

**Walsin Technology Corporation and
Subsidiaries**

**Consolidated Financial Statements for the
Six Months Ended June 30, 2024 and 2023 and
Independent Auditors' Review Report**

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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 June 30, 2024 and 2023, the related consolidated statements of comprehensive income for the three months ended June 30, 2024 and 2023 and for the six months ended June 30, 2024 and 2023, the consolidated statements of changes in equity and cash flows for the six months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the “consolidated financial statements”). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the Basis for Qualified Conclusion 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 subsidiaries were not reviewed by independent auditors. For the financial statements of the subsidiaries that were not reviewed, as of June 30, 2024 and 2023, the total assets amounted to NT\$2,779,226 thousand and NT\$3,096,625 thousand, representing 2.79% and 3.29%, respectively, of the consolidated total assets, and the total liabilities amounted to NT\$723,290 thousand and NT\$887,938 thousand, representing 1.77% and 2.24%, respectively, of the consolidated total liabilities. The comprehensive income (loss) for the three months ended June 30, 2024 and for the six months ended June 30, 2024 was NT\$34,233 thousand and NT\$(43,914) thousand, representing

2.01% and (1.10%), respectively, of the consolidated comprehensive income (loss); the comprehensive income (loss) for the three months ended June 30, 2023 and for the six months ended June 30, 2023 was NT\$(137,709) thousand and NT\$(184,423) thousand, representing (13.74%) and (8.13%), 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 June 30, 2024 and 2023, investments in associates accounted for using the equity method that were not reviewed amounted to NT\$162,844 thousand and NT\$175,956 thousand, respectively. The total share of income of the associates accounted for using the equity method that were not reviewed for the three months ended June 30, 2024 and for the six months ended June 30, 2024 amounted to NT\$5,824 thousand and NT\$2,231 thousand, respectively. The total share of income of the associates accounted for using the equity method that were not reviewed for the three months ended June 30, 2023 and for the six months ended June 30, 2023 amounted to NT\$1,569 thousand and NT\$4,690 thousand, respectively. In addition, the information disclosed in Note 33 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 June 30, 2024 and 2023, its consolidated financial performance for the three months ended June 30, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2024 and 2023 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Other Matter

We did not review the financial statements of some subsidiaries and associates accounted for using the equity method 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 information disclosed for such subsidiaries, is based solely on the review reports of other auditors. As of June 30, 2024 and 2023, the amount of total assets (including investments accounted for using the equity method) of these subsidiaries was NT\$13,329,235 thousand and NT\$12,108,727 thousand, representing 13.36% and 12.87%, respectively, of the consolidated total assets; for the three months ended June 30, 2024 and for the six months ended June 30, 2024 the amount of consolidated net operating revenue of these subsidiaries was NT\$1,690,952 thousand and NT\$3,265,565 thousand, representing 19.02% and 19.16%, respectively, of the consolidated net operating revenue; for the three months ended June 30, 2023 and for the six months ended June 30, 2023 the amount of consolidated net operating revenue of these subsidiaries was NT\$1,491,501 thousand and NT\$2,852,196 thousand, representing 18.14% and 17.77%, respectively, of the consolidated net operating revenue. The comprehensive income (including share of profit (loss) of associates accounted for using the equity method) for the three months ended June 30, 2024 and for the six months ended June 30, 2024 was NT\$296,563 thousand and NT\$640,062 thousand, representing 17.45% and 16.08%, respectively, of the consolidated comprehensive income (loss), and the comprehensive income for the three months ended June 30, 2023 and for the six months ended June 30, 2023 was NT\$153,819 thousand and NT\$312,467 thousand, representing 15.35% and 13.77%, respectively, of the consolidated comprehensive income (loss).

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

August 1, 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	June 30, 2024		December 31, 2023		June 30, 2023	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 9,728,560	10	\$ 6,621,395	7	\$ 9,450,059	10
Financial assets at fair value through profit or loss - current (Note 7)	727,425	1	547,956	1	378,633	-
Financial assets at amortized cost - current (Note 8)	5,499,778	5	12,959,745	14	14,080,236	15
Notes receivable from unrelated parties (Note 9)	885,743	1	949,140	1	897,189	1
Trade receivables from unrelated parties (Note 9)	9,668,281	10	8,741,151	9	8,476,707	9
Trade receivables from related parties (Notes 9 and 27)	66,325	-	50,872	-	71,025	-
Finance lease receivables	18,588	-	21,728	-	19,632	-
Other receivables from unrelated parties	754,964	1	624,538	1	619,407	1
Other receivables from related parties (Note 27)	26,475	-	14,264	-	32,659	-
Inventories (Note 10)	7,438,558	7	6,962,980	7	7,078,059	7
Other current assets	379,795	-	521,831	-	575,105	1
Total current assets	<u>35,194,492</u>	<u>35</u>	<u>38,015,600</u>	<u>40</u>	<u>41,678,711</u>	<u>44</u>
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	637,186	1	553,263	1	168,676	-
Financial assets at fair value through other comprehensive income - non-current (Note 12)	9,043,461	9	7,274,441	8	7,029,257	7
Financial assets at amortized cost - non-current (Note 8)	18,636,239	19	10,845,723	11	6,188,185	7
Investments accounted for using the equity method (Note 13)	11,077,888	11	10,549,319	11	10,091,554	11
Property, plant and equipment (Note 14)	22,265,810	22	24,088,788	26	26,092,426	28
Right-of-use assets (Note 15)	903,391	1	942,657	1	921,791	1
Investment properties (Note 16)	324,677	-	327,219	-	13,063	-
Intangible assets (Note 17)	524,338	1	577,960	1	637,683	1
Deferred tax assets (Note 4)	646,328	1	691,277	1	644,467	1
Guarantee deposits paid (Note 28)	102,382	-	106,265	-	114,318	-
Finance lease receivables - non-current	15,854	-	17,650	-	21,751	-
Other non-current assets	378,343	-	453,066	-	494,352	-
Total non-current assets	<u>64,555,897</u>	<u>65</u>	<u>56,427,628</u>	<u>60</u>	<u>52,417,523</u>	<u>56</u>
TOTAL	<u>\$ 99,750,389</u>	<u>100</u>	<u>\$ 94,443,228</u>	<u>100</u>	<u>\$ 94,096,234</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 18)	\$ 11,399,720	11	\$ 8,588,119	9	\$ 8,910,631	10
Notes payable to unrelated parties	118,570	-	229,387	-	153,074	-
Trade payables to unrelated parties	4,167,219	4	3,491,374	4	3,646,453	4
Trade payables to related parties (Note 27)	31,895	-	30,081	-	19,990	-
Payables for equipment (Note 27)	518,310	1	716,882	1	989,923	1
Other payables (Note 27)	4,812,162	5	3,346,954	4	4,665,185	5
Current tax liabilities (Note 4)	883,844	1	1,000,679	1	840,805	1
Lease liabilities - current (Note 15)	146,397	-	155,493	-	139,344	-
Current portion of bonds payable (Note 19)	-	-	4,778,445	5	4,746,830	5
Current portion of long-term borrowings (Note 18)	2,696,484	3	2,987,531	3	4,565,568	5
Other current liabilities	157,308	-	149,076	-	142,336	-
Total current liabilities	<u>24,931,909</u>	<u>25</u>	<u>25,474,021</u>	<u>27</u>	<u>28,820,139</u>	<u>31</u>
NON-CURRENT LIABILITIES						
Financial liabilities at fair value through profit or loss - non-current (Note 7)	1,044	-	2,374	-	-	-
Bonds payable (Note 19)	668,985	1	662,742	1	-	-
Long-term borrowings (Note 18)	13,137,644	13	9,472,164	10	8,837,371	9
Current tax liabilities - non-current (Note 4)	43,485	-	218,556	-	393,628	-
Deferred tax liabilities (Note 4)	1,148,718	1	1,103,389	1	790,560	1
Lease liabilities - non-current (Note 15)	426,801	1	470,414	1	452,986	1
Long-term payables	17,214	-	16,833	-	16,851	-
Long-term deferred revenue	30,900	-	32,529	-	34,006	-
Net defined benefit liabilities - non-current (Note 4)	177,489	-	196,332	-	169,200	-
Guarantee deposits received	201,211	-	178,098	-	162,325	-
Total non-current liabilities	<u>15,853,491</u>	<u>16</u>	<u>12,353,431</u>	<u>13</u>	<u>10,856,927</u>	<u>11</u>
Total liabilities	<u>40,785,400</u>	<u>41</u>	<u>37,827,452</u>	<u>40</u>	<u>39,677,066</u>	<u>42</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 20)						
Ordinary shares	4,858,048	5	4,858,043	5	4,858,043	5
Capital surplus	3,202,735	3	3,116,412	3	3,121,527	3
Retained earnings						
Legal reserve	5,140,341	5	4,911,739	5	4,911,739	6
Special reserve	1,096,797	1	1,096,797	1	1,096,797	1
Unappropriated earnings	29,717,677	30	29,347,656	31	28,201,059	30
Other equity						
Exchange differences on translation of the financial statements of foreign operations	(310,897)	-	(1,678,514)	(2)	(1,729,117)	(2)
Unrealized gain (loss) on financial assets at fair value through other comprehensive income	5,458,346	5	5,163,892	6	4,838,974	5
Treasury shares	(236,380)	-	(236,380)	-	(236,380)	-
Total equity attributable to owners of the Company	<u>48,926,667</u>	<u>49</u>	<u>46,579,645</u>	<u>49</u>	<u>45,062,642</u>	<u>48</u>
NON-CONTROLLING INTERESTS (Note 20)	<u>10,038,322</u>	<u>10</u>	<u>10,036,131</u>	<u>11</u>	<u>9,356,526</u>	<u>10</u>
Total equity	<u>58,964,989</u>	<u>59</u>	<u>56,615,776</u>	<u>60</u>	<u>54,419,168</u>	<u>58</u>
TOTAL	<u>\$ 99,750,389</u>	<u>100</u>	<u>\$ 94,443,228</u>	<u>100</u>	<u>\$ 94,096,234</u>	<u>100</u>

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

(With Deloitte & Touche review report dated August 1, 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 June 30				For the Six Months Ended June 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
NET SALES (Note 27)	\$ 8,891,190	100	\$ 8,223,217	100	\$ 17,042,510	100	\$ 16,048,159	100
COST OF SALES (Note 27)	<u>7,164,341</u>	<u>80</u>	<u>6,804,631</u>	<u>83</u>	<u>13,879,376</u>	<u>81</u>	<u>13,579,849</u>	<u>85</u>
GROSS PROFIT	<u>1,726,849</u>	<u>20</u>	<u>1,418,586</u>	<u>17</u>	<u>3,163,134</u>	<u>19</u>	<u>2,468,310</u>	<u>15</u>
OPERATING EXPENSES								
Selling and marketing expenses	418,679	5	415,160	5	812,047	5	801,594	5
General and administrative expenses	459,739	5	360,731	4	860,415	5	666,475	4
Research and development expenses	<u>259,432</u>	<u>3</u>	<u>267,648</u>	<u>3</u>	<u>497,166</u>	<u>3</u>	<u>515,257</u>	<u>3</u>
Total operating expenses	<u>1,137,850</u>	<u>13</u>	<u>1,043,539</u>	<u>12</u>	<u>2,169,628</u>	<u>13</u>	<u>1,983,326</u>	<u>12</u>
PROFIT FROM OPERATIONS	<u>588,999</u>	<u>7</u>	<u>375,047</u>	<u>5</u>	<u>993,506</u>	<u>6</u>	<u>484,984</u>	<u>3</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income	341,409	4	261,844	3	644,361	4	474,027	3
Rental income	14,555	-	10,740	-	28,801	-	21,529	-
Dividend income (Note 27)	70,117	1	112,429	1	72,944	-	114,696	1
Other income	29,460	-	37,661	-	51,261	-	44,396	-
Gain (loss) on disposal of property, plant and equipment	5,636	-	(1,374)	-	4,675	-	(2,221)	-
Gain on disposal of investments	2,360	-	20,898	-	1,304	-	20,898	-
Gain (loss) on financial assets at FVTPL	45,461	-	(18,560)	-	105,561	1	116,148	1
Other expenses	(9,055)	-	(29,663)	-	(12,207)	-	(36,762)	-
Foreign exchange gain, net	346,987	4	315,170	4	941,933	5	297,297	2
Interest expense	(106,383)	(1)	(93,827)	(1)	(203,150)	(1)	(186,326)	(1)
Share of profit of associates accounted for using the equity method (Note 13)	<u>195,725</u>	<u>2</u>	<u>160,029</u>	<u>2</u>	<u>288,564</u>	<u>2</u>	<u>257,759</u>	<u>1</u>
Total non-operating income and expenses	<u>936,272</u>	<u>10</u>	<u>775,347</u>	<u>9</u>	<u>1,924,047</u>	<u>11</u>	<u>1,121,441</u>	<u>7</u>
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	1,525,271	17	1,150,394	14	2,917,553	17	1,606,425	10
INCOME TAX EXPENSE (Notes 4 and 22)	<u>(255,907)</u>	<u>(3)</u>	<u>(96,134)</u>	<u>(1)</u>	<u>(808,782)</u>	<u>(5)</u>	<u>(141,899)</u>	<u>(1)</u>
NET PROFIT FOR THE PERIOD	<u>1,269,364</u>	<u>14</u>	<u>1,054,260</u>	<u>13</u>	<u>2,108,771</u>	<u>12</u>	<u>1,464,526</u>	<u>9</u>

(Continued)

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 June 30				For the Six Months Ended June 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)								
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	\$ (107,208)	(1)	\$ 552,398	7	\$ 425,478	2	\$ 1,235,864	8
Share of the other comprehensive income of associates accounted for using the equity method	<u>56,516</u>	<u>1</u>	<u>12,178</u>	<u>-</u>	<u>(30,112)</u>	<u>-</u>	<u>258,739</u>	<u>1</u>
	<u>(50,692)</u>	<u>-</u>	<u>564,576</u>	<u>7</u>	<u>395,366</u>	<u>2</u>	<u>1,494,603</u>	<u>9</u>
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	414,764	4	(508,613)	(6)	1,203,435	7	(569,825)	(3)
Unrealized gain (loss) on investments in debt instruments at fair value through other comprehensive income	(5,508)	-	1,370	-	(15,660)	-	(2,174)	-
Share of other comprehensive loss of associates accounted for using the equity method	<u>71,476</u>	<u>1</u>	<u>(109,240)</u>	<u>(2)</u>	<u>287,992</u>	<u>2</u>	<u>(117,840)</u>	<u>(1)</u>
	<u>480,732</u>	<u>5</u>	<u>(616,483)</u>	<u>(8)</u>	<u>1,475,767</u>	<u>9</u>	<u>(689,839)</u>	<u>(4)</u>
Other comprehensive (loss) income for the period, net of income tax	<u>430,040</u>	<u>5</u>	<u>(51,907)</u>	<u>(1)</u>	<u>1,871,133</u>	<u>11</u>	<u>804,764</u>	<u>5</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 1,699,404</u>	<u>19</u>	<u>\$ 1,002,353</u>	<u>12</u>	<u>\$ 3,979,904</u>	<u>23</u>	<u>\$ 2,269,290</u>	<u>14</u>
NET PROFIT								
ATTRIBUTABLE TO:								
Owners of the Company	\$ 999,897	11	\$ 841,798	10	\$ 1,617,355	9	\$ 1,117,523	7
Non-controlling interests	<u>269,467</u>	<u>3</u>	<u>212,462</u>	<u>3</u>	<u>491,416</u>	<u>3</u>	<u>347,003</u>	<u>2</u>
	<u>\$ 1,269,364</u>	<u>14</u>	<u>\$ 1,054,260</u>	<u>13</u>	<u>\$ 2,108,771</u>	<u>12</u>	<u>\$ 1,464,526</u>	<u>9</u>
TOTAL COMPREHENSIVE INCOME								
ATTRIBUTABLE TO:								
Owners of the Company	\$ 1,347,164	15	\$ 919,130	11	\$ 3,304,781	19	\$ 1,937,373	12
Non-controlling interests	<u>352,240</u>	<u>4</u>	<u>83,223</u>	<u>1</u>	<u>675,123</u>	<u>4</u>	<u>331,917</u>	<u>2</u>
	<u>\$ 1,699,404</u>	<u>19</u>	<u>\$ 1,002,353</u>	<u>12</u>	<u>\$ 3,979,904</u>	<u>23</u>	<u>\$ 2,269,290</u>	<u>14</u>

(Continued)

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 June 30				For the Six Months Ended June 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
EARNINGS PER SHARE								
(Note 23)								
Basic	<u>\$ 2.06</u>		<u>\$ 1.74</u>		<u>\$ 3.34</u>		<u>\$ 2.31</u>	
Diluted	<u>\$ 2.04</u>		<u>\$ 1.68</u>		<u>\$ 3.27</u>		<u>\$ 2.25</u>	

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

(With Deloitte & Touche review report dated August 1, 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											
	Share Capital		Capital Surplus	Retained Earnings			Other Equity		Treasury Shares	Total	Non-controlling Interests	Total Equity
	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
Appropriation of the 2022 earnings (Note 20)												
Legal reserve	-	-	-	175,643	-	(175,643)	-	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	-	(1,165,930)	-	-	-	(1,165,930)	-	(1,165,930)
Other changes in capital surplus (Note 20)												
Change in capital surplus from associates accounted for using the equity method	-	-	7,789	-	-	-	-	-	-	7,789	-	7,789
Changes in percentage of ownership interests in subsidiaries	-	-	2,579	-	-	(93)	-	-	-	2,486	(167)	2,319
Net profit for the six months ended June 30, 2023	-	-	-	-	-	1,117,523	-	-	-	1,117,523	347,003	1,464,526
Other comprehensive income (loss) for the six months ended June 30, 2023	-	-	-	-	-	-	(537,581)	1,357,431	-	819,850	(15,086)	804,764
Total comprehensive income (loss) for the six months ended June 30, 2023	-	-	-	-	-	1,117,523	(537,581)	1,357,431	-	1,937,373	331,917	2,269,290
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	(278,334)	(278,334)
Associates disposed of the investments in equity instruments designated as at fair value through other comprehensive income (Note 20)	-	-	-	-	-	21,990	-	(21,990)	-	-	-	-
BALANCE, JUNE 30, 2023	<u>485,804</u>	<u>\$ 4,858,043</u>	<u>\$ 3,121,527</u>	<u>\$ 4,911,739</u>	<u>\$ 1,096,797</u>	<u>\$ 28,201,059</u>	<u>\$ (1,729,117)</u>	<u>\$ 4,838,974</u>	<u>\$ (236,380)</u>	<u>\$ 45,062,642</u>	<u>\$ 9,356,526</u>	<u>\$ 54,419,168</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
Appropriation of the 2023 earnings (Note 20)												
Legal reserve	-	-	-	228,602	-	(228,602)	-	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	-	(1,044,479)	-	-	-	(1,044,479)	-	(1,044,479)
Convertible bonds converted to ordinary shares	1	5	95	-	-	-	-	-	-	100	-	100
Other changes in capital surplus (Note 20)												
Change in capital surplus from associates accounted for using the equity method	-	-	14,908	-	-	(6)	-	-	-	14,902	-	14,902
Change in equity from the differences between the consideration received or paid and the carrying amount of the subsidiaries' net assets during disposal or acquisition	-	-	71,320	-	-	-	-	-	-	71,320	-	71,320
Changes in percentage of ownership interests in subsidiaries	-	-	-	-	-	398	-	-	-	398	-	398
Net profit for the six months ended June 30, 2024	-	-	-	-	-	1,617,355	-	-	-	1,617,355	491,416	2,108,771
Other comprehensive income for the six months ended June 30, 2024	-	-	-	-	-	-	1,367,617	319,809	-	1,687,426	183,707	1,871,133
Total comprehensive income for the six months ended June 30, 2024	-	-	-	-	-	1,617,355	1,367,617	319,809	-	3,304,781	675,123	3,979,904
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	(672,932)	(672,932)
Disposals of investments in equity instruments designated as at fair value through other comprehensive income/associates disposed of the investments in equity instruments designated as at fair value through other comprehensive income (Note 20)	-	-	-	-	-	25,355	-	(25,355)	-	-	-	-
BALANCE, JUNE 30, 2024	<u>485,805</u>	<u>\$ 4,858,048</u>	<u>\$ 3,202,735</u>	<u>\$ 5,140,341</u>	<u>\$ 1,096,797</u>	<u>\$ 29,717,677</u>	<u>\$ (310,897)</u>	<u>\$ 5,458,346</u>	<u>\$ (236,380)</u>	<u>\$ 48,926,667</u>	<u>\$ 10,038,322</u>	<u>\$ 58,964,989</u>

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

(With Deloitte & Touche review report dated August 1, 2024)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

	For the Six Months Ended	
	June 30	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 2,917,553	\$ 1,606,425
Adjustments for:		
Depreciation expenses	2,448,447	2,504,456
Amortization expenses	73,134	77,075
Expected credit loss (reversed) on trade receivables	4,216	(66)
Interest expense	203,150	186,326
Loss on lease modification	507	-
Interest income	(644,361)	(474,027)
Dividend income	(72,944)	(114,696)
Write-downs of inventories	7,465	128,540
Share of profit of associates accounted for using the equity method	(288,564)	(257,759)
Gain on disposal of property, plant and equipment	(4,675)	2,221
Net gain on financial assets at FVTPL	(105,561)	(116,148)
Gain on disposals of investments	(1,304)	(20,898)
Impairment gain reversed on property, plant and equipment/investment property	(35,605)	(13,928)
Net gain on foreign currency exchange	(527,307)	(298,632)
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	(86,691)	205,405
Notes receivable from unrelated parties	63,397	(29,576)
Trade receivables from unrelated parties	(862,897)	126,173
Trade receivables from related parties	(15,453)	(19,713)
Other receivables from unrelated parties	(116,510)	31,336
Other receivables from related parties	(13,107)	(16,114)
Inventories	(483,043)	676,546
Other current assets	142,036	(20,452)
Other non-current assets	139,114	45,928
Notes payable to unrelated parties	(110,817)	(41,626)
Trade payables to unrelated parties	653,017	1,050,452
Trade payables to related parties	1,814	(5,520)
Other payables	101,533	(209,039)
Other current liabilities	8,232	(22,623)
Other non-current liabilities	(20,091)	(35,085)
Cash generated from operations	3,374,685	4,944,981
Interest received	662,230	428,743
Dividends received	18,786	24,448
Interest paid	(166,601)	(150,431)
Net income tax paid	(1,008,449)	(605,670)
Net cash generated from operating activities	<u>2,880,651</u>	<u>4,642,071</u>

(Continued)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2024	2023
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	\$ (1,329,581)	\$ (56,995)
(Proceeds from) purchase of disposal of financial assets at amortized cost	395,012	(11,889,482)
Payments for property, plant and equipment	(685,607)	(1,350,026)
Proceeds from disposal of property, plant and equipment	27,770	32,685
Decrease (increase) in guarantee deposits paid	3,883	(1,137)
Payments for intangible assets	(3,311)	(25,876)
Decrease in finance lease receivables	5,365	5,527
Increase in prepayments for equipment	<u>(17,652)</u>	<u>(2,671)</u>
Net cash used in investing activities	<u>(1,604,121)</u>	<u>(13,287,975)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	2,886,554	1,861,050
Repayment of bonds payable	(4,798,900)	-
Increase in long-term borrowings	3,662,103	-
Repayment of long-term borrowings	-	(581,174)
Increase (decrease) in guarantee deposits received	23,113	(95,253)
Repayment of the principal portion of lease liabilities	(82,894)	(82,254)
Changes in non-controlling interests	<u>(337,383)</u>	<u>(1,675)</u>
Net cash generated from financing activities	<u>1,352,593</u>	<u>1,100,694</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>478,042</u>	<u>(508,066)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,107,165	(8,053,276)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>6,621,395</u>	<u>17,503,335</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 9,728,560</u>	<u>\$ 9,450,059</u>

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

(With Deloitte & Touche review report dated August 1, 2024)

(Concluded)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED JUNE 30, 2024 AND 2023 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

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 of the electronic department of Walsin Lihwa Corporation and changed its main operations to become 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, 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 August 1, 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 a material impact on the Group’s accounting policies.

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

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

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

Amendments to IAS 21 “Lack of Exchangeability”

The amendments stipulate that a currency is exchangeable into another currency when an entity is able to obtain the other currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism in which an exchange transaction would create enforceable rights and obligations. An entity shall estimate the spot exchange rate at a measurement date when a currency is not exchangeable into another currency to reflect the rate at which an orderly exchange transaction would take place at the measurement date between market participants under prevailing economic conditions. In this situation, the Group shall disclose information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, its financial performance, financial position and cash flows.

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

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note)</u>
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

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

1) 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 discontinued 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.

2) Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”

The amendments mainly amend the requirements for the classification of financial assets, including if a financial asset contains a contingent feature that could change the timing or amount of contractual cash flows and the contingent event itself does not relate directly to changes in basic lending risks and costs (e.g., whether the debtor achieves a contractually specified reduction in carbon emissions), the financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding if, and only if,

- In all possible scenarios (before and after the occurrence of a contingent event), the contractual cash flows are solely payments of principal and interest on the principal amount outstanding; and
- In all possible scenarios, the contractual cash flows would not be significantly different from the contractual cash flows on a financial instrument with identical contractual terms, but without such a contingent feature.

The amendments also stipulate that, when settling a financial liability in cash using an electronic payment system, an entity can choose to derecognize the financial liability before the settlement date if, and only if, the entity has initiated a payment instruction that resulted in:

- The entity having no practical ability to withdraw, stop or cancel the payment instruction;
- The entity having no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- The settlement risk associated with the electronic payment system being insignificant.

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

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

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments 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. The 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 8 and 9 to the consolidated financial statements for detailed information of subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following policies, 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, estimates 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 of the economic environment implications when making its material accounting 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 in HannStar Board 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 of and does not have control over HannStar Board Corporation. Consequently, the management considered the Group to exercise significant influence over HannStar Board Corporation and, therefore, classified HannStar Board Corporation as an associate.

As stated in Note 13 to the consolidated financial statements, the Group is the single largest shareholder with 25% of the voting rights in 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 considered the Group to exercise significant influence over Silitech Technology Corporation and, therefore, classified Silitech Technology Corporation as an associate.

As stated in Note 13 to the consolidated financial statements, the Group is the single largest shareholder with 30.40% of the voting rights in 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 considered the Group to exercise significant influence over Joyin Co., Ltd. and, therefore, classified Joyin Co., Ltd. as an associate.

As stated in Note 13 to the consolidated financial statements, the Group is the single largest shareholder with 26.17% of the voting rights in Matsuo Electric 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 Matsuo Electric Co., Ltd. Consequently, the management considered the Group to exercise significant influence over Matsuo Electric Co., Ltd. and, therefore, classified Matsuo Electric Co., Ltd. as an associate.

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 in Prosperity Dielectrics Co., Ltd. After considering the Group's absolute size of holdings in Prosperity Dielectrics Co., Ltd. and the relative size of and dispersed shareholdings of 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 in Inpaq Technology Co., Ltd. After considering the Group's absolute size of holdings in Inpaq Technology Co., Ltd. and the relative size of and dispersed shareholdings of 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 the probability of default and loss rates. 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. When the actual future cash inflows are less than expected, a material impairment loss may arise.

6. CASH AND CASH EQUIVALENTS

	June 30, 2024	December 31, 2023	June 30, 2023
Cash on hand	\$ 3,450	\$ 3,525	\$ 3,545
Checking accounts and demand deposits	4,594,592	4,229,126	5,244,819
Cash equivalents			
Time deposits with original maturities of less than 3 months	5,130,518	1,929,025	3,888,164
Repurchase agreements collateralized by bonds	<u>-</u>	<u>459,719</u>	<u>313,531</u>
	<u>\$ 9,728,560</u>	<u>\$ 6,621,395</u>	<u>\$ 9,450,059</u>

Time deposits in the amounts of \$87,553 thousand, \$86,601 thousand and \$854,795 thousand as of June 30, 2024, December 31, 2023 and June 30, 2023, respectively, have been provided as guarantee deposits for tariff, court and collateral for bank borrowings, etc., which were recognized under financial assets at amortized cost and guarantee deposits paid (refer to Note 28 of the consolidated financial statements).

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets at fair value through profit or loss (FVTPL) - current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic listed shares	\$ 303,348	\$ 215,285	\$ 209,060
Foreign listed shares	141,158	65,768	70,944
Fund beneficiary certificates	199,644	191,493	70,014
Hybrid financial assets			
Structured notes	<u>83,275</u>	<u>75,410</u>	<u>28,615</u>
	<u>\$ 727,425</u>	<u>\$ 547,956</u>	<u>\$ 378,633</u>
<u>Financial assets at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Foreign listed shares	\$ 74,466	\$ 20,883	\$ -
Fund beneficiary certificates	411,898	385,056	49,988
Limited partnership	25,000	25,000	-
Hybrid financial assets			
Structured notes	<u>125,822</u>	<u>122,324</u>	<u>118,688</u>
	<u>\$ 637,186</u>	<u>\$ 553,263</u>	<u>\$ 168,676</u>

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial liabilities at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Derivative financial liabilities (not under hedge accounting)			
Redemption right and put option of domestic convertible bonds	\$ <u>1,044</u>	\$ <u>2,374</u>	\$ <u>-</u> (Concluded)

8. FINANCIAL ASSETS AT AMORTIZED COST

	June 30, 2024	December 31, 2023	June 30, 2023
<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>5,499,778</u>	\$ <u>12,959,745</u>	\$ <u>14,080,236</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>18,636,239</u>	\$ <u>10,845,723</u>	\$ <u>6,188,185</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:

	June 30, 2024	December 31, 2023	June 30, 2023
Time deposits with original maturities of more than 3 months	0.535%-6.489%	0.42%-5.90%	0.205%-5.80%

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

Maturity Date	Coupon Rate	Effective Interest Rate
August 2024 - May 2034	0.88%-7.65%	3.27%-6.18%

- c. Refer to Note 28 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

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Notes receivable from unrelated parties</u>			
At amortized cost			
Gross carrying amount	\$ 885,743	\$ 949,140	\$ 897,189
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 885,743</u>	<u>\$ 949,140</u>	<u>\$ 897,189</u>
<u>Trade receivables from unrelated parties</u>			
At amortized cost			
Gross carrying amount	\$ 9,761,555	\$ 8,829,068	\$ 8,561,368
Less: Allowance for impairment loss	<u>(93,274)</u>	<u>(87,917)</u>	<u>(84,661)</u>
	<u>\$ 9,668,281</u>	<u>\$ 8,741,151</u>	<u>\$ 8,476,707</u>
<u>Trade receivables from related parties (Note 27)</u>			
At amortized cost			
Gross carrying amount	\$ 66,325	\$ 50,872	\$ 71,025
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 66,325</u>	<u>\$ 50,872</u>	<u>\$ 71,025</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.

June 30, 2024

Group A

	Not Past Due	Up to 30 Days	31 to 60 Days	61 to 90 Days	91 to 180 Days	Over 180 Days	Total
Expected credit loss rate	0%-4%	0%-5%	0%-10%	0%-20%	0%-50%	0%-100%	
Gross carrying amount	\$ 8,153,340	\$ 146,769	\$ 2,915	\$ 4,892	\$ 1,276	\$ 1,671	\$ 8,310,863
Loss allowance (Lifetime ECLs)	(70,093)	(6,494)	(294)	(978)	(638)	(1,671)	(80,168)
Loss allowance (individual customers ECLs)	<u>(453)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(453)</u>
Amortized cost	<u>\$ 8,082,794</u>	<u>\$ 140,275</u>	<u>\$ 2,621</u>	<u>\$ 3,914</u>	<u>\$ 638</u>	<u>\$ -</u>	<u>\$ 8,230,242</u>

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	\$ 2,280,774	\$ 53,201	\$ 149	\$ 2,311	\$ 2,336,435
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(10,193)</u>	<u>(149)</u>	<u>(2,311)</u>	<u>(12,653)</u>
Amortized cost	<u>\$ 2,280,774</u>	<u>\$ 43,008</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,323,782</u>

December 31, 2023

Group A

	Not Past Due	Up to 30 Days	31 to 60 Days	61 to 90 Days	91 to 180 Days	Over 180 Days	Total
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 customers 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>

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	\$ 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>

June 30, 2023

Group A

	Not Past Due	Up to 30 Days	31 to 60 Days	61 to 90 Days	91 to 180 Days	Over 180 Days	Total
Expected credit loss rate	0%-4%	0%-5%	0%-10%	0%-20%	0%-50%	0%-100%	
Gross carrying amount	\$ 7,357,896	\$ 87,513	\$ 4,343	\$ 8,752	\$ 768	\$ -	\$ 7,459,272
Loss allowance (Lifetime ECLs)	(66,942)	(4,368)	(434)	(1,750)	(371)	-	(73,865)
Loss allowance (individual customers ECLs)	<u>(1,008)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,008)</u>
Amortized cost	<u>\$ 7,289,946</u>	<u>\$ 83,145</u>	<u>\$ 3,909</u>	<u>\$ 7,002</u>	<u>\$ 397</u>	<u>\$ -</u>	<u>\$ 7,384,399</u>

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	\$ 1,943,733	\$ 52,914	\$ 1,921	\$ 717	\$ 1,999,285
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(7,150)</u>	<u>(1,921)</u>	<u>(717)</u>	<u>(9,788)</u>
Amortized cost	<u>\$ 1,943,733</u>	<u>\$ 45,764</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,989,497</u>

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

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ 87,917	\$ 86,051
Add: Reclassification of loss allowance for recovery of receivables for the current period	1,001	-
Add: Recognition (reversal) of impairment loss for the current period	4,216	(66)
Less: Amounts written off for the current period	(1,497)	-
Less: Amounts reclassification for the current period	-	24
Add: Foreign exchange differences	<u>1,637</u>	<u>(1,348)</u>
Balance at June 30	<u>\$ 93,274</u>	<u>\$ 84,661</u>

Recognition of impairment losses resulted from total gross receivables (except related parties) increased by \$869,090 thousand and the increase in overdue payments compared to January 1, 2024. Reversal of impairment losses resulted from total gross receivables (except related parties) decreased by \$3,618 thousand and the decrease in overdue payments compared to January 1, 2023.

10. INVENTORIES

	June 30, 2024	December 31, 2023	June 30, 2023
Raw materials	\$ 1,600,889	\$ 1,686,360	\$ 1,685,040
Supplies	157,671	120,210	149,061
Work in progress	1,205,709	1,101,612	1,042,457
Semi-finished goods	1,881,542	1,801,803	1,785,329
Finished goods	<u>2,592,747</u>	<u>2,252,995</u>	<u>2,416,172</u>
	<u>\$ 7,438,558</u>	<u>\$ 6,962,980</u>	<u>\$ 7,078,059</u>

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

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Cost of inventories sold	\$ 6,618,969	\$ 5,677,038	\$ 12,622,397	\$ 11,590,566
Write down of inventories (reversal of) loss	(36,768)	72,628	6,316	128,540
Unallocated manufacturing expense	<u>582,140</u>	<u>1,054,965</u>	<u>1,250,663</u>	<u>1,860,743</u>
	<u>\$ 7,164,341</u>	<u>\$ 6,804,631</u>	<u>\$ 13,879,376</u>	<u>\$ 13,579,849</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
			June 30, 2024	December 31, 2023	June 30, 2023	
The Company	Prosperity Dielectrics Co., Ltd. ("PDC")	Manufacturing, processing and selling of chip 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 of electric capacitors, thick film printed circuit board, multilayered dielectric filters, EMI filters	-	1.93	1.93	b and h
	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 Electronics (S) Pte. Ltd. ("WES")	Marketing service	100.00	-	-	g
GDL	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	g
	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	
	Walsin Electronics India Private Ltd. ("WEI")	Manufacturing and selling of electric capacitors and resistors, etc.	0.10	0.10	0.10	
WTHC-HK	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	

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Note
			June 30, 2024	December 31, 2023	June 30, 2023	
	Pan Overseas (Guangzhou) Electronic Co., Ltd. ("POE-GZ")	Manufacturing and selling of passive electronic components	100.00	100.00	100.00	
	Walsin Electronics India Private Ltd. ("WEI")	Manufacturing and selling of electric capacitors and resistors, etc.	99.90	99.90	99.90	
POE-BVI	PSA Japan Investment G.K.	Investment	40.00	-	-	i
	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 of film capacitors	70.00	70.00	70.00	
	Soshin Electric Co., Ltd.	Researching, developing, manufacturing and selling of electric capacitors, thick film printed circuit board, multilayered dielectric filters, EMI filters	92.59	48.15	48.15	b and h
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	d
	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	
INPAQ	PSA Japan Investment G.K.	Investment	9.00	-	-	i
	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	d
	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
	Inpaq Technology Japan 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	-	-	j
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.	PSA Japan Investment G.K.	Investment	12.00	-	-	i
	Inpaq Technology (Suzhou) Co., Ltd.	Manufacturing and selling of 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 Technology (Suzhou) Co., Ltd.	Holypaq (HK) Co., Limited	Investment holding	100.00	100.00	100.00	
	Hunan Frontier Electronics Co., Ltd.	Manufacturing and selling of transformer, coils and magnetic components	100.00	100.00	100.00	
	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	Taiwan Inpaq Electronic Co., Ltd.	Manufacturing, wholesaling and retailing of electronic components.	100.00	100.00	100.00	
	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
Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Manufacturing, selling of information and communication 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 information and communication 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 for the information.
- Note b: The financial statements have not been reviewed by independent auditors for the six months ended June 30, 2023 and 2024.
- Note c: GDL 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.
- Note g: GDL sold all of its shares in Walsin Electronics (S) Pte. Ltd. (“WES”) to the Company in the second quarter of 2024 and the transaction was a reorganization under common control.
- Note h: The Company sold all of its shares in Soshin Electric Co., Ltd. to Kamaya in the second quarter of 2024. The transaction was a reorganization under common control. Subsequently, Kamaya Electric Co., Ltd. launched a public tender offer for 42.51% of the shares of Soshin Electric Co., Ltd., resulting in the transfer of control to Kamaya Electric Co., Ltd.
- Note i: The Company established PSA Japan Investment G.K. in Japan, and together with its subsidiary, acquired a total of 61% ownership in the second quarter of 2024.
- Note j: Inpaq Technology Co., Ltd. established Inpaq Technology Japan Co., Ltd. in Japan in the second quarter of 2024.

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Non-current</u>			
Investments in equity instruments at fair value through other comprehensive income (FVTOCI)	\$ 8,585,659	\$ 6,830,173	\$ 6,583,816
Investments in debt instruments at FVTOCI	<u>457,802</u>	<u>444,268</u>	<u>445,441</u>
	<u>\$ 9,043,461</u>	<u>\$ 7,274,441</u>	<u>\$ 7,029,257</u>

a. Investments in equity instruments at FVTOCI

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Non-current</u>			
Domestic investments			
Listed shares			
Walton Advanced Engineering, Inc.	\$ 1,320,362	\$ 972,732	\$ 915,324
Giga-Byte Technology Co., Ltd.	2,624,246	2,284,940	2,091,665
Walsin Lihwa Corporation	2,137,957	2,327,662	2,469,190
TXC Corporation	882,050	-	-
Others	122,400	122,400	32,748
Unlisted shares			
Chin-Xin Investment Co., Ltd.	536,913	606,103	589,162
Hwa Bao Botanic Conservation Corp.	189,046	189,649	186,310
Others	39,312	39,312	32,746
Foreign investments			
Listed shares			
Sony Group Corporation	167,674	179,091	170,460
Japan Airport Terminal Co., Ltd.	-	-	8,384
Others	564,518	100,080	65,571
Unlisted shares			
Others	<u>1,181</u>	<u>8,204</u>	<u>20,256</u>
	<u>\$ 8,585,659</u>	<u>\$ 6,830,173</u>	<u>\$ 6,583,816</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

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Non-current</u>			
Foreign investments			
Listed corporate bonds - Commonwealth			
Bank of Australia	\$ 226,582	\$ 215,497	\$ 216,811
Others	<u>231,220</u>	<u>228,771</u>	<u>228,630</u>
	<u>\$ 457,802</u>	<u>\$ 444,268</u>	<u>\$ 445,441</u>

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

a. Investments in associated were as follows:

Investment in Associates	June 30, 2024	December 31, 2023	June 30, 2023
<u>Significant associates</u>			
HannStar Board Corp.	\$ 7,012,313	\$ 6,550,153	\$ 6,254,383
<u>Associates that are not individually material</u>			
Suzhou Walsin Color Trading Co., Ltd.	159,989	155,308	155,658
Tsai Yi Corporation	930,114	906,233	764,930
Falcon Automation Equipment Corporation	87,733	97,823	92,052
Chongqing Ruishuang Technology Co., Ltd.	50,855	49,472	50,260
Chongqing Xincheng Electronic Co., Ltd.	39,678	38,583	39,212
Chongqing Shuohong Investment Co., Ltd.	1,263,608	1,225,817	1,217,178
GHPW Enterprise Corporation (HK) Limited	220,155	214,362	213,640
Silitech Technology Corporation	747,819	729,828	730,870
Joyin Co., Ltd.	385,411	390,462	397,415
Matsuo Electric Co., Ltd. (Note)	150,738	158,702	164,199
Walsin New Energy Corporation	17,369	18,009	-
Others (Note)	12,106	14,567	11,757
	<u>\$ 11,077,888</u>	<u>\$ 10,549,319</u>	<u>\$ 10,091,554</u>

Note: The financial statements have not been reviewed by independent auditors for the six months ended June 30, 2024 and 2023.

b. Share of profit (loss) of associates for the three months and the six months ended June 30, 2024 and 2023 were summarized as follows:

	<u>For the Three Months Ended</u>		<u>For the Six Months Ended</u>	
	<u>June 30</u>	<u>June 30</u>	<u>June 30</u>	<u>June 30</u>
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
HannStar Board Corp.	\$ 184,638	\$ 162,256	\$ 291,480	\$ 284,805
Suzhou Walsin Color Trading Co., Ltd.	(1)	(179)	(31)	(186)
Tsai Yi Corporation	12,577	(5,844)	6,079	(12,994)
Falcon Automation Equipment Corporation	(2,557)	(6,874)	(10,090)	(10,465)
Chongqing Ruishuang Technology Co., Ltd.	17	(220)	(120)	(363)
Chongqing Xincheng Electronic Co., Ltd.	15	(172)	(92)	(283)
Chongqing Shuohong Investment Co., Ltd.	519	(2,776)	395	(4,111)
GHPW Enterprise Corporation (HK) Limited	(789)	(157)	(1,446)	(318)
Silitech Technology Corporation	5,971	8,843	10,917	4,935

(Continued)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Joyin Co., Ltd.	\$ (5,726)	\$ 3,583	\$ (10,118)	\$ (7,951)
Matsuo Electric Co., Ltd.	4,347	906	4,624	4,541
Walsin New Energy Corporation	(371)	-	(641)	-
Others	<u>(2,915)</u>	<u>663</u>	<u>(2,393)</u>	<u>149</u>
	<u>\$ 195,725</u>	<u>\$ 160,029</u>	<u>\$ 288,564</u>	<u>\$ 257,759</u>

(Concluded)

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

Name of Associate	June 30, 2024	December 31, 2023	June 30, 2023
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 Corporation (HK) Limited	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 8 “Information on Investees” and Table 9 “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:

Name of Associate	June 30, 2024	December 31, 2023	June 30, 2023
HannStar Board Corp.	<u>\$ 6,319,459</u>	<u>\$ 6,251,629</u>	<u>\$ 5,432,022</u>
Silitech Technology Corporation	<u>\$ 671,500</u>	<u>\$ 648,550</u>	<u>\$ 590,750</u>
Matsuo Electric Co., Ltd.	<u>\$ 97,125</u>	<u>\$ 106,133</u>	<u>\$ 140,036</u>

- e. Except for some of the investments in associates whose financial statements for the six months ended June 30, 2024 and 2023 have not been reviewed, 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	-	51,121	51,810	29,441	354,663	487,035
Disposals	-	(16,646)	(238,547)	(20,386)	(6,097)	(281,676)
Reclassified	-	219,259	1,195,681	46,899	(1,422,900)	38,939
Effect of foreign currency exchange differences	<u>(38,517)</u>	<u>(32,532)</u>	<u>200,852</u>	<u>35,255</u>	<u>(79)</u>	<u>164,979</u>
Balance at June 30, 2024	<u>\$ 2,638,370</u>	<u>\$ 15,480,085</u>	<u>\$ 44,039,878</u>	<u>\$ 4,588,012</u>	<u>\$ 1,981,182</u>	<u>\$ 68,727,527</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	-	(16,071)	(225,701)	(16,809)	-	(258,581)
Reclassified	-	6,011	(2,303)	307	-	4,015
Impairment losses reversed	-	-	(35,605)	-	-	(35,605)
Depreciation expense	-	364,947	1,837,696	162,943	-	2,365,586
Effect of foreign currency exchange differences	<u>(1,024)</u>	<u>(71,378)</u>	<u>196,095</u>	<u>33,147</u>	<u>-</u>	<u>156,840</u>
Balance at June 30, 2024	<u>\$ 12,104</u>	<u>\$ 7,993,872</u>	<u>\$ 34,659,758</u>	<u>\$ 3,795,983</u>	<u>\$ -</u>	<u>\$ 46,461,717</u>
Carrying amount at June 30, 2024	<u>\$ 2,626,266</u>	<u>\$ 7,486,213</u>	<u>\$ 9,380,120</u>	<u>\$ 792,029</u>	<u>\$ 1,981,182</u>	<u>\$ 22,265,810</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	-	65,073	35,802	11,414	416,625	528,914
Disposals	-	(10,330)	(147,439)	(35,821)	(569)	(194,159)
Reclassified	-	930,553	864,624	32,584	(1,798,090)	29,671
Effect of foreign currency exchange differences	<u>(55,066)</u>	<u>(279,694)</u>	<u>(679,222)</u>	<u>(84,732)</u>	<u>(27,851)</u>	<u>(1,126,565)</u>
Balance at June 30, 2023	<u>\$ 2,820,527</u>	<u>\$ 14,858,976</u>	<u>\$ 41,703,638</u>	<u>\$ 4,468,819</u>	<u>\$ 4,396,051</u>	<u>\$ 68,248,011</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	-	(10,324)	(117,631)	(31,298)	-	(159,253)
Reclassified	-	6,648	1,764	(194)	-	8,218
Impairment losses reversed	-	(3,005)	(12,022)	-	-	(15,027)
Depreciation expense	-	316,894	1,944,485	168,672	-	2,430,051
Effect of foreign currency exchange differences	<u>(8,989)</u>	<u>(170,380)</u>	<u>(514,747)</u>	<u>(71,536)</u>	<u>-</u>	<u>(765,652)</u>
Balance at June 30, 2023	<u>\$ 104,023</u>	<u>\$ 7,347,698</u>	<u>\$ 31,180,296</u>	<u>\$ 3,523,568</u>	<u>\$ -</u>	<u>\$ 42,155,585</u>
Carrying amount at June 30, 2023	<u>\$ 2,716,504</u>	<u>\$ 7,511,278</u>	<u>\$ 10,523,342</u>	<u>\$ 945,251</u>	<u>\$ 4,396,051</u>	<u>\$ 26,092,426</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 27 to the consolidated financial statements for property transactions with related parties.
- c. Refer to Note 28 to the consolidated financial statements for information on land and buildings pledged as collateral.

15. LEASE ARRANGEMENTS

- a. Right-of-use assets

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Carrying amount</u>			
Land	\$ 656,685	\$ 668,172	\$ 683,697
Buildings	222,354	247,301	215,919
Office equipment	1,535	1,119	1,368
Transportation equipment	22,131	24,500	18,364
Other equipment	<u>686</u>	<u>1,565</u>	<u>2,443</u>
	<u>\$ 903,391</u>	<u>\$ 942,657</u>	<u>\$ 921,791</u>
		For the Six Months Ended June 30	
		2024	2023
Additions to right-of-use assets		<u>\$ 39,616</u>	<u>\$ 40,244</u>
Depreciation charge for right-of-use assets			
Land		\$ 21,590	\$ 21,382
Buildings		45,804	45,107
Office equipment		267	346
Transportation equipment		6,090	6,327
Other equipment		<u>882</u>	<u>881</u>
		<u>\$ 74,633</u>	<u>\$ 74,043</u>

b. Lease liabilities

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Carrying amount</u>			
Current	\$ 146,397	\$ 155,493	\$ 139,344
Non-current	\$ 426,801	\$ 470,414	\$ 452,986

Ranges of discount rates for lease liabilities were as follows:

	June 30, 2024	December 31, 2023	June 30, 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

	<u>For the Three Months Ended June 30</u>		<u>For the Six Months Ended June 30</u>	
	2024	2023	2024	2023
Expenses relating to short-term leases	\$ 13,353	\$ 6,743	\$ 26,947	\$ 13,506
Expenses relating to low-value asset leases	\$ 273	\$ 292	\$ 495	\$ 697
Expenses relating to variable lease payments not included in the measurement of lease liabilities	\$ 244	\$ 389	\$ 484	\$ 958
Total cash outflow for leases	\$ (54,566)	\$ (51,229)	\$ (110,820)	\$ (97,415)

16. INVESTMENT PROPERTIES

	June 30, 2024	December 31, 2023	June 30, 2023
Cost	\$ 354,700	\$ 348,235	\$ 29,557
Accumulated depreciation	(20,190)	(11,183)	(6,661)
Accumulated impairment	(9,833)	(9,833)	(9,833)
	<u>\$ 324,677</u>	<u>\$ 327,219</u>	<u>\$ 13,063</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.

Because the market for comparable properties is inactive and alternative reliable measurements are not available, the Group's investment properties fair value is not available.

The Group's land revaluation increments as of June 30, 2024, December 31, 2023 and June 30, 2023 were all \$6,556 thousand.

17. INTANGIBLE ASSETS

	Patents and Trademark	Computer Software	Others	Total
<u>Cost</u>				
Balance at January 1, 2024	\$ 660,412	\$ 443,979	\$ 101,007	\$ 1,205,398
Additions	-	3,311	-	3,311
Reclassified	-	14,442	-	14,442
Effect of foreign currency exchange differences	-	(4,444)	208	(4,236)
Balance at June 30, 2024	<u>\$ 660,412</u>	<u>\$ 457,288</u>	<u>\$ 101,215</u>	<u>\$ 1,218,915</u>
<u>Accumulated amortization and impairment</u>				
Balance at January 1, 2024	\$ 261,648	\$ 338,818	\$ 26,972	\$ 627,438
Amortization expenses	38,734	26,876	3,632	69,242
Effect of foreign currency exchange differences	1,830	(4,094)	161	(2,103)
Balance at June 30, 2024	<u>\$ 302,212</u>	<u>\$ 361,600</u>	<u>\$ 30,765</u>	<u>\$ 694,577</u>
Carrying amount at June 30, 2024	<u>\$ 358,200</u>	<u>\$ 95,688</u>	<u>\$ 70,450</u>	<u>\$ 524,338</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	-	25,876	-	25,876
Reclassified	-	2,580	-	2,580
Effect of foreign currency exchange differences	-	(6,660)	(192)	(6,852)
Balance at June 30, 2023	<u>\$ 660,412</u>	<u>\$ 427,746</u>	<u>\$ 100,936</u>	<u>\$ 1,189,094</u>
<u>Accumulated amortization and impairment</u>				
Balance at January 1, 2023	\$ 180,520	\$ 282,676	\$ 19,804	\$ 483,000
Amortization expenses	40,563	29,548	3,627	73,738
Effect of foreign currency exchange differences	-	(5,201)	(126)	(5,327)
Balance at June 30, 2023	<u>\$ 221,083</u>	<u>\$ 307,023</u>	<u>\$ 23,305</u>	<u>\$ 551,411</u>
Carrying amount at June 30, 2023	<u>\$ 439,329</u>	<u>\$ 120,723</u>	<u>\$ 77,631</u>	<u>\$ 637,683</u>

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

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

18. BORROWINGS

a. Short-term borrowings

	June 30, 2024		December 31, 2023		June 30, 2023	
	Interest Rate	Amount	Interest Rate	Amount	Interest Rate	Amount
<u>Secured borrowings</u>						
Line of credit borrowings	-	\$ -	1.82%	\$ 35,000	1.65%-1.81%	\$ 785,000
<u>Unsecured borrowings</u>						
Line of credit borrowings	0%-2.99%	<u>11,399,720</u>	0%-2.99%	<u>8,553,119</u>	0%-1.88%	<u>8,125,631</u>
		<u>\$ 11,399,720</u>		<u>\$ 8,588,119</u>		<u>\$ 8,910,631</u>

Refer to Note 28 to the consolidated financial statements for Elecceram Technology Co., Ltd., a subsidiary of Inpaq Technology Co., Ltd., pledged its own land as a guarantee.

Refer to Note 28 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

	June 30, 2024	December 31, 2023	June 30, 2023
Cathay Bank			
Unsecured loan; loan period is from April 30, 2024 to August 26, 2025. The principal is repayable in full upon maturity	\$ 180,000	\$ 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 May 9, 2024 to April 15, 2027. The principal is repayable on July 15, 2026.	1,000,000	-	-
Taishin Bank			
Unsecured loan; loan period is from May 9, 2024 to March 31, 2027. The principal is repayable in full upon maturity.	1,000,000	-	-

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
Far Eastern Bank			
Unsecured loan; loan period is from May 9, 2024 to May 7, 2027. The principal is repayable on May 9, 2026.	\$ 1,200,000	\$ -	\$ -
Unsecured loan; loan period is from June 24, 2024 to September 30, 2025. The principal is repayable in full upon maturity	500,000	-	-
First Bank			
Unsecured loan; loan period is from May 9, 2024 to May 9, 2027. The principal is repayable in full upon maturity	1,600,000	-	-
Unsecured loan; loan period is from June 21, 2024 to June 21, 2027. The principal is repayable in full upon maturity	400,000	-	-
Bank of Taiwan			
Unsecured loan; loan period is from March 18, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	12,264	20,439	28,615
Unsecured loan; loan period is from April 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	16,292	27,153	38,015
Unsecured loan; loan period is from May 7, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	16,620	27,700	38,780
Unsecured loan; loan period is from July 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	6,559	10,931	15,304
Unsecured loan; loan period is from July 20, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	1,980	3,300	4,620
Unsecured loan; loan period is from August 10, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	23,051	38,419	53,786
Unsecured loan; loan period is from September 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	25,736	42,894	60,051
Unsecured loan; loan period is from October 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	24,896	41,494	58,091
Unsecured loan; loan period is from November 9, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	25,185	41,975	58,765
Unsecured loan; loan period is from December 9, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	21,697	36,162	50,627
			(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
Unsecured loan; loan period is from January 8, 2021 to March 18, 2025. The principal is repayable on April 15, 2023.	\$ 13,219	\$ 22,032	\$ 30,845
Chang Hwa Bank			
Unsecured loan; loan period is from September 13, 2021 to April 15, 2025. The principal is repayable on May 15, 2023.	75,000	120,000	165,000
Unsecured loan; loan period is from November 12, 2021 to April 15, 2025. The principal is repayable on May 15, 2023.	118,750	190,000	261,250
Unsecured loan; loan period is from December 30, 2021 to April 15, 2025. The principal is repayable on May 15, 2023.	97,917	156,667	215,417
First Bank			
Unsecured loan; loan period is from April 9, 2021 to March 15, 2026. The principal is repayable on April 15, 2024.	51,205	58,520	58,520
Unsecured loan; loan period is from May 10, 2021 to March 15, 2026. The principal is repayable on April 15, 2024.	44,774	51,170	51,170
Unsecured loan; loan period is from August 12, 2021 to March 15, 2026. The principal is repayable on April 15, 2024.	156,730	179,120	179,120
Unsecured loan; loan period is from August 26, 2021 to March 15, 2026. The principal is repayable on April 15, 2024.	262,500	300,000	300,000
Unsecured loan; loan period is from August 27, 2021 to March 15, 2026. The principal is repayable on April 15, 2024.	323,750	370,000	370,000
Unsecured loan; loan period is from September 22, 2021 to March 15, 2026. The principal is repayable on April 15, 2024.	36,041	41,190	41,190
E.SUN Bank			
Unsecured loan; loan period is from April 8, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	225,000	375,000	525,000
Unsecured loan; loan period is from April 20, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	150,000	250,000	350,000
First Bank			
Unsecured loan; loan period is from April 30, 2020 to April 15, 2025. The principal is repayable on May 15, 2023.	141,666	226,667	311,667
Unsecured loan; loan period is from May 8, 2020 to April 15, 2025. The principal is repayable on May 15, 2023.	66,667	106,667	146,667

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
Unsecured loan; loan period is from November 30, 2021 to November 15, 2026. The principal is repayable on 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.	4,167	6,667	9,167
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.	217,285	257,498	328,692
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.	150,893	163,664	161,124
Unsecured loan; loan period is from January 10, 2023 to December 16, 2025. The principal is repayable in full upon maturity.	120,714	130,931	128,899
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.	402,380	436,437	429,663
Sumitomo Mitsui Banking Corporation Yamato Branch			
Unsecured loan; loan period is from November 15, 2022 to November 15, 2025. Repayment of principal will be made in 6 equal monthly payments.	446,642	571,732	648,792
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.	301,785	327,327	322,247
Citibank Tokyo Branch			
Unsecured loan; loan period is from June 24, 2024 to June 24, 2026. The principal is repayable in full upon maturity.	110,655	-	-
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.	20,801	45,715	70,568

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
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.	\$ 20,801	\$ 45,715	\$ 70,568
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.	49,927	99,731	149,412
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.	24,964	49,865	74,706
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.	39,892	59,765	79,588
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.	49,866	74,706	99,486
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.	29,919	44,824	59,691
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.	31,608	55,245	78,824
E.SUN Bank			
Unsecured loan; loan period is from March 16, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	179,970	304,954	429,954
Chang Hwa Bank			
Unsecured loan; loan period is from August 24, 2020 to August 15, 2027. The principal is repayable on September 15, 2023.	451,869	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.	339,546	347,951	347,951

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
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	-
Unsecured loan; loan period is from June 13, 2024 to June 13, 2029. The principal is repayable on June 13, 2026.	200,000	-	-
Unsecured loan; loan period is from May 2, 2024 to May 2, 2029. The principal is repayable on May 2, 2025.	35,000	-	-
Far Eastern Bank			
Unsecured loan; loan period is from September 30, 2022 to September 30, 2025. As of June 30, 2024, the principal is repayable in full upon maturity.	-	180,000	262,000
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 June 30, 2024, the principal has been repaid in full in advance.	-	860,000	-
Citibank Tokyo Branch			
Unsecured loan; loan period is from June 22, 2022 to June 22, 2024. As of June 30, 2024, the principal has been repaid in full in advance.	-	120,020	118,157
UOB BERHAD			
Unsecured loan; loan period is from April 16, 2021 to April 16, 2024. As of June 30, 2024, the principal has been repaid in full in advance.	-	26,901	66,128
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	112,342	132,758	141,433
Cathay Bank			
Unsecured loan; loan period is from December 27, 2022 to August 26, 2025. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	180,000

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
KGI Bank			
Unsecured loan; loan period is from March 23, 2023 to August 25, 2024. As of December 31, 2023, the principal has been repaid in full in advance.	\$ -	\$ -	\$ 1,202,000
Unsecured loan; loan period is from June 30, 2023 to August 25, 2024. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	270,000
Bank of Taiwan			
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
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
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.	-	-	250,000

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
Far Eastern Bank			
Unsecured loan; loan period is from December 30, 2021 to March 8, 2024. As of December 31, 2023, 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.	-	-	400,000
Add: Deferred revenue due within one year	543	-	-
Less: Current portion	<u>(2,696,484)</u>	<u>(2,987,531)</u>	<u>(4,565,568)</u>
Long-term borrowings total	<u>\$ 13,137,644</u>	<u>\$ 9,472,164</u>	<u>\$ 8,837,371</u>

(Continued)

The annual effective interest rate intervals of the above-mentioned borrowings for six months ended June 30 2024, the year ended December 31, 2023 and six months ended June 30, 2023 were 0.83%-2.22%, 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 June 30, 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 28 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 Inpaq Technology (Suzhou) 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

	June 30, 2024	December 31, 2023	June 30, 2023
Unsecured domestic convertible bonds	\$ 668,985	\$ 5,441,187	\$ 4,746,830
Less: Current portion	<u>-</u>	<u>(4,778,445)</u>	<u>(4,746,830)</u>
	<u>\$ 668,985</u>	<u>\$ 662,742</u>	<u>\$ -</u>

On April 29, 2020, the Company issued the first four-year unsecured convertible bonds in Taiwan, with a total amount \$4,800,000 thousand, face value of \$100 thousand and 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 \$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 price on December 31, 2023 was \$210.2 per share. The conversion price on June 30, 2023 was \$215.6 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 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).

The Company 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.

- 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%	194,227
Convertible bonds converted into ordinary shares	<u>(957)</u>
Liability components at June 30, 2023	4,746,830
Interest charged at an effective interest rate of 1.318%	<u>31,615</u>
Liability components at December 31, 2023	4,778,445
Interest charged at an effective interest rate of 1.318%	20,555
Convertible bonds converted into ordinary shares	(100)
Redeem the bonds upon maturity	<u>(4,798,900)</u>
Liability components at June 30, 2024	<u>\$ _____</u>

On December 14, 2023, INPAQ of the Group issued the third three-year unsecured convertible bonds in Taiwan, with a total amount \$700,000 thousand, face value of \$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 \$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 June 30, 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. 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 June 30, 2023	662,742
Interest charged at an effective interest rate of 1.88%	<u>6,243</u>
Liability components at June 30, 2024	<u>\$ 668,985</u>

20. EQUITY

- a. Share capital

	June 30, 2024	December 31, 2023	June 30, 2023
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>485,805</u>	<u>485,804</u>	<u>485,804</u>
Shares issued	<u>\$ 4,858,048</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

	June 30, 2024	December 31, 2023	June 30, 2023
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Issuance of ordinary shares	\$ 946,291	\$ 692,809	\$ 692,809
Conversion of bonds	1,428,808	1,428,808	1,428,808
The difference between consideration received or paid and the carrying amount of subsidiaries' net assets during actual acquisition	71,320	-	-
Treasury share transactions	574,608	574,608	574,608
<u>May be used to offset a deficit only</u>			
Share of changes in capital surplus of associates	181,653	166,745	169,281
Changes in percentage of ownership interest in subsidiaries (2)	-	-	2,579
Others	55	55	55
<u>Not for other usage</u>			
Share warrants	<u>-</u>	<u>253,387</u>	<u>253,387</u>
	<u>\$ 3,202,735</u>	<u>\$ 3,116,412</u>	<u>\$ 3,121,527</u>

- 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.

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 that were resolved by the shareholders in their meetings on June 13, 2024 and June 20, 2023, respectively, were as follows:

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

d. Special reserve

	June 30, 2024	December 31, 2023	June 30, 2023
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 June 30, 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

	For the Six Months Ended	
	June 30	
	2024	2023
Balance at January 1	\$ (1,678,514)	\$ (1,191,536)
Exchange differences arising on translation of the financial statements of foreign operations	1,079,351	(424,551)
Share from associates accounted for using the equity method	<u>288,266</u>	<u>(113,030)</u>
Balance at June 30	<u>\$ (310,897)</u>	<u>\$ (1,729,117)</u>

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

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ 5,163,892	\$ 3,503,533
Unrealized gain on investments in equity instruments at FVTOCI	(5,443)	(742)
Unrealized loss on investments in debt instruments at FVTOCI	352,178	1,103,955
Share of other comprehensive (loss) income from associates accounted for using the equity method	(26,926)	254,218
Cumulative unrealized loss of equity instruments transferred to retained earnings due to disposal	<u>(25,355)</u>	<u>(21,990)</u>
Balance at June 30	<u>\$ 5,458,346</u>	<u>\$ 4,838,974</u>

f. Non-controlling interests

	For the Six Months Ended June 30	
	2024	2023
Balance at January 1	\$ 10,036,131	\$ 9,303,110
Share in profit for the period	491,416	347,003
Other comprehensive income (loss) during the period		
Exchange differences on translation the financial statements of foreign operations	124,084	(145,274)
Share of the other comprehensive loss of associates accounted for using the equity method - exchange differences on translating the financial statements of foreign operations	(274)	(4,810)
Unrealized gain on financial assets at FVTOCI	63,083	130,477
Share of the other comprehensive income of associates accounted for using the equity method - unrealized gain (loss) on financial assets at FVTOCI	(3,186)	4,521
Buy-back of subsidiary's ordinary shares by the subsidiaries	-	(4)
Acquisition of non-controlling interests in subsidiaries	471,865	-
Adjustment of non-controlling interests due to increases in ownership interests of a subsidiary	(829,432)	(69)
Transfer of treasury shares of subsidiaries to employees	-	(98)
Cash dividends distributed by the subsidiaries	(3,593)	(3,990)
Cash dividends payable by the subsidiaries	<u>(311,772)</u>	<u>(274,340)</u>
Balance at June 30	<u>\$ 10,038,322</u>	<u>\$ 9,356,526</u>

g. Treasury shares

Treasury share transactions were summarized as follows:

Unit: Shares				
For the Six Months Ended June 30, 2024				
Purpose of Acquisition	Treasury Shares Held as of January 1, 2024	Increase During the Year	Decrease During the Year	Treasury Shares Held as of June 30, 2024
Treasury shares granted to employees	<u>1,000,000</u>	<u> -</u>	<u> -</u>	<u>1,000,000</u>
For the Six Months Ended June 30, 2023				
Purpose of Acquisition	Treasury Shares Held as of January 1, 2023	Increase During the Year	Decrease During the Year	Treasury Shares Held as of June 30, 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 June 30					
	2024			2023		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Short-term employee benefits	<u>\$ 1,372,108</u>	<u>\$ 566,026</u>	<u>\$ 1,938,134</u>	<u>\$ 1,342,044</u>	<u>\$ 529,726</u>	<u>\$ 1,871,770</u>
Post-employment benefits	<u>\$ 46,969</u>	<u>\$ 19,196</u>	<u>\$ 66,165</u>	<u>\$ 40,440</u>	<u>\$ 21,664</u>	<u>\$ 62,104</u>
Depreciation	<u>\$ 1,129,218</u>	<u>\$ 73,339</u>	<u>\$ 1,202,557</u>	<u>\$ 1,166,829</u>	<u>\$ 66,557</u>	<u>\$ 1,233,386</u>
Amortization	<u>\$ 3,542</u>	<u>\$ 31,872</u>	<u>\$ 35,414</u>	<u>\$ 2,688</u>	<u>\$ 35,859</u>	<u>\$ 38,547</u>
For the Six Months Ended June 30						
	2024			2023		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Short-term employee benefits	<u>\$ 2,624,608</u>	<u>\$ 1,033,584</u>	<u>\$ 3,658,192</u>	<u>\$ 2,297,012</u>	<u>\$ 964,580</u>	<u>\$ 3,261,592</u>
Post-employment benefits	<u>\$ 88,593</u>	<u>\$ 38,470</u>	<u>\$ 127,063</u>	<u>\$ 78,508</u>	<u>\$ 45,683</u>	<u>\$ 124,191</u>
Depreciation	<u>\$ 2,295,668</u>	<u>\$ 152,779</u>	<u>\$ 2,448,447</u>	<u>\$ 2,362,726</u>	<u>\$ 141,730</u>	<u>\$ 2,504,456</u>
Amortization	<u>\$ 6,409</u>	<u>\$ 66,725</u>	<u>\$ 73,134</u>	<u>\$ 5,322</u>	<u>\$ 71,753</u>	<u>\$ 77,075</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 June 30, 2024 and 2023; and for the six months ended June 30, 2024 and 2023 which was approved by the Company's board of directors were as follows:

Accrual rate

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Employees' compensation	2.25%	2.25%	2.25%	2.25%
Remuneration of directors	1.0%	0.90%	1.0%	0.90%

Amounts

	Cash For the Three Months Ended June 30		Cash For the Six Months Ended June 30	
	2024	2023	2024	2023
Employees' compensation	<u>\$ 25,643</u>	<u>\$ 20,089</u>	<u>\$ 42,775</u>	<u>\$ 26,913</u>
Remuneration of directors	<u>\$ 11,397</u>	<u>\$ 8,035</u>	<u>\$ 19,011</u>	<u>\$ 10,765</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 were approved by the Company's board of directors on February 23, 2024 and February 23, 2023, respectively, were as follows:

	Cash For the Year Ended December 31	
	2023	2022

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 June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Current tax				
In respect of the current period	\$ 261,803	\$ 157,025	\$ 579,756	\$ 185,491
Income tax on unappropriated earnings	60,827	38,366	60,827	38,366
Adjustments for prior periods	(42,599)	(91,882)	(42,607)	(90,150)
Earnings repatriation from subsidiaries	3,393	-	238,965	-
Others	744	-	744	-
	<u>284,168</u>	<u>103,509</u>	<u>837,685</u>	<u>133,707</u>
Deferred tax				
In respect of the current period	<u>(28,261)</u>	<u>(7,375)</u>	<u>(28,903)</u>	<u>8,192</u>
Income tax expense recognized in profit or loss	<u>\$ 255,907</u>	<u>\$ 96,134</u>	<u>\$ 808,782</u>	<u>\$ 141,899</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 2020 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.

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 June 30, 2024, country that enforced the Pillar Two income tax legislation have no material-related current tax exposure to the Group. 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:

	For the Three Months Ended June 30, 2024		
	Amount (In Thousands) After Income Tax (Attributable to Owners of the Company)	Number of Shares (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Owners of the Company)
Basic earnings per share			
From continuing operations	\$ 999,897	484,805	<u>\$ 2.06</u>
Compensation of employees	-	363	
Interest on convertible bonds (after tax)	<u>3,874</u>	<u>7,527</u>	
Diluted earnings per share - ordinary shares	<u>\$ 1,003,771</u>	<u>492,695</u>	<u>\$ 2.04</u>
	For the Six Months Ended June 30, 2024		
	Amount (In Thousands) After Income Tax (Attributable to Owners of the Company)	Number of Shares (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Owners of the Company)
Basic earnings per share			
From continuing operations	\$ 1,617,355	484,804	<u>\$ 3.34</u>
Compensation of employees	-	487	
Interest on convertible bonds (after tax)	<u>16,444</u>	<u>15,053</u>	
Diluted earnings per share - ordinary shares	<u>\$ 1,633,799</u>	<u>500,344</u>	<u>\$ 3.27</u>
	For the Three Months Ended June 30, 2023		
	Amount (In Thousands) After Income Tax (Attributable to Owners of the Company)	Number of Shares (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Owners of the Company)
Basic earnings per share			
From continuing operations	\$ 841,798	484,804	<u>\$ 1.74</u>
Compensation of employees	-	282	
Interest on convertible bonds (after tax)	<u>12,446</u>	<u>22,259</u>	
Diluted earnings per share - ordinary shares	<u>\$ 854,244</u>	<u>507,345</u>	<u>\$ 1.68</u>

	For the Six Months Ended June 30, 2023		
	Amount (In Thousands)		Earnings Per Share (In Dollars)
	After Income Tax (Attributable to Owners of the Company)	Number of Shares (In Thousands)	After Income Tax (Attributable to Owners of the Company)
Basic earnings per share			
From continuing operations	\$ 1,117,523	484,804	<u>\$ 2.31</u>
Compensation of employees	-	399	
Interest on convertible bonds (after tax)	<u>24,716</u>	<u>22,259</u>	
Diluted earnings per share - ordinary shares	<u>\$ 1,142,239</u>	<u>507,462</u>	<u>\$ 2.25</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. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

Kamaya Electric Co., Ltd. acquired 42.51% of Soshin Electric Co., Ltd. through a public acquisition in May 2013, increasing its shareholding from 48.15% to 90.66% (including 1.93% acquired through organizational restructuring, refer to Note 8 in Note 11, with a holding of 92.59% as of June 30, 2014).

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

	Soshin Technology Co.
Paid received	\$ (702,140)
The proportionate share of the carrying amount of the net assets of the subsidiary transferred to non-controlling interests	829,432
Foreign exchange losses	<u>(55,972)</u>
Differences recognized from equity transactions	<u>\$ 71,320</u>
<u>Line items adjusted for equity transactions</u>	
Capital surplus - difference between consideration received and the carrying amount of the subsidiaries' share during actual disposal or acquisition	<u>\$ 71,320</u>

25. 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.

26. 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 June 30, 2024, December 31, 2023 and June 30, 2023.

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

1) Fair value hierarchy

June 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares	\$ 303,348	\$ -	\$ -	\$ 303,348
Foreign listed shares	215,624	-	-	215,624
Fund beneficiary certificates	611,542	-	-	611,542
Structured notes	-	209,097	-	209,097
Limited partnership	-	-	25,000	25,000
	<u>\$ 1,130,514</u>	<u>\$ 209,097</u>	<u>\$ 25,000</u>	<u>\$ 1,364,611</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	\$ 7,087,015	\$ -	\$ -	\$ 7,087,015
Domestic unlisted shares	-	536,913	228,358	765,271
Foreign listed shares	732,192	-	-	732,192
Foreign unlisted shares	-	-	1,181	1,181
Investments in debt instruments				
Foreign debt securities	<u>457,802</u>	<u>-</u>	<u>-</u>	<u>457,802</u>
	<u>\$ 8,277,009</u>	<u>\$ 536,913</u>	<u>\$ 229,539</u>	<u>\$ 9,043,461</u>
Financial liability at FVTPL				
Redemption and put options of domestic convertible bonds	<u>\$ -</u>	<u>\$ 1,044</u>	<u>\$ -</u>	<u>\$ 1,044</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>
Financial assets at FVTOCI				
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>

June 30, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares	\$ 209,060	\$ -	\$ -	\$ 209,060
Foreign listed shares	70,944	-	-	70,944
Fund beneficiary certificates	120,002	-	-	120,002
Structured notes	-	147,303	-	147,303
	<u>\$ 400,006</u>	<u>\$ 147,303</u>	<u>\$ -</u>	<u>\$ 547,309</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	\$ 5,508,927	\$ -	\$ -	\$ 5,508,927
Domestic unlisted shares	-	589,472	218,746	808,218
Foreign listed shares	246,415	-	-	246,415
Foreign unlisted shares	-	-	20,256	20,256
Investments in debt instruments				
Foreign debt securities	<u>445,441</u>	<u>-</u>	<u>-</u>	<u>445,441</u>
	<u>\$ 6,200,783</u>	<u>\$ 589,472</u>	<u>\$ 239,002</u>	<u>\$ 7,029,257</u>

There were no transfers between Levels 1 and 2 for six months ended June 30, 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 were determined using the market approach or asset-based approach. The significant unobservable inputs are the liquidity discount of the multiplier of the price-book ratio and the value of net assets. An increase in the price-book ratio would result in an increase in the fair value. An increase in the liquidity discount would result in a decrease in the fair value.

c. Categories of financial instruments

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets</u>			
Financial assets at amortized cost			
Cash and cash equivalents	\$ 9,728,560	\$ 6,621,395	\$ 9,450,059
Financial assets at amortized cost (current and non-current)	24,136,017	23,805,468	20,268,421
Notes receivable from unrelated parties	885,743	949,140	897,189
Trade receivables from unrelated parties	9,668,281	8,741,151	8,476,707
Trade receivables from related parties	66,325	50,872	71,025
Finance lease receivables (current and non-current)	34,442	39,378	41,383
Other receivables from unrelated parties	754,964	624,538	619,407
Other receivables from related parties	26,475	14,264	32,659
Guarantee deposits paid	102,382	106,265	114,318
Financial assets at FVTPL (current and non-current)	1,364,611	1,101,219	547,309
Financial assets at FVTOCI - non-current	9,043,461	7,274,441	7,029,257
<u>Financial liabilities</u>			
Financial liabilities at amortized cost			
Short-term borrowings	11,399,720	8,588,119	8,910,631
Notes payable to unrelated parties	118,570	229,387	153,074
Trade payables to unrelated parties	4,167,219	3,491,374	3,646,453
Trade payables to related parties	31,895	30,081	19,990

(Continued)

	June 30, 2024	December 31, 2023	June 30, 2023
Payables for equipment	\$ 518,310	\$ 716,882	\$ 989,923
Other payables	4,812,162	3,346,954	4,665,185
Current portion of long-term borrowings and bonds payable	2,696,484	7,765,976	9,312,398
Bonds payable	668,985	662,742	-
Long-term borrowings	13,137,644	9,472,164	8,837,371
Long-term payables	17,214	16,833	16,851
Guarantee deposits received	201,211	178,098	162,325
Financial liabilities at FVTPL - non-current	1,044	2,374	-
			(Concluded)

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 the 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 items at the end of the reporting period.

	<u>USD Impact</u>		<u>JPY Impact</u>		<u>RMB Impact</u>	
	<u>For the Six Months Ended June 30</u>		<u>For the Six Months Ended June 30</u>		<u>For the Six Months Ended June 30</u>	
	2024	2023	2024	2023	2024	2023
Comprehensive income (loss)	\$ 180,605	\$ 144,389	\$ 2,329	\$ (2,882)	\$ 19,444	\$ 7,320

b) Interest rate risk

Interest rate risk refers to the risk that the changes in 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 sheets date and all other variables held constant, the Group's profit before income tax for the six months ended June 30, 2024 and 2023 would have decreased or increased approximately by \$133,668 thousand and \$111,157 thousand, respectively.

2) Credit risk

Credit risk refers to the risk that 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 were 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

June 30, 2024

	On Demand or Less than 1 Year	1 Year or More	Total
<u>Non-derivative financial liabilities</u>			
Variable interest rate liabilities	\$ 14,096,204	\$ 13,137,644	\$ 27,233,848
Fixed interest rate liabilities	-	668,985	668,985
Lease liabilities	<u>146,397</u>	<u>426,801</u>	<u>573,198</u>
	<u>\$ 14,242,601</u>	<u>\$ 14,233,430</u>	<u>\$ 28,476,031</u>

December 31, 2023

	On Demand or Less than 1 Year	1 Year or More	Total
<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>

June 30, 2023

	On Demand or Less than 1 Year	1 Year or More	Total
<u>Non-derivative financial liabilities</u>			
Variable interest rate liabilities	\$ 13,476,199	\$ 8,837,371	\$ 22,313,570
Lease liabilities	<u>139,344</u>	<u>452,986</u>	<u>592,330</u>
	<u>\$ 13,615,543</u>	<u>\$ 9,290,357</u>	<u>\$ 22,905,900</u>

27. 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 the Company using the equity method
CMK Global Brands Manufacture Ltd.	Associate
ELNA Printed Circuits Co., Ltd.	Associate
GBM Electronics (M) SDN. BHD.	Associate
Inpaq Korea Co., Ltd.	Associate
Inpaq Europe GmbH	Associate
Joyin Co., Ltd.	Associate
VVG Inc.	Associate
Kunshan Yuansong Electronics Technology Co., Ltd.	Associate
DongGuan Joyin Electronics Co., Ltd.	Associate
DongGuan Yujia Electronics Technology Co., Ltd.	Associate
Matsuo Electric Co., Ltd.	Associate
Tsai Yi Corporation	Associate
Chongqing Songjia Property Co., Ltd.	Associate
Falcon Automation Equipment Corporation	Associate
Silitech Technology Corporation	Associate

(Continued)

<u>Related Party Name</u>	<u>Related Party Category</u>
Global Brands Manufacture Ltd.	Associate
Global Brands Manufacture (Dongguan) Ltd.	Associate
HannStar Board Corporation	Associate
Suzhou Walsin Color Trading Co., Ltd.	Associate
Callisto Holding Limited	Other related party
Kamaya Life Co., Ltd.	Other related party
Info-Tek Corporation	Other related party
Walsin Technology Charitable Group	Other related party
PSA Charitable Foundation	Other related party
PSA VVG Culture and Arts Foundation	Other related party
Walton Advanced Engineering Inc.	Other related party
Career Technology (Mfg.) Co., Ltd.	Other related party
Info-Tek Electronics (Suzhou) Co., Ltd.	Other related party
Phoenix Innovation Venture Capital Co., Ltd.	Other related party
Info-Tek Electronics (Suzhou) Co., Ltd Wuhu Branch	Other related party
Cheng Cheng Enterprise Co., Ltd.	Other related party
Theaceae Conservation Corporation	Other related party

(Concluded)

b. Details of transactions

1) Sales of goods

	<u>For the Three Months Ended</u> <u>June 30</u>		<u>For the Six Months Ended</u> <u>June 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Associates	\$ 49,351	\$ 46,900	\$ 88,400	\$ 85,744
Other related parties	<u>3,592</u>	<u>2,351</u>	<u>6,188</u>	<u>4,902</u>
	<u>\$ 52,943</u>	<u>\$ 49,251</u>	<u>\$ 94,588</u>	<u>\$ 90,646</u>

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

2) Purchases of goods

	<u>For the Three Months Ended</u> <u>June 30</u>		<u>For the Six Months Ended</u> <u>June 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Associates	<u>\$ 58,802</u>	<u>\$ 39,381</u>	<u>\$ 105,778</u>	<u>\$ 88,826</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:

	Trade Receivables from Related Parties		
	June 30, 2024	December 31, 2023	June 30, 2023
Associates	\$ 60,661	\$ 46,629	\$ 66,577
Other related parties	<u>5,664</u>	<u>4,243</u>	<u>4,448</u>
	<u>\$ 66,325</u>	<u>\$ 50,872</u>	<u>\$ 71,025</u>
	Other Receivables from Related Parties		
	June 30, 2024	December 31, 2023	June 30, 2023
Investor accounted for the Company using the equity method	\$ 12,089	\$ -	\$ 19,781
Associates	10,040	9,990	8,642
Other related parties	<u>4,346</u>	<u>4,274</u>	<u>4,236</u>
	<u>\$ 26,475</u>	<u>\$ 14,264</u>	<u>\$ 32,659</u>
	Trade Payables to Related Parties		
	June 30, 2024	December 31, 2023	June 30, 2023
Associates	<u>\$ 31,895</u>	<u>\$ 30,081</u>	<u>\$ 19,990</u>
	Payables for Equipment and Other Payables		
	June 30, 2024	December 31, 2023	June 30, 2023
Investor accounted for the Company using the equity method	\$ 14,975	\$ 11,410	\$ 13,335
Associates	24,993	30,248	43,601
Other related parties	<u>1,762</u>	<u>1,130</u>	<u>1,427</u>
	<u>\$ 41,730</u>	<u>\$ 42,788</u>	<u>\$ 58,363</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 by 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 six months ended June 30, 2024 and 2023.

4) Acquisition of property, plant and equipment

		Purchase Price	
		For the Three Months Ended	
		March 31	
Related Party Category	Item	2024	2023
Associate	Machinery and equipment	\$ 510	\$ -
Walton Advanced Engineering Inc.	Buildings	-	21,042
		<u>\$ 510</u>	<u>\$ 21,042</u>

		Purchase Price	
		For the Six Months Ended	
		June 30	
Related Party Category	Item	2024	2023
Associate	Machinery and equipment	\$ 510	\$ -
Walton Advanced Engineering Inc.	Buildings	-	21,042
		<u>\$ 510</u>	<u>\$ 21,042</u>

Purchase prices of buildings were based on valuation report by professionals.

Purchase prices of equipment were based on their carrying amounts and the market price.

5) Lease arrangements

Item	Related Party Category	June 30, 2024	December 31, 2023	June 30, 2023
Lease liabilities	Investor accounted for the Company using the equity method	\$ 75,399	\$ 91,929	\$ 108,241
	Other related parties	-	-	450
		<u>\$ 75,399</u>	<u>\$ 91,929</u>	<u>\$ 108,691</u>

		For the Three Months Ended	
		June 30	
Related Party Category		2024	2023
<u>Interest expense</u>			
Investor accounted for the Company using the equity method		\$ 247	\$ 341
Other related parties		-	2
		<u>\$ 247</u>	<u>\$ 343</u>

(Continued)

Related Party Category	For the Three Months Ended June 30	
	2024	2023
<u>Rental expense</u>		
Investor accounted for the Company using the equity method	\$ 149	\$ 155
Other related parties	<u>1,502</u>	<u>665</u>
	<u>\$ 1,651</u>	<u>\$ 820</u>
		(Concluded)

Related Party Category	For the Six Months Ended June 30	
	2024	2023
<u>Interest expense</u>		
Investor accounted for the Company using the equity method	\$ 514	\$ 707
Other related parties	<u>-</u>	<u>8</u>
	<u>\$ 514</u>	<u>\$ 715</u>

<u>Rental expense</u>		
Investor accounted for the Company using the equity method	\$ 302	\$ 307
Others related parties	<u>3,001</u>	<u>1,665</u>
	<u>\$ 3,303</u>	<u>\$ 1,972</u>

6) Acquisition of shares

Assets leased under operating leases Kamaya Electric (M) Sdn. Bhd. leases out residential and commercial properties (accounted for as investment properties) to its affiliated company GBM Electronics (M) SDN. BHD. under an operating lease. The lease term is 3 years, with rent based on the rental levels of similar assets, and fixed lease payments collected monthly according to the lease agreement. As of June 30, 2024, the receivable operating lease amount is \$4,492 thousand units. The total future lease payments to be collected amount to \$58,536 thousand units. Lease income recognized for the three months ended June 30, 2024, and for six months ended June 30, 2024, are \$5,993 thousand units and \$11,819 thousand units, respectively.

For the six months ended June 30, 2023

Related Party Category	Financial Statement Account	Number of Shares Acquired	Proportion of Voting Rights	Acquisition Target	Acquisition Price
Hwa Bao Botanic Conservation Corp.	Investments in equity instruments at FVTOCI	10,000,000	Subscription in proportion to original shareholding	Issuance of ordinary shares in cash	\$ 100,000

7) Dividends income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Investor accounted for the Company using the equity method	\$ 66,247	\$ 108,403	\$ 66,247	\$ 108,403
Other related parties	<u>-</u>	<u>-</u>	<u>2,020</u>	<u>1,626</u>
	<u>\$ 66,247</u>	<u>\$ 108,403</u>	<u>\$ 68,267</u>	<u>\$ 110,029</u>

c. Remuneration of key management personnel

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2024	2023	2024	2023
Short-term employee benefits	\$ 5,474	\$ 9,133	\$ 62,363	\$ 47,806
Post-employment benefits	<u>81</u>	<u>81</u>	<u>162</u>	<u>162</u>
	<u>\$ 5,555</u>	<u>\$ 9,214</u>	<u>\$ 62,525</u>	<u>\$ 47,968</u>

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

28. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

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

	June 30, 2024	December 31, 2023	June 30, 2023
Pledged time deposits (accounted as financial assets at amortized cost)	\$ 58,189	\$ 57,472	\$ 825,801
Pledged time deposits (accounted as guarantee deposits paid)	29,364	29,129	28,994
Land and buildings	<u>1,148,490</u>	<u>1,169,058</u>	<u>414,757</u>
	<u>\$ 1,236,043</u>	<u>\$ 1,255,659</u>	<u>\$ 1,269,552</u>

29. 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:

	June 30	
	2024	2023
Acquisition of property, plant and equipment	<u>\$ 553,645</u>	<u>\$ 1,177,712</u>

b. Contingencies

As of June 30, 2024, December 31, 2023 and June 30, 2023, the Group's outstanding letters of credit were summarized as follows:

	Unit: Thousand Dollars					
	June 30, 2024		December 31, 2023		June 30, 2023	
JPY	JPY	395,040	JPY	1,030,284	JPY	1,832,009
EUR	EUR	118	EUR	118	EUR	438

30. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD: NONE

The Company and Inpaq Technology Co., Ltd. acquired a total of 25,000 thousand private equity shares of TXC Corporation in July 2024 with a transaction amount of \$2,337,500 thousand.

31. 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 limit and the Group should pay the carbon fees in 2024. 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.

32. 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:

	June 30, 2024			December 31, 2023			June 30, 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	\$ 804,327	32.45	\$ 26,100,411	\$ 721,337	30.7350	\$ 22,170,293	\$ 729,816	31.1350	\$ 22,722,821
JPY	12,964,158	0.2017	2,614,871	7,587,764	0.2171	1,647,304	4,451,243	0.2150	957,017
RMB	486,996	4.4658	2,174,828	249,328	4.3327	1,080,261	253,188	4.2877	1,085,596
<u>Financial liabilities</u>									
Monetary items									
USD	247,763	32.45	8,039,909	217,555	30.7350	6,686,553	266,064	31.1350	8,283,903
JPY	11,809,318	0.2017	2,381,939	8,799,236	0.2171	1,910,314	5,791,569	0.2150	1,245,187
RMB	51,588	4.4658	230,382	39,972	4.3327	173,187	82,473	4.2877	353,619

For the total realized and unrealized foreign currency exchange gains and losses of the Group for the six months ended June 30, 2024 and 2023, please refer to the consolidated income statement. Due to the wide variety of foreign currency transactions and functional currencies of the group entities, it is not possible to translation gains and losses are disclosed in each currency other than significant impact.

33. 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 (Table 4)
- 5) Acquisition of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital (None)
- 6) Disposal of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital (None)
- 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 5)
- 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 6)
- 9) Trading in derivative instruments (Note 7 and Note 25)
- 10) Intercompany relationships and significant intercompany transactions (Table 7)
- 11) Information on investees (Table 8)

c. Information on investments in mainland China (Table 9)

- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area.
- 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 period
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period
 - c) The amount of property transactions and the amount of the resultant gains or losses
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes
 - e) The highest balance, the 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 period or on the financial position, such as the rendering or receipt of services

d. Information of major shareholders (Table 10):

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.

34. 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:

- A Segment - passive components
- B Segment - passive components
- C Segment - passive components
- Other Segment - 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 six months ended June 30, 2024 and 2023 were as follows:

For the Six Months Ended June 30, 2024						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Net sales	\$ 11,808,232	\$ 1,843,870	\$ 3,551,383	\$ 1,020,868	\$ (1,181,843)	\$ 17,042,510
Cost of sales	<u>(10,248,008)</u>	<u>(1,440,064)</u>	<u>(2,548,275)</u>	<u>(807,663)</u>	<u>1,164,634</u>	<u>(13,879,376)</u>
Gross profit	1,560,224	403,806	1,003,108	213,205	(17,209)	3,163,134
Operating expenses	<u>(1,175,397)</u>	<u>(151,915)</u>	<u>(524,897)</u>	<u>(295,680)</u>	<u>(21,739)</u>	<u>(2,169,628)</u>
Operating income	384,827	251,891	478,211	(82,475)	(38,948)	993,506
Nonoperating income and expenses	<u>1,832,272</u>	<u>133,716</u>	<u>251,107</u>	<u>6,455</u>	<u>(299,503)</u>	<u>1,924,047</u>
Income before income tax	<u>\$ 2,217,099</u>	<u>\$ 385,607</u>	<u>\$ 729,318</u>	<u>\$ (76,020)</u>	<u>\$ (338,451)</u>	<u>\$ 2,917,553</u>

For the Six Months Ended June 30, 2023						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Net sales	\$ 10,054,709	\$ 1,845,792	\$ 3,041,799	\$ 1,346,639	\$ (240,780)	\$ 16,048,159
Cost of sales	<u>(9,025,548)</u>	<u>(1,458,446)</u>	<u>(2,254,562)</u>	<u>(1,068,859)</u>	<u>227,566</u>	<u>(13,579,849)</u>
Gross profit	1,029,161	387,346	787,237	277,780	(13,214)	2,468,310
Operating expenses	<u>(977,143)</u>	<u>(146,740)</u>	<u>(523,334)</u>	<u>(297,290)</u>	<u>(38,819)</u>	<u>(1,983,326)</u>
Operating income	52,018	240,606	263,903	(19,510)	(52,033)	484,984
Nonoperating income and expenses	<u>1,121,250</u>	<u>128,776</u>	<u>88,650</u>	<u>8,490</u>	<u>(225,725)</u>	<u>1,121,441</u>
Income before income tax	<u>\$ 1,173,268</u>	<u>\$ 369,382</u>	<u>\$ 352,553</u>	<u>\$ (11,020)</u>	<u>\$ (277,758)</u>	<u>\$ 1,606,425</u>

All intercompany transactions have been eliminated upon consolidation.

b. Segment assets and liabilities

Segment assets

June 30, 2024						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Cash and cash equivalents	\$ 7,288,491	\$ 515,458	\$ 1,698,824	\$ 225,787	\$ -	\$ 9,728,560
Notes and trade receivables	6,997,796	978,291	2,504,389	767,707	(627,834)	10,620,349
Inventories	5,367,753	688,113	1,029,231	369,234	(15,773)	7,438,558
Other current assets	<u>6,309,752</u>	<u>500,745</u>	<u>568,752</u>	<u>54,734</u>	<u>(26,958)</u>	<u>7,407,025</u>
Total current assets	25,963,792	2,682,607	5,801,196	1,417,462	(670,565)	35,194,492
Financial assets at fair value through other comprehensive income - non-current	6,220,902	2,122,288	982,545	37,911	(320,185)	9,043,461
Investments accounted for using the equity method	15,341,265	1,292,345	12,106	-	(5,567,828)	11,077,888
Property, plant and equipment	15,475,359	1,601,524	4,150,803	697,970	340,154	22,265,810
Other assets	<u>18,469,118</u>	<u>1,241,197</u>	<u>1,997,174</u>	<u>302,194</u>	<u>159,055</u>	<u>22,168,738</u>
Total assets	<u>\$ 81,470,436</u>	<u>\$ 8,939,961</u>	<u>\$ 12,943,824</u>	<u>\$ 2,455,537</u>	<u>\$ (6,059,369)</u>	<u>\$ 99,750,389</u>

December 31, 2023

	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
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>

June 30, 2023

	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Cash and cash equivalents	\$ 5,250,939	\$ 1,309,096	\$ 2,674,304	\$ 215,720	\$ -	\$ 9,450,059
Notes and trade receivables	5,590,298	923,886	2,149,504	927,635	(146,401)	9,444,922
Inventories	5,048,031	725,157	898,878	424,707	(18,714)	7,078,059
Other current assets	<u>14,037,707</u>	<u>578,295</u>	<u>1,045,915</u>	<u>50,774</u>	<u>(7,020)</u>	<u>15,705,671</u>
Total current assets	29,926,975	3,536,434	6,768,601	1,618,836	(172,135)	41,678,711
Financial assets at fair value through other comprehensive income - non-current	5,227,241	1,564,524	477,877	31,978	(272,363)	7,029,257
Investments accounted for using the equity method	15,039,752	1,123,182	11,757	-	(6,083,137)	10,091,554
Property, plant and equipment	18,936,379	1,962,838	3,916,767	786,063	490,379	26,092,426
Other assets	<u>7,198,855</u>	<u>585,804</u>	<u>536,310</u>	<u>359,506</u>	<u>523,811</u>	<u>9,204,286</u>
Total assets	<u>\$ 76,329,202</u>	<u>\$ 8,772,782</u>	<u>\$ 11,711,312</u>	<u>\$ 2,796,383</u>	<u>\$ (5,513,445)</u>	<u>\$ 94,096,234</u>

Segment liabilities

June 30, 2024

	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Short-term borrowings	\$ 10,739,306	\$ 180,333	\$ 480,081	\$ -	\$ -	\$ 11,399,720
Notes and trade payables	3,183,050	438,393	1,178,329	137,213	(619,301)	4,317,684
Current tax liabilities	630,176	20,717	225,226	7,725	-	883,844
Other payables and payables on equipment	3,816,306	571,719	882,123	79,553	(19,229)	5,330,472
Other current liabilities	<u>2,148,929</u>	<u>312,059</u>	<u>544,986</u>	<u>196,984</u>	<u>(202,769)</u>	<u>3,000,189</u>
Total current liabilities	20,517,767	1,523,221	3,310,745	421,475	(841,299)	24,931,909
Non-current liabilities	<u>12,869,155</u>	<u>337,908</u>	<u>2,396,309</u>	<u>248,368</u>	<u>1,751</u>	<u>15,853,491</u>
Total liabilities	<u>\$ 33,386,922</u>	<u>\$ 1,861,129</u>	<u>\$ 5,707,054</u>	<u>\$ 669,843</u>	<u>\$ (839,548)</u>	<u>\$ 40,785,400</u>

December 31, 2023

	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
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>

June 30, 2023

	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Short-term borrowings	\$ 7,825,631	\$ -	\$ 1,085,000	\$ -	\$ -	\$ 8,910,631
Notes and trade payables	2,421,987	449,918	870,260	221,435	(144,083)	3,819,517
Current tax liabilities	695,909	37,232	95,251	12,413	-	840,805
Other payables and payables on equipment	4,084,112	622,070	727,899	223,564	(2,537)	5,655,108
Other current liabilities	<u>8,377,347</u>	<u>472,515</u>	<u>845,109</u>	<u>81,928</u>	<u>(182,821)</u>	<u>9,594,078</u>
Total current liabilities	23,404,986	1,581,735	3,623,519	539,340	(329,441)	28,820,139
Non-current liabilities	<u>7,726,278</u>	<u>607,209</u>	<u>2,133,374</u>	<u>293,112</u>	<u>96,954</u>	<u>10,856,927</u>
Total liabilities	<u>\$ 31,131,264</u>	<u>\$ 2,188,944</u>	<u>\$ 5,756,893</u>	<u>\$ 832,452</u>	<u>\$ (232,487)</u>	<u>\$ 39,677,066</u>

All intercompany transactions have been eliminated upon consolidation.

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars)

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	\$ 684,046	\$ 684,046	\$ 523,094	0.70	Short-term financing	\$ -	Operating turnover	\$ -	Promissory note	\$ 684,046	\$ 19,570,667 (Note 5)	\$ 29,356,000 (Note 6)
		Kamaya Electric (M) Sdn. Bhd.	Receivables from related parties	Yes	237,404	237,404	237,404	0.60-0.70	Short-term financing	-	Operating turnover	-	Promissory note	237,404	19,570,667 (Note 5)	29,356,000 (Note 6)
1	Walsin Technology Holding Corporation (HK) Limited	Kamaya Electric Co., Ltd.	Receivables from related parties	Yes	1,122,712	1,122,640	1,122,640	0.70	Short-term financing	-	Operating turnover	-	Promissory note	1,122,640	8,983,935 (Note 5)	13,475,902 (Note 6)
2	Walsin Technology Corporation (HK) Ltd.	Kamaya Electric (M) Sdn. Bhd.	Receivables from related parties	Yes	649,000	649,000	649,000	3.00-3.50	Short-term financing	-	Operating turnover	-	Promissory note	649,000	788,155 (Note 5)	1,182,232 (Note 6)
3	Nitsuko Electronics Corporation	Kamaya Electric Co., Ltd.	Receivables from related parties	Yes	96,571	96,571	96,571	0.70	Short-term financing	-	Operating turnover	-	Promissory note	96,571	163,861 (Note 5)	245,791 (Note 6)
4	Inpaq Technology Co., Ltd.	Taiwan Inpaq electronic Co., Ltd.	Receivables from related parties	Yes	700,000	700,000	625,000	1.73-1.75	Short-term financing	-	Operating turnover	-	Promissory note	700,000	1,798,797 (Note 2)	2,878,074 (Note 2)
		Inpaq Technology USA, Inc.	Receivables from related parties	Yes	81,350	68,145	22,715	3.00-4.00	Short-term financing	-	Operating turnover	-	Promissory note	68,145	1,798,797 (Note 2)	2,878,074 (Note 2)
5	Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Receivables from related parties	Yes	201,190	201,190	120,915	0.927	Short-term financing	-	Operating turnover	-	None	-	714,278 (Note 3)	714,278 (Note 3)
		Soshin Powertech Co., Ltd.	Receivables from related parties	Yes	40,238	40,238	1,811	0.927	Short-term financing	-	Operating turnover	-	None	-	714,278 (Note 3)	714,278 (Note 3)
		Soshin Electronics (M) Sdn. Bhd.	-	Yes	162,925	64,811	-	-	Short-term financing	-	Operating turnover	-	None	-	714,278 (Note 3)	714,278 (Note 3)
6	Risshin Electronics Co., Ltd.	Soshin Electric Co., Ltd.	Receivables from related parties	Yes	8,048	8,048	8,048	0.527	Short-term financing	-	Operating turnover	-	None	-	9,638 (Note 3)	9,638 (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 June 30, 2024:

USD:NTD = 1:32.45
JPY:USD = 1:0.0062

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 SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars)

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	\$ 15,693,134 (Note 1)	\$ 1,724,198	\$ 1,533,068	\$ 1,533,068	\$ -	3.13	\$ 24,463,334 (Note 3)	Y	N	N
		Kamaya Electric (M) Sdn. Bhd.	2	15,253,150 (Note 1)	957,275	746,350	-	-	1.53	24,463,334 (Note 3)	Y	N	N
1	Inpaq Technology Co., Ltd.	Taiwan Inpaq electronic Co., Ltd.	2	1,439,037 (Note 2)	900,000	-	-	-	-	2,878,074 (Note 4)	Y	N	N
		Inpaq Technology (China) Co., Ltd.	2	1,439,037 (Note 2)	211,510	129,800	-	-	1.80	2,878,074 (Note 4)	Y	N	Y
		Hunan Frontier Electronics Co., Ltd.	2	1,439,037 (Note 2)	130,160	64,900	-	-	0.90	2,878,074 (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 June 30, 2024

USD:NTD = 1:32.45
JPY:USD = 1:0.0062

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

JUNE 30, 2024

(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30 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	\$ 10,700	-	\$ 10,700	
	Taiwan Semiconductor Manufacturing Company Limited	None	Financial assets at fair value through profit or loss - current	190,000	183,540	-	183,540	
	Chunghwa Telecom Company Limited	None	Financial assets at fair value through profit or loss - current	200,000	25,100	-	25,100	
	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	659,711	6.16	659,711	
	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	1,747,826	1.22	1,747,826	
	Giga-Byte Technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	8,590,000	2,624,245	1.35	2,624,245	
	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	386,964	1.86	386,964	
	TXC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	2,550,000	293,250	0.82	293,250	
	<u>Bonds</u>							
	Credit Agricole SA	None	Financial assets at amortized cost - non-current	-	226,097	-	228,054	
	Mercedes-Benz Finance North America LLC	None	Financial assets at amortized cost - non-current	-	186,403	-	187,076	
	Westpac Banking Corporation	None	Financial assets at amortized cost - non-current	-	31,022	-	31,165	
	International Business Machines Corporation	None	Financial assets at amortized cost - non-current	-	29,472	-	29,618	
	ANZ New Zealand (Int'l) Limited of London	None	Financial assets at amortized cost - non-current	-	194,418	-	195,151	
	The Estee Lauder Companies Inc.	None	Financial assets at amortized cost - non-current	-	31,724	-	31,864	
	Siemens Financieringsmaatschappij N.V. (SFM)	None	Financial assets at amortized cost - non-current	-	30,564	-	30,571	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	The Norinchukin Bank	None	Financial assets at amortized cost - non-current	-	\$ 81,013	-	\$ 80,083	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	273,034	-	275,641	
	Unilever Capital Corporation	None	Financial assets at amortized cost - non-current	-	25,225	-	25,917	
	Honeywell International Inc.	None	Financial assets at amortized cost - non-current	-	26,940	-	27,728	
	Apple Inc.	None	Financial assets at amortized cost - non-current	-	53,385	-	54,846	
	UBS AG of London	None	Financial assets at amortized cost - non-current	-	159,351	-	162,230	
	NBN Co Limited	None	Financial assets at amortized cost - non-current	-	231,001	-	234,010	
	Toyota Motor Credit Corporation	None	Financial assets at amortized cost - non-current	-	64,728	-	65,095	
	BMW US Capital, LLC	None	Financial assets at amortized cost - non-current	-	225,391	-	226,668	
	Sumitomo Mitsui Financial Group, Inc.	None	Financial assets at amortized cost - non-current	-	162,587	-	162,639	
	SOCIETE GENERALE	None	Financial assets at amortized cost - non-current	-	158,862	-	158,145	
	Pfizer Investment Enterprises Pte. Ltd.	None	Financial assets at amortized cost - non-current	-	111,393	-	111,830	
	AbbVie Inc.	None	Financial assets at amortized cost - non-current	-	44,449	-	44,796	
	Burlington Northern Santa Fe, LLC	None	Financial assets at amortized cost - non-current	-	52,074	-	52,506	
	Toyota Motor Credit Corporation (TMCC)	None	Financial assets at amortized cost - non-current	-	264,270	-	266,595	
	Sumitomo Mitsui Trust Bank, Limited.	None	Financial assets at amortized cost - non-current	-	182,913	-	184,227	
	Roche Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	39,718	-	40,151	
	Eaton Corporation	None	Financial assets at amortized cost - non-current	-	29,630	-	30,228	
	Philip Morris International Inc. (PMI)	None	Financial assets at amortized cost - non-current	-	428,992	-	427,581	
	Mitsubishi HC Finance America LLC	None	Financial assets at amortized cost - non-current	-	197,172	-	197,879	
	Shinhan Financial Group Co., Ltd.	None	Financial assets at amortized cost - non-current	-	80,415	-	80,376	
	American Express	None	Financial assets at amortized cost - non-current	-	242,338	-	239,279	

(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	-	\$ 86,422	-	\$ 84,863	
	KINGDOM OF SAUDI ARABIA	None	Financial assets at amortized cost - non-current	-	271,693	-	269,514	
	Banco Santander S.A.	None	Financial assets at amortized cost - non-current	-	268,963	-	267,897	
	Bank of New Zealand (BNZ)	None	Financial assets at amortized cost - non-current	-	228,538	-	226,641	
	PETRONAS Capital Limited	None	Financial assets at amortized cost - non-current	-	60,479	-	59,703	
	Saudi Arabian Oil Co.	None	Financial assets at amortized cost - non-current	-	248,574	-	246,627	
	Hyundai Capital America	None	Financial assets at amortized cost - non-current	-	319,674	-	318,229	
	NextEra Energy Capital Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	96,931	-	96,514	
	The Charles Schwab Corporation	None	Financial assets at amortized cost - non-current	-	78,840	-	78,595	
	Verizon Communications Inc.	None	Financial assets at amortized cost - non-current	-	121,916	-	121,290	
	QNB FINANCE LTD	None	Financial assets at amortized cost - non-current	-	161,720	-	160,175	
	Westpac New Zealand Limited	None	Financial assets at amortized cost - non-current	-	130,505	-	129,960	
	Volkswagen Group of America Finance, LLC	None	Financial assets at amortized cost - non-current	-	258,438	-	258,684	
	BPCE SA	None	Financial assets at amortized cost - non-current	-	142,933	-	143,054	
	3M Company	None	Financial assets at amortized cost - non-current	-	59,664	-	60,315	
	CATHAY LIFE INSURANCE CO	None	Financial assets at amortized cost - non-current	-	292,050	-	280,006	
	NatWest Markets PLC	None	Financial assets at amortized cost - non-current	-	129,709	-	130,239	
	DGB Capital 105-2	None	Financial assets at amortized cost - non-current	-	56,755	-	56,755	
	LOTTE CAPITAL 446	None	Financial assets at amortized cost - current	-	60,773	-	60,773	
	<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

JUNE 30, 2024

(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 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	-	\$ 97,683	-	\$ 97,025	
	Amazon.com, Inc.	None	Financial assets at amortized cost - current	-	129,689	-	128,897	
	United States Department of the Treasury	None	Financial assets at amortized cost - current	-	551,790	-	548,851	
	Citigroup Global Markets Holding Inc.	None	Financial assets at amortized cost - current	-	162,250	-	160,248	
	Societe Generale	None	Financial assets at amortized cost - current	-	97,081	-	96,123	
	T-Mobile US, Inc.	None	Financial assets at amortized cost - current	-	64,343	-	63,835	
	International Business Machines Corporation	None	Financial assets at amortized cost - non-current	-	179,776	-	177,211	
	Verizon Communications Inc.	None	Financial assets at amortized cost - non-current	-	215,186	-	209,604	
	British Telecommunications Public Limited Company	None	Financial assets at amortized cost - non-current	-	177,999	-	177,595	
	BPCE S.A.	None	Financial assets at amortized cost - non-current	-	289,189	-	289,474	
	3M Company	None	Financial assets at amortized cost - non-current	-	258,360	-	255,326	
	Apple Inc.	None	Financial assets at amortized cost - non-current	-	554,728	-	537,185	
	Nestle Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	310,288	-	298,942	
	Shell International Finance B.V.	None	Financial assets at amortized cost - non-current	-	290,290	-	280,548	
	Chevron Corporation	None	Financial assets at amortized cost - non-current	-	286,972	-	281,034	
	Microsoft Corporation	None	Financial assets at amortized cost - non-current	-	129,177	-	125,153	
Amazon.com, Inc.	None	Financial assets at amortized cost - non-current	-	131,923	-	129,891		
Toyota Motor Corporation	None	Financial assets at amortized cost - non-current	-	186,082	-	182,607		
Johnson & Johnson	None	Financial assets at amortized cost - non-current	-	127,342	-	124,699		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Walmart Inc.	None	Financial assets at amortized cost - non-current	-	\$ 129,790	-	\$ 125,966	
	Singtel Group Treasury Pte. Ltd.	None	Financial assets at amortized cost - non-current	-	59,805	-	57,709	
	The Procter & Gamble Company	None	Financial assets at amortized cost - non-current	-	155,443	-	149,375	
	Temasek Financial (I) Limited	None	Financial assets at amortized cost - non-current	-	62,718	-	59,886	
	Intel Corporation	None	Financial assets at amortized cost - non-current	-	114,575	-	111,728	
	WESTPAC NEW ZEALAND LIMITED	None	Financial assets at amortized cost - non-current	-	322,084	-	322,813	
	BANK OF NEW ZEALAND	None	Financial assets at amortized cost - non-current	-	32,684	-	32,972	
	Metropolitan Life Global Funding I	None	Financial assets at amortized cost - non-current	-	151,510	-	149,014	
	Prudential plc	None	Financial assets at amortized cost - non-current	-	73,558	-	72,682	
	PayPal Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	70,585	-	70,035	
	Philip Morris International Inc.	None	Financial assets at amortized cost - non-current	-	132,044	-	131,687	
	Banco Santander, S.A.	None	Financial assets at amortized cost - non-current	-	189,493	-	187,736	
	American Express Company	None	Financial assets at amortized cost - non-current	-	122,660	-	121,616	
	Daimler Trucks Finance North America LLC	None	Financial assets at amortized cost - non-current	-	150,499	-	147,049	
	IBM International Capital Pte. Ltd	None	Financial assets at amortized cost - non-current	-	95,937	-	95,606	
	UBS AG	None	Financial assets at amortized cost - non-current	-	66,550	-	66,009	
	American Honda Finance Corporation	None	Financial assets at amortized cost - non-current	-	64,844	-	64,675	
	NTT FINANCE CORPORATION	None	Financial assets at amortized cost - non-current	-	67,953	-	67,155	
	BHP Billiton Finance (USA) Limited	None	Financial assets at amortized cost - non-current	-	246,000	-	245,238	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	164,246	-	162,946	
	KKR GROUP FINANCE CO. XII LLC	None	Financial assets at amortized cost - non-current	-	62,905	-	62,284	
	Hyundai Capital America	None	Financial assets at amortized cost - non-current	-	133,936	-	133,162	
	Volkswagen Group of America Finance, LLC	None	Financial assets at amortized cost - non-current	-	194,849	-	193,532	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	The Charles Schwab Corporation	None	Financial assets at amortized cost - non-current	-	\$ 55,962	-	\$ 55,676	
	America Movil, S.A.B. de C.V.	None	Financial assets at amortized cost - non-current	-	60,923	-	60,539	
	Brookfield Finance Inc.	None	Financial assets at amortized cost - non-current	-	64,355	-	63,829	
	Intercontinental Exchange, Inc.	None	Financial assets at amortized cost - non-current	-	51,044	-	50,482	
	PETRONAS Capital Limited	None	Financial assets at amortized cost - non-current	-	21,573	-	21,937	
	United States Department of the Treasury	None	Financial assets at amortized cost - non-current	-	268,710	-	257,797	
	<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	-	46,691	-	46,691	
	HSBC Bank plc - Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	8,864	-	8,864	
	Goldman Sachs International, London, UK.-Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	14,028	-	14,028	
	SOCIETE GENERALE Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	13,692	-	13,692	
	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	-	125,822	-	125,822	
	<u>Fund</u>							
	Morgan Stanley Liquidity Funds US Dollar Treasury Liquidity Fund	None	Financial assets at fair value through profit or loss - current	1,061	3,869	-	3,869	
	Morgan Stanley USD Liquidity LVNAV	None	Financial assets at fair value through profit or loss - current	16,167	61,349	-	61,349	
	Man GLG Japan CoreAlpha Equity Class D JPY	None	Financial assets at fair value through profit or loss - non-current	11,624	88,094	-	88,094	
	<u>Shares</u>							
	Kirin Holdings Company, Limited	None	Financial assets at fair value through other comprehensive income - non-current	185,700	77,632	-	77,632	
	JAPAN TOBACCO INC.	None	Financial assets at fair value through other comprehensive income - non-current	90,400	79,266	-	79,266	
	NIPPON STEEL CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	12,500	8,573	-	8,573	
	KOMATSU LTD.	None	Financial assets at fair value through other comprehensive income - non-current	75,800	71,402	-	71,402	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	HONDA MOTOR CO., LTD.	None	Financial assets at fair value through other comprehensive income - non-current	206,300	\$ 71,558	-	\$ 71,558	
	OLYMPUS CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	4,800	2,510	-	2,510	
	Marubeni Corporation	None	Financial assets at fair value through other comprehensive income - non-current	35,000	21,002	-	21,002	
	MITSUI & CO., LTD.	None	Financial assets at fair value through other comprehensive income - non-current	17,800	13,106	-	13,106	
	SUMITOMO CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	77,400	62,701	-	62,701	
	<u>Shares</u> Sumitomo Mitsui Financial Group, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	6,900	14,924	-	14,924	
	Dai-ichi Life Holdings, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	20,600	17,855	-	17,855	
	Mitsubishi Estate Company, Limited	None	Financial assets at fair value through other comprehensive income - non-current	32,000	16,262	-	16,262	
	KDDI CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	81,500	69,918	-	69,918	
Kamaya Electric Co., Ltd.	<u>Shares</u> Taiyo Yuden Co., Ltd.	None	Financial assets at fair value through profit or loss - current	80,800	66,422	-	66,422	
	Sony Group Corporation	None	Financial assets at fair value through other comprehensive income - non-current	61,100	167,673	-	167,673	
	Hokko Denshi Kogyo Corporation	None	Financial assets at fair value through other comprehensive income - non-current	7,000	1,078	14.00	1,078	
PSA Japan Investment G.K	<u>Shares</u> Kajima Corporation	None	Financial assets at fair value through profit or loss - current	20,000	11,191	-	11,191	
	Japan Tobacco Inc.	None	Financial assets at fair value through profit or loss - current	15,000	13,122	-	13,122	
	Sumitomo Corporation.	None	Financial assets at fair value through profit or loss - current	32,000	25,862	-	25,862	
	Daiwa Securities Group Inc.	None	Financial assets at fair value through profit or loss - current	50,000	12,343	-	12,343	
	Nippon Telegraph and Telephone Corporation (NTT)	None	Financial assets at fair value through profit or loss - current	400,000	12,216	-	12,216	
	<u>Bonds</u> U.S. Treasury Securities.	None	Financial assets at amortized cost - current	-	1,454,436	-	1,454,436	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Dongguan Walsin Technology Electronics Co., Ltd.	<u>Fund</u> 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	\$ 300,573	-	\$ 300,573	
Suzhou Walsin Technology Electronics Co., Ltd	<u>Fund</u> GF Money Market Fund Class B.	None	Financial assets at fair value through profit or loss - current	25,000,000	111,897	-	111,897	
	Xingquan Money Market Fund Class B.	None	Financial assets at fair value through profit or loss - current	5,000,000	22,375	-	22,375	
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	660,652	6.16	660,652	
	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	390,131	0.27	390,131	
	Hotai Finance Co., Ltd. Preferred Shares B	None	Financial assets at fair value through other comprehensive income - non-current	1,000,000	95,600	0.15	95,600	
	Fubon Financial Holding Co., Ltd. Preferred Shares C	None	Financial assets at fair value through other comprehensive income - non-current	500,000	26,800	-	26,800	
	TXC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	2,550,000	293,250	0.82	293,250	
	Chunghwa Telecom Company Limited	None	Financial assets at fair value through profit or loss - current	400,000	50,200	0.01	50,200	
	Taiwan Semiconductor Manufacturing Company Limited	None	Financial assets at fair value through profit or loss - current	35,000	33,810	-	33,810	
	<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	149,949	0.72	149,949	
	Hwa Bao Botanic Conservation Corp.	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	18,000,000	189,046	10.00	189,046	
	<u>Bonds</u> ANZ New Zealand International LTD.	None	Financial assets at amortized cost - non-current	-	64,610	-	65,574	
Sumitomo Mitsui Trust Bank Limited	None	Financial assets at amortized cost - non-current	-	32,520	-	33,063		
Norinchukin Bank	None	Financial assets at amortized cost - non-current	-	32,686	-	32,264		
Credit Agricole S.A.	None	Financial assets at amortized cost - non-current	-	32,408	-	32,579		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Frontier Electronics Co., Ltd.	NBN CO Limited	None	Financial assets at amortized cost - non-current	-	\$ 66,137	-	\$ 66,860	
	Burlington Northern Santa Fe, LLC	None	Financial assets at amortized cost - non-current	-	34,679	-	35,004	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	33,542	-	33,827	
	Macquarie Group Limited.	None	Financial assets at amortized cost - non-current	-	51,384	-	50,778	
	Banco Santander, S.A.	None	Financial assets at amortized cost - non-current	-	65,890	-	65,581	
	Hyundai Capital America	None	Financial assets at amortized cost - non-current	-	65,468	-	65,666	
	Volkswagen Group America Finance, LLC	None	Financial assets at amortized cost - non-current	-	34,397	-	34,189	
	Cathay Life Insurance Co., Ltd. 2024 Year First Unsecured Accumulated Subordinated Ordinary Bond A Bond	None	Financial assets at amortized cost - non-current	-	200,000	-	199,980	
	Cathay Life Insurance Co., Ltd. 2024 Year 2nd U.S. Dollar-Denominated Accumulated Subordinated Ordinary Corporate Bonds	None	Financial assets at amortized cost - non-current	-	81,125	-	78,026	
	<u>Bonds</u>							
	TSMC Arizona Corp.	None	Financial assets at amortized cost - non-current	-	97,285	-	94,142	
	Amazon.com. Inc.	None	Financial assets at amortized cost - non-current	-	64,135	-	62,226	
	Westpac New Zealand LTD	None	Financial assets at amortized cost - non-current	-	4,983	-	5,018	
	Commonwealth Bank of Australia	None	Financial assets at amortized cost - current	-	143,252	-	142,423	
U.S. Treasuries	None	Financial assets at amortized cost - current	-	64,900	-	64,768		
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	-	
	TXC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	2,570,000	295,550	0.83	295,550	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Inpaq (BVI) Ltd.	<u>Bonds</u>							
	Microsoft Corporation	None	Financial assets at fair value through other comprehensive income - non-current	-	\$ 22,052	-	\$ 22,052	
	Apple Inc.	None	Financial assets at fair value through other comprehensive income - non-current	-	75,959	-	75,959	
	Amazon.com, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	-	40,595	-	40,595	
	Saudi Arabian Oil Company	None	Financial assets at fair value through other comprehensive income - non-current	-	44,854	-	44,854	
	Bank of Switzerland	None	Financial assets at amortized cost - non-current	-	130,643	-	132,094	
	UnitedHealth Group, NYSE	None	Financial assets at amortized cost - non-current	-	99,738	-	97,730	
	Saudi Arabian Oil Company	None	Financial assets at amortized cost - non-current	-	122,490	-	120,844	
	Toyota Motor Credit Corporation	None	Financial assets at amortized cost - non-current	-	201,211	-	198,244	
	BMW US Capital LLC	None	Financial assets at amortized cost - non-current	-	96,054	-	95,997	
	Cathay Life Insurance's subordinate ordinary corporate bonds	None	Financial assets at amortized cost - non-current	-	81,125	-	80,719	
	<u>Bonds</u>							
	Bank of America	None	Financial assets at fair value through other comprehensive income - non-current	-	47,760	-	47,760	
	Commonwealth Bank of Australia	None	Financial assets at fair value through other comprehensive income - non-current	-	226,582	-	226,582	
	Saudi Arabian Oil Company	None	Financial assets at amortized cost - non-current	-	49,402	-	47,890	
	French Bank of Paris	None	Financial assets at amortized cost - non-current	-	70,642	-	69,049	
	Philip Morris International Inc.	None	Financial assets at amortized cost - non-current	-	162,072	-	160,587	
	Verizon Communications	None	Financial assets at amortized cost - non-current	-	55,959	-	55,238	
	Westpac New Zealand Limited	None	Financial assets at amortized cost - non-current	-	98,466	-	97,545	
	First Abu Dhabi Bank	None	Financial assets at amortized cost - non-current	-	97,855	-	96,735	
Bank of New Zealand	None	Financial assets at amortized cost - non-current	-	98,290	-	97,068		
PayPal Holdings Inc.	None	Financial assets at amortized cost - non-current	-	56,708	-	56,028		
CPC corporation, Taiwan	None	Financial assets at amortized cost - non-current	-	63,983	-	65,066		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Soshin Electric Co., Ltd.	<u>Fund</u> Morgan Stanley & Co. Incorporated	None	Financial assets at fair value through profit or loss - current	-	\$ 154	-	\$ 154	
	GLG Japan Corealpha Japanese stock fund	None	Financial assets at fair value through profit or loss - non-current	-	23,231	-	23,231	
	<u>Shares</u> Marubeni Corp	None	Financial assets at fair value through profit or loss - non-current	21,300	12,783	-	12,783	
	Mitsui & Co Ltd.	None	Financial assets at fair value through profit or loss - non-current	18,400	13,550	-	13,550	
	Kirin Holdings Co., Ltd.	None	Financial assets at fair value through profit or loss - non-current	28,000	11,708	-	11,708	
	Japan Tobacco Inc.	None	Financial assets at fair value through profit or loss - non-current	15,000	13,155	-	13,155	
	Nippon Telegraph & Telephone Corp	None	Financial assets at fair value through profit or loss - non-current	760,000	23,270	-	23,270	
	<u>Shares</u> Kyosan Electric Manufacturing Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	27,335	3,971	0.04	3,971	
	NEC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	67	179	-	179	
	Nippon Signal Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	16,336	3,461	0.01	3,461	
	Hitachi, Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	300	217	-	217	
	Mitsubishi UFJ Financial Group, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	34,880	12,133	-	12,133	
	W-Scope Corporation	None	Financial assets at fair value through other comprehensive income - non-current	100	10	-	10	
	Sony Group Corporation	None	Financial assets at fair value through other comprehensive income - non-current	100	274	-	274	
	Okaya Electric Industries Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	100	5	-	5	
	Sumida Corporation	None	Financial assets at fair value through other comprehensive income - non-current	100	23	-	23	
	Canon Inc.	None	Financial assets at fair value through other comprehensive income - non-current	100	88	-	88	
	SoftBank Corp.	None	Financial assets at fair value through other comprehensive income - non-current	100	40	-	40	
	Ueno Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	1,280	4,068	19.89	4,068	
	Limited liability Partnership SakuSakuHimawari	None	Financial assets at fair value through other comprehensive income - non-current	2	2,110	14.00	2,110	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Soshin Device Co., Ltd.	Kcm Cooperative	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	101	-	101	
	<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	201	2.50	201	
	Nagano Keiki Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	18,575	11,025	0.10	11,025	

(Concluded)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT\$300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition (Note 3)		Disposal (Note 3)			Ending Balance		
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Selling Price	Carrying Amount	Gain (Loss) on Disposal	Number of Shares	Amount
Walsin Technology Corporation	Soshin Electric Co., Ltd.	Investments accounted for using the equity method	Kamaya Electric Co., Ltd.	Subsidiaries	330,800	\$ 44,897	-	\$ -	330,800	\$ 31,946 (JPY 158,784)	\$ 41,389	(Note 1)	-	(Note 2)
Kamaya Electric Co., Ltd.	Soshin Electric Co., Ltd.	Investments accounted for using the equity method	Shareholder from the open market	Unrelated party	8,233,504	1,121,371	7,270,698	702,140 (JPY 3,489,930)	-	-	-	\$ -	15,835,002	1,782,261 (Note 2)
	Soshin Electric Co., Ltd.	Investments accounted for using the equity method	Walsin Technology Corporation	The Company	-	-	330,800	31,946 (JPY 158,784) (Note 1)	-	-	-	-	-	-
Walsin Technology Corporation	Walsin Electronics (S) Pte. Ltd. ("WES")	Investments accounted for using the equity method	GDL	Subsidiaries	-	-	28,650,000	670,410 (US\$ 20,679) (Notes 1 and 3)	-	-	-	-	28,650,000	670,530 (Note 2)
GDL	Walsin Electronics (S) Pte. Ltd. ("WES")	Investments accounted for using the equity method	Walsin Technology Corporation	The Company	1,607,000	29,154	-	-	1,607,000	22,031 (US\$ 679)	21,953 (US\$ 677)	(Note 1)	-	(Note 2)
Walsin Technology Corporation	PSA Japan Investment G.K.	Investments accounted for using the equity method	-	-	-	-	-	621,853 (US\$ 19,163)	-	-	-	-	-	609,044 (Note 2)

Note 1: The transaction was a reorganization under common control. Please refer Notes g and h of Note 11 for details.

Note 2: Due to the recognition of profits or losses and other comprehensive income during the period, the amount of beginning balance and the purchase or the book cost of the sold items does not equal to amount of the ending balance.

Note 3: This is due to the purchase from GDL, along with an additional capital increase of 27,043,000 shares, totaling US\$20,000,000.

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 SIX MONTHS ENDED JUNE 30, 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	Walsin Technology Europe B.V.	100% owned subsidiary by parent company	Sale	\$ 133,728	2	According to the commercial terms agreed by both parties	\$ -	-	\$ 143,503	4	
	Prosperity Dielectrics Co., Ltd.	43.13% owned subsidiary	Sale	144,270	2	"	-	-	81,696	2	
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	3,241,876	40	"	-	-	1,179,154	34	
	Walsin Technology Corporation (HK) Ltd.	100% indirectly owned subsidiary by parent company	Sale	139,958	2	"	-	-	81,029	2	
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	940,771	12	"	-	-	331,033	10	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	188,039	2	"	-	-	102,686	3	
	Kamaya, Inc.	100% indirectly owned subsidiary by parent company	Sale	108,082	1	"	-	-	84,350	3	
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	Sale	173,111	2	"	-	-	113,458	3	
Walsin Technology Corporation (HK) Limited	Walsin Technology Corporation	Parent company	Sale	1,223,124	43	"	-	-	841,281	43	
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	181,207	6	"	-	-	93,720	5	
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	Sale	177,320	6	"	-	-	122,604	6	
Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	401,887	23	"	-	-	208,072	19	
Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation	Parent company	Sale	154,557	2	"	-	-	52,667	2	
	Dongguan Frontier Electronics Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	153,221	2	"	-	-	90,089	3	
	Walsin Technology Corporation (HK) Ltd.	100% indirectly owned subsidiary by parent company	Sale	2,341,351	36	"	-	-	541,238	17	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	366,164	6	"	-	-	202,980	6	
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	Sale	217,379	3	"	-	-	157,484	5	
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	Sale	257,078	61	"	-	-	175,664	62	
Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	280,696	23	"	-	-	122,019	16	
Kamaya Electric Co., Ltd.	Walsin Technology Corporation	Parent company	Sale	227,791	26	"	-	-	166,803	28	
	Walsin Technology Europe B.V.	100% owned subsidiary by parent company	Sale	134,218	16	"	-	-	150,923	25	

(Continued)

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	
Kamaya Electric (M) Sdn. Bhd.	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	\$ 148,305	9	According to the commercial terms agreed by both parties	\$ -	-	\$ 73,665	8	
	Kamaya Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	421,397	25	"	-	-	216,740	25	
Prosperity Dielectrics Co., Ltd.	Frontier Components Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	417,880	26	"	-	-	284,534	32	
	Walsin Technology Corporation	Parent company	Sale	414,341	26	"	-	-	178,879	20	
Frontier Components Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	331,845	75	"	-	-	152,010	57	
Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	419,794	12	"	-	-	350,249	14	
Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	34.76% owned subsidiary	Sale	609,798	17	"	-	-	343,119	14	
	Taiwan Inpaq electronic Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	147,176	4	"	-	-	81,223	3	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	156,445	4	"	-	-	61,107	2	
Inpaq Technology (China) Co., Ltd.	Inpaq Technology Co., Ltd.	34.76% owned subsidiary	Sale	318,669	9	"	-	-	184,620	7	
	Inpaq Technology (Suzhou) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	134,312	4	"	-	-	38,484	2	
Hunan Frontier Electronics Co., Ltd.	Inpaq Technology Co., Ltd.	34.76% owned subsidiary	Sale	107,261	3	"	-	-	56,948	2	
Soshin Device Co., Ltd.	Soshin Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	310,538	100	"	-	-	58,413	100	

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

(Concluded)

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 SIX MONTHS ENDED JUNE 30, 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	Walsin Technology Europe B.V.	100% owned subsidiary by parent company	\$ 143,503	2.42	\$ -	-	\$ -	\$ -
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	1,179,154	5.99	-	-	627,369	-
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	331,033	4.98	-	-	-	-
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	102,686	3.65	-	-	40,362	-
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	113,458	4.75	-	-	25,552	-
Walsin Technology Corporation (HK) Limited	Walsin Technology Corporation	Parent company	841,281	3.25	-	-	372,563	-
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	122,604	3.56	-	-	25,467	-
Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	208,072	6.28	-	-	10,195	-
Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	541,238	8.81	-	-	474,480	-
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	202,980	4.83	-	-	69,563	-
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	157,484	3.04	-	-	31,941	-
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	175,664	5.71	-	-	42,972	-
Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	122,019	5.05	-	-	56,977	-
Kamaya Electric Co., Ltd.	Walsin Technology Corporation	Parent company	166,803	2.81	-	-	28,744	-
	Walsin Technology Europe B.V.	100% owned subsidiary	150,923	2.26	-	-	-	-
Kamaya Electric (M) Sdn. Bhd.	Kamaya Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	216,740	4.24	-	-	61,913	-
			Prosperity Dielectrics Co., Ltd.	Frontier Components Co., Ltd.	100% indirectly owned subsidiary by PDC	284,534	3.45	-
Frontier Components Co., Ltd.	Walsin Technology Corporation	Parent company	178,879	4.26	-	-	-	-
			Frontier Components Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	100% indirectly owned subsidiary by PDC	152,010	5.28	-
Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	350,249	1.45	-	-	59,166	-
Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	34.76% owned subsidiary	343,119	2.20	-	-	112,161	-
Inpaq Technology (China) Co., Ltd.	Inpaq Technology Co., Ltd.	34.76% owned subsidiary	184,620	2.29	-	-	57,473	-

TABLE 7

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE SIX MONTHS ENDED JUNE 30, 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	Walsin Technology Europe B.V.	Parent company to subsidiary	Sales	\$ 133,728	According to the commercial terms agreed by both parties	1
		"	"	Accounts receivable	143,503		-
		Prosperity Dielectrics Co., Ltd.	"	Sales	144,270		1
		"	"	Accounts receivable	81,696		-
		Dongguan Walsin Technology Electronics Co., Ltd.	"	Sales	3,241,876		19
		"	"	Accounts receivable	1,179,154		1
		Walsin Technology Corporation (HK) Ltd.	"	Sales	139,958		1
		"	"	Accounts receivable	81,029		-
		Suzhou Walsin Technology Electronics Co., Ltd.	"	Sales	940,771		6
		"	"	Accounts receivable	331,033		-
		Walsin Passive Component (H.K.) Limited	"	Sales	188,039		1
		"	"	Accounts receivable	102,686		-
		Kamaya, Inc.	"	Sales	108,082		1
		"	"	Accounts receivable	84,350		-
Kamaya Electric (M) Sdn. Bhd.	"	Sales	173,111	1			
"	"	Accounts receivable	113,458	-			
1	Walsin Technology Corporation (HK) Ltd.	Walsin Technology Corporation	Subsidiary to parent company	Sales	1,223,124	"	7
		"	"	Accounts receivable	841,281	"	1
		Dongguan Walsin Technology Electronics Co., Ltd.	Subsidiary to subsidiary	Sales	181,207	"	1
		"	"	Accounts receivable	93,720	"	-
		Kamaya Electric (M) Sdn. Bhd.	"	Sales	177,320	"	1
		"	"	Accounts receivable	122,604	"	-
2	Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	"	Sales	401,887	"	2
		"	"	Accounts receivable	208,072	"	-

(Continued)

No.	Investee Company	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets
3	Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation	Subsidiary to subsidiary	Sales	\$ 154,557	According to the commercial terms agreed by both parties	1
		"	"	Accounts receivable	52,667	"	-
		Dongguan Frontier Electronics Co., Ltd.	"	Sales	153,221	"	1
		"	"	Accounts receivable	90,089	"	-
		Walsin Technology Corporation (HK) Ltd.	"	Sales	2,341,351	"	14
		"	"	Accounts receivable	541,238	"	1
		Walsin Passive Component (H.K.) Limited	"	Sales	366,164	"	2
		"	"	Accounts receivable	202,980	"	-
4	Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Ltd.	Subsidiary to subsidiary	Sales	257,078	"	2
		"	"	Accounts receivable	175,664	"	-
5	Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd.	"	Sales	280,696	"	2
		"	"	Accounts receivable	122,019	"	-
6	Kamaya Electric Co., Ltd.	Walsin Technology Corporation	Subsidiary to parent company	Sales	227,791	"	1
		"	"	Accounts receivable	166,803	"	-
		Walsin Technology Europe B.V.	Subsidiary to subsidiary	Sales	134,218	"	1
		"	"	Accounts receivable	150,923	"	-
7	Kamaya Electric (M) Sdn. Bhd.	Dongguan Walsin Technology Electronics Co., Ltd.	Subsidiary to subsidiary	Sales	148,305	"	1
		"	"	Accounts receivable	73,665	"	-
		Kamaya Electric Co., Ltd.	"	Sales	421,397	"	2
		"	"	Accounts receivable	216,740	"	-
8	Prosperity Dielectrics Co., Ltd.	Frontier Components Co., Ltd.	"	Sale	417,880	"	2
		"	"	Accounts receivable	284,534	"	-
		Walsin Technology Corporation	Subsidiary to parent company	Sale	414,341	"	2
		"	"	Accounts receivable	178,879	"	-
9	Frontier Components Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	Subsidiary to subsidiary	Sale	331,845	"	2
		"	"	Accounts receivable	152,010	"	-
10	Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	"	Sale	419,794	"	2
		"	"	Accounts receivable	350,249	"	-

(Continued)

No.	Investee Company	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets
11	Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	Subsidiary to subsidiary	Sale	\$ 609,798	According to the commercial terms agreed by both parties	4
		"	"	Accounts receivable	343,119	"	-
		Taiwan Inpaq electronic Co., Ltd.	"	Sale	147,176	"	1
		"	"	Accounts receivable	81,223	"	-
		Walsin Passive Component (H.K.) Limited	"	Sale	156,445	"	1
		"	"	Accounts receivable	61,107	"	-
12	Inpaq Technology (China) Co., Ltd.	Inpaq Technology Co., Ltd.	"	Sale	318,669	"	2
		"	"	Accounts receivable	184,620	"	-
		Inpaq Technology (Suzhou) Co., Ltd.	"	Sale	134,312	"	1
		"	"	Accounts receivable	38,484	"	-
13	Hunan Frontier Electronics Co., Ltd.	Inpaq Technology Co., Ltd.	"	Sale	107,261	"	1
		"	"	Accounts receivable	56,948	"	-
14	Soshin Device Co., Ltd.	Soshin Electric Co., Ltd.	"	Sale	310,538	"	2
		"	"	Accounts receivable	58,413	"	-

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 SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 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	\$ 3,100,210	\$ 304,145	\$ 127,941	
	HannStar Board Corporation	Taiwan	Production and sale of printed circuit boards	2,018,888	2,018,888	107,381,026	20.32	6,695,453	1,451,324	291,480	
	Pan Overseas (B.V.I.) Investments Co., Ltd.	British Virgin Islands	Investment holding	671,758	671,758	21,836,000	100.00	2,368,201	29,007	30,124	
	Gallatown Developments Ltd.	Cayman Islands	Investment holding	6,077,273	6,077,273	95,129,047	89.15	25,303,965	268,382	249,113	
	Tsai Yi Corporation	Taiwan	Investment holdings and management of group companies	411,330	411,330	39,052,142	26.62	825,763	21,129	5,397	
	Falcon Automation Equipment Corporation	Taiwan	Mechanical equipment manufacturing	9,000	9,000	3,348,000	43.90	87,733	(22,982)	(10,090)	
	Inpaq Technology Co., Ltd.	Taiwan	Researching, developing, manufacturing and selling of hybrid microwave antenna module, Integrated electrical protection component and multilayer type microwave communication component and module	2,250,338	2,250,338	51,782,658	34.76	2,787,803	525,016	174,403	
	Silitech Technology Corporation	Taiwan	Keypads and module products, mechanical integrated components	561,329	561,329	17,000,000	25.00	747,819	49,921	10,917	
	Soshin Electric Co., Ltd.	Japan	Researching, developing, manufacturing and selling of capacitors, thick film printed boards, laminated dielectric filters and EMI filters	-	39,248	-	-	-	(56,083)	(694)	
	Walsin Electronics (S) Pte. Ltd.	Singapore	Marketing service	670,410	-	28,650,000	100.00	670,530	(1,281)	1,782	
	Walsin Technology Europe B.V.	Netherlands	Selling of passive electronic components	117,081	117,081	1,500,000	100.00	17,911	(32,992)	(32,992)	
	Walsin New Energy Corporation	Taiwan	Solar power generation	12,500	12,500	1,250,000	25.00	11,703	(2,136)	(534)	
	Gallatown Developments Limited	Walsin Technology Corporation (HK) Limited	Hong Kong	Selling of passive electronic components	310,719 (Note 3)	310,719 (Note 3)	1,953	100.00	1,970,387	18,015	18,015
Walsin Technology Holding Corporation (HK) Limited		Hong Kong	Investment holding	6,054,766 (Note 3)	6,054,766 (Note 3)	165,037,562	100.00	22,459,837	178,221	178,221	
Walsin Technology Corporation U.S.A.		USA	Marketing service	28,024 (Note 3)	28,024 (Note 3)	7,000,000	100.00	22,238	(323)	(323)	
Walsin Passive Component (H.K.) Limited		Hong Kong	Selling of passive electronic components	97,350 (Note 3)	97,350 (Note 3)	23,400,100	100.00	635,525	9,104	9,104	
Kamaya Electric Co., Ltd.		Japan	Manufacturing and selling of high-end electric chip resistors	1,487,932 (Note 3)	1,487,932 (Note 3)	358,037,761	100.00	2,615,522	78,379	78,379	
Walsin International Management (HK) Limited		Hong Kong	Investment holding	194,700 (Note 3)	194,700 (Note 3)	600,001	100.00	157,257	(1,050)	(1,050)	
Walsin Electronics (S) Pte. Ltd.		Singapore	Marketing service	-	29,154	-	-	-	(1,281)	(3,063)	
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	194,700 (Note 3)	194,700 (Note 3)	6,000,000	25.00	157,254	(4,133)	(1,033)	
Pan Overseas (B.V.I.) Investments Co., Ltd.	Gallatown Developments Limited	Cayman Islands	Investment holding	137,056 (Note 3)	137,056 (Note 3)	5,165,611	4.84	1,033,703	268,382	12,993	
	Fine Bright Technology Limited	Hong Kong	Investment holding	372,049 (Note 3)	372,049 (Note 3)	37,183,927	100.00	1,219,473	16,058	16,058	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
Fine Bright Technology Limited	Gallatown Developments Limited	Cayman Islands	Investment holding	\$ 104,675 (Note 3)	\$ 104,675 (Note 3)	6,407,247	6.01	\$ 1,219,450	\$ 268,382	\$ 16,116	
Walsin Technology Holding Corporation (HK) Limited	Walsin Electronics India Private Ltd.	India	Manufacturing and selling of passive electronic components	467 (Note 3)	467 (Note 3)	999	99.90	383	-	-	
	PSA Japan investment G.K.	Japan	Investment	621,853 (Note 3)	-	-	40.00	609,044	67,820	27,128	
Kamaya Electric Co., Ltd.	Kamaya Electric (M) Sdn. Bhd.	Malaysia	Manufacturing and selling of high-end electric chip resistors	1,394,530 (Note 3)	1,394,530 (Note 3)	242,125,250	100.00	2,542,192	138,030	138,030	
	Kamaya Electric (HK) Limited	Hong Kong	Selling of passive electronic components	4,210 (Note 3)	4,210 (Note 3)	2,000,000	100.00	4,033	(7,225)	(7,225)	
	Kamaya, Inc.	USA	Selling of passive electronic components	20,317 (Note 3)	20,317 (Note 3)	699	100.00	175,142	5,204	5,204	
	Nitsuko Electronics Corporation	Japan	Manufacturing and selling of film capacitors	285,152 (Note 3)	285,152 (Note 3)	37,333	70.00	286,757	(1,930)	(1,351)	
	Soshin Electric Co., Ltd.	Japan	Researching, developing, manufacturing and selling of capacitors, thick film printed boards, laminated dielectric filters and EMI filters	1,555,064 (Note 3)	820,979 (Note 3)	15,835,002	92.59	1,782,261	(56,083)	(53,529)	
	Matsuo Electric Co., Ltd.	Japan	Manufacturing and selling of tantalum capacitors, film capacitors and circuit protection components	130,843 (Note 3)	130,843 (Note 3)	840,000	26.17	150,738	17,674	4,624	
Prosperity Dielectrics Co., Ltd.	PDC Prime Holdings Limited	Samoa	Holding company	728,456	728,456	23,464,538	100.00	1,705,098	40,982	40,982	
	Frontec International Corporation	British Virgin Islands	Holding company	-	325,684	-	-	-	(2,001)	(2,001)	
	Tsai Yi Corporation	Taiwan	Holding company	51,928	51,928	4,934,995	3.36	104,351	21,129	682	
	Joyin Co., Ltd.	Taiwan	Electronics components manufacturing	426,701	426,701	23,715,360	30.40	385,411	(23,753)	(10,118)	
	Walsin New Energy Corporation	Taiwan	Solar power generation	2,500	2,500	250,000	5.00	2,341	(2,136)	(107)	
	HannStar Board Corporation	Taiwan	Production and sale of printed circuit boards	152,212	152,212	5,668,332	1.07	316,860	1,451,324	-	
PDC Prime Holdings Limited	PDC Success Investments Ltd.	Republic of Mauritius	Holding company	387,932	387,932	12,009,000	100.00	737,340	(6,113)	(6,113)	
	Frontier Components Co., Ltd.	Hong Kong	International trade	292,082 (Note 2)	292,082 (Note 2)	70,036,752	100.00	897,881	47,102	47,102	
	Prosperity International Development (HK) Co., Limited	Hong Kong	Holding company	77,912 (Note 2)	77,912 (Note 2)	2,401,000	100.00	62,928	(413)	(413)	
Prosperity International Development (HK) Co., Limited	GHPW Enterprise Corporation (HK) Limited	Hong Kong	Holding company	77,880 (Note 2)	77,880 (Note 2)	2,400,000	10.00	62,901	(4,133)	(413)	
Frontier Components Co., Ltd.	PSA Japan investment G.K.	Japan	Investment	131,609	-	-	9.00	137,362	67,820	6,091	
Inpaq Technology Co., Ltd.	Inpaq (BVI) Ltd.	BVI	Holding company	1,258,296	1,258,296	39,908,842	100.00	4,380,737	498,717	493,086	
	Inpaq Korea Co., Ltd.	Korea	Sales	12,864	12,864	76,828	44.77	7,993	(6,192)	(2,772)	
	Inpaq Technology USA, Inc.	USA	Sales	15,315	15,315	5,000,000	100.00	(18,401)	(4,567)	(4,567)	
	Inpaq Europe GmbH	Germany	Sales	1,273	1,273	38,000	19.00	2,194	2,706	514	
	Canfield Ltd.	Samoa	Sales	-	14,823	-	-	-	785	785	
	Walsin New Energy Corporation	Taiwan	Solar power generation	2,500	2,500	250,000	5.00	3,325	(2,136)	-	
	Yangtze Energy Technologies, Inc.	Taiwan	Manufacturing and selling of electronic products	7,000	7,000	311,097	19.89	1,919	(680)	(135)	
	Eleceram Technology Co., Ltd.	Taiwan	Manufacturing and selling of electronic components	209,946	209,946	8,747,750	72.90	188,317	(10,668)	(8,593)	
Inpaq Technology Japan Co., Ltd.	Japan	Sales	41,940	-	20,000	100.00	40,340	-	-		
Inpaq (BVI) Ltd.	Inpaq (Cayman Islands) Ltd.	Cayman Islands	Holding company	1,002,550	1,002,550	32,150,000	100.00	2,120,249	467,078	467,078	
	Inpaq (HK) Co., Limited	Hong Kong	Holding company	-	277,988	-	-	-	-	-	
	PSA Japan investment G.K.	Japan	Investment	186,556	-	-	12.00	182,695	67,820	8,138	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of June 30, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				June 30, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
Inpaq Technology (Suzhou) Co., Ltd.	Holypaq (HK) Co., Limited	Hong Kong	Holding company	\$ 122,240	\$ 122,240	4,000,000	100.00	\$ (164,187)	\$ 61,927	\$ 61,927	
Holypaq (HK) Co., Limited	Taiwan Inpaq electronic Co., Ltd.	Taiwan	Manufacturing and selling of electronic products	122,240	122,240	-	100.00	(164,187)	61,927	61,927	
Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Japan	Manufacturing and selling of information and communication electronic components	40,640	40,640	2,020	100.00	273,717	2,040	2,040	
	Soshin Powertech Co., Ltd.	Japan	Manufacturing and selling of power electronic components	20,119	20,119	10,000	100.00	22,540	2,070	2,070	
	Risshin Electronics Co., Ltd.	Japan	Manufacturing and selling of information and communication electronics components	10,060	10,060	159,290	100.00	24,096	86	86	
	Soshin Electronics (M) Sdn. Bhd.	Malaysia	Manufacturing and selling of power electronic components	139,475	139,475	16,000,000	100.00	143,162	8,541	8,541	
	Soshin Electronics of America Inc.	USA	Selling of electronic components	2,170	2,170	100,000	100.00	4,487	126	126	
	Soshin Electronics (HK) Limited	Hong Kong	Selling of electronic components	55,775	55,775	18,737,823	100.00	64,089	786	786	
	Taiwan Soshin Electric Co., Ltd.	Taiwan	Selling of electronic components	5,000	5,000	500,000	100.00	6,061	(58)	(58)	
Soshin Electronics Europe GmbH	Germany	Selling of electronic components	1,355	1,355	1,000	100.00	4,089	(26)	(26)		

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 9.

Note 3: The average exchange rates on June 30, 2024 were used to convert the foreign currencies into New Taiwan dollars.

The average exchange rate on June 30, 2024 was USD to NTD = 1:32.45
The average exchange rate on June 30, 2024 was JPY to USD = 1:0.0062
The average exchange rate on June 30, 2024 was SGD to NTD = 1:23.9166
The average exchange rate on June 30, 2024 was HKD to USD = 1:0.1281

(Concluded)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE SIX MONTHS ENDED JUNE 30, 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 June 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of June 30, 2024	Accumulated Repatriation of Investment Income as of June 30, 2024
					Outward	Inward						
Dongguan Walsin Technology Electronics Co., Ltd.	Manufacturing and selling of passive electronic components	\$ 4,166,580 (US\$ 128,400,000)	Note 1	\$ 2,952,950 (US\$ 91,000,000)	\$ -	\$ -	\$ 2,952,950 (US\$ 91,000,000)	\$ 193,219	100.00	\$ 193,219	\$ 9,756,649	\$ 975,432 (US\$ 30,059,527)
Suzhou Walsin Technology Electronics Co., Ltd.	Manufacturing and selling of passive electronic components	2,239,050 (US\$ 69,000,000)	Note 1	2,239,050 (US\$ 69,000,000)	-	-	2,239,050 (US\$ 69,000,000)	20,738	100.00	20,738	2,727,916	52,512 (US\$ 1,618,250)
Dongguan Huafai Trading Co., Ltd.	Trading of electronic parts, warehousing and commission agency	64,900 (US\$ 2,000,000)	Note 1	64,900 (US\$ 2,000,000)	-	-	64,900 (US\$ 2,000,000)	2,350	100.00	2,350	364,344	-
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Manufacturing and selling of passive electronic components	535,425 (US\$ 16,500,000)	Note 1	415,683 (US\$ 12,809,965)	-	-	415,683 (US\$ 12,809,965)	10,048	100.00	10,048	723,069	250,422 (US\$ 7,717,169)
GHPW Enterprise Corporation (Chongqing) Limited	Business consultations, business management, consultation services and property management	778,800 (US\$ 24,000,000)	Note 1	194,700 (US\$ 6,000,000)	-	-	194,700 (US\$ 6,000,000)	(4,117)	25.00	(1,029)	157,120	-
Suzhou Walsin Color Trading Co., Ltd.	Trading of electronic parts and commission agency	525,690 (US\$ 16,200,000)	Note 1	249,866 (US\$ 7,700,016)	-	-	249,866 (US\$ 7,700,016)	(78)	39.32	(31)	159,989	12,220 (US\$ 376,582)
Chongqing Shuohong Investment Co., Ltd.	Investment, investment management, investment consultation services	2,366,514 (RMB 530,000,000) (Note 4)	Note 1	-	-	-	-	856	25.65	220	703,307	-
Chongqing Ruishuang Technology Co., Ltd.	Selling of electronic components, real estate investment and leasing	117,111 (RMB 26,228,000) (Note 5)	Note 1	-	-	-	-	(346)	34.54	(120)	50,855	-
Soshin Electronics (Shenzhen) Limited	Selling of electronic components	11,682 (US\$ 360,000)	Note 1	-	-	-	-	1,330	92.59	1,231	41,444	-

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 June 30, 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 June 30, 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 June 30, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$4,857,975 (US\$149,706,474)	\$4,994,067 (US\$153,900,371)	35,378,993

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	\$ 3,241,876	According to the commercial terms agreed upon by both parties	90-120 days T/T	According to the commercial terms agreed by both parties	\$ 1,179,154	34	\$ 305,620
		Purchases	1,348,700	"	"	"	(882,670)	(33)	-
Suzhou Walsin Technology Electronics Co., Ltd.	Sub-subsiary	Sales	940,771	"	90-120 days T/T	"	331,033	10	43,393

Note: The average exchange rate on June 30, 2024 was USD to NTD = 1:32.45

The average exchange rate from January 1 to June 30, 2024 was USD to NTD = 1:31.901

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 SIX MONTHS ENDED JUNE 30, 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 June 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of June 30, 2024 (Note 3)	Accumulated Repatriation of Investment Income as of June 30, 2024
					Outward	Inward						
PDC Electronics (Suzhou) Co., Ltd.	Manufacturing of ceramic materials	\$ 389,400 (US\$ 12,000,000)	Note 1	\$ 389,400 (US\$ 12,000,000)	\$ -	\$ -	\$ 389,400 (US\$ 12,000,000)	\$ (6,130)	100.00	\$ (6,130)	\$ 737,035	\$ 168,101 (US\$ 5,180,313)
Dongguan Frontier Electronics Co., Ltd.	Selling of electronic components	197,945 (US\$ 6,100,000)	Note 1	197,945 (US\$ 6,100,000)	-	-	197,945 (US\$ 6,100,000)	14,815	100.00	14,815	271,506	106,410 (US\$ 3,279,186)
Chongqing Shuohong Investment Co., Ltd.	Investment, investment management, investment consultation services	2,366,874 (RMB 530,000,000) (Note 4)	Note 1	-	-	-	-	857	20.43	175	560,301	-
Chongqing Xincheng Electronic Co., Ltd.	Selling of electronic components, real estate investment and leasing	241,698 (RMB 54,122,000) (Note 5)	Note 1	-	-	-	-	(711)	13.04	(92)	39,678	-
GHPW Enterprise Corporation (Chongqing) Limited	Business consultations, business management, consultation services and property management	778,800 (US\$ 24,000,000)	Note 1	77,880 (US\$ 2,400,000)	-	-	77,880 (US\$ 2,400,000)	(4,119)	10.00	(412)	62,848	-
Prosperity Frontier Electronics (Shenzhen) Co., Ltd.	Manufacturing and selling of chip components, power electronic devices and new electronic components	- (Note 6)	Note 1	183,075 (US\$ 5,641,768)	-	139,375 (US\$ 4,295,089)	43,700 (US\$ 1,346,679)	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 June 30, 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 June 30, 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 April 2024.

(Continued)

2. Investment quota for mainland China:

Accumulated Outward Remittance for Investments in Mainland China as of June 30, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$813,895 (US\$25,081,502)	\$899,666 (US\$27,724,673)	(Note 2)

Note 1: The average exchange rates on June 30, 2024 were as follows:

USD:NTD = 1:32.450
RMB:NTD = 1:4.4658

The average exchange rates from January 1 to June 30, 2024 were as follows:

USD:NTD = 1:31.9010
RMB:NTD = 1:4.4899

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: Tables 2 and 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 SIX MONTHS ENDED JUNE 30, 2024
(In Thousands of New Taiwan Dollars)**

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 June 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Notes 3 and 5)	Carrying Amount as of June 30, 2024 (Notes 2, 3 and 5)	Accumulated Repatriation of Investment Income as of June 30, 2024
					Outward	Inward						
Inpaq Technology (Suzhou) Co., Ltd.	Manufacturing and selling of passive electronic components, etc.	\$ 360,643	Note 1	\$ 360,643	\$ -	\$ -	\$ 360,643	\$ 446,137	100	\$ 446,137	\$ 1,143,416	\$ 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	20,232	100	20,232	948,815	-
Inpaq Trading (Suzhou) Co., Ltd.	Selling of passive electronic components	9,463	Note 4	-	-	-	-	1,216	100	1,216	33,295	-
Hunan Frontier Electronics Co., Ltd.	Manufacturing and selling of transformer, coils and magnetic components	456,560	Note 4	-	-	-	-	(2,174)	100	(2,174)	344,781	-

2. Investment quota for mainland China:

Accumulated Outward Remittance for Investments in Mainland China as of June 30, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA (Note 3)
\$1,278,302	\$916,977	\$4,317,112

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 (Suzhou) 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 Technology (Suzhou) Co., Ltd. remitted cash dividends of NT\$361,325 thousand in 2024, which has been approved by the Investment Commission, Ministry of Economic Affairs on January 22, 2021 under approval letter no. 10900410860.

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 SIX MONTHS ENDED JUNE 30, 2024**

Name Of Shareholder	Shares	
	Total Shares Owned	Ownership Percentage (%)
Walsin Lihwa Corporation	88,902,325	18.30
HannStar Board Corporation	38,267,115	7.87

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 preferred 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.