

**Walsin Technology Corporation and
Subsidiaries**

**Consolidated Financial Statements for the
Years Ended December 31, 2024 and 2023 and
Independent Auditors' Report**

DECLARATION OF CONSOLIDATION OF FINANCIAL STATEMENTS OF AFFILIATES

The companies that are required to be included in the consolidated financial statements of affiliates in accordance with the “Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises” for the year ended December 31, 2024 are all the same as the companies required to be included in the consolidated financial statements of parent and subsidiary companies as provided in International Accounting Standard 10 “Consolidated and Separate Financial Statements”. Relevant information that should be disclosed in the consolidated financial statements of affiliates has all been disclosed in the consolidated financial statements of parent and subsidiary companies. Hence, we do not prepare a separate set of consolidated financial statements of affiliates.

Very truly yours,

WALSIN TECHNOLOGY CORPORATION

By

YU-HENG CHIAO
Chairman

February 20, 2025

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Walsin Technology Corporation

Opinion

We have audited the accompanying consolidated financial statements of Walsin Technology Corporation and its subsidiaries (collectively referred to as the “Group”), which comprise the consolidated balance sheets as of December 31, 2024 and 2023, and the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, material accounting policy information (collectively referred to as the “consolidated financial statements”).

In our opinion, based on our audits and the report of other auditors (refer to the Other Matter paragraph), the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended December 31, 2024. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

The key audit matter of the Group's consolidated financial statements for the year ended December 31, 2024 is described as follows:

Revenue Recognition for Multi-Layer Ceramic Capacitors (MLCC) Sales

Walsin Technology Corporation's main revenue streams come from MLCC, chip resistors and radio frequency devices.

The proportion of revenue from MLCC sales was higher and the gross profit is significant to the net income. Therefore, we considered the recognition of revenue from sales of MLCC as a key audit matter of the Group's consolidated financial statements for the year ended December 31, 2024.

The audit procedures that we performed in response to the abovementioned key audit matter included understanding the design and implementation of key internal controls and selecting samples of revenue items to verify the occurrence of transactions.

Other Matter

We did not audit the consolidated 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 audited by other auditors. Our opinion, insofar as it relates to the amounts and the information disclosed for some subsidiaries and investments accounted for using the equity method, is based solely on the audit reports of other auditors. As of December 31, 2024 and 2023, the amounts of total assets of these subsidiaries (including investments accounted for using the equity method) were NT\$13,929,723 thousand and NT\$12,429,102 thousand, representing 14.03% and 13.16% of the consolidated total assets, respectively. For the years ended December 31, 2024 and 2023, the amounts of consolidated net operating revenue of these subsidiaries were NT\$6,793,802 thousand and NT\$6,117,766 thousand, representing 19.55% and 18.65% of the consolidated net operating revenue, respectively. The comprehensive income for the years ended December 31, 2024 and 2023 was NT\$1,049,008 thousand and NT\$760,924 thousand, representing 27.55% and 18.06% of the consolidated comprehensive income; and the share of income (loss) of associates accounted for using the equity method for the years ended December 31, 2024 and 2023 was NT\$(20,882) thousand and NT\$(9,890) thousand, representing (0.55%) and (0.23%) of the consolidated comprehensive income.

Other Matter - the Parent Company Only Financial Statements

We have also audited the parent company only financial statements of Walsin Technology Corporation as of and for the years ended December 31, 2024 and 2023 on which we have issued an unmodified opinion with "Other Matter" paragraph.

Responsibilities of Management and Those Charged with Governance for 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 Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the audit committee, are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended December 31, 2024 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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

Deloitte & Touche
Taipei, Taiwan
Republic of China

February 20, 2025

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 audit such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' 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' report and consolidated financial statements shall prevail.

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

ASSETS	2024		2023	
	Amount	%	Amount	%
CURRENT ASSETS				
Cash and cash equivalents (Notes 4 and 6)	\$ 7,943,241	8	\$ 6,621,395	7
Financial assets at fair value through profit or loss - current (Notes 4 and 7)	708,808	1	547,956	1
Financial assets at fair value through other comprehensive income - current (Notes 4 and 12)	229,490	-	-	-
Financial assets at amortized cost - current (Notes 4 and 8)	2,533,850	3	12,959,745	14
Notes receivable from unrelated parties (Notes 4 and 9)	746,063	1	949,140	1
Trade receivables from unrelated parties (Notes 4 and 9)	9,669,867	10	8,741,151	9
Trade receivables from related parties (Notes 4, 9 and 28)	65,429	-	50,872	-
Finance lease receivable (Note 4)	21,552	-	21,728	-
Other receivables from unrelated parties	866,130	1	624,538	1
Other receivables from related parties (Note 28)	15,005	-	14,264	-
Inventories (Notes 4 and 10)	8,082,433	8	6,962,980	7
Other current assets	384,342	-	521,831	-
Total current assets	31,266,210	32	38,015,600	40
NON-CURRENT ASSETS				
Financial assets at fair value through profit or loss - non-current (Notes 4 and 7)	536,818	-	553,263	1
Financial assets at fair value through other comprehensive income - non-current (Notes 4 and 12)	10,484,188	11	7,274,441	8
Financial assets at amortized cost - non-current (Notes 4 and 8)	22,912,070	23	10,845,723	11
Investments accounted for using the equity method (Notes 4 and 13)	10,644,720	11	10,549,319	11
Property, plant and equipment (Notes 4 and 14)	20,582,256	21	24,088,788	26
Right-of-use assets (Notes 4 and 15)	851,477	1	942,657	1
Investment properties (Notes 4 and 16)	336,477	-	327,219	-
Intangible assets (Notes 4 and 17)	471,497	-	577,960	1
Deferred tax assets (Notes 4 and 23)	621,693	1	691,277	1
Guarantee deposits paid (Note 29)	139,125	-	106,265	-
Finance lease receivables (Note 4)	12,245	-	17,650	-
Other non-current assets (Notes 4 and 20)	396,411	-	453,066	-
Total non-current assets	67,988,977	68	56,427,628	60
TOTAL	\$ 99,255,187	100	\$ 94,443,228	100
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Short-term borrowings (Note 18)	\$ 10,737,709	11	\$ 8,588,119	9
Financial liabilities at fair value through profit or loss (Notes 4 and 19)	1,464	-	-	-
Notes payable to unrelated parties	236,459	-	229,387	-
Trade payables to unrelated parties	4,197,262	4	3,491,374	4
Trade payables to related parties (Note 28)	50,953	-	30,081	-
Payables for equipment (Note 28)	410,180	-	716,882	1
Other payables (Note 28)	3,558,669	4	3,346,954	4
Current tax liabilities	678,458	1	1,000,679	1
Lease liabilities (Notes 4 and 15)	140,333	-	155,493	-
Current portion of bonds payable (Notes 4 and 19)	675,287	1	4,778,445	5
Current portion of long-term borrowings (Note 18)	3,047,486	3	2,987,531	3
Other current liabilities	177,103	-	149,076	-
Total current liabilities	23,911,363	24	25,474,021	27
NON-CURRENT LIABILITIES				
Financial liabilities at fair value through profit or loss - non-current (Notes 4 and 19)	-	-	2,374	-
Bonds payable (Notes 4 and 19)	-	-	662,742	1
Long-term borrowings (Notes 4 and 18)	15,320,872	16	9,472,164	10
Current tax liabilities (Notes 4 and 23)	21,742	-	218,556	-
Deferred tax liabilities (Notes 4 and 23)	905,422	1	1,103,389	1
Lease liabilities (Notes 4 and 15)	391,688	-	470,414	1
Long-term payables	18,547	-	16,833	-
Long-term deferred revenue (Note 4)	30,900	-	32,529	-
Net defined benefit liabilities (Notes 4 and 20)	156,367	-	196,332	-
Guarantee deposits received	221,133	-	178,098	-
Total non-current liabilities	17,066,671	17	12,353,431	13
Total liabilities	40,978,034	41	37,827,452	40
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 21)				
Ordinary shares	4,858,048	5	4,858,043	5
Capital surplus	3,161,951	3	3,116,412	3
Retained earnings				
Legal reserve	5,140,341	5	4,911,739	5
Special reserve	1,096,797	1	1,096,797	1
Unappropriated earnings	31,118,251	32	29,347,656	31
Other equity				
Exchange differences on translation of the financial statements of foreign operations	233,190	-	(1,678,514)	(2)
Unrealized gain (loss) on financial assets at fair value through other comprehensive income	3,273,505	3	5,163,892	6
Treasury shares	(236,380)	-	(236,380)	-
Total equity attributable to owners of the Company	48,645,703	49	46,579,645	49
NON-CONTROLLING INTERESTS (Note 21)	9,631,450	10	10,036,131	11
Total equity	58,277,153	59	56,615,776	60
TOTAL	\$ 99,255,187	100	\$ 94,443,228	100

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

(With Deloitte & Touche audits' report dated February 20, 2025)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

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

	2024		2023	
	Amount	%	Amount	%
NET SALES (Notes 4, 28 and 35)	\$ 34,755,041	100	\$ 32,797,671	100
COST OF SALES (Notes 10 and 28)	<u>28,274,425</u>	<u>81</u>	<u>26,960,516</u>	<u>82</u>
GROSS PROFIT	<u>6,480,616</u>	<u>19</u>	<u>5,837,155</u>	<u>18</u>
OPERATING EXPENSES				
Selling and marketing expenses	1,693,193	5	1,647,608	5
General and administrative expenses	1,577,390	5	1,354,220	4
Research and development expenses	<u>1,027,836</u>	<u>3</u>	<u>1,040,016</u>	<u>3</u>
Total operating expenses	<u>4,298,419</u>	<u>13</u>	<u>4,041,844</u>	<u>12</u>
PROFIT FROM OPERATIONS	<u>2,182,197</u>	<u>6</u>	<u>1,795,311</u>	<u>6</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income	1,355,550	4	1,067,437	3
Rental income	59,331	-	46,163	-
Dividend income	175,969	1	212,610	1
Other income	80,054	-	54,145	-
(Loss) gain on disposal of property, plant and equipment	(995)	-	16,696	-
Gain on disposal of investments	400	-	20,898	-
Gain on financial assets at FVTPL	121,857	-	131,934	-
Other expenses	(33,184)	-	(73,924)	-
Foreign exchange gain, net	1,007,644	3	67,832	-
Interest expense	(464,791)	(1)	(392,495)	(1)
Share of profit of associates accounted for using the equity method (Notes 4 and 13)	<u>479,697</u>	<u>1</u>	<u>538,198</u>	<u>2</u>
Total non-operating income and expenses	<u>2,781,532</u>	<u>8</u>	<u>1,689,494</u>	<u>5</u>
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	4,963,729	14	3,484,805	11
INCOME TAX EXPENSE (Notes 4 and 23)	<u>(1,135,021)</u>	<u>(3)</u>	<u>(826,883)</u>	<u>(3)</u>
NET PROFIT FOR THE YEAR	<u>3,828,708</u>	<u>11</u>	<u>2,657,922</u>	<u>8</u>

(Continued)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

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

	2024		2023	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans	\$ 29,815	-	\$ (31,244)	-
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	(1,633,122)	(5)	1,529,925	5
Share of the other comprehensive (loss) income of associates accounted for using the equity method	(443,358)	(1)	650,476	2
Income tax expense from remeasurement of defined benefit plans	(972)	-	(1,833)	-
	<u>(2,047,637)</u>	<u>(6)</u>	<u>2,147,324</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	1,687,975	5	(479,523)	(2)
Unrealized (loss) gain on investments in debt instruments at fair value through other comprehensive income	(32,736)	-	3,344	-
Share of the other comprehensive income (loss) of associates accounted for using the equity method	370,853	1	(115,783)	-
	<u>2,026,092</u>	<u>6</u>	<u>(591,962)</u>	<u>(2)</u>
Other comprehensive (loss) income for the year, net of income tax	<u>(21,545)</u>	<u>-</u>	<u>1,555,362</u>	<u>5</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>\$ 3,807,163</u>	<u>11</u>	<u>\$ 4,213,284</u>	<u>13</u>
NET PROFIT ATTRIBUTABLE TO:				
Owners of the Company	\$ 2,982,507	9	\$ 1,984,596	6
Non-controlling interests	846,201	2	673,326	2
	<u>\$ 3,828,708</u>	<u>11</u>	<u>\$ 2,657,922</u>	<u>8</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Company	\$ 3,074,806	9	\$ 3,474,997	11
Non-controlling interests	732,357	2	738,287	2
	<u>\$ 3,807,163</u>	<u>11</u>	<u>\$ 4,213,284</u>	<u>13</u>

(Continued)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

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

	2024		2023	
	Amount	%	Amount	%
EARNINGS PER SHARE (Notes 4 and 24)				
Basic	<u>\$ 6.15</u>		<u>\$ 4.09</u>	
Diluted	<u>\$ 6.08</u>		<u>\$ 4.00</u>	

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

(With Deloitte & Touche audits' report dated February 20, 2025)

(Concluded)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023
(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, JANUARY 1, 2023	485,804	\$ 4,858,043	\$ 3,111,159	\$ 4,736,096	\$ 1,096,797	\$ 28,403,212	\$ (1,191,536)	\$ 3,503,533	\$ (236,380)	\$ 44,280,924	\$ 9,303,110	\$ 53,584,034
Appropriation of the 2022 earnings (Note 21)												
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 21)												
Change in capital surplus from associates accounted for using the equity method	-	-	5,253	-	-	-	-	-	-	5,253	-	5,253
Changes in percentage of ownership interests in subsidiaries	-	-	-	-	-	(15,599)	-	-	-	(15,599)	(6,976)	(22,575)
Net profit for the year ended December 31, 2023	-	-	-	-	-	1,984,596	-	-	-	1,984,596	673,326	2,657,922
Other comprehensive income for the year ended December 31, 2023	-	-	-	-	-	(37,009)	(486,978)	2,014,388	-	1,490,401	64,961	1,555,362
Total comprehensive income for the year ended December 31, 2023	-	-	-	-	-	1,947,587	(486,978)	2,014,388	-	3,474,997	738,287	4,213,284
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	1,710	1,710
Disposal of investments in equity instruments designated as at fair value through other comprehensive income (Note 21)	-	-	-	-	-	354,029	-	(354,029)	-	-	-	-
BALANCE, DECEMBER 31, 2023	485,804	4,858,043	3,116,412	4,911,739	1,096,797	29,347,656	(1,678,514)	5,163,892	(236,380)	46,579,645	10,036,131	56,615,776
Appropriation of the 2023 earnings (Note 21)												
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 21)												
Change in capital surplus from associates accounted for using the equity method	-	-	14,644	-	-	(34)	-	-	-	14,610	-	14,610
The difference between consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition (Note 25)	-	-	30,800	-	-	-	-	-	-	30,800	-	30,800
Changes in percentage of ownership interests in subsidiaries	-	-	-	-	-	(9,779)	-	-	-	(9,779)	-	(9,779)
Net profit for the year ended December 31, 2024	-	-	-	-	-	2,982,507	-	-	-	2,982,507	846,201	3,828,708
Other comprehensive income (loss) for the year ended December 31, 2024	-	-	-	-	-	22,803	1,911,704	(1,842,208)	-	92,299	(113,844)	(21,545)
Total comprehensive income (loss) for the year ended December 31, 2024	-	-	-	-	-	3,005,310	1,911,704	(1,842,208)	-	3,074,806	732,357	3,807,163
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	(1,137,038)	(1,137,038)
Disposal of investments in equity instruments designated as at fair value through other comprehensive income (Note 21)	-	-	-	-	-	48,179	-	(48,179)	-	-	-	-
BALANCE, DECEMBER 31, 2024	485,805	\$ 4,858,048	\$ 3,161,951	\$ 5,140,341	\$ 1,096,797	\$ 31,118,251	\$ 233,190	\$ 3,273,505	\$ (236,380)	\$ 48,645,703	\$ 9,631,450	\$ 58,277,153

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

(With Deloitte & Touche audits' report dated February 20, 2025)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 4,963,729	\$ 3,484,805
Adjustments for:		
Expected credit loss recognized on trade receivables	3,741	2,894
Depreciation expense	4,855,025	4,957,464
Amortization expense	146,232	155,645
Interest expense	464,791	392,495
Interest income	(1,355,550)	(1,067,437)
Dividend income	(175,969)	(212,610)
Share of profit of associates accounted for using the equity method	(479,697)	(538,198)
Loss (gain) on disposal of property, plant and equipment	995	(16,696)
Net gain on financial assets at FVTPL	(121,857)	(131,934)
Gain on disposal of investments	(400)	(20,898)
(Reversal gain) Impairment loss recognized on property, plant and equipments	(41,343)	11,010
Net (gain) loss on foreign currency exchange	(585,410)	279,608
Write-downs of inventories	52,480	115,354
Compensation cost of employee share options	-	5,444
Loss (gain) on modification of lease	22	(265)
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	(56,798)	(344,049)
Notes receivable from unrelated parties	203,077	(81,527)
Trade receivables from unrelated parties	(831,385)	(252,294)
Trade receivables from related parties	(14,557)	440
Other receivables from unrelated parties	(193,561)	(62,945)
Other receivables from related parties	(741)	(294)
Inventories	(1,171,933)	804,811
Other current assets	140,152	33,337
Other non-current assets	34,637	59,654
Notes payable to unrelated parties	7,072	34,687
Trade payables to unrelated parties	651,267	887,688
Trade payables to related parties	20,872	4,571
Other payables	199,913	(86,130)
Other current liabilities	28,027	(15,887)
Other non-current liabilities	(17,668)	(41,849)
Cash generated from operations	6,725,163	8,356,894
Interest received	1,191,014	916,434
Dividends received	423,222	568,984
Interest paid	(414,908)	(321,063)
Income tax paid	(1,783,431)	(1,027,532)
Net cash generated from operating activities	<u>6,141,060</u>	<u>8,493,717</u>

(Continued)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023 (In Thousands of New Taiwan Dollars)

	2024	2023
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	\$ (5,036,614)	\$ (771,598)
Proceeds from financial assets at fair value through other comprehensive income	15,689	738,205
Purchase of financial assets at amortized cost	(718,203)	(16,074,225)
Acquisition of investments accounted for using the equity method	(1,257)	(17,500)
Payments for property, plant and equipment	(1,238,374)	(2,317,616)
Proceeds from disposal of property, plant and equipment	31,324	202,624
(Increase) decrease in guarantee deposits paid	(32,860)	6,916
Proceeds from capital reduction of investments accounted for using equity method	90,440	-
Proceeds from intangible assets	-	14
Payments for intangible assets	(11,967)	(35,891)
Decrease in finance lease receivables	11,173	10,742
Increase in other non-current assets	(39,160)	-
Increase in prepayment for equipment	(30,427)	(22,632)
Net cash used in investing activities	<u>(6,960,236)</u>	<u>(18,280,961)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	2,182,653	1,510,898
Proceeds from issuance of bonds	-	758,169
Repayment of bonds payable	(4,798,900)	-
Increase (decrease) in long-term borrowings	6,373,657	(1,570,859)
Repayment of the principal portion of lease liabilities	(166,132)	(164,321)
Cash dividends	(1,044,462)	(1,165,922)
Increase (decrease) in guarantee deposits received	43,035	(79,480)
Changes in non-controlling interests	<u>(1,067,531)</u>	<u>(73,276)</u>
Net cash generated from (used in) financing activities	<u>1,522,320</u>	<u>(784,791)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES		
	<u>618,702</u>	<u>(309,905)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,321,846	(10,881,940)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>6,621,395</u>	<u>17,503,335</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>\$ 7,943,241</u>	<u>\$ 6,621,395</u>

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

(With Deloitte & Touche audits' report dated February 20, 2025)

(Concluded)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

1. GENERAL INFORMATION

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

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

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 February 20, 2025.

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

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

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

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

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB</u>
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

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

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 Group’s 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 companies has initiated a payment instruction that resulted in:

- The groups having no practical ability to withdraw, stop or cancel the payment instruction;
- The groups 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 the 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 POLICY INFORMATION

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the IFRS Accounting Standards as endorsed and issued into effect by the FSC.

b. Basis of preparation

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

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair

value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

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

c. Classification of current and non-current assets and liabilities

Current assets include:

- 1) Assets held primarily for the purpose of trading;
- 2) Assets expected to be realized within 12 months after the reporting period; and
- 3) 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:

- 1) Liabilities held primarily for the purpose of trading;
- 2) 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
- 3) 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. Terms of a liability that could, at the option of the counterparty, result in its settlement by the transfer of the Group's own equity instruments do not affect its classification as current or non-current if the Group classifies the option as an equity instrument.

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

d. 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 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 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 the detailed information of subsidiaries (including the percentage of ownership and main businesses).

e. Foreign currencies

In preparing the financial statements of each entity in the Group, transactions in currencies other than the companies' functional currency (i.e., foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions.

At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Exchange differences on monetary items arising from settlement or translation are recognized in profit or loss in the period in which they arise.

Non-monetary items measured at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Exchange differences arising from the retranslation of non-monetary items are included in profit or loss for the period except for exchange differences arising from the retranslation of non-monetary items in respect of which gains and losses are recognized directly in other comprehensive income, in which case, the exchange differences are also recognized directly in other comprehensive income.

Non-monetary items that are measured at historical cost in a foreign currency are retranslated using the exchange rate at the date of the transaction.

For the purposes of presenting consolidated financial statements, the functional currencies of the Company and the entities in the Group (including subsidiaries and associates in other countries that use currency different from the currency of the Company) are translated into the presentation currency - the U.S. dollars as follows: Assets and liabilities are translated at the exchange rates prevailing at the end of the reporting period; income and expense items are translated at the average exchange rates for the period. The resulting currency translation differences are recognized in other comprehensive income (attributed to the owners of the Company and non-controlling interests as appropriate).

On the disposal of a foreign operation (i.e. a disposal of the Company's entire interest in a foreign operation, or a disposal involving loss of control over a subsidiary that includes a foreign operation, or a partial disposal of an interest in a joint arrangement or an associate that includes a foreign operation of which the retained interest becomes a financial asset), all of the exchange differences accumulated in equity in respect of that operation attributable to the owners of the Company are reclassified to profit or loss.

In relation to partial disposal of a subsidiary that does not result in the Company losing control over the subsidiary, the proportionate share of accumulated exchange differences is re-attributed to non-controlling interests of the subsidiary and is not recognized in profit or loss. For all other partial disposals, the proportionate share of the accumulated exchange differences recognized in other comprehensive income is reclassified to profit or loss.

Goodwill and fair value adjustments recognized on identifiable assets and liabilities of the acquired foreign operations are treated as assets and liabilities of the foreign operation and translated at the rates of exchange prevailing at the end of each reporting period. Exchange differences are recognized in other comprehensive income.

f. Inventories

Inventories consist of raw materials, supplies, finished goods, work in progress and semi-finished goods and are stated at the lower of cost or net realizable value. Inventory write-downs are made by item, except where it may be appropriate to group similar or related items. Net realizable value is the estimated selling price of inventories less all estimated costs of completion and costs necessary to make the sale. Inventories are recorded at the weighted-average cost on the balance sheet date.

g. Investments in associates

An associate is an entity over which the Group has significant influence and that is not a subsidiary.

The Group uses the equity method to account for its investments in associates.

Under the equity method, investments in an associate are initially recognized at cost and adjusted thereafter to recognize the Group's share of the profit or loss and other comprehensive income of the associate. The Group also recognizes the changes in the Group's share of the equity of associates.

Any excess of the cost of acquisition over the Group's share of the net fair value of the identifiable assets and liabilities of an associate at the date of acquisition is recognized as goodwill, which is included within the carrying amount of the investment and is not amortized. Any excess of the Group's share of the net fair value of the identifiable assets and liabilities over the cost of acquisition, after reassessment, is recognized immediately in profit or loss.

When the Group subscribes for additional new shares of the associate at a percentage different from its existing ownership percentage, the resulting carrying amount of the investment differs from the amount of the Group's proportionate interest in the associate. The Group records such a difference as an adjustment to investments with the corresponding amount charged or credited to capital surplus - changes in the Group's share of the equity of associates. If the Group's ownership interest is reduced due to the additional subscription of the new shares of the associate, the proportionate amount of the gains or losses previously recognized in other comprehensive income in relation to that associate is reclassified to profit or loss on the same basis as would be required if the investee had directly disposed of the related assets or liabilities. When the adjustment should be debited to capital surplus, but the capital surplus recognized from investments accounted for using the equity method is insufficient, the shortage is debited to retained earnings.

When the Group's share of losses of an associate equals or exceeds its interest in that associate (which includes any carrying amount of the investment accounted for using the equity method and long-term interests that, in substance, form part of the Group's net investment in the associate), the Group discontinues recognizing its share of further losses. Additional losses and liabilities are recognized only to the extent that the Group has incurred legal obligations, or constructive obligations, or made payments on behalf of that associate.

The entire carrying amount of the investment (including goodwill) is tested for impairment as a single asset by comparing its recoverable amount with its carrying amount. Any impairment loss recognized forms part of the carrying amount of the investment. Any reversal of that impairment loss is recognized to the extent that the recoverable amount of the investment subsequently increases.

The Group discontinues the use of the equity method from the date on which its investment ceases to be an associate. Any retained investment is measured at fair value at that date and the fair value is regarded as its fair value on initial recognition as a financial asset. The difference between the previous carrying amount of the associate attributable to the retained interest and its fair value is included in the determination of the gain or loss on disposal of the associate. The Group accounts for all amounts previously recognized in other comprehensive income in relation to that associate on the same basis as would be required if that associate had directly disposed of the related assets or liabilities.

When an entity in the Group transacts with its associate, profits and losses resulting from the transactions with the associate are recognized in the Group's consolidated financial statements only to the extent of interests in the associate that are not related to the Group.

h. Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost less accumulated depreciation and accumulated impairment loss.

Property, plant and equipment in the course of construction are measured at cost less any recognized impairment loss. Cost includes professional fees and borrowing costs eligible for capitalization. The products produced to test whether an item of property, plant and equipment is functioning properly before the asset reaches its expectation of use are measured at the lower of cost or net realizable value, and any proceeds from selling and the cost are recognized in profit or loss. Such assets are depreciated and classified into the appropriate categories of property, plant and equipment when completed and ready for their intended use.

Except for freehold land which is not depreciated, the depreciation of property, plant and equipment is recognized using the straight-line method. Each significant part is depreciated separately. The estimated useful lives, residual values and depreciation methods are reviewed at the end of each reporting period, with the effects of any changes in the estimates accounted for on a prospective basis.

On derecognition of an item of property, plant and equipment, the difference between the sales proceeds and the carrying amount of the asset is recognized in profit or loss.

i. Investment properties

Investment properties are properties held to earn rentals and/or for capital appreciation. Investment properties also include land held for currently undetermined future use.

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are measured at cost less accumulated depreciation and accumulated impairment loss. Depreciation is recognized using the straight-line method.

On the derecognition of an investment property, the difference between the net disposal proceeds and the carrying amount of the asset is included in profit or loss.

j. Goodwill

Goodwill arising from the acquisition of a business is measured at cost as established at the date of acquisition of the business less accumulated impairment loss.

For the purposes of impairment testing, goodwill is allocated to each of the Group's cash-generating units or groups of cash-generating units (referred to as "cash-generating units") that are expected to benefit from the synergies of the combination.

A cash-generating unit to which goodwill has been allocated is tested for impairment annually or more frequently whenever there is an indication that the unit may be impaired, by comparing its carrying amount, including the attributed goodwill, with its recoverable amount. However, if the goodwill allocated to a cash-generating unit was acquired in a business combination during the current annual period, that unit shall be tested for impairment before the end of the current annual period. If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then pro rata to the other assets of the unit based on the carrying amount of each asset in the unit. Any impairment loss is recognized directly in profit or loss. Any impairment loss recognized for goodwill is not reversed in subsequent periods.

If goodwill has been allocated to a cash-generating unit and the Group disposes of an operation within that unit, the goodwill associated with the operation which is disposed of is included in the carrying amount of the operation when determining the gain or loss on disposal and is measured on the basis of the relative values of the operation disposed of and the portion of the cash-generating unit retained.

k. Intangible assets

1) Intangible assets acquired separately

Intangible assets with finite useful lives that are acquired separately are initially measured at cost and subsequently measured at cost less accumulated amortization and accumulated impairment loss. Amortization is recognized on a straight-line basis. The estimated useful lives, residual values, and amortization methods are reviewed at the end of each reporting period, with the effect of any changes in the estimates accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are measured at cost less accumulated impairment loss.

2) Intangible assets acquired in a business combination

Intangible assets acquired in a business combination and recognized separately from goodwill are initially recognized at their fair value at the acquisition date (which is regarded as their cost). Subsequent to initial recognition, they are measured on the same basis as intangible assets that are acquired separately.

3) Derecognition of intangible assets

On the derecognition of an intangible asset, the difference between the net disposal proceeds and the carrying amount of the asset is recognized in profit or loss.

l. Impairment of property, plant and equipment, right-of-use assets, investment properties and intangible assets (except goodwill)

At the end of each reporting period, the Group reviews the carrying amounts of its property, plant and equipment, right-of-use asset, investment properties and intangible assets (except goodwill) to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs. Corporate assets are allocated to the individual cash-generating units on a reasonable and consistent basis of allocation.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually and whenever there is an indication that the asset may be impaired.

The recoverable amount is the higher of fair value less costs to sell and value in use. If the recoverable amount of an asset or cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount, with the resulting impairment loss recognized in profit or loss.

When an impairment loss is subsequently reversed, the carrying amount of the asset or cash-generating unit is increased to the revised estimate of its recoverable amount, but only to the extent of the carrying amount that would have been determined had no impairment loss been recognized on the asset or cash-generating unit in prior years. A reversal of an impairment loss is recognized in profit or loss.

m. Financial instruments

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

1) Financial assets

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis.

a) Measurement category

Financial assets are classified into the following categories: Financial assets at FVTPL, financial assets at amortized cost, investments in debt instruments and equity instruments at FVTOCI.

i. Financial assets at FVTPL

Financial assets are classified as at FVTPL when such a financial asset is mandatorily classified or designated as at FVTPL. Financial assets mandatorily classified as at FVTPL include investments in equity instruments, which are not designated as at FVTOCI criteria, and debt instruments that do not meet the amortized cost criteria or the FVTOCI criteria.

Financial assets at FVTPL are subsequently measured at fair value, with any gains or losses arising on remeasurement recognized in profit or loss. The net gain or loss recognized in profit or loss does not incorporate any dividends or interest earned on such a financial asset. Fair value is determined in the manner described in Note 27.

ii. Financial assets at amortized cost

Financial assets that meet the following conditions are subsequently measured at amortized cost:

- i) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Subsequent to initial recognition, financial assets at amortized cost, including cash and cash equivalents, and trade receivables at amortized cost, are measured at amortized cost, which equals the gross carrying amount determined using the effective interest method less any impairment loss. Exchange differences are recognized in profit or loss.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of such a financial asset, except for:

- i) Purchased or originated credit-impaired financial assets, for which interest income is calculated by applying the credit-adjusted effective interest rate to the amortized cost of such financial assets; and

- ii) Financial assets that are not credit-impaired on purchase or origination but have subsequently become credit-impaired, for which interest income is calculated by applying the effective interest rate to the amortized cost of such financial assets in subsequent reporting periods.

A financial asset is credit impaired when one or more of the following events have occurred:

- i) Significant financial difficulty of the issuer or the borrower;
- ii) Breach of contract, such as a default;
- iii) It is becoming probable that the borrower will enter bankruptcy or undergo a financial reorganization; or
- iv) The disappearance of an active market for that financial asset because of financial difficulties.

Cash equivalents include time deposits with original maturities within 3 months from the date of acquisition, which are highly liquid, readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. These cash equivalents are held for the purpose of meeting short-term cash commitments.

iii. Investments in debt instruments at FVTOCI

Debt instruments that meet the following conditions are subsequently measured at FVTOCI:

- i) The debt instrument is held within a business model whose objective is achieved by both the collecting of contractual cash flows and the selling of such financial assets; and
- ii) The contractual terms of the debt instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Investments in debt instruments at FVTOCI are subsequently measured at fair value. Changes in the carrying amounts of these debt instruments relating to changes in foreign currency exchange rates, interest income calculated using the effective interest method and impairment losses or reversals are recognized in profit or loss. Other changes in the carrying amount of these debt instruments are recognized in other comprehensive income and will be reclassified to profit or loss when the investment is disposed of.

iv. Investments in equity instruments at FVTOCI

On initial recognition, the Group may make an irrevocable election to designate investments in equity instruments as at FVTOCI. Designation as at FVTOCI is not permitted if the equity investment is held for trading or if it is contingent consideration recognized by an acquirer in a business combination.

Investments in equity instruments at FVTOCI are subsequently measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in other equity. The cumulative gain or loss will not be reclassified to profit or loss on disposal of the equity investments; instead, it will be transferred to retained earnings.

Dividends on these investments in equity instruments are recognized in profit or loss when the Group's right to receive the dividends is established unless the dividends represent a recovery of part of the cost of the investment.

b) Impairment of financial assets and contract assets

The Group recognizes a loss allowance for expected credit losses on financial assets at amortized cost (including trade receivables), investments in debt instruments that are measured at FVTOCI, finance lease receivables, as well as contract assets.

The Group always recognizes lifetime expected credit losses (ECLs) for trade receivables, finance lease receivables and contract assets. For all other financial instruments, the Group recognizes lifetime ECLs when there has been a significant increase in credit risk since initial recognition. If, on the other hand, the credit risk on a financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month ECLs.

Expected credit losses reflect the weighted average of credit losses with the respective risks of default occurring as the weights. Lifetime ECLs represent the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECLs represent the portion of lifetime ECLs that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

For internal credit risk management purposes, the Group considers the following situations as an indication that a financial asset is in default (without taking into account any collateral held by the Group):

- i. Internal or external information shows that the debtor is unlikely to pay its creditors.
- ii. Financial asset is more than 180 days past due unless the Group has reasonable and corroborative information to support a more lagged default criterion.

The impairment loss of all financial assets is recognized in profit or loss by a reduction in their carrying amounts through a loss allowance account, except for investments in debt instruments that are measured at FVTOCI, for which the loss allowance is recognized in other comprehensive income and the carrying amounts of such financial assets are not reduced.

c) Derecognition of financial assets

The Group derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

If the Group neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Group recognizes its retained interest in the asset and any associated liability for amounts it may have to pay. If the Group retains substantially all the risks and rewards of ownership of a transferred financial asset, the Group continues to recognize the financial asset and also recognizes collateralized borrowing for the proceeds received.

On derecognition of a financial asset at amortized cost in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss. However, on derecognition of an investment in an equity instrument at FVTOCI, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss, and the cumulative gain or loss which had been recognized in other comprehensive income is transferred directly to retained earnings, without recycling through profit or loss.

2) Equity instruments

Debt and equity instruments issued by the Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments issued by the Group are recognized at the proceeds received, net of direct issue costs.

The repurchase of the Group's equity instruments is recognized and deducted directly from equity, and its carrying amounts are calculated based on weighted average by share types and calculated separately by repurchase category. No gain or loss is recognized in profit or loss on the purchase, sale, issuance or cancellation of the Group's equity instruments.

3) Financial liabilities

a) Subsequent measurement

Financial liabilities are measured at amortized cost using the effective interest method.

b) Derecognition of financial liabilities

The difference between the carrying amount of the financial liability derecognized and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss.

4) Convertible bonds

The component parts of compound instruments (i.e., convertible bonds) issued by the Group are classified separately as financial liabilities and equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

On initial recognition, the fair value of the liability component is estimated using the prevailing market interest rate for similar non-convertible instruments. This amount is recorded as a liability on an amortized cost basis using the effective interest method until extinguished upon conversion or upon the instrument's maturity date. Any embedded derivative liability is measured at fair value.

The conversion option classified as equity is determined by deducting the amount of the liability component from the fair value of the compound instrument as a whole. This is recognized and included in equity, net of income tax effects, and is not subsequently remeasured. In addition, the conversion option classified as equity will remain in equity until the conversion option is exercised; in which case, the balance recognized in equity will be transferred to capital surplus - share premiums. When the conversion option remains unexercised at maturity, the balance recognized in equity will be transferred to capital surplus - share premiums.

Transaction costs that relate to the issuance of the convertible notes are allocated to the liability and equity components in proportion to the allocation of the gross proceeds. Transaction costs relating to the equity component are recognized directly in equity. Transaction costs relating to the liability component are included in the carrying amount of the liability component.

n. Provisions

Provisions are measured at the best estimate of the discounted cash flows of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

o. Revenue recognition

The Group identifies contracts with customers, allocates the transaction price to the performance obligations and recognizes revenue when performance obligations are satisfied.

Revenue from the sale of goods

Revenue from the sale of goods comes from sales of passive components. Sales of passive components are recognized as revenue when the goods are delivered to the customer's specific location or the goods are shipped because it is the time when the customer has full discretion over the manner of distribution and price to sell the goods, has the primary responsibility for sales to future customers and bears the risks of obsolescence. Trade receivables are recognized concurrently.

p. Lease

At the inception of a contract, the Group assesses whether the contract is, or contains, a lease.

1) The Group as lessor

Leases are classified as finance leases whenever the terms of a lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

When the Group subleases a right-of-use asset, the sublease is classified by reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. However, if the head lease is a short-term lease that the Group, as a lessee, has accounted for by applying recognition exemption, the sublease is classified as an operating lease.

Under finance leases, the lease payments comprise fixed payments. The net investment in a lease is measured at (a) the present value of the sum of the lease payments receivable by a lessor and any unguaranteed residual value accrued to the lessor plus (b) initial direct costs and is presented as a finance lease receivable. Finance lease income is allocated to the relevant accounting periods to reflect a constant, periodic rate of return on the Group's net investment outstanding in respect of leases.

Lease payments (less any lease incentives payable) from operating leases are recognized as income on a straight-line basis over the terms of the relevant leases. Initial direct costs incurred in obtaining operating leases are added to the carrying amounts of the underlying assets and recognized as expenses on a straight-line basis over the lease terms.

When a lease includes both land and building elements, the Group assesses the classification of each element separately as a finance or an operating lease based on the assessment as to whether substantially all the risks and rewards incidental to ownership of each element have been transferred to the lessee. The lease payments are allocated between the land and the building elements in proportion to the relative fair values of the leasehold interests in the land element and building element of the lease at the inception of a contract. If the allocation of the lease payments can be made reliably, each element is accounted for separately in accordance with its lease classification. When the lease payments cannot be allocated reliably between the land and building elements, the entire lease is generally classified as a finance lease unless it is clear that both elements are operating leases; in which case, the entire lease is classified as an operating lease.

2) The Group as lessee

The Group recognizes right-of-use assets and lease liabilities for all leases at the commencement date of a lease, except for short-term leases and low-value asset leases accounted for by applying a recognition exemption where lease payments are recognized as expenses on a straight-line basis over the lease terms.

Right-of-use assets are initially measured at cost, which comprises the initial measurement of lease liabilities adjusted for lease payments made at or before the commencement date, plus any initial

direct costs incurred and an estimate of costs needed to restore the underlying assets, and less any lease incentives received. Right-of-use assets are subsequently measured at cost less accumulated depreciation and impairment losses and adjusted for any remeasurement of the lease liabilities. Right-of-use assets are presented on a separate line in the consolidated balance sheets.

Right-of-use assets are depreciated using the straight-line method from the commencement dates to the earlier of the end of the useful lives of the right-of-use assets or the end of the lease terms.

Lease liabilities are initially measured at the present value of the lease payments, which comprise fixed payments. The lease payments are discounted using the interest rate implicit in a lease if that rate can be readily determined. If that rate cannot be readily determined, the Group uses the lessee's incremental borrowing rate.

Subsequently, lease liabilities are measured at amortized cost using the effective interest method, with interest expense recognized over the lease terms. When there is a change in a lease term, a change in the amounts expected to be payable under a residual value guarantee, or a change in future lease payments resulting from a change in an index or a rate used to determine those payments, the Group remeasures the lease liabilities with a corresponding adjustment to the right-of-use assets. However, if the carrying amount of the right-of-use assets is reduced to zero, any remaining amount of the remeasurement is recognized in profit or loss. Lease liabilities are presented on a separate line in the consolidated balance sheets.

q. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are added to the cost of those assets, until the assets are substantially ready for their intended use or sale.

Other than that which is stated above, all other borrowing costs are recognized in profit or loss in the period in which they are incurred.

r. Government grants

Government grants are not recognized until there is reasonable assurance that the Group will comply with the conditions attached to them and that the grants will be received.

Government grants are recognized in profit or loss on a systematic basis over the periods in which the Group recognizes as expenses the related costs for which the grants are intended to compensate. Specifically, government grants whose primary condition is that the Group should purchase, construct or otherwise acquire non-current assets are recognized as deferred revenue and transferred to profit or loss on a systematic and rational basis over the useful lives of the related assets.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Group with no future related costs are recognized in profit or loss in the period in which they are received.

The benefit of a government loan received at a below-market rate of interest is treated as a government grant measured as the difference between the proceeds received and the fair value of the loan based on prevailing market interest rates.

s. Employee benefits

1) Short-term employee benefits

Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related services.

2) Retirement benefits

Payments to defined contribution retirement benefit plans are recognized as an expense when employees have rendered services entitling them to the contributions.

Defined benefit costs (including service cost, net interest and remeasurement) under defined benefit retirement benefit plans are determined using the projected unit credit method. Service cost (including current service cost) and net interest on the net defined benefit liabilities (assets) are recognized as employee benefits expense in the period in which they occur. Remeasurement, comprising actuarial gains and losses and the return on plan assets (excluding interest), is recognized in other comprehensive income in the period in which it occurs. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss.

Net defined benefit liabilities (assets) represent the actual deficit (surplus) in the Group's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any refunds from the plans or reductions in future contributions to the plans.

t. Share-based payment arrangements

Equity-settled share-based payment arrangements are granted to employees. The fair value at the grant date of the equity-settled share-based payments is expensed on a straight-line basis over the vesting period, based on the Group's best estimates of the number of shares or options that are expected to ultimately vest, with a corresponding increase in capital surplus - employee share option. The expense is recognized in full at the grant date if the grants are vested immediately.

u. Taxation

The income tax expense represents the sum of the tax currently payable and deferred tax.

1) Current tax

Income tax payable (recoverable) is based on taxable profit (loss) for the year determined according to the applicable tax laws of each tax jurisdiction.

According to the Income Tax Act in the ROC, an additional tax on unappropriated earnings is provided for in the year the shareholders approve to retain earnings.

Adjustments of prior years' tax liabilities are added to or deducted from the current year's tax provision.

2) Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences and unused loss carryforward to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. A previously unrecognized deferred tax asset is also reviewed at the end of each reporting period and recognized to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liabilities are settled or the assets are realized, based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

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

Material Accounting Judgments

a. Significant influence over associates

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

As stated in Note 13 to the consolidated financial statements, the Group is the single largest shareholder with 21.39% of the voting rights in HannStar Board Corporation. Considering the Group's ownership proportion relative to the size and dispersed shareholdings of other shareholders, the Group is not able to direct the relevant activities and does not have control over HannStar Board Corporation. Consequently, the management considered that the Group has 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 Company is the single largest shareholder with 25% of the voting rights in Silitech Technology Corporation. Considering the Company's ownership proportion relative to the size and dispersed shareholdings of other shareholders, the Company is not able to direct the relevant activities and does not have control over Silitech Technology Corporation. Consequently, the management considered that the Company has 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 Group's ownership proportion relative to the size and dispersed shareholdings of other shareholders, the Group is not able to direct the relevant activities and does not have control over Joyin Co., Ltd. Consequently, the management considered that the Group has 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 26.56% of the voting rights on Matsuo Electric Co., Ltd. Considering the Group's ownership proportion relative to the size and dispersion of shareholdings of other shareholders, the Group is not able to direct the relevant activities and does not have control over Matsuo Electric Co., Ltd. Consequently, the management considered that the Group has 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, although Prosperity Dielectrics Co., Ltd. is a subsidiary of the Company, the Company holds less than half of the voting rights in Prosperity Dielectrics Co., Ltd. After considering the Company's substantial holdings in Prosperity Dielectrics Co., Ltd. and the relative size of and dispersed shareholdings of other shareholders, the Company concluded that it has sufficiently dominant voting interest to direct the relevant activities of Prosperity Dielectrics Co., Ltd. and, therefore, the Company has control over Prosperity Dielectrics Co., Ltd.

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

	<u>December 31</u>	
	2024	2023
Cash on hand	\$ 3,179	\$ 3,525
Checking accounts and demand deposits	5,583,672	4,229,126
Cash equivalents		
Time deposits with original maturities of less than 3 months	2,315,368	1,929,025
Repurchase agreements collateralized by bonds	<u>41,022</u>	<u>459,719</u>
	<u>\$ 7,943,241</u>	<u>\$ 6,621,395</u>

- a. The market rate intervals of cash in bank at the end of the reporting period were as follows (except the market rate of checking accounts was 0%):

	<u>December 31</u>	
	2024	2023
Bank balance	0.001%-5.76%	0.001%-5.76%
Repurchase agreements collateralized by bonds	1.40%	1.02%-5.65%

- b. Time deposits in the amounts of \$83,042 thousand and \$86,601 thousand as of December 31, 2024 and 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 29 to the consolidated financial statements).

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>December 31</u>	
	2024	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	\$ 327,325	\$ 215,285
Foreign listed shares	110,659	65,768
Fund beneficiary certificates	141,831	191,493
Hybrid financial assets		
Structured notes	<u>128,993</u>	<u>75,410</u>
	<u>\$ 708,808</u>	<u>\$ 547,956</u>
<u>Financial assets at FVTPL - non-current</u>		
Financial assets mandatorily classified as at FVTPL		
Non-derivative financial assets		
Foreign listed shares	\$ 73,578	\$ 20,883
Fund beneficiary certificates	413,240	385,056
Limited partnership	50,000	25,000
Hybrid financial assets		
Structured notes	<u>-</u>	<u>122,324</u>
	<u>\$ 536,818</u>	<u>\$ 553,263</u>

8. FINANCIAL ASSETS AT AMORTIZED COST

	<u>December 31</u>	
	2024	2023
<u>Current</u>		
Time deposits with original maturities of more than 3 months, foreign corporate bonds and foreign government bonds, etc.	\$ 2,533,850	\$ 12,959,745
<u>Non-current</u>		
Time deposits with original maturities of more than 1 year, foreign corporate bonds and foreign government bonds	\$ 22,912,070	\$ 10,845,723

- 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:

	<u>December 31</u>	
	2024	2023
Time deposits with original maturities of more than 3 months	0.56%-5.75%	0.42%-5.90%
Time deposits with original maturities of more than 1 year	2.50%-5.48%	2.10%-5.48%

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

Maturity Date	Coupon Rate	Effective Interest Rate
April 2025 - May 2034	0.88%-7.65%	3.27%-6.18%

- c. Refer to Note 29 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

	<u>December 31</u>	
	2024	2023
<u>Notes receivable from unrelated parties</u>		
At amortized cost		
Gross carrying amount	\$ 746,063	\$ 949,140
Less: Allowance for impairment loss	-	-
	<u>\$ 746,063</u>	<u>\$ 949,140</u>

(Continued)

	<u>December 31</u>	
	<u>2024</u>	<u>2023</u>
<u>Trade receivables from unrelated parties</u>		
At amortized cost		
Gross carrying amount	\$ 9,762,592	\$ 8,829,068
Less: Allowance for impairment loss	<u>(92,725)</u>	<u>(87,917)</u>
	<u>\$ 9,669,867</u>	<u>\$ 8,741,151</u>
<u>Trade receivables from related parties (Note 28)</u>		
At amortized cost		
Gross carrying amount	\$ 65,429	\$ 50,872
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>
	<u>\$ 65,429</u>	<u>\$ 50,872</u>
		(Concluded)

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

The Group applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, which permits the use of lifetime expected loss provision for all trade receivables. The expected credit losses on trade receivables are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date. As the Group's historical credit loss experience does show different loss patterns for different customer segments, the provision for loss allowance based on past due status is further distinguished according to the Group's different customer base.

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

The following table details the loss allowance of notes receivable and trade receivables from unrelated parties based on the overdue aging ratio and individual customer evaluation method.

December 31, 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%	50%	100%	
Gross carrying amount	\$ 7,877,688	\$ 86,038	\$ 123,037	\$ 26,217	\$ 1,541	\$ -	\$ 8,114,521
Loss allowance (Lifetime ECLs)	(64,132)	(4,302)	(11,230)	(1,030)	(770)	-	(81,464)
Loss allowance (individual customer ECLs)	<u>(1,060)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,060)</u>
Amortized cost	<u>\$ 7,812,496</u>	<u>\$ 81,736</u>	<u>\$ 111,807</u>	<u>\$ 25,187</u>	<u>\$ 771</u>	<u>\$ -</u>	<u>\$ 8,031,997</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%	0%-100%	100%	
Gross carrying amount	\$ 2,325,637	\$ 61,083	\$ 4,139	\$ 3,275	\$ 2,394,134
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>(3,163)</u>	<u>(3,763)</u>	<u>(3,275)</u>	<u>(10,201)</u>
Amortized cost	<u>\$ 2,325,637</u>	<u>\$ 57,920</u>	<u>\$ 376</u>	<u>\$ -</u>	<u>\$ 2,383,933</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 customer ECLs)	<u>(1,021)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,021)</u>
Amortized cost	<u>\$ 7,312,716</u>	<u>\$ 50,032</u>	<u>\$ 74,637</u>	<u>\$ 1,409</u>	<u>\$ 272</u>	<u>\$ -</u>	<u>\$ 7,439,066</u>

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>

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

	December 31	
	2024	2023
Balance at January 1	\$ 87,917	\$ 86,051
Add: Reclassification of loss allowance for recovery of receivables for the current year	1,041	23
Add: Recognition of impairment loss for the current year	3,741	2,894
Less: Amounts written off for the current year	(428)	(80)
Add: Foreign exchange differences	<u>454</u>	<u>(971)</u>
Balance at December 31	<u>\$ 92,725</u>	<u>\$ 87,917</u>

Compared to the balance at the beginning of the year, the total gross receivables (excluding related parties) as of December 30, 2024 and 2023 increased by \$730,447 thousand and \$316,033 thousand, respectively, due to the increase in overdue payments. Therefore, impairment losses were recognized.

10. INVENTORIES

	December 31	
	2024	2023
Raw materials	\$ 1,799,620	\$ 1,686,360
Supplies	156,269	120,210
Work in progress	1,272,583	1,101,612
Semi-finished goods	2,036,207	1,801,803
Finished goods	<u>2,817,754</u>	<u>2,252,995</u>
	<u>\$ 8,082,433</u>	<u>\$ 6,962,980</u>

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

	For the Year Ended December 31	
	2024	2023
Cost of inventories sold	\$ 25,784,229	\$ 24,123,960
Unallocated manufacturing expense	2,437,716	2,721,202
Write-down of inventories	<u>52,480</u>	<u>115,354</u>
	<u>\$ 28,274,425</u>	<u>\$ 26,960,516</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
			2024	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	a
	Inpaq Technology Co., Ltd. (“INPAQ”)	Research, development, manufacturing, and sales of hybrid microwave antennas and modules, integrated electronic protection components, and multilayer microwave communication components and modules.	37.57	34.76	a, d
	Soshin Electric Co., Ltd.	Research, development, manufacturing, and sales of capacitors, thick film printed boards, laminated dielectric filters, and EMI filters.	-	1.93	g
GDL	Pan Overseas (B.V.I.) Investments Co., Ltd. (“POE-BVI”)	Investment holding	100.00	100.00	
	Gallatown Developments Limited (“GDL”)	Investment holding	89.15	89.15	
	Walsin Technology Europe B.V.	Selling of passive electronic components	100.00	100.00	
	Walsin Electronics (S) Pte. Ltd. (“WES”)	Marketing service	100.00	-	f
	Walsin Technology Corporation (HK) Limited (“WTC (HK)”)	Selling of passive electronic components	100.00	100.00	
	Walsin Technology Holding Corporation (HK) Limited (“WTHC-HK”)	Investment holding	100.00	100.00	
	Walsin Electronics (S) Pte. Ltd. (“WES”)	Marketing service	-	100.00	f
	Walsin Technology Corporation U.S.A. (“WTCA”)	Marketing service	100.00	100.00	
	Walsin Passive Component (H.K.) Limited (“WPC”)	Selling of passive electronic components	100.00	100.00	
	Kamaya Electric Co., Ltd. (“Kamaya”)	Manufacturing and selling of high-end electric chip resistors	100.00	100.00	
WTHC-HK	Walsin International Management (HK) Limited (“WIM”)	Investment holding	100.00	100.00	
	Walsin Electronics India Private Ltd. (“WEI”)	Manufacturing and selling of electric capacitors and resistors, etc.	0.10	0.10	
	Dongguan Walsin Technology Electronics Co., Ltd. (“DG”)	Manufacturing and selling of passive electronic components	100.00	100.00	
	Suzhou Walsin Technology Electronics Co., Ltd. (“SZ”)	Manufacturing and selling of passive electronic components	100.00	100.00	
	Dongguan Huafai Trading Co., Ltd. (“Huafai”)	Trading of electronic parts, warehousing and commission agency	100.00	100.00	
	Pan Overseas (Guangzhou) Electronic Co., Ltd. (“POE-GZ”)	Manufacturing and selling of passive electronic components	100.00	100.00	
	Walsin Electronics India Private Ltd. (“WEI”)	Manufacturing and selling of electric capacitors and resistors, etc.	99.90	99.90	
POE-BVI	PSA Japan Investment G.K.	Investment	40.00	-	e
	GDL	Investment holding	4.84	4.84	
FB	Fine Bright Technology Limited (“FB”)	Investment holding	100.00	100.00	
	GDL	Investment holding	6.01	6.01	
Kamaya	Kamaya Electric (M) Sdn. Bhd. (“KM”)	Manufacturing and selling of high-end electric chip resistors	100.00	100.00	
	Kamaya Electric (HK) Limited	Selling of passive electronic components	100.00	100.00	
	Kamaya, Inc. (“KI”)	Selling of passive electronic components	100.00	100.00	
	Nitsuko Electronics Corporation (“NTK”)	Manufacturing and selling of film capacitors	70.00	70.00	
	Soshin Electric Co., Ltd.	Research, development, manufacturing, and sales of capacitors, thick film printed boards, laminated dielectric filters, and EMI filters.	100.00	48.15	g
PDC	PDC Prime Holdings Limited (“PDC Holdings”)	Investment holding	100.00	100.00	
	Frontec International Corporation	Overseas investment	-	100.00	c

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership		Note	
			2024	2023		
PDC Holdings	PDC Success Investments Ltd.	Investment holding	100.00	100.00		
	Frontier Components Co., Ltd.	International trade	100.00	100.00		
	Prosperity International Development (HK) Co., Limited	Investment holding	100.00	100.00		
PDC Success Investments Ltd.	PDC Electronics (Suzhou) Co., Ltd.	Manufacturing of ceramic materials	100.00	100.00		
Frontier Components Co., Ltd.	Prosperity Frontier Electronics (Shenzhen) Co., Ltd.	Manufacturing and selling of chip components, power electronic devices and new electronic components	-	100.00	c	
Frontier Electronics Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	Selling of electronic components	100.00	100.00		
		Investment	9.00	-	e	
INPAQ	Inpaq (BVI) Ltd.	Investment holding	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	c
			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
INPAQ	Eleceram Technology Co., Ltd.	Manufacturing and selling of electronic components.	72.90	72.90		
		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	-	b
			Inpaq Malaysia Sdn. Bhd.	Manufacturing and selling of new type of high frequency components, power electronic components, photoelectric device, sensor device and other ancillary products.	100.00	-
Inpaq (BVI) Ltd.	Inpaq (Cayman Islands) Ltd.	Investment holding	100.00	100.00		
		Inpaq (HK) Co., Limited.	Investment holding	-	100.00	c
		PSA Japan Investment G.K.	Investment	12.00	-	e
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		
		Inpaq Technology (China) Co., Ltd.	Development, 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	
Inpaq Technology (Suzhou) Co., Ltd.	Holypaq (HK) Co., Limited	Investment holding	100.00	100.00		
		Hunan Frontier Electronics Co., Ltd.	Manufacturing and selling of transformer, coils and magnetic components	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
Holypaq (HK) Co., Limited	Taiwan Inpaq Electronic Co., Ltd.	Manufacturing, wholesale and retail of electronic components.	100.00	100.00		

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership		Note
			December 31 2024	December 31 2023	
Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Manufacturing, selling of information and communication electronic components	100.00	100.00	
	Soshin Powertech Co., Ltd.	Manufacturing and selling of power electronic components	100.00	100.00	
	Risshin Electronics Co., Ltd.	Manufacturing, selling of information and communication electronic components	100.00	100.00	
	Soshin Electronics (M) Sdn. Bhd.	Manufacturing and selling of power electronic components	100.00	100.00	
	Soshin Electronics of America Inc.	Selling of electronic components	100.00	100.00	
	Soshin Electronics Europe GmbH	Selling of electronic components	100.00	100.00	
	Taiwan Soshin Electric Co., Ltd.	Selling of electronic components	100.00	100.00	
	Soshin Electronics (HK) Limited	Selling of electronic components	-	100.00	c
Soshin Electronics (SZ) Limited	Selling of electronic components	100.00	100.00		

(Concluded)

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

Note b: Inpaq Technology Co., Ltd. established Inpaq Technology Japan Co., Ltd. in Japan in the second quarter of 2024 and Inpaq Malaysia Sdn. Bhd. in Malaysia in the fourth quarter of 2024.

Note c: The liquidation of the Company has been completed.

Note d: The Company acquired shares of INPAQ from the Stock Exchange Market in the third quarter of 2024, resulting in a change in its ownership percentage.

Note e: 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 f: 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 g: 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.

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	December 31	
	2024	2023
<u>Current</u>		
Investments in debt instruments at FVTOCI	\$ 229,490	\$ -
<u>Non-current</u>		
Investments in equity instruments at FVTOCI	\$ 10,251,346	\$ 6,830,173
Investments in debt instruments at FVTOCI	232,842	444,268
	<u>\$ 10,484,188</u>	<u>\$ 7,274,441</u>

a. Investments in equity instruments at FVTOCI

	December 31	
	2024	2023
<u>Non-current</u>		
Domestic investments		
Listed shares		
Walton Advanced Engineering Inc.	\$ 889,810	\$ 972,732
Giga-Byte Technology Co., Ltd.	2,340,775	2,284,940
Walsin Lihwa Corporation	1,427,311	2,327,662
TXC Corporation	4,032,729	-
Others	182,500	122,400
Unlisted shares		
Chin-Xin Investment Co., Ltd.	359,198	606,103
Hwa Bao Botanic Conservation Corp.	174,630	189,649
Others	42,862	39,312
Foreign investments		
Listed shares		
Sony Group Corporation	215,930	179,091
Others	584,308	100,080
Unlisted shares		
Others	<u>1,293</u>	<u>8,204</u>
	<u>\$ 10,251,346</u>	<u>\$ 6,830,173</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

	December 31	
	2024	2023
<u>Current</u>		
Foreign investments		
Listed corporate bonds - Commonwealth Bank of Australia	<u>\$ 229,490</u>	<u>\$ -</u>
<u>Non-current</u>		
Foreign investments		
Listed corporate bonds - Commonwealth Bank of Australia	\$ -	\$ 215,497
Others	<u>232,842</u>	<u>258,771</u>
	<u>\$ 232,842</u>	<u>\$ 444,268</u>

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

a. Investments in associated were as follows:

Investment in Associates	December 31	
	2024	2023
<u>Significant associates</u>		
HannStar Board Corp.	\$ 6,784,985	\$ 6,550,153
<u>Associates that are not individually material</u>		
Suzhou Walsin Color Trading Co., Ltd.	160,235	155,308
Tsai Yi Corporation	838,317	906,233
Falcon Automation Equipment Corporation	80,503	97,823
Chongqing Ruishuang Technology Co., Ltd.	50,450	49,472
Chongqing Xincheng Electronic Co., Ltd.	39,355	38,583
Chongqing Shuohong Investment Co., Ltd.	1,157,220	1,225,817
GHPW Enterprise Corp. (HK) Ltd.	219,933	214,362
Silitech Technology Corporation	742,224	729,828
Joyin Co., Ltd.	377,977	390,462
Matsuo Electric Co., Ltd.	164,735	158,702
Walsin New Energy Corporation	16,855	18,009
Others	11,931	14,567
	<u>\$ 10,644,720</u>	<u>\$ 10,549,319</u>

b. Share of profit (loss) of associates for the years ended December 31, 2024 and 2023 was summarized as follows:

	2024	2023
HannStar Board Corp.	\$ 610,336	\$ 544,514
Suzhou Walsin Color Trading Co., Ltd.	(715)	(2,262)
Tsai Yi Corporation	6,754	7,078
Falcon Automation Equipment Corporation	(17,320)	(4,694)
Chongqing Ruishuang Technology Co., Ltd.	(822)	(1,723)
Chongqing Xincheng Electronic Co., Ltd.	(642)	(1,347)
Chongqing Shuohong Investment Co., Ltd.	(113,677)	(8,562)
GHPW Enterprise Corp. (HK) Ltd.	(2,811)	(1,344)
Silitech Technology Corporation	10,724	19,375
Joyin Co., Ltd.	(18,783)	(12,925)
Matsuo Electric Co., Ltd.	9,906	(2,631)
Walsin New Energy Corporation	(1,154)	(316)
Others	(2,099)	3,035
	<u>\$ 479,697</u>	<u>\$ 538,198</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	December 31	
	2024	2023
HannStar Board Corp.	21.39%	21.39%
Suzhou Walsin Color Trading Co., Ltd.	39.32%	39.32%
Tsai Yi Corporation	29.98%	29.98%
Falcon Automation Equipment Corporation	43.90%	43.90%
Chongqing Ruishuang Technology Co., Ltd.	34.54%	34.54%
Chongqing Xincheng Electronic Co., Ltd.	13.04%	13.04%
Chongqing Shuohong Investment Co., Ltd.	46.08%	46.08%
GHPW Enterprise Corp. (HK) Ltd.	35.00%	35.00%
Silitech Technology Corporation	25.00%	25.00%
Joyin Co., Ltd.	30.40%	30.40%
Matsuo Electric Co., Ltd.	26.56%	26.17%
Walsin New Energy Corporation	35.00%	35.00%

Refer to Table 8 “Information on Investees” and Table 9 “Information on Investments in mainland China” to the consolidated financial statements for the nature of activities, principal places of business and countries of incorporation of the associates.

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

Name of Associate	December 31	
	2024	2023
HannStar Board Corp.	<u>\$ 5,533,088</u>	<u>\$ 6,251,629</u>
Silitech Technology Corporation	<u>\$ 582,250</u>	<u>\$ 648,550</u>
Matsuo Electric Co., Ltd.	<u>\$ 81,567</u>	<u>\$ 106,133</u>

- e. Material associates - HannStar Board Corp.

	December 31	
	2024	2023
Current assets	\$ 45,978,891	\$ 42,426,180
Non-current assets	43,432,077	35,978,472
Current liabilities	(32,163,717)	(24,276,525)
Non-current liabilities	<u>(9,832,158)</u>	<u>(9,635,558)</u>
Equity	47,415,093	44,492,569
Non-controlling interests	<u>(15,219,266)</u>	<u>(13,876,296)</u>
	<u>\$ 32,195,827</u>	<u>\$ 30,616,273</u>
Shareholding ratio of the Corporation	21.39%	21.39%
Interests enjoyed by the Corporation	\$ 6,886,687	\$ 6,548,821
Others	<u>(101,702)</u>	<u>1,332</u>
Investment carrying amount	<u>\$ 6,784,985</u>	<u>\$ 6,550,153</u>

	December 31	
	2024	2023
Operating revenue	<u>\$ 41,632,032</u>	<u>\$ 42,975,757</u>
Net profit for the year	\$ 4,565,850	\$ 4,536,051
Other comprehensive income	<u>507,860</u>	<u>2,062,642</u>
Total comprehensive income	<u>\$ 5,073,710</u>	<u>\$ 6,598,693</u>
Receive dividends from HannStar Board Corp.	<u>\$ 181,912</u>	<u>\$ 257,714</u>

- f. The share of profit or loss and other comprehensive income of the investments in associates accounted for using the equity method for the years ended December 31, 2024 and 2023 were based on the associates' audited financial statements.

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	29,671	84,431	115,926	63,508	638,136	931,672
Disposals	(235)	(26,804)	(363,008)	(59,611)	(6,119)	(455,777)
Reclassified	-	715,401	2,269,635	105,468	(3,054,529)	35,975
Effects of foreign currency exchange differences	<u>(19,342)</u>	<u>107,041</u>	<u>593,085</u>	<u>66,398</u>	<u>(929)</u>	<u>746,253</u>
Balance at December 31, 2024	<u>\$ 2,686,981</u>	<u>\$ 16,138,952</u>	<u>\$ 45,445,720</u>	<u>\$ 4,672,566</u>	<u>\$ 632,154</u>	<u>\$ 69,576,373</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	-	(26,171)	(342,117)	(55,170)	-	(423,458)
Reclassified	-	6,021	-	1,765	-	7,786
Impairment losses reversed	-	-	(41,343)	-	-	(41,343)
Depreciation expense	-	701,117	3,673,097	314,502	-	4,688,716
Effects of foreign currency exchange differences	<u>(506)</u>	<u>6,169</u>	<u>467,328</u>	<u>59,963</u>	<u>-</u>	<u>532,954</u>
Balance at December 31, 2024	<u>\$ 12,622</u>	<u>\$ 8,397,499</u>	<u>\$ 36,646,541</u>	<u>\$ 3,937,455</u>	<u>\$ -</u>	<u>\$ 48,994,117</u>
Carrying amount at December 31, 2024	<u>\$ 2,674,359</u>	<u>\$ 7,741,453</u>	<u>\$ 8,799,179</u>	<u>\$ 735,111</u>	<u>\$ 632,154</u>	<u>\$ 20,582,256</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	-	179,663	215,268	46,025	782,507	1,223,463
Disposals	(155,787)	(27,903)	(512,749)	(146,701)	(11,222)	(854,362)
Reclassified	-	1,159,337	1,986,410	109,673	(3,492,807)	(237,387)
Effects of foreign currency exchange differences	<u>(42,919)</u>	<u>(205,588)</u>	<u>(488,720)</u>	<u>(57,568)</u>	<u>(28,819)</u>	<u>(823,614)</u>
Balance at December 31, 2023	<u>\$ 2,676,887</u>	<u>\$ 15,258,883</u>	<u>\$ 42,830,082</u>	<u>\$ 4,496,803</u>	<u>\$ 3,055,595</u>	<u>\$ 68,318,250</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	(93,800)	(27,764)	(410,483)	(136,387)	-	(668,434)
Reclassified	-	6,650	1,677	756	-	9,083
Impairment losses recognized (reversed)	-	10,541	(630)	-	-	9,911
Depreciation expense	-	678,259	3,782,149	342,499	-	4,802,907
Effects of foreign currency exchange differences	(6,084)	(165,188)	(361,584)	(48,397)	-	(581,253)
Balance at December 31, 2023	<u>\$ 13,128</u>	<u>\$ 7,710,363</u>	<u>\$ 32,889,576</u>	<u>\$ 3,616,395</u>	<u>\$ -</u>	<u>\$ 44,229,462</u>
Carrying amount at December 31, 2023	<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>

(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 28 to the consolidated financial statements for property transactions with related parties.
- c. Refer to Note 29 to the consolidated financial statements for information on land and buildings pledged as collateral.

15. LEASE ARRANGEMENTS

- a. Right-of-use assets

	<u>December 31</u>	
	<u>2024</u>	<u>2023</u>
<u>Carrying amount</u>		
Land	\$ 645,390	\$ 668,172
Buildings	181,689	247,301
Office equipment	1,454	1,119
Transportation equipment	22,611	24,500
Other equipment	<u>333</u>	<u>1,565</u>
	<u>\$ 851,477</u>	<u>\$ 942,657</u>

	For the Year Ended December 31	
	2024	2023
Additions to right-of-use assets	<u>\$ 114,864</u>	<u>\$ 154,750</u>
Depreciation charge for right-of-use assets		
Land	\$ 44,098	\$ 42,789
Buildings	90,608	92,385
Office equipment	547	632
Transportation equipment	12,309	12,277
Other equipment	<u>1,588</u>	<u>1,761</u>
	<u>\$ 149,150</u>	<u>\$ 149,844</u>

b. Lease liabilities

	December 31	
	2024	2023
<u>Carrying amount</u>		
Current	<u>\$ 140,333</u>	<u>\$ 155,493</u>
Non-current	<u>\$ 391,688</u>	<u>\$ 470,414</u>

Ranges of discount rates for lease liabilities were as follows:

	December 31	
	2024	2023
Land	0.30%-2.000%	0.08%-1.330%
Buildings	0.30%-2.000%	0.30%-1.725%
Office equipment	0.30%-1.300%	0.30%-1.300%
Transportation equipment	0.30%-4.930%	0.30%-4.930%
Other equipment	0.98%-1.000%	0.98%-1.000%

c. Other lease information

	For the Year Ended December 31	
	2024	2023
Expenses relating to short-term leases	<u>\$ 57,600</u>	<u>\$ 27,679</u>
Expenses relating to low-value asset leases	<u>\$ 1,097</u>	<u>\$ 1,202</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 4,291</u>	<u>\$ 1,634</u>
Total cash outflow for leases	<u>\$ (229,120)</u>	<u>\$ (194,836)</u>

16. INVESTMENT PROPERTIES (MEASURED AT COST MODEL)

	December 31	
	2024	2023
Cost	\$ 376,663	\$ 348,235
Accumulated depreciation	(30,353)	(11,183)
Accumulated impairment	<u>(9,833)</u>	<u>(9,833)</u>
	<u>\$ 336,477</u>	<u>\$ 327,219</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.

The management of the Company used the valuation model that market participants would use in determining the fair value, and the fair value was measured using Level 3 inputs. The valuation was arrived at by reference to income approach. The significant unobservable inputs used include discount rates. The Group's appraised fair value is \$374,375 thousand in December 31, 2024.

The Group's land revaluation increments as of December 31, 2024 and 2023 were both \$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		11,967	-	11,967
Reclassified	-	23,148	-	23,148
Effects of foreign currency exchange differences	<u>-</u>	<u>(1,364)</u>	<u>247</u>	<u>(1,117)</u>
Balance at December 31, 2024	<u>\$ 660,412</u>	<u>\$ 477,730</u>	<u>\$ 101,254</u>	<u>\$ 1,239,396</u>
<u>Accumulated amortization and impairment</u>				
Balance at January 1, 2024	\$ 261,648	\$ 338,818	\$ 26,972	\$ 627,438
Amortization expense	77,618	53,347	7,277	138,242
Effects of foreign currency exchange differences	<u>3,511</u>	<u>(1,481)</u>	<u>189</u>	<u>2,219</u>
Balance at December 31, 2024	<u>\$ 342,777</u>	<u>\$ 390,684</u>	<u>\$ 34,438</u>	<u>\$ 767,899</u>
Carrying amount at December 31, 2024	<u>\$ 317,635</u>	<u>\$ 87,046</u>	<u>\$ 66,816</u>	<u>\$ 471,497</u>

(Continued)

	Patents and Trademark	Computer Software	Others	Total
<u>Cost</u>				
Balance at January 1, 2023	\$ 660,412	\$ 405,950	\$ 101,128	\$ 1,167,490
Additions	-	35,891	-	35,891
Disposals	-	(14)	-	(14)
Reclassified	-	6,946	-	6,946
Effects of foreign currency exchange differences	-	(4,794)	(121)	(4,915)
Balance at December 31, 2023	<u>\$ 660,412</u>	<u>\$ 443,979</u>	<u>\$ 101,007</u>	<u>\$ 1,205,398</u>
<u>Accumulated amortization and impairment</u>				
Balance at January 1, 2023	\$ 180,520	\$ 282,676	\$ 19,804	\$ 483,000
Amortization expense	81,128	60,134	7,259	148,521
Effects of foreign currency exchange differences	-	(3,992)	(91)	(4,083)
Balance at December 31, 2023	<u>\$ 261,648</u>	<u>\$ 338,818</u>	<u>\$ 26,972</u>	<u>\$ 627,438</u>
Carrying amount at December 31, 2023	<u>\$ 398,764</u>	<u>\$ 105,161</u>	<u>\$ 74,035</u>	<u>\$ 577,960</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

	December 31			
	2024		2023	
	Interest Rate	Amount	Interest Rate	Amount
<u>Secured borrowings</u>				
Line of credit borrowings	1.935%	\$ 5,000	1.82%	\$ 35,000
<u>Unsecured borrowings</u>				
Line of credit borrowings	0.55%-2.80%	<u>10,732,709</u>	0%-2.99%	<u>8,553,119</u>
		<u>\$ 10,737,709</u>		<u>\$ 8,588,119</u>

Refer to Note 29 to the consolidated financial statements for Eleceram Technology Co., Ltd., a subsidiary of Inpaq Technology Co., Ltd., pledged its own land as a guarantee in 2023.

Refer to Note 29 and Table 2 to the consolidated financial statements for Inpaq Technology Co., Ltd.

provided an endorsement guarantee for the loan of its subsidiary Taiwan Inpaq Electronic Co., Ltd.

b. Long-term borrowings

	December 31	
	2024	2023
Taipei Fubon Bank		
Unsecured loan; loan period is from November 29, 2024 to November 29, 2027. The principal is repayable in full upon maturity.	\$ 1,500,000	\$ -
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	-
Taishin Bank Tokyo Branch		
Unsecured loan; loan period is from December 16, 2024 to December 16, 2027. The principal is repayable in full upon maturity.	283,228	-
Bank of Taiwan		
Unsecured loan; loan period is from May 9, 2024 to April 15, 2027. The principal is repayable on July 15, 2026.	1,000,000	-
Unsecured loan; loan period is from November 30, 2023 to August 15, 2026. The principal is repayable on November 15, 2025.	576,000	576,000
Unsecured loan; loan period is from August 15, 2023 to August 15, 2026. The principal is repayable on November 15, 2025.	2,911,000	2,911,000
Unsecured loan; loan period is from January 8, 2021 to March 18, 2025. The principal is repayable on April 15, 2023.	4,406	22,032
Unsecured loan; loan period is from March 18, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	4,089	20,439
Unsecured loan; loan period is from April 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	5,430	27,153
Unsecured loan; loan period is from May 7, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	5,540	27,700
Unsecured loan; loan period is from July 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	2,185	10,931
Unsecured loan; loan period is from July 20, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	660	3,300
Unsecured loan; loan period is from August 10, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	7,684	38,419
Unsecured loan; loan period is from September 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	8,579	42,894
		(Continued)

	December 31	
	2024	2023
Unsecured loan; loan period is from October 8, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	\$ 8,299	\$ 41,494
Unsecured loan; loan period is from November 9, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	8,395	41,975
Unsecured loan; loan period is from December 9, 2020 to March 18, 2025. The principal is repayable on April 15, 2023.	7,232	36,162
E.SUN Bank		
Unsecured loan; loan period is from December 13, 2024 to December 13, 2027. The principal is repayable on March 13, 2027.	1,000,000	-
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.	14,978	44,824
Unsecured loan; loan period is from April 8, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	75,000	375,000
Unsecured loan; loan period is from April 20, 2020 to March 15, 2025. The principal is repayable on April 15, 2023.	50,000	250,000
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.	19,971	59,765
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.	24,964	74,706
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. As of December 31, 2024, the principal has been repaid in full in advance.	-	49,865
Unsecured loan; loan period is from March 16, 2020 to March 15, 2025. The principal is repayable from April 15, 2023.	54,970	304,954
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. As of December 31, 2024, the principal has been repaid in full in advance.	-	99,731
E.SUN Bank Tokyo Branch		
Unsecured loan; loan period is from December 16, 2024 to December 16, 2027. The principal is repayable in full upon maturity.	314,698	-
Cathay United Bank		
Unsecured loan; loan period is from July 30, 2024 to August 26, 2026. The principal is repayable in full upon maturity.	180,000	-

(Continued)

	December 31	
	2024	2023
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	-
Unsecured loan; loan period is from November 30, 2021 to November 15, 2026. The principal is repayable from December 15, 2024.	479,167	500,000
Unsecured loan; loan period is from April 9, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	36,575	58,520
Unsecured loan; loan period is from May 10, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	31,981	51,170
Unsecured loan; loan period is from August 12, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	111,950	179,120
Unsecured loan; loan period is from August 26, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	187,500	300,000
Unsecured loan; loan period is from August 27, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	231,250	370,000
Unsecured loan; loan period is from September 22, 2021 to March 15, 2026. The principal is repayable from April 15, 2024.	25,744	41,190
Unsecured loan; loan period is from April 30, 2020 to April 15, 2025. The principal is repayable from May 15, 2023.	56,667	226,667
Unsecured loan; loan period is from May 8, 2020 to April 15, 2025. The principal is repayable from May 15, 2023.	26,667	106,667
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.	8,004	55,245
Chang Hwa Bank		
Unsecured loan; loan period is from June 13, 2024 to June 13, 2029. The principal is repayable on June 13, 2026.	200,000	-
Secured loan; loan period is from May 2, 2024 to May 2, 2029. The principal is repayable on May 2, 2025.	35,000	-
Unsecured loan; loan period is from July 31, 2023 to July 31, 2028. The principal is repayable on August 31, 2025.	300,000	300,000
Unsecured loan; loan period is from November 12, 2021 to April 15, 2025. The principal is repayable from May 15, 2023.	47,500	190,000
Unsecured loan; loan period is from December 30, 2021 to April 15, 2025. The principal is repayable from May 15, 2023.	39,167	156,667
		(Continued)

	December 31	
	2024	2023
Unsecured loan; loan period is from September 13, 2021 to April 15, 2025. The principal is repayable from May 15, 2023.	\$ 30,000	\$ 120,000
Secured loan; loan period is from May 3, 2021 to April 15, 2031. The principal is repayable on June 15, 2024.	314,138	347,951
Unsecured loan; loan period is from August 24, 2020 to August 15, 2027. The principal is repayable on September 15, 2023.	378,969	524,745
Unsecured loan; loan period is from May 8, 2020 to April 15, 2025. The principal is repayable from May 15, 2023.	1,667	6,667
Far Eastern Bank		
Unsecured loan; loan period is from November 27, 2024 to November 27, 2027. The principal is repayable in full upon maturity.	600,000	-
Unsecured loan; loan period is from September 26, 2024 to August 9, 2027. The principal is repayable in full upon maturity	300,000	-
Unsecured loan; loan period is from May 9, 2024 to May 7, 2027. The principal is repayable on May 9, 2026.	1,200,000	-
Chinatrust Commercial Bank Tokyo Branch		
Unsecured loan; loan period is from December 20, 2024 to December 20, 2027. The principal is repayable in full upon maturity.	419,597	-
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
Mizuho Bank Kawasaki Branch		
Secured loan; loan period is from June 15, 2020 to March 31, 2026. The principal is repayable in 20 periods after one year.	205,602	257,498
Citibank Tokyo Branch		
Unsecured loan; loan period is from June 24, 2024 to June 24, 2026. The principal is repayable in full upon maturity.	115,389	-
KGI Bank		
Unsecured loan; loan period is from November 26, 2024 to September 21, 2026. The principal is repayable in full upon maturity.	1,000,000	-
Sumitomo Mitsui Banking Corporation Yamato Branch		
Secured loan; loan period is from November 15, 2024 to May 15, 2029. Repayable in nine installments beginning May 15, 2025.	41,960	-
Unsecured loan; loan period is from November 15, 2022 to November 15, 2025. Repayable in six installments beginning May 15, 2023.	381,833	571,732
The Hachijuni Bank, Ltd.		
Unsecured loan; loan period is from February 14, 2023 to January 21, 2030. The principal is repayable in 84 periods after one year.	106,663	132,758

(Continued)

	December 31	
	2024	2023
Taishin Bank		
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. As of December 31, 2024, the principal has been repaid in full in advance.	\$ -	\$ 45,715
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. As of December 31, 2024, the principal has been repaid in full in advance.	-	45,715
Taishin Bank Tokyo Branch		
Unsecured loan; loan period is from May 29, 2023 to May 29, 2026. The principal is repayable in full upon maturity. As of December 31, 2024, the principal has been repaid in full in advance.	-	163,664
Unsecured loan; loan period is from January 10, 2023 to December 16, 2025. The principal is repayable in full upon maturity. As of December 31, 2024, the principal has been repaid in full in advance.	-	130,931
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. As of December 31, 2024, the principal has been repaid in full in advance.	-	327,327
Citibank Tokyo Branch		
Unsecured loan; loan period is from June 22, 2022 to June 22, 2024. The principal is repayable in full upon maturity. As of December 31, 2024, the principal has been repaid in full in advance.	-	120,020
Cathay United Bank		
Unsecured loan; loan period is from July 19, 2023 to August 26, 2025. The principal is repayable in full upon maturity. As of December 31, 2024, the principal has been repaid in full in advance.	-	180,000
KGI Bank		
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, 2024, the principal has been repaid in full in advance.	-	860,000
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. As of December 31, 2024, the principal has been repaid in full in advance.	-	436,437
Far Eastern Bank		
Unsecured loan; loan period is from September 30, 2022 to September 30, 2025. The principal is repayable in full upon maturity. As of December 31, 2024, the principal has been repaid in full in advance.	-	180,000

(Continued)

	<u>December 31</u>	
	<u>2024</u>	<u>2023</u>
UOB BERHAD		
Unsecured loan; loan period is from April 16, 2021 to April 16, 2024. The principal is repayable in full upon maturity. As of December 31, 2024, the principal has been repaid in full in advance.	\$ -	\$ 26,901
Less: Current portion	<u>(3,047,486)</u>	<u>(2,987,531)</u>
Long-term borrowings total	<u>\$ 15,320,872</u>	<u>\$ 9,472,164</u> (Concluded)

The annual effective interest rate intervals of the above-mentioned borrowings for the years ended December 31, 2024 and 2023 were 0.83%-2.22% and 0.83%-2.00%, respectively.

The Group should maintain certain financial ratios in its annual audited and semiannual reviewed consolidated financial statements during the loan duration. The Group's consolidated financial reports for the years ended December 31, 2024 and 2023 showed that the Group was in compliance with the agreed financial ratio requirements.

The land and buildings owned by Kamaya Electric Co., Ltd. were pledged as collateral for bank borrowings. Refer to Note 29 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

	<u>December 31</u>	
	<u>2024</u>	<u>2023</u>
Unsecured domestic convertible bonds	\$ 675,287	\$ 5,441,187
Less: Current portions	<u>(675,287)</u>	<u>(4,778,445)</u>
	<u>\$ -</u>	<u>\$ 662,742</u>

On April 29, 2020, the Company issued the first four-year unsecured convertible bonds in Taiwan, with a total amount NT\$4,800,000 thousand, face value of NT\$100 thousand and coupon rate of 0%. As of December 31, 2024, the principal has been fully repaid upon maturity. Besides, the terms and conditions of the bonds are as follows:

- a. Conversion period: Between July 30, 2020 and April 29, 2024.
- b. Conversion price: The initial conversion price was NT\$240 per share. Afterwards, there was a subsequent change in share capital (i.e., issuance of share dividends, free allotment of shares, and cash capital increase, etc.). The conversion price shall be adjusted according to the prescribed calculation. The conversion price on December 31, 2023 was \$210.2 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 component at December 31, 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 NT\$700,000 thousand, face value of NT\$100 thousand (issued by 108.86 of the face value) and coupon rate of 0%. Besides, the terms and conditions of the bonds are as follows:

- a. Conversion period: Between March 15, 2024 and December 14, 2026.
- b. Conversion price: The initial conversion price was NT\$92 per share. Afterwards, there was subsequent change in share capital (i.e., issuance of share dividends, free allotment of shares, and cash capital increase, etc.). The conversion price shall be adjusted according to the prescribed calculation. The conversion price on December 31, 2024 and 2023 were \$90 and \$92 per share, respectively.
- 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 (December 14, 2024) from the issuance is used as the reverse repurchase base date for early reverse repurchase of the present convertible bonds by the bondholders. The bondholders may inform the stock affairs agency institution of INPAQ in writing 40 days before such date in order to request that the company redeem the convertible bonds they hold in cash at the face value of the bonds plus interest compensation. interest compensation. The interest compensation on the above is calculated at the face value of the bonds (yield to put of 0% per annum). INPAQ accepts the repurchase request and shall call-back the convertible bonds in cash within five business days after the repurchase date.
- d. The convertible bonds contain both liability and equity components. The equity component was presented in equity under capital surplus - options. The effective interest rate of the liability component was 1.88% per annum on initial recognition.

Proceeds from issuance	\$ 760,739
Equity components	<u>(97,282)</u>
Liability components at the date of issue	663,457
FVTPL	(1,750)
Interest charged at an effective interest rate of 1.88%	<u>1,035</u>
Liability components at December 31, 2023	662,742
Interest charged at an effective interest rate of 1.88%	<u>12,545</u>
Liability components at December 31, 2024	<u>\$ 675,287</u>

20. RETIREMENT BENEFIT PLANS

a. Defined contribution plans

WTC, PDC and INPAQ of the Group adopted a pension plan under the Labor Pension Act (LPA), which is a state-managed defined contribution plan. Under the LPA, WTC, PDC and INPAQ make monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages.

b. Defined benefit plans

The defined benefit plans adopted by WTC, PDC and INPAQ of the Group are in accordance with the Labor Standards Law and are operated by the government. Pension benefits are calculated on the basis of the length of service and average monthly salaries of the six months before retirement. WTC, PDC and INPAQ contribute amounts based on total monthly salaries and wages to a pension fund administered by the pension fund monitoring committee. Pension contributions are deposited in the Bank of Taiwan in the committee's name. Before the end of each year, the Group assesses the balance in the pension fund. If the amount of the balance in the pension fund is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, the Group is required to fund the difference in one appropriation that should be made before the end of March of the next year. The pension fund is managed by the Bureau of Labor Funds, Ministry of Labor (the "Bureau"); the Group has no right to influence the investment policy and strategy.

NTK, Kamaya and Soshin group all have a defined benefit plan and a defined contribution plan in compliance with their local laws. The subsidiaries in the PRC and the subsidiary KM have their defined contribution plans in compliance with their local laws.

The amounts included in the consolidated balance sheets in respect of the Group's defined benefit plans were as follows:

	December 31	
	2024	2023
Present value of defined benefit obligation	\$ 1,059,078	\$ 1,140,958
Fair value of plan assets	<u>(1,096,568)</u>	<u>(1,162,286)</u>
Net defined benefit assets	<u>\$ (37,490)</u>	<u>\$ (21,328)</u>
Net defined benefit assets (classified as other non-current assets)	\$ (193,857)	\$ (217,660)
Net defined benefit liabilities	<u>156,367</u>	<u>196,332</u>
	<u>\$ (37,490)</u>	<u>\$ (21,328)</u>

Movements in net defined benefit liabilities (assets) were as follows:

	Present Value of the Defined Benefit Obligation	Fair Value of the Plan Assets	Net Defined Benefit (Assets) Liabilities
Balance at January 1, 2024	\$ 1,140,958	\$ (1,162,286)	\$ (21,328)
Service cost			
Current service cost	35,640	-	35,640
Reduced benefits	(11,195)	-	(11,195)
Net interest expense (income)	<u>13,811</u>	<u>(2,836)</u>	<u>10,975</u>
Recognized in profit or loss	<u>38,256</u>	<u>(2,836)</u>	<u>35,420</u>
Remeasurement			
Actuarial profit - changes in financial assumptions	(4,542)	-	(4,542)
Actuarial profit - experience adjustments	2,894	-	2,894
Return on plan assets	-	(20,564)	(20,564)
Adjustments on cap of the plan assets and other	<u>-</u>	<u>(3,216)</u>	<u>(3,216)</u>
Recognized in other comprehensive income	<u>(1,648)</u>	<u>(23,780)</u>	<u>(25,428)</u>
Contributions from the employer	<u>-</u>	<u>(9,817)</u>	<u>(9,817)</u>
Benefits paid from the plan assets	<u>(80,977)</u>	<u>66,706</u>	<u>(14,271)</u>
Transfer into the Company's pension fund	<u>-</u>	<u>(466)</u>	<u>(466)</u>
Effect of exchange rate changes	<u>(37,511)</u>	<u>35,911</u>	<u>(1,600)</u>
Balance at December 31, 2024	<u>\$ 1,059,078</u>	<u>\$ (1,096,568)</u>	<u>\$ (37,490)</u>
Balance at January 1, 2023	\$ 1,281,233	\$ (1,340,027)	\$ (58,794)
Service cost			
Current service cost	33,556	-	33,556
Net interest expense (income)	<u>12,355</u>	<u>(3,645)</u>	<u>8,710</u>
Recognized in profit or loss	<u>45,911</u>	<u>(3,645)</u>	<u>42,266</u>

(Continued)

	Present Value of the Defined Benefit Obligation	Fair Value of the Plan Assets	Net Defined Benefit (Assets) Liabilities
Remeasurement			
Actuarial profit - changes in financial assumptions	\$ 7,212	\$ -	\$ 7,212
Actuarial profit - experience adjustments	31,147	-	31,147
Return on plan assets	-	(1,573)	(1,573)
Adjustments on cap of the plan assets and other	<u>(35,700)</u>	<u>29,485</u>	<u>(6,215)</u>
Recognized in other comprehensive income	<u>2,659</u>	<u>27,912</u>	<u>30,571</u>
Contributions from the employer	<u>-</u>	<u>(23,520)</u>	<u>(23,520)</u>
Benefits paid from the plan assets	<u>(109,868)</u>	<u>95,304</u>	<u>(14,564)</u>
Benefits paid directly by the Company	<u>(6,352)</u>	<u>-</u>	<u>(6,352)</u>
Repayment of allocated assets	<u>(10,365)</u>	<u>11,496</u>	<u>1,131</u>
Effect of exchange rate changes	<u>(62,260)</u>	<u>70,194</u>	<u>7,934</u>
Balance at December 31, 2023	<u>\$ 1,140,958</u>	<u>\$ (1,162,286)</u>	<u>\$ (21,328)</u> (Concluded)

Through the defined benefit plans under the Labor Standards Law, the Group is exposed to the following risks:

- 1) Investment risk: The plan assets are invested in domestic and foreign equity and debt securities, bank deposits, etc. The investment is conducted at the discretion of the Bureau or under the mandated management. However, in accordance with relevant regulations, the return generated by plan assets should not be below the interest rate for a 2-year time deposit with local banks.
- 2) Interest risk: A decrease in the government bond interest rate will increase the present value of the defined benefit obligation; however, this will be partially offset by an increase in the return on the plan's debt investments.
- 3) Salary risk: The present value of the defined benefit obligation is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the present value of the defined benefit obligation.

The actuarial valuations of the present value of the defined benefit obligation of WTC, PDC and INPAQ were carried out by qualified actuaries. The significant assumptions used for the purposes of the actuarial valuations were as follows:

	December 31	
	2024	2023
Discount rates	1.496%-1.500%	1.250%-1.375%
Expected rates of salary increase	2.00%-2.75%	2.00%-3.00%

If possible reasonable change in each of the significant actuarial assumptions occur and all other assumptions remain constant, the present value of the defined benefit obligation will increase (decrease) as follows:

	December 31	
	2024	2023
Discount rate		
0.25% increase	<u>\$ (6,589)</u>	<u>\$ (7,536)</u>
0.25% decrease	<u>\$ 6,819</u>	<u>\$ 7,812</u>
Expected rate of salary increase		
0.25% increase	<u>\$ 6,619</u>	<u>\$ 7,569</u>
0.25% decrease	<u>\$ (6,427)</u>	<u>\$ (7,340)</u>

The sensitivity analysis presented above may not be representative of the actual change in the present value of the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

	December 31	
	2024	2023
The expected contributions to the plan in one year	<u>\$ 10,205</u>	<u>\$ 9,206</u>
The average duration of the defined benefit obligation	8.9-11.3 years	9.5-12 years

21. EQUITY

a. Share capital

Ordinary shares

	December 31	
	2024	2023
Number of shares authorized (in thousands)	<u>800,000</u>	<u>800,000</u>
Shares authorized	<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>
Shares issued	<u>\$ 4,858,048</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

	December 31	
	2024	2023
<u>May be used to offset a deficit, distributed as cash dividends, or transferred to share capital*</u>		
Issuance of ordinary shares	\$ 946,291	\$ 692,809
Conversion of bonds	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
<u>May be used to offset a deficit only</u>		
Share of changes in capital surplus of associates	181,389	166,745
Others	55	55
<u>Not for other usage</u>		
Share warrants	-	253,387
	<u>\$ 3,161,951</u>	<u>\$ 3,116,412</u>

* 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).

c. Retained earnings and dividend policy

Under the dividend policy as set forth in the Company's articles of incorporation (the "Articles"), where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of employees' compensation and remuneration of directors in the Articles, refer to employees' compensation and remuneration of directors in Note 22(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 approved in the shareholders' meeting on June 13, 2024 and June 20, 2023, respectively, were as follows:

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

d. Special reserve

	<u>For the Year Ended December 31</u>	
	<u>2024</u>	<u>2023</u>
Balance of beginning	<u>\$ 1,096,797</u>	<u>\$ 1,096,797</u>
Balance of ending	<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 arising from those foreign operations will be reversed. As of December 31, 2024 and 2023, the Company both accumulated the reversed amount of \$1,778 thousand from the special reserve, and the remaining amount were all \$1,096,797 thousand.

e. Other equity items

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

	<u>For the Year Ended December 31</u>	
	<u>2024</u>	<u>2023</u>
Balance at January 1	\$ (1,678,514)	\$ (1,191,536)
Exchange differences arising on translation of the financial statements of foreign operations	1,543,774	(368,019)
Share from associates accounted for using the equity method	<u>367,930</u>	<u>(118,959)</u>
Balance at December 31	<u>\$ 233,190</u>	<u>\$ (1,678,514)</u>

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

	For the Year Ended December 31	
	2024	2023
Balance at January 1	\$ 5,163,892	\$ 3,503,533
Unrealized (loss) gain on investments in equity instruments at FVTOCI	(1,398,629)	1,376,118
Unrealized (loss) gain on investments in debt instruments at FVTOCI	(12,300)	1,162
Share of other comprehensive income from associates accounted for using the equity method	(431,279)	637,108
Cumulative unrealized loss of equity instruments transferred to retained earnings due to disposal	<u>(48,179)</u>	<u>(354,029)</u>
Balance at December 31	<u>\$ 3,273,505</u>	<u>\$ 5,163,892</u>

f. Non-controlling interests

	For the Year Ended December 31	
	2024	2023
Balance at January 1	\$ 10,036,131	\$ 9,303,110
Share in profit for the year	846,201	673,326
Other comprehensive income (loss) during the period		
Exchange differences on translation the financial statements of foreign operation	144,201	(111,504)
Share of the other comprehensive income of associates accounted for using the equity method - exchange differences on translating of the financial statements of foreign operations	2,923	3,176
Unrealized (loss) gain on financial assets at FVTOCI	(254,929)	155,989
Share of other comprehensive (loss) income of associates accounted for using the equity method - unrealized (loss) gain on financial assets at FVTOCI	(12,079)	13,368
Remeasurement of defined benefit plans	6,040	3,932
Non - controlling interests from acquisition of subsidiaries	496,015	-
Adjustment of non-controlling interests due to increases in ownership interests of a subsidiary	(1,326,490)	-
Proceeds from issuance of ordinary shares of subsidiaries	-	287,865
Cash dividends distributed by the subsidiaries	(306,563)	(286,150)
Other	<u>-</u>	<u>(6,981)</u>
Balance at December 31	<u>\$ 9,631,450</u>	<u>\$ 10,036,131</u>

g. Treasury shares

Treasury share transactions on December 31, 2024 and 2023 were summarized as follows:

Unit: Shares				
For the Year Ended December 31, 2024				
Purpose of Acquisition	Treasury Shares Held as of January 1, 2024	Increase During the Year	Decrease During the Year	Treasury Shares Held as of December 31, 2024
Treasury shares granted to employees	<u>1,000,000</u>	-	-	<u>1,000,000</u>
For the Year Ended December 31, 2023				
Purpose of Acquisition	Treasury Shares Held as of January 1, 2023	Increase During the Year	Decrease During the Year	Treasury Shares Held as of December 31, 2023
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.

22. EMPLOYEE BENEFITS, DEPRECIATION AND AMORTIZATION EXPENSES

a. Main categories of expenses

	For the Year Ended December 31					
	2024			2023		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Short-term employee benefits	\$ 5,392,404	\$ 1,934,161	\$ 7,326,565	\$ 4,696,350	\$ 1,978,721	\$ 6,675,071
Post-employment benefits	\$ 182,182	\$ 82,132	\$ 264,314	\$ 164,106	\$ 90,583	\$ 254,689
Depreciation	\$ 4,554,748	\$ 300,277	\$ 4,855,025	\$ 4,652,572	\$ 304,892	\$ 4,957,464
Amortization	\$ 13,026	\$ 133,206	\$ 146,232	\$ 11,126	\$ 144,519	\$ 155,645

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 years ended December 31, 2024 and 2023, which had been approved by the Company's board of directors on February 20, 2025 and February 23, 2024, respectively, were as follows:

	For the Year Ended December 31	
	2024	2023
<u>Accrual rate</u>		
Employees' compensation	2.25%	2.25%
Remuneration of directors	1.00%	1.00%
	Cash	
	For the Year Ended December 31	
	2024	2023
<u>Amounts</u>		
Employees' compensation	<u>\$ 76,449</u>	<u>\$ 49,196</u>
Remuneration of directors	<u>\$ 33,977</u>	<u>\$ 21,865</u>

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

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.

23. INCOME TAXES RELATING TO CONTINUING OPERATIONS

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

	For the Year Ended December 31	
	2024	2023
Current tax		
In respect of the current period	\$ 713,961	\$ 626,224
Income tax on unappropriated earnings	66,390	36,702
Adjustments for prior periods	(68,493)	(126,265)
Dividends repatriation of subsidiaries	<u>446,217</u>	<u>336,671</u>
	1,158,075	903,332
Deferred tax		
In respect of the current period	<u>(23,054)</u>	<u>(76,449)</u>
Income tax expense recognized in profit or loss	<u>\$ 1,135,021</u>	<u>\$ 826,883</u>

b. The reconciliation of accounting profit and taxable income were as follows:

	For the Year Ended December 31	
	2024	2023
Income tax expense calculated at the statutory rate	\$ 1,212,520	\$ 830,872
Nondeductible in determining taxable income	(498,558)	(204,648)
Recognition and reversal of temporary differences	(23,055)	(76,449)
Income tax on unappropriated earnings	66,390	36,702
Adjustments for prior periods	(68,493)	(126,265)
Dividends repatriation of subsidiaries	<u>446,217</u>	<u>366,671</u>
Income tax expense recognized in profit or loss	<u>\$ 1,135,021</u>	<u>\$ 826,883</u>

c. The components of deferred income tax assets and liabilities were as follows:

	December 31	
	2024	2023
Deferred income tax assets		
Tax losses	\$ 55,711	\$ 75,943
Allowance for inventories loss	139,690	160,007
Unrealized sales gross profit	69,000	63,000
Book-tax difference of Property, plant and equipment	250,861	220,741
Others	<u>106,431</u>	<u>171,586</u>
	<u>\$ 621,693</u>	<u>\$ 691,277</u>
Deferred income tax liabilities		
Defined benefit obligation	\$ (22,000)	\$ (21,000)
Book-tax difference of Property, plant and equipment	(23,524)	(28,988)
Unrealized gain from financial investments	(58,494)	(47,221)
Provisions	(26,131)	(26,131)
Dividends repatriation of subsidiaries	(220,693)	(508,870)
Share of profits of subsidiaries of using the equity method	(221,624)	(214,516)
Others	<u>(332,956)</u>	<u>(256,663)</u>
	<u>\$ (905,422)</u>	<u>\$ (1,103,389)</u>

d. Status of income tax assessment

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.

e. 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 December 31, 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.

24. EARNINGS PER SHARE

Earnings per share on December 31, 2024 and 2023 were calculated as follows:

	For the Year Ended December 31, 2024		
	Amount (In Thousands) After Income Tax (Attributable to Owners of the Company)	Number of Shares (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Owners of the Company)
Basic earnings per share			
From continuing operations	\$ 2,982,507	484,805	<u>\$ 6.15</u>
Compensation of employees	-	888	
Interest on convertible bonds (after tax)	<u>16,444</u>	<u>7,506</u>	
Diluted earnings per share - ordinary shares	<u>\$ 2,998,951</u>	<u>493,199</u>	<u>\$ 6.08</u>
	For the Year Ended December 31, 2023		
	Amount (In Thousands) After Income Tax (Attributable to Owners of the Company)	Number of Shares (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Owners of the Company)
Basic earnings per share			
From continuing operations	\$ 1,984,596	484,804	<u>\$ 4.09</u>
Compensation of employees	-	458	
Interest on convertible bonds (after tax)	<u>50,007</u>	<u>22,831</u>	
Diluted earnings per share - ordinary shares	<u>\$ 2,034,603</u>	<u>508,093</u>	<u>\$ 4.00</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.

25. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

Kamaya Electric Co., Ltd. acquired 42.51% of Soshin Electric Co., Ltd. through a public acquisition in May 2024, 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(g)).

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.

	Soshin Technology Co.	INPAQ	Total
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>

26. 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.

27. 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 December 31, 2024 and 2023.

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

1) Fair value hierarchy

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares	\$ 327,325	\$ -	\$ -	\$ 327,325
Foreign listed shares	184,236	-	-	184,236
Fund beneficiary certificates	555,072	-	-	555,072
Structured notes	-	128,993	-	128,993
Limited partnership	-	-	50,000	50,000
	<u>\$ 1,066,633</u>	<u>\$ 128,993</u>	<u>\$ 50,000</u>	<u>\$ 1,245,626</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	\$ 6,781,453	\$ 2,091,672	\$ -	\$ 8,873,125
Domestic unlisted shares	-	359,198	217,492	576,690
Foreign listed shares	800,238	-	-	800,238
Foreign unlisted shares	-	-	1,293	1,293
Investments in debt instruments				
Foreign debt securities	462,332	-	-	462,332
	<u>\$ 8,044,023</u>	<u>\$ 2,450,870</u>	<u>\$ 218,785</u>	<u>\$ 10,713,678</u>

December 31, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares	\$ 215,285	\$ -	\$ -	\$ 215,285
Foreign listed shares	86,651	-	-	86,651
Fund beneficiary certificates	576,549	-	-	576,549
Structured notes	-	197,734	-	197,734
Limited partnership	-	-	25,000	25,000
	<u>\$ 878,485</u>	<u>\$ 197,734</u>	<u>\$ 25,000</u>	<u>\$ 1,101,219</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Domestic listed shares	\$ 5,707,734	\$ -	\$ -	\$ 5,707,734
Domestic unlisted shares	-	606,103	228,961	835,064
Foreign listed shares	279,171	-	-	279,171
Foreign unlisted shares	-	-	8,204	8,204
Investments in debt instruments				
Foreign debt securities	444,268	-	-	444,268
	<u>\$ 6,431,173</u>	<u>\$ 606,103</u>	<u>\$ 237,165</u>	<u>\$ 7,274,441</u>

There were no transfers between Levels 1 and 2 for the years ended December 31, 2024 and 2023.

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

<u>Financial Instrument</u>	<u>Valuation Technique and Inputs</u>
Derivatives - redemption right and call option of convertible corporate bonds	Evaluated by the binary tree method of convertible bonds evaluation model, based on the volatility of the conversion price, the risk-free rate of interest, risk discount rate, and the number of remaining years
Domestic unlisted equity securities	Evaluated by asset-based approach to determine the value of the equity securities
Government bond 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 multiplier of price-book ratio and value of net assets. An increase in price-book ratio would result in an increase in the fair value. An increase in liquidity discount would result in a decrease in the fair value.

c. Categories of financial instruments

	<u>December 31</u>	
	<u>2024</u>	<u>2023</u>
<u>Financial assets</u>		
Financial assets at amortized cost		
Cash and cash equivalents	\$ 7,943,241	\$ 6,621,395
Financial assets at amortized cost (current and non-current)	25,445,920	23,805,468
Notes receivables from unrelated parties	746,063	949,140
Trade receivables from unrelated parties	9,669,867	8,741,151
Trade receivables from related parties	65,429	50,872
Finance lease receivables (current and non-current)	33,797	39,378
Other receivables from unrelated parties	866,130	624,538
Other receivables from related parties	15,005	14,264
Guarantee deposits paid	139,125	106,265
Financial assets at FVTPL (current and non-current)	1,245,626	1,101,219
Financial assets at FVTOCI (current and non-current)	10,713,678	7,274,441
		(Continued)

	December 31	
	2024	2023
<u>Financial liabilities</u>		
Financial liabilities at amortized cost		
Short-term borrowings	\$ 10,737,709	\$ 8,588,119
Notes payable to unrelated parties	236,459	229,387
Trade payables to unrelated parties	4,197,262	3,491,374
Trade payables to related parties	50,953	30,081
Payables for equipment	410,180	716,882
Other payables	3,558,669	3,346,954
Current portion of long-term borrowings and bonds payable	3,722,773	7,765,976
Bonds payable	-	662,742
Long-term borrowings	15,320,872	9,472,164
Long-term payables	18,547	16,833
Guarantee deposits received	221,133	178,098
Financial liabilities at fair value through profit or loss (current and non-current)	1,464	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 to reduce 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 (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.

	USD Impact		JPY Impact		RMB Impact	
	For the Year Ended December 31		For the Year Ended December 31		For the Year Ended December 31	
	2024	2023	2024	2023	2024	2023
Profit or loss	<u>\$ 189,000</u>	<u>\$ 154,837</u>	<u>\$ 6,020</u>	<u>\$ (2,630)</u>	<u>\$ 5,933</u>	<u>\$ 7,518</u>

b) Interest rate risk

Interest rate risk refers to the risk that the changes in fair value of financial instruments due to changes in market interest rates. The Group was exposed to interest rate risk mainly arising 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 ended December 31, 2024 and 2023 would have decreased or increased approximately by \$286,699 thousand and \$204,713 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 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

December 31, 2024

	On Demand or Less than 1 Year	More than 1 Year	Total
<u>Non-derivative financial liabilities</u>			
Variable interest rate liabilities	\$ 13,785,195	\$ 15,320,872	\$ 29,106,067
Lease liabilities	<u>140,333</u>	<u>391,688</u>	<u>532,021</u>
	<u>\$ 13,925,528</u>	<u>\$ 15,712,560</u>	<u>\$ 29,638,088</u>

December 31, 2023

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

28. TRANSACTIONS WITH RELATED PARTIES

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

a. Related party name and categories

<u>Related Party Name</u>	<u>Related Party Category</u>
Walsin Lihwa Corporation	Investor company that account 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
Walsin New Energy Corporation	Associate
HannStar Board Tech. (Jiangyin) Corp.	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
Walton Advanced Engineering, Inc.	Other related party

(Continued)

<u>Related Party Name</u>	<u>Related Party Category</u>
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
Chin-Xin Investment Co., Ltd.	Other related party
Hwa Bao Botanic Conservation Corp.	Other related party
PSA The New Taipei City Private Jialianyi Social Welfare Charity Foundation	Other related party
PSA VVG Culture and Arts Foundation	Other related party
Winbond Electronics Corp.	Other related party
Cheng Cheng Enterprise Co., Ltd.	Other related party

(Concluded)

b. Details of transactions

1) Sales of goods

	<u>For the Year Ended December 31</u>	
	<u>2024</u>	<u>2023</u>
Associates	\$ 182,758	\$ 168,229
Other related parties	<u>12,690</u>	<u>9,678</u>
	<u>\$ 195,448</u>	<u>\$ 177,907</u>

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

2) Purchases of goods

	<u>For the Year Ended December 31</u>	
	<u>2024</u>	<u>2023</u>
Associates	<u>\$ 242,781</u>	<u>\$ 187,167</u>

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

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

	<u>Trade Receivables from Related Parties</u>	
	<u>December 31</u>	
	<u>2024</u>	<u>2023</u>
Associates	\$ 58,419	\$ 46,629
Other related parties	<u>7,010</u>	<u>4,243</u>
	<u>\$ 65,429</u>	<u>\$ 50,872</u>

	Other Receivables from Related Parties	
	December 31	
	2024	2023
Associates	\$ 9,862	\$ 9,990
Other related parties	<u>5,143</u>	<u>4,274</u>
	<u>\$ 15,005</u>	<u>\$ 14,264</u>
	Trade Payables to Related Parties	
	December 31	
	2024	2023
Associates	<u>\$ 50,953</u>	<u>\$ 30,081</u>
	Payables for Equipment and Other Payables	
	December 31	
	2024	2023
Investors employing the equity method for the Company	\$ 13,004	\$ 11,410
Associates	21,167	30,248
Other related parties	<u>2,387</u>	<u>1,130</u>
	<u>\$ 36,558</u>	<u>\$ 42,788</u>

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

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

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

4) Acquisition of property, plant and equipment

Related Party Categories	Item	Purchase Price	
		For the Year Ended December 31	
		2024	2023
Associates	Machinery and transportation equipment	\$ 170	\$ 69,330
Other related parties	Buildings	<u>-</u>	<u>21,042</u>
		<u>\$ 170</u>	<u>\$ 90,372</u>

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

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

5) Disposal of property, plant and equipment

Related Party Category	Item	Disposal Price		Gain (Loss) on Disposal	
		For the Year Ended		For the Year Ended	
		December 31		December 31	
		2024	2023	2024	2023
Associates	Machinery, transportation equipment and information equipment	\$ -	\$ 1,188	\$ -	\$ 85

6) Lease arrangements

Item	Related Party Category	December 31	
		2024	2023
Lease liabilities	Walshin Lihwa Corporation	\$ 58,540	\$ 91,929

Item	Related Party Category	For the Year Ended December 31	
		2024	2023
Interest expense	Investor accounted for the Company using the equity method	\$ 925	\$ 1,316
	Other related parties	-	8
		\$ 925	\$ 1,324
Rental expense	Investor accounted for the Company using the equity method	\$ 595	\$ 616
	Other related parties	8,746	4,559
		\$ 9,341	\$ 5,175

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 \$46,861 thousand. Lease income recognized for the year ended December 31, 2024 was \$24,686 thousand.

8) Acquisition of shares

For the year ended December 31, 2023

Related Party Category	Financial Statement Account	Number of Shares Acquired	Acquisition Target	Acquisition Price
Hwa Bao Botanic Conservation Corp.	Investments in equity instruments at FVTOCI	10,000,000	Issuance of ordinary shares in cash	\$ 100,000
Walsin New Energy Corporation	Investments accounted for using the equity method	1,750,000	Ordinary shares	17,500

9) Others

For the year ended December 31, 2024

Related Party Category	Financial Statement Account	Number of Shares Acquired	Acquisition Target	Proceeds from capital reduction
HannStar Board Corporation	Investments accounted for using the equity method	9,043,950	Reduce of ordinary shares in cash	\$ 90,440

10) Dividends income

	<u>For the Year Ended December 31</u>	
	2024	2023
Investor accounted for the Company using the equity method		
Walsin Lihwa Corporation	\$ 66,247	\$ 108,403
Other related parties	<u>21,291</u>	<u>26,232</u>
	<u>\$ 87,538</u>	<u>\$ 134,635</u>

c. Compensation of key management personnel

	<u>For the Year Ended December 31</u>	
	2024	2023
Short-term employee benefits	\$ 79,753	\$ 64,532
Post-employment benefits	<u>324</u>	<u>324</u>
	<u>\$ 80,077</u>	<u>\$ 64,856</u>

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

29. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

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

	December 31	
	2024	2023
Pledged time deposits (accounted as financial assets at amortized cost)	\$ 51,238	\$ 57,472
Pledged time deposits (accounted as guarantee deposits paid)	31,804	29,129
Land and buildings	<u>1,256,856</u>	<u>1,169,058</u>
	<u>\$ 1,339,898</u>	<u>\$ 1,255,659</u>

30. 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:

	December 31	
	2024	2023
Acquisition of property, plant and equipment	<u>\$ 456,357</u>	<u>\$ 887,542</u>

b. Contingencies

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

Unit: Thousand Dollars

December 31			
2024		2023	
Currency	Carrying Value	Currency	Carrying Value
JPY	JPY 215,039	JPY	JPY 1,030,284
EUR	EUR 118	EUR	EUR 118

31. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD: NONE

32. 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 Company in 2023, the Company expects that it will be the entity subject to

carbon fees. The Company will recognize the provision of the carbon fees based on its actual emissions in 2025 and will pay them in May 2026.

33. 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:

	December 31					
	2024			2023		
	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	\$ 826,535	32.7810	\$ 27,094,644	\$ 721,337	30.7350	\$ 22,170,293
JPY	14,691,599	0.2099	3,083,767	7,587,764	0.2171	1,647,304
RMB	173,993	4.4909	781,385	213,482	4.3327	924,953
Non-monetary items						
Investments accounted for using the equity method						
USD	6,709	32.7810	219,933	6,975	30.7350	214,362
JPY	784,826	0.2099	164,735	731,009	0.2171	158,702
RMB	313,358	4.4909	1,407,260	339,092	4.3327	1,469,181
EUR	49	34.1398	1,669	48	34.0252	1,642
KRW	380,807	0.0233	8,492	458,650	0.0237	10,870
<u>Financial liabilities</u>						
Monetary items						
USD	249,981	32.7810	8,194,627	217,555	30.7350	6,686,553
JPY	11,823,785	0.2099	2,481,812	8,799,236	0.2171	1,910,314
RMB	41,891	4.4909	188,128	39,972	4.3327	173,187

34. SEPARATELY DISCLOSED ITEMS

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

- 1) Financing provided to others (Table 1)
- 2) Endorsements/guarantees provided (Table 2)
- 3) Marketable securities held (excluding investments in subsidiaries, associates and joint ventures) (Table 3)
- 4) Marketable securities acquired or disposed of at costs or prices of at least NT\$300 million or 20% of the paid-in capital (Table 4)
- 5) Acquisition of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital (None)
- 6) Disposal of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital (None)
- 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 5)

- 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 6)
 - 9) Trading in derivative instruments (Note 7 and Note 27)
 - 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 year, repatriations of investment income, and limit on the amount of investment in the mainland China area
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the year
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the year
 - c) The amount of property transactions and the amount of the resultant gains or losses
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the year and the purposes
 - e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to the financing of funds
 - f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services
- d. Information of major shareholders (Table 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.

35. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Specifically, the Group's reportable segments under IFRS 8 "Operating Segments" were as follows:

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

a. Segment revenue and results

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

The Group's operating segment information for the years ended December 31, 2024 and 2023 were as follows:

For the Year Ended December 31, 2024						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Net sales	\$ 23,984,737	\$ 3,724,038	\$ 7,366,410	\$ 2,032,996	\$ (2,353,140)	\$ 34,755,041
Cost of sales	<u>(20,753,483)</u>	<u>(2,926,025)</u>	<u>(5,336,032)</u>	<u>(1,594,969)</u>	<u>2,336,084</u>	<u>(28,274,425)</u>
Gross profit	3,231,254	798,013	2,030,378	438,027	(17,056)	6,480,616
Operating expenses	<u>(2,290,764)</u>	<u>(307,337)</u>	<u>(1,080,750)</u>	<u>(573,024)</u>	<u>(46,544)</u>	<u>(4,298,419)</u>
Operating income	940,490	490,676	949,628	(134,997)	(63,600)	2,182,197
Nonoperating income and expenses	<u>2,870,987</u>	<u>140,876</u>	<u>321,516</u>	<u>7,124</u>	<u>(558,971)</u>	<u>2,781,532</u>
Income before income tax	<u>\$ 3,811,477</u>	<u>\$ 631,552</u>	<u>\$ 1,271,144</u>	<u>\$ (127,873)</u>	<u>\$ (622,571)</u>	<u>\$ 4,963,729</u>
For the Year Ended December 31, 2023						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Net sales	\$ 22,229,567	\$ 3,653,839	\$ 6,604,061	\$ 2,581,853	\$ (2,271,649)	\$ 32,797,671
Cost of sales	<u>(19,495,868)</u>	<u>(2,952,093)</u>	<u>(4,758,107)</u>	<u>(2,012,124)</u>	<u>2,257,676</u>	<u>(26,960,516)</u>
Gross profit	2,733,699	701,746	1,845,954	569,729	(13,973)	5,837,155
Operating expenses	<u>(2,002,079)</u>	<u>(311,364)</u>	<u>(1,081,117)</u>	<u>(574,852)</u>	<u>(72,432)</u>	<u>(4,041,844)</u>
Operating income	731,620	390,382	764,837	(5,123)	(86,405)	1,795,311
Nonoperating income and expenses	<u>1,854,077</u>	<u>174,432</u>	<u>74,403</u>	<u>9,364</u>	<u>(422,782)</u>	<u>1,689,494</u>
Income before income tax	<u>\$ 2,585,697</u>	<u>\$ 564,814</u>	<u>\$ 839,240</u>	<u>\$ 4,241</u>	<u>\$ (509,187)</u>	<u>\$ 3,484,805</u>

All intercompany transactions had been eliminated upon consolidation in 2024 and 2023.

b. Segment assets and liabilities

Segment assets

December 31, 2024						
	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Cash and cash equivalents	\$ 6,271,632	\$ 398,844	\$ 1,067,422	\$ 205,343	\$ -	\$ 7,943,241
Notes and trade receivables	6,811,227	938,591	2,589,220	735,363	(593,042)	10,481,359
Inventories	5,902,908	642,247	1,168,737	379,827	(11,286)	8,082,433
Other current assets	<u>3,508,392</u>	<u>429,702</u>	<u>758,652</u>	<u>86,595</u>	<u>(24,164)</u>	<u>4,759,177</u>
Total current assets	22,494,159	2,409,384	5,584,031	1,407,128	(628,492)	31,266,210
Financial assets at fair value through other comprehensive income - non-current	7,963,337	1,702,054	1,060,779	38,774	(280,756)	10,484,188
Investments accounted for using the equity method	15,047,815	1,231,313	11,931	-	(5,646,339)	10,644,720
Property, plant and equipment	14,025,028	1,457,543	4,066,779	699,609	333,297	20,582,256
Other assets	<u>21,779,942</u>	<u>1,230,608</u>	<u>2,828,226</u>	<u>314,639</u>	<u>124,398</u>	<u>26,277,813</u>
Total assets	<u>\$ 81,310,281</u>	<u>\$ 8,030,902</u>	<u>\$ 13,551,746</u>	<u>\$ 2,460,150</u>	<u>\$ (6,097,892)</u>	<u>\$ 99,255,187</u>

December 31, 2023

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

Segment liabilities

December 31, 2024

	A Segment	B Segment	C Segment	Other Segment	Adjustments and Eliminations	Total
Short-term borrowings	\$ 10,361,614	\$ -	\$ 376,095	\$ -	\$ -	\$ 10,737,709
Notes and trade payables	3,230,745	357,623	1,341,309	149,730	(594,733)	4,484,674
Current tax liabilities	423,894	58,747	189,984	5,833	-	678,458
Other payables and payables on equipment	2,843,860	415,968	668,054	56,086	(15,119)	3,968,849
Other current liabilities	<u>2,509,202</u>	<u>119,849</u>	<u>1,243,807</u>	<u>181,527</u>	<u>(12,712)</u>	<u>4,041,673</u>
Total current liabilities	19,369,315	952,187	3,819,249	393,176	(622,564)	23,911,363
Non-current liabilities	<u>13,581,701</u>	<u>278,003</u>	<u>2,116,398</u>	<u>1,093,016</u>	<u>(2,447)</u>	<u>17,066,671</u>
Total liabilities	<u>\$ 32,951,016</u>	<u>\$ 1,230,190</u>	<u>\$ 5,935,647</u>	<u>\$ 1,486,192</u>	<u>\$ (625,011)</u>	<u>\$ 40,978,034</u>

December 31, 2023

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

All intercompany transactions had been eliminated upon consolidation.

c. Revenue from major products and services

The following was an analysis of the Group's revenue from continuing operations from its major products and services:

	For the Year Ended December 31	
	2024	2023
Multi-layer ceramic capacitors	\$ 14,489,991	\$ 13,614,016
Chip resistors	7,655,838	6,804,928
Radio frequency devices	5,974,017	5,182,622
Others	<u>6,635,195</u>	<u>7,196,105</u>
	<u>\$ 34,755,041</u>	<u>\$ 32,797,671</u>

d. Geographical information

The Group operates in Asia mainly.

The Group's revenue from continuing operations unit of external customers by location of operations and its non-current assets by locations were detailed as below:

	Revenue from External		Non-current Assets	
	Customers		December 31	
	For the Year Ended December 31		December 31	
	2024	2023	2024	2023
Asia	\$ 31,314,589	\$ 29,217,221	\$ 33,214,145	\$ 36,852,097
America	1,504,254	1,628,574	11,402	15,167
Europe	<u>1,936,198</u>	<u>1,951,876</u>	<u>57,291</u>	<u>71,745</u>
	<u>\$ 34,755,041</u>	<u>\$ 32,797,671</u>	<u>\$ 33,282,838</u>	<u>\$ 36,939,009</u>

Non-current assets excluded non-current assets classified as financial instruments and deferred tax assets.

e. Information about major customers

There was no single customer which accounted for more than 10% of total consolidated revenue for the years ended December 31, 2024 and 2023.

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limit
													Item	Value		
0	Walsin Technology Corporation	Kamaya Electric Co., Ltd.	Receivables from related parties	Yes	\$ 713,315	\$ 125,879	\$ 125,879	0.30	Short-term financing	\$ -	Operating turnover	\$ -	Promissory note	\$ 125,879	\$ 19,458,281 (Note 5)	\$ 29,187,421 (Note 6)
		Kamaya Electric (M) Sdn. Bhd.	Receivables from related parties	Yes	247,562	247,562	247,562	0.60-0.70	Short-term financing	-	Operating turnover	-	Promissory note	247,562	19,458,281 (Note 5)	29,187,421 (Note 6)
1	Walsin Technology Holding Corporation (HK) Limited	Kamaya Electric Co., Ltd.	Receivables from related parties	Yes	1,170,750	1,170,675	1,170,675	0.70	Short-term financing	-	Operating turnover	-	Promissory note	1,170,675	9,257,871 (Note 5)	13,886,806 (Note 6)
		Soshin Electric Co., Ltd.	Receivables from related parties	Yes	839,194	839,194	839,194	0.30	Short-term financing	-	Operating turnover	-	Promissory note	839,194	9,257,871 (Note 5)	13,886,806 (Note 6)
2	Walsin Technology Corporation (HK) Ltd.	Kamaya Electric (M) Sdn. Bhd.	Receivables from related parties	Yes	655,620	655,620	655,620	3.00-3.50	Short-term financing	-	Operating turnover	-	Promissory note	655,620	804,144 (Note 5)	1,206,216 (Note 6)
3	Nitsuko Electronics Corporation	Kamaya Electric Co., Ltd.	Receivables from related parties	Yes	100,703	100,703	100,703	0.30-0.70	Short-term financing	-	Operating turnover	-	Promissory note	100,703	161,530 (Note 5)	242,295 (Note 6)
4	Inpaq Technology Co., Ltd.	Taiwan Inpaq electronic Co., Ltd.	Receivables from related parties	Yes	700,000	500,000	470,000	1.75	Short-term financing	-	Operating turnover	-	Promissory note	500,000	1,894,119 (Note 2)	3,030,591 (Note 2)
		Inpaq Technology USA, Inc.	Receivables from related parties	Yes	81,350	49,172	26,225	3.00	Short-term financing	-	Operating turnover	-	Promissory note	49,172	1,894,119 (Note 2)	3,030,591 (Note 2)
5	Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Receivables from related parties	Yes	209,798	209,798	117,277	1.12	Short-term financing	-	Operating turnover	-	None	-	389,583 (Note 3)	389,583 (Note 3)
		Soshin Powertech Co., Ltd.	Receivables from related parties	Yes	41,960	41,960	7,343	1.12	Short-term financing	-	Operating turnover	-	None	-	389,583 (Note 3)	389,583 (Note 3)
		Soshin Electronics (M) Sdn. Bhd.	-	Yes	164,587	63,250	-	-	Short-term financing	-	Operating turnover	-	None	-	389,583 (Note 3)	389,583 (Note 3)
6	Risshin Electronics Co., Ltd.	Soshin Electric Co., Ltd.	Receivables from related parties	Yes	8,392	8,392	6,294	0.72	Short-term financing	-	Operating turnover	-	None	-	8,182 (Note 3)	8,182 (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 a financing between foreign companies in which 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 two companies (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 December 31, 2024

USD:NTD = 1:32.7810.
JPY:USD = 1:0.0064.

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 YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowed Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship										
0	Walsin Technology Corporation	Kamaya Electric Co., Ltd.	2	\$ 17,594,128 (Note 1)	\$ 2,616,186	\$ 1,514,744	\$ 1,514,744	\$ -	3.11	\$ 24,322,851 (Note 3)	Y	N	N
		Kamaya Electric (M) Sdn. Bhd.	2	16,764,702 (Note 1)	967,040	753,963	-	-	1.55	24,322,851 (Note 3)	Y	N	N
1	Inpaq Technology Co., Ltd.	Taiwan Inpaq electronic Co., Ltd.	2	1,515,295 (Note 2)	900,000	650,000	-	-	8.58	3,030,591 (Note 4)	Y	N	N
		Inpaq Technology (China) Co., Ltd.	2	1,515,295 (Note 2)	211,510	131,124	-	-	1.73	3,030,591 (Note 4)	Y	N	Y
		Hunan Frontier Electronics Co., Ltd.	2	1,515,295 (Note 2)	130,160	65,562	-	-	0.87	3,030,591 (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 December 31, 2024

USD:NTD = 1:32.7810.

JPY:USD = 1:0.0064.

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

DECEMBER 31, 2024

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Walsin Technology Corporation	<u>Shares</u>							
	Taiwan Mobile Company Limited	None	Financial assets at fair value through profit or loss - current	100,000	\$ 11,350	-	\$ 11,350	
	Taiwan Semiconductor Manufacturing Company Limited	None	Financial assets at fair value through profit or loss - current	190,000	204,250	-	204,250	
	Chunghwa Telecom Company Limited	None	Financial assets at fair value through profit or loss - current	200,000	24,700	-	24,700	
	Walton Advanced Engineering Inc.	The chairman of the securities issuer is the same as the chairman of the Company	Financial assets at fair value through other comprehensive income - non-current	31,870,087	444,589	6.16	444,589	
	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	1,166,858	1.22	1,166,858	
	Giga-Byte Technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	8,590,000	2,340,775	1.28	2,340,775	
	TXC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	34,942,000	3,161,528	10.19	3,161,528	
	Elcon International Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	1,879,028	-	9.40	-	
	Chin-Xin Investment Co., Ltd.	The chairman of the securities issuer is the second degree of kinship of the chairman of the Company	Financial assets at fair value through other comprehensive income - non-current	9,032,056	258,881	1.86	258,881	
	<u>Bond</u>							
	Credit Agricole SA	None	Financial assets at amortized cost - non-current	-	262,737	-	264,381	
	Mercedes-Benz Finance North America LLC	None	Financial assets at amortized cost - non-current	-	189,450	-	190,117	
	Westpac Banking Corporation	None	Financial assets at amortized cost - non-current	-	31,592	-	31,988	
	International Business Machines Corporation	None	Financial assets at amortized cost - non-current	-	30,265	-	30,627	
	ANZ New Zealand (Int'l) Limited of London	None	Financial assets at amortized cost - non-current	-	196,432	-	197,919	
	The Estee Lauder Companies Inc.	None	Financial assets at amortized cost - non-current	-	32,135	-	32,417	
	Siemens Financieringsmaatschappij N.V. (SFM)	None	Financial assets at amortized cost - non-current	-	31,273	-	31,614	
	The Norinchukin Bank	None	Financial assets at amortized cost - non-current	-	81,858	-	82,175	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	276,112	-	280,023	
Unilever Capital Corporation	None	Financial assets at amortized cost - non-current	-	25,935	-	26,659		
Honeywell International Inc.	None	Financial assets at amortized cost - non-current	-	27,621	-	28,356		
Apple Inc.	None	Financial assets at amortized cost - non-current	-	54,791	-	56,455		
UBS AG of London	None	Financial assets at amortized cost - non-current	-	160,937	-	164,594		
NBN Co Limited	None	Financial assets at amortized cost - non-current	-	232,945	-	235,915		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Toyota Motor Credit Corporation	None	Financial assets at amortized cost - non-current	-	\$ 332,056	-	\$ 335,953	
	BMW US Capital, LLC	None	Financial assets at amortized cost - non-current	-	227,870	-	228,985	
	Sumitomo Mitsui Financial Group, Inc.	None	Financial assets at amortized cost - non-current	-	164,201	-	165,397	
	SOCIETE GENERALE	None	Financial assets at amortized cost - non-current	-	161,023	-	161,627	
	Pfizer Investment Enterprises Pte. Ltd.	None	Financial assets at amortized cost - non-current	-	112,790	-	113,781	
	AbbVie Inc.	None	Financial assets at amortized cost - non-current	-	45,251	-	45,764	
	Burlington Northern Santa Fe, LLC	None	Financial assets at amortized cost - non-current	-	52,278	-	52,953	
	Sumitomo Mitsui Trust Bank, Limited.	None	Financial assets at amortized cost - non-current	-	184,658	-	186,165	
	Roche Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	40,070	-	40,627	
	Eaton Corporation	None	Financial assets at amortized cost - non-current	-	29,683	-	30,345	
	Philip Morris International Inc. (PMI)	None	Financial assets at amortized cost - non-current	-	433,062	-	436,496	
	Mitsubishi HC Finance America LLC	None	Financial assets at amortized cost - non-current	-	198,914	-	200,895	
	Shinhan Financial Group Co., Ltd.	None	Financial assets at amortized cost - non-current	-	81,315	-	81,453	
	American Express	None	Financial assets at amortized cost - non-current	-	244,253	-	242,962	
	Ohio Power Company	None	Financial assets at amortized cost - non-current	-	88,146	-	87,358	
	KINGDOM OF SAUDI ARABIA	None	Financial assets at amortized cost - non-current	-	274,841	-	272,838	
	Banco Santander S.A.	None	Financial assets at amortized cost - non-current	-	270,710	-	271,429	
	Bank of New Zealand (BNZ)	None	Financial assets at amortized cost - non-current	-	230,732	-	230,500	
	PETRONAS Capital Limited	None	Financial assets at amortized cost - non-current	-	61,433	-	60,783	
	Saudi Arabian Oil Co.	None	Financial assets at amortized cost - non-current	-	254,080	-	252,158	
	Hyundai Capital America	None	Financial assets at amortized cost - non-current	-	321,462	-	321,574	
	NextEra Energy Capital Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	97,960	-	98,245	
	The Charles Schwab Corporation	None	Financial assets at amortized cost - non-current	-	80,836	-	80,917	
	Verizon Communications Inc.	None	Financial assets at amortized cost - non-current	-	124,730	-	124,538	
	QNB FINANCE LTD	None	Financial assets at amortized cost - non-current	-	163,422	-	162,764	
	Westpac New Zealand Limited	None	Financial assets at amortized cost - non-current	-	131,767	-	132,055	
	Volkswagen Group of America Finance, LLC	None	Financial assets at amortized cost - non-current	-	261,185	-	259,783	
	BPCE SA	None	Financial assets at amortized cost - non-current	-	146,025	-	146,941	
	3M Company	None	Financial assets at amortized cost - non-current	-	60,779	-	61,952	
	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	-	295,029	-	295,029	
	NatWest Markets PLC	None	Financial assets at amortized cost - non-current	-	131,041	-	132,842	
	Cooperatieve Rabobank U.A. of New York	None	Financial assets at amortized cost - non-current	-	32,351	-	32,207	
	DGB Capital 105-2	None	Financial assets at amortized cost - current	-	53,716	-	53,716	
	LOTTE CAPITAL 446	None	Financial assets at amortized cost - current	-	57,485	-	57,485	
	<u>Limited partnership</u> NEXUS CVC Partners Fund LP.	None	Financial assets at fair value through profit or loss - non-current	-	50,000	-	50,000	

(Concluded)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

DECEMBER 31, 2024

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 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	-	\$ 132,529	-	\$ 131,819	
	Societe Generale	None	Financial assets at amortized cost - current	-	98,213	-	98,146	
	T-Mobile US, Inc.	None	Financial assets at amortized cost - current	-	65,354	-	65,300	
	3M Company	None	Financial assets at amortized cost - non-current	-	263,934	-	264,759	
	America Movil, S.A.B. de C.V.	None	Financial assets at amortized cost - non-current	-	61,918	-	61,720	
	American Express Company	None	Financial assets at amortized cost - non-current	-	123,391	-	122,673	
	American Honda Finance Corporation	None	Financial assets at amortized cost - non-current	-	65,511	-	65,352	
	Apple Inc.	None	Financial assets at amortized cost - non-current	-	565,158	-	553,124	
	Banco Santander, S.A.	None	Financial assets at amortized cost - non-current	-	192,466	-	192,046	
	BANK OF NEW ZEALAND	None	Financial assets at amortized cost - non-current	-	33,091	-	33,530	
	BHP Billiton Finance (USA) Limited	None	Financial assets at amortized cost - non-current	-	248,305	-	248,100	
	BPCE	None	Financial assets at amortized cost - non-current	-	292,513	-	295,295	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	165,791	-	165,069	
	British Telecommunications Public Limited Company	None	Financial assets at amortized cost - non-current	-	181,204	-	180,931	
	Brookfield Finance Inc.	None	Financial assets at amortized cost - non-current	-	65,063	-	65,123	
	Chevron Corporation	None	Financial assets at amortized cost - non-current	-	291,231	-	289,335	
	CITIGROUP GLOBAL	None	Financial assets at amortized cost - non-current	-	157,349	-	150,567	
	Credit Agricole S.A.	None	Financial assets at amortized cost - non-current	-	271,919	-	264,320	
	Credit Suisse First Boston (USA), Inc	None	Financial assets at amortized cost - non-current	-	258,554	-	255,206	
	Daimler Trucks Finance North America LLC	None	Financial assets at amortized cost - non-current	-	153,616	-	151,466	
	Deutsche Bank AG New York Branch	None	Financial assets at amortized cost - non-current	-	267,083	-	265,919	
	GENERAL ELECTRIC CAPITAL CORPORATION	None	Financial assets at amortized cost - non-current	-	170,914	-	165,133	
	HP INC	None	Financial assets at amortized cost - non-current	-	32,225	-	30,888	
	Hyundai Capital America	None	Financial assets at amortized cost - non-current	-	288,104	-	282,048	
	IBM International Capital Pte. Ltd	None	Financial assets at amortized cost - non-current	-	97,008	-	97,566	
	Intel Corporation	None	Financial assets at amortized cost - non-current	-	116,506	-	111,826	
	Intercontinental Exchange, Inc.	None	Financial assets at amortized cost - non-current	-	52,261	-	51,978	
	International Business Machines Corporation	None	Financial assets at amortized cost - non-current	-	182,262	-	181,530	
	Johnson & Johnson	None	Financial assets at amortized cost - non-current	-	129,370	-	128,292	
KKR GROUP FINANCE CO. XII LLC	None	Financial assets at amortized cost - non-current	-	63,651	-	63,182		
Metropolitan Life Global Funding I	None	Financial assets at amortized cost - non-current	-	154,741	-	153,541		
Microsoft Corporation	None	Financial assets at amortized cost - non-current	-	130,611	-	128,370		
mitsubishi corporation	None	Financial assets at amortized cost - non-current	-	20,216	-	19,792		

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Nestle Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	\$ 313,382	-	\$ 303,934	
	NTT FINANCE CORPORATION	None	Financial assets at amortized cost - non-current	-	173,485	-	172,386	
	PACIFICORP	None	Financial assets at amortized cost - non-current	-	169,801	-	165,495	
	PayPal Holdings, Inc.	None	Financial assets at amortized cost - non-current	-	72,091	-	71,831	
	PETRONAS Capital Limited	None	Financial assets at amortized cost - non-current	-	21,964	-	22,330	
	Philip Morris International Inc.	None	Financial assets at amortized cost - non-current	-	133,233	-	134,284	
	Prudential plc	None	Financial assets at amortized cost - non-current	-	240,640	-	237,177	
	Prudential plc	None	Financial assets at amortized cost - non-current	-	74,885	-	74,454	
	QNB FINANCE LTD	None	Financial assets at amortized cost - non-current	-	66,470	-	65,057	
	SAUDI ARABIAN OIL CO	None	Financial assets at amortized cost - non-current	-	137,387	-	134,407	
	Shell International Finance B.V.	None	Financial assets at amortized cost - non-current	-	293,439	-	286,680	
	Singtel Group Treasury Pte. Ltd.	None	Financial assets at amortized cost - non-current	-	60,868	-	58,934	
	Temasek Financial (I) Limited	None	Financial assets at amortized cost - non-current	-	64,001	-	61,078	
	The Charles Schwab Corporation	None	Financial assets at amortized cost - non-current	-	57,020	-	56,587	
	The Kingdom of Saudi Arabia	None	Financial assets at amortized cost - non-current	-	166,048	-	161,069	
	The Procter & Gamble Company	None	Financial assets at amortized cost - non-current	-	157,570	-	151,301	
	Toyota Motor Corporation	None	Financial assets at amortized cost - non-current	-	190,430	-	189,310	
	UBS AG	None	Financial assets at amortized cost - non-current	-	67,048	-	67,070	
	United States Department of the Treasury	None	Financial assets at amortized cost - non-current	-	273,877	-	264,713	
	UNITEDHEALTH GROUP	None	Financial assets at amortized cost - non-current	-	167,034	-	161,971	
	Verizon Communications Inc.	None	Financial assets at amortized cost - non-current	-	218,254	-	214,601	
	Volkswagen Group of America Finance, LLC	None	Financial assets at amortized cost - non-current	-	196,822	-	194,286	
	Walmart Inc.	None	Financial assets at amortized cost - non-current	-	131,115	-	128,279	
	WESTPAC NEW ZEALAND LIMITED	None	Financial assets at amortized cost - non-current	-	325,696	-	328,072	
	<u>Structured products</u>							
	Morgan Stanley USD Liquidity LVNAV	None	Financial assets at fair value through profit or loss - current	-	5,546	-	5,546	
	BNP Paribas Issuance BV-Twin Win Sharkfin Note Linked to Offshore Deliverable USDCNY	None	Financial assets at fair value through profit or loss - current	-	128,993	-	128,993	
	<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	93,962	-	93,962	
	<u>Shares</u>							
	Kirin Holdings Company, Limited	None	Financial assets at fair value through other comprehensive income - non-current	185,700	79,879	-	79,879	
	JAPAN TOBACCO INC.	None	Financial assets at fair value through other comprehensive income - non-current	90,400	77,429	-	77,429	
	NIPPON STEEL CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	12,500	8,350	-	8,350	
	KOMATSU LTD.	None	Financial assets at fair value through other comprehensive income - non-current	75,800	69,221	-	69,221	
	HONDA MOTOR CO., LTD.	None	Financial assets at fair value through other comprehensive income - non-current	206,300	66,480	-	66,480	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Marubeni Corporation	None	Financial assets at fair value through other comprehensive income - non-current	35,000	\$ 17,579	-	\$ 17,579	
	MITSUI & CO., LTD.	None	Financial assets at fair value through other comprehensive income - non-current	17,800	12,373	-	12,373	
	SUMITOMO CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	77,400	55,701	-	55,701	
	Sumitomo Mitsui Financial Group, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	20,700	16,357	-	16,357	
	Dai-ichi Life Holdings, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	20,600	18,315	-	18,315	
	Mitsubishi Estate Company, Limited	None	Financial assets at fair value through other comprehensive income - non-current	32,000	14,783	-	14,783	
	KDDI CORPORATION	None	Financial assets at fair value through other comprehensive income - non-current	81,500	86,266	-	86,266	
	HITACHI CONSTMACHCOLTD	None	Financial assets at fair value through other comprehensive income - non-current	18,886	13,944	-	13,944	
	Mitsubishi Chemical Holdings	None	Financial assets at fair value through other comprehensive income - non-current	53,388	8,963	-	8,963	
Walsin Electronics(S) Pte. Ltd. ("WES")	<u>Bonds</u>							
	American Honda Finance Corporation	None	Financial assets at amortized cost - non-current	-	170,227	-	162,438	
	NBN Co Limited	None	Financial assets at amortized cost - non-current	-	59,247	-	56,741	
	Southern California Edison Company	None	Financial assets at amortized cost - non-current	-	288,339	-	276,517	
	Abu Dhabi Ports Company PJSC	None	Financial assets at amortized cost - non-current	-	132,508	-	127,294	
Jackson National Life Global Funding	None	Financial assets at amortized cost - non-current	-	9,771	-	9,559		
Kamaya Electric Co., Ltd.	<u>Shares</u>							
	Taiyo Yuden Co., Ltd.	None	Financial assets at fair value through profit or loss - current	80,800	38,463	-	38,463	
	Sony Group Corporation	None	Financial assets at fair value through other comprehensive income - non-current	305,500	215,931	-	215,931	
	Hokko Denshi Kogyo Corporation	None	Financial assets at fair value through other comprehensive income - non-current	7,000	1,124	14.00	1,124	
PSA Japan Investment G.K.	<u>Shares</u>							
	Kajima Corporation	None	Financial assets at fair value through profit or loss - current	20,000	12,089	-	12,089	
	Japan Tobacco Inc.	None	Financial assets at fair value through profit or loss - current	15,000	12,840	-	12,840	
	Sumitomo Corporation.	None	Financial assets at fair value through profit or loss - current	32,000	23,014	-	23,014	
	Daiwa Securities Group Inc.	None	Financial assets at fair value through profit or loss - current	50,000	10,993	-	10,993	
	Nippon Telegraph and Telephone Corporation (NTT)	None	Financial assets at fair value through profit or loss - current	400,000	13,259	-	13,259	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	<u>Bonds</u>							
	0836-9131 JICA	None	Financial assets at amortized cost - non-current	-	\$ 82,339	-	\$ 82,339	
	3119-9132 World Bank	None	Financial assets at amortized cost - non-current	-	166,882	-	166,882	
	0826-9151 Norinchukin Bank	None	Financial assets at amortized cost - non-current	-	275,800	-	275,800	
	4502-9152 Natixis S.A.	None	Financial assets at amortized cost - non-current	-	30,801	-	30,801	
	2364-9161 Toyota Motor Corp.	None	Financial assets at amortized cost - non-current	-	164,119	-	164,119	
	3414-9152 Deutsche Bank fixed-interest bonds	None	Financial assets at amortized cost - non-current	-	278,460	-	278,460	
	Q1979 Westpac Bank	None	Financial assets at amortized cost - non-current	-	42,473	-	42,473	
	U0007 Orix	None	Financial assets at amortized cost - non-current	-	161,587	-	161,587	
	U7086 Toyota Motor Corp.	None	Financial assets at amortized cost - non-current	-	275,967	-	275,967	
Dongguan Walsin Technology Electronics Co., Ltd.	<u>Fund</u> Xiamen Trust - Luxin Huiyin Dingkai No.1 Accumulative Capital Trust (Phase. 5)	None	Financial assets at fair value through profit or loss - non-current	64,151,200	294,331	-	294,311	
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	113,575	-	113,575	
	Xingquan Money Market Fund Class B.	None	Financial assets at fair value through profit or loss - current	5,000,000	22,711	-	22,711	
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	445,222	6.16	445,222	
	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	260,453	0.27	260,453	
	Fubon Financial Holding Co., Ltd. Preferred Shares C	None	Financial assets at fair value through other comprehensive income - non-current	500,000	26,600	-	26,600	
	Hotai Finance Co., Ltd. Preferred Shares B	None	Financial assets at fair value through other comprehensive income - non-current	1,000,000	96,400	0.14	96,400	
	TXC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	2,602,000	261,501	0.76	261,501	
	O-Bank Co., Ltd. Preferred Stock B	None	Financial assets at fair value through other comprehensive income - non-current	5,000,000	59,500	0.16	59,500	
	Chunghwa Telecom Company Limited	None	Financial assets at fair value through profit or loss - current	400,000	49,400	0.01	49,400	
	Taiwan Semiconductor Manufacturing Company Limited	None	Financial assets at fair value through profit or loss - current	35,000	37,625	-	37,625	
	<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	100,317	0.72	100,317	
	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	174,630	10.00	174,630	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	<u>Bonds</u>							
	ANZ New Zealand International LTD.	None	Financial assets at amortized cost - non-current	-	\$ 65,301	-	\$ 66,519	
	Sumitomo Mitsui Trust Bank Limited	None	Financial assets at amortized cost - non-current	-	32,844	-	33,407	
	Norinchukin Bank	None	Financial assets at amortized cost - non-current	-	32,989	-	33,037	
	Credit Agricole S.A.	None	Financial assets at amortized cost - non-current	-	32,743	-	33,040	
	NBN CO Limited	None	Financial assets at amortized cost - non-current	-	66,677	-	67,404	
	Burlington Northern Santa Fe, LLC	None	Financial assets at amortized cost - non-current	-	34,815	-	35,302	
	Bristol-Myers Squibb Company	None	Financial assets at amortized cost - non-current	-	33,813	-	34,214	
	Macquarie Group Limited.	None	Financial assets at amortized cost - non-current	-	51,951	-	51,558	
	Banco Santander, S.A.	None	Financial assets at amortized cost - non-current	-	66,449	-	66,539	
	Hyundai Capital America	None	Financial assets at amortized cost - non-current	-	66,069	-	66,631	
	Volkswagen Group America Finance, LLC	None	Financial assets at amortized cost - non-current	-	34,615	-	34,053	
	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	-	199,972	
	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	-	81,952	-	81,232	
Frontier Components Co., Ltd.	<u>Bonds</u>							
	TSMC Arizona Corp.	None	Financial assets at amortized cost - non-current	-	98,288	-	96,569	
	Amazon.com, Inc.	None	Financial assets at amortized cost - non-current	-	64,925	-	63,995	
	Westpac New Zealand LTD	None	Financial assets at amortized cost - non-current	-	5,044	-	5,104	
	Commonwealth Bank of Australia	None	Financial assets at amortized cost - current	-	144,245	-	144,250	
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	38,430	9.38	38,430	
	AICP Technology Corporation	None	Financial assets at fair value through other comprehensive income - non-current	600,000	5,142	8.00	5,142	
	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	609,699	1.97	609,699	
	<u>Bonds</u>							
	Microsoft Corporation	None	Financial assets at fair value through other comprehensive income - non-current	-	22,992	-	22,992	
	Apple Inc.	None	Financial assets at fair value through other comprehensive income - non-current	-	74,923	-	74,923	
	Amazon.com, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	-	40,488	-	40,488	
	Saudi Arabian Oil Company	None	Financial assets at fair value through other comprehensive income - non-current	-	45,774	-	45,774	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Inpaq (BVI) Ltd.	Bank of Switzerland	None	Financial assets at amortized cost - non-current	-	\$ 131,883	-	\$ 133,943	
	UnitedHealth Group, NYSE	None	Financial assets at amortized cost - non-current	-	100,445	-	98,982	
	Saudi Arabian Oil Company	None	Financial assets at amortized cost - non-current	-	124,433	-	123,245	
	Toyota Motor Credit Corporation	None	Financial assets at amortized cost - non-current	-	202,821	-	200,757	
	BMW US Capital LLC	None	Financial assets at amortized cost - non-current	-	97,157	-	96,858	
	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	-	81,952	-	81,559	
	<u>Bonds</u>							
	Commonwealth Bank of Australia	None	Financial assets at fair value through other comprehensive income - current	-	229,490	-	229,490	
	Bank of America	None	Financial assets at fair value through other comprehensive income - non-current	-	48,665	-	48,665	
	Saudi Arabian Oil Company	None	Financial assets at amortized cost - non-current	-	130,629	-	126,000	
	French Bank of Paris	None	Financial assets at amortized cost - non-current	-	71,223	-	70,086	
	Philip Morris International Inc.	None	Financial assets at amortized cost - non-current	-	163,737	-	164,216	
	Verizon Communications	None	Financial assets at amortized cost - non-current	-	145,350	-	141,285	
	Westpac New Zealand Limited	None	Financial assets at amortized cost - non-current	-	99,362	-	98,833	
	First Abu Dhabi Bank	None	Financial assets at amortized cost - non-current	-	98,803	-	98,373	
	Bank of New Zealand	None	Financial assets at amortized cost - non-current	-	99,199	-	98,683	
	PayPal Holdings Inc.	None	Financial assets at amortized cost - non-current	-	57,899	-	57,465	
	CPC corporation, Taiwan	None	Financial assets at amortized cost - non-current	-	65,143	-	66,234	
	American Transmission System	None	Financial assets at amortized cost - non-current	-	20,442	-	19,461	
	Nippon Telegraph and Telephone Corporation	None	Financial assets at amortized cost - non-current	-	170,208	-	163,708	
	Mitsubishi	None	Financial assets at amortized cost - non-current	-	229,514	-	222,244	
	Banco Santander, S.A.	None	Financial assets at amortized cost - non-current	-	240,030	-	229,320	
	<u>Fund</u>							
	GLG Japan Corealpha Japanese stock fund	None	Financial assets at fair value through profit or loss - non-current	-	24,968	-	24,968	
	<u>Shares</u>							
	Marubeni Corp	None	Financial assets at fair value through profit or loss - non-current	21,300	10,697	-	10,697	
	Mitsui & Co Ltd	None	Financial assets at fair value through profit or loss - non-current	18,400	12,788	-	12,788	
	Kirin Holdings Co., Ltd.	None	Financial assets at fair value through profit or loss - non-current	28,000	12,041	-	12,041	
	Japan Tobacco Inc.	None	Financial assets at fair value through profit or loss - non-current	15,000	12,846	-	12,846	
	Nippon Telegraph & Telephone Corp	None	Financial assets at fair value through profit or loss - non-current	760,000	25,205	-	25,205	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	December 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Soshin Electric Co., Ltd.	<u>Shares</u> Kyosan Electric Manufacturing Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	29,100	\$ 3,321	0.05	\$ 3,321	
	NEC Corporation	None	Financial assets at fair value through other comprehensive income - non-current	67	193	-	193	
	Nippon Signal Company, Limited	None	Financial assets at fair value through other comprehensive income - non-current	16,574	3,234	0.01	3,234	
	Hitachi, Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	1,500	1,239	-	1,239	
	Mitsubishi UFJ Financial Group, Inc.	None	Financial assets at fair value through other comprehensive income - non-current	34,880	13,509	-	13,509	
	W-Scope Corporation	None	Financial assets at fair value through other comprehensive income - non-current	100	6	-	6	
	Sony Group Corporation	None	Financial assets at fair value through other comprehensive income - non-current	500	353	-	353	
	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	19	-	19	
	Canon Inc.	None	Financial assets at fair value through other comprehensive income - non-current	100	108	-	108	
	SoftBank Corp.	None	Financial assets at fair value through other comprehensive income - non-current	1,000	42	-	42	
	Ueno Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	1,280	4,242	19.89	4,242	
	Limited Liability Partnership SakuSakuHimawari	None	Financial assets at fair value through other comprehensive income - non-current	2	2,194	14.00	2,194	
	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	105	-	105		
Soshin Device Co., Ltd.	<u>Shares</u> The Shoko Chukin Bank, Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	1	2	-	2	
Risshin Electronics Co., Ltd.	<u>Shares</u> Stec Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	10	210	2.50	210	
	Nagano Keiki Co., Ltd.	None	Financial assets at fair value through other comprehensive income - non-current	18,960	9,988	0.10	9,988	

(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 YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Type and Name of Marketable Securities (Note 1)	Financial Statement Account	Counterparty (Note 2)	Relationship (Note 2)	Beginning Balance		Acquisition (Note 3)		Disposal (Note 3)			Ending Balance		
					Number of Shares	Amount	Number of Shares	Amount	Number of Shares	Selling Price	Carrying Amount	Gain (Loss) on Disposal	Number of Shares	Amount
Walsin Technology Corporation	Soshin Electric Co., Ltd.	Investments accounted for using the equity method	Kamaya Electric Co., Ltd.	Subsidiaries	330,800	\$ 44,897	-	\$ -	330,800	\$ 31,946 (JPY 158,784)	\$ 41,389	\$ - (Note 1)	-	\$ - (Note 2)
Kamaya Electric Co., Ltd.	Soshin Electric Co., Ltd.	Investments accounted for using the equity method	Shareholder from the open market	Unrelated party	8,233,504	1,121,371	8,536,420	907,826 (JPY 4,097,482)	-	-	-	-	17,102,504	1,238,442 (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	688,310 (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 Holding Corporation (HK) Limited	PSA Japan Investment G.K.	Investments accounted for using the equity method	-	-	-	-	-	621,853 (US\$ 19,163)	-	-	-	-	-	629,806 (Note 2)
Walsin Technology Corporation	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	3,033,591 (Note 2)
	TXC Corporation	Financial assets at FVOCI	Shareholder from the open market	Unrelated party	-	-	14,142,000	1,557,145	-	-	-	-	14,142,000	1,421,270 (Note 2)
	TXC Corporation	Financial assets at FVOCI	-	-	-	-	20,800,000 (Note 4)	1,944,800	-	-	-	-	20,800,000	1,740,258 (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	258,285 (Note 2)
	TXC Corporation	Financial assets at FVOCI	-	-	-	-	4,200,000 (Note 4)	392,700	-	-	-	-	4,200,000	351,414 (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	261,501 (Note 2)

Note 1: The transaction was a reorganization under common control, and, therefore, no profits or losses are recognized. Refer Notes f and g 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 YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Walsin Technology Corporation	Walsin Technology Europe B.V.	100% owned subsidiary by parent company	Sale	\$ 304,860	2	According to the commercial terms agreed by both parties	\$ -	-	\$ 192,666	5	
	Prosperity Dielectrics Co., Ltd.	43.13% owned subsidiary by parent company	Sale	299,110	2	"	-	-	83,359	2	
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	6,676,539	40	"	-	-	1,256,543	34	
	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	Sale	308,648	2	"	-	-	76,286	2	
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	1,988,648	12	"	-	-	559,198	15	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	361,036	2	"	-	-	69,321	2	
	Kamaya, Inc.	100% indirectly owned subsidiary by parent company	Sale	232,766	1	"	-	-	84,797	2	
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	Sale	387,158	2	"	-	-	127,534	3	
Walsin Technology Corporation (HK) Limited	Walsin Technology Corporation	Parent company	Sale	2,244,177	39	"	-	-	643,088	35	
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	391,845	7	"	-	-	70,644	4	
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	Sale	325,626	6	"	-	-	89,567	5	
Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	777,394	22	"	-	-	54,496	6	
Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation	Parent company	Sale	362,710	3	"	-	-	87,044	3	
	Dongguan Frontier Components Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	281,782	2	"	-	-	63,129	2	
	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	Sale	4,796,390	36	"	-	-	553,449	18	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	726,578	5	"	-	-	121,922	4	
	Kamaya Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	167,421	1	"	-	-	46,145	2	
	Kamaya Electric (HK) Limited	100% indirectly owned subsidiary by parent company	Sale	191,418	1	"	-	-	63,929	2	
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	Sale	451,979	3	"	-	-	148,499	5	
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	Sale	554,464	60	"	-	-	158,942	59	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	140,161	15	"	-	-	35,202	13	
Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	580,325	24	"	-	-	158,383	21	

(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	\$ 472,909	27	According to the commercial terms agreed by both parties	\$ -	-	\$ 197,575	33	
	Walsin Technology Electronics B.V.	100% owned subsidiary by parent company	Sale	250,242	15	"	-	-	161,298	27	
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	130,813	8	"	-	-	22,204	4	
Kamaya Electric (M) Sdn. Bhd.	Walsin Technology Corporation	Parent company	Sale	207,488	6	"	-	-	87,460	11	
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	333,832	10	"	-	-	63,731	8	
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	157,753	5	"	-	-	42,132	5	
	Kayama, Inc.	100% indirectly owned subsidiary by parent company	Sale	176,235	5	"	-	-	53,736	7	
	Kamaya Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	836,975	25	"	-	-	175,240	22	
	Kamaya Electric (HK) Limited	100% indirectly owned subsidiary by parent company	Sale	104,273	3	"	-	-	19,905	3	
Prosperity Dielectrics Co., Ltd.	Frontier Components Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	837,508	26	"	-	-	186,950	23	
	Walsin Technology Corporation	Parent company	Sale	837,867	26	"	-	-	164,621	20	
Frontier Components Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	675,461	75	"	-	-	150,453	67	
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by PDC	Sale	186,110	21	"	-	-	46,654	21	
Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	783,028	11	"	-	-	369,591	14	
Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	37.57% owned subsidiary by parent company	Sale	1,305,337	18	"	-	-	410,075	16	
	Taiwan Inpaq electronic Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	191,937	3	"	-	-	25,896	1	
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	Sale	325,864	4	"	-	-	100,675	4	
Inpaq Technology (China) Co., Ltd.	Inpaq Technology Co., Ltd.	37.57% owned subsidiary by parent company	Sale	617,616	8	"	-	-	139,599	5	
	Inpaq Technology (Suzhou) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	Sale	282,940	4	"	-	-	88,864	3	
Hunan Frontier Electronics Co., Ltd.	Inpaq Technology Co., Ltd.	37.57% owned subsidiary by parent company	Sale	230,598	3	"	-	-	67,430	3	
Soshin Device Co., Ltd.	Soshin Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	617,124	100	"	-	-	53,377	100	
Soshin Powertech Co., Ltd.	Soshin Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	149,350	100	"	-	-	12,700	100	
Soshin Electronics (M) Sdn. Bhd.	Soshin Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	Sale	281,749	97	"	-	-	41,172	94	

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

(Concluded)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

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

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Walsin Technology Corporation	Walsin Technology Europe B.V.	100%-owned subsidiary	\$ 192,666	2.26	\$ -	-	\$ -	\$ -
	Dongguan Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	1,256,543	5.96	-	-	272,516	-
	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	559,198	4.04	-	-	150,438	-
	Kamaya Electric(M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	127,534	4.84	-	-	38,386	-
Walsin Technology Corporation (HK) Limited	Walsin Technology Corporation	Parent company	643,088	3.43	-	-	292,085	-
Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation (HK) Limited	100% indirectly owned subsidiary by parent company	553,449	8.92	-	-	553,449	-
	Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	121,922	6.53	-	-	-	-
	Kamaya Electric (M) Sdn. Bhd.	100% indirectly owned subsidiary by parent company	148,499	3.27	-	-	39,833	-
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Ltd.	100% indirectly owned subsidiary by parent company	158,942	4.30	-	-	54,394	-
Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd.	100% indirectly owned subsidiary by parent company	158,383	4.48	-	-	37,383	-
Kamaya Electric Co., Ltd.	Walsin Technology Corporation	Parent company	197,575	2.67	-	-	32,620	-
	Walsin Technology Europe B.V.	100%-owned subsidiary	161,298	2.02	-	-	-	-
Kamaya Electric (M) Sdn. Bhd.	Kamaya Electric Co., Ltd.	100% indirectly owned subsidiary by parent company	175,240	4.70	-	-	66,005	-
			Prosperity Dielectrics Co., Ltd.	Frontier Components Co., Ltd.	Indirectly owned second-tier subsidiary	186,950	4.33	-
FrontierElectronics Co., Ltd.	Walsin Technology Corporation	Parent company	164,621	4.47	-	-	-	-
			FrontierElectronics Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	100%-owned subsidiary	150,453	5.41	-
Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	100% indirectly owned subsidiary by INPAQ	385,127 (Note 1)	2.61	-	-	50,442	-
Inpaq Technology (Suzhou) Co., Ltd.	Inpaq Technology Co., Ltd.	37.57% owned subsidiary by parent company	410,075	4.20	-	-	-	-
			Walsin Passive Component (H.K.) Limited	100% indirectly owned subsidiary by parent company	101,110 (Note 1)	3.08	-	-
Inpaq Technology (China) Co., Ltd.	Inpaq Technology Co., Ltd.	37.57% owned subsidiary by parent company	140,834 (Note 1)	5.28	-	-	-	-
Inpaq Technology Co., Ltd.	Taiwan Inpaq electronic Co., Ltd.	100% indirectly owned subsidiary by INPAQ	471,937 (Note 2)	-	-	-	470,676	-

Note 1: Including other receivables.

Note 2: Including other receivables related to fund loans.

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

No.	Investee Company	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets
0	Walsin Technology Corporation	Walsin Technology Europe B.V.	Parent company to subsidiary	Sales	\$ 304,860	According to the commercial terms agreed by both parties	1
		"	"	Accounts receivable	192,666		-
		Prosperity Dielectrics Co., Ltd.	"	Sales	299,110		1
		"	"	Accounts receivable	83,359		-
		Dongguan Walsin Technology Electronics Co., Ltd.	"	Sales	6,676,539		19
		"	"	Accounts receivable	1,256,543		1
		Walsin Technology Corporation (HK) Limited	"	Sales	308,648		1
		"	"	Accounts receivable	76,286		-
		Suzhou Walsin Technology Electronics Co., Ltd.	"	Sales	1,988,648		6
		"	"	Accounts receivable	559,198		1
		Walsin Passive Component (H.K.) Limited	"	Sales	361,036		1
		"	"	Accounts receivable	69,321		-
		Kamaya, Inc.	"	Sales	232,766		1
		"	"	Accounts receivable	84,797		-
Kamaya Electric (M) Sdn. Bhd.	"	Sales	387,158	1			
"	"	Accounts receivable	127,534	-			
1	Walsin Technology Corporation (HK) Limited	Walsin Technology Corporation	Subsidiary to parent company	Sales	2,244,177	"	6
		"	"	Accounts receivable	643,088	"	1
		Dongguan Walsin Technology Electronics Co., Ltd.	Subsidiary to subsidiary	Sales	391,845	"	1
		"	"	Accounts receivable	70,644	"	-
		Kamaya Electric (M) Sdn. Bhd.	"	Sales	325,626	"	1
"	"	Accounts receivable	89,567	"	-		
2	Suzhou Walsin Technology Electronics Co., Ltd.	Walsin Passive Component (H.K.) Limited	Subsidiary to subsidiary	Sales	777,394	"	2
		"	"	Accounts receivable	54,496	"	-
3	Dongguan Walsin Technology Electronics Co., Ltd.	Walsin Technology Corporation	Subsidiary to parent company	Sales	362,710	"	1
		"	"	Accounts receivable	87,044	"	-
		Dongguan Frontier Components Co., Ltd.	Subsidiary to subsidiary	Sales	281,782	"	1
		"	"	Accounts receivable	63,129	"	-

(Continued)

No.	Investee Company	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets
		Walsin Technology Corporation (HK) Limited " Walsin Passive Component (H.K.) Limited " Kamaya Electric Co., Ltd. " Kamaya Electric (HK) Limited " Kamaya Electric (M) Sdn. Bhd. "	Subsidiary to subsidiary " " " " " " "	Sales Accounts receivable Sales Accounts receivable Sales Accounts receivable Sales Accounts receivable	\$ 4,796,390 553,449 726,578 121,922 167,421 46,145 191,418 63,929 451,979 148,499	According to the commercial terms agreed by both parties " " " " " " " " " "	14 1 2 - - 1 - 1 -
4	Pan Overseas (Guangzhou) Electronic Co., Ltd.	Walsin Technology Corporation (HK) Limited " Walsin Passive Component (H.K.) Limited "	Subsidiary to subsidiary " " "	Sales Accounts receivable Sales Accounts receivable	554,464 158,942 140,161 35,202	" " " "	2 - - -
5	Walsin Passive Component (H.K.) Limited	Suzhou Walsin Technology Electronics Co., Ltd. "	Subsidiary to subsidiary "	Sales Accounts receivable	580,325 158,383	" "	2 -
6	Kamaya Electric Co., Ltd.	Walsin Technology Corporation " Walsin Technology Europe B.V. " Suzhou Walsin Technology Electronics Co., Ltd. "	Subsidiary to parent company " Subsidiary to subsidiary " " "	Sales Accounts receivable Sales Accounts receivable Sales Accounts receivable	472,909 197,575 250,242 161,298 130,813 22,204	" " " " " "	1 - 1 - - -
7	Kamaya Electric (M) Sdn. Bhd.	Walsin Technology Corporation " Dongguan Walsin Technology Electronics Co., Ltd. " Suzhou Walsin Technology Electronics Co., Ltd. " Kamaya, Inc. " Kamaya Electric Co., Ltd. " Kamaya Electric (HK) Limited "	Subsidiary to parent company " Subsidiary to subsidiary " " " " " " "	Sales Accounts receivable Sales Accounts receivable Sales Accounts receivable Sales Accounts receivable Sales Accounts receivable	207,488 87,460 333,832 63,731 157,753 42,132 176,235 53,736 836,975 175,240 104,273 19,905	" " " " " " " " " " " "	1 - 1 - - - 1 - 2 - - -
8	Prosperity Dielectrics Co., Ltd.	Frontier Components Co., Ltd. " Walsin Technology Corporation "	Subsidiary to subsidiary " Subsidiary to parent company "	Sales Accounts receivable Sales Accounts receivable	837,508 186,950 837,867 164,621	" " " "	2 - 2 -

(Continued)

No.	Investee Company	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets
9	Frontier Components Co., Ltd.	Dongguan Frontier Electronics Co., Ltd.	Subsidiary to subsidiary	Sales	\$ 675,461	According to the commercial terms agreed by both parties	2
		"	"	Accounts receivable	150,453	"	-
		Dongguan Walsin Technology Electronics Co., Ltd.	"	Sales	186,110	"	1
		"	"	Accounts receivable	46,654	"	-
10	Inpaq Technology Co., Ltd.	Inpaq Technology (China) Co., Ltd.	Subsidiary to subsidiary	Sales	783,028	"	2
		"	"	Accounts receivable	369,591	"	-
11	Inpaq Technology (Suzhou) Co., Ltd	Inpaq Technology Co., Ltd.	Subsidiary to subsidiary	Sales	1,305,337	"	4
		"	"	Accounts receivable	410,075	"	-
		Taiwan Inpaq electronic Co., Ltd.	"	Sales	191,947	"	1
		"	"	Accounts receivable	25,896	"	-
		Walsin Passive Component (H.K.) Limited	"	Sales	325,864	"	1
"	"	Accounts receivable	100,675	"	-		
12	Inpaq Technology (China) Co., Ltd.	Inpaq Technology Co., Ltd.	Subsidiary to subsidiary	Sales	617,616	"	2
		"	"	Accounts receivable	139,599	"	-
		Inpaq Technology (Suzhou) Co., Ltd.	"	Sales	282,940	"	1
		"	"	Accounts receivable	88,864	"	-
13	Hunan Frontier Electronics Co., Ltd.	Inpaq Technology Co., Ltd.	Subsidiary to subsidiary	Sales	230,598	"	1
		"	"	Accounts receivable	67,430	"	-
14	Soshin Device Co., Ltd.	Soshin Electric Co., Ltd.	Subsidiary to subsidiary	Sales	617,124	"	2
		"	"	Accounts receivable	53,377	"	-
15	Soshin Powertech Co., Ltd.	Soshin Electric Co., Ltd.	Subsidiary to subsidiary	Sales	149,350	"	-
		"	"	Accounts receivable	12,700	"	-
16	Soshin Electronics (M) Sdn. Bhd.	Soshin Electric Co., Ltd.	Subsidiary to subsidiary	Sales	281,749	"	1
		"	"	Accounts receivable	41,172	"	-

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 YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of December 31, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				December 31, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
Walsin Technology Corporation	Prosperity Dielectrics Co., Ltd.	Taiwan	Manufacturing, processing and selling of chip capacitors, chip resistors, ceramic dielectric powders and magnetic elements, etc.	\$ 655,664	\$ 655,664	74,186,468	43.13	\$ 2,893,504	\$ 498,119	\$ 214,296	
	HannStar Board Corporation	Taiwan	Manufacturing and sales of printed circuit boards	1,932,983	2,018,888	98,790,543	20.32	6,507,554	3,012,223	610,336	
	Pan Overseas (B.V.I.) Investments Co., Ltd.	British Virgin Islands	Investment holding	671,758	671,758	21,836,000	100.00	2,476,446	74,382	74,909	
	Gallatown Developments Limited	Cayman Islands	Investment holding	6,077,273	6,077,273	95,129,047	89.15	26,266,055	694,539	624,209	
	Tsai Yi Corporation	Taiwan	Investment holdings and management of group companies	411,330	411,330	39,052,142	26.62	744,265	23,380	5,997	
	Falcon Automation Equipment Corporation	Taiwan	Mechanical equipment manufacturing	9,000	9,000	3,348,000	43.90	80,503	(39,451)	(17,320)	
	Inpaq Technology Co., Ltd.	Taiwan	Research, development, manufacturing and sales of hybrid microwave antennas modules, integrated electrical protection components and multilayer type microwave communication components and modules	2,671,318	2,250,338	55,975,658	37.57	3,033,591	990,065	339,488	
	Silitech Technology Corporation	Taiwan	Keypads and module products, mechanical integrated components	561,329	561,329	17,000,000	25.00	742,224	55,078	10,724	
	Soshin Electric Co., Ltd.	Japan	Research, development, manufacturing, and sales of capacitors, thick film printed boards, laminated dielectric filters, and EMI filters.	-	39,248	-	-	-	(110,379)	(694)	
	Walsin Electronics(S) Pte. Ltd.	Singapore	Marketing service	670,410	-	28,650,000	100.00	688,310	10,749	13,856	
	Walsin Technology Europe B.V.	Netherlands	Selling of passive electronic components	117,081	117,081	1,500,000	100.00	2,860	(48,246)	(48,246)	
	Walsin New Energy Corporation	Taiwan	Solar power generation	12,500	12,500	1,250,000	25.00	11,275	(3,848)	(962)	
	Gallatown Developments Limited	Walsin Technology Corporation (HK) Limited	Hong Kong	Selling of passive electronic components	313,889 (Note 3)	313,889 (Note 3)	1,953	100.00	2,010,360	26,928	26,928
Walsin Technology Holding Corporation (HK) Limited		Hong Kong	Investment holding	6,116,527 (Note 3)	6,116,527 (Note 3)	165,037,562	100.00	23,144,677	635,755	635,755	
Walsin Technology Corporation U.S.A.		USA	Marketing service	28,310 (Note 3)	28,310 (Note 3)	7,000,000	100.00	22,781	(15)	(15)	
Walsin Passive Component (H.K.) Limited		Hong Kong	Selling of passive electronic components	98,343 (Note 3)	98,343 (Note 3)	23,400,100	100.00	646,854	13,912	13,912	
Kamaya Electric Co., Ltd.		Japan	Manufacturing and selling of high-end electric chip resistors	1,503,109 (Note 3)	1,503,109 (Note 3)	358,037,761	100.00	2,932,355	32,204	32,204	
Walsin International Management (HK) Limited		Hong Kong	Investment holding	196,686 (Note 3)	196,686 (Note 3)	600,001	100.00	157,117	(2,008)	(2,008)	
Walsin Electronics (S) Pte. Ltd.		Singapore	Marketing service	-	29,452	-	-	-	10,749	(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) Limited	GHPW Enterprise Corporation (HK) Limited	Hong Kong	Holding company	196,686 (Note 3)	196,686 (Note 3)	6,000,000	25.00	157,095	(8,033)	(2,008)	
Pan Overseas (B.V.I.) Investments Co., Ltd.	Gallatown Developments Limited	Cayman Islands	Investment holding	138,454 (Note 3)	138,454 (Note 3)	5,165,611	4.84	1,081,575	694,539	33,624	
	Fine Bright Technology Limited	Hong Kong	Investment holding	375,844 (Note 3)	375,844 (Note 3)	37,183,927	100.00	1,278,153	41,590	41,590	
Fine Bright Technology Limited	Gallatown Developments Limited	Cayman Islands	Investment holding	105,743 (Note 3)	105,743 (Note 3)	6,407,247	6.01	1,278,188	694,539	41,706	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of December 31, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				December 31, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
Walsin Technology Holding Corporation (HK) Ltd.	Walsin Electronics India Private Ltd.	India	Manufacturing and selling of electric capacitors and resistors, etc.	\$ 472 (Note 3)	\$ 472 (Note 3)	999	99.90	\$ 377	\$ -	\$ -	
	PSA Japan investment G.K.	Japan	Investment	628,196 (Note 3)	-	-	40.00	629,806	54,307	21,723	
Kamaya Electric Co., Ltd.	Kamaya Electric (M) Sdn. Bhd.	Malaysia	Manufacturing and selling of high-end electric chip resistors	1,454,198 (Note 3)	1,454,198 (Note 3)	242,125,250	100.00	2,794,117	218,430	218,430	
	Kamaya Electric (HK) Limited	Hong Kong	Selling of passive electronic components	4,390 (Note 3)	4,390 (Note 3)	2,000,000	100.00	10,652	(901)	(901)	
	Kamaya, Inc.	USA	Selling of passive electronic components	21,186 (Note 3)	21,186 (Note 3)	699	100.00	181,997	9,908	9,908	
	Nitsuko Electronics Corporation	Japan	Manufacturing and selling of film capacitors	297,353 (Note 3)	297,353 (Note 3)	37,333	70.00	282,678	(25,536)	(17,875)	
	Soshin Electric Co., Ltd.	Japan	Research, development, manufacturing, and sales of capacitors, thick film printed boards, laminated dielectric filters, and EMI filters.	909,949 (Note 3)	856,106 (Note 3)	17,102,504	100.00	1,238,442	(110,379)	(124,850)	
	Matsuo Electric Co., Ltd.	Japan	Manufacturing and sales of tantalum capacitors, film capacitors and circuit protection components	137,686 (Note 3)	136,441 (Note 3)	852,600	26.56	164,735	37,855	9,906	
Prosperity Dielectrics Co., Ltd.	PDC Prime Holdings Limited	Samoa	Holding company	728,456	728,456	23,464,538	100.00	1,513,703	39,030	39,030	
	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	94,052	23,380	757	
	Joyin Co., Ltd.	Taiwan	Electronics components manufacturing	426,701	426,701	23,715,360	30.40	377,977	(43,749)	(18,783)	
	Walsin New Energy Corporation	Taiwan	Solar power generation	2,500	2,500	250,000	5.00	2,255	(3,848)	(192)	
	HannStar Board Corporation	Taiwan	Manufacturing and sales of printed circuit boards	147,677	152,212	5,214,865	1.17	277,431	3,012,223	-	
PDC Prime Holdings Limited	PDC Success Investments Ltd.	Republic of Mauritius	Holding company	387,932	387,932	12,009,000	100.00	682,749	(65,124)	(65,124)	
	Frontier Components Co., Ltd.	Hong Kong	International trade	295,062 (Note 2)	295,062 (Note 2)	70,036,752	100.00	786,123	104,412	104,412	
	Prosperity International Development (HK) Co., Limited	Hong Kong	Holding company	78,707 (Note 2)	78,707 (Note 2)	2,401,000	100.00	62,865	(803)	(803)	
Prosperity International Development (HK) Co., Ltd	GHPW Enterprise Corporation (HK) Limited	Hong Kong	Holding company	78,674 (Note 2)	78,674 (Note 2)	2,400,000	10.00	62,838	(8,033)	(803)	
Frontier Components Co., Ltd.	PSA Japan investment G.K.	Japan	Investment	136,960 (Note 2)	- (Note 2)	-	9.00	141,759	54,307	4,888	
Inpaq Technology Co., Ltd.	Inpaq (BVI) Ltd.	BVI	Holding company	1,258,296	1,258,296	39,908,842	100.00	4,899,815	994,831	992,264	
	Inpaq Korea Co., Ltd.	Korea	Sales	12,864	12,864	76,828	44.77	8,492	(4,068)	(1,822)	
	Inpaq Technology USA, Inc.	USA	Sales	15,315	15,315	5,000,000	100.00	(25,324)	(11,198)	(11,198)	
	Inpaq Europe GmbH	Germany	Sales	1,273	1,273	38,000	19.00	1,669	40	8	
	Canfield Limited	Samoa	Sales	-	14,823	-	-	-	785	785	
	Walsin New Energy Corporation	Taiwan	Solar power generation	2,500	2,500	250,000	5.00	3,325	(3,848)	-	
	Yangtze Energy Technologies, Inc.	Taiwan	Manufacturing and selling of electronic products	7,000	7,000	311,097	19.89	1,770	(1,397)	(285)	
	Inpaq Technology Japan Co., Ltd.	Japan	Sales	41,940	-	20,000	100.00	41,874	(108)	(108)	
	Eleceram Technology Co., Ltd.	Taiwan	Manufacturing and selling of electronic components	209,946	209,946	8,747,750	72.90	183,037	(16,792)	(13,873)	
Inpaq Malaysia Sdn. Bhd.	Malaysia	Manufacturing and sales of electronic components	-	-	-	100.00	-	-	-		
Inpaq (BVI) Ltd.	Inpaq (Cayman Islands) Ltd.	Cayman Islands	Holding company	1,002,550	1,002,550	32,150,000	100.00	2,592,581	927,907	927,907	
	Inpaq (HK) Co., Limited	Hong Kong	Holding company	-	277,988	-	100.00	-	-	-	
	PSA Japan investment G.K.	Japan	Investment	188,459	-	-	12.00	189,005	54,307	5,490	
Inpaq Technology (Suzhou) Co., Ltd.	Holypaq (HK) Co., Limited	Hong Kong	Holding company	122,240	122,240	4,000,000	100.00	(99,252)	126,862	126,862	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of December 31, 2024			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				December 31, 2024	December 31, 2023	Number of Shares	%	Carrying Amount			
Holypaq (HK) Co., Limited	Taiwan Inpaq Electronic Co., Ltd.	Taiwan	Manufacturing and selling of electronic products	\$ 122,240	\$ 122,240	-	100.00	\$ (99,252)	\$ 126,862	\$ 126,862	
Soshin Electric Co., Ltd.	Soshin Device Co., Ltd.	Japan	Manufacturing and selling of information communication electronic components	42,379	42,379	2,020	100.00	270,100	(13,431)	(13,431)	
	Soshin Powertech Co., Ltd.	Japan	Manufacturing and selling of power electronic components	20,980	20,980	10,000	100.00	22,260	827	827	
	Risshin Electronics Co., Ltd.	Japan	Manufacturing and selling of information communication electronics components	10,490	10,490	159,290	100.00	20,455	(3,437)	(3,437)	
	Soshin Electronics (M) Sdn. Bhd.	Malaysia	Manufacturing and selling of power electronic components	145,443	145,443	16,000,000	100.00	147,969	4,846	4,846	
	Soshin Electronics of America Inc.	USA	Selling of electronic components	2,263	2,263	100,000	100.00	4,798	323	323	
	Soshin Electronics (HK) Limited	Hong Kong	Selling of electronic components	-	58,161	-	-	-	717	717	
	Taiwan Soshin Electric Co., Ltd.	Taiwan	Selling of electronic components	5,000	5,000	500,000	100.00	5,436	(317)	(317)	
Soshin Electronics Europe GmbH	Germany	Selling of electronic components	1,413	1,413	1,000	100.00	4,484	(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 December 31, 2024 were used to convert the foreign currencies into New Taiwan dollars.

The average exchange rate on December 31, 2024 was USD to NTD = 1:32.7810.
The average exchange rate on December 31, 2024 was JPY to USD = 1:0.0064.
The average exchange rate on December 31, 2024 was SGD to NTD = 1:24.1196.
The average exchange rate on December 31, 2024 was HKD to USD = 1:0.1288.

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

(Concluded)

WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES

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

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

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of December 31, 2024	Accumulated Repatriation of Investment Income as of December 31, 2024
					Outward	Inward						
Dongguan Walsin Technology Electronics Co., Ltd. (Note 7)	Manufacturing and selling of passive electronic components	\$ 4,209,080 (US\$ 128,400,000)	Note 1	\$ 2,983,071 (US\$ 91,000,000)	\$ -	\$ -	\$ 2,983,071 (US\$ 91,000,000)	\$ 404,610	100.00	\$ 404,610	\$ 7,199,924	\$ 985,381 (US\$ 30,059,527)
Suzhou Walsin Technology Electronics Co., Ltd.	Manufacturing and selling of passive electronic components	2,261,889 (US\$ 69,000,000)	Note 1	2,261,889 (US\$ 69,000,000)	-	-	2,261,889 (US\$ 69,000,000)	2,038	100.00	2,038	2,725,006	53,048 (US\$ 1,618,250)
Dongguan Huafai Trading Co., Ltd.	Trading of electronic parts, warehousing and commission agency	65,562 (US\$ 2,000,000)	Note 1	65,562 (US\$ 2,000,000)	-	-	65,562 (US\$ 2,000,000)	13,984	100.00	13,984	378,033	-
Pan Overseas (Guangzhou) Electronic Co., Ltd.	Manufacturing and selling of passive electronic components	540,887 (US\$ 16,500,000)	Note 1	419,923 (US\$ 12,809,965)	-	-	419,923 (US\$ 12,809,965)	31,711	100.00	31,711	748,794	252,977 (US\$ 7,717,169)
GHPW Enterprise Corporation (Chongqing) Limited	Business consultations, business management, consultation services and property management	786,744 (US\$ 24,000,000)	Note 1	196,686 (US\$ 6,000,000)	-	-	196,686 (US\$ 6,000,000)	(7,917)	25.00	(1,979)	156,969	-
Suzhou Walsin Color Trading Co., Ltd.	Trading of electronic parts and commission agency	531,052 (US\$ 16,200,000)	Note 1	252,414 (US\$ 7,700,016)	-	-	252,414 (US\$ 7,700,016)	(1,819)	39.32	(715)	160,235	12,345 (US\$ 376,582)
Chongqing Shuohong Investment Co., Ltd.	Investment, investment management, investment consultation services	2,380,177 (RMB 530,000,000) (Note 4)	Note 1	-	-	-	-	(246,642)	25.65	(63,265)	644,143	-
Chongqing Ruishuang Technology Co., Ltd.	Selling of electronic components, real estate investment and leasing	117,787 (RMB 26,228,000) (Note 5)	Note 1	-	-	-	-	(2,380)	34.54	(822)	50,450	-
Soshin Electronics (SZ) Limited	Selling of electronic components	11,801 (US\$ 360,000)	Note 1	-	-	-	-	2,743	100.00	2,743	44,321	-

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 December 31, 2024 was used to convert the foreign currencies into New Taiwan dollars, except for the investment gain (loss) of the current period (converted at the average exchange rate for the period January 1 to December 31, 2024).

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

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

2. Investment quota for mainland China:

Accumulated Outward Remittance for Investments in Mainland China as of December 31, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$4,907,528 (US\$149,706,474)	\$5,045,008 (US\$153,900,371)	\$34,966,292

(Continued)

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	\$ 6,676,539	According to the commercial terms agreed upon by both parties	90-120 days T/T	No significant difference	\$ 1,256,543	34	\$ 290,974
		Purchases	2,235,208	"	"	"	(707,393)	(27)	-
Suzhou Walsin Technology Electronics Co., Ltd.	Sub-subsiary	Sales	1,988,648	According to the commercial terms agreed upon by both parties	90-120 days T/T	No significant difference	559,198	15	18,948

Note: The average exchange rate on December 31, 2024 was USD to NTD = 1:32.7810.

The average exchange rate from January 1 to December 31, 2024 was USD to NTD = 1:32.112.

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 YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

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

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of December 31, 2024 (Note 2)	Accumulated Repatriation of Investment Income as of December 31, 2024
					Outward	Inward						
PDC Electronics (Suzhou) Co., Ltd.	Manufacturing of ceramic materials	\$ 393,372 (US\$ 12,000,000)	Note 1	\$ 393,372 (US\$ 12,000,000)	\$ -	\$ -	\$ 393,372 (US\$ 12,000,000)	\$ (65,147)	100.00	\$ (65,147)	\$ 682,440	\$ 169,816 (US\$ 5,180,313)
Dongguan Frontier Electronics Co., Ltd.	Selling of electronic components	199,964 (US\$ 6,100,000)	Note 1	199,964 (US\$ 6,100,000)	-	-	199,964 (US\$ 6,100,000)	26,729	100.00	26,729	284,832	272,120 (US\$ 8,301,154)
Chongqing Shuohong Investment Co., Ltd.	Investment, investment management, investment consultation services	2,380,177 (RMB 530,000,000) (Note 4)	Note 1	-	-	-	-	(246,729)	20.43	(50,412)	513,077	-
Chongqing Xincheng Electronic Co., Ltd.	Selling of electronic components, real estate investment and leasing	243,056 (RMB 54,122,000) (Note 5)	Note 1	-	-	-	-	(4,924)	13.04	(642)	39,355	-
GHPW Enterprise Corporation (Chongqing) Limited	Business consultations, business management, consultation services and property management	786,744 (US\$ 24,000,000)	Note 1	78,674 (US\$ 2,400,000)	-	-	78,674 (US\$ 2,400,000)	(8,000)	10.00	(800)	62,787	-
Prosperity Frontier Electronics (Shenzhen) Co., Ltd.	Manufacturing and selling of chip components, power electronic devices and new electronic components	(Note 6)	Note 1	184,943 (US\$ 5,641,768)	-	140,797 (US\$ 4,295,089)	44,146 (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 December 31, 2024 was used to convert the foreign currencies into New Taiwan dollars, except for the investment gain (loss) of the current period (converted at the average exchange rate for the period January 1 to December 31, 2024).

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

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

Note 6: 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 December 31, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$657,572 US\$20,059,533.72	\$657,572 US\$20,059,533.72	(Note 2)

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

USD:NTD = 1:32.7810.
RMB:NTD = 1:4.4909.

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

USD:NTD = 1:32.112.
RMB:NTD = 1:4.5101.

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

3. Significant transactions with investee companies in mainland China, either directly or indirectly through a third party: Table 3 and Table 5.
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 YEAR ENDED DECEMBER 31, 2024
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

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

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2024	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of December 31, 2024	Accumulated Repatriation of Investment Income as of December 31, 2024
					Outward	Inward						
Inpaq Technology (Suzhou) Co., Ltd.	Manufacturing and selling of passive electronic components, etc.	\$ 360,643	Note 1	\$ 360,643	\$ -	\$ -	\$ 360,643	\$ 904,078	100.00	\$ 904,078	\$ 1,607,268	\$ 361,325
Inpaq Trading (Suzhou) Co., Ltd.	Selling of passive electronic components	-	Note 6	23,179	-	-	23,179 (Note 6)	-	100.00	-	-	-
Inpaq Technology (China) Co., Ltd.	Manufacturing and selling of passive electronic components, etc.	894,480	Note 1	894,480	-	-	894,480	24,879	100.00	24,879	958,808	-
Inpaq Trading (Suzhou) Co., Ltd.	Selling of passive electronic components	9,463	Note 4	-	-	-	-	1,677	100.00	1,677	33,935	-
Hunan Frontier Electronics Co., Ltd.	Manufacturing and selling of transformer, coils and magnetic components	456,560	Note 4	-	-	-	-	(8,498)	100.00	(8,498)	340,380	-

2. Investment quota for mainland China:

Accumulated Outward Remittance for Investments in Mainland China as of December 31, 2024	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
\$1,278,302	\$916,977	\$4,545,886

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

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

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

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

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

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

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

TABLE 10**WALSIN TECHNOLOGY CORPORATION AND SUBSIDIARIES****INFORMATION ON MAJOR SHAREHOLDERS
FOR THE YEAR ENDED DECEMBER 31, 2024**

Name of Shareholder	Shares	
	Total Shares Owned	Ownership Percentage (%)
Walsin Lihwa Corporation	88,902,325	18.30
HannStar Board Corporation	41,051,115	8.45

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

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