe B.V.	100% owned subsidiary	139,212	2.45	-	-	-	-
Kamaya Electric (M) Sdn. Bhd.	Kamaya Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	228,229	4.17	-	-	85,968	-
Prosperity Dielectrics Co., Ltd.	Frontier Components Co., Ltd.	100% indirectly owned subsidiary by PDC	261,295	3.35	-	-	62,907	-
	Walsin Technology Corporation	Parent company	188,656	4.04	-	-	-	-
Frontier Components Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	100% indirectly owned subsidiary by PDC	133,962	5.32	-	-	38,752	-
Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	406,466	0.80	-	-	54,753	-
Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	34.76% owned subsidiary	316,233	1.12	-	-	133,932	-
	Taiwan Inpaq electronic Co., Ltd.	100% indirectly owned subsidiary by INPAQ	150,945	0.86	-	-	36,613	-
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	106,285	0.95	-	-	-	-
Inpaq Technology (China) Co., Ltd.	Inpaq Technology Co., Ltd.	34.76% owned subsidiary	152,812	1.17	-	-	57,298	-

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS  
 FOR THE THREE MONTHS ENDED MARCH 31, 2024  
 (Amounts in Thousands of New Taiwan Dollars)

No.	Investee Company	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets
0	Walsin Technology Corporation	Dongguan Walsin Technology Electronics Co., Ltd.	Parent company to subsidiary	Sales	\$ 1,467,509	According to the commercial terms agreed by both parties	18
		"	"	Accounts receivable	1,099,605		1
		Suzhou Walsin Technology Electronics Co., Ltd.	"	Sales	443,290		5
		"	"	Accounts receivable	440,095		-
1	Walsin Technology Corporation (HK) Limited	Walsin Technology Corporation	Subsidiary to parent company	Sales	598,692	"	7
		"	"	Accounts receivable	768,971	"	1
2	Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	Subsidiary to subsidiary	Sales	190,698	"	2
		"	"	Accounts receivable	192,675	"	-
3	Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation (HK) Limited	"	Sales	1,105,283	"	14
		"	"	Accounts receivable	515,524	"	1
		Walsin Passive Component (H.K.) Limited	"	Sales	160,498	"	2
		"	"	Accounts receivable	162,138	"	-
4	Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Limited	"	Sales	122,250	"	2
		"	"	Accounts receivable	121,776	"	-
5	Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd.	"	Sales	126,415	"	2
		"	"	Accounts receivable	151,167	"	-
6	Kamaya Electric Co., Ltd.	Walsin Technology Corporation	Subsidiary to parent company	Sales	121,054	"	1
		"	"	Accounts receivable	185,324	"	-
7	Kamaya Electric (M) Sdn. Bhd.	Kamaya Electric Co., Ltd.	Subsidiary to subsidiary	Sales	213,333	"	3
		"	"	Accounts receivable	228,229	"	-

(Continued)

No.	Investee Company	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets
8	Prosperity Dielectrics Co., Ltd.	Frontier Components Co., Ltd.	Subsidiary to subsidiary	Sales	\$ 193,087	According to the commercial terms agreed by both parties	2
		"	"	Accounts receivable	261,295		-
		Walsin Technology Corporation	Subsidiary to parent company	Sales	201,186		2
		"	"	Accounts receivable	188,656		-
9	Frontier Components Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	Subsidiary to subsidiary	Sales	155,194	"	2
		"	"	Accounts receivable	133,962	"	-
10	Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	"	Sales	254,010	"	3
		"	"	Accounts receivable	406,466	"	-
11	Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	"	Sales	296,830	"	4
		"	"	Accounts receivable	316,233	"	-
		Taiwan Inpaq electronic Co., Ltd.	"	Sales	111,753	"	1
		"	"	Accounts receivable	150,945	"	-
		Walsin Passive Component (H.K.) Limited	"	Sales	103,317	"	1
"	"	Accounts receivable	106,285	"	-		
12	Inpaq Technology (China) Co., Ltd.	Inpaq Technology Co., Ltd.	"	Sales	145,073	"	2
		"	"	Accounts receivable	152,812	"	-
13	Soshin Device Co., Ltd.	Soshin Electric Co., Ltd.	"	Sales	149,004	"	2
		"	"	Accounts receivable	58,584	"	-

Note: Only transactions with related parties with an amount exceeding NT\$100 million or more than 20% of the paid-in capital will be disclosed, and relative related party transactions will not be disclosed.

(Concluded)

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES  
FOR THE THREE MONTHS ENDED MARCH 31, 2024  
(In Thousands of New Taiwan Dollars)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
Walsin Technology Corporation	Prosperity Dielectrics Co., Ltd.	Taiwan	Manufacturing, processing and selling of chip capacitors, chip resistors, ceramic dielectric powders and magnetic elements, etc.	\$ 655,664	\$ 655,664	74,186,468	43.13	\$ 3,017,166	\$ 145,974	\$ 62,884	
	HannStar Board Corporation	Taiwan	Production and sale of printed circuit boards	2,018,888	2,018,888	107,381,026	20.32	6,484,857	525,789	106,842	
	Pan Overseas (B.V.I.) Investments Co., Ltd.	British Virgin Islands	Investment holding	671,758	671,758	21,836,000	100.00	2,306,915	(6,193)	(3,912)	
	Gallatown Developments Limited	Cayman Islands	Investment holding	6,077,273	6,077,273	95,129,047	89.15	24,714,403	(56,413)	(30,887)	
	Tsai Yi Corporation	Taiwan	Investment holdings and management of group companies	411,330	411,330	39,052,142	26.62	798,497	(20,812)	(5,769)	
	Falcon Automation Equipment Corporation	Taiwan	Mechanical equipment manufacturing	9,000	9,000	3,348,000	43.90	90,290	(17,158)	(7,533)	
	Inpaq Technology Co., Ltd.	Taiwan	Researching, developing, manufacturing and selling of hybrid microwave antenna and module, integrated electrical protection components and multilayer type microwave communication components and its module	2,250,338	2,250,338	51,782,658	34.76	2,688,350	259,259	83,569	
	Silitech Technology Corporation	Taiwan	Keypads and module products, mechanical integrated components	561,329	561,329	17,000,000	25.00	747,143	22,823	4,946	
	Soshin Electric Co., Ltd.	Japan	Researching, developing, manufacturing and selling of capacitors, thick film printed boards, laminated dielectric filters and EMI filters	39,248	39,248	330,800	1.93	43,107	(15,352)	(521)	
	Walsin Technology Europe B.V.	Netherlands	Selling of passive electronic components	117,081	117,081	1,500,000	100.00	24,207	(26,298)	(26,298)	
Walsin New Energy Corporation	Taiwan	Solar power generation	12,500	12,500	1,250,000	25.00	12,012	(900)	(225)		
Gallatown Developments Limited	Walsin Technology Corporation (HK) Limited	Hong Kong	Selling of passive electronic components	306,314 (Note 3)	306,314 (Note 3)	1,953	100.00	1,929,840	9,822	9,822	
	Walsin Technology Holding Corporation (HK) Limited	Hong Kong	Investment holding	5,968,936 (Note 3)	5,968,936 (Note 3)	165,037,562	100.00	21,970,660	(79,892)	(79,892)	
	Walsin Electronics (S) Pte. Ltd.	Singapore	Marketing service	28,741 (Note 3)	28,741 (Note 3)	1,607,000	100.00	23,075	(1,731)	(1,731)	
	Walsin Technology Corporation U.S.A.	USA	Marketing service	27,627 (Note 3)	27,627 (Note 3)	7,000,000	100.00	21,771	(468)	(468)	
	Walsin Passive Component (H.K.) Limited	Hong Kong	Selling of passive electronic components	95,970 (Note 3)	95,970 (Note 3)	23,400,100	100.00	614,889	(2,455)	(2,455)	
	Kamaya Electric Co., Ltd.	Japan	Manufacturing and selling of high-end electric chip resistors.	1,466,839 (Note 3)	1,466,839 (Note 3)	358,037,761	100.00	2,450,885	30,176	30,176	
	Walsin International Management (HK) Limited	Hong Kong	Investment holding	191,940 (Note 3)	191,940 (Note 3)	600,001	100.00	156,492	(477)	(477)	
	Walsin Electronics India Private Ltd.	India	Manufacturing and selling of passive electronic components	- (Note 3)	- (Note 3)	1	0.10	-	-	-	
Walsin International Management (HK) Limited	GHPW Enterprise Corporation (HK) Limited	Hong Kong	Holding company	191,940 (Note 3)	191,940 (Note 3)	6,000,000	25.00	156,480	(1,876)	(469)	
Pan Overseas (B.V.I.) Investments Co., Ltd.	Gallatown Developments Limited	Cayman Islands	Investment holding	135,113 (Note 3)	135,113 (Note 3)	5,165,611	4.84	1,003,530	(56,413)	(2,731)	
	Fine Bright Technology Limited	Hong Kong	Investment holding	366,775 (Note 3)	366,775 (Note 3)	37,183,927	100.00	1,182,964	(3,416)	(3,416)	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
Fine Bright Technology Limited	Gallatown Developments Limited	Cayman Islands	Investment holding	\$ 103,192 (Note 3)	\$ 103,192 (Note 3)	6,407,247	6.01	\$ 1,182,913	\$ (56,413)	\$ (3,387)	
Walsin Technology Holding Corporation (HK) Limited	Walsin Electronics India Private Ltd.	India	Manufacturing and selling of passive electronic components	460 (Note 3)	460 (Note 3)	999	99.90	377	-	-	
Kamaya Electric Co., Ltd.	Kamaya Electric (M) Sdn. Bhd.	Malaysia	Manufacturing and selling of high-end electric chip resistors.	1,463,456 (Note 3)	1,463,456 (Note 3)	242,125,250	100.00	2,414,821	49,842	49,842	
	Kamaya Electric (HK) Limited	Hong Kong	Selling of passive electronic components	4,418 (Note 3)	4,418 (Note 3)	2,000,000	100.00	8,131	(3,025)	(3,025)	
	Kamaya, Inc.	USA	Selling of passive electronic components	21,321 (Note 3)	21,321 (Note 3)	699	100.00	169,739	2,062	2,062	
	Nitsuko Electronics Corporation	Japan	Manufacturing and selling of film capacitors	299,246 (Note 3)	299,246 (Note 3)	37,333	70.00	298,615	(5,232)	(3,662)	
	Soshin Electric Co., Ltd.	Japan	Researching, developing, manufacturing and selling capacitors, thick film printed boards, laminated dielectric filters and EMI filters	877,418 (Note 3)	877,418 (Note 3)	8,233,504	48.15	1,076,817	(15,352)	(12,973)	
	Matsuo Electric Co., Ltd.	Japan	Manufacture and sale of tantalum capacitors, film capacitors and circuit protection components	137,310 (Note 3)	137,310 (Note 3)	840,000	26.17	153,828	1,061	277	
Prosperity Dielectrics Co., Ltd.	PDC Prime Holdings Limited	Samoa	Holding company	728,456	728,456	23,464,538	100.00	1,660,735	10,729	10,729	
	Frontec International Corporation	British Virgin Islands	Overseas investment	325,684	325,684	8,221,615	100.00	137,665	(2,570)	(2,570)	
	Tsai Yi Corporation	Taiwan	Holding company	51,928	51,928	4,934,995	3.36	100,906	(20,812)	(729)	
	Joyin Co., Ltd.	Taiwan	Electronics components manufacturing	426,701	426,701	23,715,360	30.40	386,310	(9,172)	(4,392)	
	HannStar Board Corporation	Taiwan	Manufacturing and selling printed circuit board	152,212	152,212	5,668,332	1.07	344,635	525,789	-	
	Walsin New Energy Corporation	Taiwan	Solar power generation	2,500	2,500	250,000	5.00	2,402	(900)	(45)	
PDC Prime Holdings Limited	PDC Success Investments Ltd.	Republic of Mauritius	Holding company	387,932	387,932	12,009,000	100.00	730,815	(3,499)	(3,499)	
	Frontier Components Co., Ltd.	Hong Kong	International trade	287,942 (Note 2)	287,942 (Note 2)	70,036,752	100.00	860,492	14,148	14,148	
	Prosperity International Development (HK) Co., Limited	Hong Kong	Holding company	76,808 (Note 2)	76,808 (Note 2)	2,401,000	100.00	62,617	(188)	(188)	
Prosperity International Development (HK) Co., Limited	GHPW Enterprise Corporation (HK) Limited	Hong Kong	Holding company	76,776 (Note 2)	76,776 (Note 2)	2,400,000	10.00	62,592	(1,876)	(188)	
Inpaq Technology Co., Ltd.	Inpaq (BVI) Ltd.	BVI	Holding company	1,258,296	1,258,296	39,908,842	100.00	4,103,781	275,949	273,742	
	Inpaq Korea Co., Ltd.	Korea	Sales	12,864	12,864	76,828	44.77	10,891	48	22	
	Inpaq Technology USA, Inc.	USA	Sales	15,315	15,315	5,000,000	100.00	(20,213)	(6,668)	(6,668)	
	Inpaq Europe GmbH	Germany	Sales	1,273	1,273	38,000	19.00	2,177	2,706	514	
	Canfield Ltd.	Samoa	Sales	14,823	14,823	600,000	100.00	32,373	514	514	
	Walsin New Energy Corporation	Taiwan	Solar power generation	2,500	2,500	250,000	5.00	3,325	(900)	-	
	Yangtze Energy Technologies, Inc.	Taiwan	Manufacturing and selling of electronic products	7,000	7,000	311,097	19.89	2,040	(75)	(14)	
	Eleceram Technology Co., Ltd.	Taiwan	Manufacturing and selling of electronic components	209,946	209,946	8,747,750	72.90	192,492	(5,500)	(4,418)	
Inpaq (BVI) Ltd.	Inpaq (Cayman Islands) Ltd.	Cayman Islands	Holding company	1,002,550	1,002,550	32,150,000	100.00	1,885,176	257,380	257,380	
	Inpaq (HK) Co., Limited	Hong Kong	Holding company	-	277,988	-	-	-	-	-	
Inpaq Technology (Suzhou) Co., Ltd.	Holypaq (HK) Co., Limited	Hong Kong	Holding company	122,240	122,240	4,000,000	100.00	(188,327)	37,787	37,787	
Holypaq (HK) Co., Limited	Taiwan Inpaq Electronic Co., Ltd.	Taiwan	Manufacturing and selling of electronic products	122,240	122,240	-	100.00	(188,327)	37,787	37,787	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Japan	Manufacturing and selling of information communication electronic components	\$ 42,649	\$ 42,649	2,020	100.00	\$ 285,654	\$ 454	\$ 454	
	Soshin Powertech Co., Ltd.	Japan	Manufacturing and selling of power electronic components	21,113	21,113	10,000	100.00	23,581	1,999	1,999	
	Risshin Electronics Co., Ltd.	Japan	Manufacturing and selling of information communication electronics components	10,557	10,557	159,290	100.00	23,938	392	392	
	Soshin Electronics (M) Sdn. Bhd.	Malaysia	Manufacturing and selling of power electronic components	146,369	146,369	16,000,000	100.00	139,808	5,716	5,716	
	Soshin Electronics of America Inc.	USA	Selling of electronic components	2,277	2,277	100,000	100.00	4,705	396	396	
	Soshin Electronics (HK) Limited	Hong Kong	Selling of electronic components	58,532	58,532	18,737,823	100.00	63,131	(68)	(68)	
	Taiwan Soshin Electric Co., Ltd.	Taiwan	Selling of electronic components	5,000	5,000	500,000	100.00	6,063	(2,001)	(2,001)	
Soshin Electronics Europe GmbH	Germany	Selling of electronic components	1,422	1,422	1,000	100.00	3,966	(273)	(273)		

Note 1: The share of the profit or loss of associates and joint ventures accounted for using the equity method of each company included in the consolidated financial statements, the investments accounted for using the equity method in the investees, and the net equity of investees have been fully offset.

Note 2: Information on investments in mainland China, please refer to Table 8.

Note 3: The average exchange rates on March 31, 2024 were used to convert the foreign currencies into New Taiwan dollars.

The average exchange rate on March 31, 2024 was USD to NTD = 1:31.9900

The average exchange rate on March 31, 2024 was JPY to USD = 1:0.0066

The average exchange rate on March 31, 2024 was SGD to USD = 1:0.7410

The average exchange rate on March 31, 2024 was HKD to USD = 1:0.1278

(Concluded)

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE THREE MONTHS ENDED MARCH 31, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. The names, main business and products, paid-in capital, method of investment, remittance of funds, percentage of ownership, net income (loss) for the period and recognition of investment income (loss), carrying amounts, and accumulated repatriation investment income of the investees in mainland China were as follows:

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 March 31, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of March 31, 2024	Accumulated Repatriation of Investment Income as of March 31, 2024
					Outward	Inward						
Dongguan Walsin Technology Electronics Co., Ltd.	Manufacturing and selling of passive electronic components	\$ 4,107,516 (US\$ 128,400,000)	Note 1	\$ 2,911,090 (US\$ 91,000,000)	\$ -	\$ -	\$ 2,911,090 (US\$ 91,000,000)	\$ 67,435	100.00	\$ 67,435	\$ 10,001,852	\$ 961,604 (US\$ 30,059,527)
Suzhou Walsin Technology Electronics Co., Ltd.	Manufacturing and selling of passive electronic components	2,207,310 (US\$ 69,000,000)	Note 1	2,207,310 (US\$ 69,000,000)	-	-	2,207,310 (US\$ 69,000,000)	8,580	100.00	8,580	2,683,275	51,768 (US\$ 1,618,250)
Dongguan Huafai Trading Co., Ltd.	Trading of electronic parts, warehousing and commission agency	63,980 (US\$ 2,000,000)	Note 1	63,980 (US\$ 2,000,000)	-	-	63,980 (US\$ 2,000,000)	1,289	100.00	1,289	358,936	-
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Manufacturing and selling of passive electronic components	527,835 (US\$ 16,500,000)	Note 1	409,791 (US\$ 12,809,965)	-	-	409,791 (US\$ 12,809,965)	4,448	100.00	4,448	708,930	246,872 (US\$ 7,717,169)
GHPW Enterprise Corporation (Chongqing) Limited	Business consultations, business management, consultation services and property management	767,760 (US\$ 24,000,000)	Note 1	191,940 (US\$ 6,000,000)	-	-	191,940 (US\$ 6,000,000)	(1,905)	25.00	(476)	156,326	-
Suzhou Walsin Color Trading Co., Ltd.	Trading of electronic parts and commission agency	518,238 (US\$ 16,200,000)	Note 1	246,324 (US\$ 7,700,016)	-	-	246,324 (US\$ 7,700,016)	(77)	39.32	(30)	158,065	12,047 (US\$ 376,582)
Chongqing Shuohong Investment Co., Ltd.	Investment, investment management, investment consultation services	2,337,830 (RMB 530,000,000) (Note 4)	Note 1	-	-	-	-	(270)	25.65	(69)	694,564	-
Chongqing Ruishuang Technology Co., Ltd.	Selling of electronic components, real estate investment and leasing	115,692 (RMB 26,228,000) (Note 5)	Note 1	-	-	-	-	(398)	34.54	(137)	50,224	-
Soshin Electronics (Shenzhen) Limited	Selling of electronic components	11,516 (US\$ 360,000)	Note 1	-	-	-	-	1,219	50.08	610	42,323	-

Note 1: Investment in mainland China companies through an existing company established in a third region.

Note 2: The investment gain (loss) for the period was based on the financial statements reviewed by the certified public accountants, except for the investment gain of Soshin Electronics (SZ) Limited.

Note 3: For the figures in the table above that involve foreign currencies, the average exchange rate on March 31, 2024 was used to convert the foreign currencies into New Taiwan dollars, except for the investment gain (loss) of the current period (converted at the average exchange rate for the period January 1 to March 31, 2024).

Note 4: It was invested RMB135,950,000 with the own funds of Suzhou Walsin Technology Electronics Co., Ltd.

Note 5: It was invested RMB8,605,548.46 with the own funds of Suzhou Walsin Technology Electronics Co., Ltd.

(Continued)

2. Investment quota for mainland China:

Accumulated Outward Remittance for Investments in Mainland China as of March 31, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$4,789,110 (US\$149,706,474)	\$4,923,273 (US\$153,900,371)	(Note)

Note: In accordance with Article 3 of the “Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China”, on August 29, 2008, enterprises within the scope of operations of the operational headquarters approved by the Industrial Development Bureau of the Ministry of Economic Affairs are exempt. The Company is an enterprise that has been recognized as the operational headquarters of the said Regulations. The validity period is from June 29, 2021 to June 28, 2024, so there is no upper limit on the amount of investments in mainland China.

3. 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:

Investee Company	Relationship	Transaction Type	Amount	Transaction Details			Notes/Accounts Receivable (Payable)		Unrealized (Gain) Loss
				Price	Payment Terms	Comparison with Normal Transactions	Ending Balance	%	
Dongguan Walsin Technology Electronics Co., Ltd.	Sub-subsiary	Sales	\$ 1,467,509	According to the commercial terms agreed by both parties	90-120 days T/T	According to the commercial terms agreed by both parties	\$ 1,099,605	34	\$ 255,065
		Purchases	663,309	"	"	"	(800,051)	(31)	-
Suzhou Walsin Technology Electronics Co., Ltd.	Sub-subsiary	Sales	443,290	"	"	"	440,095	16	36,535

Note: The average exchange rate on March 31, 2024 was USD to NTD = 1:31.99  
The average exchange rate from January 1 to March 31, 2024 was USD to NTD = 1:31.448

4. Circumstances in which mainland investment companies provide endorsements, guarantees or collaterals directly or indirectly through third-region enterprises: None.
5. Circumstances of financing provided with mainland investment companies directly or indirectly through a third region: None.
6. Other transactions that have a significant impact on the current profit and loss or financial status: None.

(Concluded)

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA OF PROSPERITY DIELECTRICS CO., LTD.  
FOR THE THREE MONTHS ENDED MARCH 31, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. The names, main business and products, paid-in capital, method of investment, remittance of funds, percentage of ownership, net income (loss) for the period and recognition of investment income (loss), carrying amounts, and accumulated repatriation investment income of the investees in mainland China were as follows:

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 March 31, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of March 31, 2024	Accumulated Repatriation of Investment Income as of March 31, 2024
					Outward	Inward						
PDC Electronics (Suzhou) Co., Ltd.	Manufacturing of ceramic materials	\$ 383,880 (US\$ 12,000,000)	Note 1	\$ 383,880 (US\$ 12,000,000)	\$ -	\$ -	\$ 383,880 (US\$ 12,000,000)	\$ (3,510)	100.00	\$ (3,510)	\$ 730,516	\$ 165,718 (US\$ 5,180,313)
Dongguan Frontier Electronics Co., Ltd.	Selling of electronic components	195,139 (US\$ 6,100,000)	Note 1	195,139 (US\$ 6,100,000)	-	-	195,139 (US\$ 6,100,000)	7,967	100.00	7,967	261,541	104,901 (US\$ 3,279,186)
Chongqing Shuohong Investment Co., Ltd.	Investment, investment management, investment consultation services	2,337,830 (RMB 530,000,000) (Note 4)	Note 1	-	-	-	-	(270)	20.43	(55)	553,198	
Chongqing Xincheng Electronic Co., Ltd.	Selling of electronic components, real estate investment and leasing	238,732 (RMB 54,122,000) (Note 5)	Note 1	-	-	-	-	(820)	13.04	(107)	39,173	
GHPW Enterprise Corporation (Chongqing) Limited	Business consultations, business management, consultation services and property management	767,760 (US\$ 24,000,000)	Note 1	76,776 (US\$ 2,400,000)	-	-	76,776 (US\$ 2,400,000)	(1,905)	10.00	(191)	62,530	
Prosperity Frontier Electronics (Guangzhou) Co., Ltd.	Manufacturing and selling of chip components, power electronic devices and new electronic components	- (Note 6)	Note 1	180,480 (US\$ 5,641,768)	-	-	180,480 (US\$ 5,641,768)	313	-	313	-	

Note 1: Investment in mainland China companies through an existing company established in a third region.

Note 2: Based on the financial statements of the investee company audited by the attesting CPA of the Taiwan parent company.

Note 3: For the figures in the table above that involve foreign currencies, the average exchange rate on March 31, 2024 was used to convert the foreign currencies into New Taiwan dollars, except for the investment gain (loss) of the current period (converted at the average exchange rate for the period January 1 to March 31, 2024).

Note 4: It was invested RMB108,290,000 with the own funds of PDC Electronics (Suzhou) Co., Ltd.

Note 5: It was invested RMB7,055,500 with the own funds of Frontier Electronic (Chong Qing) Co., Ltd., which has been transferred to Dongguan Frontier Electronics Co., Ltd. in December 2017.

Note 6: Liquidation and remitted the shares to Frontec International Corporation has completed in March 2024.

(Continued)

2. Investment quota for mainland China:

Accumulated Outward Remittance for Investments in Mainland China as of March 31, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$939,757 US\$29,376,590	\$1,088,292 US\$34,019,762	(Note 2)

Note 1: The average exchange rates on March 31, 2024 were as follows:

USD:NTD = 1:31.99  
RMB:NTD = 1:4.411

The average exchange rates from January 1 to March 31, 2024 were as follows:

USD:NTD = 1:31.448  
RMB:NTD = 1:4.4274

Note 2: The Company has obtained the certification documents of the operational headquarters approved by the Industrial Development Bureau of the Ministry of Economic Affairs, so it's not subject to the regulations of the "Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China"

3. Significant transactions with investee companies in mainland China, either directly or indirectly through a third party: Table 4.
4. Circumstances in which mainland investment companies provide endorsements, guarantees or collaterals directly or indirectly through third-region enterprises: None.
5. Circumstances of financing provided with mainland investment companies directly or indirectly through a third region: None.
6. Other transactions that have a significant impact on the current profit and loss or financial status: None.

(Concluded)

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA OF INPAQ TECHNOLOGY CO., LTD.  
FOR THE THREE MONTHS ENDED MARCH 31, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. The names, main business and products, paid-in capital, method of investment, remittance of funds, percentage of ownership, net income (loss) for the period and recognition of investment income (loss), carrying amounts, and accumulated repatriation investment income of the investees in mainland China were as follows:

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 March 31, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of March 31, 2024	Accumulated Repatriation of Investment Income as of March 31, 2024
					Outward	Inward						
Inpaq Technology (Suzhou) Co., Ltd.	Manufacturing and selling of passive electronic components, etc.	\$ 360,643	Note 1	\$ 360,643	\$ -	\$ -	\$ 360,643	\$ 247,235	100	\$ 247,235	\$ 931,081	\$ 361,325
Inpaq Trading (Suzhou) Co., Ltd.	Selling of passive electronic components	-	Note 6	23,179	-	-	23,179 (Note 6)	-	-	-	-	-
Inpaq Technology (China) Co., Ltd.	Manufacturing and selling of passive electronic components, etc.	894,480	Note 1	894,480	-	-	894,480	9,837	100	9,837	926,871	
Inpaq Trading (Suzhou) Co., Ltd.	Selling of passive electronic components	9,463	Note 4	-	-	-	-	981	100	981	32,662	
Hunan Frontier Electronics Co., Ltd.	Manufacturing and selling of transformer, coils and magnetic components	456,560	Note 4	-	-	-	-	(249)	100	(249)	342,466	

2. Investment quota for mainland China:

Accumulated Outward Remittance for Investments in Mainland China as of March 31, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$1,278,302	\$916,977	\$4,312,439

Note 1: Investment in mainland China companies through an existing company established in a third region.

Note 2: The investments were recognized on the basis of the financial statement of the same period audited by CPA.

Note 3: According to the "Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China", the Company's accumulated investment in mainland China does not exceed the upper limit of the investment amount or proportion set by the competent authority.

Note 4: It was invested by Inpaq Technology (Suzhou) Co., Ltd. with its own funds, so it is excluded from the calculation of the investment quota.

Note 5: Related transactions and the ending balance have been eliminated in the consolidated report.

Note 6: Inpaq Trading (Suzhou) Co., Ltd. by parent company has completed the liquidation of various rights and obligations and cancelled the registration in the 2023 year of the Republic of China. The Company's cumulative remittance amount of \$23,179 thousand yuan, in accordance with the regulations of the Investment Review Committee, still needs to be included in the cumulative remittance amount from Taiwan to the mainland.

Note 7: Inpaq Technology (Suzhou) Co., Ltd. remitted cash dividends of NT\$361,325 thousand in 2020, which has been approved by the Investment Commission, Ministry of Economic Affairs on January 22, 2021 under approval letter no. 10900410860.

**WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES****INFORMATION ON MAJOR SHAREHOLDERS  
FOR THE THREE MONTHS ENDED MARCH 31, 2024**

Shareholders	Shares	
	Total Shares Owned	Ownership Percentage (%)
Walsin Lihwa Corporation	88,902,325	18.30
HannStar Board Corporation	37,867,115	7.79

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

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