WPG HOLDINGS LIMITED AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS AND

REVIEW REPORT OF INDEPENDENT ACCOUNTANTS

JUNE 30, 2020 AND 2019

For the convenience of readers and for information purpose only, the auditors' review 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' review report and financial statements shall prevail.

REVIEW REPORT OF INDEPENDENT ACCOUNTANTS TRANSLATED FROM CHINESE

To the Board of Directors and Stockholders of WPG Holdings Limited

Introduction

We have reviewed the accompanying consolidated balance sheets of WPG Holdings Limited and subsidiaries (the "Group") as at June 30, 2020 and 2019, and the related consolidated statements of comprehensive income for the three months and six months then ended, as well as the related consolidated statements of changes in equity and of cash flows for the six 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" 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 Statement of Auditing Standards No. 65, "Review of Financial Information Performed by the Independent Auditor of the Entity" in 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 Notes 4(3)B and 6(9), the financial statements of certain insignificant consolidated subsidiaries and investments accounted for using the equity method were not reviewed by independent accountants. Those statements reflect total assets (including investments accounted for using the equity method) of NT$17,694,935 thousand and NT$16,453,754 thousand, constituting 7% and 8% of the consolidated total assets, and total liabilities of NT$9,183,940 thousand and NT$6,530,068 thousand, constituting both 5% of the consolidated total liabilities as at June 30, 2020 and 2019, respectively, and total comprehensive income (including share of profit (loss) of associates and joint ventures accounted for using the equity method and share of other comprehensive income of associates and joint ventures

accounted for using the equity method) of NT$185,125 thousand, NT$64,933 thousand, NT$267,853 thousand and NT$117,255 thousand, constituting 13%, 3%, 8% and 3% of the consolidated total comprehensive income for the three months and six 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 consolidated subsidiaries been reviewed by independent accountants, that we might have become aware of had it not been for the situation described 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 June 30, 2020 and 2019, and of its consolidated financial performance for the three months and six months then ended and its consolidated cash flows for the six 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" as endorsed by the Financial Supervisory Commission.

Lin, Chun-Yao　　Chou, Chien-hung

For and on behalf of PricewaterhouseCoopers, Taiwan
August 11, 2020

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 review 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 review report of independent accountants 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 consolidated 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.

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2020, DECEMBER 31, 2019 AND JUNE 30, 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(THE CONSOLIDATED BALANCE SHEETS AS OF JUNE 30, 2020 AND 2019 ARE REVIEWED, NOT AUDITIED)

		June 30, 2020		December 31, 2019		June 30, 2019	
Assets	Notes	Amount	%	Amount	%	Amount	%
Current assets							
Cash and cash equivalents	6(1)	$ 12,648,682	5	$ 9,992,582	4	$ 6,163,396	3
Financial assets at fair value through profit or loss - current	6(2)	44,649	-	339,649	-	31,731	-
Current financial assets at amortized cost	6(4) and 8	195,517	-	84,055	-	199,046	-
Notes receivable, net	6(5)	1,605,066	1	1,977,097	1	2,620,677	2
Accounts receivable, net	6(5)	109,733,575	46	110,656,082	48	91,522,662	47
Accounts receivable - related parties, net	7(3)	158,826	-	98,292	-	138,207	-
Other receivables	6(7)	10,761,055	5	11,428,975	5	12,294,845	6
Other receivables - related parties	7(3)	29,154	-	1,208	-	32,250	-
Current income tax assets		81,486	-	27,980	-	42,620	-
Inventory	6(8)	69,939,711	29	67,721,637	29	65,649,026	33
Prepayments		2,626,629	1	2,242,687	1	1,747,248	1
Other current assets		818,863	-	1,396,017	1	326,753	-
Total current assets		208,643,213	87	205,966,261	89	180,768,461	92
Non-current assets							
Financial assets at fair value through profit or loss – non-current	6(2) and 8	1,339,124	1	1,315,509	1	1,340,333	1
Financial assets at fair value through other comprehensive income - non-current	6(3)	98,017	-	32,035	-	32,035	-
Investments accounted for using the equity method	6(9)	10,150,840	4	586,142	-	594,616	-
Property, plant and equipment	6(10) and 8	10,781,237	5	5,735,417	3	5,709,440	3
Right-of-use assets	6(11)	904,500	-	1,129,079	1	1,263,601	1
Investment property - net	6(12) and 8	1,032,066	1	1,060,115	-	1,104,400	-
Intangible assets	6(13)	5,683,408	2	5,568,851	2	5,562,980	3
Deferred income tax assets		537,090	-	506,897	-	459,016	-
Prepayments for investments	6(14)	-	-	8,142,688	4	-	-
Other non-current assets	6(15)	269,035	-	303,826	-	320,748	-
Total non-current assets		30,795,317	13	24,380,559	11	16,387,169	8
TOTAL ASSETS		$ 239,438,530	100	$ 230,346,820	100	$ 197,155,630	100

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WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2020, DECEMBER 31, 2019 AND JUNE 30, 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(THE CONSOLIDATED BALANCE SHEETS AS OF JUNE 30, 2020 AND 2019 ARE REVIEWED, NOT AUDITIED)

		June 30, 2020		December 31, 2019		June 30, 2019	
Liabilities and Equity	Notes	Amount	%	Amount	%	Amount	%
Current liabilities							
Short-term borrowings	6(16)	$ 66,689,067	28	$ 68,891,614	30	$ 51,276,959	26
Short-term notes and bills payable	6(17)	6,017,504	3	5,555,424	2	5,036,983	3
Financial liabilities at fair value through profit or loss - current	6(2)	4,243	-	16,051	-	10,092	-
Notes payable		232,646	-	34,642	-	14,555	-
Accounts payable		60,139,672	25	63,588,170	28	55,149,621	28
Accounts payable - related parties	7(3)	47,680	-	653	-	-	-
Other payables		9,767,219	4	5,697,289	2	9,041,873	5
Current income tax liabilities		1,000,192	-	1,310,711	1	949,298	-
Current lease liabilities		412,925	-	416,902	-	399,553	-
Other current liabilities	6(18)(19)	11,580,618	5	11,447,611	5	5,799,122	3
Total current liabilities		155,891,766	65	156,959,067	68	127,678,056	65
Non-current liabilities							
Long-term borrowings	6(18)	18,506,669	8	7,330,788	3	13,320,498	7
Deferred income tax liabilities		502,714	-	499,268	-	509,334	-
Non-current lease liabilities		532,652	-	740,641	-	886,664	1
Other non-current liabilities		875,895	1	849,961	1	846,690	-
Total non-current liabilities		20,417,930	9	9,420,658	4	15,563,186	8
Total liabilities		176,309,696	74	166,379,725	72	143,241,242	73
Equity attributable to owners of parent							
Capital	1 and 6(21)						
Common stock		16,790,568	7	16,790,568	7	16,790,568	9
Preference stock		2,000,000	1	2,000,000	1	-	-
Capital reserve	6(22)						
Capital reserve		27,461,922	11	27,456,298	12	19,461,660	10
Retained earnings	6(23)						
Legal reserve		6,667,417	3	6,021,073	3	6,021,073	3
Special reserve		5,420,694	2	2,602,682	1	2,602,682	1
Unappropriated earnings		10,169,376	4	14,022,230	6	10,492,069	5
Other equity interest							
Other equity interest	6(24)	(5,863,688)	(2)	(5,420,694)	(2)	(1,934,278)	(1)
Total equity attributable to owners of parent		62,646,289	26	63,472,157	28	53,433,774	27
Non-controlling interest	4	482,545	-	494,938	-	480,614	-
Total equity		63,128,834	26	63,967,095	28	53,914,388	27
Significant contingent liabilities and unrecognized contract commitments	7(3) and 9						
Significant events after the balance sheet date	11						
TOTAL LIABILITIES AND EQUITY		$ 239,438,530	100	$ 230,346,820	100	$ 197,155,630	100

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

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
SIX MONTHS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)
(REVIEWED, NOT AUDITED)

		Three months ended June 30				Six months ended June 30			
		2020		2019		2020		2019	
Items	Notes	Amount	%	Amount	%	Amount	%	Amount	%
Operating revenue	6(25) and 7(3)	$ 149,810,678	100	$ 129,175,944	100	$ 280,855,253	100	$ 241,007,877	100
Operating costs	6(8) and 7(3)	(143,923,373)	(96)	(123,488,489)	(96)	(269,695,070)	(96)	(230,346,847)	(96)
Gross profit		5,887,305	4	5,687,455	4	11,160,183	4	10,661,030	4
Operating expenses	6(30)(31) and 7(3)								
Selling and marketing expenses		(2,257,736)	(1)	(2,225,573)	(1)	(4,284,546)	(2)	(4,267,836)	(2)
General and administrative expenses		(954,590)	(1)	(933,487)	(1)	(1,904,787)	(1)	(1,827,083)	-
Expected credit impairment (loss) gain		(100,636)	-	55,530	-	(205,153)	-	82,041	-
Total operating expenses		(3,312,962)	(2)	(3,103,530)	(2)	(6,394,486)	(3)	(6,012,878)	(2)
Operating profit		2,574,343	2	2,583,925	2	4,765,697	1	4,648,152	2
Non-operating income and expenses									
Interest income	6(26)	12,408	-	19,586	-	23,639	-	31,180	-
Other income	6(27)	88,984	-	40,674	-	128,896	-	94,307	-
Other gains and losses	6(28)	190,561	-	105,294	-	414,976	-	254,996	-
Finance costs	6(29)	(495,988)	-	(557,952)	-	(1,081,899)	-	(1,188,771)	-
Share of profit of associates and joint ventures accounted for using the equity method		206,130	-	4,606	-	330,892	-	11,049	-
Total non-operating income and expenses		2,095	-	(387,792)	-	(183,496)	-	(797,239)	-
Income before income tax		2,576,438	2	2,196,133	2	4,582,201	1	3,850,913	2
Income tax expense	6(32)	(436,160)	(1)	(553,855)	(1)	(775,736)	-	(895,782)	(1)
Consolidated net income		$ 2,140,278	1	$ 1,642,278	1	$ 3,806,465	1	$ 2,955,131	1

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WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
SIX MONTHS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)
(REVIEWED, NOT AUDITED)

		Three months ended June 30				Six months ended June 30			
		2020		2019		2020		2019	
Items	Notes	Amount	%	Amount	%	Amount	%	Amount	%
Other comprehensive income									
Components of other comprehensive income that will not be reclassified to profit or loss									
Unrealized gains from investments in equity instruments measured at fair value through other comprehensive income	6(3)(24)	$ 7,544	-	$ -	-	$ 7,544	-	$ -	-
Share of other comprehensive income of associates and joint ventures accounted for using the equity method that will not be reclassified to profit or loss	6(24)	1,436,719	1	-	-	1,367,631	1	-	-
Other comprehensive income that will not be reclassified to profit or loss		1,444,263	1	-	-	1,375,175	1	-	-
Components of other comprehensive income that will be reclassified to profit or loss									
Exchange differences on translation of foreign financial statements		(1,949,497)	(1)	357,873	1	(1,630,218)	(1)	673,990	1
Share of other comprehensive (loss) income of associates and joint ventures accounted for using the equity method	6(24)	(170,752)	-	7,101	-	(196,600)	-	10,960	-
Income tax related to components of other comprehensive income (loss) that will be reclassified to profit or loss	6(32)	885	-	1,212	-	313	-	(1,013)	-
Other comprehensive (loss) income that will be reclassified to profit or loss		(2,119,364)	(1)	366,186	1	(1,826,505)	(1)	683,937	1
Total other comprehensive income (loss)		($ 675,101)	-	$ 366,186	1	($ 451,330)	-	$ 683,937	1
Total comprehensive income		$ 1,465,177	1	$ 2,008,464	2	$ 3,355,135	1	$ 3,639,068	2
Consolidated net income attributable to:									
Owners of the parent		$ 2,120,404	1	$ 1,628,852	1	$ 3,779,100	1	$ 2,933,276	1
Non-controlling interest		19,874	-	13,426	-	27,365	-	21,855	-
		$ 2,140,278	1	$ 1,642,278	1	$ 3,806,465	1	$ 2,955,131	1
Comprehensive income attributable to:									
Owners of the parent		$ 1,453,143	1	$ 1,983,580	2	$ 3,336,106	1	$ 3,601,680	2
Non-controlling interest		12,034	-	24,884	-	19,029	-	37,388	-
		$ 1,465,177	1	$ 2,008,464	2	$ 3,355,135	1	$ 3,639,068	2
Earnings per share (in dollars)	6(33)								
Basic earnings per share		$ 1.19		$ 0.97		$ 2.18		$ 1.75	
Diluted earnings per share		$ 1.19		$ 0.97		$ 2.18		$ 1.75	

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

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
SIX MONTHS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(REVIEWED, NOT AUDITED)

		Equity attributable to owners of the parent										
		Share Capital			Retained Earnings			Other Equity Interest				
	Notes	Common stock	Preference stock	Capital reserve	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences of foreign financial statements	Unrealized gains (loss) on financial assets at fair value through other comprehensive income	Total	Non-controlling interest	Total equity
Six months ended June 30, 2019												
Balance at January 1, 2019		$ 16,790,568	$ -	$ 19,454,882	$ 5,274,872	$ 4,124,936	$ 11,316,193	($ 2,596,682)	($ 6,000)	$ 54,358,769	$ 465,226	$ 54,823,995
Total consolidated profit		-	-	-	-	-	2,933,276	-	-	2,933,276	21,855	2,955,131
Net other comprehensive income		-	-	-	-	-	-	668,404	-	668,404	15,533	683,937
Total comprehensive income		-	-	-	-	-	2,933,276	668,404	-	3,601,680	37,388	3,639,068
Appropriation and distribution of 2018 retained earnings	6(23)											
Legal reserve		-	-	-	746,201	-	(746,201)	-	-	-	-	-
Reversal of special reserve		-	-	-	-	(1,522,254)	1,522,254	-	-	-	-	-
Cash dividends		-	-	-	-	-	(4,533,453)	-	-	(4,533,453)	-	(4,533,453)
Changes in equity of associate and joint ventures accounted for using the equity method	6(22)	-	-	6,778	-	-	-	-	-	6,778	-	6,778
Changes in non-controlling interests		-	-	-	-	-	-	-	-	-	(22,000)	(22,000)
Balance at June 30, 2019		$ 16,790,568	$ -	$ 19,461,660	$ 6,021,073	$ 2,602,682	$ 10,492,069	($ 1,928,278)	($ 6,000)	$ 53,433,774	$ 480,614	$ 53,914,388
Six months ended June 30, 2020												
Balance at January 1, 2020		$ 16,790,568	$ 2,000,000	$ 27,456,298	$ 6,021,073	$ 2,602,682	$ 14,022,230	($ 5,414,694)	($ 6,000)	$ 63,472,157	$ 494,938	$ 63,967,095
Total consolidated profit		-	-	-	-	-	3,779,100	-	-	3,779,100	27,365	3,806,465
Net other comprehensive income (loss)	6(24)	-	-	-	-	-	-	(1,818,169)	1,375,175	(442,994)	(8,336)	(451,330)
Total comprehensive income (loss)		-	-	-	-	-	3,779,100	(1,818,169)	1,375,175	3,336,106	19,029	3,355,135
Appropriation and distribution of 2019 retained earnings	6(23)											
Legal reserve		-	-	-	646,344	-	(646,344)	-	-	-	-	-
Special reserve		-	-	-	-	2,818,012	(2,818,012)	-	-	-	-	-
Cash dividends for common stock		-	-	-	-	-	(4,029,736)	-	-	(4,029,736)	-	(4,029,736)
Cash dividends for preferred stock		-	-	-	-	-	(115,068)	-	-	(115,068)	-	(115,068)
Changes in equity of associate and joint ventures accounted for using the equity method	6(22)	-	-	5,624	-	-	(22,794)	-	-	(17,170)	-	(17,170)
Changes in non-controlling interests		-	-	-	-	-	-	-	-	-	(31,422)	(31,422)
Balance at June 30, 2020		$ 16,790,568	$ 2,000,000	$ 27,461,922	$ 6,667,417	$ 5,420,694	$ 10,169,376	($ 7,232,863)	$ 1,369,175	$ 62,646,289	$ 482,545	$ 63,128,834

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

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(REVIEWED, NOT AUDITED)

	Notes	Six months ended June 30, 2020	Six months ended June 30, 2019
Cash flows from operating activities			
Income before income tax		$ 4,582,201	$ 3,850,913
Adjustments			
Income and expenses			
Depreciation	6(30)	363,157	357,666
Amortization	6(13)(30)	31,480	9,082
Expected credit impairment loss (gain)		205,153	(82,041)
Interest expense	6(29)	968,374	1,112,219
Net gain on financial assets or liabilities at fair value through profit or loss	6(28)	(117,435)	(27,148)
Interest income	6(26)	(23,639)	(31,180)
Dividend income	6(27)	(19,980)	(9,498)
Other income		(6,052)	-
Share of profit of associates and joint ventures accounted for using the equity method		(330,892)	(11,049)
Loss on disposal of property, plant and equipment	6(28)	222	2,006
Loss on lease modification	6(28)	955	-
Loss (gain) on disposal of investment	6(28)	7,730	(214)
Changes in assets/liabilities relating to operating activities			
Changes in assets relating to operating activities			
Financial assets (liabilities) at fair value through profit or loss - current		384,344	4,488
Notes receivable		372,031	263,581
Accounts receivable		717,354	3,818,045
Accounts receivable - related parties, net		(60,534)	(55,617)
Other receivables		667,621	(3,762,692)
Other receivables - related parties		(27,946)	(30,640)
Inventories		(2,218,414)	(876,059)
Prepayments		(383,942)	(240,016)
Other current assets		(11,276)	35,642
Changes in liabilities relating to operating activities			
Notes payable		198,004	(20,942)
Accounts payable		(3,448,498)	1,987,717
Accounts payable - related parties		47,027	(401)
Other payables		(76,634)	(778,742)
Other current liabilities		(913,960)	1,159,709
Other non-current liabilities		(30)	(61,836)
Cash inflow generated from operations		906,421	6,612,993
Interest paid		(998,044)	(1,159,030)
Income tax paid		(1,217,881)	(332,961)
Interest received		23,938	30,711
Income tax refund		715	2,578
Dividends received		51,731	61,159
Net cash (used in) provided by operating activities		(1,233,120)	5,215,450

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WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(REVIEWED, NOT AUDITED)

	Notes	Six months ended June 30, 2020	Six months ended June 30, 2019
Cash flows from investing activities			
Acquisition of financial assets at fair value through other comprehensive income - non-current		($ 65,517)	$ -
Acquisition of property, plant and equipment and intangible assets	6(34)	(5,355,482)	(124,141)
Proceeds from disposal of property, plant and equipment and intangible assets		633	1,736
Increase in guarantee deposits paid		(10,708)	(32,040)
Decrease in guarantee deposits paid		4,573	20,030
Decrease in other financial assets - current		588,431	166,506
Increase in other financial assets - non-current		-	(686)
Decrease (increase) in other non-current assets		74,546	(18,060)
Acquisition of financial assets at fair value through profit or loss - non-current		(8,950)	(102,096)
Proceeds from capital reduction of financial assets at fair value through profit or loss		13,333	17,533
Proceeds from capital reduction of financial assets at fair value through other comprehensive income		7,079	-
Proceeds from disposal of financial assets at fair value through profit or loss - non-current		-	14,971
Decrease in current financial assets at amortized cost		5,404	7,525
Increase in current financial assets at amortized cost		(118,788)	(6,875)
Net cash used in investing activities		(4,865,446)	(55,597)
Cash flows from financing activities			
Principal repayment of lease liability	6(35)	(207,734)	(208,051)
Increase in short-term borrowings	6(35)	297,572,532	318,801,203
Decrease in short-term borrowings	6(35)	(299,775,079)	(324,942,886)
Increase in long-term borrowings (including current portion of long-term liabilities)	6(35)	17,064,352	1,155,087
Decrease in long-term borrowings (including current portion of long-term liabilities)	6(35)	(4,841,504)	(1,523,599)
Increase in short-term notes and bills payable	6(35)	20,916,985	17,953,220
Decrease in short-term notes and bills payable	6(35)	(20,454,905)	(17,873,264)
Increase in guarantee deposits received		45,911	5,980
Decrease in guarantee deposits received		(15,865)	(4,315)
Change in non-controlling interests		-	(22,000)
Net cash provided by (used in) financing activities		10,304,693	(6,658,625)
Effect of exchange rate changes on cash and cash equivalents		(1,550,027)	545,280
Net increase (decrease) in cash and cash equivalents		2,656,100	(953,492)
Cash and cash equivalents at beginning of period		9,992,582	7,116,888
Cash and cash equivalents at end of period		$ 12,648,682	$ 6,163,396

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

WPG HOLDINGS LIMITED AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SIX MONTHS ENDED JUNE 30, 2020 AND 2019
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS,
EXCEPT AS OTHERWISE INDICATED)
(REVIEWED, NOT AUDITED)

1. HISTORY AND ORGANIZATION

(1) WPG Holdings Limited (the Company) was incorporated as a company limited by shares under the provisions of the Company Law of the Republic of China, and as a holding company of World Peace Industrial Co., Ltd. and Silicon Application Corporation by exchanging shares of common stock on November 9, 2005. The Company's shares were listed on the Taiwan Stock Exchange (TSE) and approved by the Financial Supervisory Commission, Executive Yuan, Securities and Futures Bureau on the same date. After restructuring, Richpower Electronic Devices Co., Ltd. became the Company's subsidiary on January 1, 2008. The Company acquired Pernas Electronics Co., Ltd., Asian Information Technology Inc., Yosun Industrial Corp. and AECO Technology Co., Ltd. by exchanging shares of common stock on July 16, 2008, February 6, 2009, November 15, 2010 and March 1, 2012, respectively. After the Company's organization restructuring on January 1, 2014, World Peace Industrial Co., Ltd., Silicon Application Corp. and Yosun Industrial Corp. acquired 100% shares in AECO Technology Co., Ltd., Pernas Electronics Co., Ltd. and Richpower Electronic Devices Co., Ltd. through share exchange, and consequently, AECO Technology Co., Ltd., Pernas Electronics Co., Ltd. and Richpower Electronic Devices Co., Ltd. became indirectly owned subsidiaries. The Company originally evaluated Genuine C&C, Inc. using equity method. The Company acquired partial stocks of Genuine C&C, Inc. on April 8, 2015 and completed the purchase on April 15, 2015. After the purchase, the Company held 60.5% shares of Genuine C&C, Inc. which became the Company's directly owned subsidiary. On September 1, 2017, the stock swap between Trigold Holdings Limited (Trigold) and the shareholders who previously owned Genuine C&C, Inc. was conducted at a stock swap ratio of 1:1. On the same day, Trigold was established and began OTC trading whereas Genuine C&C, Inc. was unlisted at OTC. The Company and subsidiaries owned a total of 60.51% equity of Trigold after the stock swap. The Company and the subsidiaries included in these consolidated financial statements are collectively referred as the "Group".

(2) The Company was organized to create the management mechanism of the group, supervise the subsidiaries, integrate the whole group and improve operational efficiency. The Company's subsidiaries are mainly engaged in the distribution and sales of electronic / electrical components, sales of computer software and electrical products and sales of electronic / electrical components.

(3) As of June 30, 2020, the Company's authorized capital was $25,000,000 (certain shares can be

issued as preference shares, and $500,000 is reserved for employee stock option certificates, restricted stocks to employees, convertible preferred stock and convertible bonds), and the paid-in capital was $18,790,568 with a par value of $10 (in dollars) per share.

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 August 11, 2020.

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") as endorsed by the Financial Supervisory Commission ("FSC")

New standards, interpretations and amendments endorsed by the FSC effective from 2020 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IAS 1 and IAS 8, 'Disclosure initiative-definition of material'	January 1, 2020
Amendments to IFRS 3, 'Definition of a business'	January 1, 2020
Amendments to IFRS 9, IAS 39 and IFRS 7, 'Interest rate benchmark reform'	January 1, 2020
Amendment to IFRS 16, 'Covid-19-related rent concessions'	June 1, 2020

Except for the following, the above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

Amendment to IFRS 16, 'Covid-19-related rent concessions'

This amendment provides a practical expedient for lessees from assessing whether a rent concession related to COVID-19, and that meets all of the following conditions, is a lease modification:

A. Changes in lease payments result in the revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change;
B. Any reduction in lease payments affects only payments originally due on or before June 30, 2021; and
C. There is no substantive change to other terms and conditions of the lease.

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

None.

(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 endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 4, 'Extension of the temporary exemption from applying IFRS 9'	January 1, 2021
Amendments to IFRS 3, 'Reference to the conceptual framework'	January 1, 2022
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
Amendments to IAS 1, 'Classification of liabilities as current or non-current'	January 1, 2023
Amendments to IAS 16, 'Property, plant and equipment: proceeds before intended use'	January 1, 2022
Amendments to IAS 37, 'Onerous contracts - cost of fulfilling a contract'	January 1, 2022
Annual improvements to IFRS Standards 2018 - 2020	January 1, 2022

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2019, 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 Standards 34, 'Interim financial reporting' endorsed by the FSC.

B. These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2019.

(2) Basis of preparation

A. Except for the following items, these 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 measured at fair value.

c) Defined benefit liabilities recognized based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations 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 judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment 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:

The basis for preparation of consolidated financial statements are consistent with those of the year ended December 31, 2019.

B. Subsidiaries included in the consolidated financial statements:

			Ownership (%)			
Name of investor	Name of subsidiary	Main business activities	June 30, 2020	December 31, 2019	June 30, 2019	Description
WPG Holdings Limited	World Peace Industrial Co., Ltd.	Agent and sales of electronic / electrical components	100.00	100.00	100.00	
WPG Holdings Limited	Silicon Application Corporation	Sales of computer software and electronic products	100.00	100.00	100.00	
WPG Holdings Limited	WPG Korea Co., Ltd.	Agent and sales of electronic / electrical components	100.00	100.00	100.00	Notes 11 and 12
WPG Holdings Limited	WPG Electronics Ltd.	〃	100.00	100.00	100.00	Notes 11 and 12
WPG Holdings Limited	WPG International (CI) Limited	Holding company	100.00	100.00	100.00	Notes 11 and 12
WPG Holdings Limited	Asian Information Technology Inc.	Sales of electronic / electrical components	100.00	100.00	100.00	
WPG Holdings Limited	Yosun Industrial Corp.	〃	100.00	100.00	100.00	
WPG Holdings Limited	WPG Investment Co., Ltd.	Investment company	100.00	100.00	100.00	Notes 11 and 12

Name of investor	Name of subsidiary	Main business activities	Ownership (%) June 30, 2020	December 31, 2019	June 30, 2019	Description
WPG Holdings Limited	Trigold Holdings Limited	Holding company	60.50	60.50	60.50	
WPG Investment Co., Ltd.	Trigold Holdings Limited	〃	0.01	0.01	0.01	
WPG Investment Co., Ltd.	Laas Holdings (Samoa) Limited	〃	100.00	0.00	0.00	Notes 15
Laas Holdings (Samoa) Limited	Laas Holdings (HK) Limited	〃	100.00	0.00	0.00	Notes 15
World Peace Industrial Co., Ltd.	World Peace International (BVI) Ltd.	〃	100.00	100.00	100.00	Notes 11 and 12
World Peace Industrial Co., Ltd.	WPI Investment Holding (BVI) Company Ltd.	〃	100.00	100.00	100.00	
World Peace Industrial Co., Ltd.	Longview Technology Inc.	Agent and sales of electronic / electrical components	100.00	100.00	100.00	Notes 11 and 12
World Peace Industrial Co., Ltd.	AECO Technology Co., Ltd.	〃	100.00	100.00	100.00	Notes 11 and 12
AECO Technology Co., Ltd.	Teco Enterprise Holding (B.V.I.) Co., Ltd.	Investment company	100.00	100.00	100.00	Notes 11 and 12
Teco Enterprise Holding (B.V.I.) Co., Ltd.	AECO Electronic Co., Ltd.	Trading of electronic / electrical products	100.00	100.00	100.00	Notes 11 and 12
World Peace International (BVI) Ltd.	Prime Future Technology Limited	Holding company	100.00	100.00	100.00	Notes 11 and 12
Prime Future Technology Limited	World Peace International Pte. Ltd.	〃	100.00	100.00	100.00	Notes 11 and 12
World Peace International Pte. Ltd.	Genuine C&C (IndoChina) Pte., Ltd.	Agent and sales of electronic / electrical components	80.00	80.00	80.00	Notes 11 and 12
World Peace International Pte. Ltd.	WPG Americas Inc.	〃	4.31	4.31	4.31	Note 2
World Peace International Pte. Ltd.	World Peace International (South Asia) Pte Ltd.	〃	100.00	100.00	100.00	

Name of investor	Name of subsidiary	Main business activities	Ownership (%) June 30, 2020	December 31, 2019	June 30, 2019	Description
World Peace International (South Asia) Pte Ltd.	World Peace International (India) Pvt., Ltd.	Agent and sales of electronic / electrical components	100.00	100.00	100.00	Notes 11 and 12
World Peace International (South Asia) Pte Ltd.	WPG C&C (Malaysia) Sdn. Bhd	〃	100.00	100.00	100.00	Notes 11 and 12
World Peace International (South Asia) Pte Ltd.	WPG C&C (Thailand) Co., Ltd.	Agent and sales of information products	100.00	100.00	100.00	Notes 3, 11 and 12
World Peace International (South Asia) Pte Ltd.	WPG C&C Computers And Peripheral (India) Private Limited	Agent and sales of electronic / electrical components	100.00	100.00	100.00	Notes 11 and 12
WPI Investment Holding (BVI) Company Ltd.	WPI International (Hong Kong) Limited	〃	100.00	100.00	100.00	
WPI Investment Holding (BVI) Company Ltd.	World Peace International (Asia) Limited	〃	100.00	100.00	100.00	Notes 11 and 12
WPI International (Hong Kong) Limited	WPG C&C Limited	Agent and sales of information products	100.00	100.00	100.00	Notes 11 and 12
WPI International (Hong Kong) Limited	AIO Components Company Limited	Agent and sales of electronic / electrical components	100.00	100.00	100.00	Notes 11 and 12
Longview Technology Inc.	Longview Technology GC Limited	Holding company	100.00	100.00	100.00	Notes 11 and 12
Longview Technology Inc.	Long-Think International Co., Ltd.	Agent and sales of electronic / electrical components	100.00	100.00	100.00	Notes 11 and 12
Longview Technology GC Limited	Long-Think International (Hong Kong) Limited	〃	100.00	100.00	100.00	Notes 11 and 12
Long-Think International (Hong Kong) Limited	Long-Think International (Shanghai) Limited	〃	0.00	100.00	100.00	Notes 11, 12 and 14
Silicon Application Corporation	Silicon Application (BVI) Corp.	Holding company	100.00	100.00	100.00	Notes 11 and 12
Silicon Application Corporation	Win-Win Systems Ltd.	〃	100.00	100.00	100.00	Notes 11 and 12

Name of investor	Name of subsidiary	Main business activities	Ownership (%) June 30, 2020	December 31, 2019	June 30, 2019	Description
Silicon Application Corporation	SAC Components (South Asia) Pte. Ltd.	Sales of computer software and electronic products	100.00	100.00	100.00	Notes 11 and 12
Silicon Application Corporation	Pernas Electronic Co., Ltd.	Agent and sales of electronic / electrical components	100.00	100.00	100.00	Notes 11 and 12
Pernas Electronics Co., Ltd.	Everwiner Enterprise Co., Ltd.	〃	100.00	100.00	100.00	
Silicon Application (BVI) Corp.	Silicon Application Company Limited	Sales of computer software and electronic products	100.00	100.00	100.00	Notes 11 and 12
Silicon Application Company Limited	Dstar Electronic Company Limited	〃	100.00	100.00	100.00	Notes 11 and 12
WPG Korea Co., Ltd.	Apache Communication Inc. (B.V.I.)	Investment company	100.00	100.00	100.00	Notes 11 and 12
Apache Communication Inc. (B.V.I.)	Apache Korea Corp.	Sales of electronic / electrical products	100.00	100.00	100.00	Notes 11 and 12
WPG International (CI) Limited	WPG International (Hong Kong) Limited	Holding company	100.00	100.00	100.00	Notes 11 and 12
WPG International (CI) Limited	WPG Americas Inc.	Agent and sales of electronic / electrical components	95.69	95.69	95.69	Note 2
WPG International (CI) Limited	WPG South Asia Pte. Ltd.	Sales of electronic / electrical products	100.00	100.00	100.00	Notes 11 and 12
WPG International (CI) Limited	WPG Cloud Service Limited	General trading	100.00	100.00	100.00	Notes 11 and 12
WPG International (CI) Limited	WPG Gain Tune Ltd.	Agent for selling electronic / electrical components	100.00	100.00	100.00	Notes 11 and 12
WPG International (Hong Kong) Limited	WPG Electronics (Hong Kong) Limited	〃	100.00	100.00	100.00	Notes 11 and 12
WPG International (Hong Kong) Limited	WPG China Inc.	〃	100.00	100.00	100.00	

Name of investor	Name of subsidiary	Main business activities	Ownership (%) June 30, 2020	December 31, 2019	June 30, 2019	Description
WPG International (Hong Kong) Limited	WPG China (SZ) Inc.	Sales of computer software and electronic products	100.00	100.00	100.00	
WPG South Asia Pte. Ltd.	WPG Malaysia Sdn. Bhd	Agent and sales of electronic / electrical components	100.00	100.00	100.00	Notes 11 and 12
WPG South Asia Pte. Ltd.	WPG (Thailand) Co., Ltd.	〃	100.00	100.00	100.00	Notes 5, 11 and 12
WPG South Asia Pte. Ltd.	WPG India Electronics Pvt. Ltd.	〃	99.99	99.99	99.99	Notes 7, 11 and 12
WPG South Asia Pte. Ltd.	WPG Electronics (Philippines) Inc.	〃	100.00	100.00	100.00	Notes 4, 11 and 12
WPG South Asia Pte. Ltd.	WPG SCM Limited	〃	100.00	100.00	100.00	
WPG South Asia Pte. Ltd.	WPG Vietnam Co., Ltd.	〃	100.00	0.00	0.00	Notes 12 and 13
WPG Malaysia Sdn. Bhd	WPG India Electronics Pvt. Ltd.	〃	0.01	0.01	0.01	Notes 7, 11 and 12
Asian Information Technology Inc.	Apache Communication Inc.	Sales of electronic / electrical products	100.00	100.00	100.00	
Asian Information Technology Inc.	Henshen Electric Trading Co., Ltd.	〃	100.00	100.00	100.00	Notes 11 and 12
Asian Information Technology Inc.	Frontek Technology Corporation	〃	100.00	100.00	100.00	
Asian Information Technology Inc.	Fame Hall International Co., Ltd.	Investment company	100.00	100.00	100.00	Notes 11 and 12
Frontek Technology Corporation	Frontek International Limited	〃	100.00	100.00	100.00	Notes 11 and 12
Fame Hall International Co., Ltd.	AIT Japan Inc.	Sales of electronic / electrical products	100.00	100.00	100.00	Notes 11 and 12
Frontek International Limited	Gather Technology Incorporation Limited	Sales of electronic / electrical components	100.00	100.00	100.00	Notes 9, 11 and 12
Yosun Industrial Corp.	Sertek Incorporated	〃	100.00	100.00	100.00	
Yosun Industrial Corp.	Suntop Investments Limited	Investment company	100.00	100.00	100.00	

Name of investor	Name of subsidiary	Main business activities	Ownership (%) June 30, 2020	December 31, 2019	June 30, 2019	Description
Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd.	Sales of electronic / electrical components	100.00	100.00	100.00	
Richpower Electronic Devices Co., Ltd.	Richpower Electronic Devices Co., Limited	Sales of electronic / electrical products	100.00	100.00	100.00	
Richpower Electronic Devices Co., Ltd.	Richpower Electronic Devices Pte., Ltd.	〃	100.00	100.00	100.00	Notes 11 and 12
Sertek Incorporated	Sertek Limited	Sales of electronic / electrical components	100.00	100.00	100.00	Notes 11 and 12
Suntop Investments Limited	Yosun Hong Kong Corp. Ltd.	〃	100.00	100.00	100.00	
Suntop Investments Limited	Yosun Singapore Pte Ltd.	〃	100.00	100.00	100.00	Notes 11 and 12
Yosun Hong Kong Corp. Ltd.	Giatek Corp. Ltd.	〃	0.00	0.00	0.00	Note 6
Yosun Hong Kong Corp. Ltd.	Yosun South China Corp. Ltd.	〃	100.00	100.00	100.00	Notes 11 and 12
Yosun Hong Kong Corp. Ltd.	Yosun Shanghai Corp. Ltd.	Warehouse business and sales of electronic components	100.00	100.00	100.00	Notes 11 and 12
Yosun Singapore Pte Ltd.	Yosun India Private Ltd.	Sales of electronic / electrical components	0.00	0.00	100.00	Note 11
Trigold Holdings Limited	Genuine C&C Inc.	Sales of computer and its peripherals	100.00	100.00	100.00	
Trigold Holding Limited	Trigold (Hong Kong) Company Limited	Holding company	100.00	100.00	100.00	
Trigold (Hong Kong) Company Limited	Peng Yu (Shanghai) Digital Technology Co., Ltd.	Sales of electronic/ electrical products	100.00	100.00	100.00	Notes 11 and 12
Trigold (Hong Kong) Company Limited	WPG C&C Shanghai Co., Ltd.	〃	100.00	100.00	100.00	
Triglod (Hong Kong) Company Limited	Trigolduo (Shanghai) Industrial Development Ltd.	Children's indoor amusement park	70.00	70.00	70.00	Notes 8, 11 and 12
Trigolduo (Shanghai) Industrial Development Ltd.	Trigold Tongle (Shanghai) Industrial Development Ltd.	〃	100.00	100.00	100.00	Notes 8. 11 and 12

Name of investor	Name of subsidiary	Main business activities	Ownership (%) June 30, 2020	December 31, 2019	June 30, 2019	Description
Genuine C&C, Inc.	Hoban Inc.	An E-commerce company which operates B2C and O2O businesses	100.00	100.00	100.00	Notes 11 and 12
Genuine C&C, Inc.	Genuine C&C Holding Inc. (Seychelles)	Holding company	100.00	100.00	100.00	Note 12
Genuine C&C Holding Inc. (Seychelles)	Genuine Trading (Hong Kong) Company Limited	〃	0.00	0.00	0.00	Note 10
Peng Yu (Shanghai) Digital Technology Co., Ltd.	Peng Yu International Limited	Sales of electronic/electrical products	100.00	100.00	100.00	

Note 1: The combined ownership percentage of common shares held by the Company and its subsidiaries is more than 50% or has control power.

Note 2: World Peace Industrial Co., Ltd. totally held 4.31% of shares of WPG Americas Inc. through World Peace International Pte Ltd. and WPI International (Hong Kong) Limited. Along with shares of WPG Americas Inc. held by WPG International (CI) Limited, the total shareholding ratio is 100%.

Note 3: Due to restriction of local regulations, the Company holds 51% ownership which is under the name of other individuals. The substantial ownership held by the Company is 100%.

Note 4: Due to restriction of local regulations, the Company holds 62% ownership which is under the name of other individuals. The substantial ownership held by the Company is 100%.

Note 5: Due to restriction of local regulations, the Company holds 61% ownership which is under the name of other individuals. The substantial ownership held by the Company is 100%.

Note 6: It was liquidated in February 2019.

Note 7: WPG South Asia Pte. Ltd. and WPG Malaysia Sdn. Bhd. separately hold 99.99% and 0.01% of shares of the subsidiary, respectively, and both companies together hold 100% of shares of the subsidiary.

Note 8: On January 31, 2019, Trigold (Hong Kong) Company Limited and Haomao (Shanghai) Enterprise Development Co., Ltd. jointly established a new company, Trigolduo (Shanghai) Industrial Development Ltd. (Trigolduo_SH), and the shareholding ratio is 70%. In addition, Trigolduo_SH established a wholly-owned subsidiary, Trigold Tongle (Shanghai) Industrial Development Ltd. on March 25, 2019.

Note 9: The subsidiary was renamed in May 2019.

Note 10: It was liquidated in May 2019.

Note 11: The financial statements as of June 30, 2019 were not reviewed by independent accountants since it did not meet the definition of significant subsidiaries.

Note 12: The financial statements as of June 30, 2020 were not reviewed by independent accountants since it did not meet the definition of significant subsidiaries.

Note 13: The subsidiary was established in January 2020.

Note 14: The subsidiary was deregistered in April 2020 and in the process of dissolution and liquidation.

Note 15: The subsidiary was established in June 2020.

B. Subsidiaries not included in the consolidated financial statements: None.

C. Adjustments for subsidiaries with different balance sheet dates: None.

D. Significant restrictions: None.

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

As of June 30, 2020, December 31, 2019 and June 30, 2019, the non-controlling interest amounted to $482,545, $494,938 and $480,614, respectively. The information on non-controlling interest and respective subsidiaries is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest					
		June 30, 2020		December 31, 2019		June 30, 2019	
		Amount	Ownership	Amount	Ownership	Amount	Ownership
Trigold Holdings Limited and its subsidiaries (Note)	Taiwan	$ 441,412	39.49%	$ 448,520	39.49%	$ 430,682	39.49%

Note: Details of equity interest of Trigold Holdings Limited held by the Company are provided in Note 1(1).

Summarized financial information of the subsidiaries:

(a) Balance sheets

	Trigold Holdings Limited and its subsidiaries		
	June 30, 2020	December 31, 2019	June 30, 2019
Current assets	$ 5,693,123	$ 6,471,223	$ 6,137,103
Non-current assets	384,511	351,812	332,027
Current liabilities	(4,705,437)	(5,420,391)	(5,151,608)
Non-current liabilities	(227,778)	(260,583)	(215,983)
Total net assets	1,144,419	1,142,061	1,101,539
Less: Non-controlling interest	(1,639)	(7,126)	(10,587)
Equity attributable to owners of the parent company	$ 1,142,780	$ 1,134,935	$ 1,090,952

(b) Statements of comprehensive income

	Trigold Holdings Limited and its subsidiaries	
	Three months ended June 30,	
	2020	2019
Revenue	$ 4,583,878	$ 3,546,347
Profit before tax	68,297	40,599
Income tax expense	(21,982)	(2,848)
Profit for the period	46,315	37,751
Other comprehensive loss, net of tax	(11,823)	(4,732)
Total comprehensive income	$ 34,492	$ 33,019
Total comprehensive loss attributable to non-controlling interest	($ 2,181)	($ 2,877)
Dividends paid to non-controlling interests	$ 31,422	$ 22,000

	Trigold Holdings Limited and its subsidiaries	
	Six months ended June 30,	
	2020	2019
Revenue	$ 8,097,002	$ 6,634,600
Profit before tax	101,513	77,353
Income tax expense	(30,631)	(18,469)
Profit for the period	70,882	58,884
Other comprehensive (loss) income, net of tax	(15,495)	4,165
Total comprehensive income	$ 55,387	$ 63,049
Total comprehensive loss attributable to non-controlling interest	($ 5,487)	($ 2,889)
Dividends paid to non-controlling interests	$ 31,422	$ 22,000

(c) Statements of cash flows

	Trigold Holdings Limited and its subsidiaries	
	Six months ended June 30,	
	2020	2019
Net cash provided by (used in) operating activities	$ 1,310,627	($ 1,775,642)
Net cash used in investing activities	(30,597)	(27,402)
Net cash (used in) provided by financing activities	(1,124,742)	1,262,060
Effect of exchange rates on cash and cash equivalents	(12,059)	7,807
Increase (decrease) in cash and cash equivalents	143,229	(533,177)
Cash and cash equivalents, beginning of period	394,001	911,837
Cash and cash equivalents, end of period	$ 537,230	$ 378,660

(4) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in respect of service rendered by employees in a period and should be recognized as expenses in that period when the employees render service.

B. Pensions

(a) Defined contribution plans

For defined contribution plans, the contributions are recognized as pension expenses when they are due on an accrual basis. Prepaid contributions are recognized as an asset to the extent of a cash refund or a reduction in the future payments.

(b) Defined benefit plans

i. Net obligation under a defined benefit plan is defined as the present value of an amount of pension benefits that employees will receive on retirement for their services with the Group in current period or prior periods. The liability recognized in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The net defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The rate used to discount is determined by using interest rates of government bonds (at the balance sheet date) of a currency and term consistent with the currency and term of the employment benefit obligations.

ii. Remeasurements arising on defined benefit plans are recognized in other comprehensive income in the period in which they arise and are recorded as retained earnings.

iii. Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. And, the related information is disclosed accordingly.

C. Employees' compensation and directors' remuneration

Employees' compensation and directors' remuneration are recognized as expenses and liabilities, provided that such recognition is required under legal or constructive obligation and those amounts can be reliably estimated. Any difference between the resolved amounts and the subsequently actual distributed amounts is accounted for as changes in estimates. If employee compensation is distributed by shares, the Group calculates the number of shares based on the closing price at the previous day of the board meeting resolution.

(5) Income tax

A. The tax expense for the period comprises current and deferred tax. Tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or items recognized directly in equity, in which cases the tax is recognized in other comprehensive income or equity.

B. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Company and its subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. An additional tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the stockholders resolve to retain the earnings.

C. Deferred tax is recognized, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated balance sheet. However, the deferred tax is not accounted for if it arises from initial recognition of goodwill or of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax is determined using tax rates and laws that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realized or the deferred tax liability is settled.

D. Deferred tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized. At each balance sheet date, unrecognized and recognized deferred tax assets are reassessed.

E. Current income tax assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. Deferred income tax assets and liabilities are offset on the balance sheet when the entity has the legally enforceable right to offset current tax assets against current tax liabilities and they are levied by the same taxation authority on either the same entity or different entities that intend to settle on a net basis or realize the asset and settle the liability simultaneously.

F. The interim period income tax expense is recognized based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax

income of the interim period, and the related information is disclosed accordingly.

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

The preparation of these consolidated financial statements requires management to make critical judgements in applying the Group's accounting policies and make critical assumptions and estimates concerning future events. Assumptions and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. Such assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year; and the related information is addressed below:

(1) Critical judgements in applying the Group's accounting policies

Revenue recognition on a net/gross basis

The Group determines whether the nature of its performance obligation is to provide the specified goods or services itself (i.e. the Group is a principal) or to arrange for the other party to provide those goods or services (i.e. the Group is an agent) based on the transaction model and its economic substance. The Group is a principal if it controls a promised good or service before it transfers the good or service to a customer. The Group recognizes revenue at gross amount of consideration to which it expects to be entitled in exchange for those goods or services transferred. The Group is an agent if its performance obligation is to arrange for the provision of goods or services by another party. The Group recognizes revenue at the amount of any fee or commission to which it expects to be entitled in exchange for arranging for the other party to provide its goods or services.

Indicators that the Group controls the good or service before it is provided to a customer include the following:

A. The Group is primarily responsible for the provision of goods or services.

B. The Group assumes the inventory risk before transferring the specified goods or services to the customer or after transferring control of the goods or services to the customer.

C. The Group has discretion in establishing prices for the goods or services.

(2) Critical accounting estimates and assumptions

A. Impairment assessment of goodwill

The impairment assessment of goodwill relies on the Group's subjective judgement, including identifying cash-generating units, allocating assets and liabilities as well as goodwill to related cash-generating units, and determining the recoverable amounts of related cash-generating units. Please refer to Note 6(13) for the information on goodwill impairment.

B. Valuation of provision for allowance for accounts receivable

In the process of assessing uncollectible accounts, the Group must use judgements and assumptions to determine the collectability of accounts receivable. The collectability is affected by various factors: customers' financial conditions, the Company's internal credit ratings, historical experience, current economic conditions, etc. When sales are not expected to be collected, the Group recognizes a specific allowance for doubtful receivables after the assessment. The assumptions and estimates of allowance for uncollectible accounts are based on concerning future events as that on the balance sheet date. Assumptions and estimates may differ from the actual results which may result in a material adjustment. Please refer to Note 12(2) for the information on assessing uncollectible accounts for doubtful receivables.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	June 30, 2020	December 31, 2019	June 30, 2019
Cash on hand and petty cash	$ 4,216	$ 4,444	$ 4,722
Checking accounts deposits	1,562,440	806,634	1,228,679
Demand deposits	10,499,924	8,745,631	4,494,343
Time deposits	582,102	435,873	435,652
	$ 12,648,682	$ 9,992,582	$ 6,163,396

A. The Group associates 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. There were no cash and cash equivalents pledged to others.

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

Items	June 30, 2020	December 31, 2019	June 30, 2019
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	$ 22,547	$ 22,547	$ 22,547
Beneficiary certificates	-	300,000	-
Derivatives	1,615	2,513	2,575
	24,162	325,060	25,122
Valuation adjustment	20,487	14,589	6,609
	$ 44,649	$ 339,649	$ 31,731
Financial liabilities held for trading profit or loss			
Derivatives	$ 4,243	$ 16,051	$ 10,092

Items	June 30, 2020	December 31, 2019	June 30, 2019
Non-current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	$ 119,257	$ 110,307	$ 110,307
Emerging stocks	49,605	49,605	49,605
Unlisted stocks	1,459,379	1,461,216	1,469,902
	1,628,241	1,621,128	1,629,814
Valuation adjustment	(289,117)	(305,619)	(289,481)
	$ 1,339,124	$ 1,315,509	$ 1,340,333

A. Amounts recognized in profit (loss) in relation to financial assets at fair value through profit or loss are listed below:

	Three months ended June 30,	
	2020	2019
Financial assets mandatorily measured at fair value through profit or loss		
Equity instruments	$ 71,549	($ 16,617)
Derivatives	43,091	28,134
	$ 114,640	$ 11,517

	Six months ended June 30,	
	2020	2019
Financial assets mandatorily measured at fair value through profit or loss		
Equity instruments	$ 22,182	($ 8,638)
Derivatives	95,253	35,786
	$ 117,435	$ 27,148

B. The Group entered into contracts relating to derivative financial assets which were not accounted for under hedge accounting. The information is listed below:

	June 30, 2020		
Derivative instruments	Contract amount (notional principal) (Note)		Contract period
Current items:			
Forward foreign exchange contracts			
- Sell	RMB	10,000	2020.05.04~ 2020.07.07
	EUR	500	2020.05.19~2020.07.24
- Sell-SWAP	USD	47,500	2020.05.18~2020.08.31
- Buy	USD	10,055	2020.05.18~2020.09.29
	EUR	5,000	2020.06.18~2020.08.14
Futures	$	2,296	2020.06.30~2020.07.15

Derivative instruments	December 31, 2019 Contract amount (notional principal) (Note)		Contract period
Current items:			
Forward foreign exchange contracts			
- Sell	USD	9,823	2019.09.20~ 2020.04.29
	RMB	30,000	2019.10.29~2020.02.03
	EUR	1,000	2019.10.18~2020.02.26
- Sell-SWAP	USD	19,500	2019.11.22~2020.02.04
- Buy	USD	21,640	2019.08.08~2020.04.15
Futures	$	4,819	2019.12.30~2020.01.15

Derivative instruments	June 30, 2019 Contract amount (notional principal) (Note)		Contract period
Current items:			
Forward foreign exchange contracts			
- Sell	USD	8,199	2019.03.18~2019.11.28
- Sell-SWAP	USD	12,000	2019.06.10~2019.07.18
- Buy	USD	22,505	2019.05.14~2019.11.18
	EUR	800	2019.06.14~2019.07.03

Note: Expressed in thousands.

(a) Forward foreign exchange contracts

The Group entered into forward exchange contracts to manage exposures to foreign exchange rate fluctuations of import or export sales. However, the forward exchange contracts did not meet the criteria for hedge accounting. Therefore, the Group did not apply hedge accounting.

(b) Futures

The futures which are owned by the Group are stock index futures aiming to earn the spread. As of June 30, 2020, December 31, 2019 and June 30, 2019, the balance of margin in the account were $2,347, $12,970 and $12,829, and the amount of excess margin were $2,199, $2,075 and $1,861, respectively.

C. Details of the Group's financial assets at fair value through profit or loss pledged to others as collateral are provided in Note 8.

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

Items	June 30, 2020	December 31, 2019	June 30, 2019
Non-current items:			
Equity instruments			
Listed stocks	$ 55,517	$ -	$ -
Unlisted stocks	40,956	38,035	38,035
	96,473	38,035	38,035
Valuation adjustment	1,544	(6,000)	(6,000)
	$ 98,017	$ 32,035	$ 32,035

A. The Group has elected to classify equity investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to $98,017, $32,035 and $32,035 as at June 30, 2020, December 31, 2019 and June 30, 2019, respectively.

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

	Three months ended June 30,	
	2020	2019
Financial assets at fair value through other comprehensive income		
Fair value change recognized in other comprehensive income	$ 7,544	$ -

	Six months ended June 30,	
	2020	2019
Financial assets at fair value through other comprehensive income		
Fair value change recognized in other comprehensive income	$ 7,544	$ -

C. As at June 30, 2020, December 31, 2019 and June 30, 2019, 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 fair value through other comprehensive income held by the Group amounted to $96,473, $38,035 and $38,035, respectively.

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

E. 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 amortized cost

Items	June 30, 2020	December 31, 2019	June 30, 2019
Current items:			
Time deposits	$ 195,517	$ 84,055	$ 199,046

A. Amounts recognized in profit or loss in relation to financial assets at amortized cost are listed below:

	Three months ended June 30,	
	2020	2019
Interest income	$ 110	$ 2,854

	Six months ended June 30,	
	2020	2019
Interest income	$ 493	$ 2,928

B. Details of the Group's financial assets at amortized cost pledged to others as collateral are provided in Note 8.

C. Information relating to credit risk of financial assets at amortized cost is provided in Note 12(2).

(5) Notes and accounts receivable

	June 30, 2020	December 31, 2019	June 30, 2019
Notes receivable	$ 1,605,068	$ 1,977,099	$ 2,621,308
Less: Allowance for uncollectible accounts	(2)	(2)	(631)
	$ 1,605,066	$ 1,977,097	$ 2,620,677
Accounts receivable	$ 110,836,636	$ 111,578,591	$ 92,646,254
Less: Allowance for uncollectible accounts	(1,103,061)	(922,509)	(1,123,592)
	$ 109,733,575	$ 110,656,082	$ 91,522,662

A. The ageing analysis of accounts receivable and notes receivable is as follows:

	June 30, 2020		December 31, 2019	
	Accounts receivable	Notes receivable	Accounts receivable	Notes receivable
Not past due	$103,253,069	$ 1,583,357	$105,293,370	$ 1,954,402
One month	5,838,902	21,711	4,822,076	22,629
Two months	498,233	-	472,117	68
Three months	180,370	-	193,956	-
Four months	142,915	-	68,853	-
Over four months	923,147	-	728,219	-
	$110,836,636	$ 1,605,068	$111,578,591	$ 1,977,099

	June 30, 2019	
	Accounts receivable	Notes receivable
Not past due	$ 87,350,349	$ 2,617,148
One month	3,663,585	2,411
Two months	416,705	-
Three months	149,945	1,749
Four months	92,486	-
Over four months	973,184	-
	$ 92,646,254	$ 2,621,308

The above ageing analysis was based on past month.

B. As of June 30, 2020, December 31, 2019, June 30, 2019 and January 1, 2019, the Group's receivables (including notes receivable) arising from contracts with customers amounted to $112,441,704, $113,555,690, $95,267,562 and $99,334,976, respectively.

C. The Group has no notes and accounts receivable pledged to others as collateral.

D. As at June 30, 2020, December 31, 2019 and June 30, 2019, 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 Group's notes receivable was $1,605,066, $1,977,097 and $2,620,677, and accounts receivable was $109,733,575, $110,656,082 and $91,522,662, respectively.

E. Information relating to credit risk of accounts receivable and notes receivable is provided in Note 12(2).

(6) Transfer of financial assets

Transferred financial assets that are derecognized in their entirety

The Group entered into factoring of accounts receivable with banks. In accordance with the contract requirements, the Group shall only be liable for the losses incurred on any commercial dispute and did not assume the risk of uncollectible accounts receivable. The Group does not have any continuing involvement in the transferred accounts receivable. The derecognized amounts had already deducted the estimated commercial disputes. The commercial papers and time deposits pledged to the banks are for losses incurred only on commercial disputes or for the banks' practice of accounts receivable factoring. The pledged commercial papers and time deposits do not cover losses other than those arising from commercial disputes. As of June 30, 2020, December 31, 2019 and June 30, 2019, outstanding accounts receivable were as follows:

June 30, 2020							
Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognized	Facilities (In thousands)		Amount advanced	Interest rate of amount advanced	Pledged assets
Cathay United Bank	$ 908,784	$ 908,784	USD	50,000	$ 908,784	0.80%~2.25%	Note 1
Mega International Commercial Bank	3,615,589	3,615,589	USD	133,000	3,504,411	1.06%~3.01%	Note 2
			$	540,000			
CTBC Bank	4,302,963	4,302,963	USD	34,800	3,420,695	0.78%~3.00%	Note 3
			$	5,085,060			
E. SUN Commercial Bank	2,654,354	2,654,354	USD	173,000	1,585,167	1.10%~2.91%	Note 4
			$	20,000			
Taipei Fubon Commercial Bank	723,274	723,274	USD	23,000	575,877	0.83%~3.12%	Note 5
			$	1,474,300			
Yuanta Commercial Bank	396,039	396,039	USD	36,700	124,795	1.22%~1.40%	Note 6
The Hong Kong and Shanghai Banking Corporation Limited	5,225,463	5,225,463	USD	349,500	2,945,644	0.97%~2.23%	Note 7
Standard Chartered Bank	33,378	33,378	USD	3,250	-	-	None
Taishin International Bank	3,767,281	3,767,281	$	9,800,000	715,067	0.92%~3.00%	Note 8
Bank SinoPac	1,304,023	1,304,023	USD	69,400	843,567	0.95%	Note 9
Far Eastern International Bank	140,778	140,778	USD	19,000	79,370	1.42%~1.55%	Note 10
			$	400,000			
Chang Hwa Bank	196,616	196,616	USD	25,600	160,520	0.86%~1.33%	Note 11
DBS Bank	3,696,992	3,696,992	USD	245,000	2,989,615	0.90%~2.72%	Note 12
Taiwan Cooperative Bank	34,114	34,114	USD	3,000	26,637	1.29%	Note 13
Hang Seng Bank	3,225,286	3,225,286	USD	130,000	3,146,726	1.12%~2.59%	None
KGI Bank	483,907	483,907	$	1,350,000	11,719	1.08%	Note 14
Bank of Taiwan	72,617	72,617	USD	14,000	72,617	1.00%~3.01%	Note 15

Note 1: The Group has signed commercial papers amounting to USD 50,000 thousand that were pledged to others as collateral.

Note 2: The Group has signed commercial papers amounting to USD 133,000 thousand and $540,000 that were pledged to others as collateral.

Note 3: The Group has signed commercial papers amounting to USD 3,100 thousand and $508,506 that were pledged to others as collateral.

Note 4: The Group has signed commercial papers amounting to USD 176,000 thousand and $20,000 that were pledged to others as collateral.

Note 5: The Group has signed commercial papers amounting to $37,000 that were pledged to others as collateral.

Note 6: The Group has signed commercial papers amounting to USD 36,700 thousand that were pledged to others as collateral.

Note 7: The Group has signed commercial papers amounting to USD 330,724 thousand that were pledged to others as collateral.

Note 8: The Group has signed commercial papers amounting to $9,800,000 that were pledged to others as collateral.

Note 9: The Group has signed commercial papers amounting to USD 69,400 thousand that were pledged to others as collateral.

Note 10: The Group has signed commercial papers amounting to USD 19,000 thousand and $400,000 that were pledged to others as collateral.

Note 11: The Group has signed commercial papers amounting to USD 25,600 thousand that were pledged to others as collateral.

Note 12: The Group has signed commercial papers amounting to USD 220,000 thousand that were pledged to others as collateral.

Note 13: The Group has signed commercial papers amounting to USD 3,000 thousand that were pledged to others as collateral.

Note 14: The Group has provided demand deposits amounting to $810,000 that were pledged to others as collateral.

Note 15: The Group has signed commercial papers amounting to USD 14,000 thousand that were pledged to others as collateral.

December 31, 2019							
Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognized	Facilities (In thousands)		Amount advanced	Interest rate of amount advanced	Pledged assets
Cathay United Bank	$ 1,060,966	$ 1,060,966	USD	50,000	$ 1,060,966	2.72%~3.45%	Note 1
Mega International Commercial Bank	3,885,859	3,885,859	USD	133,000	3,583,671	2.60%~3.70%	Note 2
			$	540,000			
CTBC Bank	1,944,442	1,944,442	USD	43,300	1,166,525	2.05%~3.49%	Note 3
			$	3,202,000			
E. SUN Commercial Bank	2,943,332	2,943,332	USD	173,000	1,683,767	2.54%~3.39%	Note 4
			$	20,000			
Taipei Fubon Commercial Bank	782,948	782,948	USD	21,000	500,377	1.11%~3.35%	Note 5
			$	1,474,300			
Yuanta Commercial Bank	478,727	478,727	USD	39,000	374	2.95%	Note 6
The Hong Kong and Shanghai Banking Corporation Limited	2,830,538	2,830,538	USD	140,500	1,625,824	2.10%~3.71%	Note 7
Standard Chartered Bank	35,042	35,042	USD	4,520	28,749	2.59%~2.80%	None
Taishin International Bank	3,763,294	3,763,294	$	9,800,000	204,760	3.02%	Note 8
Bank SinoPac	302,078	302,078	USD	44,900	-	-	Note 9

December 31, 2019							
Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognized	Facilities (In thousands)		Amount advanced	Interest rate of amount advanced	Pledged assets
Far Eastern International Bank	$ 100,811	$ 100,811	USD $	19,000 400,000	$ 15,615	2.92%	Note 10
Chang Hwa Bank	264,749	264,749	USD	25,600	205,263	2.57%~3.03%	Note 11
DBS Bank	4,958,326	4,958,326	USD	294,000	2,965,357	2.45%~3.67%	Note 12
Taiwan Cooperative Bank	27,094	27,094	USD	3,000	20,100	2.75%~2.77%	Note 13
Hang Seng Bank	96,565	96,565	USD	130,000	-	-	Note 14
KGI Bank	434,446	434,446	$	1,350,000	-	-	Note 15
Bank of Taiwan	23,408	23,408	USD	14,000	23,408	2.78%~2.86%	Note 16

Note 1: The Group has signed commercial papers amounting to USD 50,000 thousand that were pledged to others as collateral.

Note 2: The Group has signed commercial papers amounting to USD 133,000 thousand and $540,000 that were pledged to others as collateral.

Note 3: The Group has signed commercial papers amounting to USD 29,269 thousand and $320,200 that were pledged to others as collateral.

Note 4: The Group has signed commercial papers amounting to USD 176,000 thousand and $20,000 that were pledged to others as collateral.

Note 5: The Group has signed commercial papers amounting to $37,000 that were pledged to others as collateral.

Note 6: The Group has signed commercial papers amounting to USD 36,700 thousand that were pledged to others as collateral.

Note 7: The Group has signed commercial papers amounting to USD 122,850 thousand that were pledged to others as collateral.

Note 8: The Group has signed commercial papers amounting to $9,800,000 that were pledged to others as collateral.

Note 9: The Group has signed commercial papers amounting to USD 44,900 thousand that were pledged to others as collateral.

Note 10: The Group has signed commercial papers amounting to USD 19,000 thousand and $400,000 that were pledged to others as collateral.

Note 11: The Group has signed commercial papers amounting to USD 25,600 thousand that were pledged to others as collateral.

Note 12: The Group has signed commercial papers amounting to USD 277,500 thousand that were pledged to others as collateral.

Note 13: The Group has signed commercial papers amounting to USD 3,000 thousand that were pledged to others as collateral.

Note 14: The Group has provided demand deposits amounting to USD 140 thousand that were pledged to others as collateral.

Note 15: The Group has signed commercial papers amounting to $850,000 that were pledged to others as collateral.

Note 16: The Group has signed commercial papers amounting to USD 14,000 thousand that were pledged to others as collateral.

June 30, 2019							
Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognized	Facilities (In thousands)		Amount advanced	Interest rate of amount advanced	Pledged assets
Cathay United Bank	$ 531,391	$ 531,391	USD	50,000	$ 531,391	3.05%~3.45%	Note 1
Mega International Commercial Bank	3,680,231	3,680,231	USD	159,000	2,810,612	3.16%~3.70%	Note 2
			$	540,000			
CTBC Bank	2,546,210	2,546,210	USD	69,800	1,423,590	2.98%~3.49%	Note 3
			$	2,527,000			
E. SUN Commercial Bank	2,743,205	2,743,205	USD	181,000	1,521,156	3.16%~3.63%	Note 4
			$	20,000			
Taipei Fubon Commercial Bank	878,682	878,682	USD	18,500	696,295	3.06%~3.35%	Note 5
			$	1,474,300			
Yuanta Commercial Bank	618,422	618,422	USD	39,000	-	-	Note 6
The Hong Kong and Shanghai Banking Corporation Limited	3,271,071	3,271,071	USD	140,500	1,919,397	2.97%~4.38%	Note 7
Standard Chartered Bank	41,376	41,376	USD	4,520	-	-	None
Taishin International Bank	3,786,546	3,786,546	$	9,800,000	422,044	3.37%~3.47%	Note 8
Bank SinoPac	555,322	555,322	USD	82,900	236,467	2.93%~2.98%	Note 9
Far Eastern International Bank	112,414	112,414	USD	19,000	-	-	Note 10
			$	400,000			
Chang Hwa Bank	208,120	208,120	USD	52,200	42,055	3.28%~3.48%	Note 11
DBS Bank	4,843,687	4,843,687	USD	289,000	3,293,294	3.08%~3.67%	Note 12
Taiwan Cooperative Bank	51,605	51,605	USD	3,000	-	-	Note 13
Hang Seng Bank	1,315,936	1,315,936	USD	130,000	913,186	3.35%~3.49%	Note 14
KGI Bank	358,774	358,774	$	1,550,000	6,860	3.19%~3.51%	Note 15
Bank of Taiwan	75,536	75,536	USD	14,000	75,536	3.06%~3.31%	Note 16

Note 1: The Group has signed commercial papers amounting to USD 50,000 thousand that were pledged to others as collateral.

Note 2: The Group has signed commercial papers amounting to USD 159,900 thousand and $640,000 that were pledged to others as collateral.

Note 3: The Group has signed commercial papers amounting to USD 44,751 thousand and $252,700 that were pledged to others as collateral.

Note 4: The Group has signed commercial papers amounting to USD 181,000 thousand and $20,000 that were pledged to others as collateral.

Note 5: The Group has signed commercial papers amounting to $37,000 that were pledged to others as collateral.

Note 6: The Group has signed commercial papers amounting to USD 39,000 thousand that were pledged to others as collateral.

Note 7: The Group has signed commercial papers amounting to USD 122,850 thousand that were pledged to others as collateral.

Note 8: The Group has signed commercial papers amounting to $9,800,000 that were pledged to others as collateral.

Note 9: The Group has signed commercial papers amounting to USD 76,500 thousand and $550,000 that were pledged to others as collateral.

Note 10: The Group has signed commercial papers amounting to USD 19,000 thousand and $400,000 that were pledged to others as collateral.

Note 11: The Group has signed commercial papers amounting to USD 44,200 thousand that were pledged to others as collateral.

Note 12: The Group has signed commercial papers amounting to USD 277,500 thousand that were pledged to others as collateral.

Note 13: The Group has signed commercial papers amounting to USD 3,000 thousand that were pledged to others as collateral.

Note 14: The Group has provided demand deposits amounting to USD 140 thousand that were pledged to others as collateral.

Note 15: The Group has signed commercial papers amounting to $890,000 that were pledged to others as collateral.

Note 16: The Group has signed commercial papers amounting to USD 14,000 thousand that were pledged to others as collateral.

(7) Other receivables

	June 30, 2020	December 31, 2019	June 30, 2019
Retention amount of factoring accounts receivable	$ 9,670,247	$ 10,938,791	$ 11,726,646
VAT refund	300,960	251,634	267,196
Others	789,848	238,550	301,003
	$ 10,761,055	$ 11,428,975	$ 12,294,845

(8) Inventories

	June 30, 2020		
	Cost	Allowance for valuation	Book value
Inventories	$ 64,777,624	($ 1,343,420)	$ 63,434,204
Inventories in transit	6,505,507	-	6,505,507
	$ 71,283,131	($ 1,343,420)	$ 69,939,711

	December 31, 2019		
	Cost	Allowance for valuation	Book value
Inventories	$ 63,931,568	($ 1,078,439)	$ 62,853,129
Inventories in transit	4,868,508	-	4,868,508
	$ 68,800,076	($ 1,078,439)	$ 67,721,637

	June 30, 2019		
	Cost	Allowance for valuation	Book value
Inventories	$ 63,349,055	($ 1,019,232)	$ 62,329,823
Inventories in transit	3,319,203	-	3,319,203
	$ 66,668,258	($ 1,019,232)	$ 65,649,026

The cost of inventories recognized as expense for the period:

	Three months ended June 30,	
	2020	2019
Cost of goods sold	$ 143,783,882	$ 123,400,890
Loss on price decline in inventory	139,724	86,818
(Gain) loss on physical inventory	(233)	781
Cost of goods sold	$ 143,923,373	$ 123,488,489

	Six months ended June 30,	
	2020	2019
Cost of goods sold	$ 269,271,414	$ 230,152,502
Loss on price decline in inventory	423,535	193,457
Loss on physical inventory	121	888
Cost of goods sold	$ 269,695,070	$ 230,346,847

(9) Investments accounted for using the equity method

A. Details of investments accounted for using the equity method:

Investee company	June 30, 2020	December 31, 2019	June 30, 2019
WT Microelectronics Co., Ltd. (WT)	$ 9,600,733	$ -	$ -
ChainPower Technology Corp.	150,140	161,169	152,338
Sunrise Technology Co., Ltd.	47,923	57,680	56,556
Eesource Corp.	65,173	65,785	65,333
Suzhou Xinning Bonded Warehouse Co., Ltd.	65,382	77,270	85,747
Adivic Technology Co., Ltd.	31,397	31,975	36,432
Suzhou Xinning Logistics Co., Ltd.	40,487	40,299	40,041
Gain Tune Logistics (Shanghai) Co., Ltd.	24,556	26,370	30,175
VITEC WPG Limtied	37,937	42,104	44,003
AutoSys Co., Ltd.	74,862	71,090	71,878
Beauteek Global Wellness Corporation Limited	12,250	12,400	12,113
	$ 10,150,840	$ 586,142	$ 594,616

B. The basic information on the associate that is material to the Group is as follows:

Company name	Principal place of business	Shareholding ratio		Nature of relationship	Method of measurement
		June 30, 2020	June 30, 2019		
WT	Taiwan	22.59%	-	Holding at least 20% of the voting rights	Equity method

The summarized financial information of the associate that is material to the Group is as follows:

Balance sheet

	WT
	June 30, 2020
Current assets	$ 97,271,989
Non-current assets	17,937,965
Current liabilities	(77,428,451)
Non-current liabilities	(1,546,030)
Total net assets	$ 36,235,473
Share in associate's net assets	$ 8,183,842
Goodwill (Note)	1,416,891
Carrying amount of the associate	$ 9,600,733

Note: In February 2020, the Group held 29.9% equity interest in WT. However, WT increased its capital by issuing new shares in order to exchange shares with

ASMedia Technology Inc., and the effective date for this share exchange was set on April 21, 2020, and the convertible bonds WT issued converted to common stock. As the Group did not subscribe to the capital increase proportionately to its equity interest, the Group's shareholding ratio of WT decreased to 22.59%, and the Group recognized retained earnings for this transaction amounting to $57,214. As of June 30, 2020, the identification in relation to the difference between the cost of acquisition and the share of the fair value of the associate's identifiable assets and liabilities acquired has not yet been completed. Therefore, the difference between the cost of acquisition and the net equity of the investee was recognized under goodwill.

For June 30, 2019 and December 31, 2019: None.

Statement of comprehensive income

	WT	
	Three months ended June 30, 2020	Six months ended June 30, 2020
Revenue	$ 74,724,186	$ 152,199,845
Profit for the period from continuing operations	789,294	1,405,401
Other comprehensive income, net of tax	5,746,038	5,734,320
Total comprehensive income for the period	$ 6,535,332	$ 7,139,721
Dividends received from associates	$ -	$ -

For the three months ended June 30, 2019 and six months ended June 30, 2019: None.

C. The carrying amount of the Group's interests in all individually immaterial associates and the Group's share of the operating results are summarized below:

As of June 30, 2020, December 31, 2019 and June 30, 2019, the carrying amount of the Group's individually immaterial associates amounted to $550,107, $586,142 and $594,616, respectively.

	Three months ended June 30,	
	2020	2019
Profit for the period from continuing operations	$ 14,543	$ 4,606
Other comprehensive (loss) income - net of tax	(27,203)	7,101
Total comprehensive (loss) income	($ 12,660)	$ 11,707

	Six months ended June 30,	
	2020	2019
Profit for the period from continuing operations	$ 16,509	$ 11,049
Other comprehensive (loss) income - net of tax	(26,416)	10,960
Total comprehensive (loss) income	($ 9,907)	$ 22,009

D. There was no impairment on investments accounted for using the equity method for the six months ended June 30, 2020 and 2019.

E. Except for WT which was accounted for based on its finanical statements which were reviewed by independent accountants, the other investments accounted for using the equity method as of June 30, 2020 and 2019 and investment income (loss) for the six months ended June 30, 2020 and 2019 were recognized based on their financial statements which were not reviewed by independent accountants.

(10) Property, plant and equipment

	Land	Buildings and structures	Transportation equipment	Office equipment	Leasehold improvements	Others	Construction in progress and equipment to be tested	Total
At January 1, 2020								
Cost	$ 2,294,712	$2,080,861	$ 12,499	$ 433,590	$ 640,775	$ 443,395	$ 1,410,680	$ 7,316,512
Accumulated depreciation	-	(629,659)	(10,935)	(354,723)	(385,116)	(188,315)	-	(1,568,748)
Accumulated impairment	(1,582)	(10,765)	-	-	-	-	-	(12,347)
	$ 2,293,130	$1,440,437	$ 1,564	$ 78,867	$ 255,659	$ 255,080	$ 1,410,680	$ 5,735,417
Six months ended June 30, 2020								
Opening net book amount	$ 2,293,130	$1,440,437	$ 1,564	$ 78,867	$ 255,659	$ 255,080	$ 1,410,680	$ 5,735,417
Additions	-	1,084	3,074	8,267	10,141	19,718	5,158,330	5,200,614
Disposals	-	(573)	-	(133)	(85)	-	-	(791)
Transfer (Note)	-	-	-	340	-	-	-	340
Depreciation charge	-	(25,895)	(695)	(19,372)	(58,165)	(21,084)	-	(125,211)
Effect due to changes in exchange rates	(2,068)	(20,099)	(11)	(969)	(2,676)	(3,309)	-	(29,132)
Closing net book amount	$ 2,291,062	$1,394,954	$ 3,932	$ 67,000	$ 204,874	$ 250,405	$ 6,569,010	$10,781,237
At June 30, 2020								
Cost	$ 2,292,644	$2,055,191	$ 15,415	$ 433,149	$ 642,385	$ 457,639	$ 6,569,010	$12,465,433
Accumulated depreciation	-	(649,472)	(11,483)	(366,149)	(437,511)	(207,234)	-	(1,671,849)
Accumulated impairment	(1,582)	(10,765)	-	-	-	-	-	(12,347)
	$ 2,291,062	$1,394,954	$ 3,932	$ 67,000	$ 204,874	$ 250,405	$ 6,569,010	$10,781,237

Note: Inventories amounting to $340 were transferred to property, plant and equipment.

	Land	Buildings and structures	Transportation equipment	Office equipment	Leasehold improvements	Others	Construction in progress and equipment to be tested	Total
At January 1, 2019								
Cost	$ 2,296,752	$2,122,448	$ 19,043	$ 449,661	$ 633,249	$ 438,681	$ 1,152,522	$7,112,356
Accumulated depreciation	-	(590,873)	(15,215)	(348,475)	(274,296)	(169,714)	-	(1,398,573)
Accumulated impairment	(1,582)	(10,765)	-	-	-	-	-	(12,347)
	$ 2,295,170	$1,520,810	$ 3,828	$ 101,186	$ 358,953	$ 268,967	$ 1,152,522	$5,701,436
Six months ended June 30, 2019								
Opening net book amount	$ 2,295,170	$1,520,810	$ 3,828	$ 101,186	$ 358,953	$ 268,967	$ 1,152,522	$5,701,436
Additions	-	247	642	8,508	8,355	15,236	88,115	121,103
Disposals	-	(180)	(120)	(1,798)	(70)	(304)	-	(2,472)
Depreciation charge	-	(26,708)	(1,112)	(20,202)	(59,808)	(18,868)	-	(126,698)
Effect due to changes in exchange rates	2,612	6,526	36	787	3,545	2,565	-	16,071
Closing net book amount	$ 2,297,782	$1,500,695	$ 3,274	$ 88,481	$ 310,975	$ 267,596	$ 1,240,637	$5,709,440
At June 30, 2019								
Cost	$ 2,299,364	$2,125,103	$ 17,474	$ 440,686	$ 646,464	$ 443,582	$ 1,240,637	$7,213,310
Accumulated depreciation	-	(613,643)	(14,200)	(352,205)	(335,489)	(175,986)	-	(1,491,523)
Accumulated impairment	(1,582)	(10,765)	-	-	-	-	-	(12,347)
	$ 2,297,782	$1,500,695	$ 3,274	$ 88,481	$ 310,975	$ 267,596	$ 1,240,637	$5,709,440

A. Amount of borrowing costs capitalized as part of property, plant and equipment and the range of the interest rates for such capitalization are as follows:

	Three months ended June 30,	
	2020	2019
Amount capitalized	$ 12,915	$ 3,121
Range of the interest rates for capitalization	1.00%~1.05%	1.00%~1.02%

	Six months ended June 30,	
	2020	2019
Amount capitalized	$ 13,627	$ 6,194
Range of the interest rates for capitalization	1.00%~1.09%	1.00%~1.03%

B. Information on property, plant and equipment that were pledged to others as collateral is provided in Note 8.

(11) Leasing arrangements-lessee

A. The Group leases various assets including buildings, business vehicles and multifunction printers. Rental contracts are made for periods of 1 to 8 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 amounts of right-of-use assets are as follows:

	Buildings and structures	Transportation equipment (Business vehicles)	Office equipment (Photocopiers)	Other equipment	Total
At January 1, 2020					
Cost	$ 1,424,648	$ 88,054	$ 27,594	$ 22,580	$1,562,876
Accumulated depreciation	(384,410)	(29,555)	(8,424)	(11,408)	(433,797)
Accumulated impairment	-	-	-	-	-
	$ 1,040,238	$ 58,499	$ 19,170	$ 11,172	$1,129,079
Six months ended June 30, 2020					
Opening net book amount	$ 1,040,238	$ 58,499	$ 19,170	$ 11,172	$1,129,079
Additions	17,622	4,139	-	62	21,823
Disposals	(800)	(3,271)	-	(213)	(4,284)
Depreciation charge	(200,600)	(16,478)	(4,213)	(5,739)	(227,030)
Effect due to changes in exchange rates	(14,827)	(165)	(63)	(33)	(15,088)
Closing net book amount	$ 841,633	$ 42,724	$ 14,894	$ 5,249	$ 904,500
At June 30, 2020					
Cost	$ 1,403,474	$ 83,990	$ 27,479	$ 21,409	$1,536,352
Accumulated depreciation	(561,841)	(41,266)	(12,585)	(16,160)	(631,852)
Accumulated impairment	-	-	-	-	-
	$ 841,633	$ 42,724	$ 14,894	$ 5,249	$ 904,500

	Buildings and structures	Transportation equipment (Business vehicles)	Office equipment (Photocopiers)	Other equipment	Total
At January 1, 2019					
Cost	$ -	$ -	$ -	$ -	$ -
Accumulated depreciation	-	-	-	-	-
Accumulated impairment	-	-	-	-	-
	$ -	$ -	$ -	$ -	$ -
Six months ended June 30, 2019					
Opening net book amount	$ -	$ -	$ -	$ -	$ -
Modified retrospective adjustments under IFRS 16	1,325,773	62,751	26,570	20,708	1,435,802
Additions	78,915	8,492	907	457	88,771
Depreciation charge	(196,457)	(13,046)	(4,261)	(5,598)	(219,362)
Effect due to changes in exchange rates	(42,490)	49	468	363	(41,610)
Closing net book amount	$ 1,165,741	$ 58,246	$ 23,684	$ 15,930	$1,263,601
At June 30, 2019					
Cost	$ 1,361,401	$ 71,279	$ 27,949	$ 21,528	$1,482,157
Accumulated depreciation	(195,660)	(13,033)	(4,265)	(5,598)	(218,556)
Accumulated impairment	-	-	-	-	-
	$ 1,165,741	$ 58,246	$ 23,684	$ 15,930	$1,263,601

C. For the six months ended June 30, 2020 and 2019, the additions to right-of-use assets were $21,823 and $88,771, respectively.

D. Information on profit or loss in relation to lease contracts is as follows:

	Three months ended June 30,	
	2020	2019
Items affecting profit or loss		
Interest expense on lease liabilities	$ 9,607	$ 16,901
Expense on short-term lease contracts	12,205	8,381
Expense on leases of low-value assets	495	818

	Six months ended June 30,	
	2020	2019
Items affecting profit or loss		
Interest expense on lease liabilities	$ 19,602	$ 24,324
Expense on short-term lease contracts	20,712	16,485
Expense on leases of low-value assets	903	1,231

E. For the six months ended June 30, 2020 and 2019, the Group's total cash outflow for

leases were $248,951 and $250,091, respectively.

(12) Investment property

	Land	Buildings and structures	Total
At January 1, 2020			
Cost	$ 338,690	$ 929,231	$ 1,267,921
Accumulated depreciation	-	(207,806)	(207,806)
	$ 338,690	$ 721,425	$ 1,060,115
Six months ended June 30, 2020			
Opening net book amount	$ 338,690	$ 721,425	$ 1,060,115
Depreciation charge	-	(10,916)	(10,916)
Effect due to changes in exchange rates	-	(17,133)	(17,133)
Closing net book amount	$ 338,690	$ 693,376	$ 1,032,066
At June 30, 2020			
Cost	$ 338,690	$ 907,702	$ 1,246,392
Accumulated depreciation	-	(214,326)	(214,326)
	$ 338,690	$ 693,376	$ 1,032,066

	Land	Buildings and structures	Total
At January 1, 2019			
Cost	$ 338,690	$ 960,770	$ 1,299,460
Accumulated depreciation	-	(192,214)	(192,214)
	$ 338,690	$ 768,556	$ 1,107,246
Six months ended June 30, 2019			
Opening net book amount	$ 338,690	$ 768,556	$ 1,107,246
Additions	-	126	126
Depreciation charge	-	(11,606)	(11,606)
Effect due to changes in exchange rates	-	8,634	8,634
Closing net book amount	$ 338,690	$ 765,710	$ 1,104,400
At June 30, 2019			
Cost	$ 338,690	$ 970,024	$ 1,308,714
Accumulated depreciation	-	(204,314)	(204,314)
	$ 338,690	$ 765,710	$ 1,104,400

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

	Three months ended June 30,	
	2020	2019
Rental revenue from investment property	$ 12,298	$ 14,947
Direct operating expenses arising from the investment property that generated rental income during the period	$ 3,934	$ 4,871
Direct operating expenses arising from the investment property that did not generate rental income during the period	$ 1,468	$ 927

	Six months ended June 30,	
	2020	2019
Rental revenue from investment property	$ 21,193	$ 31,245
Direct operating expenses arising from the investment property that generated rental income during the period	$ 7,815	$ 9,751
Direct operating expenses arising from the investment property that did not generate rental income during the period	$ 3,101	$ 1,855

B. The fair value of the investment property held by the Group as of June 30, 2020, December 31, 2019 and June 30, 2019 was $1,857,226, $1,532,640 and $1,960,456, respectively. The fair value as of June 30, 2020, December 31, 2019 and June 30, 2019 was based on independent appraisers' valuation, which was made using comparative method and income approach. Comparison method is to compare the valuation target with similar property which is traded around the valuation period. Comparison method is categorized within Level 3 in the fair value hierarchy. Valuations were made using the income approach with key assumptions as follows:

	June 30, 2020	December 31, 2019	June 30, 2019
Discount rate	2.35%~2.75%	2.35%~2.75%	2.35%~2.75%
Growth rate	0%~1%	0%~1%	0%~1%
Gross margin	1.2%~3.2%	1.2%~3.2%	1.2%~3.2%

C. There is no impairment loss on investment property.

D. For investment property pledged for guarantee, please refer to Note 8.

(13) Intangible assets

	Operating right	Software	Goodwill	Others	Total
At January 1, 2020					
Cost	$ 287,532	$ 250,053	$ 5,658,880	$ 64,820	$6,261,285
Accumulated amortization and impairment	(287,532)	(217,795)	(122,345)	(64,762)	(692,434)
	$ -	$ 32,258	$ 5,536,535	$ 58	$5,568,851
Six months ended June 30, 2020					
Opening net book amount	$ -	$ 32,258	$ 5,536,535	$ 58	$5,568,851
Additions - acquired separately	-	148,904	-	-	148,904
Disposals	-	(64)	-	-	(64)
Amortization charge	-	(31,480)	-	-	(31,480)
Effect due to changes in exchange rates	-	(470)	(2,332)	(1)	(2,803)
Closing net book amount	$ -	$ 149,148	$ 5,534,203	$ 57	$5,683,408
At June 30, 2020					
Cost	$ 284,340	$ 396,639	$ 5,655,120	$ 64,116	$6,400,215
Accumulated amortization and impairment	(284,340)	(247,491)	(120,917)	(64,059)	(716,807)
	$ -	$ 149,148	$ 5,534,203	$ 57	$5,683,408

	Operating right	Software	Goodwill	Others	Total
At January 1, 2019					
Cost	$ 294,234	$ 235,175	$ 5,666,777	$ 66,299	$6,262,485
Accumulated amortization and impairment	(294,234)	(208,732)	(125,345)	(66,240)	(694,551)
	$ -	$ 26,443	$ 5,541,432	$ 59	$5,567,934
Six months ended June 30, 2019					
Opening net book amount	$ -	$ 26,443	$ 5,541,432	$ 59	$5,567,934
Additions - acquired separately	-	2,912	-	-	2,912
Disposals	-	(1,270)	-	-	(1,270)
Amortization charge	-	(9,082)	-	-	(9,082)
Effect due to changes in exchange rates	-	186	2,298	2	2,486
Closing net book amount	$ -	$ 19,189	$ 5,543,730	$ 61	$5,562,980
At June 30, 2019					
Cost	$ 297,379	$ 233,265	$ 5,670,484	$ 66,993	$6,268,121
Accumulated amortization and impairment	(297,379)	(214,076)	(126,754)	(66,932)	(705,141)
	$ -	$ 19,189	$ 5,543,730	$ 61	$5,562,980

The details of amortization charge are as follows:

	Three months ended June 30,	
	2020	2019
Selling and marketing expenses	$ 1,388	$ 917
General and administrative expenses	15,191	3,441
	$ 16,579	$ 4,358

	Six months ended June 30,	
	2020	2019
Selling and marketing expenses	$ 2,301	$ 2,070
General and administrative expenses	29,179	7,012
	$ 31,480	$ 9,082

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

	June 30, 2020	December 31, 2019	June 30, 2019
Yosun subgroup	$ 3,642,875	$ 3,644,792	$ 3,650,708
World Peace subgroup	1,647,045	1,647,459	1,648,739
Others	244,283	244,284	244,283
	$ 5,534,203	$ 5,536,535	$ 5,543,730

B. Goodwill is allocated to the Group's cash-generating units identified according to operating segment. 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 based on financial budgets approved by the management.

Management determined budgeted gross margin based on past performance and its expectations of market development. The assumptions used for weighted average growth rates are based on past historical experience and expectations of industry; the assumption used for discount rate is the weighted average capital cost of the Group. As of June 30, 2020, December 31, 2019 and June 30, 2019, the key valuations used for pre-tax discount rate were $5.11%~6.24%, 6.06%~7.13% and 6.39%, respectively.

C. There is no impairment loss on intangible assets.

(14) Prepayments for investments

	June 30, 2020	December 31, 2019	June 30, 2019
Prepayments for investments (Note)	$ -	$ 8,142,688	$ -

Note: On November 12, 2019, the Board of Directors of the Group resolved to publicly acquire the common stocks of WT Microelectronics Co., Ltd. (WT). The public acquisition period was terminated on January 30, 2020, and the Group acquired 177,110,000 shares at a price of NT$45.8 (in dollars) per share for a total consideration of $8,111,638. The shareholding ratio of WT held by the Group constituted 29.9% of its total issued common stocks after the public acquisition. On February 6, 2020, the shares were settled, and the transaction was reclassified to 'investments accounted for using the equity method'.

(15) Overdue receivables (shown as 'other non-current assets')

	June 30, 2020	December 31, 2019	June 30, 2019
Overdue receivables	$ 941,002	$ 1,026,348	$ 993,072
Less: Allowance for doubtful accounts	(933,240)	(946,395)	(915,863)
	$ 7,762	$ 79,953	$ 77,209

Movement analysis of financial assets that were impaired is as follows:

	2020	2019
	Individual provision	Individual provision
At January 1	$ 946,395	$ 927,792
Reversal of provision for impairment	(14,264)	(6,422)
Write-off of bad debts	(8,955)	(22,151)
Transferred from accounts receivable	20,186	-
Effect due to changes in exchange rates	(10,122)	16,644
At June 30	$ 933,240	$ 915,863

(16) Short-term borrowings

Type of borrowings	June 30, 2020	December 31, 2019	June 30, 2019
Loans for overseas purchases	$ 17,881,729	$ 20,737,137	$ 14,456,763
Short-term loans	48,807,338	48,154,477	36,820,196
	$ 66,689,067	$ 68,891,614	$ 51,276,959
Annual interest rates	0.68%~8.7%	0.96%~9.75%	0.94%~8.90%

For information on pledged assets, please refer to Note 8.

(17) Short-term notes and bills payable

	June 30, 2020	December 31, 2019	June 30, 2019
Commercial papers payable	$ 6,022,000	$ 5,560,000	$ 5,040,000
Less: Unamortized discount	(4,496)	(4,576)	(3,017)
	$ 6,017,504	$ 5,555,424	$ 5,036,983
Annual interest rates	0.35%~1.08%	0.50%~1.16%	0.46%~1.17%

The abovementioned short-term notes and bills payable are guaranteed by financial institutions.

(18) Long-term borrowings

Type of borrowings	Borrowing period / repayment term	June 30, 2020	December 31, 2019	June 30, 2019
Secured bank borrowings (Note 1~Note 3)	2012.01.02~ 2027.01.02	$ 5,572,669	$ 16,341	$ 406,196
Unsecured bank borrowings (Note 4~ Note 6, 8 and Note 10~Note 13)	2016.10.03~ 2023.03.10	10,906,025	5,542,428	5,820,110
Commercial paper payable (Notes 7 and 9)	2018.11.09~ 2023.06.24	8,600,000	7,300,000	7,300,000
		25,078,694	12,858,769	13,526,306
Less: Discount on long-term borrowings		(22,473)	(25,396)	(20,293)
Less: Current portion of long-term borrowings (shown as 'other current liabilities')		(6,549,552)	(5,502,585)	(185,515)
		$ 18,506,669	$ 7,330,788	$ 13,320,498
Interest rate range		1.15%~3.49%	0.68%~3.16%	1.25%~3.80%

For information on pledged assets, please refer to Note 8.

Note 1: (a) The Company had entered into a long-term agreement for fifteen years with a financial institution. The pledged assets are the land and building of Linkou warehouse. The principal should be repaid in equal monthly installments starting from January 2015.

(b) In November 2014, the lending financial institution agreed to grant a grace period of one year, therefore the start of the repayment of the principal has been moved to January 2016, which will be in equal monthly installments.

(c) The interest rate is the index interest rate plus 0.21% from the borrowing day to January 2, 2013, plus 0.25% from January 2, 2013, plus 0.25% from January 2, 2014, plus 0.35% from January 2, 2015, plus 0.42% from January 2, 2016, plus 0.44% from January 2, 2017, plus 0.45% from January 2, 2018 and plus 1.5% from January 2, 2019. The Company has settled all payments on September 24, 2019.

Note 2: (a) The Company had entered into a long-term agreement for twenty years with a financial institution. The pledged assets are the Nangang new buildings with a grace period of three years. The principal should be repaid in equal monthly installments starting from April 2023.

(b) The interest rate is the index interest rate plus 0.34% from the borrowing day to March 31, 2022, plus 0.45% from March 31, 2022.

Note 3: AIT Japan Inc., the Company's indirect subsidiary, had entered into a long-term loan agreement for a period of ten years with the Daiwa Bank, Limited on March 28, 2012,

and the facility is JPY 250,000,000. The pledged assets are land and office in Tokyo, which amount to $69,419 and $62,252, respectively. The principal should be repaid in equal monthly installments (totaling 114 months) of JPY 2,193,000 from October 31, 2012 and the last monthly installment will be JPY 2,191,000.

Note 4: (a) The Company had entered into a long-term agreement for three years with a financial institution. The borrowing is payable in full at maturity in March 2023.

(b) The fixed interest rate is 1.43% from the borrowing day to March 10, 2022, and subsequently, the interest rate shall be the index interest rate plus 0.68% every three months from March 10, 2022.

Note 5: Asian Information Technology Inc., and Frontek Technology Corporation, an indirect subsidiary, entered into a two-year borrowing contract with Yuanta Commercial Bank in December 2018 in the amount of $300,000. The interest is repayable monthly, the principal is payable in full at maturity and the borrowings could be used and repaid any time during the valid period.

Note 6: Silicon Application Corporation had entered into a syndicated borrowing agreement with Bank of Taiwan and other financial institutions on May 16, 2017. The terms and conditions of the contract were as follows:

(a) Contract term: Within three years from the first drawdown.

(b) Facility and drawdown: The facility is $2,600,000, could be multiple drawdowns or revolving, however, the total amount at any time cannot exceed the facility amount.

(c) Repayment: For each drawdown, the principal and the interest payable must be repaid in full at the end of that specific drawdown's term. At the end of the contract term, the principal, interest payable and any related expense of each drawdown must be repaid in full.

(d) Loan covenant: During the contract term, Silicon Application Corporation is required to maintain financial ratios as follows: the liquidity ratio should not be less than 100%, debt ratio should not be higher than 220%, time interest earned ratio should not be less than 3 and net value (net assets less intangible assets) should be maintained at or above $3,000,000.

Silicon Application Corporation met all the financial commitments stated in the contract.

Note 7: Silicon Application Corporation had entered into a syndicated borrowing agreement with Chang Hwa Commercial Bank and other financial institutions in June 2020. The terms and conditions of the contract were as follows:

(a) Contract term: Within three year from the first drawdown.

(b) Facility and drawdown: The facility is $2,600,000, could be multiple drawdowns or revolving, however, the total amount at any time cannot exceed the facility amount.

(c) Repayment: For each drawdown, the principal and the interest payable must be repaid in full at the end of that specific drawdown's term. At the end of the contract term, the principal, interest payable and any related expense of each drawdown must be repaid in full.

(d) Loan covenant: During the contract term, Silicon Application Corporation is required to maintain financial ratios as follows: the liquidity ratio should not be less than 100%, debt ratio should not be higher than 260%, time interest earned ratio should not be less than 2.5 and net value (net assets less intangible assets) should be maintained at or above $3,000,000.

Silicon Application Corporation met all the financial commitments stated in the contract.

Note 8: World Peace Industrial Co., Ltd. (WPI), the Company's subsidiary, had entered into a syndicated borrowing agreement with Hua Nan Commercial Bank, Mizuho Corporate Bank, E. SUN Commercial Bank, Taiwan Cooperative Bank, Chang Hwa Commercial Bank, Far Eastern International Bank and other financial institutions on August 31, 2017. The terms and conditions of the contract were as follows:

(a) Contract term: Within three years from the first drawdown.

(b) Facility and drawdown: The facility must be less than $7,200,000. Each drawdown amount must be no less than $100,000 or USD 3 million. The repayment period of NTD borrowing could be 30 days at the least and 180 days at the most; the repayment period of USD borrowing could be one month at the least and six months at the most.

(c) Repayment: For each drawdown, the principal and interest must be repaid in full at the end of each drawdown's term. For re-utilization of the revolving loan after maturity date, application should be submitted to the lead bank five days before the maturity date. Based on the credit term in the contract, all or part of the loan will be re-utilized. If the amount of drawdown is the same as the last time, the syndicate of banks would not make an additional procedure of remittance and loan, as if the borrower has actually received the loan, and uses the loan contract as proof of receipt.

(d) Loan covenant: World Peace Industrial Co., Ltd. is required to maintain certain financial ratios based on semi-annual and annual consolidated financial statements during the contract period as follows: liquidity ratio should not be less than 100%, debt ratio should not be higher than 250%, time interest earned ratio should not be less than 2.5 and net value (net assets less intangible assets) should not be less than $10,000,000.

World Peace Industrial Co., Ltd. met all the financial commitments stated in the contract.

Note 9: World Peace Industrial Co., Ltd. (WPI), the Company's subsidiary, had entered into a

financing agreement with E. SUN Commercial Bank, Mizuho Corporate Bank and Cathay United Bank and other financial institutions on October 16, 2018. WPI has to roll over commercial papers and re-utilize the loan during the contract period, up to 2021, with the maximum maturity period of 6 months for each issue as stipulated in the agreement. Therefore, financings to WPI was listed in long-term borrowings. The terms and conditions of the contract are as follows:

(a) Contract term: Within three years from the first drawdown.

(b) Facility and drawdown: The facility must be less than $10,000,000.

   i. Each drawdown amount must be no less than $100,000 or USD 3 million. Based on the credit term in the contract, the loan can be re-utilized. The repayment period could be one or six months: One month at the least and six months at the most. Each maturity date shall be within the contract term.

   ii. During the term of agreement, WPI can roll over each credit facility within the total revolving credit facility of commercial papers amounting to $8,000,000 at 60, 90, 120, 180 days maturity or the days agreed by the lead bank and the Company with a limit of 180 days and each maturity date shall be within the contract term.

(c) Repayment:

   i. For each drawdown, the principal and interest must be repaid in full at the end of each drawdown's term. For re-utilization of the revolving loan after maturity date, application should be submitted to the lead bank five days before the maturity date. Based on the credit term in the contract, all or part of the loan will be re-utilized. If the amount of drawdown is the same as the last time, the syndicate of banks would not make an additional procedure of remittance and loan, as if the borrower has actually received the loan, and uses the loan contract as proof of receipt.

   ii. When the commercial papers mature, the borrower shall deposit available funds at face value on the maturity date to an account designated by clearing and settlement institutions immediately in line with Regulations Governing Centralized Securities Depository Enterprises.

(d) Loan covenant: WPI is required to maintain certain financial ratios based on annual consolidated financial statements during the contract period as follows: liquidity ratio should not be less than 100%, debt ratio should not be higher than 250%, time interest earned ratio should not be less than 2.5 and net value (net assets less intangible assets) should not be less than $10,000,000. If the covenants are not met, right to drawdown is immediately terminated, and the lead bank can decide to take the following actions:

   i. Rescind part or all of the undrawn facility;

ii. Request WPI to immediately repay all drawn principals, interest payable and other related payables as specified in the contract;

iii. Demand the borrower to deposit the amounts that are equivalent to undischarged guaranteed obligations for drawdown facility of issued commercial papers under the agreement and (or) outstanding guarantees as reserve into the account designated by the bank consortium immediately;

iv. Demand all rights of the promissory note obtained from signing of the contract.

World Peace Industrial Co., Ltd. met all the financial commitments stated in the contract.

Note 10: World Peace Industrial Co., Ltd. (WPI), the Company's subsidiary, had entered into a long-term loan agreement with The Bank of Tokyo-Mitsubishi UFJ on September 23, 2016. The terms and conditions of the contract were as follows:

(a) Contract term: Within three years from the first drawdown.

(b) Facility and drawdown: The facility must be less than $700,000. This pertains to a revolving loan facility of WPI, the Company's subsidiary, wherein the principal amount can be renewed after the corresponding interest is paid, and payment of the existing loan can be repaid by the new loan. If the amounts equal, then the banks would not make a procedure of remittance and loan.

(c) Repayment: For each drawdown, the principal must be repaid in full at the end of each drawdown's term. Interests shall be paid quarterly.

(d) Loan covenant: The subsidiary - WPI is required to maintain certain financial ratios based on semi-annual and annual consolidated financial statements during the contract period as follows: liquidity ratio should not be less than 100%, debt ratio should not be higher than 200%, time interest earned ratio should not be less than 2.5, net value (net assets less intangible assets) should not be less than $10,000,000 and the ratio of liability divided by earnings before interest, taxes, depreciation and amortization (EBITDA) should not be higher than 10. If the covenants are not met, right to drawdown is immediately terminated, and the lead bank can decide to take the following actions:

i. Rescind part or all of the undrawn facility;

ii. Demand WPI to immediately repay all drawn principals, interest payable and other related payables as specified in the contract;

iii. Demand all rights of the promissory note obtained from signing of the contract.

World Peace Industrial Co., Ltd. met all the financial commitments stated in the contract.

Note 11: On June 12, 2017, WPG Korea Co., Ltd. entered into a long-term loan agreement with Kookmin Bank for a loan of KRW 2 billion until March 15, 2020. The principal

is payable in 10 quarterly installments of KRW 200 million each starting from December 15, 2017. The interest is payable quarterly.

Note 12: On June 12, 2017, WPG Korea Co., Ltd. entered into a long-term loan agreement with Kookmin Bank for a loan of KRW 1 billion until June 15, 2020. The principal is payable in 10 quarterly installments of KRW 100 million each starting from March 15, 2018. The interest is payable quarterly.

Note 13: On July 10, 2019, WPG Korea Co., Ltd. entered into a long-term loan agreement with Kookmin Bank for a loan of KRW 3 billion until June 15, 2022. The principal is payable in 10 quarterly installments of KRW 300 million each starting from March 15, 2020. The interest is payable quarterly.

(19) Other current liabilities

	June 30, 2020	December 31, 2019	June 30, 2019
Long-term borrowings-current portion	$ 6,549,552	$ 5,502,585	$ 185,515
Refund liabilities	4,397,141	4,463,062	4,824,832
Contract liabilities	179,141	1,027,069	182,955
Others	454,784	454,895	605,820
	$ 11,580,618	$ 11,447,611	$ 5,799,122

A. Under the initial application, refund liabilities were generated from sales discounts which is shown as 'other current liabilities'.

B. Under the initial application, contract liabilities were generated from advance sales receipts which is shown as 'other current liabilities'.

(20) Pensions

A. Defined benefit plans

(a) The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees' service years prior to the enforcement of the Labor 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 Law. 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 contribute 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 labor pension reserve account by December 31, every year. If the account balance is not enough to pay the pension calculated by the aforementioned method to the employees expected to

qualify for retirement in the following year, the Company and its domestic subsidiaries will make contribution for the deficit by next March.

Effective January 1, 2010, the Company and certain subsidiaries have funded defined benefit pension plans in accordance with the "Regulations on pensions of managers", covering all managers appointed by the Company. Under the defined benefit pension plan, one unit is accrued for each year of service, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the remuneration per unit ratified during the appointed period.

(b) For the aforementioned pension plan, the Group recognized pension costs of $1,919, $6,458, $5,753 and $11,538 for the three months ended June 30, 2020 and 2019, and six months ended June 30, 2020 and 2019, respectively.

(c) Expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2021 are $17,264.

B. Defined contribution plans

(a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on not less than 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(b) Other overseas companies have defined contribution plans. Contributions for pensions and retirement allowance to independent fund administered by the government in accordance with the local pension regulations are based on a certain percentage of employees' monthly salaries and wages. Other than the monthly contributions, the companies have no further obligations.

(c) The pension costs of the Group under the defined contribution pension plans for the three months ended June 30, 2020 and 2019, and six months ended June 30, 2020 and 2019 were $51,424, $90,694, $124,103 and $182,748, respectively.

(21) Share capital

A. The Company's authorized capital was $25,000,000, of which certain shares can be issued as preference shares. The above authorized capital include $500,000 reserved for employee stock option certificates, restricted stocks to employees, convertible preferred stock and convertible bonds. As of June 30, 2020, the paid-in capital was $18,790,568 with a par value of $10 (in dollars) per share. All proceeds from shares issued have been collected.

B. Movements in the number of the Company's ordinary shares outstanding (in thousands of shares) for the six months ended June 30, 2020 and 2019 are as follows:

	2020	2019
At January 1 and June 30	1,679,057	1,679,057

C. On June 28, 2019, the Board of Directors resolved to increase its capital by issuing 200 million shares of Class A preferred stocks at the price of $50 (in dollars) per share with the effective date set on September 18, 2019 for repayment of borrowings to financial institutions and strengthening the Company's working capital. The registration of issuance has been completed on October 3, 2019. The rights and obligations of the issuance are as follows:

(a) Expiration date: The Company's Class A preferred stocks are perpetual but all or certain parts are callable at any time from the next day of five years after issuance at the actual issue price.

(b) Dividends: Dividends are calculated at 4% (five-year IRS rate: 0.605%+3.395%) per annum based on the issue price per share. The five-year IRS rate will be reset on the next business day of five years since issuance and every subsequent five years and the pricing effective date for rate reset is two Taipei financial industry business days prior to the IRS rate reset date. The rate index, five-year IRS rate, is the arithmetic mean of five-year IRS rates appearing on Reuters pages "TAIFXIRS" and "COSMOS3" at 11:00 a.m. (Taipei time) on the relevant pricing effective date of rate reset. If such rate cannot be obtained, the Company will determine the rate based on the reasonable market price with good faith.

(c) Dividend distribution: Dividends are distributed once per year in the form of cash. The current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then shall be set aside as legal reserve in accordance with the Articles of Incorporation and set aside as or reversed special reserve in accordance with the Articles of Incorporation or regulations of regulatory authority. The remaining amount, if any, shall be preferentially distributed as dividends of Class A preferred stocks.

The Company has discretion in dividend distribution of Class A preferred stocks. The Company could choose not to distribute dividends of preferred stocks when resolved by the stockholders, which would not be able to lead to default if the Company has no or has insufficient current year's earnings for distribution or has other necessary considerations. In addition, the amounts of undistributed dividends or insufficient distributed dividends will not become deferred payments in future years when the Company has earnings.

(d) Excess dividend distribution: Besides the aforementioned dividends, the stockholders of Class A preferred stocks could not participate in the distribution of cash and capitalized assets for common stocks derived from earnings and capital surplus.

(e) Residual property distribution: The stockholders of Class A preferred stocks have

priority over stockholders of common stocks in distributing the Company's residual property but the limit is the amount calculated by shares of outstanding preferred stocks issued and the issue price when distributing.

(f) Right to vote and be elected: The stockholders of Class A preferred stocks have no right to vote and be elected in the stockholders' meeting of the Company but have right to vote in the stockholders' meeting for stockholders of Class A preferred stocks only and stockholders' meeting regarding unfavourable matters to rights and obligations of stockholders of Class A preferred stocks.

(g) Conversion to common stocks: Class A preferred stocks could not be converted to common stocks and the stockholders of Class A preferred stocks could not request the Company to retire the preferred stocks they held.

(h) The preemptive rights for stockholders of Class A preferred stocks are the same as of common stocks when the Company increases its capital by issuing new shares.

(22) Capital surplus

A. Pursuant to the R.O.C. Company Law, 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 surplus to be capitalized as mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

B. Details of capital surplus - stock options are as follows:

	2020					
	Common stock share premium	Preferred stock share premium	Treasury share transaction	Recognized changes in subsidiaries' equity	Changes in associates' net equity	Total
January 1	$19,387,285	$ 7,994,638	$ 45,177	$ 431	$ 28,767	$ 27,456,298
Changes in equity of associates and joint ventures accounted for using the equity method	-	-	-	-	5,624	5,624
June 30	$19,387,285	$ 7,994,638	$ 45,177	$ 431	$ 34,391	$ 27,461,922

	2019				
	Share premium	Treasury share transaction	Recognized changes in subsidiaries' equity	Changes in associates' net equity	Total
January 1	$ 19,387,285	$ 45,177	$ 431	$ 21,989	$ 19,454,882
Changes in equity of associates and joint ventures accounted for using the equity method	-	-	-	6,778	6,778
June 30	$ 19,387,285	$ 45,177	$ 431	$ 28,767	$ 19,461,660

(23) Retained earnings

A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall be used to set aside as legal reserve, and set aside as special reserve in accordance with Article 41 of Securities and Exchange Act. The remainder, if any, to be appropriated shall be proposed by the Board of Directors. If cash dividends are distributed, they shall account for at least 20% of the total dividends distributed.

Employees of the Company's subsidiaries are entitled to receive the distribution of earnings. The terms shall be defined by the Board of Directors.

B. Legal reserve can only be used to cover accumulated losses or issue new shares or cash to shareholders in proportion to their share ownership, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.

C. 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.

D. On June 24, 2020 and June 28, 2019, the shareholders during their meeting resolved the distribution of 2019 and 2018 retained earnings as follows:

	Year ended December 31			
	2019		2018	
	Amount	Dividend per share (in dollars)	Amount	Dividend per share (in dollars)
Legal reserve	$ 646,344	$ -	$ 746,201	$ -
Provision for (reversal of) special reverse	2,818,012	-	(1,522,254)	-
Cash dividends	4,029,736	2.40	4,533,453	2.70
Cash dividends of preference shares	115,068	0.58	-	-
	$ 7,609,160	$ 2.98	$ 3,757,400	$ 2.70

The above appropriations of earnings for 2019 and 2018 as resolved by the shareholders are the same with the amounts resolved by the Board of Directors.

(24) Other equity items

	2020		
	Investments at fair value through comprehensive income	Currency translation	Total
At January 1	($ 6,000)	($ 5,414,694)	($ 5,420,694)
Revaluation-gross	1,409,595	-	1,409,595
Revaluation transferred to retained earnings-gross	(34,420)	-	(34,420)
Cumulative translation differences:			
- Group	-	(1,621,882)	(1,621,882)
- Tax on Group	-	313	313
- Associates	-	(196,600)	(196,600)
At June 30	$ 1,369,175	($ 7,232,863)	($ 5,863,688)

	2019		
	Investments at fair value through comprehensive income	Currency translation	Total
At January 1	($ 6,000)	($ 2,596,682)	($ 2,602,682)
Cumulative translation differences:			
- Group	-	658,457	658,457
- Tax on Group	-	(1,013)	(1,013)
- Associates	-	10,960	10,960
At June 30	($ 6,000)	($ 1,928,278)	($ 1,934,278)

(25) Operating revenue

	Three months ended June 30,	
	2020	2019
Revenue from contracts with customers	$ 149,810,678	$ 129,175,944

	Six months ended June 30,	
	2020	2019
Revenue from contracts with customers	$ 280,855,253	$ 241,007,877

Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods and services at a point in time in the following major product lines:

	Three months ended June 30,	
	2020	2019
Core components	$ 46,656,854	$ 38,055,752
Analog IC and mixed signal components	26,143,924	28,830,518
Discrete IC, logic IC	21,002,943	18,794,904
Memory	31,890,467	22,696,731
Optical components	13,455,083	10,533,135
Passive connector and magnetic components	7,473,403	7,286,794
Others	3,188,004	2,978,110
	$ 149,810,678	$ 129,175,944

	Six months ended June 30,	
	2020	2019
Core components	$ 87,464,857	$ 69,675,549
Analog IC and mixed signal components	50,872,982	52,478,585
Discrete IC, logic IC	38,243,237	35,207,927
Memory	61,229,761	45,627,890
Optical components	23,328,157	17,737,548
Passive connector and magnetic components	13,250,276	13,716,698
Others	6,465,983	6,563,680
	$ 280,855,253	$ 241,007,877

(26) Interest income

	Three months ended June 30,	
	2020	2019
Interest income from bank deposits	$ 12,298	$ 16,732
Interest income from financial assets measured at amortized cost	110	2,854
Total interest income	$ 12,408	$ 19,586

	Six months ended June 30,	
	2020	2019
Interest income from bank deposits	$ 23,146	$ 28,252
Interest income from financial assets measured at amortized cost	493	2,928
Total interest income	$ 23,639	$ 31,180

(27) Other income

	Three months ended June 30,	
	2020	2019
Rental revenue	$ 12,474	$ 16,384
Dividend income	19,980	9,498
Other income	56,530	14,792
	$ 88,984	$ 40,674

	Six months ended June 30,	
	2020	2019
Rental revenue	$ 22,825	$ 33,899
Dividend income	19,980	9,498
Other income	86,091	50,910
	$ 128,896	$ 94,307

(28) Other gains and losses

	Three months ended June 30,	
	2020	2019
Loss on disposal of property, plant and equipment	($ 211)	($ 179)
(Loss) gain on disposal of investments	(7,730)	214
Currency exchange gain	121,837	127,144
Gain on financial assets and liabilities at fair value through profit or loss	114,640	11,517
Loss arising from lease modifications	(1,109)	-
Other losses	(36,866)	(33,402)
	$ 190,561	$ 105,294

	Six months ended June 30,	
	2020	2019
Loss on disposal of property, plant and equipment	($ 222)	($ 2,006)
(Loss) gain on disposal of investments	(7,730)	214
Currency exchange gain	366,539	271,762
Gain on financial assets and liabilities at fair value through profit or loss	117,435	27,148
Loss arising from lease modifications	(955)	-
Other losses	(60,091)	(42,122)
	$ 414,976	$ 254,996

(29) Finance costs

	Three months ended June 30,	
	2020	2019
Interest expense:		
Bank borrowings	$ 451,055	$ 509,906
Less: Capitalization of qualifying assets	(12,915)	(3,121)
Others	57,848	51,167
	$ 495,988	$ 557,952

	Six months ended June 30,	
	2020	2019
Interest expense:		
Bank borrowings	$ 982,001	$ 1,094,090
Less: Capitalization of qualifying assets	(13,627)	(6,194)
Others	113,525	100,875
	$ 1,081,899	$ 1,188,771

(30) Additional information of expenses by nature

	Three months ended June 30,	
	2020	2019
Employee benefit expense	$ 2,055,927	$ 1,959,734
Depreciation charges on property and equipment (including investment property and right-of-use assets)	$ 179,032	$ 178,875
Amortization charges on intangible assets	$ 16,579	$ 4,358

	Six months ended June 30,	
	2020	2019
Employee benefit expense	$ 3,967,078	$ 3,815,139
Depreciation charges on property and equipment (including investment property and right-of-use assets)	$ 363,157	$ 357,666
Amortization charges on intangible assets	$ 31,480	$ 9,082

(31) Employee benefit expense

	Three months ended June 30,	
	2020	2019
Wages and salaries	$ 1,862,303	$ 1,692,630
Directors' remuneration	10,261	11,631
Labor and health insurance fees	72,574	89,867
Pension costs	53,343	97,152
Other personnel expenses	57,446	68,454
	$ 2,055,927	$ 1,959,734

	Six months ended June 30,	
	2020	2019
Wages and salaries	$ 3,528,136	$ 3,273,243
Directors' remuneration	19,792	22,712
Labor and health insurance fees	157,120	178,461
Pension costs	129,856	194,286
Other personnel expenses	132,174	146,437
	$ 3,967,078	$ 3,815,139

A. According to the Articles of Incorporation of the Company, a ratio of profit of the current year distributable, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratio shall be between 0.01% ~5% for employees' compensation and shall not be higher than 3% for directors' remuneration.

B. For the three months ended June 30, 2020 and 2019, and six months ended June 30, 2020 and 2019, employees' compensation was accrued at $6,912, $8,713, $14,375 and $17,425, respectively; while directors' remuneration was accrued at $8,750, $10,500, $17,500 and $21,000, respectively. The aforementioned amounts were recognized in salary expenses.

The employees' compensation and directors' remuneration were estimated and accrued based on the profit of current year distributable for the three months ended June 30, 2020 and six months ended June 30, 2020, and the percentage as prescribed by the Company's Articles of Incorporation.

For 2019, the employees' compensation and directors' and supervisors' remuneration resolved by the Board of Directors during its meeting on April 28, 2020 amounted to $29,300 and $35,000, respectively, and the employees' compensation and directors' and supervisors' remuneration recognized in the 2019 financial statements amounted to $29,850 and $35,000, respectively. The difference of $550 between the amounts resolved by the Board of Directors and the amounts recognized in the 2019 financial statements, mainly resulting from the decrease in employees' compensation, had been adjusted in profit or loss in the second quarter of 2020.

C. Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors and shareholders will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(32) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Three months ended June 30,	
	2020	2019
Current tax		
Current tax on profits for the period	$ 472,882	$ 367,141
Prior year income tax under (over) estimation	1,868	(7,493)
Tax on undistributed surplus earnings	900	177,188
Total current tax	475,650	536,836
Deferred tax		
Origination and reversal of temporary differences	(39,490)	17,019
Total deferred tax	(39,490)	17,019
Income tax expense	$ 436,160	$ 553,855

	Six months ended June 30,	
	2020	2019
Current tax		
Current tax on profits for the period	$ 842,987	$ 679,636
Prior year income tax (over) underestimation	(41,712)	4,007
Tax on undistributed surplus earnings	900	177,188
Total current tax	802,175	860,831
Deferred tax		
Origination and reversal of temporary differences	(26,439)	34,951
Total deferred tax	(26,439)	34,951
Income tax expense	$ 775,736	$ 895,782

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

	Three months ended June 30,	
	2020	2019
Currency translation differences	($ 885)	($ 1,212)

	Six months ended June 30,	
	2020	2019
Currency translation differences	($ 313)	$ 1,013

B. As of August 11, 2020, the Company's income tax returns through 2016 have been assessed and approved by the Tax Authority.

(33) Earnings per share

	Three months ended June 30, 2020		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent (Note)	$ 2,005,336	1,679,057	$ 1.19
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent (Note)	$ 2,005,336	1,679,057	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	410	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 2,005,336	1,679,467	$ 1.19

	Three months ended June 30, 2019		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 1,628,852	1,679,057	$ 0.97
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 1,628,852	1,679,057	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	360	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 1,628,852	1,679,417	$ 0.97

	Six months ended June 30, 2020		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent (Note)	$ 3,664,032	1,679,057	$ 2.18
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent (Note)	$ 3,664,032	1,679,057	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	877	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 3,664,032	1,679,934	$ 2.18

Note: On June 24, 2020, the dividends of preferred stocks amounting to $115,068 were deducted from the profit of the parent after being approved at the stockholders' meeting as the Company has discretion in dividend distribution of Class A preferred stocks.

	Six months ended June 30, 2019		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 2,933,276	1,679,057	$ 1.75
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 2,933,276	1,679,057	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	726	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 2,933,276	1,679,783	$ 1.75

(34) Supplemental cash flow information

A. Partial payment of cash from investing activities

	Six months ended June 30,	
	2020	2019
Acquisition of property, plant and equipment, investment property and intangible assets	$ 5,349,518	$ 124,141
Add: Accounts payable at the beginning of the period	1,031	-
Ending balance of prepayments for business facilities	6,620	-
Less: Prepayments for business facilities at the beginning of the period	(1,687)	-
Cash paid during the period	$ 5,355,482	$ 124,141

B. Financing activities with no cash flow effects

	Six months ended June 30,	
	2020	2019
Shareholders' cash dividends declared	$ 4,176,226	$ 4,533,453

(35) Changes in liabilities from financing activities

	Short-term borrowings	Short-term notes and bills payable	Long-term borrowings (Note)	Lease liabilities	Liabilities from financing activities-gross
At January 1, 2020	$68,891,614	$5,555,424	$12,833,373	$1,157,543	$ 88,437,954
Changes in cash flow from financing activities	(2,202,547)	462,080	12,222,848	(207,734)	10,274,647
Others	-	-	-	(4,232)	(4,232)
At June 30, 2020	$66,689,067	$6,017,504	$25,056,221	$ 945,577	$ 98,708,369

	Short-term borrowings	Short-term notes and bills payable	Long-term borrowings (Note)	Lease liabilities	Liabilities from financing activities-gross
At January 1, 2019	$57,221,436	$4,957,027	$13,857,415	$ -	$ 76,035,878
Modified retrospective adjustments under IFRS 16	-	-	-	1,435,802	1,435,802
Changes in cash flow from financing activities	(6,141,683)	79,956	(368,512)	(208,051)	(6,638,290)
Impact of changes in foreign exchange rate	197,206	-	17,110	58,466	272,782
At June 30, 2019	$51,276,959	$5,036,983	$13,506,013	$1,286,217	$ 71,106,172

Note: Including long-term borrowings-current portion less unamortized discounts.

7. RELATED PARTY TRANSACTIONS

(1) Parent and ultimate controlling party

The Group's shares are widely held so the Company has no ultimate parent and ultimate controlling party.

(2) Names of related parties and relationship

Names of related parties	Relationship with the Group
Chain Power Technology Corp.	Investee accounted for using the equity method
VITEC WPG Limited	〃
Gain Tune Logistics (Shanghai) Co., Ltd.	〃
Suzhou Xinning Logistics Co., Ltd.	〃
Suzhou Xinning Bonded Warehouse Co., Ltd.	〃
Eesource Corp.	〃
WT Microelectronics Co., Ltd.	〃
Haomao (Shanghai) Enterprise Development Co., Ltd.	Other related party

Names of related parties	Relationship with the Group
Autosys Co., Ltd.	Subsidiary of investee accounted for using the equity method
HongTech Electronics Co., Ltd.	〃
Maxtek Technology Co., Ltd.	〃
Morrihan International Corp.	〃
WT Microelectronics (Hong Kong) Limited	〃
NuVision Technology, Inc.	〃
WPG P.T. Electrindo Jaya	Stockholder of a Group's subsidiary accounted for using the equity method
WPG Holdings Education Foundation	One third of paid-in-capital was granted by the Group

(3) Significant transactions and balances with related parties

A. Operating revenues

	Three months ended June 30,	
	2020	2019
Sales of goods		
Others	$ 109,544	$ 174,373
Associates	165,108	32,545
	$ 274,652	$ 206,918

	Six months ended June 30,	
	2020	2019
Sales of goods		
Others	$ 231,226	$ 301,040
Associates	231,625	73,193
	$ 462,851	$ 374,233

The terms and sales prices with other related parties were negotiated in consideration of different factors including product, cost, market, competition and other conditions. The collection period was 90 days. Terms and sales prices with associates are in accordance with normal selling prices and terms of collection.

B. Purchases

	Three months ended June 30,	
	2020	2019
Purchases of goods		
Associates	$ 75,108	$ 3

	Six months ended June 30,	
	2020	2019
Purchases of goods		
Associates	$ 141,970	$ 391

The purchase prices and terms of payment for associates including products, market competition and other conditions are the same as those for general suppliers.

C. Receivables from related parties

	June 30, 2020	December 31, 2019	June 30, 2019
Accounts receivable			
Others	$ 86,467	$ 81,751	$ 123,862
Associates	72,359	16,541	14,345
	$ 158,826	$ 98,292	$ 138,207

The receivables from related parties arise mainly from sales of goods. The receivables are due 30 to 90 days after the date of sale. The receivables are unsecured in nature and bear no interest. There is no allowance for doubtful accounts held against receivables from related parties.

D. Other receivables

	June 30, 2020	December 31, 2019	June 30, 2019
Other receivables			
Associates	$ 29,154	$ 1,208	$ 32,250

The above represents receivables from payments on behalf of others.

E. Payables to related parties

	June 30, 2020	December 31, 2019	June 30, 2019
Accounts payable			
Associates	$ 47,680	$ 653	$ -

The payables to related parties arise mainly from purchases of goods. The payables are due 30 to 90 days after the date of purchase. The payables are unsecured in nature and bear no interest.

F. Endorsements and guarantees provided to related parties

	June 30, 2020	December 31, 2019	June 30, 2019
Associates			
VITEC WPG Limited	$ 66,667	$ 67,455	$ 69,885

G. Others

The Group's donations to WPG Holding Education Foundation were $1,800, $2,000, $3,800 and $4,400 for the three months ended June 30, 2020 and 2019, and six months ended June 30, 2020 and 2019, respectively.

(4) Key management compensation

	Three months ended June 30,	
	2020	2019
Salaries and other short-term employee benefits	$ 17,835	$ 16,874
Post-employment benefits	347	791
	$ 18,182	$ 17,665

	Six months ended June 30,	
	2020	2019
Salaries and other short-term employee benefits	$ 106,758	$ 101,162
Post-employment benefits	1,109	1,582
	$ 107,867	$ 102,744

8. PLEDGED ASSETS

Pledged assets (Note 1)	June 30, 2020	December 31, 2019	June 30, 2019	Purpose of Collateral
Financial assets at amortized cost				
-Time deposits	$ 42,330	$ 41,773	$ 43,910	Security for purchases and deposits for litigation
Financial assets at fair value though profit or loss - non-current (Note 2)	7,503	7,503	7,503	Security for purchases
Property, plant and equipment (including investment property)				
-Land	1,109,316	1,109,543	1,112,723	Long-term and short-term borrowings guarantee and security for purchases
-Buildings and structures	548,573	558,234	570,325	〃
	$ 1,707,722	$ 1,717,053	$ 1,734,461	

Note 1: The Company held 100% of shares of WPG Investment Co., Ltd., in which 8,999 thousand shares have been pledged for purchases as of June 30, 2020, December 31, 2019 and June 30, 2019.

Note 2: As of June 30, 2020, December 31, 2019 and June 30, 2019, the subsidiary - Silicon Application Corporation held 566 thousand shares of Kingmax Technology Inc., which have been pledged for purchases.

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENTS

In addition to Note 6(6), other commitments were as follows:

(1) Contingencies

None.

(2) Commitments

A. Capital expenditures contracted for at the balance sheet date but not yet incurred are as follows:

	June 30, 2020	December 31, 2019	June 30, 2019
Property, plant and equipment and intangible assets	$ 229,952	$ 5,081,991	$ 5,237,552

B. The Group's letters of credit issued but not negotiated are as follows:

June 30, 2020		December 31, 2019		June 30, 2019	
$	971,038	$	767,624	$	977,010
USD	99,434,000	USD	106,583,000	USD	91,980,000

C. As of June 30, 2020, the remaining payments for the contract of non-fixed car park the Group entered into amounted to $28,800.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

The Board of Directors of the Company resolved to publicly acquire the common stocks of T3EX Global Holdings Corp. (T3EX) on June 18, 2020. The public acquisition period was terminated on July 8, 2020, and the Company acquired 10,112,039 shares for a total transaction amount of $323,585. As of July 15, 2020, the shareholding ratio of T3EX held by the Company constituted 8.63% of its total issued common stocks after the public acquisition. In addition, during July 2020, the subsidiary – WPG Investment Co., Ltd. bought 1,735,000 shares of T3EX at centralized securities exchange market for a total transaction amount of $49,703. As of August 11, 2020, the shareholding ratio of T3EX held by the Company constituted 10.11% of its total issued common stocks.

12. OTHERS

(1) Capital risk management

There was no significant change in the reporting period. Please refer to Note 12 in the consolidated financial statements for the year ended December 31, 2019.

(2) Financial instruments

A. Financial instruments by category

	June 30, 2020	December 31, 2019	June 30, 2019
Financial assets			
Financial assets measured at fair value through profit or loss			
Financial assets mandatorily measured at fair value through profit or loss	$ 1,383,773	$ 1,655,158	$ 1,372,064
Financial assets at fair value through other comprehensive income			
Designation of equity instrument	$ 98,017	$ 32,035	$ 32,035
Financial assets at amortized cost			
Cash and cash equivalents	$ 12,648,682	$ 9,992,582	$ 6,163,396
Financial assets at amortized cost	195,517	84,055	199,046
Notes receivable	1,605,066	1,977,097	2,620,677
Accounts receivable (including related parties)	109,892,401	110,754,374	91,660,869
Other receivables (including related parties)	10,790,209	12,168,174	12,327,095
Guarantee deposits paid	183,895	180,123	199,302
Other financial assets	811,158	1,399,588	337,106
	$ 136,126,928	$ 136,555,993	$ 113,507,491
Financial liabilities			
Financial liabilities measured at fair value through profit or loss			
Financial liabilities held for trading	$ 4,243	$ 16,051	$ 10,092
Financial liabilities at amortized cost			
Short-term borrowings	$ 66,689,067	$ 68,891,614	$ 51,276,959
Short-term notes and bills payable	6,017,504	5,555,424	5,036,983
Notes payable	232,646	34,642	14,555
Accounts payable (including related parties)	60,187,352	63,588,823	55,149,621
Other payables	9,767,219	5,697,289	9,041,873
Long-term borrowings (including current portion)	25,056,221	12,833,373	13,506,013
Guarantee deposits received	114,910	88,946	90,074
	$ 168,064,919	$ 156,690,111	$ 134,116,078
Lease liabilities	$ 945,577	$ 1,157,543	$ 1,286,217

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. To minimize any adverse effects on the financial performance of the Group, derivative financial instruments, such as foreign exchange forward contracts, are used to hedge certain exchange rate risk. Derivatives are used exclusively for hedging purposes and not as trading or speculative instruments.

(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 cooperation 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, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

(c) Information about derivative financial instruments that are used to hedge certain exchange rate risk are provided in Note 6(2).

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

i. The Group operates internationally and is exposed to foreign exchange risk arising from the transactions of the Company and its subsidiaries used in various currency, primarily with respect to the USD and RMB. Exchange rate risk arises from future commercial transactions and recognized 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 minimize the volatility of the exchange rate affecting cost of forecast inventory purchase.

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 foreign subsidiaries' functional currency: local currency). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	June 30, 2020		
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD：TWD	$ 670,453	29.63	$ 19,865,513
USD：RMB	16,910	7.07	501,033
USD：KRW	33,008	1,200.70	978,038
HKD：USD	55,377	0.13	211,706
SGD：USD	7,669	0.72	162,880
RMB：USD	202,753	0.14	849,739
Non-monetary items			
RMB：USD	31,121	0.14	130,427
Financial liabilities			
Monetary items			
USD：TWD	626,249	29.63	18,555,764
USD：RMB	59,094	7.07	1,750,967
USD：KRW	18,782	1,200.70	556,502
HKD：USD	35,384	0.13	135,274
EUR：USD	3,309	1.12	108,238

	December 31, 2019		
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD：TWD	$ 502,074	29.98	$ 15,052,173
USD：RMB	18,601	6.96	557,652
USD：KRW	31,137	1,145.59	933,487
HKD：USD	62,326	0.13	239,894
Non-monetary items			
RMB：USD	33,435	0.14	143,939
Financial liabilities			
Monetary items			
USD：TWD	479,534	29.98	14,376,435
USD：RMB	73,672	6.96	2,208,672
USD：KRW	24,789	1,145.59	743,176
HKD：USD	39,948	0.13	153,761

	June 30, 2019		
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD：TWD	$ 530,957	31.060	$ 16,491,512
USD：RMB	16,334	6.87	507,347
USD：KRW	17,977	1,145.70	558,368
USD：JPY	6,792	107.62	210,955
HKD：USD	58,640	0.13	233,212
Non-monetary items			
RMB：USD	32,054	0.15	144,917
Financial liabilities			
Monetary items			
USD：TWD	500,098	31.060	15,533,059
USD：RMB	77,262	6.87	2,399,754
USD：KRW	31,557	1,145.70	980,147
USD：JPY	3,916	107.62	121,629
USD：INR	7,820	68.98	242,891
HKD：USD	31,493	0.13	125,248

v. The total exchange gain, including realized and unrealized arising from significant foreign exchange variation on the monetary items held by the Group for the three months ended June 30, 2020 and 2019, and six months ended June 30, 2020 and 2019 amounted to $121,837, $127,144, $366,539 and $271,762, respectively.

vi. Analysis of foreign currency market risk arising from significant foreign exchange variation:

	Six months ended June 30, 2020		
	Sensitivity Analysis		
	Degree of Variation	Effect on Profit or Loss	Effect on Other Comprehensive Income
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD：TWD	1%	$ 198,655	$ -
USD：RMB	1%	5,010	-
USD：KRW	1%	9,780	-
HKD：USD	1%	2,117	-
SGD：USD	1%	1,629	-
RMB：USD	1%	8,497	-
Financial liabilities			
Monetary items			
USD：TWD	1%	185,558	-
USD：RMB	1%	17,510	-
USD：KRW	1%	5,565	-
HKD：USD	1%	1,353	-
EUR：USD	1%	1,082	-

	Six months ended June 30, 2019		
	Sensitivity Analysis		
	Degree of Variation	Effect on Profit or Loss	Effect on Other Comprehensive Income
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD：TWD	1%	$ 164,915	$ -
USD：RMB	1%	5,073	-
USD：KRW	1%	5,584	-
USD：JPY	1%	2,110	-
HKD：USD	1%	2,332	-
Financial liabilities			
Monetary items			
USD：TWD	1%	155,331	-
USD：RMB	1%	23,998	-
USD：KRW	1%	9,801	-
USD：JPY	1%	1,216	-
USD：INR	1%	2,429	-
HKD：USD	1%	1,252	-

Price risk

i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and 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. Shares and open-end funds which the Group invested are issued by the domestic and foreign companies. 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, post-tax profit for the six months ended June 30, 2020 and 2019 would have increased/decreased by $13,822 and $13,695, respectively, as a result of gains/losses on equity securities classified as at fair value through profit or loss. Other components of equity would have increased/decreased by $980 and $320, respectively, as a result of 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 short-term borrowings with variable rates, which expose the Group to cash flow interest rate risk. For the six months ended June 30, 2020 and 2019, the Group's borrowings at variable rate were mainly denominated in New Taiwan dollars, US Dollars and KRW dollars.

ii. If the borrowing interest rate had increased by 1% with all other variables held constant, profit, net of tax for the six months ended June 30, 2020 and 2019 would have decreased by $136,496 and $123,386, respectively. The main factor is that changes in interest expense result from 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, and the contract cash flows of notes receivable.

ii. The Group manages its credit risk taking into consideration the entire group's concern. For banks and financial institutions, only independently rated parties with good rating are accepted. 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. The utilisation of credit limits is regularly monitored.

iii. Under IFRS 9, if the contract payments are past due over one month based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.

iv. The Group adopts the assumption under IFRS 9, that is, the default occurs when the contract payments are past due more than five months.

v. The Group classifies customer's accounts receivable in accordance with credit rating of customer and customer types. The Group applies the simplified approach using the provision matrix based on the loss rate methodology to estimate expected credit loss.

vi. The Group wrote-off the financial assets, which cannot be reasonably expected to be recovered, after initiating recourse procedures. However, the Group will continue executing the recourse procedures to secure their rights.

vii. The Group used the forecastability to adjust historical and timely information to assess the default possibility of accounts receivable. On June 30, 2020, December 31, 2019 and June 30, 2019, the provision matrix and loss rate methodology are as follows:

(i) Accounts receivable from general customers:

	Not past due	One month past due	Two months past due	Three months past due	Four months past due	Over four months past due	Total
June 30, 2020							
Expected loss rate	0.01%~ 19.086%	0.006%~ 64.258%	1.82%~ 100%	7.001%~ 100%	18.91%~ 100%	100%	
Total book value	$ 57,056,815	$ 3,622,895	$ 415,505	$ 140,585	$ 135,431	$754,392	$ 62,125,623
Loss allowance	$ 84,006	$ 15,383	$ 66,634	$ 36,911	$ 80,153	$754,392	$ 1,037,479

	Not past due	One month past due	Two months past due	Three months past due	Four months past due	Over four months past due	Total
December 31, 2019							
Expected loss rate	0%~ 14.847%	0.12%~ 85.804%	1.363%~ 100%	6.516%~ 100%	30.147%~ 100%	100%	
Total book value	$ 49,651,277	$ 3,458,793	$ 338,028	$ 89,300	$ 61,643	$470,899	$ 54,069,940
Loss allowance	$ 89,954	$ 60,060	$ 47,054	$ 53,877	$ 26,675	$470,899	$ 748,519

	Not past due	One month past due	Two months past due	Three months past due	Four months past due	Over four months past due	Total
June 30, 2019							
Expected loss rate	0%~ 20.16%	0.055%~ 75%	3.96%~ 91.67%	4.52%~ 99.86%	23.89%~ 99.86%	100%	
Total book value	$ 40,014,469	$ 2,085,882	$ 295,359	$ 94,857	$ 76,040	$380,572	$ 42,947,179
Loss allowance	$ 105,114	$ 59,771	$ 37,922	$ 28,541	$ 49,759	$380,572	$ 661,679

(ii) Individually impaired and provisioned allowance for loss

	Individual		
	June 30, 2020	December 31, 2019	June 30, 2019
Total book value	$ 65,582	$ 179,647	$ 461,913
Loss allowance	$ 65,582	$ 173,990	$ 461,913

(iii) For customers whose current ratio, debt ratio, earnings, etc. are within a certain range:

	June 30, 2020	December 31, 2019	June 30, 2019
Expected loss rate	0%	0%	0%
Total book value	$ 48,645,431	$ 57,329,004	$ 49,237,162
Loss allowance	$ -	$ -	$ -

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

	2020				
	Notes receivable	Accounts receivable			
	Individual provision	Individual provision	Group provision	Subtotal	Total
At January 1	$ 2	$ 173,990	$ 748,519	$ 922,509	$ 922,511
(Reversal of) provision for impairment	-	(98,590)	318,007	219,417	219,417
Write-offs during the period	-	(58)	(9)	(67)	(67)
Effect of foreign exchange	-	(518)	(18,094)	(18,612)	(18,612)
Transfers into overdue receivables	-	(9,242)	(10,944)	(20,186)	(20,186)
At June 30	$ 2	$ 65,582	$1,037,479	$1,103,061	$1,103,063

	2019				
	Notes receivable	Accounts receivable			
	Individual provision	Individual provision	Group provision	Subtotal	Total
At January 1	$ 2,346	$ 464,499	$ 725,207	$1,189,706	$1,192,052
(Reversal of) provision for impairment	(1,715)	(4,909)	(68,995)	(73,904)	(75,619)
Write-offs during the period	-	(3,108)	(10,586)	(13,694)	(13,694)
Effect of foreign exchange	-	5,431	16,053	21,484	21,484
At June 30	$ 631	$ 461,913	$ 661,679	$1,123,592	$1,124,223

(c) Liquidity risk

i. Cash flow forecasting is performed in the operating entities of the Group. Each treasury department monitors rolling forecasts of the liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient

headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities. Such forecasting takes into consideration the Group's debt financing plans and covenant compliance.

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. The amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities:

June 30, 2020	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
Short-term borrowings	$ 68,222,606	$ -	$ -	$ -
Short-term notes and bills payable	6,022,000	-	-	-
Financial liabilities measured at fair value through profit or loss	4,243	-	-	-
Notes payable	232,646	-	-	-
Accounts payable	60,139,672	-	-	-
Accounts payable - related parties	47,680	-	-	-
Other payables	9,767,219	-	-	-
Lease liabilities	442,983	313,986	227,731	22,195
Long-term borrowings (including current portion)	6,787,304	8,814,290	5,210,974	5,365,050

Non-derivative financial liabilities:

December 31, 2019	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
Short-term borrowings	$ 69,231,969	$ -	$ -	$ -
Short-term notes and bills payable	5,560,000	-	-	-
Financial liabilities measured at fair value through profit or loss	16,051	-	-	-
Notes payable	34,642	-	-	-
Accounts payable	63,588,170	-	-	-
Accounts payable - related parties	653	-	-	-
Other payables	5,697,289	-	-	-
Lease liabilities	476,832	459,436	293,421	43,714
Long-term borrowings (including current portion)	5,631,937	7,381,807	88,615	-

Non-derivative financial liabilities:

June 30, 2019	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
Short-term borrowings	$ 51,404,275	$ -	$ -	$ -
Short-term notes and bills payable	5,040,000	-	-	-
Financial liabilities measured at fair value through profit or loss	10,092	-	-	-
Notes payable	14,555	-	-	-
Accounts payable	55,149,621	-	-	-
Other payables	9,041,873	-	-	-
Lease liabilities	477,664	435,247	431,760	55,768
Long-term borrowings (including current portion)	412,982	5,875,518	7,500,099	133,752

(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: Inputs that are quoted prices (unadjusted) in active markets for identical assets or liabilities. A market is regarded as active if it meets all the following conditions:

the items traded in the market are homogeneous; willing buyers and sellers can normally be found at any time; and prices are available to the public. 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 (that is, as prices) or indirectly (that is, derived from prices). The fair value of the Group's investment in emerging stocks, publicly traded equity investment, forward exchange, beneficiary certificates and swap contracts is included in Level 2.

Level 3: Inputs for the asset or liability that are not based on observable market data. The fair value of the Group's investment in equity investment without active market is included in Level 3.

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

C. The carrying amounts of financial instruments not measured at fair value including cash and cash equivalents, notes receivable, accounts receivable (including related parties), other receivables (including related parties), other financial assets, guarantee deposits paid, financial assets at amortized cost, short-term borrowings, short-term notes and bills payable, notes payable, accounts payable (including related parties), other payables, lease liabilities (including current and non-current), long-term borrowings-current portion, long-term borrowings and guarantee deposits received are approximate to their fair values.

D. The related information on 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:

(a) The related information on the nature of the assets and liabilities is as follows:

June 30, 2020	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Forward exchange contracts	$ -	$ 1,615	$ -	$ 1,615
Equity securities	194,513	31,231	1,156,414	1,382,158
Financial assets at fair value through other comprehensive income				
Equity securities	63,061	-	34,956	98,017
	$ 257,574	$ 32,846	$1,191,370	$1,481,790
Liabilities				
Recurring fair value measurements				
Financial liabilities held for trading				
Forward exchange contracts and options	$ -	$ 4,243	$ -	$ 4,243

December 31, 2019	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Forward exchange contracts	$ -	$ 2,513	$ -	$ 2,513
Beneficiary certificates	-	300,054	-	300,054
Equity securities	166,625	33,103	1,152,863	1,352,591
Financial assets at fair value through other comprehensive income				
Equity securities	-	-	32,035	32,035
	$ 166,625	$ 335,670	$1,184,898	$1,687,193
Liabilities				
Recurring fair value measurements				
Financial liabilities held for trading				
Forward exchange contracts	$ -	$ 16,051	$ -	$ 16,051

June 30, 2019	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Forward exchange contracts	$ -	$ 2,575	$ -	$ 2,575
Equity securities	133,046	30,043	1,206,400	1,369,489
Financial assets at fair value through other comprehensive income				
Equity securities	-	-	32,035	32,035
	$ 133,046	$ 32,618	$1,238,435	$1,404,099
Liabilities				
Recurring fair value measurements				
Financial liabilities held for trading				
Forward exchange contracts	$ -	$ 10,092	$ -	$ 10,092

(b) The methods and assumptions the Group used to measure fair value are as follows:

i. 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

ii. Except for financial instruments with active markets, the fair value of other

financial instruments is measured by using valuation techniques widely accepted in financial management.

iii. When assessing non-standard and low-complexity financial instruments, for example, foreign exchange swap contracts, 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.

iv. Forward exchange contracts are usually valued based on the current forward exchange rate.

v. 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.

vi. 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.

E. The following chart is the movement of Level 3 for the six months ended June 30, 2020 and 2019:

	2020	2019
At January 1	$ 1,184,898	$ 1,142,927
Additions	36,910	102,096
Capital reduction	(20,412)	(16,926)
Gains on valuation	5,031	4,313
Effect of foreign exchange	(15,057)	6,025
At June 30	$ 1,191,370	$ 1,238,435

F. For the six months ended June 30, 2020 and 2019, there was no transfer into or out from Level 3.

G. Finance and accounting department is in charge of valuation procedures for fair value measurements being categorized 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 and frequently reviewed.

Finance and accounting department sets up valuation policies, valuation processes and rules for measuring fair value of financial instruments and ensure compliance with the related

requirements in IFRS. The related valuation results are reported to management monthly. Management is responsible for managing and reviewing valuation processes.

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

	Fair value at June 30, 2020	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity:					
Equity investment without active market	$ 1,191,370	Net asset value method	Net asset value	-	The higher the net asset value, the higher the fair value

	Fair value at December 31, 2019	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity:					
Equity investment without active market	$ 1,184,898	Net asset value method	Net asset value	-	The higher the net asset value, the higher the fair value

	Fair value at June 30, 2019	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity:					
Equity investment without active market	$ 1,238,435	Net asset value method	Net asset value	-	The higher the net asset value, the higher the fair value

I. The Group has carefully assessed the valuation models and assumptions used to measure fair value; therefore, the fair value measurement is reasonable. However, use of different valuation models or assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets and liabilities categorized within Level 3 if the inputs used to valuation models have changed:

			June 30, 2020			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instrument	Net asset value	± 1%	$ 11,564	($ 11,564)	$ 350	($ 350)

			December 31, 2019			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instrument	Net asset value	± 1%	$ 11,529	($ 11,529)	$ 320	($ 320)

			June 30, 2019			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instrument	Net asset value	± 1%	$ 12,064	($ 12,064)	$ 320	($ 320)

13. SUPPLEMENTARY DISCLOSURES

(The transactions with subsidiaries disclosed below had been eliminated when preparing consolidated financial statements. The following disclosures are for reference only.)

(1) Significant transactions information

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. Aggregate purchases or sales of the same securities reaching $300 million or 20% of paid-in capital or more: Please refer to table 4.

E. Acquisition of real estate reaching $300 million or 20% of paid-in capital or more: Please refer to table 5.

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 6.

H. Receivables from related parties reaching $100 million or 20% of paid-in capital or more: Please refer to table 7.

I. Derivative financial instruments undertaken during the reporting periods: Please see Notes 6(2)B. and 12(3).

J. Significant inter-company transactions during the reporting periods: Please refer to table 8.

(2) Information on investee companies

Names, locations and other information of investee companies (excluding investees in Mainland China): Please refer to table 9.

(3) Information on investments in Mainland China

A. Basic information: Please refer to table 10.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area.

Any of the following significant transactions with investee companies in the Mainland Area, either directly or indirectly through a third area, and their prices, payment terms, and unrealized gains or losses: Information on significant transactions of the Company and subsidiary and investee company in Mainland China as of and for the six months ended June 30, 2020 is provided in Note (1)J.

(4) Major shareholders information

Major shareholders information: Please refer to table 11.

14. OPERATING SEGMENT INFORMATION

(1) General information

The Group is mainly engaged in the import and export of electronic components. The products include CPU, analog IC, discrete IC, logic IC, DRAM, Flash, optical component, etc. The chief operating decision-maker evaluates performance based on the separate net income of sub-groups.

(2) Measurement of segment information

The Group's chief operating decision-maker uses the net income as basis for assessing the performance of the Group's operating segments.

(3) Reconciliation for segment income (loss)

A. The net income reported to the chief operating decision-maker is measured in a manner consistent with revenues, costs and expenses in the statement of comprehensive income. As the amounts in the statement provided to the chief operating decision-maker for managing segment are in agreement with the amounts in the statements of segment income, reconciliation is not needed.

B. The segment information of the reportable segments provided to the chief operating decision-maker for the three months and six months ended June 30, 2020 and 2019 is as follows:

Three months ended June 30, 2020:

	World Peace Industrial Co., Ltd. and its subsidiaries	Silicon Application Corp. and its subsidiaries	Asian Information Technology Inc. and its subsidiaries	Yosun Industrial Corp. and its subsidiaries	Trigold Holdings Limited	Others	Eliminations	Total
Revenue from external customers	$ 74,699,600	$ 16,055,043	$ 17,829,259	$ 21,851,750	$ 4,365,134	$ 15,009,892	$ -	$ 149,810,678
Revenue from internal customers	2,968,716	1,719,051	327,944	1,854,860	218,743	4,617,502	(11,706,816)	-
Total revenue	$ 77,668,316	$ 17,774,094	$ 18,157,203	$ 23,706,610	$ 4,583,877	$ 19,627,394	($ 11,706,816)	$ 149,810,678
Segment profit	$ 1,453,770	$ 596,862	$ 435,208	$ 440,623	$ 136,218	$ 410,413	$ 156,475	$ 3,629,569
Net income	$ 828,389	$ 276,849	$ 254,574	$ 286,438	$ 49,067	$ 2,383,394	($ 1,938,433)	$ 2,140,278

Three months ended June 30, 2019:

	World Peace Industrial Co., Ltd. and its subsidiaries	Silicon Application Corp. and its subsidiaries	Asian Information Technology Inc. and its subsidiaries	Yosun Industrial Corp. and its subsidiaries	Trigold Holdings Limited	Others	Eliminations	Total
Revenue from external customers	$ 63,351,705	$ 16,539,025	$ 18,093,972	$ 14,962,791	$ 3,240,859	$ 12,987,592	$ -	$ 129,175,944
Revenue from internal customers	3,534,920	1,063,434	397,688	1,591,899	305,488	894,207	(7,787,636)	-
Total revenue	$ 66,886,625	$ 17,602,459	$ 18,491,660	$ 16,554,690	$ 3,546,347	$ 13,881,799	($ 7,787,636)	$ 129,175,944
Segment profit	$ 1,535,355	$ 486,501	$ 411,660	$ 415,729	$ 113,122	$ 214,243	$ 285,272	$ 3,461,882
Net income	$ 937,665	$ 255,881	$ 263,870	$ 280,997	$ 37,688	$ 1,679,100	($ 1,812,923)	$ 1,642,278

Six months ended June 30, 2020:

	World Peace Industrial Co., Ltd. and its subsidiaries	Silicon Application Corp. and its subsidiaries	Asian Information Technology Inc. and its subsidiaries	Yosun Industrial Corp. and its subsidiaries	Trigold Holdings Limited	Others	Eliminations	Total
Revenue from external customers	$ 145,442,224	$ 28,972,248	$ 33,979,456	$ 38,942,731	$ 7,728,591	$ 25,790,003	$ -	$ 280,855,253
Revenue from internal customers	5,920,935	2,832,525	652,140	3,022,646	368,411	6,961,259	(19,757,916)	-
Total revenue	$ 151,363,159	$ 31,804,773	$ 34,631,596	$ 41,965,377	$ 8,097,002	$ 32,751,262	($ 19,757,916)	$ 280,855,253
Segment profit	$ 3,009,213	$ 949,551	$ 858,061	$ 830,203	$ 232,788	$ 637,954	$ 357,867	$ 6,875,637
Net income	$ 1,615,778	$ 405,197	$ 560,615	$ 541,380	$ 73,831	$ 4,024,461	($ 3,414,797)	$ 3,806,465

Six months ended June 30, 2019:

	World Peace Industrial Co., Ltd. and its subsidiaries	Silicon Application Corp. and its subsidiaries	Asian Information Technology Inc. and its subsidiaries	Yosun Industrial Corp. and its subsidiaries	Trigold Holdings Limited	Others	Eliminations	Total
Revenue from external customers	$ 116,146,106	$ 30,950,860	$ 33,048,877	$ 30,345,686	$ 6,152,256	$ 24,364,092	$ -	$ 241,007,877
Revenue from internal customers	7,015,220	2,012,416	732,032	2,828,872	482,344	1,703,371	(14,774,255)	-
Total revenue	$ 123,161,326	$ 32,963,276	$ 33,780,909	$ 33,174,558	$ 6,634,600	$ 26,067,463	($ 14,774,255)	$ 241,007,877
Segment profit	$ 2,884,330	$ 860,488	$ 776,719	$ 750,546	$ 209,948	$ 362,168	$ 548,995	$ 6,393,194
Net income	$ 1,560,142	$ 424,046	$ 466,082	$ 515,005	$ 58,608	$ 3,021,803	($ 3,090,555)	$ 2,955,131

WPG Holdings Limited and Subsidiaries

Loans to others

Six months ended June 30, 2020

Table 1

Expressed in thousands of NTD

(Except as otherwise indicated)

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2020	Balance at June 30, 2020	Actual amount drawn down	Interest rate	Nature of loan (Note 8)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
1	Apache Korea Corp.	WPG Korea Co., Ltd.	Other receivables - related parties	Y	$ 49,354	$ 49,354	$ 49,354	3.50	2	$ -	Operations	$ -	None	-	$ 72,919	$ 72,919	Note 1
2	Genuine C&C (IndoChina) Pte Ltd.	World Peace International (South Asia) Pte Ltd.	Other receivables - related parties	Y	59,260	59,260	59,260	1.53	2	-	Operations	-	None	-	78,989	78,989	Note 3
3	GENUINE C&C HOLDING INC. (Seychelles)	Peng Yu International Limited	Other receivables - related parties	Y	118,520	118,520	118,520	3.50~3.90	2	-	Operations	-	None	-	132,182	132,182	Note 5
4	Richpower Electronic Devices Pte., Ltd.	Yosun Singapore Pte Ltd.	Other receivables - related parties	Y	222,225	222,225	217,781	1.53~3.45	2	-	Operations	-	None	-	445,397	445,397	Note 4
5	World Peace International (South Asia) Pte Ltd.	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	1,777,800	1,777,800	-	0.00	2	-	Operations	-	None	-	6,779,221	6,779,221	Note 3
6	World Peace International Pte Ltd.	World Peace International (South Asia) Pte Ltd.	Other receivables - related parties	Y	118,520	118,520	118,520	1.53	2	-	Operations	-	None	-	2,251,189	2,251,189	Note 3
7	WPG C&C Computers And Peripheral (India) Private Limited	World Peace International (India) Pvt., Ltd.	Other receivables - related parties	Y	82,458	-	-	0.00	2	-	Operations	-	None	-	327,532	327,532	Note 3
8	WPG C&C Limited	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	237,040	237,040	237,040	2.02	2	-	Operations	-	None	-	268,200	268,200	Note 5
9	WPG India Electronics Pvt Ltd.	World Peace International (India) Pvt., Ltd.	Other receivables - related parties	Y	39,266	39,266	-	0.00	2	-	Operations	-	None	-	160,157	160,157	Note 3
10	WPG South Asia Pte. Ltd.	WPG Korea Co., Ltd.	Other receivables - related parties	Y	592,600	444,450	177,780	3.50	2	-	Operations	-	None	-	1,396,052	1,396,052	Note 4

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2020	Balance at June 30, 2020	Actual amount drawn down	Interest rate	Nature of loan (Note 8)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
10	WPG South Asia Pte. Ltd.	World Peace International (South Asia) Pte Ltd.	Other receivables - related parties	Y	$ 444,450	$ 444,450	$ -	0.00	2	$ -	Operations	$ -	None	-	$ 1,396,052	$ 1,396,052	Note 4
10	WPG South Asia Pte. Ltd.	WPG Americas Inc.	Other receivables - related parties	Y	296,300	296,300	-	0.00	2	-	Operations	-	None	-	1,396,052	1,396,052	Note 4
11	Yosun Hong Kong Corp. Ltd.	Peng Yu International Limited	Other receivables - related parties	Y	740,750	-	-	0.00	2	-	Operations	-	None	-	4,669,225	4,669,225	Note 5
11	Yosun Hong Kong Corp. Ltd.	WPG Electronics (HK) Limited	Other receivables - related parties	Y	1,481,500	1,481,500	1,274,090	2.75~2.98	2	-	Operations	-	None	-	4,669,225	4,669,225	Note 5
11	Yosun Hong Kong Corp. Ltd.	WPG Americas Inc.	Other receivables - related parties	Y	592,600	592,600	296,300	3.64	2	-	Operations	-	None	-	4,669,225	4,669,225	Note 5
11	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	Other receivables - related parties	Y	838,200	838,200	838,200	3.84~5.03	2	-	Operations	-	None	-	4,669,225	4,669,225	Note 5
11	Yosun Hong Kong Corp. Ltd.	Richpower Electronic Devices Co., Limited	Other receivables - related parties	Y	888,900	888,900	-	0.00	2	-	Operations	-	None	-	4,669,225	4,669,225	Note 5
12	AECO Technology Co., Ltd.	World Peace Industrial Co., Ltd.	Other receivables - related parties	Y	320,000	120,000	119,000	1.30	2	-	Operations	-	None	-	409,545	409,545	Note 2
13	AECO Electronics Co., Ltd.	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	711,120	711,120	711,120	2.02~2.90	2	-	Operations	-	None	-	784,909	784,909	Note 5
14	WPG SCM Limited	Peng Yu International Limited	Other receivables - related parties	Y	592,600	296,300	296,300	1.76	2	-	Operations	-	None	-	1,075,877	1,075,877	Note 4
14	WPG SCM Limited	WPG Holdings Limited	Other receivables - related parties	Y	237,040	-	-	0.00	2	-	Operations	-	None	-	1,075,877	1,075,877	Note 4
14	WPG SCM Limited	WPG Americas Inc.	Other receivables - related parties	Y	592,600	592,600	592,600	2.36	2	-	Operations	-	None	-	1,075,877	1,075,877	Note 4

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2020	Balance at June 30, 2020	Actual amount drawn down	Interest rate	Nature of loan (Note 8)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral Item	Collateral Value	Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
15	Yosun Industrial Corp.	Richpower Electronic Devices Co., Limited	Other receivables - related parties	Y	$ 888,900	$ 888,900	$ 592,600	1.70	2	$ -	Operations	$ -	None	-	$ 3,272,632	$ 3,272,632	Note 2
16	Yosun South China Corp. Ltd.	WPG China Inc.	Other receivables - related parties	Y	62,865	62,865	62,865	2.80	2	-	Operations	-	None	-	199,584	199,584	Note 5
16	Yosun South China Corp. Ltd.	WPG China (SZ) Inc.	Other receivables - related parties	Y	117,348	104,775	104,775	2.80	2	-	Operations	-	None	-	199,584	199,584	Note 5
17	Yosun Shanghai Corp. Ltd.	WPG China Inc.	Other receivables - related parties	Y	146,685	146,685	146,685	2.80	2	-	Operations	-	None	-	352,218	352,218	Note 5
17	Yosun Shanghai Corp. Ltd.	WPG China (SZ) Inc.	Other receivables - related parties	Y	171,831	171,831	171,831	2.80	2	-	Operations	-	None	-	352,218	352,218	Note 5
18	WPG Investment Co., Ltd.	WPG Holdings Limited	Other receivables - related parties	Y	125,000	-	-	0.00	2	-	Operations	-	None	-	822,834	822,834	Note 2
19	WPG C&C Shanghai Co., Ltd.	Trigolduo (Shanghai) Industrial Development Ltd.	Other receivables - related parties	Y	26,110	26,110	21,919	4.60	2	-	Operations	-	None	-	128,977	322,442	Note 5
19	WPG C&C Shanghai Co., Ltd.	Trigold Tongle (Shanghai) Industrial Development Ltd.	Other receivables - related parties	Y	12,573	12,573	7,334	4.60	2	-	Operations	-	None	-	128,977	322,442	Note 5
20	WPI International (Hong Kong) Limited	WPG Korea Co., Ltd.	Other receivables - related parties	Y	592,600	296,300	59,260	3.50	2	-	Operations	-	None	-	19,220,045	19,220,045	Note 5
20	WPI International (Hong Kong) Limited	WPG Electronics (HK) Limited	Other receivables - related parties	Y	592,600	592,600	-	0.00	2	-	Operations	-	None	-	19,220,045	19,220,045	Note 5
20	WPI International (Hong Kong) Limited	Peng Yu International Limited	Other receivables - related parties	Y	414,820	414,820	-	0.00	2	-	Operations	-	None	-	19,220,045	19,220,045	Note 5
21	World Peace Industrial Co., Ltd.	Longview Technology Inc.	Other receivables - related parties	Y	842,600	546,300	33,900	1.95	2	-	Operations	-	None	-	7,452,027	9,936,035	Note 6

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2020	Balance at June 30, 2020	Actual amount drawn down	Interest rate	Nature of loan (Note 8)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
21	World Peace Industrial Co., Ltd.	Long-Think International Co., Ltd.	Other receivables - related parties	Y	$ 44,445	$ 44,445	$ -	0.00	2	$ -	Operations	$ -	None	-	$ 7,452,027	$ 9,936,035	Note 6
21	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	2,814,850	2,814,850	1,925,950	3.20	2	-	Operations	-	None	-	7,452,027	9,936,035	Note 6
22	Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	Other receivables - related parties	Y	200,000	200,000	200,000	1.37	2	-	Operations	-	None	-	224,054	224,054	Note 2
23	Silicon Application corp.	WPG Electronics (HK) Limited	Other receivables - related parties	Y	2,074,100	2,074,100	2,074,100	2.85~3.20	2	-	Operations	-	None	-	2,914,972	2,914,972	Note 2
24	Silicon Application (BVI) Corporation	Silicon Application Corp.	Other receivables - related parties	Y	1,185,200	1,185,200	1,185,200	1.50	2	-	Operations	-	None	-	1,277,518	3,193,795	Note 5
24	Silicon Application (BVI) Corporation	Peng Yu International Limited	Other receivables - related parties	Y	118,520	118,520	118,520	3.20	2	-	Operations	-	None	-	3,193,795	3,193,795	Note 5
25	Silicon Application Company Limited	Silicon Application Corp.	Other receivables - related parties	Y	681,490	681,490	681,490	1.70	2	-	Operations	-	None	-	719,499	1,798,747	Note 5
25	Silicon Application Company Limited	Yosun Hong Kong Corp. Ltd.	Other receivables - related parties	Y	592,600	592,600	592,600	3.09	2	-	Operations	-	None	-	1,798,747	1,798,747	Note 5
25	Silicon Application Company Limited	WPG China Inc.	Other receivables - related parties	Y	296,300	-	-	0.00	2	-	Operations	-	None	-	1,798,747	1,798,747	Note 5
25	Silicon Application Company Limited	Peng Yu International Limited	Other receivables - related parties	Y	177,780	-	-	0.00	2	-	Operations	-	None	-	1,798,747	1,798,747	Note 5
25	Silicon Application Company Limited	WPG Electronics (HK) Limited	Other receivables - related parties	Y	474,080	474,080	474,080	2.85~3.20	2	-	Operations	-	None	-	1,798,747	1,798,747	Note 5
26	Sertek Limited	Yosun Hong Kong Corp. Ltd.	Other receivables - related parties	Y	432,598	432,598	432,598	2.20	2	-	Operations	-	None	-	442,668	442,668	Note 5

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2020	Balance at June 30, 2020	Actual amount drawn down	Interest rate	Nature of loan (Note 8)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
27	Sertek Incorporated	Richpower Electronic Devices Co., Ltd	Other receivables - related parties	Y	$ 296,300	$ 296,300	$ 296,300	3.25	2	$ -	Operations	$ -	None	-	$ 580,567	$ 580,567	Note 2
28	Frontek Technology Corporation	Apache Communication Inc.	Other receivables - related parties	Y	296,300	296,300	296,300	1.44	2	-	Operations	-	None	-	530,213	848,341	Note 7
29	Genuine C&C Inc.	Hoban Inc.	Other receivables - related parties	Y	50,000	50,000	-	0.00	2	-	Operations	-	None	-	434,790	434,790	Note 2
29	Genuine C&C Inc.	Peng Yu International Limited	Other receivables - related parties	Y	300,000	-	-	0.00	2	-	Operations	-	None	-	434,790	434,790	Note 2
30	Richpower Electronic Devices Co., Limited	Silicon Application Corp.	Other receivables - related parties	Y	592,600	592,600	592,600	3.09	2	-	Operations	-	None	-	954,237	2,385,592	Note 5
30	Richpower Electronic Devices Co., Limited	Yosun Hong Kong Corp. Ltd.	Other receivables - related parties	Y	592,600	592,600	-	0.00	2	-	Operations	-	None	-	2,385,592	2,385,592	Note 5
31	Long-Think International (Hong Kong) Limited	WPI International (Hong Kong) Limited	Other receivables - related parties	Y	444,450	414,820	414,820	2.02	2	-	Operations	-	None	-	537,667	537,667	Note 5
32	Long-Think International Co., Ltd.	World Peace Industrial Co., Ltd.	Other receivables - related parties	Y	18,000	18,000	18,000	1.52	2	-	Operations	-	None	-	19,325	19,325	Note 2
33	Peng Yu (Shanghai) Digital Technology Co., Ltd.	Trigolduo (Shanghai) Industrial Development Ltd.	Other receivables - related parties	Y	33,528	12,573	12,573	4.60	2	-	Operations	-	None	-	103,876	259,689	Note 5
33	Peng Yu (Shanghai) Digital Technology Co., Ltd.	WPG C&C Shanghai Co., Ltd.	Other receivables - related parties	Y	129,921	129,921	129,921	4.60	2	-	Operations	-	None	-	259,689	259,689	Note 5
34	Trigolduo (Shanghai) Industrial Development Ltd.	Trigold Tongle (Shanghai) Industrial Development Ltd.	Other receivables - related parties	Y	5,867	-	-	0.00	2	-	Operations	-	None	-	2,186	2,186	Note 2

Note 1: Accumulated financing activities and the individual limit to any company or person should not be in excess of 100% of creditors' net assets.

Note 2: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, financing activities to a single company should not be in excess of 40% of creditor's net assts.

Note 3: (1) For those borrowers which are not 100% held investee company, the individual limit amount and the accumulated financing activities to those borrowers should not be in excess of 40% of the creditor's net assets.

(2) For those borrowers which are 100% held investee company, the individual limit amount and the accumulated financing activities to those borrowers should not be in excess of 200% of the creditor's net assets.

(3) The total limit of (1) and (2) should not exceed 200% of the creditor's net assets.

Note 4: Accumulated financing activities to any company or person should not be in excess of 200% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, the financing activities to an overseas company which is 100% directly or indirectly held by ultimate parent company or to ultimate parent company should not be in excess of 200% of creditor's net assets. For borrower not fulfilling said criteria, the limit should not exceed 40% of the creditor's net assets.

Note 5: Accumulated financing activities to any company or person should not be in excess of 100% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, the financing activities to an overseas company or ultimate parent company which is 100% directly or indirectly held by ultimate parent company should not be in excess of 100% of creditor's net assets. For borrower not fulfilling said criteria, the limit should not exceed 40% of the creditor's net assets.

Note 6: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, financing activities to a single company should not be in excess of 30% of creditor's assets.

Note 7: Accumulated financing activities to any company or person should not be in excess of 40% of creditor's net assets. Limit on loans to a single company is as follows:

(1) For business transaction to the creditor, the individual limit should not exceed the amount of business transactions; the amount of business transactions means the higher between sales and purchases.

(2) For short-term financing, financing activities to a single company should not be in excess of 25% of creditor's net assts.

Note 8: The column of 'Nature of loan' shall fill in 1. 'Business transaction or 2. 'Short-term financing'.

WPG Holdings Limited and Subsidiaries

Provision of endorsements and guarantees to others

Six months ended June 30, 2020

Table 2

Expressed in thousands of NTD

(Except as otherwise indicated)

Number	Endorser/ guarantor	Party being endorsed/guaranteed: Company name	Party being endorsed/guaranteed: Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of June 30, 2020	Outstanding endorsement/ guarantee amount at June 30, 2020	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	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
0	WPG Holdings Limited	World Peace Industrial Co., Ltd.	Note 1	$ 31,323,143	$ 153,510	$ 88,151	$ 88,151	$ 88,151	0.14	$ 31,323,143	Y	N	N	Notes 4 and 5
1	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	Note 1	12,420,044	1,674,095	1,462,241	642,046	-	5.89	19,872,071	N	N	N	Note 6
1	World Peace Industrial Co., Ltd.	Vitec WPG Limited	Note 3	12,420,044	66,667	66,667	66,667	-	0.27	19,872,071	N	N	N	Note 6
1	World Peace Industrial Co., Ltd.	World Peace International (South Asia) Pte Ltd.	Note 1	12,420,044	651,860	651,860	651,860	-	2.62	19,872,071	N	N	N	Note 6
2	World Peace International Pte Ltd.	WPG Americas Inc.	Note 3	7,382,932	177,780	162,965	8,401	-	4.41	7,382,932	N	N	N	Note 7
2	World Peace International Pte Ltd.	WPG C&C Computers And Peripheral (India) Private Ltd.	Note 1	7,382,932	130,372	130,372	-	-	3.53	7,382,932	N	N	N	Note 7
2	World Peace International Pte Ltd.	World Peace International (South Asia) Pte Ltd.	Note 1	7,382,932	296,300	296,300	-	-	8.03	7,382,932	N	N	N	Note 7
3	Asian Information Technology Inc.	WPG China Inc.	Note 3	2,301,767	14,815	14,815	-	-	0.26	2,877,209	N	N	Y	Note 8
3	Asian Information Technology Inc.	Frontek Technology Corporation	Note 1	2,301,767	839,180	839,180	67,139	-	14.58	2,877,209	N	N	N	Note 8
4	Apache Communication Inc.	Asian Information Technology Inc.	Note 2	480,792	160,000	160,000	-	-	13.31	600,991	N	N	N	Note 11
5	Frontek Technology Corporation	Asian Information Technology Inc.	Note 2	848,341	656,300	656,300	623,860	-	30.95	1,060,427	N	N	N	Note 11
6	Yosun Industrial Corp.	Yosun Singapore Pte Ltd.	Note 1	8,181,580	1,223,719	1,223,719	707,274	-	14.96	16,363,160	N	N	N	Note 9
6	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	Note 1	8,181,580	296,300	296,300	82,288	-	3.62	16,363,160	N	N	N	Note 9
6	Yosun Industrial Corp.	Sertek Incorporated	Note 1	8,181,580	2,370,400	2,370,400	1,035,883	-	28.97	16,363,160	N	N	N	Note 9
6	Yosun Industrial Corp.	Richpower Electronic Devices Co., Limited	Note 1	8,181,580	1,200,000	1,200,000	427,000	-	14.67	16,363,160	N	N	N	Note 9

Number	Endorser/ guarantor	Party being endorsed/guaranteed: Company name	Party being endorsed/guaranteed: Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party	Maximum outstanding endorsement/ guarantee amount as of June 30, 2020	Outstanding endorsement/ guarantee amount at June 30, 2020	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	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
7	Trigold Holdings Limited	Peng Yu (Shanghai) Digital Technology Co., Ltd.	Note 1	$ 569,729	$ 41,910	$ -	$ -	-	0.00	$ 569,729	N	N	Y	Note 10
7	Trigold Holdings Limited	Peng Yu International Limited	Note 1	569,729	59,260	59,260	59,260	-	5.20	569,729	N	N	N	Note 10
7	Trigold Holdings Limited	WPG C&C Shanghai Co., Ltd.	Note 1	569,729	125,730	125,730	125,730	-	11.03	569,729	N	N	Y	Note 10
8	Pernas Electronics Co., Ltd.	Silicon Application corp.	Note 2	552,677	100,000	100,000	-	-	9.05	552,677	N	N	N	Note 12

Note 1: The company and its subsidiary hold more than 50% of the investee company.

Note 2: The parent company directly owns more than 50% of the company.

Note 3: An affiliate.

Note 4: The guarantee amount should not exceed 50% of guarantor's net assets; the limit to a single company should not exceed 50% of the Company's stockholder's equity. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The limit on the Company and its subsidiaries' total loan to other companies is less than 60% of the Company's net assets; limited to a single company should not exceed 50% of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets, which is based on the latest audited or reviewed financial statements.

Note 5: There are 8,999 thousand shares of WPG Investment Co., Ltd. which have been pledged for purchases for World Peace Industrial Co., Ltd. The book value of those pledged investments is $88,151.

Note 6: The cumulative guarantee amount to others should not be in excess of 80% of guarantor's net assets. The guarantee amount to a single company should not be in excess of 50% of guarantor's net assets. For business transaction with the guarantor, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The net asset value is based on the latest audited or reviewed financial statements.

Note 7: The cumulative guarantee amount to others should not be in excess of 200% of the Company's net assets. The guarantee amount to a single company should not be in excess of 200% of Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets.

Note 8: The guarantee amount should not exceed 50% of guarantor's net assets; the limit to a single company should not exceed 40% of the Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. Net assets is based on the latest audited or reviewed financial statements. Ceiling on total endorsements/guarantees granted by the Company and subsidiaries shall be less than 50% of the Company's net assets. Ceiling on total endorsements/guarantees granted by the Company and subsidiaries to a single party is 50% of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 9: The cumulative guarantee amount to others should not be in excess of 200% of guarantor and its subsidiaries' total net assets. The guarantee amount to a single company should not be in excess of 100% of guarantor and its subsidiaries' total net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The Company's guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the ultimate parent company should not exceed 10% of the ultimate parent company's net assets. The net asset value is based on the latest audited or reviewed financial statements.

Note 10: The cumulative guarantee amount to others should not be in excess of 50% of the Company's net assets. The guarantee amount to a single company should not be in excess of 50% of Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. The Company's and its subsidiaries' cumulative guarantee amount to others should not be in excess 50% (not including 50%) of the Company's net assets. The guarantee amount to a single company should not be in excess of 50% (not including 50%) of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets. The guarantee amount to a subsidiary which is 100%directly or indirectly held by the Company should not exceed 50% (not including 50%) of the Company's net assets. The net assets value is based on the latest audit or reviewed financial statements.

Note 11: The guarantee amount should not exceed 50% of guarantor's net assets; the limit to a single company should not exceed 40% of the Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases. Net assets is based on the latest audited or reviewed financial statements. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 12: The cumulative guarantee amount to others should not be in excess of 50% of the Company's net assets; the limit to a single company should not exceed 50% of the Company's net assets. For business transaction with the Company, the guarantee amount should not exceed the amount of business transaction, which is the higher between sales and purchases.Ceiling on total endorsements/guarantees granted by the Company and subsidiaries shall be less than 50% of the Company's net assets. Ceiling on total endorsements/guarantees granted by the Company and subsidiaries to a single party is 50% of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company should not exceed 10% of the Company's net assets. The net assets referred to above are based on the latest audited or reviewed financial statements.

WPG Holdings Limited and Subsidiaries

Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

Six months ended June 30, 2020

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 June 30, 2020				Footnote
				Number of shares (in thousands)	Book value	Ownership (%)	Fair value (Note 1)	
WPG Holdings Limited	Restar Holdings Corporation	None	Financial assets at fair value through profit or loss- non-current	230	$ 131,671	1.46	$ 131,671	Note 2
WPG Holdings Limited	Tyche Partners L.P. - Funds	None	Financial assets at fair value through profit or loss- non-current	-	331,730	-	331,730	
WPG Holdings Limited	CDIB CME Fund Ltd., etc. - Equity securities	None	Financial assets at fair value through profit or loss- non-current	-	150,264	-	150,264	
Silicon Application Corp.	Kingmax Technology Inc., etc. - Equity securities	None	Financial assets at fair value through profit or loss- non-current	-	12,346	-	12,346	Note 3
World Peace Industrial Co., Ltd.	Silicon Line GmbH, Munich etc. - Equity securities	None	Financial assets at fair value through profit or loss- non-current	-	24,068	-	24,068	
AECO Technology Co., Ltd.	Hua-Jie (Taiwan) Corp. - Equity securities	None	Financial assets at fair value through profit or loss- non-current	668	6,684	3.32	6,684	
Yosun Industrial Corp.	Fortend Taiwan Scientific Corp., etc. - Equity securities	None	Financial assets at fair value through profit or loss- non-current	-	22,259	-	22,259	
Genuine C&C Inc.	Systemweb Technology - Equity securities	None	Financial assets at fair value through profit or loss- non-current	700	15,087	9.52	15,087	
Richpower Electronic Devices Co., Ltd.	Promaster Technology Co., Ltd., etc. - Equity securities	None	Financial assets at fair value through profit or loss- non-current	-	35,800	-	35,800	
WPG Investment Co., Ltd.	DIGITIMES Inc. etc. - Equity securities	None	Financial assets at fair value through profit or loss- non-current, etc.	-	192,834	-	192,834	
Silicon Application (BVI) Corp.	Actiontec Electronics Inc. etc. - Equity securities	None	Financial assets at fair value through profit or loss- non-current	-	6,464	-	6,464	

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of June 30, 2020				Footnote
				Number of shares (in thousands)	Book value	Ownership (%)	Fair value (Note 1)	
Asian Information Technology Inc.	MCUBE. Inc. - Equity securities	None	Financial assets at fair value through profit or loss- non-current	-	$ -	-	$ -	
Win-Win Systems Ltd.	Silicon Electronics Company(s) Pte. Ltd. - Equity securities	None	Financial assets at fair value through profit or loss- non-current	180	-	-	-	
WPG South Asia Pte. Ltd.	ViMOS Technologies GmBH - Equity securities	None	Financial assets at fair value through profit or loss- non-current	20	640	9	640	
WPG China Inc.	CECI Technology Co. Ltd. etc. - Equity securities	None	Financial assets at fair value through profit or loss- non-current	-	550,328	-	550,328	

Note 1: Fill in the amount after adjusted at fair value and deducted by accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortized cost deducted by accumulated impairment for the marketable securities not measured at fair value.

Note 2: The original investee company, Vitec Holdings Co., Ltd., was delisted on March 27, 2019. Vitec Holdings Co., Ltd merged with UKC Holdings whereby a new company, Restar Holdings Corporation, was established. The effective date for this merger was April 1, 2019, and the name of the held marketable securities was changed.

Note 3: There are 566 thousand shares of Kingmax Technology Inc. which have been pledged for purchases as of June 30, 2020.

WPG Holdings Limited 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

Six months ended June 30, 2020

Table 4

Expressed in thousands of NTD

(Except as otherwise indicated)

					Balance as at January 1, 2020		Addition		Disposal				Balance as at June 30, 2020	
Investor	Marketable securities	General ledger account	Counterparty	Relationship with the counterparty	No. of shares (in thousands)	Amount	No. of shares (in thousands)	Amount	No. of shares (in thousands)	Selling price	Book value	Gain (loss) on disposal	No. of shares (in thousands)	Amount
WPG Holdings Limited	WT Microelectronics Co., Ltd.	Note 1	Stock exchange market	None	-	$ -	177,110	$ 8,111,638	-	$ -	$ -	$ -	177,110	$ 8,111,638

Note 1: It is recorded as investments accounted for using the equity method.

WPG Holdings Limited and Subsidiaries

Acquisition of real estate reaching $300 million or 20% of paid-in capital or more

Six months ended June 30, 2020

Table 5

Expressed in thousands of NTD

(Except as otherwise indicated)

Real estate acquired by	Real estate acquired	Date of the event	Transaction amount	Status of payment (Note 2)	Counterparty	Relationship with the counterparty	If the counterparty is a related party, information as to the last transaction of the real estate is disclosed below: Original owner who sold the real estate to the counterparty	Relationship between the original owner and the acquirer	Date of the original transaction	Amount	Basis or reference used in setting the price	Reason for acquisition of real estate and status of the real estate	Other commitments
The Company	Office building A in Taipei City Nangang Dist. Jingmao section No. 70, No. 70-1	2016.12 (Note 1)	$ 4,533,954	$ 4,527,288	Ji Tai Development Co., Ltd.	Non-related party	-	-	-	$ -	It was appraised by Honda real estate appraising firm and China real estate appraising firm	Operation needs	None
The Company	Taipei City Nangang Dist. Jingmao section No. 70, No. 70-1	2016.12 (Note 1)	1,063,114	1,063,114	Lee	Non-related party	-	-	-	-	It was appraised by Honda real estate appraising firm and China real estate appraising firm	Operation needs	None
The Company	Taipei City Nangang Dist. Jingmao section No. 70, No. 70-1	2016.12 (Note 1)	843,765	843,765	Wang	Non-related party	-	-	-	-	It was appraised by Honda real estate appraising firm and China real estate appraising firm	Operation needs	None

Note 1: It was the date of contract.

Note 2: For the years ended December 31, 2017 and 2018, the total amount was $885,615 and $241,531, respectively, for the year ended December 31, 2019, the amount was $241,531, and for the six months ended June 30, 2020, the amount was $5,065,490.

WPG Holdings Limited and Subsidiaries
Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more
Six months ended June 30, 2020

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

			Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	Footnote
WPG Holdings Limited	World Peace Industrial Co., Ltd.	Same parent company	Sales	($ 253,328)	(54.31)	Note 5	Note 5	Note 5	$ 47,145	49.94	
World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	"	"	(1,872,213)	(3.05)	Note 3	Note 3	Note 3	466,713	1.95	
"	WPG Electronics (HK) Limited	"	"	(410,590)	(0.67)	"	"	"	305,139	1.27	
"	WPG China (SZ) Inc.	"	"	(437,795)	(0.71)	"	"	"	57,821	0.24	
"	WPG China Inc.	"	"	(245,244)	(0.40)	"	"	"	104,386	0.44	
"	WPG SCM Limited	"	"	(558,915)	(0.91)	"	"	"	93,676	0.39	
"	WPG Korea Co., Ltd.	"	"	(908,119)	(1.48)	"	"	"	139,439	0.58	
World Peace International (South Asia) Pte Ltd.	World Peace Industrial Co., Ltd.	"	"	(113,225)	(1.04)	"	"	"	17,916	0.46	
"	WPG C&C (Malaysia) Sdn. Bhd	"	"	(108,714)	(1.00)	"	"	"	21,125	0.55	
"	WPG C&C Computers And Peripheral (India) Private Limited	"	"	(271,198)	(2.50)	"	"	"	66,032	1.71	
"	WPG SCM Limited	"	"	(1,437,396)	(13.22)	"	"	"	946,007	24.48	
"	WPG PT Electrindo Jaya	Investments in the related party of the counterparty accounted for using the equity method	"	(162,651)	(1.50)	"	"	"	67,433	1.75	
WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	Same parent company	"	(2,694,170)	(3.20)	"	"	"	513,529	1.51	
"	World Peace International (South Asia) Pte Ltd.	"	"	(704,213)	(0.84)	"	"	"	95,486	0.28	
"	WPG China (SZ) Inc.	"	"	(622,313)	(0.74)	"	"	"	200,962	0.59	
"	WPG China Inc.	"	"	(531,165)	(0.63)	"	"	"	314,624	0.92	
"	WPG SCM Limited	"	"	(518,747)	(0.62)	"	"	"	98,635	0.29	
"	WPG Korea Co., Ltd.	"	"	(101,984)	(0.12)	"	"	"	54,779	0.16	
Longview Technology Inc.	World Peace Industrial Co., Ltd.	"	"	(180,478)	(70.46)	"	"	"	26,070	28.40	

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)	
Silicon Application Corp.	Pernas Electronics Co., Ltd.	Same parent company	Sales	($ 182,928)	(0.63)	30 days after monthly billings	Note 4	Note 4	$ 45,658	0.36	
"	WPG Electronics (HK) Limited	"	"	(2,146,586)	(7.38)	90 days after monthly billings	"	"	1,604,529	12.49	
"	WPG China (SZ) Inc.	"	"	(466,337)	(1.60)	"	"	"	173,907	1.35	
Pernas Electronics Co., Ltd.	Silicon Application corp.	"	"	(194,232)	(9.10)	30 days after monthly billings	"	"	39,381	4.00	
"	Everwiner Enterprise Co., Ltd.	"	"	(184,429)	(8.64)	Note 2	"	"	35,557	3.61	
Everwiner Enterprise Co., Ltd.	Silicon Application corp.	"	"	(165,645)	(8.31)	30 days after monthly billings	"	"	24,335	3.04	
"	Pernas Electronics Co., Ltd.	"	"	(694,527)	(34.82)	Note 2	"	"	185,085	23.10	
Asian Information Technology Inc.	Frontek Technology Corporation	"	"	(2,058,303)	(12.25)	"	Note 2	Note 2	1,040,181	14.01	
"	Apache Communication Inc.	"	"	(481,853)	(2.87)	"	"	"	362,035	4.88	
Henshen Electric Trading Co., Ltd.	Frontek Technology Corporation	"	"	(218,425)	(36.54)	"	"	"	30,083	20.01	
Frontek Technology Corporation	Asian Information Technology Inc.	"	"	(1,179,830)	(11.21)	"	"	"	312,791	6.29	
"	WPG Electronics (HK) Limited	"	"	(222,244)	(2.11)	"	"	"	191,333	3.85	
Apache Communication Inc.	Asian Information Technology Inc.	"	"	(364,434)	(3.34)	"	"	"	34,948	0.93	
WPG Electronics (HK) Limited	World Peace Industrial Co., Ltd.	"	"	(2,566,249)	(27.79)	Notes 3 and 5	Notes 3 and 5	Notes 3 and 5	1,752,605	31.85	
"	WPI International (Hong Kong) Limited	"	"	(1,798,380)	(19.48)	"	"	"	1,008,620	18.33	
"	Peng Yu International Limited	"	"	(1,131,860)	(12.26)	"	"	"	392,785	7.14	
WPG China (SZ) Inc.	WPG China Inc.	"	"	(501,068)	(11.27)	Note 6	Note 6	Note 6	505,925	18.89	
WPG China Inc.	WPG China (SZ) Inc.	"	"	(124,576)	(1.88)	Note 2	Note 2	Note 2	-	0.00	
WPG Americas Inc.	World Peace Industrial Co., Ltd.	"	"	(370,393)	(5.59)	Note 3	Note 3	Note 3	92,332	5.67	
WPG South Asia Pte. Ltd.	World Peace International (South Asia) Pte Ltd.	"	"	(205,958)	(28.86)	Note 5	Note 5	Note 5	-	0.00	
Yosun Industrial Corp.	WPG China (SZ) Inc.	"	"	(279,283)	(2.17)	Note 6	Note 6	Note 6	68,858	1.73	
"	WPG China Inc.	"	"	(252,362)	(1.96)	"	"	"	142,584	3.58	
"	Yosun Hong Kong Corp. Ltd.	"	"	(1,747,212)	(13.58)	Note 3	Note 3	Note 3	718,379	18.01	
"	Richpower Electronic Devices Co., Ltd.	"	"	(124,736)	(0.97)	"	"	"	43,389	1.09	
Yosun Hong Kong Corp. Ltd.	WPG China (SZ) Inc.	"	"	(173,510)	(1.16)	Note 6	Note 6	Note 6	71,724	1.51	

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)	
Yosun Hong Kong Corp. Ltd.	WPG China Inc.	Same parent company	Sales	($ 817,997)	(5.47)	Note 6	Note 6	Note 6	$ 387,562	8.15	
"	Yosun Industrial Corp.	"	"	(284,690)	(1.90)	Note 3	Note 3	Note 3	31,930	0.67	
"	Richpower Electronic Devices Co., Limited	"	"	(349,104)	(2.33)	"	"	"	18,001	0.38	
Yosun Singapore Pte Ltd.	WPG SCM Limited	"	"	(235,319)	(8.16)	"	"	"	34,221	3.02	
"	Yosun Hong Kong Corp. Ltd.	"	"	(152,254)	(5.28)	"	"	"	7,493	0.66	
Sertek Incorporated	Yosun Industrial Corp.	"	"	(241,417)	(3.39)	"	"	"	88,709	8.86	
Sertek Incorporated	Yosun Hong Kong Corp. Ltd.	"	"	(289,627)	(4.07)	"	"	"	125,175	12.50	
Richpower Electronic Devices Co., Ltd.	WPG Electronics (HK) Limited	"	"	(596,115)	(14.56)	Note 6	Note 6	Note 6	481,528	19.73	
"	Yosun Industrial Corp.	"	"	(213,706)	(5.22)	Note 3	Note 3	Note 3	155,992	6.39	
Richpower Electronic Devices Co., Limited	WPG China (SZ) Inc.	"	"	(574,360)	(7.10)	Note 6	Note 6	Note 6	45,463	1.57	
"	Yosun Industrial Corp.	"	"	(2,684,294)	(33.18)	Note 3	Note 3	Note 3	689,186	23.78	
"	Yosun Hong Kong Corp. Ltd.	"	"	(1,609,639)	(19.90)	"	"	"	462,646	15.96	
"	Richpower Electronic Devices Co., Ltd.	"	"	(141,194)	(1.75)	"	"	"	27,156	0.94	
Peng Yu International Limited	WPG Electronics (HK) Limited	"	"	(363,738)	(17.52)	"	"	"	345,755	66.90	
"	WPG C&C Shanghai Co., Ltd.	"	"	(992,929)	(47.82)	"	"	"	40,686	7.87	

Note 1: As the related party transactions of consolidated subsidiaries exceeding $100 million are voluminous, the related information disclosed here is from the sales aspect.
Note 2: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~120 days from the end of the month of sales.
Note 3: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~90 days from the end of the month of sales.
Note 4: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition.
Note 5: The income arose from the provision of administrative resources and management services, and the sales price and terms were determined by the parties.
Note 6:The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 60~120 days from the end of the month of sales.

WPG Holdings Limited and Subsidiaries

Receivables from related parties reaching $100 million or 20% of paid-in capital or more

Six months ended June 30, 2020

Table 7

Expressed in thousands of NTD
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020 (Note 1)	Turnover rate (Note 2)	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for doubtful accounts
					Amount	Action taken		
World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	Same parent company	$ 466,713	8.55	$ -	-	$ 466,713	$ -
World Peace Industrial Co., Ltd.	WPG Electronics (HK) Limited	"	305,139	3.25	8,680	-	58,524	-
World Peace Industrial Co., Ltd.	WPG China Inc.	"	104,386	4.24	-	-	39,669	-
World Peace Industrial Co., Ltd.	WPG Korea Co., Ltd.	"	139,439	13.45	-	-	139,439	-
World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	"	946,007	3.95	-	-	148,461	-
WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	"	513,529	12.41	-	-	513,529	-
WPI International (Hong Kong) Limited	WPG China (SZ) Inc.	"	200,962	5.80	-	-	101,702	-
WPI International (Hong Kong) Limited	WPG China Inc.	"	314,624	3.69	-	-	129,808	-
Silicon Application Corp.	WPG Electronics (HK) Limited	"	1,604,529	3.15	-	-	367,027	-
Silicon Application Corp.	WPG China (SZ) Inc.	"	173,907	5.68	-	-	79,443	-
Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	"	185,085	6.23	-	-	112,596	-
Asian Information Technology Inc.	Frontek Technology Corporation	"	1,040,181	4.80	-	-	242,297	-
Asian Information Technology Inc.	Apache Communication Inc.	"	362,035	4.35	-	-	-	-
Frontek Technology Corporation	Asian Information Technology Inc.	"	312,791	9.24	-	-	271,777	-
Frontek Technology Corporation	WPG Electronics (HK) Limited	"	191,333	2.58	-	-	16,478	-
WPG Electronics (HK) Limited	World Peace Industrial Co., Ltd.	"	1,752,605	5.85	-	-	195,022	-
WPG Electronics (HK) Limited	WPI International (Hong Kong) Limited	"	1,008,620	6.67	-	-	855,383	-
WPG Electronics (HK) Limited	Peng Yu International Limited	"	392,785	11.01	-	-	174,140	-
WPG China (SZ) Inc.	WPG China Inc.	"	505,925	3.96	-	-	132,806	-
Yosun Industrial Corp.	WPG China Inc.	"	142,584	3.89	-	-	58,416	-
Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	"	718,379	7.75	-	-	157,633	-
Yosun Hong Kong Corp. Ltd.	WPG China Inc.	"	387,562	5.15	-	-	175,084	-
Sertek Incorporated	Yosun Hong Kong Corp. Ltd.	"	125,175	8.20	18,488	-	18,488	-
Richpower Electronic Devices Co., Ltd.	WPG Electronics (HK) Limited	"	481,528	3.01	-	-	124,226	-
Richpower Electronic Devices Co., Ltd.	Yosun Industrial Corp.	"	155,992	5.36	-	-	12,086	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020 (Note 1)	Turnover rate (Note 2)	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for doubtful accounts
					Amount	Action taken		
Richpower Electronic Devices Co., Limited	Yosun Industrial Corp.	Same parent company	$ 689,186	15.58	-	-	$ 12,251	-
Richpower Electronic Devices Co., Limited	Yosun Hong Kong Corp. Ltd.	"	462,646	11.84	-	-	-	-
Peng Yu International Limited	WPG Electronics (HK) Limited	"	345,755	3.12	-	-	267,839	-
WPG Holdings Limited	World Peace Industrial Co., Ltd.	"	2,206,282	0.00	-	-	-	-
WPG Holdings Limited	Silicon Application Corp.	"	656,918	0.00	-	-	-	-
WPG Holdings Limited	Asian Information Technology Inc.	"	718,271	0.00	-	-	-	-
WPG Holdings Limited	Yosun Industrial Corp.	"	1,001,916	0.00	-	-	-	-
World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	"	2,131,582	0.00	-	-	141,080	-
World Peace Industrial Co., Ltd.	Longview Technology Inc.	"	109,359	0.00	-	-	91,909	-
World Peace International Pte Ltd	World Peace International (South Asia) Pte Ltd.	"	118,671	0.00	-	-	-	-
World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	"	202,566	0.00	-	-	-	-
World Peace International (South Asia) Pte Ltd.	WPG South Asia Pte. Ltd.	"	151,644	0.00	-	-	151,644	-
WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	"	125,998	0.00	-	-	61	-
WPI International (Hong Kong) Limited	WPG Electronics (HK) Limited	"	129,059	0.00	-	-	-	-
WPI International (Hong Kong) Limited	Peng Yu International Limited	"	763,668	0.00	-	-	370,043	-
WPG C&C Limited	WPI International (Hong Kong) Limited	"	240,380	0.00	-	-	-	-
Long-Think International (Hong Kong) Limited	WPI International (Hong Kong) Limited	"	418,521	0.00	-	-	-	-
AECO Technology Co., Ltd.	World Peace Industrial Co., Ltd.	"	119,030	0.00	-	-	31,000	-
AECO Electronic Co., Ltd.	WPI International (Hong Kong) Limited	"	723,776	0.00	-	-	-	-
Silicon Application Corp.	WPG Electronics (HK) Limited	"	2,084,090	0.00	-	-	-	-
Silicon Application (BVI) Corp.	Silicon Application Corp.	"	1,187,521	0.00	-	-	-	-
Silicon Application (BVI) Corp.	Peng Yu International Limited	"	120,564	0.00	-	-	-	-
Silicon Application Company Limited	Silicon Application Corp.	"	689,051	0.00	-	-	-	-
Silicon Application Company Limited	WPG Electronics (HK) Limited	"	477,226	0.00	-	-	-	-
Silicon Application Company Limited	Yosun Hong Kong Corp. Ltd.	"	601,094	0.00	-	-	-	-
Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	"	200,728	0.00	-	-	-	-

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2020 (Note 1)	Turnover rate (Note 2)	Overdue receivables		Amount collected subsequent to the balance sheet date (Note 3)	Allowance for doubtful accounts
					Amount	Action taken		
Asian Information Technology Inc.	Frontek Technology Corporation	Same parent company	$ 288,490	0.00	$ -	-	$ 11,130	$ -
Frontek Technology Corporation	Apache Communication Inc.	"	296,774	0.00	-	-	296,715	-
WPG South Asia Pte. Ltd.	WPG Korea Co., Ltd.	"	178,365	0.00	-	-	583	-
WPG SCM Limited	WPG Americas Inc.	"	593,534	0.00	-	-	653	-
WPG SCM Limited	Peng Yu International Limited	"	296,734	0.00	-	-	-	-
Yosun Industrial Corp.	Sertek Incorporated	"	272,927	0.00	-	-	5,918	-
Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd.	"	267,502	0.00	-	-	-	-
Yosun Industrial Corp.	Richpower Electronic Devices Co., Limited	"	597,009	0.00	-	-	-	-
Yosun Hong Kong Corp. Ltd.	WPG Electronics (HK) Limited	"	1,284,895	0.00	-	-	986,354	-
Yosun Hong Kong Corp. Ltd.	WPG China Inc.	"	843,401	0.00	-	-	298,397	-
Yosun Hong Kong Corp. Ltd.	WPG Americas Inc.	"	298,397	0.00	-	-	-	-
Yosun Shanghai Corp. Ltd.	WPG China (SZ) Inc.	"	173,681	0.00	-	-	-	-
Yosun Shanghai Corp. Ltd.	WPG China Inc.	"	149,882	0.00	-	-	-	-
Yosun South China Corp. Ltd.	WPG China (SZ) Inc.	"	106,812	0.00	-	-	-	-
Sertek Incorporated	Richpower Electronic Devices Co., Ltd	"	303,415	0.00	-	-	-	-
Sertek Limited	Yosun Hong Kong Corp. Ltd.	"	438,916	0.00	-	-	369,772	-
Richpower Electronic Devices Co., Limited	Silicon Application Corp.	"	601,044	0.00	-	-	-	-
Richpower Electronic Devices Pte Ltd	Yosun Singapore Pte Ltd.	"	218,025	0.00	-	-	244	-
Genuine C&C Holding Inc. (Seychelles)	Peng Yu International Limited	"	120,117	0.00	-	-	-	-
Peng Yu (Shanghai) Digital Technology Co., Ltd.	WPG C&C Shanghai Co., Ltd.	"	132,640	0.00	-	-	-	-
Peng Yu International Limited	WPG Electronics (HK) Limited	"	208,433	0.00	-	-	-	-

Note 1: Balance as at June 30, 2020 includes other receivables that exceed $100,000.
Note 2: Turnover rate of 0.00 was caused by the receivables amount recorded as other receivables, and thus the turnover rate is not applicable.
Note 3: The subsequent collections are amounts collected as of August 11, 2020.

WPG Holdings Limited and Subsidiaries
Significant inter-company transactions during the reporting period
Six months ended June 30, 2020

Table 8

Expressed in thousands of NTD
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
0	WPG Holdings Limited	World Peace Industrial Co., Ltd.	1	Sales	$ 253,328	Note 11	0.09
1	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	3	"	1,872,213	Note 5	0.67
1	World Peace Industrial Co., Ltd.	WPG Electronics (HK) Limited	3	"	410,590	Note 5	0.15
1	World Peace Industrial Co., Ltd.	WPG China (SZ) Inc.	3	"	437,795	Note 5	0.16
1	World Peace Industrial Co., Ltd.	WPG China Inc.	3	"	245,244	Note 5	0.09
1	World Peace Industrial Co., Ltd.	WPG SCM Limited	3	"	558,915	Note 5	0.20
1	World Peace Industrial Co., Ltd.	WPG Korea Co., Ltd.	3	"	908,119	Note 5	0.32
2	World Peace International (South Asia) Pte Ltd.	World Peace Industrial Co., Ltd.	3	"	113,225	Note 5	0.04
2	World Peace International (South Asia) Pte Ltd.	WPG C&C (Malaysia) Sdn. Bhd	3	"	108,714	Note 5	0.04
2	World Peace International (South Asia) Pte Ltd.	WPG C&C Computers And Peripheral (India) Private Limited	3	"	271,198	Note 5	0.10
2	World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	3	"	1,437,396	Note 5	0.51
3	WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	3	"	2,694,170	Note 5	0.96
3	WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	3	"	704,213	Note 5	0.25
3	WPI International (Hong Kong) Limited	WPG China (SZ) Inc.	3	"	622,313	Note 5	0.22
3	WPI International (Hong Kong) Limited	WPG China Inc.	3	"	531,165	Note 5	0.19
3	WPI International (Hong Kong) Limited	WPG SCM Limited	3	"	518,747	Note 5	0.18
3	WPI International (Hong Kong) Limited	WPG Korea Co., Ltd.	3	"	101,984	Note 5	0.04
5	Longview Technology Inc.	World Peace Industrial Co., Ltd.	3	"	180,478	Note 5	0.06
7	Silicon Application corp.	Pernas Electronics Co., Ltd.	3	"	182,928	Notes 9 and 11	0.07
7	Silicon Application corp.	WPG Electronics (HK) Limited	3	"	2,146,586	Notes 9 and 12	0.76
7	Silicon Application corp.	WPG China (SZ) Inc.	3	"	466,337	Notes 9 and 12	0.17
8	Pernas Electronics Co., Ltd.	Silicon Application corp.	3	"	194,232	Notes 9 and 11	0.07

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction: General ledger account	Transaction: Amount	Transaction: Transaction terms	Transaction: Percentage of consolidated total operating revenues or total assets (Note 3)
8	Pernas Electronics Co., Ltd.	Everwiner Enterprise Co., Ltd.	3	Sales	$ 184,429	Note 4	0.07
9	Everwiner Enterprise Co., Ltd.	Silicon Application corp.	3	"	165,645	Notes 9 and 11	0.06
9	Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	3	"	694,527	Note 4	0.25
10	Asian Information Technology Inc.	Frontek Technology Corporation	3	"	2,058,303	Note 4	0.73
10	Asian Information Technology Inc.	Apache Communication Inc.	3	"	481,853	Note 4	0.17
11	Henshen Electric Trading Co., Ltd.	Frontek Technology Corporation	3	"	218,425	Note 4	0.08
12	Frontek Technology Corporation	Asian Information Technology Inc.	3	"	1,179,830	Note 4	0.42
12	Frontek Technology Corporation	WPG Electronics (HK) Limited	3	"	222,244	Note 4	0.08
13	Apache Communication Inc.	Asian Information Technology Inc.	3	"	364,434	Note 4	0.13
15	WPG Electronics (HK) Limited	World Peace Industrial Co., Ltd.	3	"	2,566,249	Note 5	0.91
15	WPG Electronics (HK) Limited	WPI International (Hong Kong) Limited	3	"	1,798,380	Note 5	0.64
15	WPG Electronics (HK) Limited	Peng Yu International Limited	3	"	1,131,860	Note 5	0.40
16	WPG China (SZ) Inc.	WPG China Inc.	3	"	501,068	Note 8	0.18
17	WPG China Inc.	WPG China (SZ) Inc.	3	"	124,576	Note 4	0.04
18	WPG Americas Inc.	World Peace Industrial Co., Ltd.	3	"	370,393	Note 5	0.13
19	WPG South Asia Pte. Ltd.	World Peace International (South Asia) Pte Ltd.	3	"	205,958	Note 10	0.07
21	Yosun Industrial Corp.	WPG China (SZ) Inc.	3	"	279,283	Note 8	0.10
21	Yosun Industrial Corp.	WPG China Inc.	3	"	252,362	Note 8	0.09
21	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	3	"	1,747,212	Note 5	0.62
21	Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd.	3	"	124,736	Note 5	0.04
22	Yosun Hong Kong Corp. Ltd.	WPG China (SZ) Inc.	3	"	173,510	Note 8	0.06
22	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	3	"	817,997	Note 8	0.29
22	Yosun Hong Kong Corp. Ltd.	Yosun Industrial Corp.	3	"	284,690	Note 5	0.10
22	Yosun Hong Kong Corp. Ltd.	Richpower Electronic Devices Co., Limited	3	"	349,104	Note 5	0.12
23	Yosun Singapore Pte Ltd.	WPG SCM Limited	3	"	235,319	Note 5	0.08
23	Yosun Singapore Pte Ltd.	Yosun Hong Kong Corp. Ltd.	3	"	152,254	Note 5	0.05
24	Sertek Incorporated	Yosun Industrial Corp.	3	"	241,417	Note 5	0.09
24	Sertek Incorporated	Yosun Hong Kong Corp. Ltd.	3	"	289,627	Note 5	0.10

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction: General ledger account	Transaction: Amount	Transaction: Transaction terms	Transaction: Percentage of consolidated total operating revenues or total assets (Note 3)
25	Richpower Electronic Devices Co., Ltd.	WPG Electronics (HK) Limited	3	Sales	$ 596,115	Note 8	0.21
25	Richpower Electronic Devices Co., Ltd.	Yosun Industrial Corp.	3	"	213,706	Note 5	0.08
26	Richpower Electronic Devices Co., Limited	WPG China (SZ) Inc.	3	"	574,360	Note 8	0.20
26	Richpower Electronic Devices Co., Limited	Yosun Industrial Corp.	3	"	2,684,294	Note 5	0.96
26	Richpower Electronic Devices Co., Limited	Yosun Hong Kong Corp. Ltd.	3	"	1,609,639	Note 5	0.57
26	Richpower Electronic Devices Co., Limited	Richpower Electronic Devices Co., Ltd.	3	"	141,194	Note 5	0.05
27	Peng Yu International Limited	WPG Electronics (HK) Limited	3	"	363,738	Note 5	0.13
27	Peng Yu International Limited	WPG C&C Shanghai Co., Ltd.	3	"	992,929	Note 5	0.35
1	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	3	Accounts receivable	466,713	Note 5	0.19
1	World Peace Industrial Co., Ltd.	WPG Electronics (HK) Limited	3	"	305,139	Note 5	0.13
1	World Peace Industrial Co., Ltd.	WPG China Inc.	3	"	104,386	Note 5	0.04
1	World Peace Industrial Co., Ltd.	WPG Korea Co., Ltd.	3	"	139,439	Note 5	0.06
2	World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	3	"	946,007	Note 5	0.40
3	WPI International (Hong Kong) Limited	World Peace Industrial Co., Ltd.	3	"	513,529	Note 5	0.21
3	WPI International (Hong Kong) Limited	WPG China (SZ) Inc.	3	"	200,962	Note 5	0.08
3	WPI International (Hong Kong) Limited	WPG China Inc.	3	"	314,624	Note 5	0.13
7	Silicon Application corp.	WPG Electronics (HK) Limited	3	"	1,604,529	Notes 9 and 12	0.67
7	Silicon Application corp.	WPG China (SZ) Inc.	3	"	173,907	Notes 9 and 12	0.07
9	Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	3	"	185,085	Note 4	0.08
10	Asian Information Technology Inc.	Frontek Technology Corporation	3	"	1,040,181	Note 4	0.43
10	Asian Information Technology Inc.	Apache Communication Inc.	3	"	362,035	Note 4	0.15
12	Frontek Technology Corporation	Asian Information Technology Inc.	3	"	312,791	Note 4	0.13
12	Frontek Technology Corporation	WPG Electronics (HK) Limited	3	"	191,333	Note 4	0.08
15	WPG Electronics (HK) Limited	World Peace Industrial Co., Ltd.	3	"	1,752,605	Note 12	0.73
15	WPG Electronics (HK) Limited	WPI International (Hong Kong) Limited	3	"	1,008,620	Note 12	0.42
15	WPG Electronics (HK) Limited	Peng Yu International Limited	3	"	392,785	Note 10	0.16
16	WPG China (SZ) Inc.	WPG China Inc.	3	"	505,925	Note 10	0.21

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
21	Yosun Industrial Corp.	WPG China Inc.	3	Accounts receivable	$ 142,584	Note 8	0.06
21	Yosun Industrial Corp.	Yosun Hong Kong Corp. Ltd.	3	"	718,379	Note 5	0.30
22	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	3	"	387,562	Note 8	0.16
24	Sertek Incorporated	Yosun Hong Kong Corp. Ltd.	3	"	125,175	Note 5	0.05
25	Richpower Electronic Devices Co., Ltd.	WPG Electronics (HK) Limited	3	"	481,528	Note 8	0.20
25	Richpower Electronic Devices Co., Ltd.	Yosun Industrial Corp.	3	"	155,992	Note 5	0.07
26	Richpower Electronic Devices Co., Limited	Yosun Industrial Corp.	3	"	689,186	Note 5	0.29
26	Richpower Electronic Devices Co., Limited	Yosun Hong Kong Corp. Ltd.	3	"	462,646	Note 5	0.19
27	Peng Yu International Limited	WPG Electronics (HK) Limited	3	"	345,755	Note 5	0.14
0	WPG Holdings Limited	World Peace Industrial Co., Ltd.	1	Other receivables	2,206,282	Note 13	0.92
0	WPG Holdings Limited	Silicon Application corp.	1	"	656,918	Note 13	0.27
0	WPG Holdings Limited	Asian Information Technology Inc.	1	"	718,271	Note 13	0.30
0	WPG Holdings Limited	Yosun Industrial Corp.	1	"	1,001,916	Note 13	0.42
1	World Peace Industrial Co., Ltd.	WPI International (Hong Kong) Limited	3	"	2,131,582	Note 7	0.89
1	World Peace Industrial Co., Ltd.	Longview Technology Inc.	3		109,359	Notes 13 and 7	0.05
28	World Peace International Pte Ltd	World Peace International (South Asia) Pte Ltd.	3	"	118,671	Note 7	0.05
2	World Peace International (South Asia) Pte Ltd.	WPG SCM Limited	3	"	202,566	Note 6	0.08
2	World Peace International (South Asia) Pte Ltd.	WPG South Asia Pte. Ltd.	3	"	151,644	Note 6	0.06
3	WPI International (Hong Kong) Limited	World Peace International (South Asia) Pte Ltd.	3	"	125,998	Note 6	0.05
3	WPI International (Hong Kong) Limited	WPG Electronics (HK) Limited	3	"	129,059	Note 6	0.05
3	WPI International (Hong Kong) Limited	Peng Yu International Limited	3	"	763,668	Note 14	0.32
29	WPG C&C Limited	WPI International (Hong Kong) Limited	3	"	240,380	Note 7	0.10
6	Long-Think International (Hong Kong) Limited	WPI International (Hong Kong) Limited	3	"	418,521	Note 7	0.17
31	AECO Technology Co., Ltd.	World Peace Industrial Co., Ltd.	3	"	119,030	Note 7	0.05
32	AECO Electronics Co., Ltd.	WPI International (Hong Kong) Limited	3	"	723,776	Note 7	0.30

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction: General ledger account	Transaction: Amount	Transaction: Transaction terms	Transaction: Percentage of consolidated total operating revenues or total assets (Note 3)
7	Silicon Application corp.	WPG Electronics (HK) Limited	3	Other receivables	$ 2,084,090	Note 7	0.87
33	Silicon Application (BVI) Corp.	Silicon Application corp.	3	"	1,187,521	Note 7	0.50
33	Silicon Application (BVI) Corp.	Peng Yu International Limited	3	"	120,564	Note 7	0.05
34	Silicon Application Company Limited	Silicon Application corp.	3	"	689,051	Note 7	0.29
34	Silicon Application Company Limited	WPG Electronics (HK) Limited	3	"	477,226	Note 7	0.20
34	Silicon Application Company Limited	Yosun Hong Kong Corp. Ltd.	3	"	601,094	Note 7	0.25
9	Everwiner Enterprise Co., Ltd.	Pernas Electronics Co., Ltd.	3	"	200,728	Note 7	0.08
10	Asian Information Technology Inc.	Frontek Technology Corporation	3	"	288,490	Note 13	0.12
12	Frontek Technology Corporation	Apache Communication Inc.	3	"	296,774	Note 7	0.12
19	WPG South Asia Pte. Ltd.	WPG Korea Co., Ltd.	3	"	178,365	Note 7	0.07
39	WPG SCM Limited	WPG Americas Inc.	3	"	593,534	Note 7	0.25
39	WPG SCM Limited	Peng Yu International Limited	3	"	296,734	Note 7	0.12
21	Yosun Industrial Corp.	Sertek Incorporated	3	"	272,927	Note 13	0.11
21	Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd.	3	"	267,502	Note 13	0.11
21	Yosun Industrial Corp.	Richpower Electronic Devices Co., Limited	3	"	597,009	Note 7	0.25
22	Yosun Hong Kong Corp. Ltd.	WPG Electronics (HK) Limited	3	"	1,284,895	Note 7	0.54
22	Yosun Hong Kong Corp. Ltd.	WPG China Inc.	3	"	843,401	Note 7	0.35
22	Yosun Hong Kong Corp. Ltd.	WPG Americas Inc.	3	"	298,397	Note 7	0.12
35	Yosun Shanghai Corp. Ltd.	WPG China (SZ) Inc.	3	"	173,681	Note 7	0.07
35	Yosun Shanghai Corp. Ltd.	WPG China Inc.	3	"	149,882	Note 7	0.06
36	Yosun South China Corp. Ltd.	WPG China (SZ) Inc.	3	"	106,812	Note 7	0.04
24	Sertek Incorporated	Richpower Electronic Devices Co., Ltd.	3	"	303,415	Note 7	0.13
41	Sertek Limited	Yosun Hong Kong Corp. Ltd.	3	"	438,916	Note 7	0.18
26	Richpower Electronic Devices Co., Limited	Silicon Application corp.	3	"	601,044	Note 7	0.25
38	Richpower Electronic Devices Pte Ltd	Yosun Singapore Pte Ltd.	3	"	218,025	Note 7	0.09
37	Genuine C&C Holding Inc. (Seychelles)	Peng Yu International Limited	3	"	120,117	Note 7	0.05
40	Peng Yu (Shanghai) Digital Technology Co., Ltd.	WPG C&C Shanghai Co., Ltd.	3	"	132,640	Note 7	0.06
27	Peng Yu International Limited	WPG Electronics (HK) Limited	3	"	208,433	Note 14	0.09

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:
(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: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~120 days from the end of the month of sales.

Note 5: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 30~90 days from the end of the month of sales.

Note 6: The amount receivable pertains to receipts under custody.

Note 7: Mainly accrued financing charges.

Note 8: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition. The collection period is 60~120 days from the end of the month of sales.

Note 9: The terms and sales prices were negotiated in consideration of different factors including product, cost, market and competition.

Note 10: The collection period is 60 days from the end of the month of sales.

Note 11: The collection period is 30 days from the end of the month of sales.

Note 12: The collection period is 90 days from the end of the month of sales.

Note 13: Mainly dividends receivable.

Note 14: The amount receivable arose from payments to suppliers made on behalf of the associate.

WPG Holdings Limited and Subsidiaries

Information on investees (excluding information on investments in Mainland China)

Six months ended June 30, 2020

Table 9

Expressed in thousands of NTD

(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2020			Net profit (loss) of the investee for the six months ended June 30, 2020	Investment income (loss) recognized by the Company for the six months ended June 30, 2020 (Note 1)	Footnote
				Balance as at June 30, 2020	Balance as at December 31, 2019	Number of shares	Ownership (%)	Book value			
WPG Holdings Limited	World Peace Industrial Co., Ltd.	Taiwan	Sales of electronic components	$ 18,471,669	$ 18,471,669	1,502,700,000	100.00	$ 24,827,669	$ 1,615,109	$ 1,615,109	Note 4
WPG Holdings Limited	Silicon Application Corp.	Taiwan	Sales of computer software, hardware and electronic components	5,717,962	5,717,962	555,000,000	100.00	7,287,430	405,197	405,197	Note 4
WPG Holdings Limited	Asian Information Technology Inc.	Taiwan	Sales of electronic /electrical components	4,863,464	4,863,464	500,000,000	100.00	5,754,417	560,615	560,615	Note 4
WPG Holdings Limited	WPG Electronics Limited	Taiwan	Sales of electronic components	14,735	14,735	3,920,000	100.00	52,801	7,720	7,730	Note 4
WPG Holdings Limited	WPG International (CI) Limited	Cayman Islands	Holding company	4,583,583	4,583,583	150,282,520	100.00	5,383,157	214,427	214,427	Note 4
WPG Holdings Limited	WPG Korea Co., Ltd.	South Korea	Sales of electronic components	169,071	169,071	1,087,794	100.00	492,136	9,074	9,074	Note 4
WPG Holdings Limited	Yosun Industrial Corp.	Taiwan	Sales of electronic /electrical components	12,144,406	12,144,406	362,074,400	100.00	11,937,572	541,380	539,622	Note 4
WPG Holdings Limited	Trigold Holdings Limited	Taiwan	Investment company	707,968	707,968	48,139,319	60.50	728,403	70,882	50,018	Note 4
WPG Holdings Limited	WPG Investment Co., Ltd.	Taiwan	Investment company	2,102,997	502,997	210,000,000	100.00	2,057,084	11,806	11,806	Note 4
WPG Holdings Limited	WT Microelectronics Co., Ltd.	Taiwan	Trading company	8,111,638	-	177,110,000	22.59	9,600,733	1,405,193	314,383	Note 6
World Peace Industrial Co., Ltd.	World Peace International (BVI) Ltd.	British Virgin Islands	Holding company	1,132,162	1,132,162	34,196,393	100.00	3,810,628	89,683	-	Notes 2 and 5
World Peace Industrial Co., Ltd.	WPI Investment Holding (BVI) Company Ltd.	British Virgin Islands	Holding company	2,774,146	2,774,146	83,179,435	100.00	19,268,652	1,067,472	-	Notes 2 and 5
World Peace Industrial Co., Ltd.	Longview Technology Inc.	Taiwan	Sales of electronic components	364,290	364,290	33,900,000	100.00	551,271	43,427	-	Notes 2 and 5
World Peace Industrial Co., Ltd.	AECO Technology Co., Ltd.	Taiwan	Sales of electronic components	1,468,555	1,468,555	94,600,000	100.00	1,628,526	6,627	-	Notes 2 and 5
World Peace Industrial Co., Ltd.	Chainpower Technology Corp.	Taiwan	Sales of electronic components	66,261	66,261	9,781,452	39.00	150,140	44,100	-	Notes 2 and 3

Investor	Investee	Location	Main business activities	Initial investment amount: Balance as at June 30, 2020	Initial investment amount: Balance as at December 31, 2019	Shares held as at June 30, 2020: Number of shares	Shares held as at June 30, 2020: Ownership (%)	Shares held as at June 30, 2020: Book value	Net profit (loss) of the investee for the six months ended June 30, 2020	Investment income (loss) recognized by the Company for the six months ended June 30, 2020 (Note 1)	Footnote
Longview Technology Inc.	Longview Technology GC Limited	British Virgin Islands	Holding company	$ 335,328	$ 335,328	11,300,000	100.00	$ 537,864	$ 23,654	$ -	Notes 2 and 5
Longview Technology Inc.	Long-Think International Co., Ltd.	Taiwan	Sales of electronic /electrical components	37,302	37,302	4,000,000	100.00	49,085	2,890	-	Notes 2 and 5
AECO Technology Co., Ltd.	Teco Enterprise Holding (BVI) Co., Ltd.	British Virgin Islands	Investment company	436,280	436,280	12,610,000	100.00	785,031	7,634	-	Notes 2 and 5
Silicon Application Corp.	Win-Win Systems Ltd.	British Virgin Islands	Holding company	24,015	24,015	765,000	100.00	25,557	149	-	Notes 2 and 5
Silicon Application Corp.	Silicon Application (BVI) Corp.	British Virgin Islands	Holding company	706,402	706,402	22,000,000	100.00	3,193,795	35,378	-	Notes 2 and 5
Silicon Application Corp.	SAC Components (South Asia) Pte. Ltd.	Singapore	Sales of computer software, hardware and electronic components	104,510	104,510	3,500,000	100.00	111,339	(74)	-	Notes 2 and 5
Silicon Application Corp.	Pernas Electronics Co., Ltd.	Taiwan	Sales of electronic components	959,504	959,504	73,500,000	100.00	1,117,129	102,208	-	Notes 2 and 5
Pernas Electronics Co., Ltd.	Everwiner Enterprise Co., Ltd.	Taiwan	Sales of electronic components	343,959	343,959	28,000,000	100.00	752,397	51,552	-	Notes 2 and 5
Asian Information Technology Inc.	Henshen Electric Trading Co., Ltd.	Taiwan	Wholesale of electronic components	124,521	124,521	10,000,000	100.00	130,511	17,241	-	Notes 2 and 5
Asian Information Technology Inc.	Frontek Technology Corporation	Taiwan	Wholesale of electronic components	1,515,256	1,515,256	214,563,352	100.00	2,120,853	144,185	-	Notes 2 and 5
Asian Information Technology Inc.	Apache Communication Inc.	Taiwan	Wholesale of electronic components	180,313	180,313	107,000,000	100.00	1,201,981	89,842	-	Notes 2 and 5
Asian Information Technology Inc.	Fame Hall International Co., Ltd.	British Virgin Islands	Investment company	155,558	155,558	4,703,107	100.00	290,934	(7,225)	-	Notes 2 and 5
Asian Information Technology Inc.	Adivic Technology Co., Ltd.	Taiwan	Import and export business for electronic components	206,200	206,200	4,410,000	25.94	31,397	(2,228)	-	Notes 2 and 3
Frontek Technology Corporation	Frontek International Limited	British Virgin Islands	Investment company	101,862	101,862	2,970,000	100.00	124,359	1,100	-	Notes 2 and 5
Yosun Industrial Corp.	Suntop Investments Limited	Cayman Islands	Investment company	1,812,188	1,812,188	50,700,000	100.00	5,081,652	20,520	-	Notes 2 and 5

Investor	Investee	Location	Main business activities	Initial investment amount: Balance as at June 30, 2020	Initial investment amount: Balance as at December 31, 2019	Shares held as at June 30, 2020: Number of shares	Shares held as at June 30, 2020: Ownership (%)	Shares held as at June 30, 2020: Book value	Net profit (loss) of the investee for the six months ended June 30, 2020	Investment income (loss) recognized by the Company for the six months ended June 30, 2020 (Note 1)	Footnote
Yosun Industrial Corp.	Sertek Incorporated	Taiwan	Sales of electronic /electrical components	$ 1,616,722	$ 1,616,722	94,828,100	100.00	$ 1,746,837	$ 145,633	$ -	Notes 2 and 5
Yosun Industrial Corp.	Richpower Electronic Devices Co., Ltd.	Taiwan	Sales of electronic /electrical components	2,092,631	2,092,631	85,000,000	100.00	2,112,558	176,383	-	Notes 2 and 5
Yosun Industrial Corp.	Eesource Corp.	Taiwan	Sales of electronic /electrical components, office machinery and equipment	11,520	11,520	1,080,000	20.00	31,875	18,010	-	Notes 2 and 3
Yosun Industrial Corp.	Pan-World Control Technologies, Inc.	Taiwan	Wholesale of machinery	19,920	19,920	1,660,000	24.24	-	-	-	Notes 2 and 3
Sertek Incorporated	Sertek Limited	Hong Kong	Sales of electronic /electrical components	83,494	83,494	19,500,000	100.00	442,668	4,056	-	Notes 2 and 5
Richpower Electronic Devices Co., Ltd.	Richpower Electronic Devices Co., Limited	Hong Kong	Sales of electronic components	284,898	284,898	63,000,000	100.00	2,385,592	101,813	-	Notes 2 and 5
Richpower Electronic Devices Co., Ltd.	Richpower Electronic Devices Pte Ltd	Singapore	Sales of electronic components	1,988	1,988	10,000	100.00	222,698	2,245	-	Notes 2 and 5
Trigold Holdings Limited	Genuine C&C Inc.	Taiwan	Sales of electronic products and its peripheral equipment	1,093,697	1,093,697	79,569,450	100.00	1,086,976	51,171	-	Notes 2 and 5
Trigold Holdings Limited	Trigold (Hong Kong) Company Limited	Hong Kong	Holding company	510,981	510,981	130,200,000	100.00	591,984	39,739	-	Notes 2 and 5
WPG Investment Co., Ltd.	Trigold Holdings Limited	Taiwan	Investment company	230	230	10,000	0.01	229	70,882	-	Notes 2 and 3
WPG Investment Co., Ltd.	AutoSys Co., Ltd.	Cayman Islands	Holding company	73,000	73,000	5,000,000	16.25	74,862	(6,679)	-	Notes 2 and 3
WPG Investment Co., Ltd.	Beauteek Global Wellness Corporation Limited	Hong Kong	Community e-commerce trading platform and related services	13,663	13,663	354,400	23.08	12,250	13,080	-	Notes 2 and 3
WPG Investment Co., Ltd.	Pan-World Control Technologies, Inc.	Taiwan	Wholesale of machinery	17,800	17,800	1,565,218	22.86	-	-	-	Notes 2 and 3
WPG Investment Co., Ltd.	Eesource Corp.	Taiwan	Sales of electronic /electrical components, office machinery and equipment	11,520	11,520	1,080,000	20.00	33,298	18,010	-	Notes 2 and 3

Investor	Investee	Location	Main business activities	Initial investment amount: Balance as at June 30, 2020	Initial investment amount: Balance as at December 31, 2019	Shares held as at June 30, 2020: Number of shares	Shares held as at June 30, 2020: Ownership (%)	Shares held as at June 30, 2020: Book value	Net profit (loss) of the investee for the six months ended June 30, 2020	Investment income (loss) recognized by the Company for the six months ended June 30, 2020 (Note 1)	Footnote
WPG Investment Co., Ltd.	Sunrise Technology Co., Ltd.	Taiwan	Manufacturing of computer and its peripheral equipment	$ 50,000	$ 50,000	3,279,800	10.67	$ 44,600	$ 1,192	$ -	Notes 2 and 3
Genuine C&C Inc.	Hoban Inc.	Taiwan	An E-commerce company which operates B2C and O2O businesses	79,999	79,999	8,000,000	100.00	6,146	(4,128)	-	Notes 2 and 5
Genuine C&C Inc.	Genuine C&C Holding Inc. (Seychelles)	Seychelles	Holding company	193,870	193,870	6,500,000	100.00	132,182	2,266	-	Notes 2 and 5
Genuine C&C Inc.	Sunrise Technology Co., Ltd.	Taiwan	Manufacturing of computer and its peripheral equipment	12,636	12,636	1,682,151	5.47	3,323	1,192	-	Notes 2 and 3

Note 1: Investment income (loss) recognized by the company including realized (unrealized) gain or loss from upstream intercompany transactions and amortization of investment discount (premium).
Note 2: Investment income (loss) recognized by each subsidiary.
Note 3: An investee company accounted for under the equity method by subsidiary.
Note 4: A subsidiary.
Note 5: An indirect subsidiary.
Note 6: An investee company accounted for under the equity method by the Company.

WPG Holdings Limited and Subsidiaries

Information on investments in Mainland China

Six months ended June 30, 2020

Table 10

Expressed in thousands of NTD

(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2020	Amount remitted from Taiwan to Mainland China / Amount remitted back to Taiwan for the six months ended June 30, 2020		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020	Net income of investee for the six months ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the six monhts ended June 30, 2020 (Note 3)	Book value of investments in Mainland China as of June 30, 2020 (Note 6)	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
WPG China Inc.	Sales of electronic /electrical components	$ 1,586,071	1	$ 1,728,553	$ -	$ -	$ 1,728,553	$ 77,764	100.00	$ 77,764	$ 2,331,014	$ -	
WPG China (SZ) Inc.	Sales of computer software and electronic components	140,751	1	103,642	-	-	103,642	23,184	100.00	23,184	734,412	-	Note 4
Suzhou Xinning Bonded Warehouse Co., Ltd.	Warehousing services	34,660	1	27,802	-	-	27,802	3,107	49.00	1,522	65,382	-	
Gain Tune Logistics (Shanghai) Co., Ltd.	Warehousing services / extra work	41,910	1	14,684	-	-	14,684	(4,449)	40.00	(1,780)	24,556	-	
Suzhou Xinning Logistics Co., Ltd.	Warehousing services	62,865	1	18,215	-	-	18,215	4,272	29.40	1,256	40,487	-	
WPG C&C Shanghai Co., Ltd.	Sales of electronic products	222,696	1	257,781	-	-	257,781	41,054	100.00	24,842	195,110	-	Note 7
Long-Think International (Shanghai) Limited	Sales of electronic components	-	1	143,490	-	-	143,490	(192)	0.00	(192)	(189)	-	Note 2
Yosun Shanghai Corp. Ltd.	Sales of electronic components and warehousing services	263,261	1	228,151	-	-	228,151	3,268	100.00	3,268	352,216	-	
Yosun South China Corp. Ltd.	Sales of electronic /electrical components	134,400	1	-	-	-	-	2,215	100.00	2,215	199,583	-	

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2020	Amount remitted from Taiwan to Mainland China / Amount remitted back to Taiwan for the six months ended June 30, 2020		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020	Net income of investee for the six months ended June 30, 2020	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the six monhts ended June 30, 2020 (Note 3)	Book value of investments in Mainland China as of June 30, 2020 (Note 6)	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2020	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Qegoo Technology Co., Ltd.	Business e-commerce platform	$ 54,816	1	$ 4,751	$ -	$ -	$ 4,751	$ -	15.00	$ -	$ -	$ -	
Beauteek (Shanghai) Global Wellness Corporation Limited	Community e-commerce trading platform and related services	50,371	1	-	-	-	7,748	-	15.38	-	-	-	
Peng Yu (Shanghai) Digital Technology Co., Ltd	Sales of electronic products	94,298	1	180,721	-	-	180,721	11,655	100.00	7,053	157,138	-	
Trigolduo (Shanghai) Industrial Development Ltd.	Children's indoor amusement park	41,910	1	29,337	-	-	29,337	(17,945)	70.00	(7,601)	2,315	-	
Trigold Tongle (Shanghai) Industrial Development Ltd.	Children's indoor amusement park	6,287	1	-	-	-	-	(2,287)	70.00	(969)	(762)	-	Note 8

Note 1: Through investing in an existing company in the third area, which then invested in the investee in Mainland China, is '1'.

Note 2: Long View Technology Inc. held investments in Mainland China 100% ownership of Long-Think International Trading (Shanghai) Limited through third district transfer investment of British Virgin Islands-Long Think International (HK) Limited as of August 31, 2012. The investment had been permitted by Investment Commission. Additionally, the subsidiary was deregistered in April 2020 and is in the process of dissolution and liquidation.

Note 3: Except for WPG China Inc., WPG China (SZ) Inc. and WPG C&C Shanghai Co., Ltd., the investment income/loss for the six months ended June 30, 2020 that was recognized by the Company was based on the financial statements reviewed by international accounting firm which has cooperative relationship with accounting firm in R.O.C. The remaining investment income/loss was measured based on unreviewed financial statements of investee during the same period.

Note 4: WPG International (Hong Kong) Limited invested in WPG (SZ) Inc. in the amount of HKD 10 million, which is part of the distribution of earnings from WPG China Inc. The investment had been permitted by Investment Commission, and was excluded from the ceiling of investment amount in Mainland China.

Note 5: For paid-in capital, amount remitted from Taiwan to Mainland China/ amount remitted back to Taiwan for the six months ended June 30, 2020, accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020, book value of investments in Mainland China as of June 30, 2020, accumulated amount of investment income remitted back to Taiwan as of June 30, 2020, etc., the exchange rates used were USD 1: NTD 29.63, HKD 1: NTD 3.823 and RMB 1: NTD 4.191.

Note 6: The ending balance of investment was calculated based on combined ownership percentage held by the Company.

Note 7: The retirement of World Peace Industrial Co., Ltd.'s indirect investment in Mainland China, WPG C&C Shanghai Co., Ltd., has been approved by Investment Commission, Ministry of Economic Affairs on May 22, 2019 amounting to USD 11,650 thousand. World Peace Industrial Co., Ltd. will submit an application to Investment Commission, Ministry of Economic Affairs for deducting the accumulated amount of remittance from Taiwan to Mainland China when the consideration arising from transfer of equity interests is remitted back from the investment in the third area, WPI International (HK) Limited.

Note 8: Trigold Tongle (Shanghai) Industrial Development Ltd. is a wholly-owned subsidiary of Trigolduo (Shanghai) Industrial Development Ltd.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2020	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
WPG Holdings Limited	$ 1,963,645	$ 2,063,171	$ 37,877,299
World Peace Industrial Co., Ltd. and its subsidiaries	373,715	357,900	14,927,750
Silicon Application Corp. and its subsidiaries	12,795	18,606	4,372,458
Yosun Industrial Corp. and its subsidiares	248,448	526,347	4,908,948
WPG Investment Co., Ltd.	12,499	1,207,419	1,234,251
Trigold Holdings Limited and its subsidiaries	560,680	560,680	684,658

(1) Exchange rates as of June 30, 2020 were USD 1: NTD 29.63, HKD 1 : NTD 3.823 and RMB 1 : NTD 4.191.
(2) The ceiling of investment amount of the company is calculated based on the investor's net assets.

WPG Holdings Limited and Subsidiaries

Major shareholders information

June 30, 2020

Table 11

Name of major shareholders	Shares	
	Number of shares held	Ownership (%)
Fubon Life Assurance Co., Ltd.	126,362,000	6,72%

Description: If the company applies Taiwan Depository & Clearing Corporation for the information of the table, the following can be explained in the notes of the table.

(a) The major shareholders information was derived from the data that the Company issued common shares (including treasury shares) and preference shares in dematerialised form which were registered and held by the shareholders above 5% on the last operating date of each quarter and was calculated by the Taiwan Depository & Clearing Corporation. The share capital which was recorded in the financial statements may be different from the actual number of shares in dematerialised form due to the difference in the calculation basis.

(b) If the aforementioned data contains shares which were held in trust by the shareholders, the data is disclosed as a separate account of client which was set by the trustee. As for the shareholder who reports share equity as an insider whose shareholding ratio is greater than 10%, in accordance with the Securities and Exchange Act, the shareholding ratio includes the self-owned shares and shares held in trust, and at the same time, the shareholder has the power t decide how to allocate the trust assets. For the information on reported share equity of insider, please refer to Market Observation Post System.