

**CHENG UEI PRECISION INDUSTRY CO.,
LTD. AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT
SEPTEMBER 30, 2023 AND 2022**

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
SEPTEMBER 30, 2023 AND 2022 CONSOLIDATED FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REVIEW REPORT
TABLE OF CONTENTS

Contents	Page
1. Cover Page	1
2. Table of Contents	2 ~ 3
3. Independent Auditors' Review Report	4 ~ 6
4. Consolidated Balance Sheets	7 ~ 8
5. Consolidated Statements of Comprehensive Income	9 ~ 10
6. Consolidated Statements of Changes in Equity	11
7. Consolidated Statements of Cash Flows	12 ~ 13
8. Notes to the Consolidated Financial Statements	14 ~ 97
(1) HISTORY AND ORGANIZATION	14
(2) THE DATE OF AUTHORISATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORISATION	14
(3) APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS	14 ~ 15
(4) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	15 ~ 25
(5) CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND	25

	Page
KEY SOURCES OF ASSUMPTION UNCERTAINTY	
(6) DETAILS OF SIGNIFICANT ACCOUNTS	25 ~ 68
(7) RELATED PARTY TRANSACTIONS	69 ~ 73
(8) PLEDGED ASSETS	74
(9) SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS	74 ~ 79
(10) SIGNIFICANT DISASTER LOSS	79
(11) SIGNIFICANT SUBSEQUENT EVENTS	79
(12) OTHERS	79 ~ 93
(13) SUPPLEMENTARY DISCLOSURES	93 ~ 96
(14) SEGMENT INFORMATION	96 ~ 97

INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

PWCR 23000178

To the Board of Directors and Stockholders of Cheng Uei Precision Industry Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Cheng Uei Precision Industry Co., Ltd. and subsidiaries (the “Group”) as at September 30, 2023 and 2022, and the related consolidated statements of comprehensive income for the three months and nine months then ended, as well as the consolidated statement of changes in equity and of cash flows for the nine months then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, “Review of Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for qualified conclusion

As explained in Note 4(3), the financial statements of certain insignificant consolidated subsidiaries and information disclosed in Note 13 were not reviewed by independent auditors. Those statements reflect total assets of NT\$20,128,768 thousand and NT\$25,733,537 thousand, constituting 20.24% and 25.96% of the consolidated total assets, and total liabilities of NT\$5,789,278 thousand and NT\$8,857,602 thousand, constituting 9.06% and 14.14% of the consolidated total liabilities as at September 30, 2023 and 2022, and total comprehensive income (loss) of NT(\$182,604) thousand, NT(\$1,036,216) thousand, NT(\$1,004,764) thousand and NT(\$1,207,961) thousand, constituting (8.86%), (88.13%), (77.12%) and (47.87%) of the consolidated total comprehensive income (loss) for the three months and nine months then ended. As explained in Note 6(9), certain investments accounted for using equity method were assessed and shares of profit or loss of associates and joint ventures accounted for using equity method as of September 30, 2023 and 2022 were disclosed based on the financial statements which were not reviewed by independent auditors. The balance of investments accounted for using equity method was NT\$5,125,104 thousand and NT\$3,852,805 thousand, and the balance of other non-current liabilities was NT\$23,145 thousand and NT\$22,026 thousand, constituting 5.15% and 3.89% of consolidated total assets and 0.04% and 0.04% of consolidated total liabilities as of September 30, 2023 and 2022, respectively, and the share of profit of associates and joint ventures accounted for using equity method was NT\$49,074 thousand, NT\$43,764 thousand, NT\$102,900 thousand and NT\$103,971 thousand, constituting 2.38%, 3.72%, 7.90% and 4.12% of consolidated total comprehensive income (loss) for the three months and nine months then ended, respectively.

Qualified conclusion

Except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain insignificant consolidated subsidiaries and investments accounted for using equity method been reviewed by independent auditors as described in the *Basis for qualified conclusion* section above, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at September 30,

2023 and 2022, and of its consolidated financial performance for the three months and nine months then ended and its consolidated cash flows for the nine months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission.

Chou, Hsiao-Tzu

Liang Yi Chang

For and on behalf of PricewaterhouseCoopers, Taiwan

November 10, 2023

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' review report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30, 2023, DECEMBER 31, 2022 AND SEPTEMBER 30, 2022
(Expressed in thousands of New Taiwan dollars)

ASSETS		Notes	September 30, 2023		December 31, 2022		September 30, 2022	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
CURRENT ASSETS								
1100	Cash and cash equivalents	6(1)	\$ 11,778,239	12	\$ 11,246,441	12	\$ 9,808,814	10
1136	Current financial assets at amortised cost	6(4) and 8	3,140,355	3	3,100,904	3	3,561,200	4
1140	Current contract assets	6(24)	6,092,541	6	2,716,125	3	1,351,206	1
1150	Notes receivable, net		58,002	-	59,703	-	25,175	-
1170	Accounts receivable, net	6(5)	16,626,219	17	18,005,663	18	20,605,301	21
1180	Accounts receivable, net - related parties	7	502,068	1	414,187	-	440,119	1
1200	Other receivables	6(6)	235,547	-	528,811	1	425,211	-
1210	Other receivables - related parties	7	76,156	-	66,548	-	66,091	-
1220	Current income tax assets	6(31)	44,412	-	44,444	-	9,948	-
130X	Inventories	6(7)	16,196,984	16	17,811,199	18	20,832,500	21
1410	Prepayments	6(8)	7,331,071	8	6,067,597	6	6,159,104	6
1470	Other current assets	8	<u>1,075,034</u>	<u>1</u>	<u>1,031,796</u>	<u>1</u>	<u>1,027,704</u>	<u>1</u>
11XX	TOTAL CURRENT ASSETS		<u>63,156,628</u>	<u>64</u>	<u>61,093,418</u>	<u>62</u>	<u>64,312,373</u>	<u>65</u>
1517	Financial assets at fair value through other comprehensive income - non-current	6(3) and 12(3)	1,564,247	2	1,521,378	2	1,210,799	1
1535	Non-current financial assets at amortised cost	6(4) and 8	417,627	-	450,052	1	46,891	-
1550	Investments accounted for under the equity method	6(9)	6,397,528	6	6,160,832	6	5,119,117	5
1600	Property, plant and equipment, net	6(10) and 8	19,564,468	20	20,923,246	21	21,316,403	21
1755	Right-of-use assets	6(11), 7 and 8	2,215,485	2	2,302,273	2	2,199,753	2
1760	Investment property, net	6(12)	550,831	-	560,159	1	567,833	1
1780	Intangible assets	6(13)(34)	1,719,478	2	1,749,316	2	1,752,760	2
1840	Deferred income tax assets	6(31)	495,849	-	448,780	-	359,874	-
1915	Prepayments for business facilities	6(10)	2,590,503	3	2,328,066	2	1,694,624	2
1990	Other non-current assets, others	8	<u>758,197</u>	<u>1</u>	<u>760,491</u>	<u>1</u>	<u>544,822</u>	<u>1</u>
15XX	TOTAL NON-CURRENT ASSETS		<u>36,274,213</u>	<u>36</u>	<u>37,204,593</u>	<u>38</u>	<u>34,812,876</u>	<u>35</u>
1XXX	TOTAL ASSETS		<u>\$ 99,430,841</u>	<u>100</u>	<u>\$ 98,298,011</u>	<u>100</u>	<u>\$ 99,125,249</u>	<u>100</u>

(Continued)

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30, 2023, DECEMBER 31, 2022 AND SEPTEMBER 30, 2022
(Expressed in thousands of New Taiwan dollars)

	Notes	September 30, 2023		December 31, 2022		September 30, 2022		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	
LIABILITIES AND EQUITY								
CURRENT LIABILITIES								
2100	Short-term borrowings	6(14)	\$ 10,053,118	10	\$ 9,550,241	10	\$ 10,660,439	11
2110	Short-term notes and bills payable	6(15)	3,363,950	3	1,789,159	2	572,700	1
2130	Current contract liabilities	6(24)	755,790	1	1,087,867	1	822,949	1
2150	Notes payable		842	-	657	-	171	-
2170	Accounts payable		15,815,462	16	15,652,500	16	17,402,400	18
2180	Accounts payable - related parties	7	141,880	-	181,124	-	274,738	-
2200	Other payables	6(16) and 7	5,552,626	6	6,108,349	6	5,633,213	6
2230	Current income tax liabilities	6(31)	510,120	1	552,301	1	523,405	-
2280	Current lease liabilities	7	280,383	-	287,333	-	291,301	-
2320	Long-term liabilities, current portion	6(17)(18)	3,185,176	3	689,541	1	824,224	1
2365	Current refund liabilities		186,944	-	139,022	-	148,204	-
2399	Other current liabilities, others		418,737	-	319,896	-	449,144	-
21XX	TOTAL CURRENT LIABILITIES		<u>40,265,028</u>	<u>40</u>	<u>36,357,990</u>	<u>37</u>	<u>37,602,888</u>	<u>38</u>
NON-CURRENT LIABILITIES								
2527	Non-current contract liabilities	6(24)	185,485	-	223,986	-	-	-
2530	Corporate bonds payable	6(17)	3,590,725	4	6,582,374	7	6,581,418	6
2540	Long-term borrowings	6(18)	17,391,103	18	15,406,923	16	14,801,898	15
2570	Deferred income tax liabilities	6(31)	1,317,876	1	1,243,084	1	1,206,569	1
2580	Non-current lease liabilities	7	799,732	1	690,236	1	765,547	1
2600	Other non-current liabilities	6(9)(19)	361,105	-	1,535,331	1	1,695,174	2
25XX	TOTAL NON-CURRENT LIABILITIES		<u>23,646,026</u>	<u>24</u>	<u>25,681,934</u>	<u>26</u>	<u>25,050,606</u>	<u>25</u>
2XXX	TOTAL LIABILITIES		<u>63,911,054</u>	<u>64</u>	<u>62,039,924</u>	<u>63</u>	<u>62,653,494</u>	<u>63</u>
EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT								
Capital stock								
3110	Common stock	6(20)	5,123,269	5	5,123,269	5	5,123,269	5
Capital reserve								
3200	Capital surplus	6(21)	10,680,576	11	10,382,683	10	10,382,427	10
Retained earnings								
3310	Legal reserve	6(22)	3,445,937	4	3,292,026	3	3,292,026	3
3320	Special reserve		2,363,760	3	2,601,650	3	2,601,650	3
3350	Unappropriated earnings		5,725,301	6	5,658,790	6	5,365,548	5
Other equity								
3400	Other equity interest	6(23)	(2,442,795)	(3)	(2,363,761)	(2)	(1,888,968)	(1)
Treasury shares								
3500	Treasury shares	6(20)	(622,774)	(1)	(272,066)	-	(272,066)	-
31XX	Equity attributable to owners of the parent		<u>24,273,274</u>	<u>25</u>	<u>24,422,591</u>	<u>25</u>	<u>24,603,886</u>	<u>25</u>
36XX	Non-controlling interests		<u>11,246,513</u>	<u>11</u>	<u>11,835,496</u>	<u>12</u>	<u>11,867,869</u>	<u>12</u>
3XXX	TOTAL EQUITY		<u>35,519,787</u>	<u>36</u>	<u>36,258,087</u>	<u>37</u>	<u>36,471,755</u>	<u>37</u>
Significant contingent liabilities and unrecognised contract commitments								
Significant disaster loss								
Significant events after the balance								
3X2X	TOTAL LIABILITIES AND EQUITY		<u>\$ 99,430,841</u>	<u>100</u>	<u>\$ 98,298,011</u>	<u>100</u>	<u>\$ 99,125,249</u>	<u>100</u>

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

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS AND NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items	Notes	Three months ended September 30,				Nine months ended September 30,				
		2023		2022		2023		2022		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	
4000	Operating revenue	6(24) and 7	\$ 24,975,345	100	\$ 26,557,004	100	\$ 60,792,091	100	\$ 66,200,653	100
5000	Operating costs	6(7)(29)(30) and 7	(21,246,217)	(85)	(22,471,236)	(85)	(52,724,884)	(87)	(57,443,686)	(87)
5900	Gross profit		<u>3,729,128</u>	<u>15</u>	<u>4,085,768</u>	<u>15</u>	<u>8,067,207</u>	<u>13</u>	<u>8,756,967</u>	<u>13</u>
	Operating expenses	6(29)(30)								
6100	Sales and marketing expenses		(507,019)	(2)	(550,331)	(2)	(1,502,542)	(3)	(1,541,581)	(2)
6200	General and administrative expenses		(1,191,489)	(5)	(1,140,153)	(4)	(3,154,585)	(5)	(2,980,053)	(4)
6300	Research and development expenses		(744,242)	(3)	(690,620)	(3)	(1,863,287)	(3)	(1,771,025)	(3)
6450	Expected credit gain (loss)	12(2)	<u>17,407</u>	<u>-</u>	(<u>51,483</u>)	<u>-</u>	<u>71,620</u>	<u>-</u>	(<u>36,198</u>)	<u>-</u>
6000	Total operating expenses		(<u>2,425,343</u>)	(<u>10</u>)	(<u>2,432,587</u>)	(<u>9</u>)	(<u>6,448,794</u>)	(<u>11</u>)	(<u>6,328,857</u>)	(<u>9</u>)
6900	Operating income		<u>1,303,785</u>	<u>5</u>	<u>1,653,181</u>	<u>6</u>	<u>1,618,413</u>	<u>2</u>	<u>2,428,110</u>	<u>4</u>
	Non-operating income and expenses									
7100	Interest income	6(25)	67,013	-	34,196	-	192,654	-	70,199	-
7010	Other income	6(26) and 7	72,923	-	117,538	1	263,525	1	327,525	-
7020	Other gains and losses	6(2)(27)	201,291	1	(450,033)	(2)	214,552	1	(253,243)	-
7050	Finance costs	6(28)	(155,043)	-	(108,867)	-	(440,467)	(1)	(278,375)	-
7060	Share of profit of associates and joint ventures accounted for under the equity method	6(9)	<u>80,245</u>	<u>-</u>	<u>106,689</u>	<u>-</u>	<u>179,079</u>	<u>-</u>	<u>222,817</u>	<u>-</u>
7000	Total non-operating income and expenses		<u>266,429</u>	<u>1</u>	(<u>300,477</u>)	(<u>1</u>)	<u>409,343</u>	<u>1</u>	<u>88,923</u>	<u>-</u>
7900	Income before income tax		<u>1,570,214</u>	<u>6</u>	<u>1,352,704</u>	<u>5</u>	<u>2,027,756</u>	<u>3</u>	<u>2,517,033</u>	<u>4</u>
7950	Income tax expense	6(31)	(<u>380,918</u>)	(<u>1</u>)	(<u>430,303</u>)	(<u>2</u>)	(<u>646,810</u>)	(<u>1</u>)	(<u>855,340</u>)	(<u>1</u>)
8200	Net income		<u>\$ 1,189,296</u>	<u>5</u>	<u>\$ 922,401</u>	<u>3</u>	<u>\$ 1,380,946</u>	<u>2</u>	<u>\$ 1,661,693</u>	<u>3</u>

(Continued)

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS AND NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items	Notes	Three months ended September 30,				Nine months ended September 30,				
		2023		2022		2023		2022		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	
Other comprehensive (loss) income, net										
Components of other comprehensive (loss) income that will not be reclassified to profit or loss										
8316	Unrealized gain on equity instrument at fair value through other comprehensive income	6(3)								
			(\$ 3,260)	-	\$ -	-	(\$ 118,512)	-	(\$ 18,375)	-
8320	Share of other comprehensive income of associates and joint ventures accounted for under the equity method, components of other comprehensive income that will not be reclassified to profit or loss	6(23)								
			(570)	-	-	-	(121,503)	-	44,235	-
8310	Total components of other comprehensive (loss) income that will not be reclassified to profit or loss		(3,830)	-	-	-	(240,015)	-	25,860	-
Components of other comprehensive income that will be reclassified to profit or loss										
8361	Exchange differences arising on translation of foreign operations		1,018,039	4	353,366	1	194,264	-	1,085,156	1
8370	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss		50,113	-	(52,871)	-	(12,964)	-	(79,528)	-
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	6(31)	(191,561)	(1)	(47,099)	-	(19,375)	-	(169,968)	-
8360	Total components of other comprehensive income that will be reclassified to profit or loss		876,591	3	253,396	1	161,925	-	835,660	1
8300	Other comprehensive (loss) income, net		<u>\$ 872,761</u>	<u>3</u>	<u>\$ 253,396</u>	<u>1</u>	<u>(\$ 78,090)</u>	<u>-</u>	<u>\$ 861,520</u>	<u>1</u>
8500	Total comprehensive income for the period		<u>\$ 2,062,057</u>	<u>8</u>	<u>\$ 1,175,797</u>	<u>4</u>	<u>\$ 1,302,856</u>	<u>2</u>	<u>\$ 2,523,213</u>	<u>4</u>
Net income attributable to:										
8610	Shareholders of the parent		\$ 951,224	4	\$ 729,725	2	\$ 1,080,684	2	\$ 1,245,864	2
8620	Non-controlling interests		238,072	1	192,676	1	300,262	-	415,829	1
	Total		<u>\$ 1,189,296</u>	<u>5</u>	<u>\$ 922,401</u>	<u>3</u>	<u>\$ 1,380,946</u>	<u>2</u>	<u>\$ 1,661,693</u>	<u>3</u>
Total comprehensive income attributable to:										
8710	Shareholders of the parent		\$ 1,715,729	7	\$ 918,120	3	\$ 1,000,735	1	\$ 1,958,547	3
8720	Non-controlling interests		346,328	1	257,677	1	302,121	1	564,666	1
	Total		<u>\$ 2,062,057</u>	<u>8</u>	<u>\$ 1,175,797</u>	<u>4</u>	<u>\$ 1,302,856</u>	<u>2</u>	<u>\$ 2,523,213</u>	<u>4</u>
Basic earnings per share (in dollars)										
9750	Basic earnings per share	6(32)	<u>\$ 2.04</u>		<u>\$ 1.51</u>		<u>\$ 2.28</u>		<u>\$ 2.57</u>	
Diluted earnings per share (in dollars)										
9850	Diluted earnings per share	6(32)	<u>\$ 2.03</u>		<u>\$ 1.49</u>		<u>\$ 2.26</u>		<u>\$ 2.55</u>	

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

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022
(Expressed in thousands of New Taiwan dollars)

Equity attributable to owners of the parent											
Notes	Retained earnings					Other equity interest			Total equity attributable to shareholders of the parent	Non-controlling interest	Total equity
	Common stock	Capital reserve	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury shares			
Nine months ended September 30, 2022											
	\$ 5,123,269	\$ 10,252,875	\$ 3,197,654	\$ 2,036,346	\$ 5,547,850	(\$ 2,129,042)	(\$ 472,609)	(\$ 272,066)	\$ 23,284,277	\$ 9,216,611	\$ 32,500,888
	-	-	-	-	1,245,864	-	-	-	1,245,864	415,829	1,661,693
6(23)	-	-	-	-	-	679,872	32,811	-	712,683	148,837	861,520
	-	-	-	-	1,245,864	679,872	32,811	-	1,958,547	564,666	2,523,213
6(22)	-	-	94,372	-	(94,372)	-	-	-	-	-	-
	-	-	-	565,304	(565,304)	-	-	-	-	-	-
	-	-	-	-	(768,490)	-	-	-	(768,490)	-	(768,490)
6(21)(33)	-	110,200	-	-	-	-	-	-	110,200	(109,969)	231
	-	65	-	-	-	-	-	-	65	1,455	1,520
6(21)	-	3,532	-	-	-	-	-	-	3,532	1,074	4,606
6(21)	-	15,755	-	-	-	-	-	-	15,755	-	15,755
	-	-	-	-	-	-	-	-	-	2,194,032	2,194,032
	\$ 5,123,269	\$ 10,382,427	\$ 3,292,026	\$ 2,601,650	\$ 5,365,548	(\$ 1,449,170)	(\$ 439,798)	(\$ 272,066)	\$ 24,603,886	\$ 11,867,869	\$ 36,471,755
Nine months ended September 30, 2023											
	\$ 5,123,269	\$ 10,382,683	\$ 3,292,026	\$ 2,601,650	\$ 5,658,790	(\$ 1,819,170)	(\$ 544,591)	(\$ 272,066)	\$ 24,422,591	\$ 11,835,496	\$ 36,258,087
	-	-	-	-	1,080,684	-	-	-	1,080,684	300,262	1,380,946
6(23)	-	-	-	-	-	77,498	(157,447)	-	(79,949)	1,859	(78,090)
	-	-	-	-	1,080,684	77,498	(157,447)	-	1,000,735	302,121	1,302,856
6(22)	-	-	153,911	-	(153,911)	-	-	-	-	-	-
	-	-	-	(237,890)	237,890	-	-	-	-	-	-
	-	-	-	-	(1,127,119)	-	-	-	(1,127,119)	-	(1,127,119)
6(21)	-	(12)	-	-	-	-	-	-	(12)	12	-
6(21)	-	264,689	-	-	29,882	-	-	-	294,571	86,528	381,099
6(3)	-	-	-	-	(915)	-	915	-	-	-	-
6(21)	-	33,216	-	-	-	-	-	-	33,216	-	33,216
6(20)	-	-	-	-	-	-	-	(350,708)	(350,708)	(567,560)	(918,268)
	-	-	-	-	-	-	-	-	-	(410,084)	(410,084)
	\$ 5,123,269	\$ 10,680,576	\$ 3,445,937	\$ 2,363,760	\$ 5,725,301	(\$ 1,741,672)	(\$ 701,123)	(\$ 622,774)	\$ 24,273,274	\$ 11,246,513	\$ 35,519,787

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

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022
(Expressed in thousands of New Taiwan dollars)

	Notes	Nine months ended September 30,	
		2023	2022
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax		\$ 2,027,756	\$ 2,517,033
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation (including investment property)	6(10)(11)(12)(27)(29)	2,631,112	2,573,514
Amortisation	6(13)(29)	104,591	61,446
Disaster losses	6(27)	552,414	-
Claims income	6(27)	(520,642)	-
(Gain on reversal of) expected credit loss	12(2)	(71,620)	36,198
Interest expense	6(28)	440,467	278,375
Interest income	6(25)	(192,654)	(70,199)
Loss on disposal of property, plant and equipment	6(27)	18,493	6,514
Loss on disposal of subsidiaries	6(27)	7,877	-
Share of profit of associates accounted for using the equity method	6(9)	(179,079)	(222,817)
Changes in operating assets and liabilities			
Changes in operating assets			
Contract assets		(3,376,416)	1,865,247
Notes receivable		1,701	21,699
Accounts receivable		1,451,266	(4,274,538)
Accounts receivable from related parties		(87,879)	(127,214)
Other receivables		813,907	(112,651)
Other receivables from related parties		1,534	(4,877)
Inventories		1,280,804	(5,379,812)
Prepayments		(1,263,474)	(2,745,815)
Other current assets		(43,616)	64,307
Other non-current assets		(63,551)	50,859
Changes in operating liabilities			
Contract liabilities		(370,578)	219,182
Notes payable		186	21
Accounts payable		162,961	507,373
Accounts payables to related parties		(39,244)	102,632
Other payables		(570,764)	1,009,143
Refund liabilities		47,923	(78,069)
Other current liabilities		98,841	(152,099)
Other non-current liabilities		(151,157)	(39,968)
Cash inflow (outflow) generated from operations		2,711,159	(3,894,516)
Interest received		192,654	70,199
Dividends received		104,562	78,162
Interest paid		(440,049)	(283,924)
Income tax paid		(641,892)	(614,487)
Net cash flows from (used in) operating activities		<u>1,926,434</u>	<u>(4,644,566)</u>

(Continued)

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022
(Expressed in thousands of New Taiwan dollars)

	Notes	Nine months ended September 30,	
		2023	2022
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets at fair value through other comprehensive income	12(3)	\$ -	(\$ 89,460)
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	12(3)	14,755	-
Net cash flow from acquisition of subsidiaries	6(34)	-	(199,214)
Acquisition of financial assets at amortised cost		(7,026)	(1,204,670)
Proceeds from acquisition of long - term equity investment - non - subsidiaries		(11,927)	(120,000)
Acquisition of property, plant and equipment	6(35)	(1,721,461)	(1,752,862)
Proceeds from disposal of property, plant and equipment		117,547	30,774
Acquisition of intangible assets	6(13)	(42,852)	(44,303)
Decrease (increase) in guarantee deposits paid		66,223	(1,037,340)
Increase in prepayments for business facilities		(759,879)	(877,815)
Net cash flows used in investing activities		(2,344,620)	(5,294,890)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Proceeds from short-term borrowings	6(36)	26,864,383	44,603,823
Repayments of short-term borrowings	6(36)	(26,361,506)	(38,168,232)
Increase (decrease) in short-term notes and bills payable	6(36)	1,577,800	(1,023,822)
Proceeds from long-term borrowings	6(36)	15,847,513	15,462,001
Repayment of long-term borrowings	6(36)	(14,368,555)	(11,314,996)
Repayments of lease liabilities	6(36)	(259,011)	(228,885)
Cash dividends paid	6(22)	(1,127,119)	(768,490)
Repurchase of treasury shares	6(20)	(918,268)	-
Changes in non-controlling interest		(410,084)	2,087,405
Net cash flows from financing activities		845,153	10,648,804
Effect of change in exchange rates		104,831	391,863
Net increase in cash and cash equivalents		531,798	1,101,211
Cash and cash equivalents at beginning of period		11,246,441	8,707,603
Cash and cash equivalents at end of period		\$ 11,778,239	\$ 9,808,814

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

CHENG UEI PRECISION INDUSTRY CO.,LTD. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. HISTORY AND ORGANIZATION

Cheng Uei Precision Industry Co., Ltd. (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China (R.O.C.) on July 14, 1986 and has begun operations on July 31, 1986. The Company and its subsidiaries (collectively referred herein as the “Group”) are engaged in the manufacture of cable assemblies, connectors, battery packs, and power modules. Effective September 1999, the shares of the Company were listed on the Taiwan Stock Exchange.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These consolidated financial statements were reported to the Board of Directors on November 10, 2023.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS”) that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by FSC effective and became effective from 2023 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IAS 1, ‘Disclosure of accounting policies’	January 1, 2023
Amendments to IAS 8, ‘Definition of accounting estimates’	January 1, 2023
Amendments to IAS 12, ‘Deferred tax related to assets and liabilities arising from a single transaction’	January 1, 2023
Amendments to IAS 12, ‘International tax reform - pillar two model rules’	May 23, 2023

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(2) Effect of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC and will become effective from 2024 are as follows:.

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 16, ‘Lease liability in a sale and leaseback’	January 1, 2024
Amendments to IAS 1, ‘Classification of liabilities as current or non-current’	January 1, 2024
Amendments to IAS 1, ‘Non-current liabilities with covenants’	January 1, 2024
Amendments to IAS 7 and IFRS 7, ‘Supplier finance arrangements’	January 1, 2024

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(3) IFRSs issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRSs as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
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 International Accounting Standards Board
IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendments to IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendment to IFRS 17, ‘Initial application of IFRS 17 and IFRS 9 – comparative information’	January 1, 2023
Amendments to IAS 21, ‘Lack of exchangeability’	January 1, 2025

The Group continues to evaluate the impact of the above standards and interpretations on its financial condition and financial performance. The quantitative impact will be disclosed when the assessment is complete.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2022, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

- A. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standard 34, ‘Interim financial reporting’ that came into effect as endorsed by the FSC.
- B. The consolidated financial statements as of and for the nine months ended September 30, 2023 should be read together with the consolidated financial statements as of and for the year ended December 31, 2022.

(2) Basis of preparation

- A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
- (a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
 - (b) Financial assets at fair value through other comprehensive income.
 - (c) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligations.
- B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”) requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

- A. Basis for preparation of consolidated financial statements:
Basis for preparation for the current period financial statements and the 2022 consolidated financial statements is the same.
- B. Subsidiaries included in the consolidated financial statements:

Name of investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			September 30, 2023	December 31, 2022	September 30, 2022	
The Company	CU International Ltd. (CU)	Manufacture of electronic parts and components and reinvestment business	100	100	100	Note 12, 13
The Company	Culink International Ltd. (CULINK)	Reinvestment business	100	100	100	
The Company	Foxlink International Investment Ltd. (FII)	General investments holding	100	100	100	Note 12, 13
The Company	Fu Uei International Investment Ltd. (FUII)	General investments holding	100	100	100	Note 12, 13
The Company	Darts Technologies Corporation (Darts)	Manufacture and sales of wired and wireless communication devices	97	97	97	
The Company	DU Precision Industry Co., Ltd. (DU Precision)	Manufacture and sales of electronic parts and components	100	100	100	
The Company	Foxlink Technology Ltd. (FOXLINK TECH)	Reinvestment business	100	100	100	
The Company	Suntain Co., Ltd. (Suntain)	Electroplating processing services	100	100	100	
The Company	SINOBEST BROTHERS LIMITED (SINOBEST)	Reinvestment business	91.19	91.19	91.19	

Name of investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			September 30, 2023	December 31, 2022	September 30, 2022	
The Company	FOXLINK ARIZONA INC. (FOXLINKARIZONA)	Energy service management	100	100	100	Note 2
CU	Fugang Electronic (Dongguan) Co., Ltd. (FGEDG)	Manufacture and sales of electronic parts and components	100	100	100	Note 12, 13
CU	New Start Industries Ltd. (NEW START)	Reinvestment business	100	100	100	
CU	Fugang Electric (Kunshan) Co., Ltd. (FGEKS)	Manufacture and sales of electronic parts and components	100	100	100	Note 12, 13
CU	Dong Guan Fu Shi Chang Co., Ltd. (FSC)	Manufacture and sales of electronic parts and components	100	100	100	
CU	Culink Tianjin Co., Ltd. (CTJ)	Manufacture and sales of electronic parts and components	25	25	25	
CU	Dongguan Fuqiang Electronics Co., Ltd. (DGFQ)	Manufacture and sales of electronic parts and components	83.17	83.17	83.17	Note 12, 13
CU	Foxlink Energy (Tianjin) Ltd. (FETJ)	Manufacture and sales of electronic parts and components	100	100	100	
CU	Foxlink Automotive Technology (Kunshan) Co., Ltd. (KAFF)	Manufacture and sales of electronic parts and components	49.98	49.98	49.98	
CU	Solteras Limited (SOLTERAS)	General investments holding	100	100	100	
CU	Fushineng Electronics (Kunshan) Co., Ltd.	Manufacture and sales of electronic parts and components	100	100	100	
CU	Fu Shi Xiang Research & Development Center (Kunshan) Co., Ltd.	Manufacture and sales of electronic parts and components	100	100	100	
CU	Fu Gang Electronic (Nan Chang) Co., Ltd. (FENC)	Manufacture and sales of electronic parts and components	72	72	72	
CU	Fugang Electric (YANCHENG) Co., Ltd. (FG YANCHENG)	Manufacture and sales of electronic parts and components	80	80	80	
CU	Fuqiang Electric (YANCHENG) Co., Ltd. (FQ YANCHENG)	Manufacture and sales of electronic parts and components	100	100	100	
CU	Fugang Electric (MAANSHAN) Co., Ltd. (FG MAANSHAN)	Manufacture and sales of electronic parts and components	32.86	32.86	32.86	
CU	Kunshan Fugang Investment Co., Ltd. (Kunshan Fugang Investment)	General investments holding	100	100	100	
CU	FOXLINK TECHNICAL INDIA PRIVATE LIMITED (FOXLINK INDIA)	Manufacture and sales of electronic parts and components	34.45	34.30	34.30	Note 6
CU	Fugang Electric (XuZhou) Co., Ltd. (FG XuZhou)	Manufacture and sales of electronic parts and components	21.62	21.62	21.62	Note 12, 13
NEW START	Foxlink Tianjin Co., Ltd. (FTJ)	Manufacture and sales of electronic parts and components	100	100	100	
NEW START	Culink Tianjin Co., Ltd. (CTJ)	Manufacture and sales of electronic parts and components	75	75	75	
NEW START	Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd. (Xinwei)	General investments holding	50	50	50	

Name of investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			September	December	September	
			30, 2023	31, 2022	30, 2022	
NEW START	Fugang Electric (Xuzhou) Co., Ltd.	Manufacture and sales of electronic parts and components	27.03	27.03	27.03	Note 12, 13
FTJ	Fuzhan Electronics (Shanghai) Co., Ltd. (FESH)	Manufacture and sales of electronic parts and components	-	46.93	46.93	Note 3
FTJ	Foxlink Automotive Technology (Kunshan) Co., Ltd. (KAFE)	Manufacture and sales of electronic parts and components	50.02	50.02	50.02	
FTJ	Fu Gang Electronic (Nan Chang) Co., Ltd. (FENC)	Manufacture and sales of electronic parts and components	28	28	28	
FTJ	Fugang Electric (MAANSHAN) Co., Ltd. (FG MAANSHAN)	Manufacture and sales of electronic parts and components	50.71	50.71	50.71	
KAFE	Suzhou Keyu Rui Automobile Technology Co., Ltd. (Keyu Rui)	Trading and manufacturing	55.56	55.56	55.56	
KAFE	Foxlink Automotive Technology Co., Ltd. (FAT)	Manufacture and sales of electronic parts and components	100	100	100	
CULINK	Pacific Wealth Limited (PACIFIC WEALTH)	Holding company and reinvestment business	100	100	100	
CULINK	FOXLINK TECHNICAL INDIA PRIVATE LIMITED (FOXLINK INDIA)	Manufacture and sales of electronic parts and components	65.55	65.70	65.70	Note 6
CULINK	FOXLINK POWERBANK INTERNATIONAL TECHNOLOGY PRIVATE LIMITED (FOXLINK POWERBANK)	Manufacture and sales of electronic parts and components	0.73	0.73	0.73	
CULINK	GLORYTEK SCIENCE INDIA PRIVATE LIMITED (GLORY SCIENCE INDIA)	Manufacture and sales of the components of communication and consumer electronics	0.73	0.73	0.73	Note 12, 13
CULINK	FUGANG ELECTRIC (XUZHOU) CO., LTD. (FG XUZHOU)	Manufacture and sales of electronic parts and components	51.35	51.35	51.35	Note 12, 13
PACIFIC WEALTH	Foxlink International Inc. (FOXLINK)	Trading business	100	100	100	Note 12, 13
Kunshan Fugang Investment	Dongguan Fuqiang Electronics Co., Ltd. (DGFQ)	Manufacture and sales of electronic parts and components	16.83	16.83	16.83	Note 12, 13
Kunshan Fugang Investment	Fuqiang Electric (MAANSHAN) Co., Ltd. (FQ MAANSHAN)	Manufacture and sales of electronic parts and components	100	100	100	
Kunshan Fugang Investment	Fugang Electric (MAANSHAN) Co., Ltd. (FG MAANSHAN)	Manufacture and sales of electronic parts and components	16.43	16.43	16.43	
FII	World Circuit Technology Co., Ltd. (WCT)	Manufacture and sales of electronic parts and componerits and flexible printed circuit	69.56	69.56	69.56	
FII	FIT Holding Co., Ltd. (FIT Holding)	General investments holding	23.67	23.67	23.67	Note 12, 13
FII	FOXLINK INDIA ELECTRIC PRIVATE LIMITED (FIE)	Manufacture and sales of electronic parts and components	13.53	13.53	13.53	Note 7
FII	FOXLINK VIETNAM CO., LTD. (FV)	Manufacture and sales of electronic parts and components	100	100	100	
WCT	Value Success Limited (VALUE SUCCESS)	Holding company and reinvestment business	100	100	100	

Name of investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			September 30, 2023	December 31, 2022	September 30, 2022	
VALUE SUCCESS	Capital Guardian Limited (CAPITAL)	Holding company and reinvestment business	100	100	100	
CAPITAL	World Circuit Technology (Hong Kong) Limited (WCTHK)	Holding company and reinvestment business	100	100	100	
WCTHK	Fuzhan Electronics (Shanghai) Co., Ltd. (FESH)	Manufacture and sales of electronic parts and components	-	53.07	53.07	Note 3
Darts	Benefit Right Ltd. (BENEFIT)	Reinvestment business	100	100	100	
BENEFIT	Power Channel Limited (POWER)	Reinvestment business	64.25	64.25	64.25	
DU Precision	CE Link International Ltd. (CELINK)	Manufacture and sales of electronic parts and components	100	100	100	
FOXLINK TECH	Sinobest Brothers Limited (SINOBEST)	Manufacture and sales of electronic parts and components	8.81	8.81	8.81	
SINOBEST	Foxlink Myanmar Company Limited (FOXLINK MYANMAR)	Manufacture and sales of electronic parts and components	100	100	100	Note 5
FUII	Studio A Inc. (Studio A)	Sales of electronic parts and components	51	51	51	
FUII	VA Product Inc. (VA)	Sales of electronic parts and components	100	100	100	
FUII	Zhi De Investment Co., Ltd. (Zhi De Investment)	General investments holding	100	100	100	Note 8, 12, 13
FUII	Shinfox Energy Co., Ltd. (Shinfox)	Mechanical installation and piping engineering	8.64	8.64	8.64	Note 12, 13
FUII	FIT Holding Co., Ltd. (FIT Holding)	General investments holding	5.97	5.97	5.97	Note 12, 13
FUII	FOXLINK INDIA ELECTRIC PRIVATE LIMITED (FIE)	Manufacture and sales of electronic parts and components	86.47	86.47	86.47	Note 7
Zhi De Investment	FIT Holding Co., Ltd. (FIT Holding)	General investments holding	8.55	8.55	8.55	Note 12, 13
Studio A	Straight A Inc. (Straight A)	Sales of electronic parts and components	100	100	100	
Studio A	Studio A Technology Limited (Studio A Hong Kong)	Sales of electronic parts and components	51	51	51	
Studio A	Jing Jing Technology Co., Ltd. (Jing Jing)	Sales of electronic parts and components	100	100	100	
Studio A	Junezhe Co., Ltd. (Junezhe)	Dredging industry	-	-	25	Note 9
Studio A Hong Kong	Studio A Macau Limited (Studio A Macau)	Sales of electronic parts and components	-	-	-	Note 4
Studio A Hong Kong	ASHOP CO., LTD. (ASHOP)	Sales of electronic parts and components	100	100	100	
FGEKS	Kunshan Fugang Electric Trading Co., Ltd. (KFET)	Sales of electronic parts and components	51	51	51	
KFET	Shanghai Fugang Electric Trading Co., Ltd. (SFET)	Sales of electronic parts and components	100	100	100	
KFET	Kunshan Fu Shi You Trading Co., Ltd. (KFSY)	Sales of electronic parts and components	100	100	100	

Name of investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			September 30, 2023	December 31, 2022	September 30, 2022	
KFET	Shanghai Standard Information Technology Co., Ltd. (Shanghai Standard)	Sales of electronic parts and components	100	100	100	
FIT Holding	Power Quotient International Co., Ltd. (PQI)	Manufacture and sales of electronic parts and components	100	100	100	Note 12, 13
FIT Holding	Foxlink Image Technology Co., Ltd. (Foxlink Image)	Manufacture and sales of image scanners and multifunction printers	100	100	100	Note 12, 13
FIT Holding	Glory Science Co., Ltd. (Glory Science)	Manufacture and sales of optical lens components and other products	100	100	100	Note 12, 13
FIT Holding	Shih Fong Power Co., Ltd. (Shih Fong)	Energy service management	16.30	16.30	16.30	
PQI	Power Quotient International (H.K.) Co., Ltd. (PQI H.K.)	Sales of electronic parts and components	100	100	100	
PQI	PQI Japan Co., Ltd. (PQI JAPAN)	Sales of electronic parts and components	100	100	100	
PQI	Syscom Development Co., Ltd. (SYSCOM)	Specialized investments holding	100	100	100	
PQI	Apix Limited (APIX)	Specialized investments holding	100	100	100	Note 12, 13
PQI	PQI Mobility Inc. (PQI MOBILITY)	Specialized investments holding	-	-	100	Note 10
PQI	Power Sufficient International Co., Ltd. (PSI)	Sales of medical instruments	100	100	100	
PQI	Shinfox Energy Co. Ltd. (Shinfox)	Energy service management	47.63	47.63	47.63	Note 8, 12, 13
SYSCOM	FOXLINK POWERBANK INTERNATIONAL TECHNOLOGY PRIVATE LIMITED (FOXLINK POWERBANK)	Manufacture and sales of electronic parts and components	99.27	99.27	99.27	
PQI MOBILITY	Power Quotient Technology (YANCHENG) Co., Ltd. (PQI YANCHENG)	Manufacture and sales of electronic parts and components	-	-	100	Note 10, 13
APIX	Sinocity Industries Limited (Sinocity)	Sales of 3C products	100	100	100	Note 5, 12, 13
APIX	Perennial Ace Limited (Perennial)	Specialized investments holding	100	100	100	
Sinocity Industries	DG LIFESTYLE STORE LIMITED (DG)	Sales of 3C products	100	100	100	Note 5, 12, 13
Perennial	Studio A Technology Limited (Studio A Hong Kong)	Sales of 3C products	24.50	24.50	24.50	
Shinfox	Foxwell Energy Corporation Ltd. (Foxwell Energy)	Energy service management	100	100	100	Note 12, 13
Shinfox	Shinfox Natural Gas Co., Ltd. (Shinfox Natural Gas)	Energy service management	80	80	80	
Shinfox	Kunshan Jiuwei Info Tech Co., Ltd. (Kunshan Jiuwei)	Supply chain finance energy service management	100	100	100	

Name of investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			September 30, 2023	December 31, 2022	September 30, 2022	
Shinfox	Foxwell Power Co., Ltd. (Foxwell Power)	Energy service management	80.23	80.23	80.23	
Shinfox	Junezhe Co., Ltd. (Junezhe)	Dredging industry	-	-	33.50	Note 9
Shinfox	Jiuwei Power Co., Ltd. (Jiuwei Power)	Business of natural gas power generation	100	100	100	
Shinfox	Elegant Energy TECH Co., Ltd. (Elegant Energy)	Energy service management	100	100	100	Note 2
Shinfox	Yuanshan Forest Natural Resources Co., Ltd. (Yuanshan Forest)	Afforestation	100	100	100	Note 2
Shinfox	Diwei Power Co., Ltd (Diwei Power)	Electric Power Generation	100	100	100	Note 2
Shinfox	Guanwei Power Co., Ltd (Guanwei Power)	Electric Power Generation	51	100	100	Note 2, 14
Shinfox	Jun Wei Technology Co., Ltd (Jun Wei)	Electric Power Generation	100	-	-	Note 1
Foxwell Energy	Liangwei Power Co., Ltd (Liangwei Power)	Electric Power Generation	100	100	100	Note 2
Foxwell Energy	Xinwei Power Co., Ltd (Xinwei Power)	Electric Power Generation	100	-	-	Note 1
Foxwell Power	Foxwell Certification Co., Ltd. (Foxwell Certification)	Energy technical services	100	-	-	Note 1
PQI H.K.	Power Quotient Technology (YANCHENG) Co., Ltd. (PQI YANCHENG)	Manufacture and sales of electronic parts and components	100	100	-	Note 10, 12
PQI YANCHENG	PQI (Xuzhou) New Energy Co., Ltd.	Manufacture and sales of electronic parts and components	100	100	100	
Foxlink Image	ACCU-IMAGE TECHNOLOGY LIMITED (AITL)	Manufacture and sales of image scanners and multifunction printers	100	100	100	Note 12, 13
Foxlink Image	Shih Fong Power Co., Ltd. (Shih Fong)	Energy service management	34.70	34.70	34.70	
AITL	POWER CHANNEL LIMITED (POWER)	Holding company and reinvestment business	35.75	35.75	35.75	
AITL	Dongguan Fu Wei Electronics Co., Ltd. (Dongguan Fu Wei)	Manufacture and sales of image scanners and multifunction printers	100	100	100	Note 12, 13
AITL	Dong Guan Fu Zhang Precision Industry Co., Ltd. (DGFZ)	Mould development and moulding tool manufacture	100	100	100	
AITL	Wei Hai Fu Kang Electric Co., Ltd. (WHFK)	Manufacture and sales of parts and moulds of photocopiers and scanners	100	100	100	Note 12
AITL	Dong Guan HanYang Computer Co., Ltd. (DGHY)	Manufacture of image scanners and multifunction printers and investment of real estate	100	100	100	
Glory Science	GLORY TEK (BVI) CO., LTD. (GLORY TEK)	General investments holding	100	100	100	Note 12, 13
GLORY TEK	GLORY OPTICS (BVI) CO., LTD. (GLORY OPTICS)	Trading business	100	100	100	Note 12, 13

Name of investor	Name of subsidiary	Main business activities	Ownership(%)			Description
			September 30, 2023	December 31, 2022	September 30, 2022	
GLORY TEK	GLORY TEK (SAMOA) CO., LTD. (GLORY TEK (SAMOA))	General investments holding	100	100	100	Note 12, 13
GLORY TEK	GLORYTEK SCIENCE INDIA PRIVATE LIMITED (GLORYTEK SCIENCE INDIA)	Manufacture and sales of the components of communication and consumer electronics	99.27	99.27	99.27	Note 12, 13
GLORY TEK (SAMOA)	Glorytek (Suzhou) Co., Ltd. (Glorytek Suzhou)	Production and processing and sale of optical lens components and other products	100	100	100	Note 12, 13
GLORY TEK (SAMOA)	Glory Optics (Yancheng) Co., Ltd. (GOYC)	Production and processing and sale of optical lens components and other products	46.82	34.88	34.88	Note 11, 12, 13
GLORY OPTICS	Glorytek (Yancheng) Co., Ltd. (Glorytek Yancheng)	Production and processing and sale of optical lens components and other products	100	100	100	Note 12, 13
Glorytek Yancheng	Yancheng Yaowei Technology Co., Ltd. (YYWT)	Production and processing and sale of optical lens components and other products	100	100	100	Note 12, 13
GLORY Suzhou	Glory Optics (Yancheng) Co., Ltd. (GOYC)	Production and processing and sale of optical lens components and other products	53.18	65.12	65.12	Note 11, 12, 13

Note 1: Investment or incorporation began in 2023.

Note 2: Investment or incorporation began in 2022.

Note 3: Dissolved or liquidated in 2023.

Note 4: Dissolved or liquidated in 2022.

Note 5: With balance sheet date of March 31. For the preparation of consolidated financial statements, the Company had required FOXLINK MYANMAR and PQI had required Sinocity and DG as consolidated entities to prepare financial statements with balance sheet date on December 31 to conform to the balance sheet date of the consolidated financial statements.

Note 6: CU and CULINK has participated in Foxlink India's capital increase in March 2023. After the capital increment, Foxlink India became a wholly-owned subsidiary of CU and CULINK with 34.45% and 65.55% ownership, respectively.

Note 7: FII and FUII subsequently invested in FIE in 2022. After the capital increment, FII and FUII hold 13.53% and 86.47% ownership in FIE, respectively, at a total shareholding ratio of 100% in FIE.

Note 8: Shinfox increased its capital on May 10, 2022. FUII and PQI did not acquire shares proportionally to its interest. As a result, FUII and PQI decreased their share interest from 9.10% to 8.64% and 50.18% to 47.63%, respectively.

Note 9: The Group had disposed all of the ownership in Junezhe in December 2022. Please refer to Note 6(35) for details.

Note 10: PQI Mobility Inc. completed the registration of cancellation in October 2022. Therefore, 100% ownership in Power Quotient Technology (YANCHENG) Co., Ltd. was changed to be held by Power Quotient International (H.K.) Co., Ltd.

Note 11: GLORY TEK (SAMOA) and Glorytek Suzhou jointly held 100% equity interest of GOYC.

Note 12: The financial statements for the nine months ended September 30, 2023 were reviewed by the independent auditors of the company.

Note 13: The financial statements for the nine months ended September 30, 2022 were reviewed by the independent auditors of the company.

Note 14: Guanwei Power increased its capital on July 5, 2023. Shinfox did not acquire shares proportionally to its interest. As a result, Shinfox decreased its share interest from 100% to 51%.

C. Subsidiaries not included in the consolidated financial statements:

Investor	Subsidiary	Main activity	Ownership(%)			Description
			September 30, 2023	December 31, 2022	September 30, 2022	
FII	Yixin Precision Industry Co., Ltd. (YX)	Manufacture of electronic telecommunication components and electronic machinery equipment	75	75	75	Note 1
Studio A	Tayih Digital Technology Co., Ltd. (TAYIH)	Manufacture and sales of electronic parts and components	60	60	60	Note 2

Note 1: The ratio of total assets to the Company's total assets was insignificant, and it was approved by the Ministry of Economic Affairs on October 5, 2004 to be dissolved and is currently undergoing liquidation procedures. Thus, this subsidiary was not included in the consolidated financial statements.

Note 2: The ratio of total assets to the Company's total assets was insignificant, and it was approved by the Ministry of Economic Affairs on July 7, 2010 to be dissolved and is currently undergoing liquidation procedures. Thus, this subsidiary was not included in the consolidated financial statements.

D. Adjustments for subsidiaries with different balance sheet dates:

(a) Sinocity and DG are subsidiaries of PQI in Hong Kong and Macau, respectively, with balance sheet date of March 31. For the preparation of consolidated financial statements, PQI had required Sinocity and DG as consolidated entities to prepare financial statements with balance sheet date of December 31 to conform with the balance sheet date of the Group.

(b) FOXLINK MYANMAR is a subsidiary of SINOBEST in Myanmar with balance sheet date of March 31. For the preparation of consolidated financial statements, SINOBEST had required FOXLINK MYANMAR as consolidated entities to prepare financial statements with balance sheet date of December 31 to conform to the balance sheet date of the consolidated financial statements.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

As of September 30, 2023, December 31, 2022 and September 30, 2022, the non-controlling interest amounted to \$11,246,513, \$11,835,496 and \$11,867,869, respectively. The information of non-controlling interest and respective subsidiaries is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest					
		September 30, 2023		December 31, 2022		September 30, 2022	
		Amount	Ownership (%)	Amount	Ownership (%)	Amount	Ownership (%)
FIT Holding	Taiwan	\$ 4,197,807	61.81%	\$ 4,826,603	61.81%	\$ 4,822,511	61.81%

Summarised financial information of the subsidiaries:

Balance sheets

	FIT Holding		
	September 30, 2023	December 31, 2022	September 30, 2022
Current assets	\$ 23,506,110	\$ 20,092,218	\$ 20,225,539
Non-current assets	13,862,056	12,296,784	10,028,196
Current liabilities	(16,277,655)	(12,407,153)	(11,222,570)
Non-current liabilities	(6,288,342)	(5,276,432)	(4,252,841)
Total net assets	\$ 14,802,169	\$ 14,705,417	\$ 14,778,324

Statements of comprehensive income

	FIT Holding	
	Three months ended September 30,	
	2023	2022
Revenue	\$ 4,213,472	\$ 2,506,468
Profit before income tax	409,171	300,461
Income tax expense	(68,770)	(63,945)
Profit for the period from continuing operations	277,442	210,839
Profit from non-controlling interest	62,959	25,677
Profit for the period	340,401	236,516
Other comprehensive loss (net of tax)	59,768	104,927
Total comprehensive income for the period	\$ 400,169	\$ 341,443
Comprehensive income attributable to non-controlling interest	\$ 82,095	\$ 25,780
Dividends paid to non-controlling interest	\$ 304,385	\$ 228,289

	<u>FIT Holding</u>	
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Revenue	\$ 10,248,619	\$ 8,200,280
Profit before income tax	565,911	667,622
Income tax expense	(141,580)	(157,818)
Profit for the period from continuing operations	287,740	438,274
Profit from non-controlling interest	136,591	71,530
Profit for the period	424,331	509,804
Other comprehensive income (loss) (net of tax)	62,606	(65,374)
Total comprehensive income for the period	<u>\$ 486,937</u>	<u>\$ 444,430</u>
Comprehensive income attributable to non-controlling interest	<u>\$ 163,111</u>	<u>\$ 71,843</u>
Dividends paid to non-controlling interest	<u>\$ 304,385</u>	<u>\$ 228,289</u>

Statements of cash flows

	<u>FIT Holding</u>	
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Net cash used in operating activities	(\$ 3,471,507)	(\$ 1,894,395)
Net cash used in investing activities	(1,607,373)	(3,534,123)
Net cash provided by financing activities	4,037,569	6,408,533
Effect of exchange rates on cash and cash equivalents	87,531	132,115
(Decrease) increase in cash and cash equivalents	(953,780)	1,112,130
Cash and cash equivalents, beginning of period	5,732,695	4,968,346
Cash and cash equivalents, end of period	<u>\$ 4,778,915</u>	<u>\$ 6,080,476</u>

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

There was no significant change in the reporting period. Please refer to Note 5 in the consolidated financial statements for the year ended December 31, 2022.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Cash on hand and revolving funds	\$ 37,558	\$ 32,183	\$ 35,215
Checking accounts and demand deposits	6,438,362	7,136,651	5,962,450
Cash equivalents			
Time deposits	5,239,319	4,015,782	3,811,149
Short-term notes and bills	63,000	61,825	-
Total	<u>\$ 11,778,239</u>	<u>\$ 11,246,441</u>	<u>\$ 9,808,814</u>

- A. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.
- B. Details of the Group's cash and cash equivalents pledged to others as collateral are provided in Note 8.

(2) Financial assets and liabilities at fair value through profit or loss

- A. As of September 30, 2023, December 31, 2022 and September 30, 2022, the balance of financial assets and financial liabilities at fair value through profit or loss were all \$0.
- B. Amounts recognised in profit or loss in relation to financial assets/liabilities at fair value through profit or loss are listed below:

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Financial assets and liabilities mandatorily measured at fair value through profit or loss		
Forward exchange contracts - gains (losses) on valuation	\$ -	\$ -
Forward exchange contracts - gains on settlement	629	-
	<u>\$ 629</u>	<u>\$ -</u>

- C. The Group has no financial assets at fair value through profit or loss pledged to others as collateral.
- D. Information relating to credit risk of financial assets at fair value through profit or loss is provided in Note 12(2).

(3) Financial assets at fair value through other comprehensive income

<u>Items</u>	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Non-current items:			
Equity instruments			
Unlisted stocks	\$ 2,422,116	\$ 2,235,952	\$ 1,916,832
Valuation adjustment	(857,869)	(714,574)	(706,033)
	<u>\$ 1,564,247</u>	<u>\$ 1,521,378</u>	<u>\$ 1,210,799</u>

- A. The Group has elected to classify equity instruments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. As of September 30, 2023, December 31, 2022 and September 30, 2022, the fair value of such investments amounted to \$1,564,247, \$1,521,378 and \$1,210,799, respectively.

B. Amounts recognised in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Cumulative gains (losses) reclassified to retained earnings due to derecognition	\$ -	\$ -
Fair value change recognised in other comprehensive income	(\$ 3,260)	\$ -
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Cumulative losses reclassified to retained earnings due to derecognition	(\$ 915)	\$ -
Fair value change recognised in other comprehensive income	(\$ 118,512)	(\$ 18,375)

C. The Group has no financial assets at fair value through other comprehensive income pledged to others as collateral.

D. Information relating to credit risk of financial assets at fair value through other comprehensive income is provided in Note 12(2).

(4) Financial assets at amortised cost

<u>Items</u>	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Current items:			
Repatriation of capital from Taiwan's offshore companies	\$ 182,641	\$ 184,629	\$ 86,810
Time deposits maturing over three months	325,600	68,040	330,209
Restricted deposits	979,947	1,131,507	1,334,247
Pledged time deposits	<u>1,652,167</u>	<u>1,716,728</u>	<u>1,809,934</u>
	<u>\$ 3,140,355</u>	<u>\$ 3,100,904</u>	<u>\$ 3,561,200</u>
Non-current items:			
Restricted deposits	\$ 33,360	\$ 76,698	\$ 14,038
Pledged time deposits	<u>384,267</u>	<u>373,354</u>	<u>32,853</u>
	<u>\$ 417,627</u>	<u>\$ 450,052</u>	<u>\$ 46,891</u>

- A. As at September 30, 2023, December 31, 2022 and September 30, 2022, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortised cost held by the Group was \$3,557,982, \$3,550,956 and \$3,608,091, respectively.
- B. Details of the Group's financial assets at amortised cost pledged to others as collateral are provided in Note 8.
- C. Information relating to credit risk of financial assets at amortised cost is provided in Note 12(2). The counterparties of the Group's investments in certificates of deposit are financial institutions with high credit quality, so the Group expects that the probability of counterparty default is remote.

(5) Accounts receivable

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Accounts receivable	\$ 16,681,553	\$ 18,132,413	\$ 20,755,927
Less: Loss allowance	(55,334)	(126,750)	(150,626)
	<u>\$ 16,626,219</u>	<u>\$ 18,005,663</u>	<u>\$ 20,605,301</u>

- A. The information on the Group's ageing analysis of accounts receivable is provided in Note 12(2).
- B. As of September 30, 2023, December 31, 2022 and September 30, 2022, accounts receivable were all from contracts with customers. And as of January 1, 2022, the balance of receivables from contracts with customers amounted to \$16,481,390.
- C. The quality information of accounts receivable is based on customers' credit ranking and recoverable period of receivables in order to calculate the accrual of impairment. The Group's internal credit ranking policy is that the Group's business and management segment assesses periodically or occasionally whether the credit ranking of existing customers is appropriate and adjusts to obtain the latest information when necessary. Customers' credit ranking assessment is based on industrial operating scale, profitability and ranking assessed by financial insurance institutions.

The Group has insured accounts receivable of certain customers and the Group will receive 80%~90% compensation if bad debts occur. As of September 30, 2023, December 31, 2022 and September 30, 2022, the balance of accounts receivable from specific customers amounted to \$2,350,156, \$2,100,339 and \$2,609,004, respectively.

- D. The Group does not hold any collateral as security.
- E. Information relating to credit risk of accounts receivable is provided in Note 12(2).

(6) Transfer of financial assets (as at September 30, 2023: None)

- A. The Group entered into a factoring agreement with the banks to sell its accounts receivable. Under the agreement, the Group is not obligated to bear the default risk of the transferred accounts receivable, but is liable for the losses incurred on any business dispute. The Group does not have any continuing involvement in the transferred accounts receivable. Thus, as of December 31, 2022 and September 30, 2022, the Group derecognised the transferred accounts receivable, and the related information is as follows:

December 31, 2022

Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognised	Facilities	Amount advanced	Amount advanced for advance (shown as other receivables)	Interest rate of amount advanced	Collateral Provided
Bank of Taiwan	\$ 641,782	\$ 641,782	\$ 4,606,500	\$ 577,603	\$ 64,179	4.84%~4.92%	None
Mega International Commercial Bank	159,223	159,223	1,535,500	143,300	15,923	5.66%	None

September 30, 2022

Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognised	Facilities	Amount advanced	Amount advanced for advance (shown as other receivables)	Interest rate of amount advanced	Collateral Provided
Bank of Taiwan	\$ 621,663	\$ 621,663	\$ 4,762,500	\$ 559,497	\$ 62,166	2.81%~3.81%	None
Citibank	11,113	11,113	11,113	11,113	-	2.59%~3.87%	None
Mega International Commercial Bank	439,216	439,216	1,587,800	395,294	43,922	4.30%	None

B. As of December 31, 2022 and September 30, 2022, the Group issued promissory notes to some banks for the factoring agreements signed.

(7) Inventories

September 30, 2023

	Allowance for		
	Cost	valuation loss	Book value
Raw materials	\$ 7,211,299	(\$ 355,094)	\$ 6,856,205
Work in progress and semi-finished goods	2,537,916	(56,774)	2,481,142
Finished goods (including merchandise)	6,941,648	(146,433)	6,795,215
Inventory in transit	64,422	-	64,422
	<u>\$ 16,755,285</u>	<u>(\$ 558,301)</u>	<u>\$ 16,196,984</u>

December 31, 2022

	Allowance for		
	Cost	valuation loss	Book value
Raw materials	\$ 9,167,963	(\$ 330,700)	\$ 8,837,263
Work in progress and semi-finished goods	3,068,101	(76,882)	2,991,219
Finished goods (including merchandise)	6,121,494	(197,750)	5,923,744
Inventory in transit	58,973	-	58,973
	<u>\$ 18,416,531</u>	<u>(\$ 605,332)</u>	<u>\$ 17,811,199</u>

	September 30, 2022		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 10,765,813	(\$ 514,749)	\$ 10,251,064
Work in progress and semi-finished goods	3,272,181	(28,660)	3,243,521
Finished goods (including merchandise)	7,428,404	(163,811)	7,264,593
Inventory in transit	73,322	-	73,322
	<u>\$ 21,539,720</u>	<u>(\$ 707,220)</u>	<u>\$ 20,832,500</u>

A. FOXLINK INDIA ELECTRIC PRIVATE LIMITED, a subsidiary of the Group, sustained a fire damage at its factory in TIRUPATI, India on February 27, 2023. The carrying amount of the loss of inventory due to the fire amounted to \$302,830, which was listed as 'other gains and losses - loss by fire'. Refer to Note 10 for details.

B. The cost of inventories recognised as expense for the period:

	Three months ended September 30,	
	2023	2022
Cost of inventories sold	\$ 21,292,564	\$ 22,635,764
Gain on reversal of decline in market value	(6)	(928)
Others (revenue from sale of scraps)	(46,341)	(163,000)
	<u>\$ 21,246,217</u>	<u>\$ 22,471,836</u>
	Nine months ended September 30,	
	2023	2022
Cost of inventories sold	\$ 52,941,873	\$ 57,723,611
(Gain on reversal of) loss on decline in market value	(47,031)	23,277
Others (revenue from sale of scraps)	(169,958)	(303,202)
	<u>\$ 52,724,884</u>	<u>\$ 57,443,686</u>

The Group reversed a previous inventory write-down because obsolete and slow-moving inventories and inventories with decline in market value were partially sold by the Group for the nine months ended September 30, 2023 and 2022.

(8) Prepayments

	September 30, 2023	December 31, 2022	September 30, 2022
Construction prepayment	\$ 4,946,833	\$ 4,192,448	\$ 4,250,221
Overpaid VAT	1,555,847	1,135,339	1,158,856
Others	828,391	739,810	750,027
	<u>\$ 7,331,071</u>	<u>\$ 6,067,597</u>	<u>\$ 6,159,104</u>

(9) Investments accounted for using equity method/Subsequent events

Investee	September 30, 2023		December 31, 2022	
	Amount	Ownership percentage (%)	Amount	Ownership percentage (%)
Associates:				
Sharetronic Data Technology Co., Ltd.	\$ 1,724,135	16.89%	\$ 1,265,605	19.94%
Central Motion Picture Corporation	1,609,456	17.49%	1,653,741	17.49%
Well Shin Technology Co., Ltd.	1,272,424	18.84%	1,278,262	18.84%
SHINFOX FAR EAST COMPANY PTE. LTD.	1,018,818	40.00%	-	-
Chung Chia Power Co., Ltd.	-	-	170,089	20.00%
Dongguan Banrin Robot Technology Co., Ltd.	115,794	31.03%	128,687	31.03%
CMPC Cultural & Creative Co., Ltd.	97,394	42.86%	128,032	42.86%
TEGNA ELECTRONICS PRIVATE LIMITED	39,436	30.00%	36,222	30.00%
Synergy Co., Ltd.	31,968	36.76%	33,353	36.76%
CYNC Design Co., Ltd.	10,048	15.38%	9,884	15.38%
Microlink Communications Inc.	(23,145)	21.43%	(22,732)	21.43%
	<u>5,896,328</u>		<u>4,681,143</u>	
Joint ventures:				
Changpin Wind Power Ltd.	106,082	50.00%	116,102	50.00%
GRID RESPONSE LLC	12,663	50.00%	-	-
	<u>118,745</u>		<u>116,102</u>	
Prepayments for investments:				
JOURN TA BROTHERS LIMITED	227,072		227,072	
Shinfox Far East Company Pte. Ltd.	-		981,545	
Hangzhou Huantuo Power Technology Development Servive Co., Ltd.	<u>132,238</u>		<u>132,238</u>	
	<u>359,310</u>		<u>1,340,855</u>	
Add: Credit balance of long-term equity investments reclassified to other non-current liabilities	<u>23,145</u>		<u>22,732</u>	
	<u>\$ 6,397,528</u>		<u>\$ 6,160,832</u>	

Investee	September 30, 2022	
	Amount	Ownership percentage (%)
Associates:		
Central Motion Picture Corporation	\$ 1,739,447	17.49%
Sharetronic Data Technology Co., Ltd.	1,266,312	18.84%
Well Shin Technology Co., Ltd.	1,256,581	19.94%
Chung Chia Power Co., Ltd.	172,567	20.00%
CMPC Cultural & Creative Co., Ltd.	127,753	42.86%
Dongguan Banrin Robot Technology Co., Ltd.	131,394	31.03%
TEGNA ELECTRONICS PRIVATE LIMITED	38,056	30.00%
Synergy Co., Ltd.	33,136	36.76%
CYNC Design Co., Ltd.	8,969	15.38%
Microlink Communications Inc.	(22,026)	21.43%
	4,752,189	
Joint ventures:		
Changpin Wind Power Ltd.	117,830	50.00%
Prepayments for investments		
JOURN TA BROTHERS LIMITED	227,072	
Add: Credit balance of long-term equity investments reclassified to other non-current liabilities		
	22,026	
	<u>\$ 5,119,117</u>	

A. For the three months and nine months ended September 30, 2023 and 2022, except for Well Shin Technology Co., Ltd., which was recognised based on the financial statements reviewed by independent auditors, share of the profit or loss of other associates and joint ventures amounting to \$49,076, \$43,764, \$102,902 and \$103,971, respectively, were not reviewed by independent auditors.

B. Associates

(a) The basic information of the associates that are material to the Group is summarised below:

Company name	Principal place of business	Shareholding ratio			Nature of relationship	Methods of measurement
		September 30, 2023	December 31, 2022	September 30, 2022		
Central Motion Picture Corporation	Taiwan	17.49%	17.49%	17.49%	Note	Equity method
Well Shin Technology Co., Ltd.	Taiwan	18.84%	18.84%	18.84%	Note	Equity method

Note : As the Group's management holds several seats in the Board of Directors of Central Motion Picture Corporation and Well Shin Technology Co., Ltd., the Group is assessed to have significant influence.

(b) Summarised financial information of the associates that are material to the Group is as follows:

Balance sheet

Central Motion Picture Corporation			
	September 30, 2023	December 31, 2022	September 30, 2022
Current assets	\$ 541,398	\$ 496,469	\$ 496,587
Non-current assets	16,408,192	16,700,586	17,207,161
Current liabilities	(181,694)	(177,177)	(154,046)
Non-current liabilities	(6,153,492)	(6,152,277)	(6,192,067)
Total net assets	<u>\$ 10,614,404</u>	<u>\$ 10,867,601</u>	<u>\$ 11,357,635</u>
Share in associate's net assets	\$ 1,609,456	\$ 1,653,741	\$ 1,739,447
Goodwill	-	-	-
Carrying amount of the associates	<u>\$ 1,609,456</u>	<u>\$ 1,653,741</u>	<u>\$ 1,739,447</u>

Well Shin Technology Co., Ltd.			
	September 30, 2023	December 31, 2022	September 30, 2022
Current assets	\$ 5,745,901	\$ 6,236,329	\$ 6,163,243
Non-current assets	2,464,503	2,446,796	2,479,521
Current liabilities	(920,080)	(1,426,591)	(1,454,623)
Non-current liabilities	(731,462)	(665,162)	(661,739)
Total net assets	<u>\$ 6,558,862</u>	<u>\$ 6,591,372</u>	<u>\$ 6,526,402</u>
Share in associate's net assets	\$ 1,235,835	\$ 1,241,673	\$ 1,229,723
Goodwill	36,589	36,589	36,589
Carrying amount of the associates	<u>\$ 1,272,424</u>	<u>\$ 1,278,262</u>	<u>\$ 1,266,312</u>

Statement of comprehensive income

Central Motion Picture Corporation		
Three months ended September 30,		
	2023	2022
Revenue	\$ 139,887	\$ 124,569
Profit for the period from continuing operations	\$ 84,797	\$ 50,616
Other comprehensive (loss) income, net of tax	(3,260)	190,724
Total comprehensive income	<u>\$ 81,537</u>	<u>\$ 241,340</u>
Dividends received from associates	<u>\$ 14,904</u>	<u>\$ 15,436</u>

<u>Central Motion Picture Corporation</u>		
<u>Nine months ended September 30,</u>		
	<u>2023</u>	<u>2022</u>
Revenue	\$ 390,966	\$ 359,601
Profit for the period from continuing operations	\$ 87,153	\$ 63,194
Other comprehensive (loss) income, net of tax	(388,590)	183,229
Total comprehensive (loss) income	(\$ 301,437)	\$ 246,423
Dividends received from associates	\$ 14,904	\$ 15,436

<u>Well Shin Technology Co., Ltd.</u>		
<u>Three months ended September 30,</u>		
	<u>2023</u>	<u>2022</u>
Revenue	\$ 1,356,711	\$ 1,697,267
Profit for the period from continuing operations	\$ 165,424	\$ 333,943
Other comprehensive income, net of tax	141,708	61,902
Total comprehensive income	\$ 307,132	\$ 395,845
Dividends received from associates	\$ 89,130	\$ 44,565

<u>Well Shin Technology Co., Ltd.</u>		
<u>Nine months ended September 30,</u>		
	<u>2023</u>	<u>2022</u>
Revenue	\$ 4,024,905	\$ 4,685,303
Profit for the period from continuing operations	\$ 402,765	\$ 630,729
Other comprehensive income, net of tax	37,755	184,386
Total comprehensive income	\$ 440,520	\$ 815,115
Dividends received from associates	\$ 89,130	\$ 44,565

(c) The carrying amount of the Group's interests in all individually immaterial associates (Note) and the Group's share of the operating results are summarised below:

As of September 30, 2023, December 31, 2022 and September 30, 2022, the carrying amount of the Group's individually immaterial associates amounted to \$3,014,448, \$1,749,140 and \$1,864,260, respectively.

<u>Three months ended September 30,</u>		
	<u>2023</u>	<u>2022</u>
Profit for the period from continuing operations	\$ 255,234	\$ 430,137
Total comprehensive income	\$ 255,234	\$ 430,137

<u>Nine months ended September 30,</u>		
	<u>2023</u>	<u>2022</u>
Profit for the period from continuing operations	\$ 752,340	\$ 480,890
Total comprehensive income	\$ 752,340	\$ 480,890

Note: Sharetronic Data, CMPC Cultural & Creative, Microlink, CYNC, Chung Chia Power, Banrin, Synergy, TEGNA ELECTRONICS PRIVATE LIMITED and SHINFOX FAR EAST COMPANY PTE. LTD.

(d) The fair value of the Group's material associates with quoted market prices is as follows:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Well Shin Technology Co., Ltd.	\$ <u>1,125,262</u>	\$ <u>1,102,980</u>	\$ <u>1,019,421</u>

C. Joint ventures

The carrying amount of the Group's interests in all individual immaterial joint ventures (Note) and the Group's share of the operating results are summarised below:

As of September 30, 2023, December 31, 2022 and September 30, 2022, the carrying amount of the Group's individually immaterial joint ventures amounted to \$118,745, \$116,102 and \$117,830, respectively.

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Loss for the period from continuing operations	(\$ <u>260</u>)	(\$ <u>314</u>)
Total comprehensive loss	(\$ <u>260</u>)	(\$ <u>314</u>)
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Loss for the period from continuing operations	(\$ <u>827</u>)	(\$ <u>659</u>)
Total comprehensive loss	(\$ <u>827</u>)	(\$ <u>659</u>)

Note: Changpin Wind and GRID RESPONSE LLC.

- D. The Group is the single largest shareholder of Well Shin Technology Co., Ltd. with an 18.84% equity interest. Given that it was a strategic investment, and the Group had no involvement in its substantial operations and no active participation at the last shareholders' meeting by other shareholders, which indicates that the Group has no current ability to direct the relevant activities of Well Shin Technology Co., Ltd., the Group has no control, but only has significant influence, over the investee.
- E. The Group has signed a stock purchase agreement with an individual on May 15, 2014 to purchase all the Company's shares in CMPC amounting to \$150,000 thousand. As of September 30, 2023, uncollected amount was \$141,000 thousand (shown as 'other receivables') and accrued impairment loss was \$141,000 thousand.
- F. Chung Chia Power Co., Ltd. increased its capital by issuing new shares on January 29, 2023. The Group did not acquire shares proportionally to its interest. As a result, the Group lost its significant influence and decreased its share interest from 20% to 8%. It was subsequently recognised in financial assets at fair value through other comprehensive income.

- G. The prepayments for investments of the Group on September 30, 2023 were used to invest in JOURN TA BROTHERS LIMITED and Hangzhou Huantuo Power Technology Development Service Co., Ltd. However, the registration had not yet been completed.
- H. On September 25, 2023, the Group's Board of Directors resolved to increase the shareholding of SHINFOX FAR EAST COMPANY PTE LTD, an overseas investee company, to acquire 27% of the equity interests in the overseas investee company from its shareholder, FAR EAST RENEWABLE ENERGY COMPANY PTE LTD. After the acquisition, the Company's shareholding ratio was 67%. The contract was signed on October 25, 2023, with an acquisition amount of USD 21,600 thousand. As of the financial reporting date, the investment has not yet been completed.
- I. On September 25, 2023, the Group's Board of Directors resolved to invest in renewable energy power plants in Vietnam, including GIO THANH ENERGY JOINT STOCK COMPANY, SECO JOINT STOCK COMPANY, VIETNAM RENEWABLE ENERGY JOINT COMPANY STOCK and SECO JOINT STOCK COMPANY, of which the Company's shareholding ratio are all 35%, and both parties completed the signing of the contract on September 29, 2023, with an investment amount of VND 853,248,000 thousand. As of the financial reporting date, the investment has not yet been completed.

(10) Property, plant and equipment

	2023						
	Land	Buildings and structures	Machinery and equipment	Office equipment	Others	Construction-in-progress	Total
At January 1							
Cost	\$ 412,428	\$ 16,014,299	\$ 15,483,038	\$ 549,366	\$ 5,166,840	\$ 1,097,319	\$ 38,723,290
Accumulated depreciation and impairment	-	(4,321,071)	(9,457,802)	(395,524)	(3,625,647)	-	(17,800,044)
	<u>\$ 412,428</u>	<u>\$ 11,693,228</u>	<u>\$ 6,025,236</u>	<u>\$ 153,842</u>	<u>\$ 1,541,193</u>	<u>\$ 1,097,319</u>	<u>\$ 20,923,246</u>
Opening net book amount as at January 1	\$ 412,428	\$ 11,693,228	\$ 6,025,236	\$ 153,842	\$ 1,541,193	\$ 1,097,319	\$ 20,923,246
Additions	54,772	36,211	1,334,139	33,436	442,098	159,423	2,060,079
Disposals	-	(76,287)	(37,229)	(6,705)	(15,819)	-	(136,040)
Decrease (Note)	-	(1,327,364)	-	-	-	-	(1,327,364)
Loss on fire	-	-	(212,017)	(16,562)	(21,005)	-	(249,584)
Reclassifications	-	146,604	194,605	30,249	167,076	(19,110)	519,424
Depreciation charge	-	(291,708)	(1,521,836)	(58,512)	(436,440)	-	(2,308,496)
Net exchange differences	-	38,429	32,005	798	8,655	3,316	83,203
Closing net book amount as at September 30	<u>\$ 467,200</u>	<u>\$ 10,219,113</u>	<u>\$ 5,814,903</u>	<u>\$ 136,546</u>	<u>\$ 1,685,758</u>	<u>\$ 1,240,948</u>	<u>\$ 19,564,468</u>
At September 30							
Cost	\$ 467,200	\$ 14,584,793	\$ 16,298,901	\$ 541,167	\$ 5,453,935	\$ 1,240,948	\$ 38,586,944
Accumulated depreciation and impairment	-	(4,365,680)	(10,483,998)	(404,621)	(3,768,177)	-	(19,022,476)
	<u>\$ 467,200</u>	<u>\$ 10,219,113</u>	<u>\$ 5,814,903</u>	<u>\$ 136,546</u>	<u>\$ 1,685,758</u>	<u>\$ 1,240,948</u>	<u>\$ 19,564,468</u>

Note: Refer to Note 9(1) B. for details.

2022

	Land	Buildings and structures	Machinery and equipment	Office equipment	Others	Construction-in-progress	Total
At January 1							
Cost	\$ 412,428	\$ 15,758,297	\$ 14,361,180	\$ 496,163	\$ 5,018,465	\$ 967,680	\$ 37,014,213
Accumulated depreciation and impairment	-	(3,939,028)	(8,298,577)	(348,110)	(3,403,530)	-	(15,989,245)
	<u>\$ 412,428</u>	<u>\$ 11,819,269</u>	<u>\$ 6,062,603</u>	<u>\$ 148,053</u>	<u>\$ 1,614,935</u>	<u>\$ 967,680</u>	<u>\$ 21,024,968</u>
Opening net book amount as at January 1	\$ 412,428	\$ 11,819,269	\$ 6,062,603	\$ 148,053	\$ 1,614,935	\$ 967,680	\$ 21,024,968
Additions	-	67,115	1,318,096	46,407	287,116	55,733	1,774,467
Disposals	-	-	(21,873)	(4,075)	(11,340)	-	(37,288)
Reclassifications	-	86,420	206,481	25,611	58,035	(7,930)	368,617
Depreciation charge	-	(304,546)	(1,532,222)	(65,803)	(414,719)	-	(2,317,290)
Net exchange differences	-	286,626	156,871	8,222	48,496	2,714	502,929
Closing net book amount as at September 30	<u>\$ 412,428</u>	<u>\$ 11,954,884</u>	<u>\$ 6,189,956</u>	<u>\$ 158,415</u>	<u>\$ 1,582,523</u>	<u>\$ 1,018,197</u>	<u>\$ 21,316,403</u>
At September 30							
Cost	\$ 412,428	\$ 16,237,039	\$ 15,717,001	\$ 556,117	\$ 5,260,259	\$ 1,018,197	\$ 39,201,041
Accumulated depreciation and impairment	-	(4,282,155)	(9,527,045)	(397,702)	(3,677,736)	-	(17,884,638)
	<u>\$ 412,428</u>	<u>\$ 11,954,884</u>	<u>\$ 6,189,956</u>	<u>\$ 158,415</u>	<u>\$ 1,582,523</u>	<u>\$ 1,018,197</u>	<u>\$ 21,316,403</u>

- A. FOXLINK INDIA ELECTRIC PRIVATE LIMITED, a subsidiary of the Group, sustained a fire damage at its factory in TIRUPATI, India on February 27, 2023. The carrying amount of the loss of equipment due to fire amounted to \$249,584, which was listed as 'other gains and losses - loss by fire'. Refer to Note 10 for details.
- B. Amount of borrowing costs capitalised as part of property, plant and equipment and the range of the interest rates for such capitalisation are as follows: (for the three months and nine months ended September 30, 2022: None.)

	<u>Three months ended September 30, 2023</u>
Amount capitalised	\$ 10,533
Range of the interest rates for capitalisation	2.5818%~2.689%
	<u>Nine months ended September 30, 2023</u>
Amount capitalised	\$ 30,333
Range of the interest rates for capitalisation	2.5818%~2.689%

- C. The Group's property, plant and equipment were pledged to others as collateral, please refer to Note 8 for detailed information.
- D. As of September 30, 2023, December 31, 2022 and September 30, 2022, the Group's prepayments for the purchase of equipment amounted to \$2,590,503, \$2,328,066 and \$1,694,624, respectively.

(11) Leasing arrangements-lessee

- A. The Group leases various assets including land, buildings, and transportation equipment. Rental contracts are typically made for periods of 2 to 70 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.
- B. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
	Carrying amount	Carrying amount	Carrying amount
Land	\$ 1,286,608	\$ 1,416,817	\$ 1,234,804
Buildings	926,333	881,504	960,113
Transportation equipment (Business vehicles)	2,544	3,941	4,807
Office equipment (Photocopiers)	-	11	29
	<u>\$ 2,215,485</u>	<u>\$ 2,302,273</u>	<u>\$ 2,199,753</u>

	Three months ended September 30,	
	2023	2022
	Depreciation charge	Depreciation charge
Land	\$ 20,573	\$ 11,138
Buildings	81,915	76,082
Transportation equipment (Business vehicles)	866	817
Office equipment (Photocopiers)	-	17
	<u>\$ 103,354</u>	<u>\$ 88,054</u>
	Nine months ended September 30,	
	2023	2022
	Depreciation charge	Depreciation charge
Land	\$ 45,165	\$ 36,287
Buildings	265,115	207,622
Transportation equipment (Business vehicles)	2,559	2,433
Office equipment (Photocopiers)	11	52
	<u>\$ 312,850</u>	<u>\$ 246,394</u>

C. For the three months and nine months ended September 30, 2023 and 2022, the additions to right-of-use assets amounted to \$80,693, \$129,564, \$365,452 and \$803,624, respectively.

D. The information on income and expense accounts relating to lease contracts is as follows:

	Three months ended September 30,	
	2023	2022
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 4,137	\$ 2,879
Expense on short-term lease contracts	21,450	8,481
Expense on leases of low-value assets	1,051	957
Expense on variable lease payments	11,219	11,149
	Nine months ended September 30,	
	2023	2022
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 13,501	\$ 8,388
Expense on short-term lease contracts	57,766	27,387
Expense on leases of low-value assets	2,739	1,959
Expense on variable lease payments	37,863	36,393
Lease modification gain	77	-

E. For the three months and nine months ended September 30, 2023 and 2022, the Group's total cash outflow for leases amounted to \$136,526, \$103,763, \$357,379 and \$294,624, respectively.

F. Variable lease payments

(a) Some of the Group's lease contracts contain variable lease payment terms that are linked to sales generated from a store or a counter in a department store and sales generated from electricity sold. For aforementioned contracts, up to 10.59% of lease payments are on the basis of variable payment terms and are accrued based on the sales amount. Variable payment terms are used for a variety of reasons and various lease payments that depend on sales are recognised in profit or loss in the period in which the event or condition that triggers those payments occurs.

(b) A 1% increase in the aggregate sales amount of all stores with such variable lease contracts would increase total lease payments by approximately \$379.

G. Please refer to Note 8 for information of right-of-use assets provided by the Group as collaterals.

(12) Investment property

	2023		
	Land	Buildings and structures	Total
At January 1			
Cost	\$ 183,076	\$ 526,996	\$ 710,072
Accumulated depreciation and impairment	-	(149,913)	(149,913)
	<u>\$ 183,076</u>	<u>\$ 377,083</u>	<u>\$ 560,159</u>
Opening net book amount as at January 1	\$ 183,076	\$ 377,083	\$ 560,159
Depreciation charge	-	(9,766)	(9,766)
Net exchange differences	-	438	438
Closing net book amount as at September 30	<u>\$ 183,076</u>	<u>\$ 367,755</u>	<u>\$ 550,831</u>
At September 30			
Cost	\$ 183,076	\$ 527,519	\$ 710,595
Accumulated depreciation and impairment	-	(159,764)	(159,764)
	<u>\$ 183,076</u>	<u>\$ 367,755</u>	<u>\$ 550,831</u>

	2022		
	Land	Buildings and structures	Total
At January 1			
Cost	\$ 183,076	\$ 516,422	\$ 699,498
Accumulated depreciation and impairment	-	(130,715)	(130,715)
	<u>\$ 183,076</u>	<u>\$ 385,707</u>	<u>\$ 568,783</u>
Opening net book amount as at January 1	\$ 183,076	\$ 385,707	\$ 568,783
Depreciation charge	-	(9,830)	(9,830)
Net exchange differences	-	8,880	8,880
Closing net book amount as at September 30	<u>\$ 183,076</u>	<u>\$ 384,757</u>	<u>\$ 567,833</u>
At September 30			
Cost	\$ 183,076	\$ 526,070	\$ 709,146
Accumulated depreciation and impairment	-	(141,313)	(141,313)
	<u>\$ 183,076</u>	<u>\$ 384,757</u>	<u>\$ 567,833</u>

A. Rental income from the lease of the investment property and direct operating expenses arising from the investment property are shown below:

	Three months ended September 30,	
	2023	2022
Rental income from the lease of the investment property	<u>\$ 4,378</u>	<u>\$ 4,194</u>
Direct operating expenses arising from the investment property that generated rental income in the period	<u>\$ 3,235</u>	<u>\$ 3,278</u>
	<u>\$ 1,143</u>	<u>\$ 916</u>
	Nine months ended September 30,	
	2023	2022
Rental income from the lease of the investment property	<u>\$ 13,095</u>	<u>\$ 12,889</u>
Direct operating expenses arising from the investment property that generated rental income in the period	<u>\$ 9,766</u>	<u>\$ 9,830</u>
	<u>\$ 3,329</u>	<u>\$ 3,059</u>

B. Investment property is stated initially at its cost and is depreciated on a straight-line basis over its estimated useful life. The fair value of the investment property held by the Group as at September 30, 2023, December 31, 2022 and September 30, 2022 was \$1,044,809, \$1,146,850 and \$1,108,917, respectively, which was evaluated based on the market prices of similar real estate in the areas nearby, as Level 2 fair value market prices did not change significantly.

C. There was no impairment loss on investment property.

D. The investment property was not pledged to others as collateral.

(13) Intangible assets

	2023					
	Trademark rights	Patent	Goodwill	Customer relationship	Others	Total
At January 1						
Cost	\$ 51,275	\$ 451,126	\$ 3,955,678	\$ 197,637	\$ 431,770	\$ 5,087,486
Accumulated amortisation and impairment	(335)	(244,834)	(2,762,518)	(4,616)	(325,867)	(3,338,170)
	<u>\$ 50,940</u>	<u>\$ 206,292</u>	<u>\$ 1,193,160</u>	<u>\$ 193,021</u>	<u>\$ 105,903</u>	<u>\$ 1,749,316</u>
Opening net book amount as at January 1	\$ 50,940	\$ 206,292	\$ 1,193,160	\$ 193,021	\$ 105,903	\$ 1,749,316
Additions-acquired separately	-	-	-	-	42,852	42,852
Amortisation charge	(33)	(18,345)	-	(48,255)	(37,958)	(104,591)
Reclassification	-	-	-	-	8,599	8,599
Net exchange differences	<u>2,579</u>	<u>-</u>	<u>21,262</u>	<u>-</u>	<u>(539)</u>	<u>23,302</u>
Closing net book amount as at September 30	<u>\$ 53,486</u>	<u>\$ 187,947</u>	<u>\$ 1,214,422</u>	<u>\$ 144,766</u>	<u>\$ 118,857</u>	<u>\$ 1,719,478</u>
At September 30						
Cost	\$ 53,854	\$ 451,126	\$ 3,976,940	\$ 197,637	\$ 459,817	\$ 5,139,374
Accumulated amortisation and impairment	(368)	(263,179)	(2,762,518)	(52,871)	(340,960)	(3,419,896)
	<u>\$ 53,486</u>	<u>\$ 187,947</u>	<u>\$ 1,214,422</u>	<u>\$ 144,766</u>	<u>\$ 118,857</u>	<u>\$ 1,719,478</u>
	2022					
	Trademark rights	Patent	Goodwill	Customer relationship	Others	Total
At January 1						
Cost	\$ 46,266	\$ 451,126	\$ 3,874,852	\$ -	\$ 386,221	\$ 4,758,465
Accumulated amortisation and impairment	(291)	(220,374)	(2,762,518)	-	(307,725)	(3,290,908)
	<u>\$ 45,975</u>	<u>\$ 230,752</u>	<u>\$ 1,112,334</u>	<u>\$ -</u>	<u>\$ 78,496</u>	<u>\$ 1,467,557</u>
Opening net book amount as at January 1	\$ 45,975	\$ 230,752	\$ 1,112,334	\$ -	\$ 78,496	\$ 1,467,557
Additions-acquired separately	-	-	-	-	44,303	44,303
Additions-acquired through business combinations	-	-	39,528	197,637	-	237,165
Amortisation charge	(33)	(18,345)	-	(4,257)	(38,811)	(61,446)
Reclassification	-	-	-	-	2,000	2,000
Net exchange differences	<u>6,728</u>	<u>-</u>	<u>55,472</u>	<u>-</u>	<u>981</u>	<u>63,181</u>
Closing net book amount as at September 30	<u>\$ 52,670</u>	<u>\$ 212,407</u>	<u>\$ 1,207,334</u>	<u>\$ 193,380</u>	<u>\$ 86,969</u>	<u>\$ 1,752,760</u>
At September 30						
Cost	\$ 52,994	\$ 451,126	\$ 3,969,852	\$ 197,637	\$ 416,010	\$ 5,087,619
Accumulated amortisation and impairment	(324)	(238,719)	(2,762,518)	(4,257)	(329,041)	(3,334,859)
	<u>\$ 52,670</u>	<u>\$ 212,407</u>	<u>\$ 1,207,334</u>	<u>\$ 193,380</u>	<u>\$ 86,969</u>	<u>\$ 1,752,760</u>

A. Goodwill is allocated to the Group's cash-generating units identified according to operating segments as follows:

	September 30, 2023				
	System and peripheral products	3C product retail	Energy service management	Others	Total
Taiwan	\$ 715,197	\$ -	\$ 39,528	\$ 8,258	\$ 762,983
Hong Kong	-	439,832	-	11,607	451,439
All other segments	-	-	-	-	-
	<u>\$ 715,197</u>	<u>\$ 439,832</u>	<u>\$ 39,528</u>	<u>\$ 19,865</u>	<u>\$ 1,214,422</u>

	December 31, 2022				
	System and peripheral products	3C product retail	Energy service management	Others	Total
Taiwan	\$ 715,197	\$ -	\$ 39,528	\$ 8,258	\$ 762,983
Hong Kong	-	418,571	-	-	418,571
All other segments	-	-	-	11,606	11,606
	<u>\$ 715,197</u>	<u>\$ 418,571</u>	<u>\$ 39,528</u>	<u>\$ 19,864</u>	<u>\$ 1,193,160</u>

	September 30, 2022				
	System and peripheral products	3C product retail	Energy service management	Others	Total
Taiwan	\$ 715,197	\$ -	\$ 39,528	\$ 8,258	\$ 762,983
Hong Kong	-	432,745	-	-	432,745
All other segments	-	-	-	11,606	11,606
	<u>\$ 715,197</u>	<u>\$ 432,745</u>	<u>\$ 39,528</u>	<u>\$ 19,864</u>	<u>\$ 1,207,334</u>

B. The value of customer relationship arose from the Group acquiring shares in Elegant Energy in February 2022. Refer to Note 6(34) for details.

C. The recoverable amount of all cash-generating units has been determined based on value-in-use calculations. These calculations use pre-tax cash flow projections and decisions assisted by independent valuation institutions based on financial budgets approved by the management covering a five-year period. The Group performs impairment testing annually. For the nine months ended September 30, 2023 and 2022, there was no impairment on assets.

D. The intangible assets were not pledged to others as collateral.

(14) Short-term borrowings

Type of borrowings	September 30, 2023	Interest rate range	Collateral
Bank borrowings			
Credit borrowings	\$ 9,246,994	1.70%~5.60%	-
Secured borrowings	806,124	2.93%	Note 8
	<u>\$ 10,053,118</u>		

<u>Type of borrowings</u>	<u>December 31, 2022</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Credit borrowings	\$ 8,694,117	1.29%~5.12%	-
Secured borrowings	856,124	2.00%~2.50%	Note 8
	<u>\$ 9,550,241</u>		
<u>Type of borrowings</u>	<u>September 30, 2022</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Credit borrowings	\$ 7,307,720	1.04%~4.00%	-
Secured borrowings	3,352,719	1.61%~2.50%	Note 8
	<u>\$ 10,660,439</u>		

(15) Short-term notes and bills payable

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Commercial paper	\$ 3,370,200	\$ 1,792,400	\$ 573,200
Discount amortisation	(6,250)	(3,241)	(500)
	<u>\$ 3,363,950</u>	<u>\$ 1,789,159</u>	<u>\$ 572,700</u>
Annual interest rate range	<u>1.83%~2.65%</u>	<u>2.09%~2.19%</u>	<u>1.76%~2.08%</u>

Information about short-term notes and bills payable that were pledged to others as collaterals is provided in Note 8.

(16) Other payables

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Payables on salary and bonus	\$ 1,911,810	\$ 2,044,046	\$ 1,636,270
Payables on equipment	853,511	514,893	468,910
Payables on employees' compensation and directors' and supervisors' remuneration	288,476	547,809	402,585
Indemnity payable (Note)	322,148	793,728	793,728
Others	2,176,681	2,207,873	2,331,720
	<u>\$ 5,552,626</u>	<u>\$ 6,108,349</u>	<u>\$ 5,633,213</u>

Note: Refer to Note 9(1) B. for details.

(17) Bonds payable

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Secured corporate bonds	\$ 6,600,000	\$ 6,600,000	\$ 6,600,000
Less: Discount on bonds payable	(14,845)	(17,626)	(18,582)
	<u>6,585,155</u>	<u>6,582,374</u>	<u>6,581,418</u>
Less: Current portion of corporate bonds payable (shown as “long-term liabilities, current portion”)	(2,994,430)	-	-
	<u>\$ 3,590,725</u>	<u>\$ 6,582,374</u>	<u>\$ 6,581,418</u>

A. The main terms of the \$3,600,000 2nd secured corporate bonds issued by the Company on July 29, 2020 are as follows:

- (a) Total initial issue amount: \$3,600,000.
- (b) Issue price: Issue at par value, \$1,000 each.
- (c) Issue period: 5 years, from July 29, 2020 to July 27, 2025.
- (d) Coupon rate: 0.65% fixed per annum.
- (e) Interest payment method: Interest is calculated from the date of issuance at the coupon rate, is a simple interest and is paid yearly.
- (f) Principal repayment method: Pay entire amount at the maturity date.
- (g) Guarantee method:
The joint guarantor banks including CTBC Bank Co., Ltd., Taiwan Cooperative Bank Co., Ltd., Hua Nan Commercial Bank Ltd., Agricultural Bank of Taiwan Corporation and Mega International Commercial Bank Co., Ltd. provide guarantees based on a joint engagement guarantee contract and bond-fulfilling guarantee obligation contract.

(h) Commitment:

The company should maintain the following financial ratios during the contract duration for semi-annual consolidated and annual consolidated financial statements:

- i. Current assets to current liabilities ratio of at least 1:1;
- ii. Liabilities not exceeding 200% of tangible net equity;
- iii. Interest coverage of at least 400%; and
- iv. Tangible net equity of at least NT\$15,000,000 thousand.

B. The main terms of the \$3,000,000 1st secured corporate bonds issued by the Company on June 26, 2019 are as follows:

- (a) Total initial issue amount: \$3,000,000.
- (b) Issue price: Issue at par value, \$1,000 each.
- (c) Issue period: 5 years, from June 26, 2019 to June 26, 2024.
- (d) Coupon rate: 0.80% fixed per annum.

(e) Interest payment method: Interest is calculated from the date of issuance at the coupon rate, is a simple interest and is paid yearly.

(f) Principal repayment method: Pay entire amount at the maturity date.

(g) Guarantee method:

The joint guarantor banks including CTBC Bank Co., Ltd., Taiwan Cooperative Bank Co., Ltd., Mega International Commercial Bank Co., Ltd. and Chang Hwa Commercial Bank, Ltd. provide guarantees based on a joint engagement guarantee contract and bond-fulfilling guarantee obligation contract.

(h) Commitment:

The company should maintain the following financial ratios during the contract duration for semi-annual consolidated and annual consolidated financial statements:

- i. Current assets to current liabilities ratio of at least 1:1;
- ii. Liabilities not exceeding 200% of tangible net equity;
- iii. Interest coverage of at least 400%; and
- iv. Tangible net equity of at least NT\$15,000,000 thousand.

(18) Long-term borrowings

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	September 30, 2023
Long-term bank borrowings				
Bank's unsecured borrowings				
Cheng Uei				
- with covenants	Borrowing period is from March 2023 to September 2025; pay entire amount when due	1.85%~1.89%	\$ 300,000	\$ 4,000,000
- without covenants	Borrowing period is from March 2023 to March 2025; pay entire amount when due	1.7%~1.939%	2,417,750	4,632,500
FIT Holding				
- with covenants	Borrowing period is from September 2022 to September 2025; pay entire amount of principal when due, interest is repayable monthly	1.90%~2.03%	1,019,000	500,000
- without covenants	Borrowing period is from August 2022 to May 2027 ; pay entire amount of principal when due, interest is repayable monthly	2.00%	-	600,000
Foxlink Image				
- with covenants	Borrowing period is from September 2023 to September 2025; pay entire amount of principal when due, interest is repayable monthly	1.90%	1,785,000	115,000
- without covenants	Borrowing period is from November 2022 to June 2026; pay entire amount of principal when due, interest is repayable monthly	1.698%~1.89%	600,000	1,750,000
PQI				
- with covenants	Borrowing period is from August 2023 to August 2025; pay principal based on each bank's regulations, interest is repayable monthly	2.03%	-	300,000
- without covenants	Borrowing period is from June 2022 to June 2026 ; pay principal based on each bank's regulations, interest is repayable monthly	2.00%~2.10%	-	600,000

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	September 30, 2023
Glory Science				
- without covenants	Borrowing period is from July 15, 2019 to December 23, 2024; pay principal and interest based on each bank's regulations	1.86%~2.32%	-	95,000
Foxwell Energy				
- without covenants	Principal and interest are repayable in installments from January 2019 to December 2035	2.23%~2.28%	281,956	33,402
Foxwell Power				
- with covenants	Principal and interest are repayable in installments from October 2022 to September 2028	2.55%	-	6,563
Bank's secured borrowings				
Glory Science	Borrowing period is from December 31, 2019 to December 31, 2024; pay principal based on each bank's regulations interest is calculated monthly	1.86%	-	30,000
Foxwell Energy	Principal is repayable in installments from May 2018 to February 2036	2.23%~2.65%	224,138	253,495
Foxwell Power	Principal and interest are repayable in installments from October 2022 to September 2028	2.55%	-	98,438
Medium-term and long-term syndicated loans				
Cheng Uei				
- with covenants	Borrowing period is from November 2020 to November 2025. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal with the new payment	2.20%	4,800,000	3,200,000
Foxwell Power				
- with covenants	Principal and interest are repayable in installments from October 2022 to October 2025	2.58%~2.69%	364,600	1,385,400
				17,599,798
Less: Current portion			(190,746)
Less: Discount			(17,949)
				<u>\$ 17,391,103</u>

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	December 31, 2022
Long-term bank borrowings				
Bank's unsecured borrowings				
Cheng Uei				
- with covenants	Borrowing period is from September 2022 to September 2025; pay entire amount when due	1.98%~2.06%	\$ 2,500,000	\$ 1,500,000
- without covenants	Borrowing period is from September 2022 to March 2025; pay entire amount when due	1.45%~2.30%	2,034,500	5,198,750
FIT Holding				
- with covenants	Borrowing period is from February 2022 to September 2024; pay entire amount of principal when due, interest is repayable monthly	1.51%~2.05%	722,000	630,000
- without covenants	Borrowing period is from July 2021 to August 2024; pay entire amount of principal when due, interest is repayable monthly	1.63%~1.88%	-	800,000

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	December 31, 2022
Foxlink Image				
- with covenants	Borrowing period is from January 2022 to January 2024; pay entire amount of principal when due, interest is repayable monthly	2.00%	2,085,000	115,000
- without covenants	Borrowing period is from July 2021 to December 2024; pay entire amount of principal when due, interest is repayable monthly	1.41%~1.97%	1,640,000	1,410,000
PQI				
- with covenants	Borrowing period is from September 2022 to February 2024; pay principal based on each bank's regulations, interest is repayable monthly	1.88%	-	300,000
- without covenants	Borrowing period is from July 2021 to June 2025 ; pay principal based on each bank's regulations, interest is repayable monthly	1.78%~1.88%	-	600,000
Glory Science				
- without covenants	Borrowing period is from July 15, 2019 to December 23, 2024; pay principal and interest based on each bank's regulations	1.44%~2.07%	-	110,000
Shinfox				
- without covenants	Principal and interest are repayable in installments from February 2019 to February 2023	2.21%	-	1,295
Foxwell Energy				
- without covenants	Principal and interest are repayable in installments from January 2019 to December 2035	1.88%~1.97%	282,098	35,882
Foxwell Power				
- with covenants	Principal and interest are repayable in installments from October 2022 to September 2028	2.15%	-	7,500
Bank's secured borrowings				
Foxwell Energy	Principal and interest are repayable in installments from May 2018 to February 2036	1.88%~2.35%	223,996	275,013
Foxwell Power	Principal and interest are repayable in installments from October 2022 to September 2028	2.15%	-	112,500
Glory Science	Borrowing period is from December 31, 2019 to December 31, 2024; pay principal based on each bank's regulations, interest is calculated monthly	1.61%	-	45,000
Medium-term and long-term syndicated loans				
Cheng Uei				
- with covenants	Borrowing period is from November 2020 to November 2025. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal with the new payment	1.93%~2.06%	4,000,000	4,000,000
Foxwell Power				
- with covenants	Borrowing period is from October 2022 to October 2025; pay entire amount when due	2.32%~2.41%	770,100	979,900
				16,120,840
Less: current portion				(689,541)
Less: Discount				(24,376)
				<u>\$ 15,406,923</u>

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	September 30, 2022
Long-term bank borrowings				
Bank's unsecured borrowings				
Cheng Uei				
- with covenants	Borrowing period is from September 2022 to June 2025; pay entire amount when due	1.44%~1.53%	\$ 1,100,000	\$ 2,900,000
- without covenants	Borrowing period is from September 2022 to March 2025; pay entire amount when due	1.27%~1.72%	2,261,250	5,050,000
FIT Holding				
- with covenants	Borrowing period is from September 2021 to June 2024; pay entire amount to principal when due, interest is repayable monthly	1.49%~1.75%	399,000	1,330,000
- without covenants	Borrowing period is from September 2021 to August 2023; pay entire amount of principal when due, interest is repayable monthly	-	-	-
Foxlink Image				
- with covenants	Borrowing period is from January 2022 to January 2024; pay entire amount of principal when due, interest is repayable monthly	-	-	-
- without covenants	Borrowing period is from July 2021 to September 2024; pay entire amount of principal when due, interest is repayable monthly	0.95%~1.56%	3,560,000	1,690,000
PQI				
- with covenants	Borrowing period is from December 2021 to June 2025; pay entire amount of principal when due, interest is repayable monthly	1.50%~1.63%	-	900,000
Glory Science				
- without covenants	Borrowing period is from July 2019 to July 2024; pay principal and interest based on each bank's regulations	1.44%~1.93%	-	189,000
Shinfox				
- without covenants	Principal is repayable in installments from February 2019 to February 2023	2.09%	-	3,228
Foxwell Energy				
- without covenants	Principal is repayable in installments from January 2019 to December 2035	1.75%~1.83%	286,601	36,708
Bank's secured borrowings				
Foxwell Energy	Principal is repayable in installments from May 2018 to February 2036	1.75%~2.06%	355,963	282,186
Glory Science	Borrowing period is from December 2019 to December 2024; pay principal in installments quarterly, interest is calculated monthly	1.61%	-	45,000
Medium-term and long-term syndicated loans				
Cheng Uei	Borrowing period is from November 2020 to November 2025. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal with the new payment	1.63%	4,800,000	<u>3,200,000</u>
				15,626,122
Less: Current portion				(824,224)
				<u>\$ 14,801,898</u>

- A. In November 2020, the Group signed a medium-term syndicated revolving NTD credit facility agreement with the Bank of Taiwan as the lead bank. The terms of agreement are summarised below:
- (a) Duration of loan: The loan period of the agreement was 5 years from the agreement signing date.
 - (b) Credit line and draw-down: The credit line was NT\$8,000,000 thousand, which can be drawn down in installments of at least NT\$100,000 thousand per draw-down.
 - (c) Principal repayment: The duration of each loan drawn down is either 90 days or 180 days at the Company's option. The Company, if without any default, may submit an application to the banks to draw down a new loan with principal equal to the original loan before its maturity, and the new loan is directly used to repay the original loan. The banks and the Company are not required to make remittances for such draw-down and repayment, which is viewed that the Company has received the new loan on the maturity of original loan.
 - (d) Commitment: The Company should maintain the following financial ratios during the contract duration for semi-annual consolidated and annual consolidated financial statements:
 - i. Current assets to current liabilities ratio of at least 1:1;
 - ii. Liabilities not exceeding 200% of tangible net equity;
 - iii. Interest coverage of at least 400%; and
 - iv. Total equity of at least NT\$15,000,000 thousand.
 - (e) The loan period is decided by the borrower. The borrower may choose to early repay the loans during the contract period according to the syndicated loan contract.
- B. The Company entered into the borrowing contracts with Bank SinoPac, Taipei Fubon and Far Eastern International Bank, and the total credit line is \$4,300 thousand. As of September 30, 2023, the borrowings that have been used amounted to \$4,000 thousand. In the duration period of these contracts, the financial ratios in the semi-annual consolidated and annual consolidated financial statements shall be as follows:
- (a) Current assets to current liabilities ratio of at least 1:1;
 - (b) Liabilities not exceeding 200% of tangible net equity;
 - (c) Interest coverage of at least 400%; and
 - (d) Tangible net equity of at least NT\$15,000,000 thousand.
- C. The Group's subsidiary, FIT Holding, Foxlink Image and PQI, entered into the borrowing contracts with Bank SinoPac, Entie Commercial Bank, Yuanta Commercial Bank, Taishin International Bank and Far Eastern International Bank, and the total credit line is NT\$2,700 thousand. As of September 30, 2023, the borrowings that have been used amounted to NT\$915 thousand. In the duration period of these contracts, the financial ratios in the semi-annual consolidated and annual consolidated financial statements shall be as follows:
- (a) Current assets to current liabilities ratio of at 80% or above;
 - (b) Liabilities not exceeding 200% of tangible net equity;

- (c) Financial gearing ratio should be below 75%;
- (d) Interest coverage of at 3 to 4 times or above;
- (e) Tangible net equity of at least NT\$1,500,000 thousand to NT\$8,000,000 thousand; and
- (f) Net asset value of at least NT\$1,800,000 thousand.
- D. The borrowing contract between the Group's subsidiary Foxwell Power and Taishin International Bank stipulates that the Group shall annually review the financial ratios to maintain a current assets to current liabilities ratio not less than 150%, liabilities not less than 200% of tangible net equity and a net asset value not less than \$800,000 during the loan period. Additionally, the Group is required to review the shareholding ratio of the ultimate parent company and the parent company on a semi-annual basis.
- E. The Group's subsidiary Foxwell Power entered into a syndicated contract for a credit line of \$1,750,000 with three syndicated banks including O-Bank, etc., on October 3, 2022, financial commitments are summarised as follows:
- (a) Foxwell Power committed to review the latest nine months' or twelve months' revenue from ancillary services on a semi-annual or annual basis after the site of the project has been qualified to trade on the energy trading platform and the first settlement amount of ancillary services revenue has been remitted to the reserve account. The interest rate will be adjusted by 0.1% if the cumulative number of times did not meet the above requirement of which the revenue reached 80% of the average monthly income listed in the "Estimated statement of annual gain and loss and cash flow".
- (b) Foxwell Power committed to review the DSCR semi-annually based on the revenue from ancillary services and the principal and interest amount for the latest twelve months, which shall not be less than 1.1 times from the date the first monthly settlement amount of ancillary services revenue for the site of project has been remitted to the reserve account for a full twelve months.
- F. The Group's subsidiary, Foxwell Energy, entered into the borrowing contracts with eleven banks including CTBC Bank, etc., on March 10, 2023, and the total credit line is \$6,720,000. In the duration period of these contracts, the Group shall semi-annually review the tangible net equity to not be less than \$6,000,000, and maintain the shareholding ratio of the parent company.
- G. As of September 30, 2023, the borrowings that have been used amounted to as follows:

Company	Bank	Loan approval amounts (in thousands)	Amount of borrowings used as of September 30, 2023
Cheng Uei	Yuanta Commercial Bank Co., Ltd.	\$ 450,000	\$ 400,000
Cheng Uei	Taiwan Cooperative Bank	500,000	-
Cheng Uei	Cathay Bank	500,000	300,000
Cheng Uei	KGI Bank	1,000,000	885,000
Cheng Uei	First Bank	600,000	600,000
Cheng Uei	Entie Commercial Bank	500,000	-
Cheng Uei	Export-Import Bank of Republic of China	480,000	147,500

Company	Bank	Loan approval amounts (in thousands)	Amount of borrowings used as of September 30, 2023
Cheng Uei	Panhsin Bank	300,000	200,000
Cheng Uei	E.Sun Bank	300,000	300,000
Cheng Uei	Mizuho Bank	USD 30,000	900,000
Cheng Uei	DBS Bank	USD 35,000	900,000
Cheng Uei	United Overseas Bank	USD 10,000	-
Foxlink Image and PQI	Mega International Commercial Bank (Note)	300,000	300,000
FIT Holding	Mega International Commercial Bank	300,000	300,000
FIT Holding	The Shanghai Commercial & Savings Bank	300,000	300,000
Foxlink Image	KGI Bank	400,000	400,000
Foxlink Image	E.Sun Bank (Note)	400,000	300,000
Foxlink Image	Bank of Taiwan	300,000	300,000
Foxlink Image	Hua Nan Commercial Bank	200,000	200,000
Foxlink Image	Taiwan Cooperative Bank	500,000	500,000
Foxlink Image	First Bank	250,000	250,000
Foxlink Image	Cathay Bank (Note)	300,000	100,000
PQI	Hua Nan Commercial Bank	70,000	70,000
PQI	The Shanghai Commercial & Savings Bank	300,000	300,000
Glory Science	Hua Nan Commercial Bank	75,000	75,000
Glory Science	Chang Hwa Bank	50,000	50,000
Foxwell Energy Corporation Ltd.	Taishin International Bank (Note)	46,855	46,855
Foxwell Energy Corporation Ltd.	Mega International Commercial Bank	180,088	180,088
Foxwell Energy Corporation Ltd.	Bank SinoPac	566,049	59,955

Note: The credit line was shared by short-term and long-term borrowings and were disclosed in the consolidation.

G. Information about the collateral that was pledged for the long-term borrowings is provided in Note 8.

(19) Pensions

A.(a) The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the Labour Standards Act, covering all regular employees' service years prior to the enforcement of the Labour Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labour standards Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contributes monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labour pension reserve account by the end of December 31, every year. If the account balance is insufficient to pay

the pension calculated by the aforementioned method, to the employees expected to be qualified for retirement next year, the Company and its domestic subsidiaries will make contributions to cover the deficit by next March.

- (b) The pension costs under the abovementioned defined contribution plan for the three months and nine months ended September 30, 2023 and 2022 were \$746, \$673, \$2,237 and \$2,020, respectively.
 - (c) Expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2024 amount to \$164,582.
- B.(a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a funded defined contribution pension plan (the “New Plan”) under the Labour Pension Act (the “Act”), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contributes monthly an amount based on 6% of the employees’ monthly salaries and wages to the employees’ individual pension accounts at the Bureau of Labour Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.
- (b) The Company’s Mainland China subsidiaries and other foreign subsidiaries have a funded defined contribution plan. Monthly contributions are based on the employees’ monthly salaries (the contribution ratio for the three months and nine months ended September 30, 2023 and 2022 is between 10.2%~21%) and wages to an independent fund administered by the government in accordance with the pension regulations. Other than the monthly contributions, the Group has no further obligations.
 - (c) The pension costs under the abovementioned defined contribution pension plan for the three months and nine months ended September 30, 2023 and 2022 were \$231,721, \$262,520, \$667,452 and \$715,734, respectively.

(20) Share capital

A. As of September 30, 2023, the Company’s authorised common stock was \$7,000,000 (including 50,000,000 shares reserved for the issuance of employees’ warrants), and the issued and outstanding shares were 462,823,940 shares.

B. Treasury shares

Before becoming a subsidiary, Foxlink Image Technology Co., Ltd. held the parent’s capital stock amounting to 27,503 thousand shares with a book value of \$272,066 for general investment purpose. For the nine months ended September 30, 2023, Foxlink Image Technology Co., Ltd. acquired 22,000 thousand shares with a book value of \$350,708 after the Company acquired control over Foxlink Image on October 1, 2018. As of September 30, 2023, December 31, 2022 and September 30, 2022, the detailed information of Foxlink Image’s parent equity shares is as follows:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Thousand shares	<u>49,503</u>	<u>27,503</u>	<u>27,503</u>
Book value	<u>\$ 622,774</u>	<u>\$ 272,066</u>	<u>\$ 272,066</u>

(21) Capital surplus

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital reserve to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. Capital reserve should not be used to cover accumulated deficit unless the legal reserve is insufficient.

	2023					
	<u>Share premium</u>	<u>Treasury share transactions</u>	<u>Difference between proceeds from acquisition or disposal of subsidiary and book value</u>	<u>Changes in interests in subsidiaries</u>	<u>Change in net equity of associates accounted for using equity method</u>	<u>Total</u>
At January 1	\$ 9,337,850	\$ 87,091	\$ 700,203	\$ 3,894	\$ 253,645	\$ 10,382,683
Cash dividends distributed to subsidiaries	-	33,216	-	-	-	33,216
Recognition of adjustments of investees proportionately	-	-	-	(12)	264,689	264,677
At September 30	<u>\$ 9,337,850</u>	<u>\$ 120,307</u>	<u>\$ 700,203</u>	<u>\$ 3,882</u>	<u>\$ 518,334</u>	<u>\$ 10,680,576</u>
	2022					
	<u>Share premium</u>	<u>Treasury share transactions</u>	<u>Difference between proceeds from acquisition or disposal of subsidiary and book value</u>	<u>Changes in interests in subsidiaries</u>	<u>Change in net equity of associates accounted for using equity method</u>	<u>Total</u>
At January 1	\$ 9,337,850	\$ 71,336	\$ 589,709	\$ 3,829	\$ 250,151	\$ 10,252,875
Cash dividends distributed to subsidiaries	-	15,755	-	-	-	15,755
Recognition of adjustments of investees proportionately	-	-	110,200	65	3,532	113,797
At September 30,	<u>\$ 9,337,850</u>	<u>\$ 87,091</u>	<u>\$ 699,909</u>	<u>\$ 3,894</u>	<u>\$ 253,683</u>	<u>\$ 10,382,427</u>

(22) Retained earnings

A. Based on the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve. The appropriation of remainder shall be proposed by the Board of Directors and be resolved by the shareholders.

The Board of Directors may, upon resolution adopted by a majority vote at a meeting of the Board of Directors attended by two-thirds of the total number of directors, distribute dividends and bonus, capital surplus or legal reserve, in whole or in part, in the form of cash. The above distribution is not subject to approval by the shareholders.

- B. According to the Company's Articles of Incorporation, no more than 90% of the distributable retained earnings shall be distributed as stockholders' bonus and cash dividend distributed in any calendar year shall be at least 20% of the total distributable earnings in that year based on future capital expenditures budget and capital requirements.
- C. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.
- D. (a) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
- (b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Order No. Financial-Supervisory-Securities-Corporate-1010012865, dated April 6, 2012, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently.
- (c) As of January 1, 2018, the amounts previously set aside by the Company as special reserve for the initial application of IFRSs amounted to \$665,206. Furthermore, the Company did not reverse special reserve to retained earnings for the three months and nine months ended September 30, 2023 and 2022 as a result of the use, disposal or reclassification of related assets. As of September 30, 2023, December 31, 2022 and September 30, 2022, the amount of special reserve set aside for the initial application of IFRSs all amounted to \$665,206.
- E. (a) Details of the appropriation of 2022's and 2021's net income which was resolved at the stockholders' meeting on May 31, 2023 and June 21, 2022, respectively, are as follows:

	Year ended December 31, 2022		Year ended December 31, 2021	
	Amount	Dividend per share (in dollars)	Amount	Dividend per share (in dollars)
Legal reserve	\$ 153,911	\$ -	\$ 94,372	\$ -
Special reserve	(237,890)	-	565,304	-
Cash dividends	<u>1,127,119</u>	<u>2.2</u>	<u>768,490</u>	<u>1.5</u>
Total	<u>\$ 1,043,140</u>	<u>\$ 2.2</u>	<u>\$ 1,428,166</u>	<u>\$ 1.5</u>

Information about earnings distribution of the Company as approved and proposed by the Board of Directors and resolved by the shareholders' will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(23) Other equity items

	2023		
	Unrealized gains (losses) on valuation	Currency translation of foreign financial statements	Total
At January 1	(\$ 544,591)	(\$ 1,819,170)	(\$ 2,363,761)
Changes in disposals			
- Group	915	-	915
Valuation adjustment			
- Group	(35,944)	-	(35,944)
- Associates	(121,503)	-	(121,503)
Currency translation differences:			
- Group	-	87,869	87,869
- Associates	-	(10,371)	(10,371)
At September 30	<u>(\$ 701,123)</u>	<u>(\$ 1,741,672)</u>	<u>(\$ 2,442,795)</u>
	2022		
	Unrealized gains (losses) on valuation	Currency translation of foreign financial statements	Total
At January 1	(\$ 472,609)	(\$ 2,129,042)	(\$ 2,601,651)
Valuation adjustment			
- Group	(11,424)	-	(11,424)
- Associates	44,235	-	44,235
Currency translation differences:			
- Group	-	743,494	743,494
- Associates	-	(63,622)	(63,622)
At September 30	<u>(\$ 439,798)</u>	<u>(\$ 1,449,170)</u>	<u>(\$ 1,888,968)</u>

(24) Operating revenue

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods over time and at a point in time in the following major product lines and generates related revenue in each reportable segment:

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Systems and peripheral products	\$ 9,856,168	\$ 12,312,173
3C component	9,779,563	9,707,115
3C product retail	2,645,697	3,965,575
Energy service management	<u>2,693,917</u>	<u>572,141</u>
Total	<u>\$ 24,975,345</u>	<u>\$ 26,557,004</u>

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Systems and peripheral products	\$ 25,259,044	\$ 28,963,032
3C component	21,370,641	24,330,373
3C product retail	8,282,472	10,229,994
Energy service management	<u>5,879,934</u>	<u>2,677,254</u>
Total	<u>\$ 60,792,091</u>	<u>\$ 66,200,653</u>

B. Unfulfilled construction contracts

Aggregate amount of the transaction price allocated to and the year expected to recognise revenue for the unsatisfied performance obligations in relation to the contracted significant construction contracts as of September 30, 2023, December 31, 2022 and September 30, 2022 are as follows:

<u>Year</u>	<u>Year expected to recognise revenue</u>	<u>Contracted amount (before tax)</u>
September 30, 2023	2023~2025	\$ 48,941,887
December 31, 2022	2023~2025	50,750,368
September 30, 2022	2022~2025	52,154,845

C. Contract assets and contract liabilities

(a) The Group has recognised the following revenue-related contract assets and liabilities:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Contract assets:			
Contract assets-construction contracts	<u>\$ 6,092,541</u>	<u>\$ 2,716,125</u>	<u>\$ 1,351,206</u>

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Contract liabilities:			
Contract liabilities-advance sales receipts	\$ 694,224	\$ 1,057,380	\$ 817,562
Contract liabilities-warranty with an extra fee	36,212	8,912	-
Contract liabilities-education training courses	18,404	18,404	-
Contract liabilities-construction contracts	<u>6,950</u>	<u>3,171</u>	<u>5,387</u>
	<u>\$ 755,790</u>	<u>\$ 1,087,867</u>	<u>\$ 822,949</u>
Contract liabilities-non-current:			
Contract liabilities-warranty with an extra fee	\$ 147,771	\$ 173,085	\$ -
Contract liabilities-education training courses	<u>37,174</u>	<u>50,901</u>	<u>-</u>
Total	<u>\$ 185,485</u>	<u>\$ 223,986</u>	<u>\$ -</u>

(b) Contract assets and liabilities recognised for the aforementioned construction contracts as at September 30, 2023, December 31, 2022 and September 30, 2022 are as follows:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Aggregate costs incurred plus recognised profits	\$ 12,587,870	\$ 8,411,401	\$ 6,502,357
Less: Progress billings	(6,502,279)	(5,698,447)	(5,156,538)
Net balance sheet position for construction in progress	<u>\$ 6,085,591</u>	<u>\$ 2,712,954</u>	<u>\$ 1,345,819</u>
Presented as:			
Current contract assets	\$ 6,092,541	\$ 2,716,125	\$ 1,351,206
Current contract liabilities	(6,950)	(3,171)	(5,387)
Total	<u>\$ 6,085,591</u>	<u>\$ 2,712,954</u>	<u>\$ 1,345,819</u>

(c) Revenue recognised that was included in the contract liability balance at the beginning of the period:

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Revenue recognised that was included in the contract liability balance at the beginning of the period	<u>\$ 73,179</u>	<u>\$ 74,405</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Revenue recognised that was included in the contract liability balance at the beginning of the period	<u>\$ 502,385</u>	<u>\$ 171,258</u>

D. Please refer to Note 9 for the information of significant construction contracts of the Group.

(25) Interest income

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Interest income from bank deposits	<u>\$ 67,013</u>	<u>\$ 34,196</u>

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Interest income from bank deposits	<u>\$ 192,654</u>	<u>\$ 70,199</u>

(26) Other income

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Rental revenue	\$ 15,340	\$ 13,556
Other revenue-other	57,583	103,982
	<u>\$ 72,923</u>	<u>\$ 117,538</u>

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Rental revenue	\$ 48,010	\$ 39,811
Other revenue-other	215,515	287,714
	<u>\$ 263,525</u>	<u>\$ 327,525</u>

(27) Other gains and losses

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Loss on disposal of property, plant and equipment	(\$ 10,658)	(\$ 8,453)
Net currency exchange gains	249,930	401,074
Depreciation charge on investment property	(3,235)	(3,278)
Loss on indemnity	-	(793,728)
Other gains and losses	(34,746)	(45,648)
	<u>\$ 201,291</u>	<u>(\$ 450,033)</u>

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Gains on financial assets (liabilities) at fair value through profit or loss	\$ 629	\$ -
(Loss) gain on disposal of property, plant and equipment	(18,493)	(6,514)
Investment losses on disposal of subsidiaries	(7,877)	-
Loss on the fire damage	(552,414)	-
Claims income	520,642	-
Net currency exchange gains	340,156	612,301
Depreciation charge on investment property	(9,766)	(9,830)
Loss on indemnity	-	(793,728)
Other gains and losses	(58,325)	(55,472)
	<u>\$ 214,552</u>	<u>(\$ 253,243)</u>

(28) Finance costs

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Bank borrowings	\$ 126,527	\$ 82,309
Corporate bonds	23,821	23,679
Lease liabilities	4,695	2,879
	<u>\$ 155,043</u>	<u>\$ 108,867</u>

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Bank borrowings	\$ 356,149	\$ 198,962
Corporate bonds	70,817	71,025
Lease liabilities	13,501	8,388
	<u>\$ 440,467</u>	<u>\$ 278,375</u>

(29) Expenses by nature

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Employee benefit expense	\$ 3,664,579	\$ 4,012,036
Depreciation expense	904,052	855,323
Amortisation charges on intangible assets	35,070	18,332
Transportation expense	141,957	179,933
Advertising costs	22,396	26,517
Operating lease payments	33,720	20,587
	<u>\$ 4,801,774</u>	<u>\$ 5,112,728</u>

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Employee benefit expense	\$ 9,396,443	\$ 9,690,903
Depreciation expense	2,621,346	2,563,684
Amortisation charges on intangible assets	104,591	61,446
Transportation expense	390,007	491,209
Advertising costs	78,202	50,467
Operating lease payments	98,368	65,739
	<u>\$ 12,688,957</u>	<u>\$ 12,923,448</u>

(30) Employee benefit expense

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Wages and salaries	\$ 3,200,201	\$ 3,482,721
Pension costs	232,467	263,193
Labour and health insurance fees	154,821	153,173
Other personnel expenses	77,090	112,949
	<u>\$ 3,664,579</u>	<u>\$ 4,012,036</u>

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Wages and salaries	\$ 8,058,336	\$ 8,327,535
Pension costs	669,689	717,754
Labour and health insurance fees	412,292	402,647
Other personnel expenses	256,126	242,967
	<u>\$ 9,396,443</u>	<u>\$ 9,690,903</u>

- A. According to the Articles of Incorporation of the Company, a ratio of distributable profit of the current year, after covering accumulated losses, shall be distributed as employees' compensation and directors' and supervisors' remuneration. The ratio shall not be lower than 6% for employees' compensation and shall not be higher than 3% for directors' and supervisors' remuneration.
- B. For the three months and nine months ended September 30, 2023 and 2022, employees' compensation was accrued at \$105,153, \$116,599, \$137,792 and \$157,604, respectively; directors' and supervisors' remuneration was both accrued at \$4,408, \$9,137, \$5,472 and \$12,712. The aforementioned amounts were recognised in salary expenses.
- C. Employees' compensation and directors' and supervisors' remuneration of 2022 as resolved at the Board of Directors were in agreement with those amounts recognised in the profit or loss of 2022.
- D. Information about employees' compensation and directors' and supervisors' remuneration of the Company as approved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(31) Income tax

A. Income tax expense

(a) Components of income tax expense:

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Current tax:		
Tax payable incurred in current period	\$ 271,458	\$ 168,693
Tax on undistributed surplus earnings	(13)	650
Prior year income tax (over) underestimation	(20,953)	10,884
Total current tax	<u>250,492</u>	<u>180,227</u>
Deferred tax:		
Origination and reversal of temporary differences	<u>130,426</u>	<u>250,076</u>
Total deferred tax	<u>130,426</u>	<u>250,076</u>
Income tax expense	<u>\$ 380,918</u>	<u>\$ 430,303</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Current tax:		
Tax payable incurred in current period	\$ 634,353	\$ 517,072
Tax on undistributed surplus earnings	36,250	5,267
Prior year income tax (over) underestimation	(32,141)	20,651
Total current tax	<u>638,462</u>	<u>542,990</u>
Deferred tax:		
Origination and reversal of temporary differences	<u>8,348</u>	<u>312,350</u>
Total deferred tax	<u>8,348</u>	<u>312,350</u>
Income tax expense	<u>\$ 646,810</u>	<u>\$ 855,340</u>

(b) The income tax relating to components of other comprehensive income is as follows:

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Currency translation differences	<u>\$ 191,561</u>	<u>\$ 47,099</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Currency translation differences	<u>\$ 19,375</u>	<u>\$ 169,968</u>

B. The latest year of the Company's and its domestic subsidiaries' income tax returns that have been assessed and approved by the Tax Authority is as follows:

	<u>Status of Assessment</u>
Suntain, Zhi De Investment, Darts, FII, FUII, FAT, WCT, DU Precision, Shinfox, Foxwell Energy, Foxwell Power, Studio A, Jing Jing, Straight A, VA, PSI, Shinfox Natural Gas and Elegant Energy	Assessed and approved up to 2021
The Company	Assessed and approved up to 2020
Foxlink Image, PQI, Glory Science and FIT Holding	Assessed and approved up to 2018

(32) Earnings per share

	<u>Three months ended September 30, 2023</u>		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (share in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 951,224	466,740	\$ 2.04
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 951,224	466,740	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	2,743	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 951,224	469,483	\$ 2.03

<u>Three months ended September 30, 2022</u>			
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (share in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 729,725	484,824	\$ 1.51
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 729,725	484,824	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	3,930	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 729,725	488,754	\$ 1.49

<u>Nine months ended September 30, 2023</u>			
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (share in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,080,684	474,448	\$ 2.28
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,080,684	474,448	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	3,561	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 1,080,684	478,009	\$ 2.26

	Nine months ended September 30, 2022		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (share in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,245,864	484,824	\$ 2.57
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,245,864	484,824	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	4,649	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 1,245,864	489,473	\$ 2.55

(33) Transactions with non-controlling interest

The Group did not participate in the capital increase raised by the second-tier subsidiary proportionally to its interest to the subsidiary.

A. The second-tier subsidiary, Shinfox Energy Co., Ltd., and Foxwell Power Co., Ltd. increased its capital by issuing new shares in 2022. The Group did not acquire shares proportionally to its interest. As a result, the Group decreased its share interest by 3.01% and 18.77%, respectively. The transaction increased non-controlling interest by \$2,381,970 and increased the equity attributable to owners of parent by \$109,969.

B. The second-tier subsidiary, Guanwei Power Co., Ltd increased its capital by issuing new shares on July 5, 2023. The Group did not acquire shares proportionally to its interest. As a result, the Group decreased its share interest by 49%. The transaction increased non-controlling interest by \$34,312 and decreased the equity attributable to owners of parent by \$12.

(34) Business combinations (For the nine months ended September 30, 2023: None)

A. On February 14, 2022, the Group acquired 100% of the share capital of Elegant Energy for \$200,000 and obtained control over Elegant Energy. As a result of the acquisition, the Group is expected to increase its presence in the land-based wind market.

B. The following table summarises the consideration paid for Elegant Energy and the fair values of the assets acquired and liabilities assumed at the acquisition date:

	<u>February 14, 2022</u>
Purchase consideration	
Cash	\$ 200,000
Fair value of the identifiable assets acquired and liabilities assumed	
Cash	786
Other current assets	3,293
Intangible assets	197,637
Other current liabilities	(1,716)
Deferred tax liabilities:	(39,528)
Total identifiable net assets	<u>160,472</u>
Goodwill	<u>\$ 39,528</u>

C. The allocation of purchase price due to acquisition of Elegant Energy was completed in the first quarter of 2022. The fair value of the acquired identifiable intangible assets and goodwill amounted to \$197,637 and \$39,528, respectively.

D. The operating revenue included in the consolidated statement of comprehensive income since February 14, 2022 contributed by Elegant Energy was \$1,998. Elegant Energy also contributed profit before income tax of \$1,990 over the same period. Had Elegant Energy been consolidated from January 1, 2022, the consolidated statement of comprehensive income would show operating revenue of \$66,201,402 and profit before income tax of \$2,512,818.

(35) Supplemental cash flow information

A. Investment activities with partial cash payments:

	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Purchase of property, plant and equipment	\$ 2,060,079	\$ 1,774,467
Add: Opening balance of payable on equipment	514,893	447,305
Less: Ending balance of payable on equipment	(853,511)	(468,910)
Cash paid during the period	<u>\$ 1,721,461</u>	<u>\$ 1,752,862</u>

B. The Group sold 58.50% of its shares in the subsidiary, Junezhe, on December 27, 2022 and therefore lost control over the subsidiary (please refer to Note 4(3)B.). The details of the consideration received from the transaction (including cash and cash equivalents) and assets and liabilities relating to the subsidiary are as follows:

	<u>December 27, 2022</u>
Consideration received	
Cash	\$ 134,550
Carrying amount of assets and liabilities of Junezhe	
Cash	11,788
Accounts receivable	16,790
Other current assets	1,091
Property, plant and equipment	173,333
Accounts payable (including related parties)	(4,013)
Other payables	(3,587)
Current tax liabilities	(7,081)
Other current liabilities	(17)
Total net assets	<u>\$ 188,304</u>

(36) Changes in liabilities from financing activities

	<u>2023</u>					
	<u>Short-term borrowings</u>	<u>Short-term notes and bills payable</u>	<u>Corporate bonds payable</u>	<u>Long-term borrowings</u>	<u>Lease liabilities</u>	<u>Liabilities from financing activities - gross</u>
At January 1	\$ 9,550,241	\$ 1,789,159	\$ 6,582,374	\$ 16,096,464	\$ 977,569	\$ 34,995,807
Changes in cash flow from financing activities	502,877	1,577,800	-	1,478,958	(259,011)	3,300,624
Impact of changes in foreign exchange rate	-	-	-	-	80,261	80,261
Interest expense	-	-	-	-	13,501	13,501
Changes in other non-cash items	-	(3,009)	2,781	6,427	267,795	273,994
At September 30	<u>\$ 10,053,118</u>	<u>\$ 3,363,950</u>	<u>\$ 6,585,155</u>	<u>\$ 17,581,849</u>	<u>\$ 1,080,115</u>	<u>\$ 38,664,187</u>
	<u>2022</u>					
	<u>Short-term borrowings</u>	<u>Short-term notes and bills payable</u>	<u>Corporate bonds payable</u>	<u>Long-term borrowings</u>	<u>Lease liabilities</u>	<u>Liabilities from financing activities - gross</u>
At January 1	\$ 4,224,848	\$ 1,596,522	\$ 6,578,570	\$ 11,479,117	\$ 406,162	\$ 24,285,219
Changes in cash flow from financing activities	6,435,591	(1,023,822)	-	4,147,005	(228,885)	9,329,889
Impact of changes in foreign exchange rate	-	-	-	-	78,442	78,442
Interest expense	-	-	-	-	8,388	8,388
Changes in other non-cash items	-	-	2,848	-	792,741	795,589
At September 30	<u>\$ 10,660,439</u>	<u>\$ 572,700</u>	<u>\$ 6,581,418</u>	<u>\$ 15,626,122</u>	<u>\$ 1,056,848</u>	<u>\$ 34,497,527</u>

7. RELATED PARTY TRANSACTIONS

(1) Names of related parties and relationship

Names of related parties	Relationship with the Group
Well Shin Technology Co., Ltd. (Well Shin)	Associate
Sharetronic Data Technology Co., Ltd. (Sharetronic)	Associate
Microlink Communications Inc. (Microlink)	Associate
Central Motion Picture Corporation (Central Motion Picture)	Associate
Deepwaters Digital Support Inc. (Deepwaters)	Associate
Dongguan Banrin Robot Technology Co., Ltd. (Banrin)	Associate
Synergy Co., Ltd. (Synergy)	Associate
Changpin Wind Power Ltd.(Changpin)	Joint venture (Note 1)
Shin Hon International Investment Co., Ltd. (SHIN HON)	Other related party
Hon Hai Precision Industry Co., Ltd. (Hon Hai)	Other related party
Chern Feng Engineering Tech Co., Ltd. (Chern Feng)	Formerly other related party (Note 2)

Note 1: The Group acquired the investment accounted for using equity method in the second quarter of 2022, so it is listed as a related party.

Note 2: Chern Feng was the Group's related party because Chern Feng was the major shareholder of the Group's subsidiary - Junezhe. However, the Group disposed all the equity interest in Junezhe on December 27, 2022. As a result, Chern Feng was no longer a related party of the Group starting from December 27, 2022.

(2) Significant related party transactions

A. Operating revenue

	Three months ended September 30,	
	2023	2022
- Associates	\$ -	\$ 8,926
- Joint venture	5,000	-
- Other related parties	207,711	165,242
	<u>\$ 212,711</u>	<u>\$ 174,168</u>
	Nine months ended September 30,	
	2023	2022
- Associates	\$ 47	\$ 49,031
- Joint venture	133,354	-
- Other related parties	593,345	604,056
	<u>\$ 726,746</u>	<u>\$ 653,087</u>

- (a) The sales price in relation to the transaction made with related parties is based on mutual agreement. All the credit terms on sales to related parties were receivable within 4 to 6 months after sales. The credit terms on sales to third parties were 30 to 120 days after monthly billing or by telegraphic transfer upon shipment of goods, except for receivables arising from the sales of tooling that are collectible upon acceptance by customers.
- (b) The Group's sales of services to the abovementioned related parties refer to construction revenue and service revenue from contracts such as electricity sales revenue charged from the contracted construction agreements, contracted agreements for development, design, manufacture and supervision of construction and the operation and maintenance contract for wind turbine generator system (WTGS) entered with other related parties, and the transaction price and credit terms are the same with the market situation or the general customers.

B. Operating costs

(a) Purchase

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Purchases of goods:		
- Associates	\$ 63,563	\$ 135,610
- Other related parties	<u>144,951</u>	<u>416,025</u>
	<u>\$ 208,514</u>	<u>\$ 551,635</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Purchases of goods:		
- Associates	\$ 184,953	\$ 272,676
- Other related parties	<u>422,792</u>	<u>871,941</u>
	<u>\$ 607,745</u>	<u>\$ 1,144,617</u>

The purchase price in relation to the transaction made with related parties is based on mutual agreement. All purchases from related parties are at arm's-length. Payment period was 60 to 120 days after receipt of goods from suppliers.

(b) Construction cost

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Construction cost		
- Formerly other related parties	<u>\$ -</u>	<u>\$ 18,106</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Construction cost		
- Formerly other related parties	<u>\$ -</u>	<u>\$ 38,082</u>

Except for construction cost which is calculated based on the construction contract entered into using market quotes, other payments of the transactions between the Group and the abovementioned related parties are calculated based on mutual agreement and paid monthly.

C. Rental revenue

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Associates	<u>\$ 10,963</u>	<u>\$ 7,803</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Associates	<u>\$ 34,915</u>	<u>\$ 23,025</u>

D. Receivables from related parties

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Accounts receivable:			
- Other related parties	\$ 418,380	\$ 339,390	\$ 359,664
- Associates	<u>83,688</u>	<u>74,797</u>	<u>80,455</u>
	<u>\$ 502,068</u>	<u>\$ 414,187</u>	<u>\$ 440,119</u>
Other receivables (Financing):			
- Associates			
Microlink	\$ 55,000	\$ 55,000	\$ 55,000
Other receivables (Dividends receivable):			
- Associates			
Sharetronic	11,143	-	-
Other receivables (Others):			
- Associates	8,458	11,184	10,565
- Other related parties	<u>1,555</u>	<u>364</u>	<u>526</u>
	<u>\$ 76,156</u>	<u>\$ 66,548</u>	<u>\$ 66,091</u>

Other receivables (Other) mainly refer to the rental income received from related parties, and the collection terms are based on mutual agreement.

E. Payables to related parties:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Accounts payable:			
- Associates	\$ 75,030	\$ 123,552	\$ 146,975
- Other related parties	<u>66,850</u>	<u>57,572</u>	<u>127,763</u>
	<u>\$ 141,880</u>	<u>\$ 181,124</u>	<u>\$ 274,738</u>

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Other payables-Receipts under custody:			
- Associates	\$ 23,361	\$ 20,476	\$ 22,236
- Other related parties	-	-	11,387
	<u>\$ 23,361</u>	<u>\$ 20,476</u>	<u>\$ 33,623</u>

F. Property transactions

Acquisition of property, plant and equipment

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
- Associates	<u>\$ -</u>	<u>\$ -</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
- Associates	<u>\$ 8,795</u>	<u>\$ -</u>

The Company purchased equipment from the associates and the payment terms were determined based on mutual agreements.

G. Lease transactions - lessee

(a) The Group leases buildings from related parties. Rental contracts are typically made for periods of 3 years. Rents are paid at the end of the month.

(b) Acquisitions of right-of-use assets

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Associates	<u>\$ -</u>	<u>\$ 4,654</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Associates	<u>\$ -</u>	<u>\$ 4,654</u>

(c) Lease liability

i. Outstanding balance:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Associates	\$ 2,265	\$ 9,011	\$ 11,244
Other related parties	6,812	13,542	15,767
	<u>\$ 9,077</u>	<u>\$ 22,553</u>	<u>\$ 27,011</u>

ii. Interest expense

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Associates	\$ 13	\$ 34
Other related parties	33	69
	<u>\$ 46</u>	<u>\$ 103</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Associates	\$ 64	\$ 109
Other related parties	127	234
	<u>\$ 191</u>	<u>\$ 343</u>

(3) Key management compensation

	<u>Three months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Short-term employee benefits	\$ 37,524	\$ 49,135
Post-employment benefits	743	707
Total	<u>\$ 38,267</u>	<u>\$ 49,842</u>
	<u>Nine months ended September 30,</u>	
	<u>2023</u>	<u>2022</u>
Short-term employee benefits	\$ 85,741	\$ 94,966
Post-employment benefits	2,222	2,017
Total	<u>\$ 87,963</u>	<u>\$ 96,983</u>

8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

Pledged asset	Book value			Purpose
	September 30, 2023	December 31, 2022	September 30, 2022	
Property, plant and equipment	\$ 1,496,260	\$ 2,637,959	\$ 2,512,051	Short-term notes and bills, short and long-term borrowings, debt mortgage guarantee
Right-of-use assets	24,115	198,125	202,243	Debt mortgage guarantee
Repatriation of capital from Taiwan's offshore companies (shown as financial assets at amortised cost-current)	182,641	184,629	86,810	Repatriation of capital from Taiwan's offshore companies
Restricted deposits and time deposits-current (shown as financial assets at amortised cost-current)	2,632,114	2,848,235	3,144,181	Customs deposit, guarantee for L/C issued for purchases of materials, government grants coupon trust, construction performance security deposit, short-term borrowings and guaranteed bill
Refundable deposits (shown as other current assets)	999,333	999,711	1,005,211	Construction performance security deposit, performance security deposit
Restricted deposits and time deposits-non-current (shown as financial assets at amortised cost-non-current)	417,627	450,052	46,891	Litigation deposit and collateral for long-term borrowings, reserve account and performance security deposit and development deposit
Refundable deposits (shown as other non-current assets)				Customs deposit, plant deposit and rental performance security deposit, security deposit and Electrical energy performance security deposit
	<u>576,762</u>	<u>642,607</u>	<u>363,297</u>	
	<u>\$ 6,328,852</u>	<u>\$ 7,961,318</u>	<u>\$ 7,360,684</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

A. The Group's subsidiary, Shih Fong Power Co., Ltd. ("Shih Fong"), carried out the "Shih Fong Power's FongPing River and Its Tributary Hydroelectric Project" (the "Project") in Hualien County and planned to build a weir in FongPing River for hydropower plants to generate electricity. Since 2000, the Company has successively obtained the permit to build the infrastructure as an electricity enterprise and the work permit to operate power generation equipment as an electricity enterprise (the "Work Permit"). As the construction was unable to be completed on time, an extension was applied for according to the law year by year and the Work Permit was obtained as approved and issued by the Ministry of Economic Affairs. Certain litigations that ensued during the period of application for the renewal of the Work Permit were as follows:

(a) Administrative appeal

The local indigenous peoples (the “Petitioners”) filed a petition on May 14, 2021 with the Administrative Appeals Committee of the Executive Yuan (AAC), requesting “the suspension of the Project” and “the revocation of work permit in 2021 issued by the Ministry of Economic Affairs”. Regarding the dispute with the former, the administrative appeal was dismissed from the AAC on May 31, 2021; and regarding the dispute with the latter, the decision of administrative appeal was rendered by the AAC on March 3, 2022 and the original administrative action was revoked.

In accordance with the decision of the AAC, the Ministry of Economic Affairs sent a letter to Shih Fong on March 10, 2022, ordering it to consult and obtain consent and participation from the indigenous peoples or tribes. Shih Fong disagreed with the judgement and filed an administrative litigation according to the law on April 29, 2022, requesting the Executive Yuan to revoke the decision of administrative appeal of Shih Fong’s Work Permit in 2021. Currently, the case trial has been initiated by the court on November 9, 2022. However, as of the reporting date, the judgement had not been made.

(b) Administrative litigation

The Petitioners disagreed with the decision of dismiss on May 31, 2021 by the AAC and filed an administrative litigation with the Taipei High Administrative Court (THAC). On December 3, 2021, the THAC rendered a judgement that the Project is suspended until the administrative litigation is finalised. The Ministry of Economic Affairs and Shih Fong disagreed with the abovementioned judgement and filed an counterappeal with the Supreme Administrative Court (SAC). On March 31, 2022, the SAC revoked the original verdict, excluding certain final judgements.

However, in order to conduct the construction smoothly in the future and respect the will of local peoples, Shih Fong sent a letter to the Zhuoxi Township Office on April 7, 2022, requesting it to consult and obtain consent from the tribes. Shih Fong completed relevant tribal consultation and obtained a majority of consent in December 2022 and sent a letter to the Bureau of Energy to report the results of the tribal consultation. The Company had obtained the renewal Work Permit in 2021 and 2022 in December 2022 and the Work Permit in 2023 was renewed by the Ministry of Economic Affairs in February 2023 which will be valid until December 31, 2023. The Petitioners disagreed with the issuance of the Work Permit in 2023 by the Ministry of Economic Affairs and requested for a suspension until the administrative litigation is finalised. On September 28, 2023, the Supreme Court issued a ruling that “the execution shall be stayed until the administrative litigation is concluded and the certain litigation expenses shall all be abandoned.”

B. The Group's subsidiary, Fugang Electric (Maanshan) Co., Ltd. ("FG MAANSHAN"), a subsidiary of the Group, has a lawsuit with Maanshan Economic and Technological Development Zone Construction Investment Co., Ltd. On November 19, 2021, Ma'anshan Intermediate People's Court in Anhui Province rendered a first-instance decision pursuant to the Articles 201 and 206 of "Contract Law of The People's Republic of China", Articles 26 and 53 of "Guarantee Law of The People's Republic of China", Article 26 of "Provisions of the Supreme People's Court on Certain Issues concerning Application of Law in Trial of Cases involving Private Lending" and Article 142 of "Administrative Procedure Law of the People's Republic of China", and affirmed that FG MAANSHAN shall pay principal amounting to RMB 274,450 thousand and interest amounting to RMB 139,488.9 thousand, based on the principal agreed in the court's judgement and interest calculated until the date when the principal is fully repaid, to Maanshan Economic and Technological Development Zone Construction Investment Co., Ltd. within 30 days from the effective date of this judgement. If the payments are not repaid on time, Maanshan Economic and Technological Development Zone Construction Investment Co., Ltd. has the priority right to obtain compensation by converting the properties pledged by FG MAANSHAN into money or seek preferential payments from the proceeds from the auction or sale of the properties concerned. On March 17, 2022, Fugang Electric (Maanshan) Co., Ltd. filed an administrative litigation with the Ma'anshan Intermediate People's Court in Anhui Province against the People's Government of Ma'anshan Municipality, the Administrative Committee of Ma'anshan Economic and Technological Development Zone and Maanshan Economic and Technological Development Zone Construction Investment Co., Ltd. pursuant to Article 12 of the "Administrative Procedure Law of the People's Republic of China". Fugang Electric (Maanshan) Co., Ltd., received the dismissal of the administrative litigation by the Ma'anshan Intermediate People's Court in Anhui Province on May 6, 2022 and filed an appeal to the Ma'anshan Higher People's Court in Anhui Province on May 13, 2022. The administrative litigation has been filed as a case by the Ma'anshan Higher People's Court in Anhui Province on July 6, 2022. Additionally, on August 8, 2022, the Ma'anshan Higher People's Court in Anhui Province denied the appeal and upheld the original administrative litigation. According to the judgement, on August 24, 2022, FG MAANSHAN filed a motion for a retrial with Supreme People's Court, and on October 10, 2022, the case had been filed. Because the litigants had reached a settlement, on October 31, 2022, FG MAANSHAN withdrew the motion.

On December 7, 2021, FG MAANSHAN filed a second instance appeal with the Higher People's Court of Anhui Province to request to modify or remand the decision according to the first instance. Trials of the case had been initiated by the Higher People's Court of Anhui Province on May 11, 2022. On October 14, 2022, FG MAANSHAN and Maanshan Economic and Technological Development Zone Construction Investment Co., Ltd. signed the settlement agreement, and on October 18, 2022, both parties reached a settlement in Anhui Ma'anshan Intermediate People's Court. Based on the agreement, FG MAANSHAN should repay the borrowing principal from

Maanshan Economic and Technological Development Zone Construction Investment Co., Ltd. in the amount of RMB 31.44 million before October 31, 2022. The residual of RMB 333.96 million should be repaid by using right-of-use assets, property and all buildings and affiliated facilities in relation to property on the accounts of FG MAANSHAN, and the actual written transfer procedures should be completed before January 20, 2023. Because of the settlement agreement, FG MAANSHAN was responsible for the loss on disposal of assets transferred and indemnity in the amount of RMB 179.25 million (accounted as other gains and losses). As of September 30, 2023, the Company had transferred the properties and land use rights based on the contract. However, due to a procedural problem, certain properties and use rights (approximately RMB 69.92 million) would be transferred after the completion of the procedure based on mutual agreement. As of the financial reporting date, the procedure is still in process.

- C. The Group's subsidiary, Foxwell Energy Corporation Ltd. ("Foxwell Energy"), entered into a 'Transportation and Installment Contract of Wind Turbines in Wind Farm Site No. 26' with a Singapore contractor, Teras Offshore Pte. Ltd. As the contractor failed to submit the essential documents within the time frame prescribed in the contract, Foxwell Energy has the right to revoke the contract and has notified the contractor in writing of the termination of the contract. After receiving the written notice from Foxwell Energy, the contractor entrusted a lawyer on December 11, 2021 to request for compensation from Foxwell Energy, and state that it will refer the matter to arbitration if the compensation is not paid. On December 24, 2021, Foxwell Energy also appointed a lawyer to send a letter stating that it was a lawful termination of the contract and it reserves the right to claim compensation from the contractor. As of November 10, 2023, Foxwell Energy has not yet received the notice of arbitration submitted by the contractor to the arbitration institution, and the termination of the contract has no impact on the original construction contract and subsequent performance obligations.
- D. The Group's subsidiary, Foxlink International, Inc. ("Foxlink"), originally has a lawsuit with Azooqa, Inc ("Azooqa"). Azooqa filed a lawsuit against Foxlink on February 9, 2021 and claimed a compensation of US\$6 million for the development of interactive game product in 2015. Foxlink filed a counterclaim on March 15, 2021 and requested a compensation of US\$821,800. However, on August 25, 2023, the parties entered into a settlement agreement and the related litigation was revoked by both parties, thus the litigation was concluded.

(2) Commitments

- A. Capital expenditure contracted for at the balance sheet date but not yet incurred is as follows:

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
Equipment purchase contract			
Contract price	\$ 3,197,116	\$ 2,504,383	\$ 2,787,233
Outstanding amount	<u>\$ 1,012,110</u>	<u>\$ 668,407</u>	<u>\$ 1,428,216</u>

	<u>September 30, 2023</u>	<u>September 30, 2022</u>	<u>September 30, 2022</u>
Construction contract			
Contract price	\$ 47,027,981	\$ 38,700,551	\$ 39,308,698
Outstanding amount	\$ 32,605,563	\$ 28,572,525	\$ 29,546,618

- B. As of September 30, 2023, December 31, 2022 and September 30, 2022, the letters of guarantee to be issued by the bank, which are required for contracting the Phase II of Taipower's Offshore Wind Power Project, the "Wind Farm Property Procurement and Installation Project", all amounted to \$5,400,000, of which the amounts of collateral pledged by the Group to the banks (shown "as financial assets at amortised cost") were all \$1,620,000, the amounts of endorsements and guarantees provided by the Group's subsidiary, Shinfox Energy Co., Ltd., were all \$3,780,000, and the amounts of collateral pledged by using the letters of guarantee issued by the subcontractor were all \$1,608,370.
- C. Except as described in Note 9(2) B., the Group's subsidiary, Shinfox Energy Co., Ltd., provided performance guarantee on the subcontracted construction and the credit line on the guaranteed amount to the Group's subsidiary, Foxwell Energy Corporation Ltd., amounting to \$19,108,798, \$12,762,997 and \$12,431,756 as of September 30, 2023, December 31, 2022 and September 30, 2022, respectively.
- D. As of September 30, 2023, December 31, 2022 and September 30, 2022, the letters of guarantee to be issued by the bank, which are required for contracting the Solar System Integration Project, amounted to \$138,569, \$75,144 and \$125,463, respectively.
- E. On August 13, 2020, the Group entered into an equipment procurement contract and an operation and maintenance contract with Taiwan Power Company for the Phase II of Taipower's Offshore Wind Power Project, and the "Wind Farm Property Procurement and Installation Project" amounting to \$56,588,000 and \$6,300,000, respectively. The terms of the equipment procurement contract specifies that the Company shall complete the foundation construction for wind turbine generator system and offshore substation as of September 30, 2024, shall complete all wind turbine generator system which shall be under the security constrained dispatch process as of September 30, 2025, shall complete the whole construction as of December 31, 2025 and shall provide 2 years warranties from the date of completion and acceptance of the whole construction. In addition, the equipment shall provide guaranteed generating capacity. The performance term of this project is divided into stages progress and the final completion deadline. The default penalty shall be computed until the termination date of the contract according to each stage of the project. The operation and maintenance contract specifies the terms such as the guaranteed annual availability and default penalty of all wind turbine generator system as well as the relevant rights and obligations of both parties. The contract period is 5 years from the time when all wind turbine generator system are under the security constrained dispatch process. As of September 30, 2023, the construction was constructed as scheduled, and no compensation loss was made due to overdue construction.

F. The Group entered into an operation and maintenance contract with customers for wind turbine generator system and solar energy equipment. The contract specifies the terms such as the bonus and penalty of operation and maintenance which are calculated based on ceiling and floor guaranteed generating capacity as well as the relevant rights and obligations of both parties. The contract period is for 20 years from the parallel connection date.

10. SIGNIFICANT DISASTER LOSS

The plant of the Group's subsidiary, FOXLINK INDIA ELECTRIC PRIVATE LIMITED, in Tirupati, India sustained a fire damage on February 27, 2023, resulting in losses on certain equipment and inventories. The disaster losses on the equipment and inventories amounted to \$249,584 and \$302,830, respectively, totaling \$552,414. For the aforementioned loss on the fire, the amount of claim that can be obtained from the insurance company is \$520,642 and the relevant loss and estimated insurance claim income will be shown as 'other gains and losses'.

11. SIGNIFICANT SUBSEQUENT EVENTS

(1) On November 10, 2023, the Board of Directors of the Company resolved to increase capital in the subsidiary, CU INTERNATIONAL LTD., amounting to US\$5,000 thousand.

(2) On October 9, 2023, the Group's subsidiary, Shinfox Energy Co., Ltd., participated in the capital increase of Eastern Rainbow Engineering Co., Ltd, of which the investment approximately amounted to \$220,000 and the shareholding ratio is 57%.

(3) On August 8, 2023, the Board of Directors of the Group's subsidiary, Shinfox Energy Co., Ltd., resolved to issue the first domestic secured convertible bonds with a total par value of issuance no higher than \$3,000,000 and a par value of NT\$100 per bond. The secured convertible bonds will be issued at full par value in dematerialized form with a coupon rate of 0% and the issuance period will be three years. The issuance has been approved by the Supervisory Committee on October 31, 2023, and the relevant matters are being processed.

12. OTHERS

(1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt. The Group monitors capital on the basis of the actual financial condition.

(2) Financial instruments

A. Financial instruments by category

	<u>September 30, 2023</u>	<u>December 31, 2022</u>	<u>September 30, 2022</u>
<u>Financial assets</u>			
Financial assets at fair value through other comprehensive income			
Designation of equity instrument	\$ 1,564,247	\$ 1,521,378	\$ 1,210,799
Financial assets at amortised cost/loans and receivables			
Cash and cash equivalents	11,778,239	11,246,441	9,808,814
Financial assets at amortised cost	3,557,982	3,550,956	3,608,091
Notes receivable	58,002	59,703	25,175
Accounts receivable	17,128,287	18,419,850	21,045,420
Other receivables	311,703	595,359	491,302
Guarantee deposits paid	1,576,095	1,642,318	1,368,508
	<u>\$ 35,974,555</u>	<u>\$ 37,036,005</u>	<u>\$ 37,558,109</u>
<u>Financial liabilities</u>			
Financial liabilities at amortised cost			
Short-term borrowings	\$ 10,053,118	\$ 9,550,241	\$ 10,660,439
Short-term notes and bills payable	3,363,950	1,789,159	572,700
Notes payable	842	657	171
Accounts payable	15,957,342	15,833,624	17,677,138
Other accounts payable (including current portion)	5,552,626	6,108,349	5,633,213
Corporate bonds payables	6,585,155	6,582,374	6,581,418
Lease liability	1,080,115	977,569	1,056,848
Long-term borrowings (including current portion)	17,581,849	16,096,464	15,626,122
Guarantee deposits received	48,825	41,082	36,617
	<u>\$ 60,223,822</u>	<u>\$ 56,979,519</u>	<u>\$ 57,844,666</u>

B. Risk management policies

- (a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial position and financial performance.
- (b) Risk management is carried out by a central treasury department (Group treasury) under policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close co-operation with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, and credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

- i. The Group operates internationally and is exposed to exchange rate risk arising from the transactions of the Company and its subsidiaries used in various functional currency, primarily with respect to the USD and RMB. Exchange rate risk arises from future commercial transactions and recognised assets and liabilities.
- ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Group treasury. Exchange rate risk is measured through a forecast of highly probable USD and RMB expenditures. Forward foreign exchange contracts are adopted to minimise the volatility of the exchange rate affecting cost of forecast inventory purchases.
- iii. The Group hedges foreign exchange rate by using forward exchange contracts. However, the Group does not adopt hedging accounting. Details of financial assets or liabilities at fair value through profit or loss are provided in Note 6(2).
- iv. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain subsidiaries' functional currency: RMB and HKD). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

September 30, 2023

	Foreign currency		Book value (NTD)
	amount (In thousands)	Exchange rate	
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 448,092	32.27	\$ 14,459,929
RMB:NTD	88,614	4.42	391,231
HKD:NTD	1,769	4.12	7,294
EUR:NTD	721	33.91	24,449
JPY:NTD	24,238	0.22	5,240
USD:RMB	18,555	7.26	598,770
HKD:RMB	2,614	0.93	10,778
USD:HKD	134	7.84	4,324
<u>Non-monetary items</u>			
USD:NTD	\$ 31,964	32.27	\$ 1,031,481
RMB:USD	26,227	0.14	115,794
RMB:HKD	390,518	1.08	1,724,135
INR:USD	103,779	0.01	39,436
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 293,543	32.27	\$ 9,472,633
RMB:NTD	4,949	4.42	21,850
HKD:NTD	896	4.12	3,694
EUR:NTD	611	33.91	20,719
JPY:NTD	213,205	0.22	46,095
USD:RMB	25,655	7.26	827,887
USD:HKD	429	7.84	13,839

(Remainder of page intentionally left blank)

December 31, 2022

	Foreign currency		
	amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 452,220	30.71	\$ 13,887,676
RMB : NTD	86,330	4.41	380,715
HKD : NTD	48,346	3.94	190,483
EUR : NTD	1,117	32.72	36,548
JPY : NTD	545,591	0.23	125,486
USD : RMB	27,387	6.96	841,055
HKD : RMB	22,044	1.12	86,853
<u>Non-monetary items</u>			
RMB : USD	\$ 29,181	0.14	\$ 128,687
RMB : HKD	286,985	1.12	1,265,605
INR : USD	97,897	0.01	36,222
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	\$ 656,384	30.71	\$ 20,157,553
RMB : NTD	85,626	4.41	377,611
HKD : NTD	4,360	3.94	17,178
EUR : NTD	1,189	32.72	38,904
JPY : NTD	41,033	0.23	9,438
USD : RMB	85,206	6.96	2,616,676
USD : HKD	4,152	7.80	127,508

(Remainder of page intentionally left blank)

September 30, 2022

	Foreign currency		Book value (NTD)
	amount (In thousands)	Exchange rate	
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 229,449	31.75	\$ 7,285,006
RMB : NTD	37,352	4.47	166,963
HKD : NTD	7,510	4.04	30,340
EUR : NTD	502	31.26	15,693
JPY : NTD	126,641	0.22	27,861
USD : RMB	3,923	7.11	124,555
USD : HKD	76	7.85	2,413
RMB : HKD	48	1.11	215
JPY : HKD	1,567	0.05	345
<u>Non-monetary items</u>			
RMB : USD	\$ 29,395	0.14	\$ 131,394
RMB : HKD	281,047	1.11	1,256,281
INR : USD	97,579	0.01	38,056
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	\$ 665,865	31.75	\$ 21,141,214
RMB : NTD	914	4.47	4,086
HKD : NTD	6,826	4.04	27,577
EUR : NTD	1,510	31.26	47,203
JPY : NTD	167,054	0.22	36,752
USD : RMB	31,818	7.11	1,010,222
USD : HKD	272	7.85	8,636

- v. The total exchange gain, including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Group for the three months and nine months ended September 30, 2023, and 2022 amounted to \$249,930, \$401,074, \$340,156 and \$612,301, respectively.
- vi. Analysis of foreign currency market risk arising from significant foreign exchange variation:

(Remainder of page intentionally left blank)

Nine months ended September 30, 2023

Sensitivity Analysis

	<u>Degree of variation</u>	<u>Effect on profit or loss</u>	<u>Effect on other comprehensive income</u>
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	1%	\$ 144,599	\$ -
RMB : NTD	1%	3,912	-
HKD : NTD	1%	73	-
EUR : NTD	1%	244	-
JPY : NTD	1%	52	-
USD : RMB	1%	5,988	-
HKD : RMB	1%	108	-
USD : HKD	1%	43	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	1%	\$ 94,726	\$ -
RMB : NTD	1%	218	-
HKD : NTD	1%	37	-
EUR : NTD	1%	207	-
JPY : NTD	1%	461	-
USD : RMB	1%	8,279	-
USD : HKD	1%	138	-

(Remainder of page intentionally left blank)

Nine months ended September 30, 2022

Sensitivity Analysis

	<u>Degree of variation</u>	<u>Effect on profit or loss</u>	<u>Effect on other comprehensive income</u>
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	1%	\$ 72,850	\$ -
RMB : NTD	1%	1,670	-
HKD : NTD	1%	303	-
EUR : NTD	1%	157	-
JPY : NTD	1%	279	-
USD : HKD	1%	1,246	-
USD : RMB	1%	24	-
RMB : HKD	1%	2	-
JPY : HKD	1%	3	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	1%	\$ 211,412	\$ -
RMB : NTD	1%	41	-
HKD : NTD	1%	276	-
EUR : NTD	1%	472	-
JPY : NTD	1%	368	-
USD : RMB	1%	10,102	-
USD : HKD	1%	86	-

Price risk

- i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.
- ii. The Group's investments in equity securities comprise domestic or foreign listed and unlisted stocks. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant. Other components of equity for the nine months ended September 30, 2023 and 2022 would have increased (decreased) by \$12,514 and \$9,686, respectively, as a result of gains/losses on equity securities other comprehensive income classified as equity investment at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

- i. The Group's main interest rate risk arises from long-term borrowings with variable rates, which expose the Group to cash flow interest rate risk. The Group's interest rates of borrowings are fixed and floating rate. For the nine months ended September 30, 2023 and 2022, the Group's borrowings issued by floating rate are priced in New Taiwan dollars, Renminbi and US dollar.
- ii. As of September 30, 2023, December 31, 2022 and September 30, 2022, if interest rates on borrowings at that date had been 1% lower/higher with all other variables held constant, post-tax profit for the nine months ended September 30, 2023 and 2022 would have been \$105,491 and \$93,757 lower/higher, respectively, mainly as a result of higher interest expense on floating rate borrowings.

(b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.
- ii. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored.
- iii. Group treasury manages credit risk of cash in banks and other financial instruments based on the Group's credit policy. Because the Group's counterparties are determined based on the Group's internal control, only rated banks with an optimal rating and financial institutions with investment grade are accepted.
- iv. The Group adopts following assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition. If the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
The Group adopts the assumptions under IFRS 9 and considers the industry characteristics, the default occurs when the contract payments are past due over 120 days.
- v. The following indicators are used to determine whether the credit impairment of debt instruments has occurred:
 - (i) It becomes probable that the issuer will enter bankruptcy or other financial reorganisation due to their financial difficulties;
 - (ii) A breach of contract.

vi. The Group classifies customers' accounts receivable in accordance with customer types. The Group applies the simplified approach using provision matrix to estimate expected credit loss under the provision matrix basis.

vii. The Group used the forecast ability of Taiwan Institute of Economic Research boom observation report to adjust historical and timely information to assess the default possibility of accounts receivable. As of September 30, 2023, December 31, 2022 and September 30, 2022, the provision matrix is as follows:

	Not past due	Up to 30 days past due	31~120 days past due	Over 120 days	Total
<u>At September 30, 2023</u>					
Expected loss rate	0.03%~3.37%	0.06%~3.74%	0.10%~45.28%	100%	
Total book value	\$ 15,972,722	\$ 557,635	\$ 131,917	\$ 19,279	\$ 16,681,553
Loss allowance	\$ 26,421	\$ 8,276	\$ 1,358	\$ 19,279	\$ 55,334
<u>At December 31, 2021</u>					
Expected loss rate	0.03%~0.12%	0.03%~9.69%	5.37%~70.70%	100%	
Total book value	\$ 17,161,008	\$ 751,389	\$ 184,216	\$ 35,800	\$ 18,132,413
Loss allowance	\$ 16,231	\$ 64,829	\$ 9,890	\$ 35,800	\$ 126,750
<u>At September 30, 2022</u>					
Expected loss rate	0.03%~0.07%	0.03%~4.64%	2.90%~41.67%	100%	
Total book value	\$ 18,990,292	\$ 917,596	\$ 774,769	\$ 73,270	\$ 20,755,927
Loss allowance	\$ 12,281	\$ 42,599	\$ 22,476	\$ 73,270	\$ 150,626

viii. Movements in relation to the group applying the simplified approach to provide loss allowance for accounts receivable are as follows:

	2023	2022
	Accounts receivable	Accounts receivable
At January 1	\$ 126,750	\$ 111,508
Provision for impairment loss	-	36,198
Reversal of impairment loss	(71,620)	-
Effect of foreign exchange	204	2,920
At September 30	\$ 55,334	\$ 150,626

(c) Liquidity risk

i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs.

ii. The table below analyses the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. Except that the carrying amounts of notes payable, accounts payable and other payables are approximate to the amounts of contractual undiscounted cash flows and those accounts will expire within a year, the amounts of financial liabilities disclosed in the table are the contractual undiscounted cash flows:

Non-derivative financial liabilities:

September 30, 2023	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	Between 3 and 5 years	Over 5 years
Short-term borrowings	\$ 10,082,728	\$ -	\$ -	\$ -	\$ -
Short-term notes and bills payable	3,440,817	-	-	-	-
Lease liabilities	285,504	156,479	111,929	190,244	413,583
Long-term borrowings (including current portion)	543,330	14,190,850	3,268,809	182,105	66,731
Corporate bonds payable (including current portion)	3,075,170	3,629,461	-	-	-

Non-derivative financial liabilities:

December 31, 2022	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	Between 3 and 5 years	Over 5 years
Short-term borrowings	\$ 9,838,606	\$ -	\$ -	\$ -	\$ -
Short-term notes and bills payable	1,791,564	-	-	-	-
Lease liabilities	290,251	154,081	89,995	163,709	430,047
Long-term borrowings (including current portion)	998,692	8,359,883	6,162,777	1,090,393	176,064
Corporate bonds payable (including current portion)	91,010	3,064,196	3,617,656	-	-

Non-derivative financial liabilities:

September 30, 2022	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	Between 3 and 5 years	Over 5 years
Short-term borrowings	\$ 10,928,821	\$ -	\$ -	\$ -	\$ -
Short-term notes and bills payable	574,458	-	-	-	-
Lease liabilities	302,422	185,015	93,339	170,503	457,917
Long-term borrowings (including current portion)	1,051,533	8,764,245	2,712,873	3,313,234	166,515
Corporate bonds payable (including current portion)	90,902	3,075,170	3,629,461	-	-

iii. The Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis will be significantly earlier, nor expect the actual cash flow amount will be significantly different.

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in non-hedging derivatives is included in Level 2.

Level 3: Unobservable inputs for the asset or liability.

B. Fair value information of investment property at cost is provided in Note 6(12).

C. Financial instruments not measured at fair value

Except for those listed in the table below, the carrying amounts of cash and cash equivalents, notes receivable, accounts receivable, other receivables, short-term borrowings, short-term notes and bills payable notes payable, accounts payable, other payables and long-term borrowings are approximate to their fair values.

		September 30, 2023		
		Fair value		
Book value	Level 1	Level 2	Level 3	
Financial liabilities:				
Bonds payable	\$ 6,600,000	\$ -	\$ 6,585,155	\$ -
		December 31, 2022		
		Fair value		
Book value	Level 1	Level 2	Level 3	
Financial liabilities:				
Bonds payable	\$ 6,600,000	\$ -	\$ 6,582,374	\$ -
		September 30, 2022		
		Fair value		
Book value	Level 1	Level 2	Level 3	
Financial liabilities:				
Bonds payable	\$ 6,600,000	\$ -	\$ 6,581,418	\$ -

D. The related information of financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

September 30, 2023	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through other comprehensive income				
Equity securities	\$ -	\$ -	\$ 1,564,247	\$ 1,564,247

December 31, 2022	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through other comprehensive income				
Equity securities	\$ -	\$ -	\$ 1,521,378	\$ 1,521,378
September 30, 2022	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through other comprehensive income				
Equity securities	\$ -	\$ -	\$ 1,210,799	\$ 1,210,799

- E. The methods and assumptions the Group used to measure fair value are as follows:
- (a) The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	Listed shares
Market quoted price	Closing price

- (b) Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes.
- (c) When assessing non-standard and low-complexity financial instruments, for example, debt instruments without active market, interest rate swap contracts, foreign exchange swap contracts and options, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.
- (d) The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate.
- (e) The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.
- (f) The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality.
- F. For the nine months ended September 30, 2023 and 2022, there was no transfer between Level 1 and Level 2.

G. The following chart is the movement of Level 3 for the nine months ended September 30, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
	<u>Equity securities</u>	<u>Equity securities</u>
At January 1	\$ 1,521,378	\$ 1,116,311
Recorded as unrealised losses on valuation of investments in equity instruments measured at fair value through other comprehensive income	(118,512)	(18,375)
Acquired in the period	-	89,460
Decreased in the period	(14,755)	-
Transfers into level 3	169,942	-
Effect of exchange rate changes	6,194	23,403
At September 30	<u>\$ 1,564,247</u>	<u>\$ 1,210,799</u>

H. The information on the transfers into Level 3 for the nine months ended September 30, 2023 and 2022 is provided in Note 6(9).

I. Group treasury is in charge of valuation procedures for fair value measurements being categorised within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price, and frequently calibrating valuation model, performing back-testing, updating inputs used to the valuation model and making any other necessary adjustments to the fair value.

J. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	<u>Fair value at September 30, 2023</u>	<u>Valuation technique</u>	<u>Significant unobservable input</u>	<u>Range (weighted average)</u>	<u>Relationship of inputs to fair value</u>
Non-derivative equity instrument:					
Unlisted shares	\$ 1,564,247	Market comparable companies	Discount for lack of marketability	20%~30%	The higher the discount for lack of marketability, the lower the fair value
	<u>Fair value at December 31, 2022</u>	<u>Valuation technique</u>	<u>Significant unobservable input</u>	<u>Range (weighted average)</u>	<u>Relationship of inputs to fair value</u>
Non-derivative equity instrument:					
Unlisted shares	\$ 1,521,378	Market comparable companies	Discount for lack of marketability	20%~30%	The higher the discount for lack of marketability, the lower the fair value

	Fair value at September 30, 2022	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 1,210,799	Market comparable companies	Discount for lack of marketability	20%~30%	The higher the discount for lack of marketability, the lower the fair value

K. The Group has carefully assessed the valuation models and assumptions used to measure fair value. However, use of different valuation models or assumptions may result in different measurement. For financial assets and liabilities categorised within Level 3, there is no significant impact to other comprehensive income on September 30, 2023, December 31, 2022 and September 30, 2022 if the net asset value increase or decrease by 1%.

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

For the nine months ended September 30, 2023, except for financial statements of CU, FII, FUII, Zhi De Investment, FGEDG, FGEKS, DGFQ, FG XuZhou, FOXLINK, FIT Holding, FGEKS, FGEDG, DGFQ, PQI, Foxlink Image, Glory Science, APIX, AITL, Shinfox, Foxwell Energy, Sinocity, DG, PQI YANCHENG, Dongguan Fu Wei, WHFK, GLORY TEK, GLORY OPTICS, GLORY TEK (SAMOA), GLORY TEK SCIENSE INDIA, Glorytek Suzhou, Glory Optics (Yancheng), Glorytek Yancheng and YYWT which were reviewed by independent auditors, the financial statements of other subsidiaries were not reviewed by independent auditors.

A. Loans to others: Please refer to table 1.

B. Provision of endorsements and guarantees to others: Please refer to table 2.

C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 3.

D. Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital: Please refer to table 4.

E. Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more: None.

F. Disposal of real estate reaching \$300 million or 20% of paid-in capital or more: None.

G. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 5.

H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 6.

I. Trading in derivative instruments undertaken during the reporting periods: Please refer to Note 6(2).

J. Significant inter-company transactions during the reporting periods: Please refer to table 7.

(2) Information on investees

For the information on investees, except for current profit (loss) for the nine months ended September 30, 2023 that is translated using the monthly average exchange rate in 2023, others are translated using the spot rate at September 30, 2023.

Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to table 8.

(3) Information on investments in Mainland China

A. Processing on order plant invested in Mainland China:

In 1997, the Company rented plants located in Shenzhen and Dongguan, Guangdong Province, Mainland China, respectively, through the investee, CU International Ltd. and operated the plants through processing on order. The plants were primarily engaged in the manufacture of electronic telecommunication components and electric wire, under Cu International Ltd. without their own corporate entity for the operating period ended December 2017. As of November 10, 2023, the plants are still under the cancellation process.

B. Investee in Mainland China, main business activities, paid-in capital, investment method, amount remitted from Taiwan to Mainland China / amount remitted back to Taiwan, ownership, investment income (loss), investments in Mainland China as of September 30, 2023, book value, investment income remitted back and ceiling on investments in Mainland China: Please refer to table 9.

C. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland China, and price, payment terms, unreleased income/loss and other related information relating to investments in Mainland China:

(a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period:

<u>Company name</u>	<u>General ledger account</u>	<u>Nine months ended September 30, 2023</u>	
		<u>Amount</u>	<u>Percentage of total amount</u>
Dongguan Fuqiang Electronics Co., Ltd.	Purchases of goods	<u>\$ 17,385,262</u>	<u>41%</u>
Fugang Electronic (Dongguan) Co., Ltd.	Purchases of goods	<u>\$ 12,074,520</u>	<u>29%</u>
Fugang Electric (Xuzhou) Co., Ltd.	Purchases of goods	<u>\$ 7,067,347</u>	<u>17%</u>
Fushineng Electronics (Kunshan) Co., Ltd.	Purchases of goods	<u>\$ 2,256,997</u>	<u>5%</u>
Fugang Electric (Kunshan) Co., Ltd.	Purchases of goods	<u>\$ 1,696,413</u>	<u>4%</u>
Fugang Electric (Maanshan) Co., Ltd.	Purchases of goods	<u>\$ 346,668</u>	<u>1%</u>
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Purchases of goods	<u>\$ 172,363</u>	<u>-</u>

Company name	General ledger account	September 30, 2023	
		Amount	Percentage of total amount
Fugang Electronic (Dongguan) Co., Ltd.	Accounts payable	\$ 3,842,313	14%
Fugang Electric (Xuzhou) Co., Ltd.	Accounts payable	\$ 3,168,390	12%
Fushineng Electronics (Kunshan) Co., Ltd.	Accounts payable	\$ 1,615,813	6%
Fu Gang Electronic (Nan Chang) Co., Ltd.	Accounts payable	\$ 1,329,801	5%
Fugang Electric (Maanshan) Co., Ltd.	Accounts payable	\$ 472,269	2%
Fuqiang Electric (Yancheng) Co., Ltd.	Accounts payable	\$ 126	-

- (b) Balance and purpose of provision of endorsements/guarantees or collateral at the end of the period: Please refer to table 2.
- (c) Maximum balance, ending balance, interest rate range and interest for financing during the nine months ended September 30, 2023: Please refer to table 1.
- (d) Other transactions that have a significant impact on the profit/loss of current period or on the financial condition, such as the rendering or receiving of service:

Company name	General ledger account	Nine months ended September 30, 2023	
		Amount	Percentage of total amount
Dongguan Fuqiang Electronics Co., Ltd.	Raw materials purchased on behalf of others	\$ 7,996,967	37%
Fugang Electronic (Dongguan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 4,800,808	22%
Fugang Electric (Xuzhou) Co., Ltd.	Raw materials purchased on behalf of others	\$ 4,527,890	21%
Fushineng Electronics (Kunshan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 926,970	4%
Fugang Electric (Kunshan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 919,183	4%
Fugang Electric (Maanshan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 230,749	1%
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 87,149	-

		Nine months ended September 30, 2023	
Company name	General ledger account	Amount	Percentage of total amount
Dongguan Fuqiang Electronics Co., Ltd.	Fixture and equipment purchased on behalf of others	\$ 108,274	65%
Fugang Electric (Kunshan) Co., Ltd.	Fixture and equipment purchased on behalf of others	\$ 19,291	11%
Fushineng Electronics (Kunshan) Co., Ltd.	Fixture and equipment purchased on behalf of others	\$ 18,153	12%
Fugang Electric (Xuzhou) Co., Ltd.	Fixture and equipment purchased on behalf of others	\$ 2,676	2%

		September 30, 2023	
Company name	General ledger account	Amount	Percentage of total amount
Fugang Electric (Xuzhou) Co., Ltd.	Other receivables	\$ 1,810,125	24%
Fushineng Electronics (Kunshan) Co., Ltd.	Other receivables	\$ 1,370,328	18%
Fugang Electric (Maanshan) Co., Ltd.	Other receivables	\$ 740,409	10%
Fu Gang Electronic (Nan Chang) Co., Ltd.	Other receivables	\$ 67,240	1%
Fugang Electric (Kunshan) Co., Ltd.	Other receivables	\$ 65,806	1%
Dongguan Fuqiang Electronics Co., Ltd.	Other receivables	\$ 62,063	1%
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Other receivables	\$ 29,105	-
Fuqiang Electric (Yancheng) Co., Ltd.	Other receivables	\$ 13,719	-
Fugang Electric (Yancheng) Co., Ltd.	Other receivables	\$ 502	-
Foxlink Tianjin Co., Ltd.	Other receivables	\$ 79	-

(4) Major shareholders information

Major shareholders information: Please refer to table 10.

14. SEGMENT INFORMATION

(1) General information

The Group has classified the reportable operating segments based on product types. The Company's operations and segmentation are both developed according to the product types. The current main product types are: 3C component, systems and peripheral products, 3C product retail and others.

(2) Measurement of segment information

The Board of Directors of the Group uses operating profit to measure the operating segments and as evaluation basis of the segments' performance.

(3) Segment information

The financial information of reportable segments provided to Chief Operating Decision-Maker is as follows:

Nine months ended September 30, 2023

	3C component department	Systems and peripheral products department	3C product retail department	Energy service management	Adjustments	Total
External Revenue	\$ 21,370,641	\$ 25,259,044	\$ 8,282,472	\$ 5,879,934	\$ -	\$ 60,792,091
Revenue from Internal Customers	<u>1,043,060</u>	<u>740,996</u>	<u>-</u>	<u>2,094</u>	<u>(1,786,150)</u>	<u>-</u>
Segment Revenue	<u>\$ 22,413,701</u>	<u>\$ 26,000,040</u>	<u>\$ 8,282,472</u>	<u>\$ 5,882,028</u>	<u>(\$ 1,786,150)</u>	<u>\$ 60,792,091</u>
Segment (Loss) Profit	<u>(\$ 141,199)</u>	<u>\$ 1,368,031</u>	<u>\$ 10,052</u>	<u>\$ 381,529</u>	<u>\$ -</u>	<u>\$ 1,618,413</u>

Nine months ended September 30, 2022

	3C component department	Systems and peripheral products department	3C product retail department	Energy service management	Adjustments	Total
External Revenue	\$ 24,330,373	\$ 28,963,032	\$ 10,229,994	\$ 2,677,254	\$ -	\$ 66,200,653
Revenue from Internal Customers	<u>1,369,823</u>	<u>137,648</u>	<u>-</u>	<u>-</u>	<u>(1,057,471)</u>	<u>-</u>
Segment Revenue	<u>\$ 25,700,196</u>	<u>\$ 29,100,680</u>	<u>\$ 10,229,994</u>	<u>\$ 2,677,254</u>	<u>(\$ 1,057,471)</u>	<u>\$ 66,200,653</u>
Segment Profit	<u>\$ 535,259</u>	<u>\$ 1,562,118</u>	<u>\$ 212,975</u>	<u>\$ 117,758</u>	<u>\$ -</u>	<u>\$ 2,428,110</u>

(4) Reconciliation for segment profit (loss)

The external revenue and segment profit (loss) reported to the chief operating decision-maker are measured in manner consistent with revenue and profit (loss) before tax in the financial statements. Therefore, no reconciliation was needed.

(Remainder of page intentionally left blank)

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Loans to others
Nine months ended September 30, 2023

Table 1

Expressed in thousands of NTD
(Except as otherwise indicated)

Number	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2023	Balance at September 30, 2023	Actual amount drawn down	Interest rate	Nature of loan (Note 1)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 2)	Ceiling on total loans granted (Note 3)	Footnote
													Item	Value			
1	Fugang Electric (Kunshan) Co., Ltd.	Fu Shi Xiang Research & Development Center (Kunshan) Co., Ltd.	Other receivables-related parties	Yes	\$ 26,694	\$ 26,490	\$ 26,490	-	2	\$ -	Operations	\$ -	-	\$ -	\$ 2,587,804	\$ 2,587,804	
1	Fugang Electric (Kunshan) Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	Other receivables-related parties	Yes	146,223	-	-	-	2	-	Operations	-	-	-	1,035,122	1,035,122	
1	Fugang Electric (Kunshan) Co., Ltd.	Shanghai Standard Information Technology Co., Ltd.	Other receivables-related parties	Yes	15,453	15,453	15,453	-	2	-	Operations	-	-	-	1,035,122	1,035,122	
2	World Circuit Technology Co., Ltd.	Microlink Communications Inc.	Other receivables	Yes	55,000	-	-	-	2	-	Operations	-	-	-	108,376	108,376	
2	World Circuit Technology Co., Ltd.	Suntain Co., Ltd.	Other receivables	Yes	20,000	20,000	20,000	-	2	-	Operations	-	-	-	108,376	108,376	
3	Culink Tianjin Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	Other receivables-related parties	Yes	220,400	-	-	-	2	-	Operations	-	-	-	240,057	240,057	
4	Foxlink Energy (Tianjin) Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	Other receivables-related parties	Yes	173,511	-	-	-	2	-	Operations	-	-	-	178,432	178,432	
5	Foxlink International Investment Ltd.	FOXLINK VIETNAM CO., LTD	Other receivables	Yes	119,399	119,399	119,399	USD 0.7 million, interest rate 1% USD 3 million, interest rate 5%	2	-	Operations	-	-	-	1,550,283	1,550,283	
6	Fu Uei International Investment Ltd.	FOXLINK ARIZONA INC.	Other receivables	Yes	129,080	129,080	64,540	4.5%	2	-	Operations	-	-	-	1,060,943	1,060,943	
6	Fu Uei International Investment Ltd.	Suntain Co., Ltd.	Other receivables	Yes	40,000	-	-	-	2	-	Operations	-	-	-	1,060,943	1,060,943	
6	Fu Uei International Investment Ltd.	Microlink Communications Inc.	Other receivables	Yes	55,000	55,000	55,000	-	2	-	Operations	-	-	-	1,060,943	1,060,943	

Number	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2023	Balance at September 30, 2023	Actual amount drawn down	Interest rate	Nature of loan (Note 1)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 2)	Ceiling on total loans granted (Note 3)	Footnote
													Item	Value			
7	FOXLINK TECHNOLOGY LIMITED	Cheng Uei Precision Industry Co., Ltd.	Other receivables	Yes	\$ 122,840	\$ -	\$ -	-	2	\$ -	Operations	\$ -	-	\$ -	\$ 921,680	\$ 921,680	
7	FOXLINK TECHNOLOGY LIMITED	CU INTERNATIONAL LTD.	Other receivables	Yes	813,004	813,004	813,004	-	2	-	Operations	-	-	-	921,680	921,680	
8	Foxlink Tianjin Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	Other receivables	Yes	355,920	353,200	353,200	-	2	-	Operations	-	-	-	1,402,429	1,402,429	
9	Zhi De Investment Co., Ltd.	CU INTERNATIONAL LTD.	Other receivables	Yes	100,000	-	-	-	2	-	Operations	-	-	-	251,264	251,264	
10	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	Other receivables	Yes	166,838	165,563	165,563	-	2	-	Operations	-	-	-	11,400,497	11,400,497	
11	Fugang Electronic (Dongguan) Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	Other receivables	Yes	351,471	348,785	348,785	-	2	-	Operations	-	-	-	7,853,949	7,853,949	
12	Fushineng Electronics (Kunshan) Co., Ltd.	Fuqiang Electric (Yancheng) Co., Ltd.	Other receivables	Yes	35,592	35,320	35,320	-	2	-	Operations	-	-	-	1,531,343	1,531,343	
13	Studio A Inc.	ASHOP CO., LTD.	Other receivables	Yes	161,350	161,350	-	2.00%	2	-	Operations	-	-	-	251,689	251,689	
13	Studio A Inc.	Straight A Inc.	Other receivables	Yes	250,000	-	-	-	2	-	Operations	-	-	-	251,689	251,689	
14	Straight A Inc.	ASHOP CO., LTD.	Other receivables	Yes	48,405	48,405	-	2.00%	2	-	Operations	-	-	-	76,156	76,156	
15	Studio A Technology Limited	Kunshan Fugang Electric Trading Co., Ltd.	Other receivables	Yes	123,690	123,690	105,137	2.00%	2	-	Operations	-	-	-	173,258	173,258	
15	Studio A Technology Limited	ASHOP CO., LTD.	Other receivables	Yes	254,800	161,350	141,988	2.00%	2	-	Operations	-	-	-	173,258	173,258	
16	FIT Holding Co., Ltd.	Power Quotient International Co., Ltd.	Other receivables	Yes	900,000	-	-	1.93%	2	-	Operations	-	-	-	2,349,781	3,133,041	
17	Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Yes	266,700	176,600	121,413	2.50%	2	-	Operations	-	-	-	1,150,057	1,150,057	

Number	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the nine months ended September 30, 2023	Balance at September 30, 2023	Actual amount drawn down	Interest rate	Nature of loan (Note 1)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 2)	Ceiling on total loans granted (Note 3)	Footnote
													Item	Value			
17	Foxlink Image Technology Co., Ltd.	Power Quotient International Co., Ltd.	Other receivables	Yes	\$ 500,000	\$ 500,000	\$ -	2.00%	2	\$ -	Operations	\$ -	-	\$ -	\$ 1,150,057	\$ 1,150,057	
18	Glorytek (Suzhou) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Other receivables-related parties	Yes	28,448	-	-	3.00%	2	-	Operations	-	-	-	307,606	307,606	
18	Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables-related parties	Yes	222,250	220,750	158,940	3.00%	2	-	Operations	-	-	-	307,606	307,606	
19	Shinfox Energy Co., Ltd.	Foxwell Energy Corporation Ltd.	Other receivables-related parties	Yes	600,000	600,000	-	Average borrowing interest rate plus 0.1%	2	-	Group's capital management	-	-	-	4,219,226	4,219,226	
20	Power Quotient Technology (Yancheng) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Other receivables	Yes	533,400	339,955	339,955	2.50%	2	-	Group's capital management	-	-	-	717,903	717,903	
20	Power Quotient Technology (Yancheng) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Yes	220,750	220,750	220,750	2.50%	2	-	Group's capital management	-	-	-	717,903	717,903	
21	Dong Guan HanYang Computer Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Yes	88,660	88,300	-	3.65%	2	-	Operations	-	-	-	326,901	326,901	

Note 1: The numbers as follows represent the nature of loan:

- (1) Business transaction is labelled as "1".
- (2) Short-term financing is labelled as "2".

Note 2: (1) Limit on loans granted to a single party is 40% of the Company's net asset value.

- (2) Limit on loans granted to the domestic unlisted subsidiaries of the Company and FIT Holding Co., Ltd. is 40% of their net asset value.
- (3) Limit on loans granted to direct or indirect holding foreign subsidiaries is 40% of their net asset value.
- (4) Limit on loans granted between foreign companies whose voting shares are 100% held by the Company directly or indirectly, or on loans granted to the Company by such foreign companies is 100% of their net asset value.
- (5) Limit on loans granted by FIT Holding Co., Ltd. to its direct or indirect holding foreign subsidiaries is 30% of FIT Holding Co., Ltd.'s net asset value on recent financial report.

Note 3: (1) Ceiling on total loans granted to the company is 40% of the Company's net asset value.

- (2) Ceiling on total loans granted to the domestic unlisted subsidiaries of the Company and FIT Holding is 40% of their net asset value.
- (3) Ceiling on total loans granted to the direct or indirect holding subsidiaries is 40% of their net asset value.
- (4) Ceiling on total loans granted between foreign companies whose voting shares are 100% held by the Company directly or indirectly, or on loans granted to the Company by such foreign companies is 100% of their net asset value.
- (5) Ceiling on total loans granted by FIT Holding Co., Ltd. to its direct or indirect holding foreign subsidiaries is 40% of their net asset value on recent financial report.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Provision of endorsements and guarantees to others
Nine months ended September 30, 2023

Table 2

Expressed in thousands of NTD
(Except as otherwise indicated)

Number	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party (Note 1)	Maximum outstanding endorsement/ guarantee amount as of September 30, 2023	Outstanding endorsement/ guarantee amount at September 30, 2023	Actual amount drawn down	Amount of endorsements /guarantees secured with collateral	Ratio of accumulated endorsement/guarantee amount to net asset value of the endorser/guarantor company	Ceiling on total amount of endorsements /guarantees provided (Note 2)	Provision of endorsements /guarantees by parent company to subsidiary	Provision of endorsements /guarantees by subsidiary to parent company	Provision of endorsements /guarantees to the party in Mainland China	Footnote
		Company name	Relationship with the endorser/guarantor											
0	Cheng Uei Precision Industry Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	The Company's second-tier subsidiary	\$ 36,409,911	\$ 1,334,700	\$ 1,324,500	\$ 1,324,500	\$ -	5.46	\$ 72,819,821	Y	N	Y	
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK INTERNATIONAL INCORPORATION	The Company's third-tier subsidiary	36,409,911	1,045,548	1,045,548	-	-	4.31	72,819,821	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Studio A Inc.	The Company's second-tier subsidiary	36,409,911	1,290,800	1,290,800	653,668	-	5.32	72,819,821	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Studio A Technology Limited	The Company's third-tier subsidiary	36,409,911	1,290,800	1,290,800	457,589	-	5.32	72,819,821	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	The Company's third-tier subsidiary	36,409,911	871,290	871,290	132,630	-	3.59	72,819,821	Y	N	Y	
0	Cheng Uei Precision Industry Co., Ltd.	ASHOP CO., LTD.	The Company's forth-tier subsidiary	36,409,911	903,560	903,560	67,444	-	3.72	72,819,821	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Straight A Inc.	The Company's third-tier subsidiary	36,409,911	484,050	484,050	104,672	-	1.99	72,819,821	Y	N	N	
1	Fugang Electric (Kunshan) Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.'s subsidiary	36,409,911	106,776	105,960	-	-	0.44	72,819,821	N	N	Y	
2	Studio A Inc.	Studio A Technology Limited	Studio A Inc.'s subsidiary	36,409,911	295,830	-	-	-	-	72,819,821	N	N	N	

Number	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party (Note 1)	Maximum outstanding endorsement/ guarantee amount as of September 30, 2023	Outstanding endorsement/ guarantee amount at September 30, 2023	Actual amount drawn down	Amount of endorsements /guarantees secured with collateral	Ratio of accumulated endorsement/guarantee amount to net asset value of the endorser/guarantor company	Ceiling on total amount of endorsements /guarantees provided (Note 2)	Provision of endorsements /guarantees by parent company to subsidiary	Provision of endorsements /guarantees by subsidiary to parent company	Provision of endorsements /guarantees to the party in Mainland China	Footnote
		Company name	Relationship with the endorser/guarantor											
3	FOXLINK INTERNATIONAL IND.	FOXLINK ARIZONA INC.	FOXLINK INTERNATIONAL IND.'s sibling company	\$ 36,409,911	\$ 555,818	\$ 555,818	\$ 555,818	\$ -	2.29	\$ 72,819,821	N	N	N	
4	FIT Holding Co., Ltd.	Power Quotient International Co., Ltd.	FIT Holding Co., Ltd.'s subsidiary	46,995,624	1,636,002	1,320,000	900,000	-	16.85	46,995,624	N	N	N	
4	FIT Holding Co., Ltd.	Glory Science Co., Ltd.	FIT Holding Co., Ltd.'s subsidiary	46,995,624	1,223,350	1,122,450	732,450	-	14.33	46,995,624	N	N	N	
5	Foxlink Image Technology Co., Ltd.	Power Quotient International Co., Ltd.	Foxlink Image Technology Co., Ltd.'s third-tier subsidiary	17,250,858	1,925,000	1,665,000	1,325,000	-	21.26	17,250,858	N	N	N	
5	Foxlink Image Technology Co., Ltd.	Glory Science Co., Ltd.	Foxlink Image Technology Co., Ltd.'s sibling company	17,250,858	440,000	440,000	400,000	-	5.62	17,250,858	N	N	N	
6	Shinfox Energy Co., Ltd.	Foxwell Energy Corporation Ltd.	Shinfox Energy Co., Ltd.'s subsidiary	63,288,390	29,700,000	29,700,000	22,775,598	-	379.18	63,288,390	N	N	N	
7	Foxwell Energy Corporation Ltd.	Xinwei Power Co., Ltd.	Foxwell Energy Corporation Ltd.'s subsidiary	11,809,518	113,200	113,200	113,200	-	1.45	11,809,518	N	N	N	

Note 1: Calculation for limit on endorsements/guarantees provided for a single party is as follows:

- (1) For subsidiaries whose shares are 90% or above held by the Company, ceiling on total amount of endorsements and guarantees provided by the Company is 150% of the Company's net asset value; limit on endorsements and guarantees provided by the Company for a single party is 150% of the Company's net asset value.
- (2) For FIT Holding Co.,Ltd., limit on endorsements and guarantees for a single party is 600% of FIT Holding Co.,Ltd.'s current net asset value and for subsidiary whose equity is no less than 90% held by FIT Holding Co.,Ltd., is 600% of FIT Holding Co.,Ltd.'s net asset
- (3) Endorsements and guarantees are available between companies whose voting shares are more than 90% held by FIT Holding Co., Ltd. directly or indirectly. And the limit on endorsements and guarantees is 10% of FIT Holding Co., Ltd.'s net asset value. Except that endorsements and guarantees are between companies whose voting shares are 100% held by FIT Holding Co., Ltd. directly or indirectly.

Note 2: Calculation for limit on endorsements/guarantees provided is as follows:

- (1) The Company's and subsidiaries' endorsements and guarantees to others should not exceed 300% of the Company's net asset value.
- (2) FIT Holding Co.,Ltd.'s endorsements and guarantees to others and subsidiaries should not exceed 600% of FIT Holding Co., Ltd.'s net asset value in the latest financial statements.
- (3) Endorsements and guarantees are available between companies whose voting shares are more than 90% held by FIT Holding Co., Ltd. directly or indirectly. And the limit on endorsements and guarantees is 10% of FIT Holding Co., Ltd.'s net asset value. Except that endorsements and guarantees are between companies whose voting shares are 100% held by FIT Holding Co., Ltd. directly or indirectly.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)
September 30, 2023

Table 3

Expressed in thousands of NTD
(Except as otherwise indicated)

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of September 30, 2023				Footnote
				Number of shares (in thousand shares)	Book value	Ownership (%)	Fair value	
Fu Uei International Investment Ltd.	Trinity Investment Corporation	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	3,000	\$ 30,000	10.00	\$ 30,000	
Fu Uei International Investment Ltd.	Ade Technology Inc.	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	500	11,500	1.45	11,500	
CULINK INTERNATIONAL LTD.	GAMMA 2 ROBOTICS, INC.	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	862	-	9.00	-	
CULINK INTERNATIONAL LTD.	OCCIPITAL, INC	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	389	-	2.50	-	
CULINK INTERNATIONAL LTD.	V5 SYSTEMS ,INC	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	1,460	-	4.63	-	
CULINK INTERNATIONAL LTD.	MOTIV INC	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	273	-	1.70	-	
CULINK INTERNATIONAL LTD.	LEADSUN WINION LIMITED	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	3,000	96,810	40.07	96,810	
CULINK INTERNATIONAL LTD.	MEDWAND SOLUTIONS INC.	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	63	-	2.89	-	
FOXLINK TECHNOLOGY LIMITED	LEADSUN NEW STAR CORP.	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	400	4,818	4.65	4,818	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	Dongguan PowerWise Technology Co., Ltd.	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	1,250	44,150	4.00	44,150	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	Zhongneng Lithium Battery Technology Taizhou Co., Ltd.	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	922	88,300	3.35	88,300	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	Hebei Gellec New Energy Science&technology Co., Ltd.	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	3,333	88,300	0.61	88,300	

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of September 30, 2023				Footnote
				Number of shares (in thousand shares)	Book value	Ownership (%)	Fair value	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	TBB POWER (XIAMEN) Co., Ltd.	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	2,149	\$ 220,750	4.35	\$ 220,750	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	Shaha Technology (Shanghai) Co., Ltd.	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	163	123,620	14.00	123,620	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	Changzhou Qitai No.1 Venture Capital Partnership (Limited Partnership)	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	20,000	88,300	6.33	88,300	
Foxlink Tianjin Co., Ltd.	Changde Fubo Intelligent Technology Co., Ltd.	An investee of the Company	Financial assets at fair value through other comprehensive income-non-current	-	4,195	9.50	4,195	
FIT Holding Co., Ltd.	Foxwell Energy Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income-non-current	21,147	210,529	11.28	210,529	
Foxlink Image Technology Co., Ltd.	Taiwan Star Telecom Corporation Limited	N/A	Financial assets at fair value through other comprehensive income-non-current	50,000	154,198	0.80	154,198	
Foxlink Image Technology Co., Ltd.	Wellgen Medical Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income-non-current	1,500	-	15.56	-	
Power Quotient International Co., Ltd.	Saint Song Corp.	N/A	Financial assets at fair value through other comprehensive income-non-current	127	-	1.05	-	
Power Quotient International Co., Ltd.	Ours Technology Inc.	N/A	Financial assets at fair value through other comprehensive income-non-current	13	-	0.21	-	
Power Quotient International Co., Ltd.	INNOPLUS CO., LTD.	N/A	Financial assets at fair value through other comprehensive income-non-current	160	-	12.00	-	
Power Quotient International Co., Ltd.	Taiwan Star Telecom Corporation Limited	N/A	Financial assets at fair value through other comprehensive income-non-current	50,000	154,198	0.80	154,198	
Power Quotient International Co., Ltd.	Stack Devices Corporation	N/A	Financial assets at fair value through other comprehensive income-non-current	70	-	0.11	-	
Power Quotient Technology (Yancheng) Co., Ltd.	Jiangsu Foxlink New Energy Technology Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income-non-current	-	74,637	12.90	74,637	
Shinfox Energy Co., Ltd.	CORVUS ENERGY LTD.	N/A	Financial assets at fair value through other comprehensive income-non-current	22	-	0.04	-	

Table 3 Page 2

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of September 30, 2023				Footnote
				Number of shares (in thousand shares)	Book value	Ownership (%)	Fair value	
Shinfox Energy Co., Ltd.	Chung Chia Power Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income-non-current	12,000	\$ 169,942	3.68	\$ 169,942	
Foxwell Energy Corporation Ltd.	Full Entertainment Marketing Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income-non-current	300	-	3.00	-	

Cheng Uei Precision Industry Co., Ltd. and subsidiaries

Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital

Nine months ended September 30, 2023

Table 4

Expressed in thousands of NTD

(Except as otherwise indicated)

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the investor	Balance as at January 1, 2023		Addition		Disposal			Balance as at September 30, 2023		
					Number of shares (in thousand shares)	Amount	Number of shares (in thousand shares)	Amount	Number of shares (in thousand shares)	Selling price	Book value	Gain (loss) on disposal	Number of shares (in thousand shares)	Amount
Shinfox Energy Co., Ltd.	Foxwell Energy Corporation Ltd.	Investment accounted for using equity method	Foxwell Energy Corporation Ltd.	Note 1	610,000	\$ 6,100,000	137,000	\$ 1,370,000	-	-	-	-	747,000	\$ 7,470,000
Shinfox Energy Co., Ltd.	SHINFOX FAR EAST COMPANY PTE LTD	Investment accounted for using equity method	SHINFOX FAR EAST COMPANY PTE LTD	Note 2	-	-	32,000	981,545	-	-	-	-	32,000	981,545

Note 1: The entity is the Company's subsidiary.

Note 2: The general ledger account is 'Investments accounted for using equity method'.

Note 3: The abovementioned amount is investment cost, information relating to its carrying amount is provided Notes 6 (9) and 8.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more
Nine months ended September 30, 2023

Table 5

Expressed in thousands of NTD
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
The Company	FOXLINK INTERNATIONAL INC.	The Company's third-tier subsidiary	Sales	(\$ 10,537,471)	(26)	Note 1	Note 1	Note 1	\$ 2,504,184	7	
The Company	Hon Hai Precision Industry Co., Ltd.	Other related party	Sales	(580,358)	(1)	Note 1	Note 1	Note 1	415,382	1	
The Company	Dongguan Fuqiang Electronics Co., Ltd.	The Company's second-tier subsidiary	Purchases	17,385,262	41	Note 2	Note 2	Note 2	-	-	
The Company	Fugang Electronic (Dongguan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	12,074,520	29	Note 2	Note 2	Note 2	(3,842,313)	(14)	
The Company	Fugang Electric (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	1,696,413	4	Note 2	Note 2	Note 2	-	-	
The Company	Fushineng Electronics (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	2,256,997	5	Note 2	Note 2	Note 2	(1,615,813)	(6)	
The Company	Fugang Electric (Maanshan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	346,668	1	Note 2	Note 2	Note 2	(472,269)	(2)	
The Company	Well Shin Technology Co., Ltd.	The Company's investee accounted for using equity method	Purchases	182,281	-	Note 2	Note 2	Note 2	(72,606)	-	
The Company	Fugang Electric (Xuzhou) Co., Ltd.	The Company's second-tier subsidiary	Purchases	7,067,347	17	Note 2	Note 2	Note 2	(3,168,390)	(12)	
The Company	Hon Hai Precision Industry Co., Ltd.	Other related party	Purchases	306,644	1	Note 2	Note 2	Note 2	(57,046)	-	
The Company	Foxlink Automotive Technology (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	172,363	-	Note 2	Note 2	Note 2	-	-	
The Company	SINOBEST BROTHERS LIMITED	The Company's subsidiary	Purchases	120,374	-	Note 2	Note 2	Note 2	(97,917)	-	
The Company	FOXLINK INDIA ELECTRIC PRIVATE LIMITED	The Company's second-tier subsidiary	Purchases	457,431	1	Note 2	Note 2	Note 2	(483,669)	(2)	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
The Company	FOXLINK (VIETNAM) CO., LTD.	The Company's second-tier subsidiary	Purchases	\$ 182,730	-	Note 2	Note 2	Note 2	(\$ 189,674)	(1)	
FOXLINK INTERNATIONAL INC.	The Company	The entity is the ultimate parent company of the Company	Purchases	10,537,471	100	Note 2	Note 2	Note 2	(2,504,184)	(75)	
Dongguan Fuqiang Electronics Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(17,385,262)	(91)	Note 1	Note 1	Note 1	-	-	
Fugang Electronic (Dongguan) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(12,074,520)	(84)	Note 1	Note 1	Note 1	3,842,313	59	
Fugang Electric (Kunshan) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(1,696,413)	(76)	Note 1	Note 1	Note 1	-	-	
Fushineng Electronics (Kunshan) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(2,256,997)	(79)	Note 1	Note 1	Note 1	1,615,813	81	
Fugang Electric (Maanshan) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(346,668)	(113)	Note 1	Note 1	Note 1	472,269	93	
Fugang Electric (Xuzhou) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(7,067,347)	(91)	Note 1	Note 1	Note 1	3,168,390	98	
Foxlink Automotive Technology (Kunshan) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(172,363)	(75)	Note 1	Note 1	Note 1	-	-	
SINOBEST BROTHERS LIMITED	The Company	The entity is the ultimate parent company of the Company	Sales	(120,374)	(59)	Note 1	Note 1	Note 1	97,917	86	
FOXLINK INDIA ELECTRIC PRIVATE LIMITED	The Company	The entity is the ultimate parent company of the Company	Sales	(457,431)	(21)	Note 1	Note 1	Note 1	483,669	39	
FOXLINK (VIETNAM) CO., LTD.	The Company	The entity is the ultimate parent company of the Company	Sales	(182,730)	(89)	Note 1	Note 1	Note 1	189,674	100	
Fugang Electronic (Dongguan) Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	Affiliated company	Sales	(1,149,221)	(8)	Note 1	Note 1	Note 1	549,260	8	
Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	Affiliated company	Purchases	1,149,221	7	Note 2	Note 2	Note 2	(549,260)	(8)	
Dongguan Fuqiang Electronics Co., Ltd.	DU Precision Industry Co., Ltd.	Affiliated company	Sales	(100,434)	(1)	Note 1	Note 1	Note 1	100,434	1	
DU Precision Industry Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	Affiliated company	Purchases	100,434	99	Note 2	Note 2	Note 2	(100,434)	(1)	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
Fugang Electric (Kunshan) Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	Affiliated company	Sales	(\$ 267,450)	(12)	Note 2	Note 2	Note 2	\$ 221	-	
Fugang Electronic (Dongguan) Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	Affiliated company	Purchases	267,450	2	Note 2	Note 2	Note 2	(221)	-	
Suntain Co., Ltd.	Hon Hai Precision Industry Co., Ltd.	Other related party	Purchases	116,148	59	Note 2	Note 2	Note 2	(9,804)	(64)	
Kunshan Fugang Electric Trading Co., Ltd.	Shanghai Fugang Electric Trading Co., Ltd.	Affiliated company	Sales	(691,828)	(71)	Note 1	Note 1	Note 1	152,580	100	
Shanghai Fugang Electric Trading Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	Affiliated company	Purchases	691,828	96	Note 2	Note 2	Note 2	(152,580)	(100)	
Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliated company	Sales	(501,712)	(87)	Note 1	Note 1	Note 1	151,281	100	
Foxlink Image Technology Co., Ltd.	Wei Hai Fu Kang Electric Co., Ltd.	Affiliated company	Purchases	501,712	20	Note 2	Note 2	Note 2	(151,281)	(20)	

Note 1: Please refer to Note 7(2)A. for the details

Note 2: Please refer to Note 7(2)B. for the details

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more
September 30, 2023

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at September 30, 2023	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
The Company	FOXLINK INTERNATIONAL INC.	The Company's third-tier subsidiary	\$ 2,504,184	4.21	None	N/A	\$ 1,439,683	None
The Company	Fushineng Electronics (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	1,370,328	Note 1	"	"	-	"
The Company	Hon Hai Precision Industry Co., Ltd.	Other related party	415,382	1.40	"	"	25,829	"
The Company	Fugang Electric (Xuzhou) Co., Ltd.	The Company's second-tier subsidiary	1,810,125	Note 1	"	"	-	"
The Company	Fugang Electric (Maanshan) Co., Ltd.	"	740,409	Note 1	"	"	-	"
The Company	SINOBEST BROTHERS LIMITED	The Company's subsidiary	144,357	Note 1	"	"	-	"
The Company	FOXLINK INDIA ELECTRIC PRIVATE LIMITED	"	2,756,570	Note 1	"	"	-	"
The Company	FOXLINK (VIETNAM) CO., LTD.	The Company's second-tier subsidiary	405,976	Note 1	"	"	-	"
Fushineng Electronics (Kunshan) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	1,615,813	1.40	"	"	-	"
Fu Gang Electronic (Nan Chang) Co., Ltd.	The Company	"	1,329,801	Note 1	"	"	-	"
Fugang Electronic (Dongguan) Co., Ltd.	The Company	"	3,842,313	3.14	"	"	-	"
Fugang Electric (Maanshan) Co., Ltd.	The Company	"	472,269	0.73	"	"	-	"
Fugang Electric (Xuzhou) Co., Ltd.	The Company	"	3,168,390	2.23	"	"	-	"
FOXLINK (VIETNAM) CO., LTD.	The Company	"	189,674	0.96	"	"	-	"
FOXLINK INDIA ELECTRIC PRIVATE LIMITED	The Company	"	483,669	0.95	"	"	-	"
Foxlink International Investment Ltd.	FOXLINK (VIETNAM) CO., LTD.	Affiliated company	130,986	Note 1	"	"	-	"

Creditor	Counterparty	Relationship with the counterparty	Balance as at September 30, 2023	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
CU INTERNATIONAL LTD.	Dongguan Fuqiang Electronics Co., Ltd.	Affiliated company	\$ 150,694	Note 1	None	N/A	\$ -	None
Fugang Electronic (Dongguan) Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	"	549,260	2.09	"	"	-	"
Fugang Electronic (Dongguan) Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	"	355,240	Note 1	"	"	-	"
Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	"	299,361	1.34	"	"	-	"
Dongguan Fuqiang Electronics Co., Ltd.	DU Precision Industry Co., Ltd.	"	100,434	1.00	"	"	-	"
Fugang Electric (Kunshan) Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	"	289,339	Note 1	"	"	-	"
Foxlink Tianjin Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	"	353,200	Note 1	"	"	-	"
FOXLINK TECHNOLOGY LIMITED	CU INTERNATIONAL LTD.	"	813,004	Note 1	"	"	-	"
Fuqiang Electric (Maanshan) Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	"	165,563	Note 1	"	"	-	"
Studio A Inc.	Kunshan Fugang Electric Trading Co., Ltd.	"	108,262	Note 1	"	"	-	"
Studio A Technology Limited	Kunshan Fugang Electric Trading Co., Ltd.	"	105,137	Note 1	"	"	-	"
Studio A Technology Limited	ASHOP CO., LTD.	The Company's subsidiary	141,988	Note 1	"	"	-	"
Kunshan Fugang Electric Trading Co., Ltd.	Shanghai Fugang Electric Trading Co., Ltd.	Affiliated company	152,580	4.53	"	"	-	"
Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	"	121,413	Note 1	"	"	-	"
Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	"	352,582	-	"	"	-	"
Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	"	139,654	Note 1	"	"	-	"
Glory Science Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	"	260,212	Note 1	"	"	-	"
Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	"	168,155	Note 1	"	"	-	"

Table 6 Page 2

Creditor	Counterparty	Relationship with the counterparty	Balance as at September 30, 2023	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliated company	\$ 311,107	1.92	None	N/A	\$ 50,333	None
Dong Guan Fu Zhang Precision Industry Co., Ltd.	Foxlink Image Technology Co., Ltd.	"	125,597	0.13	"	"	10,205	"
Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	"	151,281	4.17	"	"	47,655	"
Power Quotient Technology (Yancheng) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	"	339,955	Note 1	"	"	-	"
Power Quotient Technology (Yancheng) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	"	220,750	Note 1	"	"	-	"

Note 1: The turnover rate was not applicable as the receivables were recorded as other receivables.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
 Significant inter-company transactions during the reporting periods
 Nine months ended September 30, 2023

Table 7

Expressed in thousands of NTD
 (Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK INTERNATIONAL INC.	1	Sales	\$ 10,537,471	Sales prices are based on the mutual agreement	17
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK INTERNATIONAL INC.	1	Accounts receivable	2,504,184	The collections depend on the financial situation after offsetting the receivables against the payables	3
0	Cheng Uei Precision Industry Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	1	Purchases	17,385,262	Purchase prices are based on the mutual agreement	29
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	1	Purchases	1,696,413	Purchase prices are based on the mutual agreement	3
0	Cheng Uei Precision Industry Co., Ltd.	Fushineng Electronics (Kunshan) Co., Ltd.	1	Purchases	2,256,997	Purchase prices are based on the mutual agreement	4
0	Cheng Uei Precision Industry Co., Ltd.	Fushineng Electronics (Kunshan) Co., Ltd.	1	Other receivables	1,370,328	The collections depend on the financial situation after offsetting the receivables against the payables	1
0	Cheng Uei Precision Industry Co., Ltd.	Fushineng Electronics (Kunshan) Co., Ltd.	1	Accounts payable	1,615,813	The collections depend on the financial situation after offsetting the receivables against the payables	2
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	1	Purchases	12,074,520	Purchase prices are based on the mutual agreement	20
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	1	Accounts payable	3,842,313	The collections depend on the financial situation after offsetting the receivables against the payables	4
0	Cheng Uei Precision Industry Co., Ltd.	Fu Gang Electronic (Nan Chang) Co., Ltd.	1	Accounts payable	1,329,801	The collections depend on the financial situation after offsetting the receivables against the payables	1
0	Cheng Uei Precision Industry Co., Ltd.	CU INTERNATIONAL LTD.	1	Prepaid expenses	143,983	The collections depend on the financial situation after offsetting the receivables against the payables	-

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	1	Purchases	\$ 346,668	Purchase prices are based on the mutual agreement	1
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	1	Other receivables	740,409	The collections depend on the financial situation after offsetting the receivables against the payables	1
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	1	Accounts payable	472,269	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Xuzhou) Co., Ltd.	1	Other receivables	1,810,125	The collections depend on the financial situation after offsetting the receivables against the payables	2
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Xuzhou) Co., Ltd.	1	Purchases	7,067,347	Purchase prices are based on the mutual agreement	12
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Xuzhou) Co., Ltd.	1	Accounts payable	3,168,390	The collections depend on the financial situation after offsetting the receivables against the payables	3
0	Cheng Uei Precision Industry Co., Ltd.	Foxlink Automotive Technology (Kunshan) Co., Ltd.	1	Purchases	172,363	Purchase prices are based on the mutual agreement	-
0	Cheng Uei Precision Industry Co., Ltd.	SINOBEST BROTHERS LIMITED	1	Other receivables	144,357	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	SINOBEST BROTHERS LIMITED	1	Purchases	120,374	Purchase prices are based on the mutual agreement	-
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK INDIA ELECTRIC PRIVATE LIMITED	1	Other receivables	2,756,570	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK INDIA ELECTRIC PRIVATE LIMITED	1	Accounts payable	483,669	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK INDIA ELECTRIC PRIVATE LIMITED	1	Purchases	457,431	Purchase prices are based on the mutual agreement	1
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK (VIETNAM) CO., LTD.	1	Accounts payable	189,674	The collections depend on the financial situation after offsetting the receivables against the payables	-

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK (VIETNAM) CO., LTD.	1	Purchases	\$ 182,730	Purchase prices are based on the mutual agreement	-
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK (VIETNAM) CO., LTD.	1	Other receivables	405,976	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	CU INTERNATIONAL LTD.	Dongguan Fuqiang Electronics Co., Ltd.	3	Other receivables	150,694	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	CU INTERNATIONAL LTD.	Dongguan Fuqiang Electronics Co., Ltd.	3	Prepaid expenses	181,992	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	CU INTERNATIONAL LTD.	FOXLINK TECHNOLOGY LIMITED	3	Other payables	813,004	The collections depend on the financial situation after offsetting the receivables against the payables	1
2	Fugang Electric (Kunshan) Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	3	Sales	267,450	Purchase prices are based on the mutual agreement	-
2	Fugang Electric (Kunshan) Co., Ltd.	Foxlink Automotive Technology (Kunshan) Co., Ltd.	3	Prepaid expenses	208,220	The collections depend on the financial situation after offsetting the receivables against the payables	-
2	Fugang Electric (Kunshan) Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	3	Other receivables	289,339	The collections depend on the financial situation after offsetting the receivables against the payables	-
2	Fugang Electric (Kunshan) Co., Ltd.	Foxlink Tianjin Co., Ltd.	3	Other payables	353,200	The collections depend on the financial situation after offsetting the receivables against the payables	-
3	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	3	Purchases	1,149,221	Purchase prices are based on the mutual agreement	2
3	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	3	Other payables	282,108	The collections depend on the financial situation after offsetting the receivables against the payables	-
3	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	3	Accounts payable	267,152	The collections depend on the financial situation after offsetting the receivables against the payables	-
3	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	3	Accounts receivable	299,361	The collections depend on the financial situation after offsetting the receivables against the payables	-

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
3	Dongguan Fuqiang Electronics Co., Ltd.	Fuqiang Electric (Maanshan) Co., Ltd.	3	Other payables	\$ 165,563	The collections depend on the financial situation after offsetting the receivables against the payables	-
3	Dongguan Fuqiang Electronics Co., Ltd.	DU Precision Industry Co., Ltd.	3	Accounts receivable	100,434	The collections depend on the financial situation after offsetting the receivables against the payables	-
4	Fugang Electronic (Dongguan) Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	3	Other receivables	355,240	The collections depend on the financial situation after offsetting the receivables against the payables	-
5	Studio A Inc.	Kunshan Fugang Electric Trading Co., Ltd.	3	Other receivables	108,262	The collections depend on the financial situation after offsetting the receivables against the payables	-
6	Studio A Technology Limited	Kunshan Fugang Electric Trading Co., Ltd.	3	Other receivables	105,137	The collections depend on the financial situation after offsetting the receivables against the payables	-
6	Studio A Technology Limited	ASHOP CO., LTD.	3	Other receivables	141,988	The collections depend on the financial situation after offsetting the receivables against the payables	-
7	Foxlink International Investment Ltd.	FOXLINK (VIETNAM) CO., LTD.	3	Other receivables	130,986	The collections depend on the financial situation after offsetting the receivables against the payables	-
8	Kunshan Fugang Electric Trading Co., Ltd.	Shanghai Fugang Electric Trading Co., Ltd.	3	Sales	691,828	Purchase prices are based on the mutual agreement	1
8	Kunshan Fugang Electric Trading Co., Ltd.	Shanghai Fugang Electric Trading Co., Ltd.	3	Accounts receivable	152,580	The collections depend on the financial situation after offsetting the receivables against the payables	-
9	Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	121,413	Based on the company's policy	-
10	Glory Science Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	3	Other receivables	260,212	Based on the company's policy	-
10	Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Accounts receivable	352,582	Based on the company's policy	-
10	Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	139,654	Based on the company's policy	-

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
11	Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	\$ 168,155	Based on the company's policy	-
12	Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Processing income	420,846	The flexible collection based on the financial situation	1
12	Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	311,107	The flexible collection based on the financial situation	-
13	Dong Guan Fu Zhang Precision Industry Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	125,597	The flexible collection based on the financial situation	-
14	Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Sales	501,712	The flexible collection based on the financial situation	1
14	Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	151,281	The flexible collection based on the financial situation	-
15	Power Quotient Technology (Yancheng) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	3	Other receivables	339,955	Based on the company's policy	-
15	Power Quotient Technology (Yancheng) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	220,750	Based on the company's policy	-

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1)Parent company is '0'

(2)The subsidiaries are numbered in order starting from '1'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories; fill in the number of category each case belongs to (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction; for transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction.):

(1)Parent company to subsidiary.

(2)Subsidiary to parent company.

(3)Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: Disclosure of the transactions of related party over \$100 million only and the related party transactions for counterparty are not disclosed.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Information on investees
Nine months ended September 30, 2023

Table 8

Expressed in thousands of NTD
(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 30, 2023	Balance as at December 31, 2022	Number of shares (in thousand shares)	Ownership (%)	Book value			
The Company	CU INTERNATIONAL LTD.	British Virgin IS.	Manufacture of electronic parts and components and reinvestment business	\$ 15,604,159	\$ 15,436,355	483,550	100	\$ 26,709,734	\$ 1,248,933	\$ 1,142,048	
The Company	CULINK INTERNATIONAL LTD.	British Virgin IS.	Reinvestment business	1,081,949	1,039,998	33,528	100	1,761,346	247,929	247,929	
The Company	Foxlink International Investment Ltd.	Taiwan	General investments holding	3,350,000	3,350,000	408,750	100	3,252,933	(60,379)	(60,379)	
The Company	Fu Uei International Investment Ltd.	Taiwan	General investments holding	4,250,000	4,250,000	425,000	100	2,637,679	(571,336)	(571,336)	
The Company	Well Shin Technology Co., Ltd.	Taiwan	Manufacture and sales of wires and cables and electronic parts and components	270,065	270,065	22,282	18.84	1,272,424	402,765	76,177	
The Company	Darts Technologies Corporation	Taiwan	Manufacture and sales of wired and wireless communication devices	762,566	762,566	47,576	97	1,180,217	81,307	78,868	
The Company	DU Precision Industry Co., Ltd.	Taiwan	Sales of raw materials and products of various connectors	600,000	600,000	60,000	100	98,843	29,550	29,550	
The Company	FOXLINK TECHNOLOGY LIMITED.	Hong kong	Reinvestment business	357,464	357,464	86,700	100	933,287	1,681	1,681	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 30, 2023	Balance as at December 31, 2022	Number of shares (in thousand shares)	Ownership (%)	Book value			
The Company	Suntain Co., Ltd.	Taiwan	Electroplating processing services	\$ 190,810	\$ 190,810	22,374	100	\$ 250,720	\$ 14,021	\$ 14,021	
The Company	FOXLINK ARIZONA INC.	USA	Energy service management	425,641	235,571	13,190	100	71,632	(159,175)	(159,175)	
The Company	SINOBEST BROTHERS LIMITED	Hong kong	Reinvestment business	668,118	668,118	20,704	91.19	342,046	10,480	9,557	
FOXLINK TECHNOLOGY LIMITED.	SINOBEST BROTHERS LIMITED	Hong kong	Reinvestment business	63,911	63,911	2,000	8.81	33,041	10,480	923	
SINOBEST BROTHERS LIMITED	FOXLINK MYANMAR COMPANY LIMITED	Myanmar	Manufacture and sales of electronic parts and components	732,658	732,658	22,704	100	413,349	(8,872)	(8,872)	
DU Precision Industry Co., Ltd.	CELINK INTERNATIONAL LTD.	British Virgin IS.	Sales of raw materials and products of various connectors	533,617	533,617	16,536	100	-	-	-	
Darts Technologies Corporation	BENEFIT RIGHT LTD.	British Virgin IS.	General investments holding	317,730	317,730	9,846	100	1,240,044	81,243	81,243	
BENEFIT RIGHT LTD.	POWER CHANNEL LIMITED	Hong kong	General investments holding	248,802	248,802	6	64.25	1,174,535	123,070	79,043	
FOXLINK ARIZONA INC.	GRID RESPONSE LLC	USA	Energy service management	12,650	-	392	50	12,663	-	-	
CU INTERNATIONAL LTD.	NEW START INDUSTRIES LTD.	British Virgin IS.	Reinvestment business	277,522	277,522	8,600	100	2,880,704	94,875	94,875	
CU INTERNATIONAL LTD.	FOXLINK TECHNICAL INDIA PRIVATE LIMITED	India	Manufacture and sales of electronic parts and components	126,771	104,168	26,594	34.45	65,663	1,592	546	
CU INTERNATIONAL LTD.	SOLTERAS LIMITED	British Virgin IS.	Reinvestment business	64,540	64,540	1,960	100	-	-	-	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 30, 2023	Balance as at December 31, 2022	Number of shares (in thousand shares)	Ownership (%)	Book value			
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Foxlink Automotive Technology Co., Ltd.	Taiwan	Manufacture and sales of electronic parts and components	\$ 41,628	\$ 41,628	5,000	100	\$ 47,577	\$ 210	\$ 210	
CULINK INTERNATIONAL LTD.	PACIFIC WEALTH LIMITED	Cayman Islands	General investments holding	32,270	32,270	1,000	100	(113,227)	13,196	13,196	
CULINK INTERNATIONAL LTD.	FOXLINK TECHNICAL INDIA PRIVATE LTD.	India	Manufacture and sales of electronic parts and components	217,297	175,346	50,609	65.55	118,305	1,592	1,046	
CULINK INTERNATIONAL LTD.	FOXLINK POWERBANK INTERNATIONAL TECHNOLOGY PRIVATE LTD.	India	Manufacture and sales of electronic parts and components	622	622	160	0.73	619	269	2	
CULINK INTERNATIONAL LTD.	GLORYTEK SCIENCE INDIA PRIVATE LIMITED	India	Trading and manufacturing	622	622	160	0.73	619	248	2	
PACIFIC WEALTH LIMITED	FOXLINK INTERNATIONAL, INC	USA	Sales of electronic parts and components	16,135	16,135	500	100	(113,227)	13,196	13,196	
FOXLINK TECHNICAL INDIA PRIVATE LTD.	TEGNA ELECTRONICS PRIVATE LIMITED	India	Trading and manufacturing	11,661	11,661	3,001	10	13,145	5,341	384	
Foxlink International Investment Ltd.	FIT Holding Co., Ltd.	Taiwan	General investments holding	1,357,624	1,357,624	58,303	23.67	1,718,448	287,740	64,774	
Foxlink International Investment Ltd.	Yixin Precision Industry Co., Ltd.	Taiwan	Manufacture and sales of electronic telecommunication components and electronic machinery equipment	60,000	60,000	6,000	75	-	-	-	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 30, 2023	Balance as at December 31, 2022	Number of shares (in thousand shares)	Ownership (%)	Book value			
Foxlink International Investment Ltd.	Microlink Communications Inc.	Taiwan	Manufacture and sales of wireless communication machinery and equipment	\$ 80,000	\$ 80,000	6,857	21.43	(\$ 23,145)	(\$ 1,931)	(\$ 414)	
Foxlink International Investment Ltd.	World Circuit Technology Co., Ltd.	Taiwan	Manufacture and sales of flexible printed circuit and electronic parts and components	469,500	469,500	15,650	69.56	188,453	(4,729)	(3,290)	
Foxlink International Investment Ltd.	Central Motion Picture Corporation	Taiwan	Motion picture production	900,000	900,000	15,000	13.60	1,444,416	87,153	11,853	
Foxlink International Investment Ltd.	FOXLINK INDIA ELECTRIC PRIVATE LIMITED	India	Manufacture and sales of electronic parts and components	160,662	160,662	41,646	13.53	(43,386)	(746,635)	(101,035)	
Foxlink International Investment Ltd.	CYNC Design Co., Ltd.	Taiwan	Sales of electronic parts and components	10,000	10,000	1,000	15.38	10,048	1,064	164	
Foxlink International Investment Ltd.	FOXLINK VIETNAM CO., LTD.	Vietnam	Sales of electronic parts and components	180,602	119,318	6,300	100	36,970	(44,331)	(44,331)	
Foxlink Image Technology Co., Ltd.	Central Motion Picture Corporation	Taiwan	Motion picture production	257,656	257,656	4,294	3.89	165,040	87,153	3,390	
World Circuit Technology Co., Ltd.	VALUE SUCCESS LTD.	British Virgin IS.	Holding company and reinvestment business	206,528	206,528	5,000	100	27,009	(8,028)	(8,028)	
VALUE SUCCESS LTD.	CAPITAL GUARDIAN LIMITED	Hong kong	Sales of electronic parts and components	206,528	206,528	3,005	100	26,937	(8,028)	(8,028)	
CAPITAL GUARDIAN LIMITED	World Circuit Technology (Hong kong) Limited	Hong kong	Sales of electronic parts and components	35,928	35,928	-	100	31,498	(8,028)	(8,028)	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 30, 2023	Balance as at December 31, 2022	Number of shares (in thousand shares)	Ownership (%)	Book value			
Fu Uei International Investment Ltd.	FIT Holding Co., Ltd.	Taiwan	General investments holding	\$ 456,240	\$ 456,240	14,690	5.97	\$ 380,896	\$ 287,740	\$ 16,293	
Fu Uei International Investment Ltd.	Studio A Inc.	Taiwan	Sales of electronic parts and components	96,200	96,200	13,196	51	331,551	18,744	4,221	
Fu Uei International Investment Ltd.	VA Product Inc.	Taiwan	Sales of electronic parts and components	16,642	16,642	2,400	100	32,754	4,233	4,233	
Fu Uei International Investment Ltd.	Zhi De Investment Co., Ltd.	Taiwan	General investments holding	2,184,388	2,184,388	170,918	100	628,161	23,677	23,677	
Fu Uei International Investment Ltd.	CMPC Cultural & Creative Co., Ltd.	Taiwan	Venture capital industry	150,000	150,000	15,000	42.86	97,394	932	399	
Fu Uei International Investment Ltd.	Shinfox Energy Co., Ltd.	Taiwan	Mechanical installation and piping engineering	694,170	694,170	18,673	8.64	911,237	251,935	21,764	
Fu Uei International Investment Ltd.	FOXLINK INDIA ELECTRIC PRIVATE LIMITED	India	Manufacture and sales of electronic parts and components	1,010,999	1,010,999	266,109	86.47	(139,119)	(746,635)	(645,600)	
Zhi De Investment Co., Ltd.	FIT Holding Co., Ltd.	Taiwan	General investments holding	1,528,208	1,528,208	21,056	8.55	422,010	287,740	23,392	
Studio A Inc.	Tayih Digital Technology Co., Ltd.	Taiwan	Manufacture and sales of electronic parts and components	3,000	3,000	300	60	-	-	-	
Studio A Inc.	Straight A Inc.	Taiwan	Sales of electronic parts and components	101,232	101,232	6,660	100	190,391	25,338	8,920	
Studio A Inc.	Studio A Technology Limited	Hong kong	Sales of electronic parts and components	10,514	10,514	2,550	51	220,905	(24,904)	(11,159)	
Studio A Inc.	Jing Jing Technology Co., Ltd.	Taiwan	Sales of electronic parts and components	3,700	3,700	370	100	8,002	47	47	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 30, 2023	Balance as at December 31, 2022	Number of shares (in thousand shares)	Ownership (%)	Book value			
Studio A Technology Limited	ASHOP CO., LTD	South Korea	Sales of electronic parts and components	\$ 4,841	\$ 4,841	10	100	\$ -	(\$ 31,219)	(\$ 31,219)	
FIT Holding Co., Ltd.	Glory Science Co., Ltd.	Taiwan	Manufacture and sales of optical instruments	2,814,868	2,814,868	60,000	100	508,304	(198,046)	(198,046)	
FIT Holding Co., Ltd.	Foxlink Image Technology Co., Ltd.	Taiwan	Manufacture of image scanners and multifunction printers	3,011,140	3,011,140	164,994	100	3,603,988	391,803	387,143	
FIT Holding Co., Ltd.	Power Quotient International Co., Ltd.	Taiwan	Manufacture and sales of electronic parts and components	3,372,180	3,372,180	444,691	100	4,976,218	101,118	100,704	
FIT Holding Co., Ltd.	Shih Fong Power Co., Ltd.	Taiwan	Hydroelectric power	299,952	299,952	37,500	16.30	387,639	8,937	1,457	
FIT Holding Co., Ltd.	Synergy Co., Ltd.	Taiwan	Optoelectronics industry, Renewable energy and Energy technical services	36,760	36,760	3,676	36.76	31,968	(3,768)	(1,385)	
Foxlink Image Technology Co., Ltd.	ACCU-IMAGE TECHNOLOGY LIMITED	British Virgin IS.	Manufacture of image scanners and multifunction printers	1,393,318	1,393,318	20,241	100	2,265,560	72,902	72,902	
Foxlink Image Technology Co., Ltd.	Shih Fong Power Co., Ltd.	Taiwan	Hydroelectric power	957,600	957,600	79,800	34.70	956,376	8,937	3,101	
ACCU-IMAGE TECHNOLOGY LIMITED	POWER CHANNEL LIMITED	Hong kong	Holding company and reinvestment business	158,123	158,123	4	35.75	754,033	123,070	43,997	
Glory Science Co., Ltd.	GLORY TEK (BVI) CO., LTD.	British Virgin IS.	General investments holding	1,532,819	1,313,383	47,500	100	185,618	(155,233)	(155,233)	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 30, 2023	Balance as at December 31, 2022	Number of shares (in thousand shares)	Ownership (%)	Book value			
GLORY TEK (BVI) CO., LTD.	GLORY TEK (SAMOA) CO., LTD.	Samoa	General investments holding	\$ 1,027,820	\$ 808,384	31,851	100	\$ 513,246	(\$ 92,552)	(\$ 92,552)	
GLORY TEK (BVI) CO., LTD.	GLORY OPTICS (BVI) CO., LTD.	British Virgin IS.	Trading business	516,320	516,320	16,000	100	(366,155)	(62,932)	(62,932)	
GLORY TEK (BVI) CO., LTD.	GLORYTEK SCIENCE INDIA PRIVATE LIMITED	India	Trading and manufacturing	108,616	108,616	21,773	99.27	84,397	248	246	
GLORYTEK SCIENCE INDIA PRIVATE LIMITED	TEGNA ELECTRONICS PRIVATE LIMITED	India	Trading and manufacturing	11,659	11,659	3,001	10	13,145	5,341	534	
Power Quotient International Co., Ltd.	Power Quotient International(H.K.) Co., Ltd.	Hong kong	Sales of electronic parts and components	437,450	437,450	106,100	100	718,265	4,812	4,812	
Power Quotient International Co., Ltd.	PQI JAPAN CO., LTD	Japan	Sales of electronic parts and components	23,129	23,129	24	100	(155,408)	-	-	
Power Quotient International Co., Ltd.	SYSCOM DEVELOPMENT CO., LTD	British Virgin IS.	Specialized investments holding	350,548	350,548	10,863	100	87,278	283	283	
Power Quotient International Co., Ltd.	APIX LIMITED	British Virgin IS.	Specialized investments holding	3,338,951	3,338,951	13	100	1,204,785	10,422	10,422	
Power Quotient International Co., Ltd.	Power Sufficient International Co., Ltd.	Taiwan	Sales of medical instruments	10,000	10,000	1,000	100	13,011	(150)	(150)	Note 1
Power Quotient International Co., Ltd.	Shinfox Energy Co., Ltd.	Taiwan	Energy service management	3,646,600	3,646,600	102,951	47.63	5,024,042	251,935	119,997	
Shinfox Energy Co., Ltd.	Foxwell Energy Corporation Ltd.	Taiwan	Energy service management	7,470,000	6,100,000	747,000	100	7,841,940	351,391	352,845	
Shinfox Energy Co., Ltd.	Shinfox Natural Gas Co., Ltd.	Taiwan	Energy service management	360,000	360,000	36,000	80	283,455	(21,546)	(17,237)	
Shinfox Energy Co., Ltd.	Foxwell Power Co., Ltd.	Taiwan	Energy service management	672,600	672,600	48,140	80.23	753,124	25,016	20,071	
Shinfox Energy Co., Ltd.	Jiuwei Power Co., Ltd.	Taiwan	Natural gas power generation business	1,100,000	1,100,000	110,000	100	1,087,755	(4,573)	(4,573)	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 30, 2023	Balance as at December 31, 2022	Number of shares (in thousand shares)	Ownership (%)	Book value			
Shinfox Energy Co., Ltd.	Chung Chia Power Co., Ltd.	Taiwan	Cogeneration business	\$ -	\$ 180,000	-	-	\$ -	(\$ 731)	(\$ 146)	Note 2
Shinfox Energy Co., Ltd.	Elegant Energy TECH Co., Ltd	Taiwan	Energy technical services	200,000	200,000	500	100	159,746	(1,063)	(41,762)	
Shinfox Energy Co., Ltd.	Yuanshan Forest Natural Resources Co., Ltd. (Yuanshan Forest)	Taiwan	Afforestation	10,000	10,000	1,000	100	9,917	(29)	(29)	
Shinfox Energy Co., Ltd.	Chung Chia Power Co., Ltd	Taiwan	Electric Power Generation	120,000	120,000	12,000	50	106,082	(827)	(10,020)	
Shinfox Energy Co., Ltd.	Diwei Power Co., Ltd.	Taiwan	Electric Power Generation	30,000	30,000	3,000	100	35,249	5,299	5,299	
Shinfox Energy Co., Ltd.	Guanwei Power Co., Ltd.	Taiwan	Electric Power Generation	35,700	35,700	3,570	100	35,649	(68)	27	
Shinfox Energy Co., Ltd.	SHINFOX FAR EAST COMPANY PTE LTD	Singapore	Marine engineering business	981,545	981,545	32,000	40	1,018,818	(33,118)	(13,247)	
Shinfox Energy Co., Ltd.	Jun Wei Technology Co., Ltd	Taiwan	Electric Power Generation	12,000	-	1,200	100	11,986	(14)	(14)	
Foxwell Energy Corporation Ltd.	Liangwei Power Co., Ltd	Taiwan	Electric Power Generation	80,000	40,000	8,000	100	85,257	5,295	5,295	
Foxwell Energy Corporation Ltd.	Xinwei Power Co., Ltd.	Taiwan	Electric Power Generation	37,300	-	3,730	100	33,067	945	(4,233)	
Foxwell Power Co., Ltd.	Foxwell Certification Co., Ltd. (Foxwell Certification)	Taiwan	Energy technical services	10,000	-	1,000	100	7,972	(2,028)	(2,028)	
SYSCOM DEVELOPMENT CO., LTD	FOXLINK POWERBANK INTERNATIONAL TECHNOLOGY PRIVATE LIMITED	India	Sales of electronic parts and components	108,523	108,523	21,790	99.27	84,501	269	267	
APIX LIMITED	Sinocity Industries Limited	Hong kong	Sales of electronic products	2,783,025	2,783,025	6,000	100	954,977	16,519	16,519	
APIX LIMITED	PERENNIAL ACE LIMITED	British Virgin IS.	Specialized investments holding	687,351	687,351	Shares yet to be issued.	100	249,653	(6,102)	(6,102)	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at September 30, 2023			Net profit (loss) of the investee for the nine months ended September 30, 2023	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023	Footnote
				Balance as at September 30, 2023	Balance as at December 31, 2022	Number of shares (in thousand shares)	Ownership (%)	Book value			
Sinocity Industries Limited	DG Lifestyle Store Limited	Macao	Sales of electronic products	\$ 400	\$ 400	100	100	(\$ 12,390)	(\$ 1,926)	(\$ 1,926)	
PERENNIAL ACE LIMITED	Studio A Technology Limited	Hong kong	Sales of electronic products	4,998	4,998	1,225	24.50	106,120	(24,904)	(6,101)	
FOXLINK POWERBANK INTERNATIONAL TECHNOLOGY PRIVATE LIMITED	TEGNA ELECTRONICS PRIVATE LIMITED	India	Trading and manufacturing	11,659	11,659	3,001	10	13,146	5,341	534	

Note 1: PSI had registered for cancellation in June 2023 and the process is still ongoing.

Note 2: Chung Chia Power Co., Ltd. increased its capital by issuing new shares on January 29, 2023. The Group did not acquire shares proportionally to its interest and lost its significant influence over the company starting from January 30, 2023, which was reclassification to financial assets at fair value through other comprehensive income - non-current.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Information on investments in Mainland China
Nine months ended September 30, 2023

Table 9

Expressed in thousands of NTD
(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2023	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine months ended September 30, 2023		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2023	Net income of investee as of September 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023 (Note 2)	Book value of investments in Mainland China as of September 30, 2023	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Fugang Electronic (Dongguan) Co., Ltd.	Manufacture and sales of electronic parts and components	\$ 1,876,880	Investment through an existing company in the third area	\$ 1,876,880	\$ -	\$ -	\$ 1,876,880	\$ 679,261	100	\$ 679,261	\$ 7,853,785	\$ -	
Culink Tianjin Co., Ltd.	Manufacture and sales of electronic parts and components	129,080	Investment through an existing company in the third area	32,270	-	-	32,270	2,797	100	2,797	240,037	-	
Fugang Electric (Kunshan) Co., Ltd.	Manufacture and sales of electronic parts and components	3,920,805	Investment through an existing company in the third area	3,920,805	-	-	3,920,805	(297,370)	100	(297,370)	2,587,748	-	
Dong Guan Fu Shi Chang Co., Ltd.	Manufacture and sales of electronic parts and components	3,859	Investment through an existing company in the third area	3,859	-	-	3,859	-	100	-	2,476	-	
Dongguan Fuqiang Electronics Co., Ltd.	Manufacture and sales of electronic parts and components	4,479,399	Investment through an existing company in the third area and the investee company in Mainland China	3,725,346	-	-	3,725,346	792,875	100	792,875	11,400,300	-	
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Manufacture and sales of electronic parts and components	189,779	Investment through an existing company in the third area and the investee company in Mainland China	96,810	-	-	96,810	11,178	100	11,178	295,267	-	
Foxlink Energy (Tianjin) Ltd.	Manufacture and Sales of electronic parts and components	129,080	Investment through an existing company in the third area	129,080	-	-	129,080	446	100	446	178,427	-	
Fushineng Electronics (Kunshan) Co., Ltd.	Manufacture and sales of electronic parts and components	387,240	Investment through an existing company in the third area	387,240	-	-	387,240	48,518	100	48,518	1,531,311	-	
Fu Shi Xiang Research & Development Center (Kunshan) Co., Ltd.	Manufacture and sales of electronic parts and components	145,215	Investment through an existing company in the third area	145,215	-	-	145,215	(1,414)	100	(1,414)	67,453	-	
Fu Gang Electronic (Nan Chang) Co., Ltd.	Manufacture and sales of electronic parts and components	1,613,500	Investment through an existing company in the third area and the investee company in Mainland China	1,613,500	-	-	1,613,500	60,191	100	60,191	1,286,270	-	

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2023	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine months ended September 30, 2023		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2023	Net income of investee as of September 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023 (Note 2)	Book value of investments in Mainland China as of September 30, 2023	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Fugang Electric (Yancheng) Co., Ltd.	Manufacture and sales of electronic parts and components	\$ 96,810	Investment through an existing company in the third area	\$ 77,448	\$ -	\$ -	\$ 77,448	\$ 535	80	\$ 428	\$ 52,702	\$ -	
Fuqiang Electric (Yancheng) Co., Ltd.	Manufacture and sales of electronic parts and components	322,700	Investment through an existing company in the third area	322,700	-	-	322,700	(17,036)	100	(17,036)	(53,467)	-	
Foxlink Tianjin Co., Ltd.	Manufacture and sales of electronic parts and components	580,860	Investment through an existing company in the third area	167,804	-	-	167,804	(30,494)	100	(30,494)	1,403,250	-	
Kunshan Fugang Investment Co., Ltd.	Reinvestment business	968,100	Investment through the investee company in Mainland China	968,100	-	-	968,100	122,440	100	122,440	1,875,184	-	
Fugang Electric (Maanshan) Co., Ltd.	Manufacture and sales of electronic parts and components	982,013	Investment through an existing company in the third area	322,700	-	-	322,700	(66,445)	100	(66,445)	(1,168,946)	-	
Fuzhan Electronics (Shanghai) Co., Ltd.	Manufacture and sales of electronic parts and components	-	Investment through the investee company in Mainland China	484,050	-	484,050	-	-	Note 3	-	-	-	
Kunshan Fugang Electric Trading Co., Ltd.	Sales of electronic parts and components	344,768	Investment through the investee company in Mainland China	-	-	-	-	(2,626)	51	(3,356)	11,800	-	
Kunshan Fu Shi You Trading Co., Ltd.	Sales of electronic parts and components	61,810	Investment through the investee company in Mainland China	-	-	-	-	(240)	51	(122)	13,045	-	
Shanghai Fugang Electric Trading Co., Ltd.	Sales of electronic parts and components	8,830	Investment through the investee company in Mainland China	-	-	-	-	(4,292)	51	(2,189)	(63,850)	-	
Shanghai Standard Information Technology Co., Ltd.	Sales of electronic parts and components	4,415	Investment through the investee company in Mainland China	-	-	-	-	(2,868)	51	(1,463)	(7,266)	-	
Sharetronic Data Technology Co., Ltd.	Manufacture and sales of electronic parts and components	1,076,382	Investment through an existing company in the third area	248,802	-	-	248,802	808,948	16.89	123,892	1,724,135	-	
Fuqiang Electric (Maanshan) Co., Ltd.	Manufacture and sales of electronic parts and components	161,350	Investment through the investee company in Mainland China	-	-	-	-	(16)	100	(16)	141,194	-	
Fugang Electric (Xuzhou) Co., Ltd.	Manufacture and sales of electronic parts and components	1,839,390	Investment through an existing company in the third area	1,839,390	-	-	1,839,390	480,176	100	480,176	3,240,717	-	

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2023	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine months ended September 30, 2023		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2023	Net income of investee as of September 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023 (Note 2)	Book value of investments in Mainland China as of September 30, 2023	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Dongguan Banrin Robot Technology Co., Ltd.	Manufacture and sales of automated machine and equipment	\$ 132,450	Investment through the investee company in Mainland China	\$ -	\$ -	\$ -	\$ -	(\$ 24,397)	31.03	(\$ 13,037)	\$ 115,794	\$ -	
Suzhou Keyu Rui Automobile Technology Co., Ltd.	Trading and manufacturing	11,038	Investment through the investee company in Mainland China	-	-	-	-	(22)	55.56	(12)	23,921	-	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	General investments holding	441,500	Investment through an existing company in the third area	-	-	-	-	(13,082)	50	(6,543)	421,322	-	
Dong Guan HanYang Computer Co., Ltd.	Manufacture of image scanners and multifunction printers and investment of real estate	196,247	Investment through an existing company in the third area	196,247	-	-	196,247	23,740	100	23,740	326,901	-	
Dong Guan Fu Zhang Precision Industry Co., Ltd.	Mould development and moulding tool manufacture	261,783	Investment through an existing company in the third area	192,506	-	-	192,506	(43,523)	100	(43,523)	140,786	-	
Wei Hai Fu Kang Electric Co., Ltd.	Manufacture and sales of parts and moulds of photocopiers and scanners	484,050	Investment through an existing company in the third area	387,240	-	-	387,240	48,676	100	48,676	642,866	-	
Dongguan Fu Wei Electronics Co., Ltd.	Manufacture of image scanners, multifunction printers and its parts	193,620	Investment through an existing company in the third area	171,300	-	-	171,300	(10,647)	100	(10,647)	476,826	-	
Glorytek (Suzhou) Co., Ltd.	Trading and manufacturing	451,780	Investment through an existing company in the third area	399,490	-	-	399,490	(55,305)	100	(55,305)	307,606	-	
Glorytek (Yancheng) Co., Ltd.	Trading and manufacturing	290,430	Investment through an existing company in the third area	256,815	-	-	256,815	(74,651)	100	(74,651)	(638,411)	-	
Yancheng Yaowei Technology Co., Ltd.	Trading and manufacturing	44,150	Investment through the investee company in Mainland China	-	-	-	-	(168)	100	(168)	85,564	-	
Glory Optics (Yancheng) Co., Ltd.	Trading and manufacturing	1,166,509	Investment through an existing company in the third area and the investee company in Mainland China	326,960	208,046	-	535,006	(92,967)	100	(92,967)	439,176	-	
Power Quotient Technology (Yancheng) Co., Ltd.	Manufacture and Sales of electronic parts and components	645,400	Investment through an existing company in the third area	Note 1	-	-	-	4,927	100	4,927	717,903	-	

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2023	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the nine months ended September 30, 2023		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2023	Net income of investee as of September 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine months ended September 30, 2023 (Note 2)	Book value of investments in Mainland China as of September 30, 2023	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2023	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
PQI (Xuzhou) New Energy Co., Ltd.	Manufacture and Sales of electronic parts and components	\$ 44,150	Investment through the investee company in Mainland China	Note 2	\$ -	\$ -	\$ -	\$ 65	100	\$ 65	\$ 44,455	\$ -	
Kunshan Jiuwei Info Tech Co., Ltd.	Supply chain finance energy service management	1,614	Direct investment	1,614	-	-	1,614	(1,229)	100	(1,229)	25,835	-	

Note 1: The financing amount remitted to PQI's indirect investment of Power Quotient Technology (Yancheng) Co., Ltd. was through an existing company in the third area.

Note 2: The financing amount remitted to PQI's indirect investment of PQI (Xuzhou) New Energy Co., Ltd. were through Power Quotient Technology (Yancheng) Co., Ltd.

Note 3: Fuzhan Electronics (Shanghai) Co., Ltd. completed the registration of cancellation on November 8, 2023.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2023	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
Cheng Uei Precision Industry Co., Ltd.	\$ 15,877,949	\$ 17,373,069	The Company's investment in Mainland China is not subject to an upper limit as the Company obtained the certificate of scope of operations issued by Industrial Development Bureau, MOEA in accordance with the Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China amended on August 29, 2008.
Foxlink Image Technology Co., Ltd.	1,098,728	1,270,098	1,725,085
Glory Science Co., Ltd.	1,191,311	1,353,727	305,354
Power Quotient International Co., Ltd.	1,614	704,939	6,508,862

Note 1: It was the reinvestment in Mainland China through an existing company in the third area by cash and the investment was approved by the Investment Commission of MOEA.

Note 2: Recognition of investment income (loss), except for Fugang Electronic (Dongguan) Co., Ltd., Dongguan Fuqiang Electronics Co., Ltd., Fugang Electric (Kunshan) Co., Ltd., Fugang Electric (Xuzhou) Co., Ltd., Dongguan Fu Wei Electronics Co., Ltd., Glorytek (Suzhou) Co., Ltd., Glory Optics (Yancheng) Co., Ltd., Glorytek (Yancheng) Co., Ltd., Yancheng Yaowei Technology Co., Ltd., Wei Hai Fu Kang Electric Co., Ltd. for the nine months ended September 30, 2023 were recognised based on the financial statements that were reviewed by independent auditors, remaining subsidiaries were recognised based on the financial statements that were not reviewed by the independent auditors.

Note 3: The Company's investment in Mainland China is not subject to an upper limit as the Company obtained the scope of operations certificate of being qualified for operating headquarters issued by Industrial Development Bureau, MOEA in accordance with the Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China amended on August 29, 2008.

Note 4: The investments through the investee company in Mainland China of the Company including: Dongguan Fuqiang Electronics Co., Ltd., Fugang Electric (Maanshan) Co., Ltd., Fu Gang Electronic (Nan Chang) Co., Ltd., Foxlink Automotive Technology (Kunshan) Co., Ltd., Kunshan Fugang Electric Trading Co., Ltd., Kunshan Fu Shi You Trading Co., Ltd., Shanghai Fugang Electric Trading Co., Ltd., Fuqiang Electric (Maanshan) Co., Ltd., Dongguan Banrin Robot Technology Co., Ltd. and Suzhou Keyu Rui Automobile Technology Co., Ltd. a., except for the investment via the holding companies in Mainland China, other investments shall not be approved by Investment Commission of MOEA.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries

Major shareholders information

September 30, 2023

Table 10

Major shareholders information	Shares	Number of shares held	Ownership (%)
Shin Hon International Investment Co., Ltd.		100,535,228	19.62%
Foxlink Image Technology Co., Ltd.		49,503,000	9.66%
Central Motion Picture Corporation		32,584,000	6.36%