

**Walsin Technology Corporation and  
Subsidiaries**

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

## INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders  
Walsin Technology Corporation

### Introduction

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

### Scope of Review

Except as explained in the 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 non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2024 and 2023, the combined total assets of these non-significant subsidiaries amounted to NT\$2,913,428 thousand and NT\$3,107,228 thousand, representing 2.88% and 3.23%, respectively, of the consolidated total assets, and the combined total liabilities of these subsidiaries amounted to NT\$743,934 thousand and NT\$890,307 thousand, representing 1.75% and 2.30%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2024 and for the nine months ended September 30, 2024, the amounts of combined comprehensive loss of these subsidiaries were NT\$(65,446) thousand and NT\$(109,360) thousand, representing (37.81%) and (2.63%), respectively, of the consolidated total comprehensive loss; for the three months ended September 30, 2023 and for the nine months ended September 30, 2023, the amounts of comprehensive income (loss) were NT\$21,761 thousand and NT\$(162,662) thousand, representing 0.81% and (3.28%), respectively, of the consolidated total 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 September 30, 2024 and 2023, investments in associates accounted for using the equity method that were not reviewed amounted to NT\$558,906 thousand and NT\$592,463 thousand, respectively. The total share of loss of the associates accounted for using the equity method that were not reviewed for the three months ended September 30, 2024 and for the nine months ended September 30, 2024 amounted to NT\$(4,732) thousand and NT\$(12,619) thousand, respectively, and total share of profit of the associates accounted for using the equity method that were not reviewed for the three months ended September 30, 2023 and for the nine months ended September 30, 2023 amounted to NT\$12,403 thousand and NT\$9,142 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 September 30, 2024 and 2023, its consolidated financial performance for the three months ended September 30, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2024 and 2023 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

### **Other Matter**

We did not review the financial statements of some subsidiaries and investments 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 September 30, 2024 and 2023, the combined total assets (including investments accounted for using the equity method) of these subsidiaries were NT\$13,470,732 thousand and NT\$12,356,132 thousand, representing 13.32% and 12.86%, respectively, of the consolidated total assets; for the three months ended September 30, 2024 and for the nine months ended September 30, 2024, the amounts of consolidated net operating income of these subsidiaries were NT\$1,838,275 thousand and NT\$5,103,840 thousand, representing 19.66% and 19.34%, respectively, of the consolidated net operating income; for the three months ended September 30, 2023 and for the nine months ended September 30, 2023, the amounts of consolidated net operating income of these subsidiaries were NT\$1,646,993 thousand and NT\$4,499,189 thousand, representing 18.95% and 18.19%, respectively, of the consolidated net operating income. For the three months ended September 30, 2024 and for the nine months ended September 30, 2024, the comprehensive income (including share of profit of associates accounted for using the equity method) was NT\$213,184 thousand and NT\$863,364 thousand, representing 123.16% and 20.79%, respectively, of the consolidated total comprehensive income, and for the three months ended September 30, 2023 and for the nine months ended September 30, 2023, the comprehensive income (including share of profit of associates accounted for using the equity method) was NT\$366,474 thousand and NT\$686,892 thousand, representing 13.62% and 13.85%, respectively, of the consolidated total comprehensive income.

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

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

October 30, 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	September 30, 2024		December 31, 2023		September 30, 2023	
	Amount	%	Amount	%	Amount	%
<b>CURRENT ASSETS</b>						
Cash and cash equivalents (Note 6)	\$ 6,869,064	7	\$ 6,621,395	7	\$ 9,311,645	10
Financial assets at fair value through profit or loss - current (Note 7)	772,527	1	547,956	1	392,379	-
Financial assets at amortized cost - current (Notes 8 and 28)	3,593,288	3	12,959,745	14	15,239,661	16
Notes receivable from unrelated parties (Note 9)	753,001	1	949,140	1	969,910	1
Trade receivables from unrelated parties (Note 9)	9,948,609	10	8,741,151	9	9,400,548	10
Trade receivables from related parties (Notes 9 and 27)	69,839	-	50,872	-	54,585	-
Finance lease receivables	18,979	-	21,728	-	18,266	-
Other receivables from unrelated parties	865,653	1	624,538	1	602,195	-
Other receivables from related parties (Note 27)	105,589	-	14,264	-	14,498	-
Inventories (Note 10)	7,820,335	8	6,962,980	7	6,937,903	7
Other current assets	467,692	-	521,831	-	636,614	1
Total current assets	31,284,576	31	38,015,600	40	43,578,204	45
<b>NON-CURRENT ASSETS</b>						
Financial assets at fair value through profit or loss - non-current (Note 7)	509,155	1	553,263	1	215,700	-
Financial assets at fair value through other comprehensive income - non-current (Note 12)	12,393,917	12	7,274,441	8	7,070,760	7
Financial assets at amortized cost - non-current (Note 8)	21,533,782	21	10,845,723	11	6,412,268	7
Investments accounted for using the equity method (Note 13)	10,756,890	11	10,549,319	11	10,543,877	11
Property, plant and equipment (Note 14)	21,769,806	22	24,088,788	26	25,401,052	26
Right-of-use assets (Note 15)	889,917	1	942,657	1	979,764	1
Investment properties (Note 16)	356,304	-	327,219	-	13,142	-
Intangible assets (Note 17)	493,727	-	577,960	1	607,399	1
Deferred tax assets (Note 4)	633,686	1	691,277	1	647,337	1
Guarantee deposits paid (Note 28)	115,827	-	106,265	-	118,241	-
Finance lease receivables - non-current	13,232	-	17,650	-	21,465	-
Other non-current assets	400,049	-	453,066	-	464,176	1
Total non-current assets	69,866,292	69	56,427,628	60	52,495,181	55
<b>TOTAL</b>	<b>\$ 101,150,868</b>	<b>100</b>	<b>\$ 94,443,228</b>	<b>100</b>	<b>\$ 96,073,385</b>	<b>100</b>
<b>LIABILITIES AND EQUITY</b>						
<b>CURRENT LIABILITIES</b>						
Short-term borrowings (Note 18)	\$ 15,340,707	15	\$ 8,588,119	9	\$ 8,149,758	8
Notes payable to unrelated parties	82,166	-	229,387	-	149,960	-
Trade payables to unrelated parties	4,408,390	4	3,491,374	4	3,563,453	4
Trade payables to related parties (Note 27)	44,953	-	30,081	-	27,909	-
Payables for equipment (Note 27)	485,121	-	716,882	1	961,621	1
Other payables (Note 27)	3,660,454	4	3,346,954	4	3,447,151	4
Current tax liabilities (Note 4)	660,805	1	1,000,679	1	979,075	1
Lease liabilities - current (Note 15)	147,341	-	155,493	-	163,204	-
Current portion of bonds payable (Note 19)	-	-	4,778,445	5	4,762,611	5
Current portion of long-term borrowings (Note 18)	2,777,033	3	2,987,531	3	3,224,924	3
Other current liabilities	172,462	-	149,076	-	134,189	-
Total current liabilities	27,779,432	27	25,474,021	27	25,563,855	26
<b>NON-CURRENT LIABILITIES</b>						
Financial liabilities at fair value through profit or loss - non-current (Note 7)	1,254	-	2,374	-	-	-
Bonds payable (Note 19)	672,129	1	662,742	1	-	-
Long-term borrowings (Note 18)	12,338,187	12	9,472,164	10	11,110,918	12
Current tax liabilities - non-current (Note 4)	32,614	-	218,556	-	306,092	-
Deferred tax liabilities (Note 4)	802,956	1	1,103,389	1	816,807	1
Lease liabilities - non-current (Note 15)	400,382	1	470,414	1	478,878	1
Long-term payables	19,174	-	16,833	-	16,605	-
Long-term deferred revenue	30,900	-	32,529	-	33,204	-
Net defined benefit liabilities - non-current (Note 4)	187,140	-	196,332	-	165,967	-
Guarantee deposits received	193,998	-	178,098	-	187,687	-
Total non-current liabilities	14,678,734	15	12,353,431	13	13,116,158	14
Total liabilities	42,458,166	42	37,827,452	40	38,680,013	40
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 20)</b>						
Ordinary shares	4,858,048	5	4,858,043	5	4,858,043	5
Capital surplus	3,163,747	3	3,116,412	3	3,123,140	3
Retained earnings						
Legal reserve	5,140,341	5	4,911,739	5	4,911,739	5
Special reserve	1,096,797	1	1,096,797	1	1,096,797	1
Unappropriated earnings	30,186,630	30	29,347,656	31	29,521,342	31
Other equity						
Exchange differences on translation of the financial statements of foreign operations	(165,956)	-	(1,678,514)	(2)	(594,550)	(1)
Unrealized gain on financial assets at fair value through other comprehensive income	5,003,607	5	5,163,892	6	4,743,661	5
Treasury shares	(236,380)	(1)	(236,380)	-	(236,380)	-
Total equity attributable to owners of the Company	49,046,834	48	46,579,645	49	47,423,792	49
<b>NON-CONTROLLING INTERESTS (Note 20)</b>	<b>9,645,868</b>	<b>10</b>	<b>10,036,131</b>	<b>11</b>	<b>9,969,580</b>	<b>11</b>
Total equity	58,692,702	58	56,615,776	60	57,393,372	60
<b>TOTAL</b>	<b>\$ 101,150,868</b>	<b>100</b>	<b>\$ 94,443,228</b>	<b>100</b>	<b>\$ 96,073,385</b>	<b>100</b>

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

(With Deloitte & Touche review report dated October 30, 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 September 30				For the Nine Months Ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
NET SALES (Note 27)	\$ 9,350,776	100	\$ 8,690,175	100	\$ 26,393,286	100	\$ 24,738,334	100
COST OF SALES (Note 27)	<u>7,458,906</u>	<u>80</u>	<u>7,012,535</u>	<u>81</u>	<u>21,338,282</u>	<u>81</u>	<u>20,592,384</u>	<u>83</u>
GROSS PROFIT	<u>1,891,870</u>	<u>20</u>	<u>1,677,640</u>	<u>19</u>	<u>5,055,004</u>	<u>19</u>	<u>4,145,950</u>	<u>17</u>
OPERATING EXPENSES								
Selling and marketing expenses	446,571	5	428,098	5	1,258,618	5	1,229,692	5
General and administrative expenses	339,575	3	374,008	4	1,199,990	4	1,040,483	5
Research and development expenses	<u>260,946</u>	<u>3</u>	<u>266,651</u>	<u>3</u>	<u>758,112</u>	<u>3</u>	<u>781,908</u>	<u>3</u>
Total operating expenses	<u>1,047,092</u>	<u>11</u>	<u>1,068,757</u>	<u>12</u>	<u>3,216,720</u>	<u>12</u>	<u>3,052,083</u>	<u>13</u>
PROFIT FROM OPERATIONS	<u>844,778</u>	<u>9</u>	<u>608,883</u>	<u>7</u>	<u>1,838,284</u>	<u>7</u>	<u>1,093,867</u>	<u>4</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income	351,963	4	284,418	3	996,324	4	758,445	3
Rental income (Note 27)	15,051	-	10,945	-	43,852	-	32,474	-
Dividend income (Note 27)	86,200	1	80,189	1	159,144	1	194,885	1
Other income	10,395	-	3,653	-	61,656	-	48,049	-
(Loss) gain on disposal of property, plant and equipment	(3,890)	-	(493)	-	785	-	(2,714)	-
(Loss) gain on disposal of investments	(904)	-	-	-	400	-	20,898	-
(Loss) gain on financial assets at FVTPL	(139)	-	(13,738)	-	105,422	-	102,410	1
Other expenses	(6,535)	-	(35,926)	(1)	(18,742)	-	(72,688)	-
Foreign exchange (loss) gain	(714,303)	(8)	502,593	6	227,630	1	799,890	3
Interest expense	(128,516)	(1)	(102,444)	(1)	(331,666)	(1)	(288,770)	(1)
Share of profit of associates accounted for using the equity method (Note 13)	<u>128,242</u>	<u>1</u>	<u>247,466</u>	<u>3</u>	<u>416,806</u>	<u>1</u>	<u>505,225</u>	<u>2</u>
Total non-operating income and expenses	<u>(262,436)</u>	<u>(3)</u>	<u>976,663</u>	<u>11</u>	<u>1,661,611</u>	<u>6</u>	<u>2,098,104</u>	<u>9</u>
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	582,342	6	1,585,546	18	3,499,895	13	3,191,971	13
INCOME TAX EXPENSE (Notes 4 and 22)	<u>(57,804)</u>	<u>-</u>	<u>(274,929)</u>	<u>(3)</u>	<u>(866,586)</u>	<u>(3)</u>	<u>(416,828)</u>	<u>(2)</u>
NET PROFIT FOR THE PERIOD	<u>524,538</u>	<u>6</u>	<u>1,310,617</u>	<u>15</u>	<u>2,633,309</u>	<u>10</u>	<u>2,775,143</u>	<u>11</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 September 30				For the Nine Months Ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
OTHER COMPREHENSIVE (LOSS) INCOME								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	\$ (336,629)	(3)	\$ 40,729	1	\$ 88,849	1	\$ 1,276,593	5
Share of the other comprehensive (loss) income of associates accounted for using the equity method	<u>(162,323)</u>	<u>(2)</u>	<u>114,860</u>	<u>1</u>	<u>(192,435)</u>	<u>(1)</u>	<u>373,599</u>	<u>2</u>
	<u>(498,952)</u>	<u>(5)</u>	<u>155,589</u>	<u>2</u>	<u>(103,586)</u>	<u>-</u>	<u>1,650,192</u>	<u>7</u>
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translation of the financial statements of foreign operations	132,171	1	1,019,876	12	1,335,606	5	450,051	2
Unrealized gain (loss) on investments in debt instruments at fair value through other comprehensive income	16,805	-	(18,080)	-	1,145	-	(20,254)	-
Share of other comprehensive (loss) income of associates accounted for using the equity method	<u>(1,471)</u>	<u>-</u>	<u>221,781</u>	<u>2</u>	<u>286,521</u>	<u>1</u>	<u>103,941</u>	<u>-</u>
	<u>147,505</u>	<u>1</u>	<u>1,223,577</u>	<u>14</u>	<u>1,623,272</u>	<u>6</u>	<u>533,738</u>	<u>2</u>
Other comprehensive (loss) income for the period, net of income tax	<u>(351,447)</u>	<u>(4)</u>	<u>1,379,166</u>	<u>16</u>	<u>1,519,686</u>	<u>6</u>	<u>2,183,930</u>	<u>9</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 173,091</u>	<u>2</u>	<u>\$ 2,689,783</u>	<u>31</u>	<u>\$ 4,152,995</u>	<u>16</u>	<u>\$ 4,959,073</u>	<u>20</u>
NET PROFIT								
ATTRIBUTABLE TO:								
Owners of the Company	\$ 445,436	5	\$ 1,059,938	12	\$ 2,062,791	8	\$ 2,177,461	9
Non-controlling interests	<u>79,102</u>	<u>1</u>	<u>250,679</u>	<u>3</u>	<u>570,518</u>	<u>2</u>	<u>597,682</u>	<u>2</u>
	<u>\$ 524,538</u>	<u>6</u>	<u>\$ 1,310,617</u>	<u>15</u>	<u>\$ 2,633,309</u>	<u>10</u>	<u>\$ 2,775,143</u>	<u>11</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Owners of the Company	\$ 158,028	2	\$ 2,359,537	27	\$ 3,462,809	13	\$ 4,296,910	17
Non-controlling interests	<u>15,063</u>	<u>-</u>	<u>330,246</u>	<u>4</u>	<u>690,186</u>	<u>3</u>	<u>662,163</u>	<u>3</u>
	<u>\$ 173,091</u>	<u>2</u>	<u>\$ 2,689,783</u>	<u>31</u>	<u>\$ 4,152,995</u>	<u>16</u>	<u>\$ 4,959,073</u>	<u>20</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 September 30				For the Nine Months Ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
EARNINGS PER SHARE								
(Note 23)								
Basic	<u>\$ 0.92</u>		<u>\$ 2.19</u>		<u>\$ 4.25</u>		<u>\$ 4.49</u>	
Diluted	<u>\$ 0.92</u>		<u>\$ 2.11</u>		<u>\$ 4.20</u>		<u>\$ 4.36</u>	

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

(With Deloitte & Touche review report dated October 30, 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			Retained Earnings			Other Equity		Treasury Shares	Total	Non-controlling Interests	Total Equity
	Shares (In Thousands)	Share Capital	Capital Surplus	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 AT 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 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	-	-	7,787	-	-	-	-	-	-	7,787	-	7,787
Changes in percentage of ownership interests in subsidiaries	-	-	4,194	-	-	(93)	-	-	-	4,101	2,596	6,697
Net profit for the nine months ended September 30, 2023	-	-	-	-	-	2,177,461	-	-	-	2,177,461	597,682	2,775,143
Other comprehensive income for the nine months ended September 30, 2023	-	-	-	-	-	-	596,986	1,522,463	-	2,119,449	64,481	2,183,930
Total comprehensive income for the nine months ended September 30, 2023	-	-	-	-	-	2,177,461	596,986	1,522,463	-	4,296,910	662,163	4,959,073
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	1,711	1,711
Disposal of investments in equity instruments designated as at fair value through other comprehensive income (Note 20)	-	-	-	-	-	282,335	-	(282,335)	-	-	-	-
<b>BALANCE AT SEPTEMBER 30, 2023</b>	<u>485,804</u>	<u>\$ 4,858,043</u>	<u>\$ 3,123,140</u>	<u>\$ 4,911,739</u>	<u>\$ 1,096,797</u>	<u>\$ 29,521,342</u>	<u>\$ (594,550)</u>	<u>\$ 4,743,661</u>	<u>\$ (236,380)</u>	<u>\$ 47,423,792</u>	<u>\$ 9,969,580</u>	<u>\$ 57,393,372</u>
BALANCE AT 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 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	-	-	(34)	-	-	-	14,874	-	14,874
The difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	-	-	30,800	-	-	-	-	-	-	30,800	-	30,800
Changes in percentage of ownership interests in subsidiaries (Note 24)	-	-	1,532	-	-	1,553	-	-	-	3,085	-	3,085
Net profit for the nine months ended September 30, 2024	-	-	-	-	-	2,062,791	-	-	-	2,062,791	570,518	2,633,309
Other comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	-	1,512,558	(112,540)	-	1,400,018	119,668	1,519,686
Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	2,062,791	1,512,558	(112,540)	-	3,462,809	690,186	4,152,995
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	(1,080,449)	(1,080,449)
Associate disposal investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	47,745	-	(47,745)	-	-	-	-
<b>BALANCE AT SEPTEMBER 30, 2024</b>	<u>485,805</u>	<u>\$ 4,858,048</u>	<u>\$ 3,163,747</u>	<u>\$ 5,140,341</u>	<u>\$ 1,096,797</u>	<u>\$ 30,186,630</u>	<u>\$ (165,956)</u>	<u>\$ 5,003,607</u>	<u>\$ (236,380)</u>	<u>\$ 49,046,834</u>	<u>\$ 9,645,868</u>	<u>\$ 58,692,702</u>

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

(With Deloitte & Touche review report dated October 30, 2024)

# WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2024	2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 3,499,895	\$ 3,191,971
Adjustments for:		
Depreciation expense	3,661,959	3,711,499
Amortization expense	109,707	116,159
Expected credit loss recognized on trade receivables	7,803	1,255
Interest expense	331,666	288,770
Loss (gain) on lease modification	27	(137)
Interest income	(996,324)	(758,445)
Dividend income	(159,144)	(194,885)
Write-downs of inventories	42,763	155,160
Share-based payment transactions	-	5,444
Share of profit of associates accounted for using the equity method	(416,806)	(505,225)
(Gain) loss on disposal of property, plant and equipment	(785)	2,714
Net gain on financial assets at FVTPL	(105,422)	(102,410)
Gain on disposal of investments	(400)	(20,898)
Impairment (reversed) loss recognized on property, plant and equipment/investment property	(38,253)	19,394
Net gain on foreign currency exchange	(93,228)	(393,894)
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	(128,896)	135,444
Notes receivable from unrelated parties	196,139	(102,297)
Trade receivables from unrelated parties	(1,243,897)	(807,146)
Trade receivables from related parties	(18,967)	(3,273)
Other receivables from unrelated parties	(92,643)	(61,949)
Other receivables from related parties	(88,121)	2,521
Inventories	(900,118)	790,082
Other current assets	58,489	(81,961)
Other non-current assets	136,063	51,853
Notes payable to unrelated parties	(147,221)	(44,740)
Trade payables to unrelated parties	904,488	949,916
Trade payables to related parties	14,872	2,399
Other payables	168,574	14,559
Other current liabilities	23,386	(30,773)
Other non-current liabilities	(8,480)	(39,366)
Cash generated from operations	4,717,126	6,291,741
Interest received	845,165	637,988
Dividends received	406,398	549,748
Interest paid	(287,381)	(237,098)
Income tax paid	(1,638,926)	(792,167)
Net cash generated from operating activities	<u>4,042,382</u>	<u>6,450,212</u>

(Continued)

# WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2024	2023
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	\$ (5,000,500)	\$ (737,158)
Proceeds from financial assets at fair value through other comprehensive income	-	615,506
Purchase of financial assets at amortized cost	(972,377)	(13,028,912)
Acquisition of investments accounted for using the equity method	-	(17,500)
Payments for property, plant and equipment	(1,004,093)	(1,774,397)
Proceeds from disposal of property, plant and equipment	28,012	106,496
Proceeds from intangible assets	-	13
Increase in guarantee deposits paid	(9,562)	(5,060)
Payments for intangible assets	(4,146)	(28,036)
Decrease in finance lease receivables	8,096	8,343
Increase in prepayments for equipment	(27,955)	(28,183)
Net cash used in investing activities	<u>(6,982,525)</u>	<u>(14,888,888)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase in short-term borrowings	6,619,515	1,094,810
Repayment of bonds payable	(4,798,900)	-
Increase in long-term borrowings	2,971,335	332,764
Increase (decrease) in guarantee deposits received	15,900	(69,891)
Cash dividends	(1,044,462)	(1,165,922)
Repayment of the principal portion of lease liabilities	(122,448)	(124,473)
Changes in non-controlling interests	(972,183)	2,967
Net cash generated from financing activities	<u>2,668,757</u>	<u>70,255</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES</b>		
	<u>519,055</u>	<u>176,731</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	247,669	(8,191,690)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<u>6,621,395</u>	<u>17,503,335</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u>\$ 6,869,064</u>	<u>\$ 9,311,645</u>

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

(With Deloitte & Touche review report dated October 30, 2024)

(Concluded)

# WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

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### 1. GENERAL INFORMATION

Walsin Technology Corporation (the “Company”) was incorporated in the Republic of China (ROC) on July 29, 1970 and was engaged in the design, development and manufacture of semiconductors and LED (light-emitting diode) chips. On July 1, 1992, the Company purchased machinery, equipment and inventory 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 October 30, 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

<b>New, Amended and Revised Standards and Interpretations</b>	<b>Effective Date Announced by IASB</b>
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 impacts of the above amended standards and interpretations on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

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

a. Statement of compliance

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

b. Basis of preparation

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

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

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

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the 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 on 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, estimations and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

When developing material accounting estimates, the Group considers the possible impact 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 not widely dispersed holdings 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 not widely dispersed holdings of other shareholders, the Group is not able to direct the relevant activities of 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 not widely dispersed holdings 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 not widely dispersed holdings 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 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 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

	September 30, 2024	December 31, 2023	September 30, 2023
Cash on hand	\$ 3,237	\$ 3,525	\$ 3,797
Checking accounts and demand deposits	4,752,442	4,229,126	5,144,641
Cash equivalents			
Time deposits with original maturities of less than 3 months	2,085,359	1,929,025	3,901,859
Repurchase agreements collateralized by bonds	<u>28,026</u>	<u>459,719</u>	<u>261,348</u>
	<u>\$ 6,869,064</u>	<u>\$ 6,621,395</u>	<u>\$ 9,311,645</u>

Time deposits in the amounts of \$90,361 thousand, \$86,601 thousand and \$814,401 thousand as of September 30, 2024, December 31, 2023 and September 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 to the consolidated financial statements).

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

	September 30, 2024	December 31, 2023	September 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	\$ 302,124	\$ 215,285	\$ 196,735
Foreign listed shares	124,724	65,768	70,730
Fund beneficiary certificates	136,497	191,493	63,200
Hybrid financial assets			
Structured notes	<u>209,182</u>	<u>75,410</u>	<u>61,714</u>
	<u>\$ 772,527</u>	<u>\$ 547,956</u>	<u>\$ 392,379</u>
<u>Financial assets at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Foreign listed shares	\$ 76,388	\$ 20,883	\$ -
Fund beneficiary certificates	407,767	385,056	69,914
Limited partnership	25,000	25,000	25,000
Hybrid financial assets			
Structured notes	<u>-</u>	<u>122,324</u>	<u>120,786</u>
	<u>\$ 509,155</u>	<u>\$ 553,263</u>	<u>\$ 215,700</u>

(Continued)

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Financial liabilities at FVTPL - non-current</u>			
Financial liabilities mandatorily classified as at FVTPL			
Derivative financial liabilities (not under hedge accounting)			
Redemption right and put option of domestic convertible bonds	<u>\$ 1,254</u>	<u>\$ 2,374</u>	<u>\$ -</u> (Concluded)

## 8. FINANCIAL ASSETS AT AMORTIZED COST

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Current</u>			
Time deposits with original maturities of more than 3 months, foreign corporate bonds and foreign government bonds	<u>\$ 3,593,288</u>	<u>\$ 12,959,745</u>	<u>\$ 15,239,661</u>
<u>Non-current</u>			
Time deposits with original maturities of more than 1 year, foreign corporate bonds and foreign government bonds	<u>\$ 21,533,782</u>	<u>\$ 10,845,723</u>	<u>\$ 6,412,268</u>

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

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Time deposits with original maturities of more than 3 months	0.535%-7.125%	0.420%-5.900%	0.350%-5.880%

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

<b>Maturity Date</b>	<b>Coupon Rate</b>	<b>Effective Interest Rate</b>
October 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

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Notes receivable from unrelated parties</u>			
At amortized cost			
Gross carrying amount	\$ 753,001	\$ 949,140	\$ 969,910
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 753,001</u>	<u>\$ 949,140</u>	<u>\$ 969,910</u>
<u>Trade receivables from unrelated parties</u>			
At amortized cost			
Gross carrying amount	\$ 10,045,018	\$ 8,829,068	\$ 9,488,113
Less: Allowance for impairment loss	<u>(96,409)</u>	<u>(87,917)</u>	<u>(87,565)</u>
	<u>\$ 9,948,609</u>	<u>\$ 8,741,151</u>	<u>\$ 9,400,548</u>
<u>Trade receivables from related parties (Note 27)</u>			
At amortized cost			
Gross carrying amount	\$ 69,839	\$ 50,872	\$ 54,585
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 69,839</u>	<u>\$ 50,872</u>	<u>\$ 54,585</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 evidence 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.

September 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	\$ 8,289,799	\$ 112,232	\$ 3,702	\$ 3,391	\$ 2	\$ 1,717	\$ 8,410,843
Loss allowance (Lifetime ECLs)	(75,713)	(5,418)	(370)	(678)	(1)	(1,717)	(83,897)
Loss allowance (individual customers ECLs)	<u>(424)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(424)</u>
Amortized cost	<u>\$ 8,213,662</u>	<u>\$ 106,814</u>	<u>\$ 3,332</u>	<u>\$ 2,713</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 8,326,522</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	\$ 2,303,165	\$ 79,269	\$ 2,478	\$ 2,264	\$ 2,387,176
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(7,346)</u>	<u>(2,478)</u>	<u>(2,264)</u>	<u>(12,088)</u>
Amortized cost	<u>\$ 2,303,165</u>	<u>\$ 71,923</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,375,088</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>

September 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	\$ 8,107,558	\$ 101,576	\$ 1,546	\$ 2,431	\$ 3,671	\$ -	\$ 8,216,782
Loss allowance (Lifetime ECLs)	(69,043)	(5,038)	(147)	(355)	(1,836)	-	(76,419)
Loss allowance (individual customers ECLs)	<u>(1,085)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,085)</u>
Amortized cost	<u>\$ 8,037,430</u>	<u>\$ 96,538</u>	<u>\$ 1,399</u>	<u>\$ 2,076</u>	<u>\$ 1,835</u>	<u>\$ -</u>	<u>\$ 8,139,278</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	\$ 2,193,329	\$ 44,615	\$ 685	\$ 2,612	\$ 2,241,241
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(6,764)</u>	<u>(685)</u>	<u>(2,612)</u>	<u>(10,061)</u>
Amortized cost	<u>\$ 2,193,329</u>	<u>\$ 37,851</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,231,180</u>

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

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
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 of impairment loss for the current period	7,803	1,255
Less: Amounts written off for the current period	(2,523)	-
Less: Amounts reclassified for the current period	41	24
Add: Foreign exchange differences	<u>2,170</u>	<u>235</u>
Balance at September 30	<u>\$ 96,409</u>	<u>\$ 87,565</u>

Compared to the balance at the beginning of the year, the total gross receivables (excluding related parties) as of September 30, 2024 and 2023 increased by \$1,019,811 thousand and \$995,848 thousand, respectively, due to the increase in overdue payments. Therefore, impairment losses were recognized.

**10. INVENTORIES**

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Raw materials	\$ 1,692,903	\$ 1,686,360	\$ 1,594,652
Supplies	167,102	120,210	152,714
Work in progress	1,237,226	1,101,612	1,059,549
Semi-finished goods	2,005,199	1,801,803	1,874,527
Finished goods	<u>2,717,905</u>	<u>2,252,995</u>	<u>2,256,461</u>
	<u>\$ 7,820,335</u>	<u>\$ 6,962,980</u>	<u>\$ 6,937,903</u>

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

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Cost of inventories sold	\$ 6,857,174	\$ 6,747,636	\$ 19,479,571	\$ 18,338,202
Write-down of inventories	36,447	26,620	42,763	155,160
Unallocated manufacturing expense	<u>565,285</u>	<u>238,279</u>	<u>1,815,948</u>	<u>2,099,022</u>
	<u>\$ 7,458,906</u>	<u>\$ 7,012,535</u>	<u>\$ 21,338,282</u>	<u>\$ 20,592,384</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
			September 30, 2024	December 31, 2023	September 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 component and its module	37.57	34.76	33.73	a, e
	Soshin Electric Co., Ltd.	Researching, developing, manufacturing and selling of electric capacitors, thick film printed circuit board, multilayer dielectric filters, EMI filters	-	1.93	1.93	b, 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	
	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
	Fine Bright Technology Limited ("FB")	Investment holding	100.00	100.00	100.00	
FB	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, multilayer dielectric filters, EMI filters	100.00	48.15	48.15	b, 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 Electronics 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	

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Note
			September 30, 2024	December 31, 2023	September 30, 2023	
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 Electronics 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
	PSA Japan Investment G.K.	Investment	12.00	-	-	i
Inpaq (Cayman Islands) Ltd.	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 nine months ended September 30, 2024 and 2023.

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: The Company acquired shares issued by INPAQ from the Stock Exchange Market in the third quarter of 2024 and the fourth quarter of 2023, respectively, resulting in a change in 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 Electric Co., Ltd. in the second quarter of 2024. The transaction was a reorganization under common control. Subsequently, Kamaya launched a public tender offer for 42.51% of the shares of Soshin Electric Co., Ltd., resulting in the transfer of control to Kamaya. In the third quarter of 2024, Kamaya acquired all shares of non-controlling interests in Soshin 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

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Non-current</u>			
Investments in equity instruments at FVTOCI	\$ 11,935,505	\$ 6,830,173	\$ 6,624,439
Investments in debt instruments at FVTOCI	<u>458,412</u>	<u>444,268</u>	<u>446,321</u>
	<u>\$ 12,393,917</u>	<u>\$ 7,274,441</u>	<u>\$ 7,070,760</u>

### a. Investments in equity instruments at FVTOCI

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Non-current</u>			
Domestic investments			
Listed shares			
Walton Advanced Engineering Inc.	\$ 1,113,059	\$ 972,732	\$ 851,539
Giga-Byte Technology Co., Ltd.	2,220,515	2,284,940	2,418,085
Walsin Lihwa Corporation	2,107,844	2,327,662	2,216,248
TXC Corporation	4,830,226	-	-
Others	179,550	122,400	121,050
Unlisted shares			
Chin-Xin Investment Co., Ltd.	493,334	606,103	551,009
Hwa Bao Botanic Conservation Corp.	188,689	189,649	184,163
Others	39,312	39,312	32,746
Foreign investments			
Listed shares			
Sony Group Corporation	187,998	179,091	161,950
Others	573,678	100,080	67,408
Unlisted shares			
Others	<u>1,300</u>	<u>8,204</u>	<u>20,241</u>
	<u>\$ 11,935,505</u>	<u>\$ 6,830,173</u>	<u>\$ 6,624,439</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.

In the third quarter of 2024, the Group acquired ordinary shares of TXC Corporation, including private placement ordinary shares, for \$4,490,103 thousand, which were designated as measured at FVTOCI due to their investment for medium- to long-term strategic purposes. According to relevant laws and regulations, private placement ordinary shares may not be transferred within 3 years.

b. Investments in debt instruments at FVTOCI

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Non-current</u>			
Foreign investments			
Listed corporate bonds - Commonwealth			
Bank of Australia	\$ 221,628	\$ 215,497	\$ 224,535
Others	<u>236,784</u>	<u>228,771</u>	<u>221,786</u>
	<u>\$ 458,412</u>	<u>\$ 444,268</u>	<u>\$ 446,321</u>

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

a. Investments in associated were as follows:

Investment in Associates	September 30, 2024	December 31, 2023	September 30, 2023
<u>Significant associates</u>			
HannStar Board Corp.	\$ 6,751,404	\$ 6,550,153	\$ 6,545,377
<u>Associates that are not individually material</u>			
Suzhou Walsin Color Trading Co., Ltd.	161,613	155,308	160,158
Tsai Yi Corporation	871,875	906,233	831,794
Falcon Automation Equipment Corporation	83,309	97,823	91,502
Chongqing Ruishuang Technology Co., Ltd.	51,112	49,472	51,521
Chongqing Xincheng Electronic Co., Ltd.	39,872	38,583	40,196
Chongqing Shuohong Investment Co., Ltd.	1,267,122	1,225,817	1,253,268
GHPW Enterprise Corporation (HK) Limited	221,808	214,362	219,577
Silitech Technology Corporation	732,754	729,828	740,629
Joyin Co., Ltd. (Note)	380,242	390,462	402,016
Matsuo Electric Co., Ltd. (Note)	166,650	158,702	175,810
Walsin New Energy Corporation	17,115	18,009	17,392
Others (Note)	<u>12,014</u>	<u>14,567</u>	<u>14,637</u>
	<u>\$ 10,756,890</u>	<u>\$ 10,549,319</u>	<u>\$ 10,543,877</u>

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

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

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
HannStar Board Corp.	\$ 167,306	\$ 209,605	\$ 458,786	\$ 494,410
Suzhou Walsin Color Trading Co., Ltd.	(107)	(227)	(138)	(413)
Tsai Yi Corporation	(8,878)	19,985	(2,799)	6,991
Falcon Automation Equipment Corporation	(4,424)	(550)	(14,514)	(11,015)
Chongqing Ruishuang Technology Co., Ltd.	(292)	(266)	(412)	(629)
Chongqing Xincheng Electronic Co., Ltd.	(229)	(208)	(321)	(491)
Chongqing Shuohong Investment Co., Ltd.	(10,065)	(897)	(9,670)	(5,008)
GHPW Enterprise Corporation (HK) Limited	(647)	(536)	(2,093)	(854)
Silitech Technology Corporation	(9,437)	8,265	1,480	13,200
Joyin Co., Ltd.	(5,032)	(1,545)	(15,150)	(9,496)
Matsuo Electric Co., Ltd.	643	11,031	5,267	15,572
Walsin New Energy Corporation	(253)	(108)	(894)	(108)
Others	(343)	2,917	(2,736)	3,066
	<u>\$ 128,242</u>	<u>\$ 247,466</u>	<u>\$ 416,806</u>	<u>\$ 505,225</u>

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

Name of Associate	September 30, 2024	December 31, 2023	September 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%	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	September 30, 2024	December 31, 2023	September 30, 2023
HannStar Board Corp.	<u>\$ 5,491,486</u>	<u>\$ 6,251,629</u>	<u>\$ 6,715,132</u>
Silitech Technology Corporation	<u>\$ 647,700</u>	<u>\$ 648,550</u>	<u>\$ 668,950</u>
Matsuo Electric Co., Ltd.	<u>\$ 96,032</u>	<u>\$ 106,133</u>	<u>\$ 126,397</u>

- e. Except for some of the investments in associates whose financial statements for the nine months ended September 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	29,599	74,161	96,507	42,411	529,654	772,332
Disposals	-	(23,367)	(290,259)	(51,467)	(6,117)	(371,210)
Reclassified	-	567,009	1,735,447	83,464	(2,347,670)	38,250
Effects of foreign currency exchange differences	<u>8,970</u>	<u>258,447</u>	<u>951,769</u>	<u>97,185</u>	<u>2,584</u>	<u>1,318,955</u>
Balance at September 30, 2024	<u>\$ 2,715,456</u>	<u>\$ 16,135,133</u>	<u>\$ 45,323,546</u>	<u>\$ 4,668,396</u>	<u>\$ 1,234,046</u>	<u>\$ 70,076,577</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	-	(22,790)	(273,717)	(47,476)	-	(343,983)
Reclassified	-	6,011	-	1,330	-	7,341
Impairment losses recognized	-	-	(38,253)	-	-	(38,253)
Depreciation expense	-	529,453	2,768,814	239,276	-	3,537,543
Effects of foreign currency exchange differences	<u>201</u>	<u>94,600</u>	<u>733,528</u>	<u>86,332</u>	<u>-</u>	<u>914,661</u>
Balance at September 30, 2024	<u>\$ 13,329</u>	<u>\$ 8,317,637</u>	<u>\$ 36,079,948</u>	<u>\$ 3,895,857</u>	<u>\$ -</u>	<u>\$ 48,306,771</u>
Carrying amount at September 30, 2024	<u>\$ 2,702,127</u>	<u>\$ 7,817,496</u>	<u>\$ 9,243,598</u>	<u>\$ 772,539</u>	<u>\$ 1,234,046</u>	<u>\$ 21,769,806</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	-	107,074	127,387	31,048	659,474	924,983
Disposals	-	(11,249)	(402,336)	(74,105)	(3,815)	(491,505)
Reclassified	-	1,127,246	1,465,426	76,831	(2,617,940)	51,563
Effects of foreign currency exchange differences	<u>(51,020)</u>	<u>(152,747)</u>	<u>(238,755)</u>	<u>(22,482)</u>	<u>(15,117)</u>	<u>(480,121)</u>
Balance at September 30, 2023	<u>\$ 2,824,573</u>	<u>\$ 15,223,698</u>	<u>\$ 42,581,595</u>	<u>\$ 4,556,666</u>	<u>\$ 3,828,538</u>	<u>\$ 69,015,070</u>

(Continued)

	Land	Buildings and Improvements	Machinery and Equipment	Other Equipment	Construction in Progress and Prepayments for Equipment	Total
<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	-	(11,232)	(305,845)	(65,218)	-	(382,295)
Reclassified	-	6,646	(6,056)	281	-	871
Impairment losses recognized (reversed)	-	(4,508)	22,803	-	-	18,295
Depreciation expense	-	469,284	2,866,345	263,257	-	3,598,886
Effects of foreign currency exchange differences	(8,329)	(90,045)	(163,540)	(17,073)	-	(278,987)
Balance at September 30, 2023	<u>\$ 104,683</u>	<u>\$ 7,578,010</u>	<u>\$ 32,292,154</u>	<u>\$ 3,639,171</u>	<u>\$ -</u>	<u>\$ 43,614,018</u>
Carrying amount at September 30, 2023	<u>\$ 2,719,890</u>	<u>\$ 7,645,688</u>	<u>\$ 10,289,441</u>	<u>\$ 917,495</u>	<u>\$ 3,828,538</u>	<u>\$ 25,401,052</u>

(Concluded)

- 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

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Carrying amount</u>			
Land	\$ 662,499	\$ 668,172	\$ 680,777
Buildings	203,534	247,301	273,280
Office equipment	1,556	1,119	1,241
Transportation equipment	22,083	24,500	22,460
Other equipment	245	1,565	2,006
	<u>\$ 889,917</u>	<u>\$ 942,657</u>	<u>\$ 979,764</u>

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Additions to right-of-use assets	<u>\$ 104,890</u>	<u>\$ 145,230</u>
Depreciation charge for right-of-use assets		
Land	\$ 32,843	\$ 32,100
Buildings	68,054	68,745
Office equipment	403	503
Transportation equipment	9,130	9,401
Other equipment	<u>1,323</u>	<u>1,321</u>
	<u>\$ 111,753</u>	<u>\$ 112,070</u>

b. Lease liabilities

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Carrying amount</u>			
Current	<u>\$ 147,341</u>	<u>\$ 155,493</u>	<u>\$ 163,204</u>
Non-current	<u>\$ 400,382</u>	<u>\$ 470,414</u>	<u>\$ 478,878</u>

Ranges of discount rates for lease liabilities were as follows:

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Land	0.30%-2.000%	0.08%-1.330%	0.08%-1.330%
Buildings	0.30%-2.000%	0.30%-1.725%	0.30%-1.725%
Office equipment	0.30%-1.300%	0.30%-1.300%	0.30%-1.300%
Transportation equipment	0.30%-4.930%	0.30%-4.930%	0.30%-4.930%
Other equipment	0.98%-1.000%	0.98%-1.000%	0.98%-1.000%

c. Other lease information

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Expenses relating to short-term leases	<u>\$ 15,561</u>	<u>\$ 6,782</u>	<u>\$ 42,508</u>	<u>\$ 20,288</u>
Expenses relating to low-value asset leases	<u>\$ 296</u>	<u>\$ 261</u>	<u>\$ 791</u>	<u>\$ 958</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 1,745</u>	<u>\$ 391</u>	<u>\$ 2,229</u>	<u>\$ 1,349</u>
Total cash outflow for leases	<u>\$ (57,156)</u>	<u>\$ (49,653)</u>	<u>\$ (167,976)</u>	<u>\$ (147,068)</u>

## 16. INVESTMENT PROPERTIES

	September 30, 2024	December 31, 2023	September 30, 2023
Cost	\$ 392,713	\$ 348,235	\$ 30,022
Accumulated depreciation	(26,576)	(11,183)	(7,047)
Accumulated impairment	<u>(9,833)</u>	<u>(9,833)</u>	<u>(9,833)</u>
	<u>\$ 356,304</u>	<u>\$ 327,219</u>	<u>\$ 13,142</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 September 30, 2024, December 31, 2023 and September 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	-	4,146	-	4,146
Reclassified	-	17,273	-	17,273
Effects of foreign currency exchange differences	<u>-</u>	<u>2,580</u>	<u>282</u>	<u>2,862</u>
Balance at September 30, 2024	<u>\$ 660,412</u>	<u>\$ 467,978</u>	<u>\$ 101,289</u>	<u>\$ 1,229,679</u>
<u>Accumulated amortization and impairment</u>				
Balance at January 1, 2024	\$ 261,648	\$ 338,818	\$ 26,972	\$ 627,438
Amortization expense	58,172	40,015	5,455	103,642
Effects of foreign currency exchange differences	<u>2,674</u>	<u>1,977</u>	<u>221</u>	<u>4,872</u>
Balance at September 30, 2024	<u>\$ 322,494</u>	<u>\$ 380,810</u>	<u>\$ 32,648</u>	<u>\$ 735,952</u>
Carrying amount at September 30, 2024	<u>\$ 337,918</u>	<u>\$ 87,168</u>	<u>\$ 68,641</u>	<u>\$ 493,727</u>
Carrying amount at January 1, 2024	<u>\$ 398,764</u>	<u>\$ 105,161</u>	<u>\$ 74,035</u>	<u>\$ 577,960</u>

(Continued)

	<b>Patents and Trademark</b>	<b>Computer Software</b>	<b>Others</b>	<b>Total</b>
<u>Cost</u>				
Balance at January 1, 2023	\$ 660,412	\$ 405,950	\$ 101,128	\$ 1,167,490
Additions	-	28,036	-	28,036
Disposals	-	(13)	-	(13)
Reclassified	-	6,824	-	6,824
Effects of foreign currency exchange differences	<u>-</u>	<u>(5,303)</u>	<u>12</u>	<u>(5,291)</u>
Balance at September 30, 2023	<u>\$ 660,412</u>	<u>\$ 435,494</u>	<u>\$ 101,140</u>	<u>\$ 1,197,046</u>
<u>Accumulated amortization and impairment</u>				
Balance at January 1, 2023	\$ 180,520	\$ 282,676	\$ 19,804	\$ 483,000
Amortization expense	60,846	44,663	5,438	110,947
Effects of foreign currency exchange differences	<u>-</u>	<u>(4,315)</u>	<u>15</u>	<u>(4,300)</u>
Balance at September 30, 2023	<u>\$ 241,366</u>	<u>\$ 323,024</u>	<u>\$ 25,257</u>	<u>\$ 589,647</u>
Carrying amount at September 30, 2023	<u>\$ 419,046</u>	<u>\$ 112,470</u>	<u>\$ 75,883</u>	<u>\$ 607,399</u> (Concluded)

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

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

## 18. BORROWINGS

### a. Short-term borrowings

	<u>September 30, 2024</u>		<u>December 31, 2023</u>		<u>September 30, 2023</u>	
	Interest Rate	Amount	Interest Rate	Amount	Interest Rate	Amount
<u>Secured borrowings</u>						
Line of credit borrowings	-	\$ -	1.82%	\$ 35,000	1.65%-1.82%	\$ 750,000
<u>Unsecured borrowings</u>						
Line of credit borrowings	0%-2.99%	<u>15,340,707</u>	0%-2.99%	<u>8,553,119</u>	0%-1.823%	<u>7,399,758</u>
		<u>\$ 15,340,707</u>		<u>\$ 8,588,119</u>		<u>\$ 8,149,758</u>

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

Refer to Note 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

	September 30, 2024	December 31, 2023	September 30, 2023
Cathay Bank			
Unsecured loan; loan period is from July 30, 2024 to August 26, 2026. The principal is repayable on November 15, 2025.	\$ 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	2,924,000
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	-	-
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 September 26, 2024 to August 9, 2027. The principal is repayable in full upon maturity	300,000	-	-
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.	8,175	20,439	24,527
Unsecured loan; loan period is from April 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	10,861	27,153	32,584

(Continued)

	September 30, 2024	December 31, 2023	September 30, 2023
Unsecured loan; loan period is from May 7, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	\$ 11,080	\$ 27,700	\$ 33,240
Unsecured loan; loan period is from July 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	4,373	10,931	13,118
Unsecured loan; loan period is from July 20, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	1,320	3,300	3,960
Unsecured loan; loan period is from August 10, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	15,367	38,419	46,103
Unsecured loan; loan period is from September 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	17,157	42,894	51,473
Unsecured loan; loan period is from October 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	16,598	41,494	49,793
Unsecured loan; loan period is from November 9, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	16,790	41,975	50,370
Unsecured loan; loan period is from December 9, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	14,465	36,162	43,395
Unsecured loan; loan period is from January 8, 2021 to March 18, 2025. The principal is repayable on April 15, 2023.	8,813	22,032	26,439
<b>Chang Hwa Bank</b>			
Unsecured loan; loan period is from September 13, 2021 to April 15, 2025. The principal is repayable on May 15, 2023.	52,500	120,000	142,500
Unsecured loan; loan period is from November 12, 2021 to April 15, 2025. The principal is repayable on May 15, 2023.	83,125	190,000	225,625
Unsecured loan; loan period is from December 30, 2021 to April 15, 2025. The principal is repayable on May 15, 2023.	68,541	156,667	186,042
<b>First Bank</b>			
Unsecured loan; loan period is from April 9, 2021 to March 15, 2026. The principal is payable on April 15, 2024.	43,890	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.	38,378	51,170	51,170

(Continued)

	September 30, 2024	December 31, 2023	September 30, 2023
Unsecured loan; loan period is from August 12, 2021 to March 15, 2026. The principal is repayable on April 15, 2024.	\$ 134,340	\$ 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.	225,000	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.	277,500	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.	30,892	41,190	41,190
<b>E.SUN Bank</b>			
Unsecured loan; loan period is from April 8, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	150,000	375,000	450,000
Unsecured loan; loan period is from April 20, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	100,000	250,000	300,000
<b>First Bank</b>			
Unsecured loan; loan period is from April 30, 2020 to April 15, 2025. The principal is repayable on May 15, 2023.	99,167	226,667	269,167
Unsecured loan; loan period is from May 8, 2020 to April 15, 2025. The principal is repayable on May 15, 2023.	46,667	106,667	126,667
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
<b>Chang Hwa Bank</b>			
Unsecured loan; loan period is from May 8, 2020 to April 15, 2025. The principal is repayable from May 15, 2023.	2,916	6,667	7,917
<b>Mizuho Bank Kawasaki Branch</b>			
Secured loan; loan period is from June 15, 2020 to March 31, 2026. The principal is repayable in 20 periods after one year.	217,126	257,498	330,779
<b>Taishin Bank Tokyo Branch</b>			
Unsecured loan; loan period is from May 29, 2023 to May 29, 2026. The principal is repayable in full upon maturity.	166,168	163,664	162,147
Unsecured loan; loan period is from January 10, 2023 to December 16, 2025. The principal is repayable in full upon maturity.	132,934	130,931	129,717

(Continued)

	September 30, 2024	December 31, 2023	September 30, 2023
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.	\$ 443,114	\$ 436,437	\$ 432,391
Sumitomo Mitsui Banking Corporation Yamato Branch Unsecured loan; loan period is from November 15, 2022 to November 15, 2025. The principal is repayable in full upon maturity.	491,857	571,732	652,910
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.	332,336	327,327	324,293
Citibank Tokyo Branch Unsecured loan; loan period is from June 24, 2024 to June 24, 2026. The principal is repayable in full upon maturity.	121,856	-	-
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.	24,979	99,731	124,587
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.	12,490	49,865	62,293
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.	29,938	59,765	69,683
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.	37,422	74,706	87,103
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.	22,453	44,824	52,262 (Continued)

	September 30, 2024	December 31, 2023	September 30, 2023
Taishin Bank			
Unsecured loan; loan period is from December 10, 2019 to December 10, 2024. Repayment of principal will be made in 24 equal monthly payments starting 2 years before the maturity date.	\$ 8,321	\$ 45,715	\$ 58,149
Unsecured loan; loan period is from April 29, 2020 to December 10, 2024. Repayment of principal will be made in 25 equal monthly payments starting 2 years before the maturity date.	8,321	45,715	58,149
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.	19,767	55,245	67,042
E.SUN Bank			
Unsecured loan; loan period is from March 16, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	117,470	304,954	-
Chang Hwa Bank			
Unsecured loan; loan period is from August 24, 2020 to August 15, 2027. The principal is repayable on September 15, 2023.	415,419	524,745	-
Unsecured loan; loan period is from May 3, 2021 to April 15, 2031. The principal is repayable on June 15, 2024.	326,842	347,951	-
Chinatrust Commercial Bank			
Unsecured loan; loan period is from December 24, 2021 to December 15, 2026. The principal is repayable on January 15, 2025.	388,060	388,044	-
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	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	-	-
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 payments.	118,179	132,758	136,929

(Continued)

	September 30, 2024	December 31, 2023	September 30, 2023
Far Eastern Bank			
Unsecured loan; loan period is from September 30, 2022 to September 30, 2025. As of September 30, 2024, the principal is repayable in full upon maturity.	\$ -	\$ 180,000	\$ 180,000
Cathay Bank			
Unsecured loan; loan period is from July 19, 2023 to August 26, 2025. As of September 30, 2024, the principal is repayable in full upon maturity.	-	180,000	180,000
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 September 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 September 30, 2024, the principal is repayable in full upon maturity.	-	120,020	118,907
UOB BERHAD			
Unsecured loan; loan period is from April 16, 2021 to April 16, 2024. As of September 30, 2024, the principal is repayable in full upon maturity.	-	26,901	46,604
KGI Bank			
Unsecured loan; loan period is from September 12, 2023 to September 12, 2026. The principal is repayable on September 12, 2025. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	823,000
Unsecured loan; loan period is from September 25, 2023 to September 12, 2026. The principal is repayable on September 12, 2025. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	1,060,000
Chinatrust Commercial Bank			
Unsecured loan; loan period is from December 24, 2021 to December 15, 2026. The principal is repayable on January 15, 2025. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	367,454
			(Continued)

	September 30, 2024	December 31, 2023	September 30, 2023
E.SUN Bank			
Unsecured loan; loan period is from March 16, 2020 to March 15, 2025. The principal is repayable on April 15, 2023. As of December 31, 2023, the principal has been repaid in full in advance.	\$ -	\$ -	\$ 561,195
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
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.	-	-	87,333
Chang Hwa Bank			
Unsecured loan; loan period is from August 24, 2020 to August 15, 2027. The principal is repayable on September 15, 2023. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	347,951
Unsecured loan; loan period is from May 3, 2021 to April 15, 2031. The principal is repayable on June 15, 2024. As of December 31, 2023, the principal has been repaid in full in advance.	-	-	388,044
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
Less: Current portion	(2,777,033)	(2,987,531)	(3,224,924)
Add: Deferred revenue due within one year	<u>253</u>	<u>-</u>	<u>-</u>
Long-term borrowings total	<u>\$ 12,338,187</u>	<u>\$ 9,472,164</u>	<u>\$ 11,110,918</u> (Concluded)

The annual effective interest rate intervals of the above-mentioned borrowings were 0.83%-2.22%, 0.83%-2.00% and 0.83%-2.00% per annum as of September 30, 2024, December 31, 2023 and September 30, 2023, 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 as of September 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. and Inpaq Technology 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 Taiwan Inpaq Electronic Co., Ltd., Inpaq Technology (China) Co., Ltd. and Hunan Frontier Electronics Co., Ltd. are endorsed and guaranteed by INPAQ Technology Co., Ltd. Refer to Table 2 to the consolidated financial statements for details.

## 19. BONDS PAYABLE

	September 30, 2024	December 31, 2023	September 30, 2023
Unsecured domestic convertible bonds	\$ 672,129	\$ 5,441,187	\$ 4,762,611
Unsecured overseas bonds	-	-	-
Less: Current portion	<u>-</u>	<u>(4,778,445)</u>	<u>(4,762,611)</u>
	<u>\$ 672,129</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 September 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%	210,008
Convertible bonds converted into ordinary shares	<u>(957)</u>
Liability components at September 30, 2023	4,762,611
Interest charged at an effective interest rate of 1.318%	<u>15,834</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 September 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 September 30, 2024 was \$90 per share. The conversion price on December 31, 2023 was \$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 December 31, 2023	662,742
Interest charged at an effective interest rate of 1.88%	<u>9,387</u>
 Liability components at September 30, 2024	 <u>\$ 672,129</u>

## 20. EQUITY

- a. Share capital

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Number of shares authorized (in thousands)	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>
Shares authorized	<u>\$ 8,000,000</u>	<u>\$ 8,000,000</u>	<u>\$ 8,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>485,805</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

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
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	30,800	-	-
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	169,279
Changes in percentage of ownership interest in subsidiaries (2)	1,532	-	4,194
Others	55	55	55

(Continued)

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
<u>Not for other usage</u>			
Share warrants	\$ _____ -	\$ 253,387	\$ 253,387
	<u>\$ 3,163,747</u>	<u>\$ 3,116,412</u>	<u>\$ 3,123,140</u> (Concluded)

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

c. Retained earnings and dividend policy

Under the dividend policy as set forth in the Company's articles of incorporation (the "Articles"), where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved by the shareholders in their 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:

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

d. Special reserve

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Balance of beginning	<u>\$ 1,096,797</u>	<u>\$ 1,096,797</u>	<u>\$ 1,096,797</u>
Balance of ending	<u>\$ 1,096,797</u>	<u>\$ 1,096,797</u>	<u>\$ 1,096,797</u>

As the increase in retained earnings of \$1,098,575 thousand generated from the initial application of IFRS Accounting Standards 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 September 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

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ (1,678,514)	\$ (1,191,536)
Exchange differences arising on translation of the financial statements of foreign operations	1,225,837	491,802
Share from associates accounted for using the equity method	<u>286,721</u>	<u>105,184</u>
Balance at September 30	<u>\$ (165,956)</u>	<u>\$ (594,550)</u>

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

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 5,163,892	\$ 3,503,533
Unrealized gain on investments in equity instruments at FVTOCI	76,991	1,162,926
Unrealized gain (loss) on investments in debt instruments at FVTOCI	398	(6,913)
Share of other comprehensive (loss) income from associates accounted for using the equity method	(189,929)	366,450
Cumulative unrealized loss of equity instruments transferred to retained earnings due to disposal	<u>(47,745)</u>	<u>(282,335)</u>
Balance at September 30	<u>\$ 5,003,607</u>	<u>\$ 4,743,661</u>

f. Non-controlling interests

	<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance at January 1	\$ 10,036,131	\$ 9,303,110
Share in profit for the period	570,518	597,682
Other comprehensive income (loss) during the period		
Exchange differences on translating the financial statements of foreign operations	109,769	(41,751)
Share of the other comprehensive loss of associates accounted for using the equity method - exchange differences on translating the financial statements of foreign operations	(200)	(1,243)
Unrealized gain on financial assets at FVTOCI	12,605	100,326
Share of the other comprehensive (loss) income of associates accounted for using the equity method - unrealized (loss) gain on financial assets at FVTOCI	(2,506)	7,149
Acquisition of non-controlling interests in subsidiaries	528,769	-
Adjustment of non-controlling interests due to increases in ownership interests of a subsidiary	(1,302,655)	-
Cash dividends distributed by the subsidiaries	(306,563)	(286,150)
Proceeds from issuance of ordinary shares of subsidiaries	-	287,865
Other	-	2,592
Balance at September 30	<u>\$ 9,645,868</u>	<u>\$ 9,969,580</u>

g. Treasury shares

Treasury share transactions were summarized as follows:

**Unit: Shares**

<b>Purpose of Acquisition</b>	<b>For the Nine Months Ended September 30, 2024</b>			
	<b>Treasury Shares Held as of January 1, 2024</b>	<b>Increase During the Period</b>	<b>Decrease During the Period</b>	<b>Treasury Shares Held as of September 30, 2024</b>
Treasury shares granted to employees	<u>1,000,000</u>	-	-	<u>1,000,000</u>
<b>Purpose of Acquisition</b>	<b>For the Nine Months Ended September 30, 2023</b>			
	<b>Treasury Shares Held as of January 1, 2023</b>	<b>Increase During the Period</b>	<b>Decrease During the Period</b>	<b>Treasury Shares Held as of September 30, 2023</b>
Treasury shares granted to employees	<u>1,000,000</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 September 30					
	2024			2023		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Short-term employee benefits	\$ 1,404,945	\$ 435,168	\$ 1,840,113	\$ 1,283,920	\$ 551,590	\$ 1,835,510
Post-employment benefits	\$ 49,206	\$ 21,863	\$ 71,069	\$ 30,076	\$ 14,459	\$ 44,535
Depreciation	\$ 1,139,847	\$ 73,665	\$ 1,213,512	\$ 1,124,503	\$ 82,540	\$ 1,207,043
Amortization	\$ 3,353	\$ 33,220	\$ 36,573	\$ 2,753	\$ 36,331	\$ 39,084

  

	For the Nine Months Ended September 30					
	2024			2023		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Short-term employee benefits	\$ 4,029,553	\$ 1,468,752	\$ 5,498,305	\$ 3,580,932	\$ 1,516,170	\$ 5,097,102
Post-employment benefits	\$ 137,799	\$ 60,333	\$ 198,132	\$ 108,584	\$ 60,142	\$ 168,726
Depreciation	\$ 3,435,515	\$ 226,444	\$ 3,661,959	\$ 3,487,229	\$ 224,270	\$ 3,711,499
Amortization	\$ 9,762	\$ 99,945	\$ 109,707	\$ 8,075	\$ 108,084	\$ 116,159

### 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 September 30, 2024 and 2023, and for the nine months ended September 30, 2024 and 2023 which was approved by the Company's board of directors were as follows:

#### Accrual rate

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Employees' compensation	2.25%	2.25%	2.25%	2.25%
Remuneration of directors	1.00%	0.90%	1.00%	0.90%

#### Amount

	Cash		Cash	
	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Employees' compensation	\$ 10,128	\$ 27,844	\$ 52,903	\$ 54,757
Remuneration of directors	\$ 4,502	\$ 11,138	\$ 23,513	\$ 21,903

If there is a change in the amounts after the annual consolidated financial statements were authorized for issue, the difference is 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 resolved by the Company's board of directors on February 23, 2024 and February 23, 2023, respectively, were as follows:

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

	<b>For the Three Months Ended</b>		<b>For the Nine Months Ended</b>	
	<b>September 30</b>		<b>September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Current tax				
In respect of the current period	\$ 105,722	\$ 258,894	\$ 685,478	\$ 444,385
Income tax on unappropriated earnings	-	-	60,827	38,366
Adjustments for prior periods	(41,687)	(1,883)	(84,294)	(92,033)
Earnings repatriation from subsidiaries	391	-	239,356	-
Others	478	-	1,222	-
	<u>64,904</u>	<u>257,011</u>	<u>902,589</u>	<u>390,718</u>
Deferred tax				
In respect of the current period	<u>(7,100)</u>	<u>17,918</u>	<u>(36,003)</u>	<u>26,110</u>
Income tax expense recognized in profit or loss	<u>\$ 57,804</u>	<u>\$ 274,929</u>	<u>\$ 866,586</u>	<u>\$ 416,828</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. The income tax returns of the Company through 2021, PDC through 2022, and INPAQ through 2022, except for 2021, 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 September 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:

	<u>For the Three Months Ended September 30, 2024</u>		
	<u>Amount</u> <u>(In Thousands)</u>	<u>Number of</u> <u>Shares</u> <u>(In Thousands)</u>	<u>Earnings Per</u> <u>Share</u> <u>(In Dollars)</u>
	<u>After Income</u> <u>Tax</u> <u>(Attributable to</u> <u>Owners of the</u> <u>Company)</u>		<u>After Income</u> <u>Tax</u> <u>(Attributable to</u> <u>Owners of the</u> <u>Company)</u>
Basic earnings per share			
From continuing operations	\$ 445,436	484,805	<u>\$ 0.92</u>
Compensation of employees	<u>-</u>	<u>490</u>	
Diluted earnings per share - ordinary shares	<u>\$ 445,436</u>	<u>485,295</u>	<u>\$ 0.92</u>
	<u>For the Nine Months Ended September 30, 2024</u>		
	<u>Amount</u> <u>(In Thousands)</u>	<u>Number of</u> <u>Shares</u> <u>(In Thousands)</u>	<u>Earnings Per</u> <u>Share</u> <u>(In Dollars)</u>
	<u>After Income</u> <u>Tax</u> <u>(Attributable to</u> <u>Owners of the</u> <u>Company)</u>		<u>After Income</u> <u>Tax</u> <u>(Attributable to</u> <u>Owners of the</u> <u>Company)</u>
Basic earnings per share			
From continuing operations	\$ 2,062,791	484,805	<u>\$ 4.25</u>
Compensation of employees	<u>-</u>	<u>572</u>	
Interest on convertible bonds (after tax)	<u>16,444</u>	<u>9,999</u>	
Diluted earnings per share - ordinary shares	<u>\$ 2,079,235</u>	<u>495,376</u>	<u>\$ 4.20</u>

	<b>For the Three Months Ended September 30, 2023</b>		
	<b>Amount (In Thousands)</b>	<b>Number of Shares (In Thousands)</b>	<b>Earnings Per Share (In Dollars)</b>
	<b>After Income Tax (Attributable to Owners of the Company)</b>		<b>After Income Tax (Attributable to Owners of the Company)</b>
Basic earnings per share			
From continuing operations	\$ 1,059,938	484,804	<u>\$ 2.19</u>
Compensation of employees	-	534	
Interest on convertible bonds (after tax)	<u>12,624</u>	<u>22,831</u>	
Diluted earnings per share - ordinary shares	<u>\$ 1,072,562</u>	<u>508,169</u>	<u>\$ 2.11</u>

	<b>For the Nine Months Ended September 30, 2023</b>		
	<b>Amount (In Thousands)</b>	<b>Number of Shares (In Thousands)</b>	<b>Earnings Per Share (In Dollars)</b>
	<b>After Income Tax (Attributable to Owners of the Company)</b>		<b>After Income Tax (Attributable to Owners of the Company)</b>
Basic earnings per share			
From continuing operations	\$ 2,177,461	484,804	<u>\$ 4.49</u>
Compensation of employees	-	612	
Interest on convertible bonds (after tax)	<u>37,340</u>	<u>22,831</u>	
Diluted earnings per share - ordinary shares	<u>\$ 2,214,801</u>	<u>508,247</u>	<u>\$ 4.36</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, and acquired all of the non-controlling interests of Soshin Electric Co., Ltd. in July 2024, resulting in an increase in its shareholding proportion from 48.15% to 100.00% (including 1.93% acquired through organizational restructuring, refer to Note 11(h)).

The Company acquired shares issued by INPAQ from the Stock Exchange Market in the third quarter of 2024, increasing its shareholding from 34.76% to 37.57%.

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

	<b>Soshin Technology Co.</b>	<b>INPAQ</b>	<b>Total</b>
Paid received	\$ (908,015)	\$ (420,980)	\$ (1,328,995)
The proportionate share of the carrying amount of the net assets of the subsidiary transferred to non-controlling interests	1,095,758	206,897	1,302,655
Foreign exchange losses	<u>57,140</u>	<u>-</u>	<u>57,140</u>
Differences recognized from equity transactions	<u>\$ 244,883</u>	<u>\$ (214,083)</u>	<u>\$ 30,800</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>\$ 244,883</u>	<u>\$ (214,083)</u>	<u>\$ 30,800</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 September 30, 2024, December 31, 2023 and September 30, 2023.

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

#### 1) Fair value hierarchy

September 30, 2024

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets at FVTPL				
Domestic listed shares	\$ 302,124	\$ -	\$ -	\$ 302,124
Foreign listed shares	201,112	-	-	201,112
Fund beneficiary certificates	544,264	-	-	544,264
Structured notes	-	209,182	-	209,182
Limited partnership	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>25,000</u>
	<u>\$ 1,047,500</u>	<u>\$ 209,182</u>	<u>\$ 25,000</u>	<u>\$ 1,281,682</u>

(Continued)

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	\$ 7,726,194	\$ 2,725,000	\$ -	\$ 10,451,194
Domestic unlisted shares	-	493,334	228,001	721,335
Foreign listed shares	761,676	-	-	761,676
Foreign unlisted shares	-	-	1,300	1,300
Investments in debt instruments				
Foreign debt securities	<u>458,412</u>	<u>-</u>	<u>-</u>	<u>458,412</u>
	<u>\$ 8,946,282</u>	<u>\$ 3,218,334</u>	<u>\$ 229,301</u>	<u>\$ 12,393,917</u>
Financial liability at FVTPL				
Redemption and put options of domestic convertible bonds	<u>\$ -</u>	<u>\$ 1,254</u>	<u>\$ -</u>	<u>\$ 1,254</u> (Concluded)

### December 31, 2023

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
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	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>25,000</u>
	<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>

### September 30, 2023

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets at FVTPL				
Domestic listed shares	\$ 196,735	\$ -	\$ -	\$ 196,735
Foreign listed shares	70,730	-	-	70,730
Fund beneficiary certificates	133,114	-	-	133,114
Structured notes	-	182,500	-	182,500
Limited partnership	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>25,000</u>
	<u>\$ 400,579</u>	<u>\$ 182,500</u>	<u>\$ 25,000</u>	<u>\$ 608,079</u> (Continued)

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	\$ 5,606,922	\$ -	\$ -	\$ 5,606,922
Domestic unlisted shares	-	551,319	216,599	769,918
Foreign listed shares	229,358	-	-	229,358
Foreign unlisted shares	-	-	20,241	20,241
Investments in debt instruments				
Foreign debt securities	<u>446,321</u>	<u>-</u>	<u>-</u>	<u>446,321</u>
	<u>\$ 6,282,601</u>	<u>\$ 551,319</u>	<u>\$ 236,840</u>	<u>\$ 7,070,760</u>
				(Concluded)

There were no transfers between Levels 1 and 2 for nine months ended September 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
Private - placement shares of domestic listed companies	Refers to calculated based on the observable stock prices and the liquidity discount at the end of the reporting period.

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

The fair values of unlisted equity securities and limited partnership were determined using the market approach or asset-based approach. The significant unobservable inputs are the liquidity discount of 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

	September 30, 2024	December 31, 2023	September 30, 2023
<u>Financial assets</u>			
Financial assets at amortized cost			
Cash and cash equivalents	\$ 6,869,064	\$ 6,621,395	\$ 9,311,645
Financial assets at amortized cost (current and non-current)	25,127,070	23,805,468	21,651,929
Notes receivable from unrelated parties	753,001	949,140	969,910
Trade receivables from unrelated parties	9,948,609	8,741,151	9,400,548
			(Continued)

	September 30, 2024	December 31, 2023	September 30, 2023
Trade receivables from related parties	\$ 69,839	\$ 50,872	\$ 54,585
Finance lease receivables (current and non-current)	32,211	39,378	39,731
Other receivables from unrelated parties	865,653	624,538	602,195
Other receivables from related parties	105,589	14,264	14,498
Guarantee deposits paid	115,827	106,265	118,241
Financial assets at FVTPL (current and non-current)	1,281,682	1,101,219	608,079
Financial assets at FVTOCI - non-current	12,393,917	7,274,441	7,070,760
<u>Financial liabilities</u>			
Financial liabilities at amortized cost			
Short-term borrowings	15,340,707	8,588,119	8,149,758
Notes payable to unrelated parties	82,166	229,387	149,960
Trade payables to unrelated parties	4,408,390	3,491,374	3,563,453
Trade payables to related parties	44,953	30,081	27,909
Payables for equipment	485,121	716,882	961,621
Other payables	3,660,454	3,346,954	3,447,151
Current portion of long-term borrowings and bonds payable	2,777,033	7,765,976	7,987,535
Bonds payable	672,129	662,742	-
Long-term borrowings	12,338,187	9,472,164	11,110,918
Long-term payables	19,174	16,833	16,605
Guarantee deposits received	193,998	178,098	187,687
Financial liabilities at FVTPL - non-current	1,254	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 monetary items at the end of the reporting period.

	<b>USD Impact</b>		<b>JPY Impact</b>		<b>RMB Impact</b>	
	<b>For the Nine Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Profit or loss	<u>\$ 175,686</u>	<u>\$ 156,846</u>	<u>\$ 1,736</u>	<u>\$ (4,018)</u>	<u>\$ 6,066</u>	<u>\$ 6,452</u>

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 nine months ended September 30, 2024 and 2023 would have decreased approximately by \$225,206 thousand and \$168,168 thousand, respectively.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. The Group is exposed to credit risk from operating activities, primarily trade receivables, and from investing activities, primarily deposits, fixed-income investments and other financial instruments with banks.

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

The credit risks of bank deposits, fixed-income investments and other financial instruments from investing activities are considered insignificant because the counterparties 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

September 30, 2024

	<b>On Demand or Less than 1 Year</b>	<b>1 Year or More</b>	<b>Total</b>
<u>Non-derivative financial liabilities</u>			
Variable interest rate liabilities	\$ 18,117,740	\$ 12,338,187	\$ 30,455,927
Fixed interest rate liabilities	-	672,129	672,129
Lease liabilities	<u>147,341</u>	<u>400,382</u>	<u>547,723</u>
	<u>\$ 18,265,081</u>	<u>\$ 13,410,698</u>	<u>\$ 31,675,779</u>

December 31, 2023

	<b>On Demand or Less than 1 Year</b>	<b>1 Year or More</b>	<b>Total</b>
<u>Non-derivative financial liabilities</u>			
Variable interest rate liabilities	\$ 11,575,650	\$ 9,472,164	\$ 21,047,814
Fixed interest rate liabilities	-	662,742	662,742
Lease liabilities	<u>155,493</u>	<u>470,414</u>	<u>625,907</u>
	<u>\$ 11,731,143</u>	<u>\$ 10,605,320</u>	<u>\$ 22,336,463</u>

September 30, 2023

	<b>On Demand or Less than 1 Year</b>	<b>1 Year or More</b>	<b>Total</b>
<u>Non-derivative financial liabilities</u>			
Variable interest rate liabilities	\$ 11,374,682	\$ 11,110,918	\$ 22,485,600
Lease liabilities	<u>163,204</u>	<u>478,878</u>	<u>642,082</u>
	<u>\$ 11,537,886</u>	<u>\$ 11,589,796</u>	<u>\$ 23,127,682</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 upon 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 Europe GmbH	Associate
Inpaq Korea Co., Ltd	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
Global Brands Manufacture Ltd.	Associate
Global Brands Manufacture (Dongguan) Ltd.	Associate
HannStar Board Corporation	Associate
Suzhou Walsin Color Trading Co., Ltd.	Associate
HannStar Board Tech. (Jiangyin) Corp.	Associate
Walsin New Energy Corporation	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 Enterprise Co., Ltd.	Other related party
Theaceae Conservation Corporation	Other related party

b. Details of transactions

1) Sales of goods

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Associates	\$ 49,995	\$ 41,162	\$ 138,395	\$ 126,906
Other related parties	<u>4,123</u>	<u>2,492</u>	<u>10,311</u>	<u>7,394</u>
	<u>\$ 54,118</u>	<u>\$ 43,654</u>	<u>\$ 148,706</u>	<u>\$ 134,300</u>

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

2) Purchases of goods

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Associates	\$ <u>70,587</u>	\$ <u>51,351</u>	\$ <u>176,365</u>	\$ <u>140,177</u>

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

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

	<b>Trade Receivables from Related Parties</b>		
	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Associates	\$ 62,511	\$ 46,629	\$ 49,922
Other related parties	<u>7,328</u>	<u>4,243</u>	<u>4,663</u>
	<u>\$ 69,839</u>	<u>\$ 50,872</u>	<u>\$ 54,585</u>

	<b>Other Receivables from Related Parties</b>		
	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Associates			
HannStar Board Corporation	\$ 91,217	\$ -	\$ -
Others	9,253	9,990	10,219
Other related parties	<u>5,119</u>	<u>4,274</u>	<u>4,279</u>
	<u>\$ 105,589</u>	<u>\$ 14,264</u>	<u>\$ 14,498</u>

	<b>Trade Payables to Related Parties</b>		
	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Associates	<u>\$ 44,953</u>	<u>\$ 30,081</u>	<u>\$ 27,909</u>

	<b>Payables for Equipment and Other Payables</b>		
	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Investor accounted for the Company using the equity method	\$ 17,091	\$ 11,410	\$ 15,243
Associates	21,344	30,248	61,250
Other related parties	<u>2,342</u>	<u>1,130</u>	<u>1,707</u>
	<u>\$ 40,777</u>	<u>\$ 42,788</u>	<u>\$ 78,200</u>

Other receivables include receivables from the sale of equipment, receipts under custody and refunds for capital reduction.

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 nine months ended September 30, 2024 and 2023.

4) Acquisition of property, plant and equipment

<b>Related Party Category</b>	<b>Item</b>	<b>Purchase Price For the Three Months Ended September 30</b>	
		<b>2024</b>	<b>2023</b>
Associates	Machinery and transportation equipment	\$ <u>(340)</u>	\$ <u>11,790</u>

  

<b>Related Party Category</b>	<b>Item</b>	<b>Purchase Price For the Nine Months Ended September 30</b>	
		<b>2024</b>	<b>2023</b>
Associates	Machinery and transportation equipment	\$ 170	\$ 11,790
Walton Advanced Engineering Inc.	Buildings	<u>-</u>	<u>21,042</u>
		<u>\$ 170</u>	<u>\$ 32,832</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) Disposal of property, plant and equipment

Related Party Category	Item	Disposition of the Price		Gain (Loss) on Disposal	
		For the Three Months		For the Three Months	
		Ended September 30		Ended September 30	
		2024	2023	2024	2023
Associates	Machinery, transportation equipment and information equipment	\$ -	\$ 1,146	\$ -	\$ 43

Related Party Category	Item	Disposition of the Price		Gain (Loss) on Disposal	
		For the Nine Months		For the Nine Months	
		Ended September 30		Ended September 30	
		2024	2023	2024	2023
Associates	Machinery, transportation equipment and information equipment	\$ -	\$ 1,146	\$ -	\$ 43

6) Lease arrangements

Item	Related Party Category	September 30, 2024	December 31, 2023	September 30, 2023
Lease liabilities	Investor accounted for the Company using the equity method	\$ 67,209	\$ 91,929	\$ 100,108
	Other related parties	-	-	-
		<u>\$ 67,209</u>	<u>\$ 91,929</u>	<u>\$ 100,108</u>

	Related Party Category	For the Three Months Ended September 30	
		2024	2023

Interest expense

Investor accounted for the Company using the equity method	\$ 218	\$ 317
Other related parties	-	-
	<u>\$ 218</u>	<u>\$ 317</u>

Rental expense

Investor accounted for the Company using the equity method	\$ 153	\$ 156
Other related parties	3,730	396
	<u>\$ 3,883</u>	<u>\$ 552</u>

Related Party Category	For the Nine Months Ended September 30	
	2024	2023
<u>Interest expense</u>		
Investor accounted for the Company using the equity method	\$ 732	\$ 1,024
Other related parties	<u>-</u>	<u>8</u>
	<u>\$ 732</u>	<u>\$ 1,032</u>
<u>Rental expense</u>		
Investor accounted for the Company using the equity method	\$ 455	\$ 463
Other related parties	<u>6,731</u>	<u>2,061</u>
	<u>\$ 7,186</u>	<u>\$ 2,524</u>

7) Lease arrangements

Lease arrangements under operating leases

The assets leased under operating leases include residential and commercial properties, which are accounted for as investment properties, leased by Kamaya Electric (M) Sdn. Bhd. 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 as per the lease agreement. The total future lease payments to be collected amount to \$58,359 thousand. Lease income recognized for the three months and nine months ended September 30, 2024 was \$6,387 thousand and \$18,206 thousand, respectively.

8) Acquisition of shares

For the nine months ended September 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
Walsin New Energy Corporation	Investments accounted for using the equity method	1,750,000	35.00%	Ordinary shares	17,500

9) Dividends income

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Investor accounted for the Company using the equity method Walsin Lihwa Corporation	\$ 1,903	\$ -	\$ 68,150	\$ 108,403
Associates	9,121	-	9,121	-
Other related parties	<u>13,005</u>	<u>-</u>	<u>15,025</u>	<u>1,626</u>
	<u>\$ 24,029</u>	<u>\$ -</u>	<u>\$ 92,296</u>	<u>\$ 110,029</u>

c. Remuneration of key management personnel

	<b>For the Three Months Ended September 30</b>		<b>For the Nine Months Ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Short-term employee benefits	\$ 10,181	\$ 8,581	\$ 72,544	\$ 56,387
Post-employment benefits	<u>81</u>	<u>81</u>	<u>243</u>	<u>243</u>
	<u>\$ 10,262</u>	<u>\$ 8,662</u>	<u>\$ 72,787</u>	<u>\$ 56,630</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:

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Pledged time deposits (accounted as financial assets at amortized cost)	\$ 58,189	\$ 57,472	\$ 785,016
Pledged time deposits (accounted as guarantee deposits paid)	32,172	29,129	29,385
Land and buildings	<u>1,160,652</u>	<u>1,169,058</u>	<u>1,231,731</u>
	<u>\$ 1,251,013</u>	<u>\$ 1,255,659</u>	<u>\$ 2,046,132</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:

	<u>September 30</u>	
	<u>2024</u>	<u>2023</u>
Acquisition of property, plant and equipment	<u>\$ 423,710</u>	<u>\$ 988,998</u>

### b. Contingencies

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

	<b>Unit: Thousand Dollars</b>		
	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
JPY	JPY 305,040	JPY 1,030,284	JPY 1,813,349
EUR	EUR 118	EUR 118	EUR 118

## 30. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

The Group detected that its information system suffered a cyberattack in October 2024. The information security team immediately launched relevant defense mechanisms and recovery operations at the time of the incident. According to the assessment, there was no significant impact on the Group's operations.

## 31. OTHER ITEMS

On February 15, 2023, the president of the ROC announced the amendments to the "Climate Change Response Act", which added the provision of carbon fee collection. Subsequently, the Ministry of Environment announced the "Regulations Governing the Collection of Carbon Fees", "Regulations for Administration of Voluntary Reduction Plans" and "Designated Greenhouse Gas Reduction Goal for Entities Subject to Carbon Fees" on August 29, 2024 and the carbon fee rate on October 21, 2024. The fees will be levied starting from January 1, 2025.

Based on the emissions of the Group in 2023, the Group expects that it will be the entity subject to carbon fees. The Group will recognize the provision of the carbon fees based on its actual emissions in 2025 and will pay them in May 2026.

### 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:

	September 30, 2024			December 31, 2023			September 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	\$ 818,452	31.651	\$ 25,904,824	\$ 721,337	30.7350	\$ 22,170,293	\$ 744,053	32.2680	\$ 24,009,102
JPY	12,626,425	0.2222	2,805,592	7,587,764	0.2171	1,647,304	5,016,842	0.2161	1,084,140
RMB	183,745	4.5135	829,333	213,482	4.3327	924,953	189,697	4.4181	838,100
Non-monetary items									
Investments									
accounted for using the equity method									
USD	7,008	31.651	221,799	6,975	30.7350	214,362	6,805	32.268	219,577
JPY	750,000	0.2222	166,650	731,009	0.2171	158,702	813,559	0.2161	175,810
RMB	336,706	4.5135	1,519,721	339,092	4.3327	1,469,181	340,677	4.4181	1,505,143
EUR	49	35.384	1,734	48	34.0252	1,633	51	33.9092	1,729
KRW	350,457	0.0241	8,446	458,633	0.0237	10,870	458,633	0.0238	10,915
<u>Financial liabilities</u>									
Monetary items									
USD	263,379	31.6510	8,336,209	217,555	30.7350	6,686,553	257,980	32.2680	8,324,499
JPY	11,844,986	0.2222	2,631,956	8,799,236	0.2171	1,910,314	6,875,981	0.2161	1,485,899
RMB	49,342	4.5135	222,705	39,972	4.3327	173,187	43,658	4.4181	192,885

For the total realized and unrealized foreign currency exchange gains and losses of the Group for the nine months ended September 30, 2024 and 2023, 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 (Notes 7 and 26)
- 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 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 nine months ended September 30, 2024 and 2023 were as follows:

For the Nine Months Ended September 30, 2024						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Net sales	\$ 18,324,225	\$ 2,819,312	\$ 5,531,748	\$ 1,514,768	\$ (1,796,767)	\$ 26,393,286
Cost of sales	<u>(15,729,391)</u>	<u>(2,206,643)</u>	<u>(3,986,705)</u>	<u>(1,197,497)</u>	<u>1,781,954</u>	<u>(21,338,282)</u>
Gross profit	2,594,834	612,669	1,545,043	317,271	(14,813)	5,055,004
Operating expenses	<u>(1,730,636)</u>	<u>(229,014)</u>	<u>(788,207)</u>	<u>(435,026)</u>	<u>(33,837)</u>	<u>(3,216,720)</u>
Operating income	864,198	383,655	756,836	(117,755)	(48,650)	1,838,284
Nonoperating income and expenses	<u>1,803,661</u>	<u>115,859</u>	<u>174,061</u>	<u>(13,199)</u>	<u>(418,771)</u>	<u>1,661,611</u>
Income before income tax	<u>\$ 2,667,859</u>	<u>\$ 499,514</u>	<u>930,897</u>	<u>\$ (130,954)</u>	<u>\$ (467,421)</u>	<u>\$ 3,499,895</u>
For the Nine Months Ended September 30, 2023						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Net sales	\$ 16,691,777	\$ 2,794,956	\$ 4,834,774	\$ 1,977,523	\$ (1,560,696)	\$ 24,738,334
Cost of sales	<u>(14,820,503)</u>	<u>(2,256,856)</u>	<u>(3,523,073)</u>	<u>(1,554,034)</u>	<u>1,562,082</u>	<u>(20,592,384)</u>
Gross profit	1,871,274	538,100	1,311,701	423,489	1,386	4,145,950
Operating expenses	<u>(1,503,943)</u>	<u>(231,981)</u>	<u>(818,588)</u>	<u>(439,447)</u>	<u>(58,124)</u>	<u>(3,052,083)</u>
Operating income	367,331	306,119	493,113	(15,958)	(56,738)	1,093,867
Nonoperating income and expenses	<u>2,047,137</u>	<u>206,093</u>	<u>211,279</u>	<u>10,213</u>	<u>(376,618)</u>	<u>2,098,104</u>
Income before income tax	<u>\$ 2,414,468</u>	<u>\$ 512,212</u>	<u>\$ 704,392</u>	<u>\$ (5,745)</u>	<u>\$ (433,356)</u>	<u>\$ 3,191,971</u>

All intercompany transactions have been eliminated upon consolidation.

b. Segment assets and liabilities

Segment assets

September 30, 2024						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Cash and cash equivalents	\$ 5,275,479	\$ 380,766	\$ 958,850	\$ 253,969	\$ -	\$ 6,869,064
Notes and trade receivables	7,161,712	944,836	2,577,966	734,213	(647,278)	10,771,449
Inventories	5,711,871	643,045	1,054,879	420,649	(10,109)	7,820,335
Other current assets	<u>4,819,050</u>	<u>410,163</u>	<u>546,045</u>	<u>75,396</u>	<u>(26,926)</u>	<u>5,823,728</u>
Total current assets	22,968,112	2,378,810	5,137,740	1,484,227	(684,313)	31,284,576
Financial assets at FVOCI - non-current	9,206,644	2,030,486	1,423,299	36,101	(302,613)	12,393,917
Investments accounted for using the equity method	15,110,685	1,283,599	12,014	-	(5,649,408)	10,756,890
Property, plant and equipment	15,021,859	1,535,701	4,122,024	754,349	335,873	21,769,806
Other assets	<u>20,517,401</u>	<u>1,203,157</u>	<u>2,775,655</u>	<u>314,383</u>	<u>135,083</u>	<u>24,945,679</u>
Total assets	<u>\$ 82,824,701</u>	<u>\$ 8,431,753</u>	<u>\$ 13,470,732</u>	<u>\$ 2,589,060</u>	<u>\$ (6,165,378)</u>	<u>\$ 101,150,868</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 FVOCI - 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>

September 30, 2023						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Cash and cash equivalents	\$ 5,355,094	\$ 1,007,699	\$ 2,763,036	\$ 185,816	\$ -	\$ 9,311,645
Notes and trade receivables	6,678,777	913,316	2,447,199	961,472	(575,721)	10,425,043
Inventories	4,955,637	646,621	892,502	447,234	(4,091)	6,937,903
Other current assets	<u>15,187,441</u>	<u>575,102</u>	<u>1,145,214</u>	<u>52,356</u>	<u>(56,500)</u>	<u>16,903,613</u>
Total current assets	32,176,949	3,142,738	7,247,951	1,646,878	(636,312)	43,578,204
Financial assets at FVOCI - non-current	5,268,054	1,626,288	481,257	34,360	(339,199)	7,070,760
Investments accounted for using the equity method	15,517,427	1,156,462	14,637	-	(6,144,649)	10,543,877
Property, plant and equipment	18,217,926	1,841,185	4,074,466	780,491	486,984	25,401,052
Other assets	<u>7,347,286</u>	<u>747,277</u>	<u>537,821</u>	<u>340,867</u>	<u>506,241</u>	<u>9,479,492</u>
Total assets	<u>\$ 78,527,642</u>	<u>\$ 8,513,950</u>	<u>\$ 12,356,132</u>	<u>\$ 2,802,596</u>	<u>\$ (6,126,935)</u>	<u>\$ 96,073,385</u>

## Segment liabilities

September 30, 2024						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Short-term borrowings and short-term bills payable	\$ 14,036,002	\$ 164,445	\$ 1,140,260	\$ -	\$ -	\$ 15,340,707
Notes and trade payables	3,465,700	349,982	1,225,474	142,956	(648,603)	4,535,509
Current tax liabilities	414,438	17,128	224,276	4,963	-	660,805
Other payables and payables on equipment	3,126,524	376,483	609,679	51,191	(18,302)	4,145,575
Other current liabilities	<u>2,123,765</u>	<u>207,856</u>	<u>541,088</u>	<u>236,774</u>	<u>(12,647)</u>	<u>3,096,836</u>
Total current liabilities	23,166,429	1,115,894	3,740,777	435,884	(679,552)	27,779,432
Non-current liabilities	<u>11,859,164</u>	<u>293,460</u>	<u>2,280,001</u>	<u>251,715</u>	<u>(5,606)</u>	<u>14,678,734</u>
Total liabilities	<u>\$ 35,025,593</u>	<u>\$ 1,409,354</u>	<u>\$ 6,020,778</u>	<u>\$ 687,599</u>	<u>\$ (685,158)</u>	<u>\$ 42,458,166</u>

December 31, 2023						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Short-term borrowings and short-term bills payable	\$ 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>

September 30, 2023

	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Short-term borrowings and short-term bills payable	\$ 7,299,758	\$ -	\$ 850,000	\$ -	\$ -	\$ 8,149,758
Notes and trade payables	2,728,816	372,514	1,005,832	217,128	(582,968)	3,741,322
Current tax liabilities	784,620	60,405	120,937	13,113	-	979,075
Other payables and payables on equipment	3,196,262	385,270	617,292	252,280	(42,332)	4,408,772
Other current liabilities	<u>6,898,818</u>	<u>462,279</u>	<u>856,818</u>	<u>73,545</u>	<u>(6,532)</u>	<u>8,284,928</u>
Total current liabilities	20,908,274	1,280,468	3,450,879	556,066	(631,832)	25,563,855
Non-current liabilities	<u>10,059,969</u>	<u>503,591</u>	<u>2,183,982</u>	<u>277,408</u>	<u>91,208</u>	<u>13,116,158</u>
Total liabilities	<u>\$ 30,968,243</u>	<u>\$ 1,784,059</u>	<u>\$ 5,634,861</u>	<u>\$ 833,474</u>	<u>\$ (540,624)</u>	<u>\$ 38,680,013</u>

All intercompany transactions have been eliminated upon consolidation.

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE NINE MONTHS ENDED SEPTEMBER 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	\$ 753,294	\$ 753,294	\$ 576,048	0.70	Short-term financing	\$ -	Operating turnover	\$ -	Promissory note	\$ 753,294	\$ 19,618,734 (Note 5)	\$ 29,428,100 (Note 6)
		Kamaya Electric (M) Sdn. Bhd.	Receivables from related parties	Yes	261,437	261,437	261,437	0.60-0.70	Short-term financing	-	Operating turnover	-	Promissory note	261,437	19,618,734 (Note 5)	29,428,100 (Note 6)
1	Walsin Technology Holding Corporation (HK) Limited	Kamaya Electric Co., Ltd.	Receivables from related parties	Yes	1,236,367	1,236,288	1,236,288	0.70	Short-term financing	-	Operating turnover	-	Promissory note	1,236,288	9,031,255 (Note 5)	13,546,882 (Note 6)
2	Walsin Technology Corporation (HK) Ltd.	Kamaya Electric (M) Sdn. Bhd.	Receivables from related parties	Yes	633,020	633,020	633,020	3.00-3.50	Short-term financing	-	Operating turnover	-	Promissory note	633,020	764,128 (Note 5)	1,146,192 (Note 6)
3	Nitsuko Electronics Corporation	Kamaya Electric Co., Ltd.	Receivables from related parties	Yes	106,347	106,347	106,347	0.70	Short-term financing	-	Operating turnover	-	Promissory note	106,347	171,936 (Note 5)	257,904 (Note 6)
4	Inpaq Technology Co., Ltd.	Taiwan Inpaq electronic Co., Ltd.	Receivables from related parties	Yes	700,000	700,000	555,000	1.73-1.75	Short-term financing	-	Operating turnover	-	Promissory note	700,000	1,852,517 (Note 2)	2,964,028 (Note 2)
		Inpaq Technology USA, Inc.	Receivables from related parties	Yes	81,350	47,477	25,321	3.00	Short-term financing	-	Operating turnover	-	Promissory note	47,477	1,852,517 (Note 2)	2,964,028 (Note 2)
5	Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Receivables from related parties	Yes	221,557	221,557	133,599	1.097	Short-term financing	-	Operating turnover	-	None	-	760,585 (Note 3)	760,585 (Note 3)
		Soshin Powertech Co., Ltd.	Receivables from related parties	Yes	44,311	44,311	4,431	1.097	Short-term financing	-	Operating turnover	-	None	-	760,585 (Note 3)	760,585 (Note 3)
		Soshin Electronics (M) Sdn. Bhd.	-	Yes	158,913	63,246	-	-	Short-term financing	-	Operating turnover	-	None	-	760,585 (Note 3)	760,585 (Note 3)
6	Risshin Electronics Co., Ltd.	Soshin Electric Co., Ltd.	Receivables from related parties	Yes	8,862	8,862	8,862	0.697	Short-term financing	-	Operating turnover	-	None	-	9,581 (Note 3)	9,581 (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 company (Soshin Electric Co., Ltd. and Risshin Electronics Co., Ltd) 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 September 30, 2024

USD:NTD = 1:31.651  
JPY:USD = 1:0.0070

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 NINE MONTHS ENDED SEPTEMBER 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 (Note 5)	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent (Note 5)	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China (Note 5)
		Name	Relationship (Note 7)										
0	Walsin Technology Corporation	Kamaya Electric Co., Ltd.	2	\$ 17,766,523 (Note 1)	\$ 1,898,743	\$ 1,688,264	\$ 1,688,264	\$ -	3.44	\$ 24,523,417 (Note 3)	Y	N	N
		Kamaya Electric (M) Sdn. Bhd.	2	17,252,831 (Note 1)	933,705	727,973	-	-	1.48	24,523,417 (Note 3)	Y	N	N
1	Inpaq Technology Co., Ltd.	Taiwan Inpaq electronic Co., Ltd.	2	1,482,014 (Note 2)	900,000	650,000	-	-	8.77	2,964,028 (Note 4)	Y	N	N
		Inpaq Technology (China) Co., Ltd.	2	1,482,014 (Note 2)	211,510	126,604	-	-	1.71	2,964,028 (Note 4)	Y	N	Y
		Hunan Frontier Electronics Co., Ltd.	2	1,482,014 (Note 2)	130,160	63,302	-	-	0.85	2,964,028 (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 September 30, 2024

USD:NTD = 1:31.651  
JPY:USD = 1:0.0070

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  
 SEPTEMBER 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	September 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	\$ 11,500	-	\$ 11,500	
	Taiwan Semiconductor Manufacturing Company Limited	None	Financial assets at fair value through profit or loss - current	190,000	181,829	-	181,829	
	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 Company's	Financial assets at fair value through other comprehensive income - non-current	31,870,087	556,133	6.16	556,133	
	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	1,723,208	1.22	1,723,208	
	Giga-Byte Technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	8,590,000	2,220,515	1.28	2,220,515	
	TXC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	34,942,000	3,808,678	10.19	3,808,678	
	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 Company	Financial assets at fair value through other comprehensive income - non-current	9,032,056	355,555	1.86	355,555	
	<u>Bonds</u>							
	Credit Agricole SA	None	Financial assets at amortized cost - non-current	-	220,588	-	229,422	
	Mercedes-Benz Finance North America LLC	None	Financial assets at amortized cost - non-current	-	182,363	-	187,137	
	Westpac Banking Corporation	None	Financial assets at amortized cost - non-current	-	30,380	-	31,249	
	International Business Machines Corporation	None	Financial assets at amortized cost - non-current	-	28,983	-	29,850	
	ANZ New Zealand (Int'l) Limited of London	None	Financial assets at amortized cost - non-current	-	189,646	-	195,939	
	The Estee Lauder Companies Inc.	None	Financial assets at amortized cost - non-current	-	30,985	-	32,081	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Siemens Financieringsmaatschappij N.V. (SFM)	None	Financial assets at amortized cost - non-current	-	\$ 30,002	-	\$ 30,676	
	The Norinchukin Bank	None	Financial assets at amortized cost - non-current	-	79,027	-	80,392	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	266,452	-	279,857	
	Unilever Capital Corporation	None	Financial assets at amortized cost - non-current	-	24,821	-	26,541	
	Honeywell International Inc.	None	Financial assets at amortized cost - non-current	-	26,472	-	28,353	
	Apple Inc.	None	Financial assets at amortized cost - non-current	-	52,484	-	56,313	
	UBS AG of London	None	Financial assets at amortized cost - non-current	-	155,408	-	162,906	
	NBN Co Limited	None	Financial assets at amortized cost - non-current	-	225,116	-	234,230	
	Toyota Motor Credit Corporation	None	Financial assets at amortized cost - non-current	-	320,754	-	336,121	
	BMW US Capital, LLC	None	Financial assets at amortized cost - non-current	-	219,928	-	226,691	
	Sumitomo Mitsui Financial Group, Inc.	None	Financial assets at amortized cost - non-current	-	158,563	-	163,066	
	SOCIETE GENERALE	None	Financial assets at amortized cost - non-current	-	155,209	-	158,556	
	Pfizer Investment Enterprises Pte. Ltd.	None	Financial assets at amortized cost - non-current	-	108,775	-	112,507	
	AbbVie Inc.	None	Financial assets at amortized cost - non-current	-	43,522	-	45,520	
	Burlington Northern Santa Fe, LLC	None	Financial assets at amortized cost - non-current	-	50,635	-	52,575	
	Sumitomo Mitsui Trust Bank, Limited.	None	Financial assets at amortized cost - non-current	-	178,351	-	184,446	
	Roche Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	38,714	-	40,685	
	Eaton Corporation	None	Financial assets at amortized cost - non-current	-	28,781	-	29,984	
	Philip Morris International Inc. (PMI)	None	Financial assets at amortized cost - non-current	-	418,282	-	436,001	
	Mitsubishi HC Finance America LLC	None	Financial assets at amortized cost - non-current	-	192,188	-	198,357	
	Shinhan Financial Group Co., Ltd.	None	Financial assets at amortized cost - non-current	-	78,473	-	80,528	
	American Express	None	Financial assets at amortized cost - non-current	-	236,104	-	241,200	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Ohio Power Company	None	Financial assets at amortized cost - non-current	-	\$ 84,698	-	\$ 86,455	
	KINGDOM OF SAUDI ARABIA	None	Financial assets at amortized cost - non-current	-	265,184	-	272,154	
	Banco Santander S.A.	None	Financial assets at amortized cost - non-current	-	261,862	-	269,889	
	Bank of New Zealand (BNZ)	None	Financial assets at amortized cost - non-current	-	222,845	-	228,669	
	PETRONAS Capital Limited	None	Financial assets at amortized cost - non-current	-	59,151	-	60,707	
	Saudi Arabian Oil Co.	None	Financial assets at amortized cost - non-current	-	243,884	-	251,098	
	Hyundai Capital America	None	Financial assets at amortized cost - non-current	-	311,096	-	318,835	
	NextEra Energy Capital Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	94,563	-	97,507	
	The Charles Schwab Corporation	None	Financial assets at amortized cost - non-current	-	77,471	-	80,539	
	Verizon Communications Inc.	None	Financial assets at amortized cost - non-current	-	119,668	-	124,214	
	QNB FINANCE LTD	None	Financial assets at amortized cost - non-current	-	157,764	-	161,496	
	Westpac New Zealand Limited	None	Financial assets at amortized cost - non-current	-	127,258	-	131,086	
	Volkswagen Group of America Finance, LLC	None	Financial assets at amortized cost - non-current	-	252,127	-	258,829	
	BPCE SA	None	Financial assets at amortized cost - non-current	-	140,197	-	145,959	
	3M Company	None	Financial assets at amortized cost - non-current	-	58,438	-	61,344	
	The Second Issue of 2024 for US-dollar-denominated unsecured cumulative subordinated corporate Bonds of Cathay Life Insurance Co., Ltd	None	Financial assets at amortized cost - non-current	-	284,859	-	284,859	
	NatWest Markets PLC	None	Financial assets at amortized cost - non-current	-	126,519	-	131,820	
	DGB Capital 105-2	None	Financial assets at amortized cost - current	-	58,129	-	58,129	
	LOTTE CAPITAL 446	None	Financial assets at amortized cost - current	-	62,226	-	62,226	
	<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  
 SEPTEMBER 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	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Walsin Technology Holding Corporation (HK) Limited	<u>Bonds</u>							
	Amazon.com, Inc.	None	Financial assets at amortized cost - current	-	\$ 126,559	-	\$ 126,363	
	KLA Corporation	None	Financial assets at amortized cost - current	-	95,035	-	94,888	
	Societe Generale	None	Financial assets at amortized cost - current	-	94,758	-	94,735	
	T-Mobile US, Inc.	None	Financial assets at amortized cost - current	-	62,929	-	62,859	
	United States Department of the Treasury	None	Financial assets at amortized cost - current	-	538,133	-	537,421	
	3M Company	None	Financial assets at amortized cost - non-current	-	253,409	-	261,956	
	Amazon.com, Inc.	None	Financial assets at amortized cost - non-current	-	128,319	-	128,060	
	America Movil, S.A.B. de C.V.	None	Financial assets at amortized cost - non-current	-	59,602	-	61,378	
	American Express Company	None	Financial assets at amortized cost - non-current	-	119,390	-	122,399	
	American Honda Finance Corporation	None	Financial assets at amortized cost - non-current	-	63,250	-	64,980	
	Apple Inc.	None	Financial assets at amortized cost - non-current	-	543,362	-	547,230	
	Banco Santander, S.A.	None	Financial assets at amortized cost - non-current	-	185,326	-	191,260	
	BANK OF NEW ZEALAND	None	Financial assets at amortized cost - non-current	-	31,915	-	32,997	
	BHP Billiton Finance (USA) Limited	None	Financial assets at amortized cost - non-current	-	239,845	-	248,898	
	BPCE	None	Financial assets at amortized cost - non-current	-	282,248	-	290,499	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	160,139	-	165,740	
	British Telecommunications Public Limited Company	None	Financial assets at amortized cost - non-current	-	174,283	-	179,708	
Brookfield Finance Inc.	None	Financial assets at amortized cost - non-current	-	62,795	-	64,505		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Chevron Corporation	None	Financial assets at amortized cost - non-current	-	\$ 280,546	-	\$ 280,757	
	CITIGROUP GLOBAL	None	Financial assets at amortized cost - non-current	-	151,925	-	152,223	
	Credit Agricole S.A.	None	Financial assets at amortized cost - non-current	-	262,765	-	268,249	
	Credit Suisse First Boston (USA), Inc	None	Financial assets at amortized cost - non-current	-	250,382	-	256,563	
	Daimler Trucks Finance North America LLC	None	Financial assets at amortized cost - non-current	-	147,552	-	150,336	
	Deutsche Bank AG New York Branch	None	Financial assets at amortized cost - non-current	-	258,115	-	263,412	
	GENERAL ELECTRIC CAPITAL CORPORATION	None	Financial assets at amortized cost - non-current	-	165,588	-	167,070	
	HP INC	None	Financial assets at amortized cost - non-current	-	30,992	-	30,764	
	Hyundai Capital America	None	Financial assets at amortized cost - non-current	-	278,880	-	426,906	
	IBM International Capital Pte. Ltd	None	Financial assets at amortized cost - non-current	-	93,619	-	97,602	
	Intel Corporation	None	Financial assets at amortized cost - non-current	-	112,120	-	111,205	
	Intercontinental Exchange, Inc.	None	Financial assets at amortized cost - non-current	-	50,121	-	52,477	
	International Business Machines Corporation	None	Financial assets at amortized cost - non-current	-	175,663	-	177,770	
	Johnson & Johnson	None	Financial assets at amortized cost - non-current	-	124,557	-	124,224	
	KKR GROUP FINANCE CO. XII LLC	None	Financial assets at amortized cost - non-current	-	61,406	-	63,846	
	Metropolitan Life Global Funding I	None	Financial assets at amortized cost - non-current	-	148,588	-	153,725	
	Microsoft Corporation	None	Financial assets at amortized cost - non-current	-	126,053	-	125,414	
	Nestle Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	302,614	-	301,408	
	NTT FINANCE CORPORATION	None	Financial assets at amortized cost - non-current	-	167,110	-	171,990	
	PACIFICORP	None	Financial assets at amortized cost - non-current	-	164,148	-	164,838	
	PayPal Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	69,224	-	71,682	
	PETRONAS Capital Limited	None	Financial assets at amortized cost - non-current	-	21,124	-	22,307	
	Philip Morris International Inc.	None	Financial assets at amortized cost - non-current	-	128,717	-	134,048	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Prudential plc	None	Financial assets at amortized cost - non-current	-	\$ 303,819	-	\$ 312,523	
	QNB FINANCE LTD	None	Financial assets at amortized cost - non-current	-	64,227	-	64,555	
	Shell International Finance B.V.	None	Financial assets at amortized cost - non-current	-	283,233	-	284,289	
	Singtel Group Treasury Pte. Ltd.	None	Financial assets at amortized cost - non-current	-	58,550	-	58,251	
	Temasek Financial (I) Limited	None	Financial assets at amortized cost - non-current	-	61,483	-	60,896	
	The Charles Schwab Corporation	None	Financial assets at amortized cost - non-current	-	54,818	-	56,890	
	The Kingdom of Saudi Arabia	None	Financial assets at amortized cost - non-current	-	160,415	-	161,151	
	The Procter & Gamble Company	None	Financial assets at amortized cost - non-current	-	151,876	-	151,545	
	Toyota Motor Corporation	None	Financial assets at amortized cost - non-current	-	182,677	-	182,633	
	UBS AG	None	Financial assets at amortized cost - non-current	-	64,825	-	66,385	
	UNITEDHEALTH GROUP	None	Financial assets at amortized cost - non-current	-	161,366	-	163,683	
	United States Department of the Treasury	None	Financial assets at amortized cost - non-current	-	263,255	-	260,741	
	Verizon Communications Inc.	None	Financial assets at amortized cost - non-current	-	210,306	-	212,622	
	Volkswagen Group of America Finance, LLC	None	Financial assets at amortized cost - non-current	-	190,045	-	193,894	
	Walmart Inc.	None	Financial assets at amortized cost - non-current	-	126,595	-	126,541	
	WESTPAC NEW ZEALAND LIMITED	None	Financial assets at amortized cost - non-current	-	314,310	-	324,131	
	<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	-	39,638	-	39,638	
	HSBC Bank plc - Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	9,880	-	9,880	
	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	-	14,481	-	14,481	
	SOCIETE GENERALE - Fixed Coupon Note Linked to a Basket of Stocks	None	Financial assets at fair value through profit or loss - current	-	13,064	-	13,064	
	BNP Paribas Issuance BV - Twin Win Sharkfin Note Linked to Offshore Deliverable USDCNY	None	Financial assets at fair value through profit or loss - current	-	132,119	-	132,119	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	<u>Fund</u> Man GLG Japan CoreAlpha Equity Class D JPY	None	Financial assets at fair value through profit or loss - non current	11,624	\$ 91,439	-	\$ 91,439	
	<u>Shares</u> Kirin Holdings Company, Limited	None	Financial assets at fair value through other comprehensive income - non-current	185,700	90,209	-	90,209	
	JAPAN TOBACCO INC.	None	Financial assets at fair value through other comprehensive income - non-current	90,400	83,951	-	83,951	
	NIPPON STEEL CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	12,500	8,883	-	8,883	
	KOMATSU LTD.	None	Financial assets at fair value through other comprehensive income - non-current	75,800	66,805	-	66,805	
	HONDA MOTOR CO., LTD.	None	Financial assets at fair value through other comprehensive income - non-current	206,300	69,110	-	69,110	
	OLYMPUS CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	4,800	2,900	-	2,900	
	Marubeni Corporation	None	Financial assets at fair value through other comprehensive income - non-current	35,000	18,200	-	18,200	
	MITSUI & CO., LTD.	None	Financial assets at fair value through other comprehensive income - non-current	17,800	12,571	-	12,571	
	SUMITOMO CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	77,400	54,937	-	54,937	
	Sumitomo Mitsui Financial Group, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	20,700	14,007	-	14,007	
	Dai-ichi Life Holdings, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	20,600	16,855	-	16,855	
	Mitsubishi Estate Company, Limited	None	Financial assets at fair value through other comprehensive income - non-current	32,000	16,060	-	16,060	
	KDDI CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	81,500	83,202	-	83,202	
Walsin Electronics (S) Pte. Ltd. ("WES")	<u>Bonds</u> American Honda Finance Corporation	None	Financial assets at amortized cost - non-current	-	164,561	-	163,129	
	NBN Co Limited	None	Financial assets at amortized cost - non-current	-	56,997	-	56,687	
	Southern California Edison Company	None	Financial assets at amortized cost - non-current	-	278,926	-	278,202	
	Abu Dhabi Ports Company PJSC	None	Financial assets at amortized cost - non-current	-	127,447	-	124,982	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Kamaya Electric Co., Ltd.	<u>Shares</u> Taiyo Yuden Co., Ltd.	None	Financial assets at fair value through profit or loss - current	80,800	\$ 52,192	-	\$ 52,192	
	Sony Group Corporation	None	Financial assets at fair value through other comprehensive income - non-current	305,500	187,998	-	187,998	
	Hokko Denshi Kogyo Corporation	None	Financial assets at fair value through other comprehensive income - non-current	7,000	1,187	14.00	1,187	
PSA Japan Investment G.K	<u>Shares</u> Kajima Corporation	None	Financial assets at fair value through profit or loss - current	20,000	11,856	-	11,856	
	Japan Tobacco Inc.	None	Financial assets at fair value through profit or loss - current	15,000	13,888	-	13,888	
	Sumitomo Corporation.	None	Financial assets at fair value through profit or loss - current	32,000	22,645	-	22,645	
	Daiwa Securities Group Inc.	None	Financial assets at fair value through profit or loss - current	50,000	11,133	-	11,133	
	Nippon Telegraph and Telephone Corporation (NTT)	None	Financial assets at fair value through profit or loss - current	400,000	13,010	-	13,010	
	<u>Bond</u> U.S. Treasury Securities.	None	Financial assets at amortized cost - current	-	1,437,527	-	1,437,527	
	<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	64,151,200	292,029	-	292,029	
Suzhou Walsin Technology Electronics Co., Ltd.	<u>Funds</u> GF Money Market Fund Class B.	None	Financial assets at fair value through profit or loss - current	25,000,000	113,625	-	113,625	
	Xingquan Money Market Fund Class B.	None	Financial assets at fair value through profit or loss - current	5,000,000	22,720	-	22,720	
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	556,926	6.16	556,926	
	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	384,636	0.27	384,636	
	Hotai Finance Co., Ltd. Preferred Shares B	None	Financial assets at fair value through other comprehensive income - non-current	1,000,000	95,400	0.14	95,400	
	Fubon Financial Holding Co., Ltd. Preferred Shares C	None	Financial assets at fair value through other comprehensive income - non-current	500,000	26,150	-	26,150	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	TXC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	2,602,000	\$ 283,618	0.76	\$ 283,618	
	O-Bank Co., Ltd. Preferred Stock B	None	Financial assets at fair value through other comprehensive income - non-current	5,000,000	58,000	0.16	58,000	
	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	33,495	-	33,495	
	<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	137,779	0.72	137,779	
	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	188,689	10.00	188,689	
	<u>Bonds</u> ANZ New Zealand International LTD.	None	Financial assets at amortized cost - non-current	-	63,035	-	65,840	
	Sumitomo Mitsui Trust Bank Limited	None	Financial assets at amortized cost - non-current	-	31,715	-	33,078	
	Norinchukin Bank	None	Financial assets at amortized cost - non-current	-	31,866	-	32,363	
	Credit Agricole S.A.	None	Financial assets at amortized cost - non-current	-	31,612	-	32,775	
	NBN CO Limited	None	Financial assets at amortized cost - non-current	-	64,444	-	66,923	
	Burlington Northern Santa Fe, LLC	None	Financial assets at amortized cost - non-current	-	33,720	-	35,050	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	32,682	-	34,341	
	Macquarie Group Limited.	None	Financial assets at amortized cost - non-current	-	50,139	-	51,102	
	Banco Santander, S.A.	None	Financial assets at amortized cost - non-current	-	64,213	-	66,037	
	Hyundai Capital America	None	Financial assets at amortized cost - non-current	-	63,824	-	65,783	
	Volkswagen Group America Finance, LLC	None	Financial assets at amortized cost - non-current	-	33,487	-	34,139	
	The First Issue of 2024 for unsecured Cumulative Subordinated Corporate Bonds of Cathay Life Insurance Co., Ltd. Series A	None	Financial assets at amortized cost - non-current	-	200,000	-	199,981	
	The Second Issue of 2024 for US-dollar-denominated unsecured cumulative subordinated corporate Bonds of Cathay Life Insurance Co., Ltd	None	Financial assets at amortized cost - non-current	-	79,128	-	81,762	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Frontier Electronics Co., Ltd.	<u>Bonds</u> TSMC Arizona Corp.	None	Financial assets at amortized cost - non-current	-	\$ 94,896	-	\$ 94,499	
	Amazon. com. Inc.	None	Financial assets at amortized cost - non-current	-	62,622	-	62,478	
	Westpac New Zealand LTD	None	Financial assets at amortized cost - non-current	-	4,865	-	5,024	
	Commonwealth Bank of Australia	None	Financial assets at amortized cost - current	-	139,501	-	139,310	
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	6,770,000	737,930	1.97	737,930	
	<u>Bonds</u> Microsoft Corporation	None	Financial assets at fair value through other comprehensive income - non-current	-	22,687	-	22,687	
	Apple Inc.	None	Financial assets at fair value through other comprehensive income - non-current	-	79,187	-	79,187	
	Amazon.com, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	-	42,511	-	42,511	
	Saudi Arabian Oil Company	None	Financial assets at fair value through other comprehensive income - non-current	-	45,326	-	45,326	
	Bank of Switzerland	None	Financial assets at amortized cost - non-current	-	127,381	-	132,752	
	UnitedHealth Group, NYSE	None	Financial assets at amortized cost - non-current	-	97,133	-	98,077	
	Saudi Arabian Oil Company	None	Financial assets at amortized cost - non-current	-	119,807	-	121,999	
	Toyota Motor Credit Corporation	None	Financial assets at amortized cost - non-current	-	196,045	-	201,756	
	BMW US Capital LLC	None	Financial assets at amortized cost - non-current	-	93,748	-	96,244	
	The Second Issue of 2024 for US-dollar-denominated unsecured cumulative subordinated corporate Bonds of Cathay Life Insurance Co., Ltd	None	Financial assets at amortized cost - non-current	-	79,127	-	78,732	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Inpaq (BVI) Ltd.	<u>Bonds</u>							
	Bank of America	None	Financial assets at fair value through other comprehensive income - non-current	-	\$ 47,073	-	\$ 47,073	
	Commonwealth Bank of Australia	None	Financial assets at fair value through other comprehensive income - non-current	-	221,628	-	221,628	
	Saudi Arabian Oil Company	None	Financial assets at amortized cost - non-current	-	125,525	-	125,413	
	French Bank of Paris	None	Financial assets at amortized cost - non-current	-	68,835	-	69,556	
	Philip Morris International Inc.	None	Financial assets at amortized cost - non-current	-	158,087	-	164,266	
	Verizon Communications	None	Financial assets at amortized cost - non-current	-	139,724	-	141,334	
	Westpac New Zealand Limited	None	Financial assets at amortized cost - non-current	-	95,989	-	98,163	
	First Abu Dhabi Bank	None	Financial assets at amortized cost - non-current	-	95,422	-	97,480	
	Bank of New Zealand	None	Financial assets at amortized cost - non-current	-	95,825	-	97,687	
	PayPal Holdings Inc.	None	Financial assets at amortized cost - non-current	-	55,606	-	57,344	
	CPC corporation, Taiwan	None	Financial assets at amortized cost - non-current	-	62,651	-	66,163	
	American Transmission System	None	Financial assets at amortized cost - non-current	-	19,665	-	19,459	
	Nippon Telegraph and Telephone Corporation (NTT)	None	Financial assets at amortized cost - non-current	-	164,541	-	164,004	
	Mitsubishi	None	Financial assets at amortized cost - non-current	-	221,898	-	220,672	
	Banco Santander, S.A.	None	Financial assets at amortized cost - non-current	-	232,088	-	232,054	
	<u>Funds</u>							
	Morgan Stanley & Co. Incorporated	None	Financial assets at fair value through profit or loss - current	-	152	-	152	
	GLG Japan Corealpha Japanese stock fund	None	Financial assets at fair value through profit or loss - non-current	-	24,299	-	24,299	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Soshin Electric Co., Ltd.	<u>Shares</u> Marubeni Corp	None	Financial assets at fair value through profit or loss - non-current	21,300	\$ 11,075	-	\$ 11,075	
	Mitsui & Co Ltd.	None	Financial assets at fair value through profit or loss - non-current	18,400	12,993	-	12,993	
	Kirin Holdings Co., Ltd.	None	Financial assets at fair value through profit or loss - non-current	28,000	13,601	-	13,601	
	Japan Tobacco Inc.	None	Financial assets at fair value through profit or loss - non-current	15,000	13,929	-	13,929	
	Nippon Telegraph & Telephone Corp	None	Financial assets at fair value through profit or loss - non-current	760,000	24,790	-	24,790	
	<u>Shares</u> Kyosan Electric Manufacturing Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	28,339	3,164	0.05	3,164	
	NEC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	67	204	-	204	
	Nippon Signal Company, Limited	None	Financial assets at fair value through other comprehensive income - non-current	16,574	3,511	0.01	3,511	
	Hitachi, Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	300	251	-	251	
	Mitsubishi UFJ Financial Group, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	34,880	11,233	-	11,233	
	W-Scope Corporation	None	Financial assets at fair value through other comprehensive income - non-current	100	8	-	8	
	Sony Group Corporation	None	Financial assets at fair value through other comprehensive income - non-current	100	62	-	62	
	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	20	-	20	
	Canon Inc.	None	Financial assets at fair value through other comprehensive income - non-current	100	104	-	104	
	SoftBank Corp.	None	Financial assets at fair value through other comprehensive income - non-current	1,000	41	-	41	
	Ueno Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	1,280	4,480	19.89	4,480	
	Limited Liability Partnership SakuSakuHimawari	None	Financial assets at fair value through other comprehensive income - non-current	2	2,317	14.00	2,317	
	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	111	-	111		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Soshin Device Co., Ltd.	<u>Share</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	222	2.50	222	
	Nagano Keiki Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	18,751	10,361	0.10	10,361	

(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 NINE MONTHS ENDED SEPTEMBER 30, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal			Ending Balance		
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	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	8,536,420	907,826 (JPY 4,097,482)	-	-	-	-	17,102,504	2,033,424 (Note 2)
	Soshin Electric Co., Ltd.	Treasury shares	Soshin Electric Co., Ltd.	Subsidiaries	-	-	1,780	189 (JPY 854)	-	-	-	-	-	-
	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	659,944 (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)	-	-	-	-	-	612,728 (Note 2)
	Inpaq Technology Co., Ltd.	Investments accounted for using the equity method	Shareholder from the open market	Unrelated party	51,782,658	2,574,933	4,193,000	420,980	-	-	-	-	55,975,658	2,962,563 (Note 2)
	TXC Corporation	Financial assets at FVOCI	Shareholder from the open market	Unrelated party	-	-	14,142,000	1,557,145	-	-	-	-	14,142,000	1,541,478 (Note 2)
	TXC Corporation	Financial assets at FVOCI	-	-	-	-	20,800,000 (Note 4)	1,944,800	-	-	-	-	20,800,000	2,267,200 (Note 2)
Inpaq Technology Co., Ltd.	TXC Corporation	Financial assets at FVOCI	Shareholder from the open market	Unrelated party	-	-	2,570,000	295,977	-	-	-	-	2,570,000	280,130 (Note 2)
	TXC Corporation	Financial assets at FVOCI	-	-	-	-	4,200,000 (Note 4)	392,700	-	-	-	-	4,200,000	457,800 (Note 2)
Prosperity Dielectrics Co., Ltd.	TXC Corporation	Financial assets at FVOCI	Shareholder from the open market	Unrelated party	-	-	2,602,000	299,481	-	-	-	-	2,602,000	283,618 (Note 2)

Note 1: The transaction was a reorganization under common control, and, therefore, no profits or losses are recognized. Refer Notes g and h of Note 11 for details.

Note 2: As a result of recognizing profits or losses, other comprehensive income (loss), and the evaluation of financial assets during the period, the beginning balance plus the purchase cost or carrying amount of sold items is different from 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.

Note 4: Obtained by participating in private placement.

## 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 NINE MONTHS ENDED SEPTEMBER 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	\$ 241,824	2	According to the commercial terms agreed upon by both parties	\$ -	-	\$ 207,123	5	
	Prosperity Dielectrics Co., Ltd.	43.13% owned subsidiary	Sale	219,748	2	"	-	-	79,253	2	
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	5,019,936	40	"	-	-	1,325,129	35	
	Walsin Technology Corporation (HK) Ltd.	100% indirectly owned subsidiary by parent company	Sale	234,001	2	"	-	-	91,788	2	
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	1,442,035	12	"	-	-	489,035	13	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	293,347	2	"	-	-	103,015	3	
	Kamaya, Inc.	100% indirectly owned subsidiary by parent company	Sale	167,795	1	"	-	-	82,201	2	
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	Sale	294,121	2	"	-	-	134,255	4	
Walsin Technology Corporation (HK) Limited	Walsin Technology Corporation	Parent company	Sale	1,771,728	41	"	-	-	722,275	38	
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	287,413	7	"	-	-	99,109	5	
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	Sale	267,388	6	"	-	-	117,872	6	
Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	595,083	22	"	-	-	187,288	16	
Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation	Parent company	Sale	253,038	2	"	-	-	66,005	2	
	Dongguan Frontier Electronics Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	225,793	2	According to the commercial terms agreed upon by both parties	-	-	81,398	2	
	Walsin Technology Corporation (HK) Ltd.	100% indirectly owned subsidiary by parent company	Sale	3,646,451	36	"	-	-	627,468	19	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	554,575	5	"	-	-	182,622	5	
	Kamaya Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	122,745	1	"	-	-	43,062	1	
	Kamaya Electric (HK) Limited	100% indirectly owned subsidiary by parent company	Sale	149,244	1	"	-	-	61,820	2	
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	Sale	345,468	3	"	-	-	157,672	5	
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	Sale	406,388	60	"	-	-	197,666	62	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	105,622	15	"	-	-	40,894	13	
Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	429,159	23	"	-	-	158,817	20	

(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 Co., Ltd.	Walsin Technology Corporation	Parent company	Sale	\$ 347,674	26	"	\$ -	-	\$ 177,748	28	
	Walsin Technology Europe B.V.	100%-owned subsidiary by parent company	Sale	219,064	16	"	-	-	168,589	27	
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	109,217	8	"	-	-	39,376	6	
Kamaya Electric (M) Sdn. Bhd.	Walsin Technology Corporation	Parent company	Sale	148,226	6	"	-	-	71,063	8	
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	248,708	9	"	-	-	74,655	8	
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	118,773	4	"	-	-	33,794	4	
	KAMAYA, Inc.	100% indirectly owned subsidiary by parent company	Sale	134,239	5	"	-	-	50,903	6	
	Kamaya Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	670,357	25	"	-	-	248,045	27	
Prosperity Dielectrics Co., Ltd.	Frontier Electronics Co., Ltd.	100%-owned subsidiary by PDC	Sale	647,239	26	"	-	-	249,473	29	
	Walsin Technology Corporation	Parent company	Sale	654,288	26	"	-	-	220,777	25	
Frontier Electronics Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	520,452	76	"	-	-	174,526	71	
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	140,070	20	"	-	-	47,925	19	
Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	605,268	11	"	-	-	344,451	13	
Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	37.57% owned subsidiary	Sale	937,933	17	"	-	-	196,359	8	
	Taiwan Inpaq Electronic Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	166,181	3	According to the commercial terms agreed upon by both parties	-	-	17,717	1	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	232,480	4	"	-	-	79,506	3	
Inpaq Technology (China) Co., Ltd.	Inpaq Technology Co., Ltd.	37.57% owned subsidiary by parent company	Sale	490,299	9	"	-	-	182,909	7	
	Inpaq Technology (Suzhou) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	216,797	4	"	-	-	106,557	4	
Hunan Frontier Electronics Co., Ltd.	Inpaq Technology Co., Ltd.	37.57% owned subsidiary by parent company	Sale	169,403	3	"	-	-	64,077	2	
Soshin Device Co., Ltd.	Soshin Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	464,344	100	"	-	-	57,340	100	
Soshin Powertech Co., Ltd.	Soshin Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	115,031	100	"	-	-	10,473	100	
Soshin Electronics (M) Sdn. Bhd.	Soshin Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	222,046	97	"	-	-	47,490	94	

(Concluded)

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

SEPTEMBER 30, 2024

(In Thousands of New Taiwan Dollars)

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	\$ 207,123	2.26	\$ -	-	\$ -	\$ -
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	1,325,129	5.79	-	-	749,680	-
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	489,035	4.21	-	-	189,680	-
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	103,015	3.79	-	-	35,611	-
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	134,255	4.71	-	-	27,831	-
Walsin Technology Corporation (HK) Ltd.	Walsin Technology Corporation	Parent company	722,275	3.41	-	-	192,911	-
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	117,872	3.66	-	-	29,628	-
Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	187,288	6.75	-	-	96,366	-
Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation (HK) Ltd.	100% indirectly owned subsidiary by parent company	627,468	8.46	-	-	403,243	-
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	182,622	5.22	-	-	55,609	-
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	157,672	3.22	-	-	33,530	-
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Ltd.	100% indirectly owned subsidiary by parent company	197,666	3.66	-	-	40,833	-
Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	158,817	4.41	-	-	85,263	-
Kamaya Electric Co., Ltd.	Walsin Technology Corporation	Parent company	177,748	2.77	-	-	36,215	-
	Walsin Technology Europe B.V.	100%-owned subsidiary	168,589	2.29	-	-	-	-
Kamaya Electric (M) Sdn. Bhd.	Kamaya Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	248,045	4.17	-	-	-	-
			Prosperity Dielectrics Co., Ltd.	Frontier Electronics Co., Ltd.	Indirectly owned second-tier subsidiary	249,473	3.84	-
Frontier Electronics Co., Ltd.	Walsin Technology Corporation	Parent company	220,777	4.05	-	-	-	-
			Frontier Electronics Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	100%-owned subsidiary	174,526	5.07	-
Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	358,329 (Note 1)	2.11	-	-	-	-
Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	37.57% owned subsidiary	196,359	4.59	-	-	35,911	-
Inpaq Technology (China) Co., Ltd.	Inpaq Technology (Suzhou) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	106,557	2.99	-	-	32,176	-
			Inpaq Technology Co., Ltd.	37.57% owned subsidiary	184,087 (Note 1)	3.54	-	-
Inpaq Technology Co., Ltd.	Taiwan Inpaq electronic Co., Ltd.	100% indirectly owned subsidiary by INPAQ	557,360 (Note 2)	-	-	-	70,000	-

Note 1: Including other receivables.

Note 2: Including other receivables related to fund loans.

**TABLE 7**

**WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES**

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS  
FOR THE NINE MONTHS ENDED SEPTEMBER 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	\$ 241,824	According to the commercial terms agreed upon by both parties	1
		"	"	Accounts receivable	207,123		-
		Prosperity Dielectrics Co., Ltd.	"	Sales	219,748		1
		"	"	Accounts receivable	79,253		-
		Dongguan Walsin Technology Electronics Co., Ltd.	"	Sales	5,019,936		19
		"	"	Accounts receivable	1,325,129		1
		Walsin Technology Corporation (HK) Ltd.	"	Sales	234,001		1
		"	"	Accounts receivable	91,788		-
		Suzhou Walsin Technology Electronics Co., Ltd.	"	Sales	1,442,035		5
		"	"	Accounts receivable	489,035		-
		Walsin Passive Component (H.K.) Limited	"	Sales	293,347		1
		"	"	Accounts receivable	103,015		-
		Kamaya, Inc.	"	Sales	167,795		1
"	"	Accounts receivable	82,201	-			
Kamaya Electric (M) Sdn. Bhd.	"	Sales	294,121	1			
"	"	Accounts receivable	134,255	-			
1	Walsin Technology Corporation (HK) Ltd.	Walsin Technology Corporation	Subsidiary to parent company	Sales	1,771,728	"	7
		"	"	Accounts receivable	722,275	"	1
		Dongguan Walsin Technology Electronics Co., Ltd.	Subsidiary to subsidiary	Sales	287,413	"	1
		"	"	Accounts receivable	99,109	"	-
		Kamaya Electric (M) Sdn. Bhd.	"	Sales	267,388	"	1
"	"	Accounts receivable	117,872	"	-		
2	Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	"	Sales	595,083	"	2
		"	"	Accounts receivable	187,288	"	-
3	Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation	Subsidiary to parent company	Sales	253,038	"	1
		"	"	Accounts receivable	66,005	"	-
		Dongguan Frontier Electronics Co., Ltd.	Subsidiary to subsidiary	Sales	225,793	"	1
		"	"	Accounts receivable	81,398	"	-

(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 (HK) Ltd.	Subsidiary to subsidiary	Sales	\$ 3,646,451	According to the commercial terms agreed upon by both parties	14		
		"	"	Accounts receivable	627,468		1		
		Walsin Passive Component (H.K.) Limited	"	Sales	554,575		2		
		"	"	Accounts receivable	182,622		-		
		Kamaya Electric Co., Ltd.	"	Sales	122,745		-		
		"	"	Accounts receivable	43,062		-		
		Kamaya Electric (HK) Limited	"	Sales	149,244		1		
		"	"	Accounts receivable	61,820		-		
4	Pan Overseas (Guangzhou) Electronic Co., Ltd.	Kamaya Electric (M) Sdn. Bhd.	"	Sales	345,468	1			
		"	"	Accounts receivable	157,672	-			
		Walsin Technology Corporation (HK) Ltd.	"	Sales	406,388	2			
		"	"	Accounts receivable	197,666	-			
5	Walsin Passive Component (H.K.) Limited	Walsin Passive Component (H.K.) Limited	"	Sales	105,622	-			
		"	"	Accounts receivable	40,894	-			
		Suzhou Walsin Technology Electronics Co., Ltd.	"	Sales	429,159	2			
		"	"	Accounts receivable	158,817	-			
6	Kamaya Electric Co., Ltd.	Walsin Technology Corporation	Subsidiary to parent company	Sales	347,674	"	1		
		"	"	Accounts receivable	177,748	"	-		
		Walsin Technology Europe B.V.	Subsidiary to subsidiary	Sales	219,064	"	1		
		"	"	Accounts receivable	168,589	"	-		
		Suzhou Walsin Technology Electronics Co., Ltd.	"	Sales	109,217	"	-		
		"	"	Accounts receivable	39,376	"	-		
		7	Kamaya Electric (M) Sdn. Bhd.	Walsin Technology Corporation	Subsidiary to parent company	Sales	148,226	"	1
				"	"	Accounts receivable	71,063	"	-
Dongguan Walsin Technology Electronics Co., Ltd.	Subsidiary to subsidiary			Sales	248,708	"	1		
"	"			Accounts receivable	74,655	"	-		
Suzhou Walsin Technology Electronics Co., Ltd.	"			Sales	118,773	"	-		
"	"			Accounts receivable	33,794	"	-		
Kamaya, Inc.	"			Sales	134,239	"	1		
"	"			Accounts receivable	50,903	"	-		
8	Prosperity Dielectrics Co., Ltd.	Kamaya Electric Co., Ltd.	"	Sales	670,357	"	3		
		"	"	Accounts receivable	248,045	"	-		
		Frontier Electronics Co., Ltd.	"	Sales	647,239	"	2		
		"	"	Accounts receivable	249,473	"	-		
8	Prosperity Dielectrics Co., Ltd.	Walsin Technology Corporation	Subsidiary to parent company	Sales	654,288	"	2		
		"	"	Accounts receivable	220,777	"	-		

(Continued)

No.	Investee Company	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets
9	Frontier Electronics Co., Ltd	Dongguan Frontier Electronics Co., Ltd.	Subsidiary to subsidiary	Sales	\$ 520,452	According to the commercial terms agreed upon by both parties	2
		"	"	Accounts receivable	174,526	"	-
		Dongguan Walsin Technology Electronics Co., Ltd.	"	Sales	140,070	"	1
		"	"	Accounts receivable	47,925	"	-
10	Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	"	Sales	605,268	"	2
		"	"	Accounts receivable	344,451	"	-
11	Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	"	Sales	937,933	"	4
		"	"	Accounts receivable	196,359	"	-
		Taiwan Inpaq electronic Co., Ltd.	"	Sales	166,181	"	1
		"	"	Accounts receivable	17,717	"	-
	Inpaq Technology (China) Co., Ltd.	Walsin Passive Component (H.K.) Limited	"	Sales	232,480	"	1
		"	"	Accounts receivable	79,506	"	-
		Inpaq Technology Co., Ltd.	"	Sales	490,299	"	2
		"	"	Accounts receivable	182,909	"	-
Inpaq Technology (Suzhou) Co., Ltd.	"	"	Sales	216,797	"	1	
	"	"	Accounts receivable	106,557	"	-	
12	Hunan Frontier Electronics Co., Ltd.	Inpaq Technology Co., Ltd	"	Sales	169,403	"	1
		"	"	Accounts receivable	64,077	"	-
13	Soshin Device Co., Ltd.	Soshin Electric Co., Ltd.	"	Sales	464,344	"	2
		"	"	Accounts receivable	57,340	"	-
14	Soshin Powertech Co., Ltd.	Soshin Electric Co., Ltd.	"	Sales	115,031	"	-
		"	"	Accounts receivable	10,473	"	-
15	Soshin Electronics (M) Sdn. Bhd.	Soshin Electric Co., Ltd.	"	Sales	222,046	"	1
		"	"	Accounts receivable	47,490	"	-

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 NINE MONTHS ENDED SEPTEMBER 30, 2024  
(In Thousands of New Taiwan Dollars)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				September 30, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
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	\$ 2,989,458	\$ 393,570	\$ 169,540	
	HannStar Board Corporation	Taiwan	Production and sale of printed circuit boards	1,932,983	2,018,888	98,790,543	20.32	6,456,651	2,234,491	458,786	
	Pan Overseas (B.V.I.) Investments Co., Ltd.	British Virgin Islands	Investment holding	671,758	671,758	21,836,000	100.00	2,435,145	34,722	36,511	
	Gallatown Developments Ltd.	Cayman Islands	Investment holding	6,077,273	6,077,273	95,129,047	89.15	25,665,763	323,170	303,484	
	Tsai Yi Corporation	Taiwan	Investment holdings and management of group companies	411,330	411,330	39,052,142	26.62	774,058	(8,479)	(2,485)	
	Falcon Automation Equipment Corporation	Taiwan	Mechanical equipment manufacturing	9,000	9,000	3,348,000	43.90	83,309	(33,060)	(14,514)	
	Inpaq Technology Co., Ltd.	Taiwan	Researching, developing, manufacturing and selling of hybrid microwave antenna and module, integrated electrical protection components and multilayer type microwave communication component and its module	2,671,318	2,250,338	55,975,658	37.57	2,962,563	699,692	232,631	
	Silitech Technology Corporation	Taiwan	Keypads and module products, mechanical integrated components	561,329	561,329	17,000,000	25.00	732,754	12,441	1,480	
	Soshin Electric Co., Ltd.	Japan	Researching, developing, manufacturing and selling of capacitors, thick film printed circuit boards, multilayer dielectric filters and EMI filters	-	39,248	-	-	-	(106,860)	(694)	
	Walsin Electronics (S) Pte. Ltd.	Singapore	Marketing service	670,410	-	28,650,000	100.00	659,944	(33,227)	(30,129)	
Walsin Technology Europe B.V.	Netherlands	Selling of passive electronic components	117,081	117,081	1,500,000	100.00	20,258	(31,339)	(31,339)		
Walsin New Energy Corporation	Taiwan	Solar power generation	12,500	12,500	1,250,000	25.00	11,492	(2,980)	(745)		
Gallatown Developments Ltd.	Walsin Technology Corporation (HK) Ltd.	Hong Kong	Selling of passive electronic components	303,068 (Note 3)	303,068 (Note 3)	1,953	100.00	1,910,321	(4,077)	(4,077)	
	Walsin Technology Holding Corporation (HK) Ltd.	Hong Kong	Investment holding	5,905,683 (Note 3)	5,905,683 (Note 3)	165,037,562	100.00	22,578,137	335,920	335,920	
	Walsin Technology Corporation U.S.A.	USA	Marketing service	27,334 (Note 3)	27,334 (Note 3)	7,000,000	100.00	21,843	(170)	(170)	
	Walsin Passive Component (H.K.) Limited	Hong Kong	Selling of passive electronic components	94,953 (Note 3)	94,953 (Note 3)	23,400,100	100.00	626,037	15,377	15,377	
	Kamaya Electric Co., Ltd.	Japan	Manufacturing and selling of high-end electric chip resistors	1,451,295 (Note 3)	1,451,295 (Note 3)	358,037,761	100.00	2,961,087	(9,337)	(9,337)	
	Walsin International Management (HK) Ltd.	Hong Kong	Investment holding	189,906 (Note 3)	189,906 (Note 3)	600,001	100.00	158,463	(1,486)	(1,486)	
	Walsin Electronics (S) Pte. Ltd.	Singapore	Marketing service	-	28,436	-	-	-	(33,227)	(3,098)	
Walsin Electronics India Private Ltd.	India	Manufacturing and selling of electric capacitors and resistors, etc.	- (Note 3)	- (Note 3)	1	0.10	-	-	-		
Walsin International Management (HK) Ltd.	GHPW Enterprise Corporation (HK) Limited	Hong Kong	Holding company	189,906 (Note 3)	189,906 (Note 3)	6,000,000	25.00	158,434	(5,980)	(1,495)	
Pan Overseas (B.V.I.) Investments Co., Ltd.	Gallatown Developments Ltd.	Cayman Islands	Investment holding	133,682 (Note 3)	133,682 (Note 3)	5,165,611	4.84	1,060,636	323,170	15,645	
	Fine Bright Technology Ltd.	Hong Kong	Investment holding	362,888 (Note 3)	362,888 (Note 3)	37,183,927	100.00	1,254,394	19,319	19,319	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				September 30, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
Fine Bright Technology Ltd.	Gallatown Developments Ltd.	Cayman Islands	Investment holding	\$ 102,098 (Note 3)	\$ 102,098 (Note 3)	6,407,247	6.01	\$ 1,254,400	\$ 323,170	\$ 19,406	
Walsin Technology Holding Corporation (HK) Ltd.	Walsin Electronics India Private Ltd.	India	Manufacturing and selling of electric capacitors and resistors, etc.	456 (Note 3)	456 (Note 3)	999	99.90	370	-	-	
	PSA Japan investment G.K.	Japan	Investment	606,541 (Note 3)	-	-	40.00	612,728	(71,313)	(28,525)	
Kamaya Electric Co., Ltd.	Kamaya Electric (M) Sdn. Bhd.	Malaysia	Manufacturing and selling of high-end electric chip resistors	1,535,702 (Note 3)	1,535,702 (Note 3)	242,125,250	100.00	2,875,472	173,659	173,659	
	Kamaya Electric (HK) Limited	Hong Kong	Selling of passive electronic components	4,636 (Note 3)	4,636 (Note 3)	2,000,000	100.00	3,845	(7,369)	(7,369)	
	Kamaya, Inc.	USA	Selling of passive electronic components	22,374 (Note 3)	22,374 (Note 3)	699	100.00	169,782	4,272	4,272	
	Nitsuko Electronics Corporation	Japan	Manufacturing and selling of film capacitors	314,019 (Note 3)	314,019 (Note 3)	37,333	70.00	300,889	(22,247)	(15,573)	
	Soshin Electric Co., Ltd.	Japan	Researching, developing, manufacturing and selling of capacitors, thick film printed circuit boards, multilayer dielectric filters and EMI filters	1,847,283 (Note 3)	904,088 (Note 3)	17,102,504	100.00	2,033,424	(106,860)	(113,610)	
	Matsuo Electric Co., Ltd.	Japan	Manufacturing and selling of tantalum capacitors, film capacitors and circuit protection components	144,089 (Note 3)	144,089 (Note 3)	840,000	26.17	166,650	20,126	5,267	
Prosperity Dielectrics Co., Ltd.	PDC Prime Holdings Limited	Samoa	Holding company	728,456	728,456	23,464,538	100.00	1,564,881	64,304	64,304	
	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	97,817	(8,479)	(314)	
	Joyin Co., Ltd.	Taiwan	Electronics components manufacturing	426,701	426,701	23,715,360	30.40	380,242	(36,054)	(15,150)	
	Walsin New Energy Corporation	Taiwan	Solar power generation	2,500	2,500	250,000	5.00	2,298	(2,980)	(149)	
	HannStar Board Corporation	Taiwan	Production and sale of printed circuit boards	147,677	152,212	5,214,865	1.17	294,753	2,234,491	-	
PDC Prime Holdings Limited	PDC Success Investments Ltd.	Republic of Mauritius	Holding company	387,932	387,932	12,009,000	100.00	737,623	(13,712)	(13,712)	
	Frontier Electronics Co., Ltd.	Hong Kong	International trade	284,891 (Note 3)	284,891 (Note 3)	70,036,752	100.00	757,080	78,380	78,380	
	Prosperity International Development (HK) Co., Ltd.	Hong Kong	Holding company	75,994 (Note 2)	75,994 (Note 2)	2,401,000	100.00	63,399	(598)	(598)	
Prosperity International Development (HK) Co., Ltd.	GHPW Enterprise Corporation (HK) Limited	Hong Kong	Holding company	75,962 (Note 2)	75,962 (Note 2)	2,400,000	10.00	63,374	(5,980)	(598)	
Frontier Electronics Co., Ltd.	PSA Japan investment G.K.	Japan	Investment	144,986 (Note 2)	- (Note 2)	-	9.00	138,180	(71,313)	(6,435)	
Inpaq Technology Co., Ltd.	Inpaq (BVI) Ltd.	BVI	Holding company	1,258,296	1,258,296	39,908,842	100.00	4,559,720	703,931	701,740	
	Inpaq Korea Co., Ltd.	Korea	Sales	12,864	12,864	76,828	44.77	8,447	(5,642)	(2,526)	
	Inpaq Technology USA, Inc.	USA	Sales	15,315	15,315	5,000,000	100.00	(21,128)	(7,789)	(7,789)	
	Inpaq Europe GmbH	Germany	Sales	1,273	1,273	38,000	19.00	1,737	78	15	
	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	(2,980)	-	
	Yangtze Energy Technologies, Inc.	Taiwan	Manufacturing and selling of electronic products	7,000	7,000	311,097	19.89	1,830	(1,131)	(225)	
	Inpaq Technology Japan Co., Ltd.	Japan	Sales	41,940	-	20,000	100.00	44,406	(34)	(34)	
Inpaq (BVI) Ltd.	Inpaq (Cayman Islands) Ltd.	Cayman Islands	Holding company	1,002,550	1,002,550	32,150,000	100.00	2,339,385	663,173	663,173	
	Inpaq (HK) Co., Limited	Hong Kong	Holding company	-	277,988	-	-	-	-	-	
	PSA Japan investment G.K.	Japan	Investment	186,673	-	-	12.00	183,670	(71,313)	(8,558)	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				September 30, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
Inpaq Technology (Suzhou) Co., Ltd.	Holypaq (HK) Co., Limited	Hong Kong	Holding company	\$ 122,240	\$ 122,240	4,000,000	100.00	\$ (135,766)	\$ 90,348	\$ 90,348	
Holypaq (HK) Co., Limited	Taiwan Inpaq Electronic Co., Ltd.	Taiwan	Manufacturing and selling of electronic products	122,240	122,240	-	100.00	(135,766)	90,348	90,348	
Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Japan	Manufacturing and selling of information communication electronic components	44,755	44,755	2,020	100.00	292,808	(6,175)	(6,175)	
	Soshin Powertech Co., Ltd.	Japan	Manufacturing and selling of power electronic components	22,156	22,156	10,000	100.00	23,490	808	808	
	Risshin Electronics Co., Ltd.	Japan	Manufacturing and selling of information communication electronic components	11,078	11,078	159,290	100.00	23,953	(1,184)	(1,184)	
	Soshin Electronics (M) Sdn. Bhd.	Malaysia	Manufacturing and selling of power electronic components	153,594	153,594	16,000,000	100.00	156,350	6,663	6,663	
	Soshin Electronics of America Inc.	USA	Selling of electronic components	2,389	2,389	100,000	100.00	4,862	615	615	
	Soshin Electronics (HK) Limited	Hong Kong	Selling of electronic components	61,421	61,421	18,737,823	100.00	64,162	721	721	
	Taiwan Soshin Electric Co., Ltd.	Taiwan	Selling of electronic components	5,000	5,000	500,000	100.00	5,741	(317)	(317)	
	Soshin Electronics Europe GmbH	Germany	Selling of electronic components	1,492	1,492	1,000	100.00	4,735	(45)	(45)	

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

The average exchange rate on September 30, 2024 was USD to NTD = 1:31.651  
The average exchange rate on September 30, 2024 was JPY to USD = 1:0.0070  
The average exchange rate on September 30, 2024 was SGD to NTD = 1:24.7138  
The average exchange rate on September 30, 2024 was HKD to USD = 1:0.1288

Note 3: Information on investments in mainland China, refer to Table 9.

(Concluded)

## WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

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 September 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2024	Accumulated Repatriation of Investment Income as of September 30, 2024
					Outward	Inward						
Dongguan Walsin Technology Electronics Co., Ltd.	Manufacturing and selling of passive electronic components	\$ 4,063,988 (US\$ 128,400,000)	Note 1	\$ 2,880,241 (US\$ 91,000,000)	\$ -	\$ -	\$ 2,880,241 (US\$ 91,000,000)	\$ 309,470	100.00	\$ 309,470	\$ 7,140,742	\$ 951,414 (US\$ 30,059,527)
Suzhou Walsin Technology Electronics Co., Ltd.	Manufacturing and selling of passive electronic components	2,183,919 (US\$ 69,000,000)	Note 1	2,183,919 (US\$ 69,000,000)	-	-	2,183,919 (US\$ 69,000,000)	22,688	100.00	22,688	2,759,298	51,219 (US\$ 1,618,250)
Dongguan Huafai Trading Co., Ltd.	Trading of electronic parts, warehousing and commission agency	63,302 (US\$ 2,000,000)	Note 1	63,302 (US\$ 2,000,000)	-	-	63,302 (US\$ 2,000,000)	13,171	100.00	13,171	379,112	-
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Manufacturing and selling of passive electronic components	522,242 (US\$ 16,500,000)	Note 1	405,448 (US\$ 12,809,965)	-	-	405,448 (US\$ 12,809,965)	7,619	100.00	7,619	728,419	244,256 (US\$ 7,717,169)
GHPW Enterprise Corporation (Chongqing) Limited	Business consultations, business management, consultation services and property management	759,624 (US\$ 24,000,000)	Note 1	189,906 (US\$ 6,000,000)	-	-	189,906 (US\$ 6,000,000)	(5,968)	25.00	(1,492)	158,303	-
Suzhou Walsin Color Trading Co., Ltd.	Trading of electronic parts and commission agency	512,746 (US\$ 16,200,000)	Note 1	243,713 (US\$ 7,700,016)	-	-	243,713 (US\$ 7,700,016)	(350)	39.32	(138)	161,613	11,919 (US\$ 376,582)
Chongqing Shuohong Investment Co., Ltd.	Investment, investment management, investment consultation services	2,392,155 (RMB 530,000,000) (Note 4)	Note 1	-	-	-	-	(20,984)	25.65	(5,383)	705,306	-
Chongqing Ruishuang Technology Co., Ltd.	Selling of electronic components, real estate investment and leasing	118,380 (RMB 26,228,000) (Note 5)	Note 1	-	-	-	-	(1,192)	34.54	(412)	51,113	-
Soshin Electronics (Shenzhen) Limited	Selling of electronic components	11,394 (US\$ 360,000)	Note 1	-	-	-	-	2,401	100.00	2,401	45,258	-

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 September 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 September 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 September 30, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$4,738,360 (US\$149,706,474)	\$4,871,101 (US\$153,900,371)	\$35,215,621

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	\$ 5,019,936	According to the commercial terms clause agreed upon by both parties	90-120 days T/T	According to the commercial terms agreed upon by both parties	\$ 1,325,129	35	\$ 264,842
		Purchases	1,979,613	"	"	"	(769,869)	(28)	-
Suzhou Walsin Technology Electronics Co., Ltd.	Sub-subsiary	Sales	1,442,035	"	90-120 days T/T	"	489,035	13	44,343

Note: The average exchange rate on September 30, 2024 was USD to NTD = 1:31.651

The average exchange rate from January 1 to September 30, 2024 was USD to NTD = 1:32.034

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 NINE MONTHS ENDED SEPTEMBER 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 September 30, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2024 (Note 3)	Accumulated Repatriation of Investment Income as of September 30, 2024
					Outward	Inward						
PDC Electronics (Suzhou) Co., Ltd.	Manufacturing of ceramic materials	\$ 379,812 (US\$ 12,000,000)	Note 1	\$ 379,812 (US\$ 12,000,000)	\$ -	\$ -	\$ 379,812 (US\$ 12,000,000)	\$ (13,722)	100.00	\$ (13,722)	\$ 737,326	\$ 163,962 (US\$ 5,180,313)
Dongguan Frontier Electronics Co., Ltd.	Selling of electronic components	193,071 (US\$ 6,100,000)	Note 1	193,071 (US\$ 6,100,000)	-	-	193,071 (US\$ 6,100,000)	20,760	100.00	20,760	280,293	262,740 (US\$ 8,301,154)
Chongqing Shuohong Investment Co., Ltd.	Investment, investment management, investment consultation services	2,392,155 (RMB 530,000,000) (Note 4)	Note 1	-	-	-	-	(20,980)	20.43	(4,287)	561,816	-
Chongqing Xincheng Electronic Co., Ltd.	Selling of electronic components, real estate investment and leasing	244,280 (RMB 54,122,000) (Note 5)	Note 1	-	-	-	-	(2,460)	13.04	(321)	39,872	-
GHPW Enterprise Corporation (Chongqing) Limited	Business consultations, business management, consultation services and property management	759,624 (US\$ 24,000,000)	Note 1	75,962 (US\$ 2,400,000)	-	-	75,962 (US\$ 2,400,000)	(5,967)	10.00	(597)	63,321	-
Prosperity Frontier Electronics (Shenzhen) Co., Ltd.	Manufacturing and selling of chip components, power electronic devices and new electronic components	(Note 6)	Note 1	178,568 (US\$ 5,641,768)	-	135,944 (US\$ 4,295,089)	42,624 (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 September 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 September 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: The liquidation was completed and the share capital was repatriated in April 2024.

(Continued)

2. Investment quota for mainland China:

Accumulated Outward Remittance for Investments in Mainland China as of September 30, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$634,904 (US\$20,059,533.72)	\$634,904 (US\$20,059,533.72)	Note 2

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

USD:NTD = 1:31.6510  
RMB:NTD = 1:4.5135

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

USD:NTD = 1:32.034  
RMB:NTD = 1:4.5064

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 5 and 7.
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 NINE MONTHS ENDED SEPTEMBER 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 September 30, 2024 (Note 3)	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Notes 2 and 5)	Carrying Amount as of September 30, 2024 (Notes 2, 3 and 5)	Accumulated Repatriation of Investment Income as of September 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	\$ 636,585	100	\$ 636,585	\$ 1,347,453	\$ 361,325
Inpaq Trading (Suzhou) Co., Ltd.	Selling of passive electronic components	-	Note 6	23,179	-	-	23,179	-	-	-	-	-
Inpaq Technology (China) Co., Ltd.	Manufacturing and selling of passive electronic components, etc.	894,480	Note 1	894,480	-	-	894,480	27,942	100	27,942	966,645	-
Inpaq Trading (Suzhou) Co., Ltd.	Selling of passive electronic components	9,463	Note 4	-	-	-	-	179	100	179	32,592	-
Hunan Frontier Electronics Co., Ltd.	Manufacturing and selling of transformer, coils and magnetic components	456,560	Note 4	-	-	-	-	(5,237)	100	(5,237)	345,374	-

2. Investment quota for mainland China:

Accumulated Outward Remittance for Investments in Mainland China as of September 30, 2024	Investment Amount Authorized by the Investment Commission, MOEA (Notes 6 and 7)	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA (Note 3)
\$1,278,302	\$916,977	\$4,446,041

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

Note 7: Inpaq Technology (Suzhou) Co., Ltd. remitted cash dividends of \$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  
SEPTEMBER 30, 2024**

Name of Shareholder	Shares	
	Total Shares Owned	Ownership Percentage (%)
Walsin Lihwa Corporation	88,902,325	18.30
HannStar Board Corporation	39,837,115	8.20

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, refer to Market Observation Post System.