

**WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT**

MARCH 31, 2024 AND 2023

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.

REPORT ON REVIEW OF FINANCIAL STATEMENTS 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 March 31, 2024 and 2023, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the three months then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of review

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

Basis for qualified conclusion

As explained in Notes 4(3)B and 6(9), the financial statements of certain insignificant consolidated subsidiaries and investments accounted for using equity method were not reviewed by independent auditors. Those statements reflect total assets (including investments accounted for using the equity method) of NT\$59,996,336 thousand and NT\$36,520,388 thousand, constituting 18% and 13% of the consolidated total assets, and total liabilities of NT\$42,562,961 thousand and NT\$12,254,231 thousand, constituting 17% and 6% of the consolidated total liabilities as at March 31, 2024 and 2023, 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\$342,837 thousand and (NT\$22,246) thousand, constituting 5% and (3%) of the consolidated total comprehensive income for the three 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 auditors as described in the Basis for qualified conclusion section above, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at March 31, 2024 and 2023, and of its consolidated financial performance and its consolidated cash flows for the three months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission.

Lin, Yi-fan

Chou, Chien-hung

For and on behalf of PricewaterhouseCoopers, Taiwan
May 9, 2024

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 such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors’ review report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.
As the 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
MARCH 31, 2024, DECEMBER 31, 2023 AND MARCH 31, 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(THE BALANCE SHEETS AS OF MARCH 31, 2024 AND 2023 ARE REVIEWED, NOT AUDITED)

| Assets | Notes | March 31, 2024 | | December 31, 2023 | | (As amended) March 31, 2023 | | (As amended) January 1, 2023 | |
|---|---------------|----------------------|------------|----------------------|------------|--------------------------------|------------|---------------------------------|------------|
| | | AMOUNT | % | AMOUNT | % | AMOUNT | % | AMOUNT | % |
| Current assets | | | | | | | | | |
| Cash and cash equivalents | 6(1) | \$ 15,680,717 | 5 | \$ 21,796,345 | 7 | \$ 15,642,091 | 5 | \$ 17,949,659 | 6 |
| Financial assets at fair value through profit or loss - current | 6(2) | 10,457 | - | 1,856 | - | 9,231 | - | 5,875 | - |
| Financial assets at amortized cost - current | 6(4) and 8 | 625,735 | - | 555,567 | - | 518,898 | - | 522,496 | - |
| Notes receivable, net | 6(5) | 2,205,050 | 1 | 2,273,589 | 1 | 1,980,134 | 1 | 2,427,415 | 1 |
| Accounts receivable, net | 6(5)(6) and 8 | 132,840,262 | 39 | 128,323,979 | 41 | 98,854,958 | 35 | 118,037,849 | 37 |
| Accounts receivable - related parties | 7(3) | 332,314 | - | 317,399 | - | 179,464 | - | 202,091 | - |
| Other receivables | 6(7) | 14,143,175 | 4 | 11,794,314 | 4 | 17,578,376 | 6 | 19,967,189 | 6 |
| Other receivables - related parties | 7(3) | 24,258 | - | 31,095 | - | 42,232 | - | 42,788 | - |
| Current income tax assets | | 51,075 | - | 81,989 | - | 208,694 | - | 34,375 | - |
| Inventory | 6(8) | 121,535,242 | 36 | 103,538,637 | 33 | 103,037,609 | 36 | 111,737,091 | 35 |
| Prepayments | | 4,086,197 | 1 | 2,648,220 | 1 | 2,982,314 | 1 | 2,687,011 | 1 |
| Other current assets | | <u>2,063,715</u> | <u>1</u> | <u>1,666,171</u> | <u>-</u> | <u>1,639,890</u> | <u>1</u> | <u>2,394,926</u> | <u>1</u> |
| Total current assets | | <u>293,598,197</u> | <u>87</u> | <u>273,029,161</u> | <u>87</u> | <u>242,673,891</u> | <u>85</u> | <u>276,008,765</u> | <u>87</u> |
| Non-current assets | | | | | | | | | |
| Financial assets at fair value through profit or loss - non-current | 6(2) | 3,313,221 | 1 | 3,343,573 | 1 | 1,759,545 | 1 | 1,724,617 | 1 |
| Financial assets at fair value through other comprehensive income - non-current | 6(3) | 3,664,678 | 1 | 3,434,477 | 1 | 3,520,059 | 1 | 3,341,083 | 1 |
| Investments accounted for under equity method | 6(9) | 14,837,947 | 4 | 11,923,531 | 4 | 13,569,180 | 5 | 12,617,898 | 4 |
| Property, plant and equipment | 6(10) and 8 | 11,967,070 | 4 | 11,978,731 | 4 | 11,885,496 | 4 | 11,970,875 | 4 |
| Right-of-use assets | 6(11) | 2,610,753 | 1 | 2,446,912 | 1 | 2,564,688 | 1 | 2,686,605 | 1 |
| Investment property - net | 6(12) and 8 | 1,518,397 | - | 1,514,843 | - | 1,562,372 | 1 | 1,566,675 | - |
| Intangible assets | 6(13) | 5,463,320 | 2 | 5,481,907 | 2 | 5,312,447 | 2 | 5,180,570 | 2 |
| Deferred income tax assets | | 919,770 | - | 876,842 | - | 726,122 | - | 741,592 | - |
| Prepayments for investments | | 59,181 | - | - | - | - | - | 25,043 | - |
| Other non-current assets | 6(14) | <u>296,101</u> | <u>-</u> | <u>340,630</u> | <u>-</u> | <u>352,880</u> | <u>-</u> | <u>355,917</u> | <u>-</u> |
| Total non-current assets | | <u>44,650,438</u> | <u>13</u> | <u>41,341,446</u> | <u>13</u> | <u>41,252,789</u> | <u>15</u> | <u>40,210,875</u> | <u>13</u> |
| TOTAL ASSETS | | <u>\$338,248,635</u> | <u>100</u> | <u>\$314,370,607</u> | <u>100</u> | <u>\$283,926,680</u> | <u>100</u> | <u>\$316,219,640</u> | <u>100</u> |

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WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
MARCH 31, 2024, DECEMBER 31, 2023 AND MARCH 31, 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(THE BALANCE SHEETS AS OF MARCH 31, 2024 AND 2023 ARE REVIEWED, NOT AUDITED)

| Liabilities and Equity | Notes | March 31, 2024 | | December 31, 2023 | | (As amended) March 31, 2023 | | (As amended) January 1, 2023 | |
|--|-------------|----------------------|------------|----------------------|------------|--------------------------------|------------|---------------------------------|------------|
| | | AMOUNT | % | AMOUNT | % | AMOUNT | % | AMOUNT | % |
| Current liabilities | | | | | | | | | |
| Short-term borrowings | 6(6)(15) | \$ 91,885,652 | 27 | \$ 82,601,125 | 27 | \$ 69,336,396 | 24 | \$ 80,518,991 | 25 |
| Short-term notes and bills payable | 6(16) | 4,268,851 | 1 | 8,224,982 | 3 | 5,464,923 | 2 | 5,342,259 | 2 |
| Financial liabilities at fair value | 6(2) | | | | | | | | |
| through profit or loss - current | | 1,600 | - | 5,289 | - | 8,860 | - | 4,148 | - |
| Notes payable | | 48,998 | - | 18,520 | - | 34,533 | - | 15,456 | - |
| Accounts payable | | 97,434,403 | 29 | 85,867,016 | 28 | 68,409,302 | 24 | 81,177,435 | 26 |
| Accounts payable - related parties | 7(3) | 177,355 | - | 126,114 | - | 291,803 | - | 159,704 | - |
| Other payables | | 10,022,432 | 3 | 10,366,261 | 3 | 9,856,153 | 4 | 12,961,435 | 4 |
| Current income tax liabilities | | 1,584,807 | 1 | 1,343,635 | - | 1,340,132 | - | 1,317,492 | - |
| Lease liabilities - current | | 398,181 | - | 360,295 | - | 387,812 | - | 371,320 | - |
| Other current liabilities | 6(17)(18) | <u>22,559,045</u> | <u>7</u> | <u>16,370,357</u> | <u>5</u> | <u>13,272,393</u> | <u>5</u> | <u>15,187,581</u> | <u>5</u> |
| Total current liabilities | | <u>228,381,324</u> | <u>68</u> | <u>205,283,594</u> | <u>66</u> | <u>168,402,307</u> | <u>59</u> | <u>197,055,821</u> | <u>62</u> |
| Non-current liabilities | | | | | | | | | |
| Long-term borrowings | 6(17) | 14,006,758 | 4 | 20,369,472 | 6 | 29,226,618 | 10 | 33,532,103 | 11 |
| Deferred income tax liabilities | | 1,201,515 | - | 1,128,233 | - | 642,391 | - | 621,462 | - |
| Lease liabilities - non-current | | 2,274,530 | 1 | 2,148,857 | 1 | 2,195,068 | 1 | 2,315,509 | 1 |
| Other non-current liabilities | 6(33) | <u>871,405</u> | <u>-</u> | <u>796,487</u> | <u>-</u> | <u>802,916</u> | <u>-</u> | <u>781,442</u> | <u>-</u> |
| Total non-current liabilities | | <u>18,354,208</u> | <u>5</u> | <u>24,443,049</u> | <u>7</u> | <u>32,866,993</u> | <u>11</u> | <u>37,250,516</u> | <u>12</u> |
| Total liabilities | | <u>246,735,532</u> | <u>73</u> | <u>229,726,643</u> | <u>73</u> | <u>201,269,300</u> | <u>70</u> | <u>234,306,337</u> | <u>74</u> |
| Equity attributable to owners of parent | | | | | | | | | |
| Share capital | 1 and 6(20) | | | | | | | | |
| Common stock | | 16,790,568 | 5 | 16,790,568 | 6 | 16,790,568 | 6 | 16,790,568 | 5 |
| Preference stock | | 2,000,000 | 1 | 2,000,000 | 1 | 2,000,000 | 1 | 2,000,000 | 1 |
| Capital surplus | 6(21) | | | | | | | | |
| Capital surplus | | 28,822,943 | 9 | 28,449,804 | 9 | 28,629,073 | 10 | 28,633,916 | 9 |
| Retained earnings | 6(22) | | | | | | | | |
| Legal reserve | | 9,716,441 | 3 | 9,716,441 | 3 | 8,658,903 | 3 | 8,658,903 | 3 |
| Special reserve | | 3,477,886 | 1 | 3,477,886 | 1 | 9,926,105 | 4 | 9,926,105 | 3 |
| Unappropriated earnings | | 28,149,199 | 8 | 25,492,557 | 8 | 19,211,829 | 7 | 18,524,643 | 6 |
| Other equity interest | | | | | | | | | |
| Other equity interest | 6(23) | <u>1,518,075</u> | <u>-</u> | <u>(2,282,716)</u> | <u>(1)</u> | <u>(3,426,033)</u> | <u>(1)</u> | <u>(3,477,885)</u> | <u>(1)</u> |
| Equity attributable to owners of the parent | | <u>90,475,112</u> | <u>27</u> | <u>83,644,540</u> | <u>27</u> | <u>81,790,445</u> | <u>30</u> | <u>81,056,250</u> | <u>26</u> |
| Non-controlling interest | 4 | <u>1,037,991</u> | <u>-</u> | <u>999,424</u> | <u>-</u> | <u>866,935</u> | <u>-</u> | <u>857,053</u> | <u>-</u> |
| Total equity | | <u>91,513,103</u> | <u>27</u> | <u>84,643,964</u> | <u>27</u> | <u>82,657,380</u> | <u>30</u> | <u>81,913,303</u> | <u>26</u> |
| Significant contingent liabilities and unrecognized contract commitments | 7(3) and 9 | | | | | | | | |
| TOTAL LIABILITIES AND EQUITY | | <u>\$338,248,635</u> | <u>100</u> | <u>\$314,370,607</u> | <u>100</u> | <u>\$283,926,680</u> | <u>100</u> | <u>\$316,219,640</u> | <u>100</u> |

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

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS ENDED MARCH 31, 2024 AND 2023

(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)
(REVIEWED, NOT AUDITED)

| Items | Notes | Three months ended March 31, | | | |
|---|-----------------------|------------------------------|--------------|----------------------|--------------|
| | | 2024 | | 2023 | |
| | | Amount | % | Amount | % |
| Operating revenues | 6(24) and 7(3) | \$ 181,903,706 | 100 | \$ 144,753,604 | 100 |
| Operating costs | 6(8) and 7(3) | (175,114,511) | (96) | (139,134,376) | (96) |
| Gross profit | | <u>6,789,195</u> | <u>4</u> | <u>5,619,228</u> | <u>4</u> |
| Operating expenses | 6(29)(30) and 7(3) | | | | |
| Selling and marketing expenses | | (2,768,847) | (2) | (2,393,457) | (2) |
| General and administrative expenses | | (1,047,205) | - | (1,074,051) | (1) |
| Expected credit impairment gain (loss) | | <u>279,312</u> | <u>-</u> | (<u>210,264</u>) | <u>-</u> |
| Total operating expenses | | (<u>3,536,740</u>) | (<u>2</u>) | (<u>3,677,772</u>) | (<u>3</u>) |
| Operating profit | | <u>3,252,455</u> | <u>2</u> | <u>1,941,456</u> | <u>1</u> |
| Non-operating income and expenses | | | | | |
| Interest income | 6(25) | 94,550 | - | 64,921 | - |
| Other income | 6(26) | 87,372 | - | 146,730 | - |
| Other gains or losses | 6(27) | 441,274 | - | 149,751 | - |
| Financial costs | 6(28) | (1,763,609) | (1) | (1,574,139) | (1) |
| Share of profit of associates and joint ventures accounted for using the equity method | | <u>259,041</u> | <u>-</u> | <u>137,502</u> | <u>-</u> |
| Total non-operating income and expenses | | (<u>881,372</u>) | (<u>1</u>) | (<u>1,075,235</u>) | (<u>1</u>) |
| Income before income tax | | 2,371,083 | 1 | 866,221 | - |
| Income tax expense | 6(31) | (<u>400,129</u>) | <u>-</u> | (<u>170,612</u>) | <u>-</u> |
| Consolidated net income | | <u>\$ 1,970,954</u> | <u>1</u> | <u>\$ 695,609</u> | <u>-</u> |

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WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS ENDED MARCH 31, 2024 AND 2023

(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT EARNINGS PER SHARE DATA)
(REVIEWED, NOT AUDITED)

| Items | Notes | Three months ended March 31, | | | |
|--|-----------|------------------------------|-------------|--------------------|-------------|
| | | 2024 | | 2023 | |
| | | Amount | % | Amount | % |
| Other comprehensive income / (loss), net | | | | | |
| Components of other comprehensive income (loss) that will not be reclassified to profit or loss | | | | | |
| Gains on remeasurements of defined benefit plan | | \$ - | - | \$ 44 | - |
| Unrealized gains from investments in equity instruments measured at fair value through other comprehensive income | 6(3)(23) | 124,439 | - | 153,933 | - |
| Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method | | 380,799 | - | 929,424 | 1 |
| Income tax related to components of other comprehensive income that will not be reclassified to profit or loss | 6(31) | - | - | (9) | - |
| Other comprehensive income that will not be reclassified to profit or loss | | <u>505,238</u> | <u>-</u> | <u>1,083,392</u> | <u>1</u> |
| Components of other comprehensive income (loss) that will be reclassified to profit or loss | | | | | |
| Exchange differences on translation of foreign financial statements | | 3,673,029 | 2 | (924,020) | (1) |
| Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method | 6(23) | 369,246 | - | (113,731) | - |
| Income tax related to components of other comprehensive income that will be reclassified to profit or loss | 6(23)(31) | (31,789) | - | 5,494 | - |
| Other comprehensive income (loss) that will be reclassified to profit or loss | | <u>4,010,486</u> | <u>2</u> | <u>(1,032,257)</u> | <u>(1)</u> |
| Other comprehensive income, net | | <u>\$ 4,515,724</u> | <u>2</u> | <u>\$ 51,135</u> | <u>-</u> |
| Total comprehensive income | | <u>\$ 6,486,678</u> | <u>3</u> | <u>\$ 746,744</u> | <u>-</u> |
| Consolidated net income attributable to: | | | | | |
| Owners of the parent | | \$ 1,949,405 | 1 | \$ 684,870 | - |
| Non-controlling interest | | 21,549 | - | 10,739 | - |
| | | <u>\$ 1,970,954</u> | <u>1</u> | <u>\$ 695,609</u> | <u>-</u> |
| Comprehensive income attributable to: | | | | | |
| Owners of the parent | | \$ 6,448,111 | 4 | \$ 736,862 | 1 |
| Non-controlling interest | | 38,567 | - | 9,882 | - |
| | | <u>\$ 6,486,678</u> | <u>4</u> | <u>\$ 746,744</u> | <u>1</u> |
| Earnings per share (in dollars) | 6(32) | | | | |
| Basic earnings per share | | <u>\$</u> | <u>1.16</u> | <u>\$</u> | <u>0.41</u> |
| Diluted earnings per share | | <u>\$</u> | <u>1.16</u> | <u>\$</u> | <u>0.41</u> |

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

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
THREE MONTHS ENDED MARCH 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(REVIEWED, NOT AUDITED)

| | Notes | Equity attributable to owners of the parent | | | | | | | | | | | | |
|---|-------|---|------------------|-----------------|-------------------|-----------------|-------------------------|--|--|--------------|---------------|--------------|--------------------------|--------------|
| | | Share Capital | | | Retained Earnings | | | | Other Equity Interest | | | | Non-controlling interest | Total equity |
| | | Common stock | Preference stock | Capital surplus | Legal reserve | Special reserve | Unappropriated earnings | Exchange differences of foreign financial statements | Unrealized gains (losses) on financial assets at fair value through other comprehensive income | Others | Total | | | |
| Three months ended March 31, 2023 | | | | | | | | | | | | | | |
| Balance at January 1, 2023 | | \$ 16,790,568 | \$ 2,000,000 | \$ 28,633,916 | \$ 8,658,903 | \$ 9,926,105 | \$ 18,524,643 | (\$ 3,430,888) | (\$ 46,997) | \$ - | \$ 81,056,250 | \$ 857,053 | \$ 81,913,303 | |
| Total consolidated profit | | - | - | - | - | - | 684,870 | - | - | - | 684,870 | 10,739 | 695,609 | |
| Net other comprehensive income (loss) | 6(23) | - | - | - | - | - | 140 | (1,031,399) | 1,083,251 | - | 51,992 | (857) | 51,135 | |
| Total comprehensive income (loss) | | - | - | - | - | - | 685,010 | (1,031,399) | 1,083,251 | - | 736,862 | 9,882 | 746,744 | |
| Changes in equity of associates and joint ventures accounted for using the equity method | 6(21) | - | - | (4,843) | - | - | 2,176 | - | - | - | (2,667) | - | (2,667) | |
| Balance at March 31, 2023 | | \$ 16,790,568 | \$ 2,000,000 | \$ 28,629,073 | \$ 8,658,903 | \$ 9,926,105 | \$ 19,211,829 | (\$ 4,462,287) | \$ 1,036,254 | \$ - | \$ 81,790,445 | \$ 866,935 | \$ 82,657,380 | |
| Three months ended March 31, 2024 | | | | | | | | | | | | | | |
| Balance at January 1, 2024 | | \$ 16,790,568 | \$ 2,000,000 | \$ 28,449,804 | \$ 9,716,441 | \$ 3,477,886 | \$ 25,492,557 | (\$ 3,931,014) | \$ 1,804,781 | (\$ 156,483) | \$ 83,644,540 | \$ 999,424 | \$ 84,643,964 | |
| Total consolidated profit | | - | - | - | - | - | 1,949,405 | - | - | - | 1,949,405 | 21,549 | 1,970,954 | |
| Net other comprehensive income | 6(23) | - | - | - | - | - | 469 | 3,993,468 | 504,769 | - | 4,498,706 | 17,018 | 4,515,724 | |
| Total comprehensive income | | - | - | - | - | - | 1,949,874 | 3,993,468 | 504,769 | - | 6,448,111 | 38,567 | 6,486,678 | |
| Disposal of investments in equity instruments designated at fair value through other comprehensive income by associates | 6(23) | - | - | - | - | - | 697,446 | - | (697,446) | - | - | - | - | |
| Changes in equity of associates and joint ventures accounted for using the equity method | 6(21) | - | - | 373,139 | - | - | 9,322 | - | - | - | 382,461 | - | 382,461 | |
| Balance at March 31, 2024 | | \$ 16,790,568 | \$ 2,000,000 | \$ 28,822,943 | \$ 9,716,441 | \$ 3,477,886 | \$ 28,149,199 | \$ 62,454 | \$ 1,612,104 | (\$ 156,483) | \$ 90,475,112 | \$ 1,037,991 | \$ 91,513,103 | |

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

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
THREE MONTHS ENDED MARCH 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(REVIEWED, NOT AUDITED)

| | Notes | Three months ended March 31, | |
|--|-----------|------------------------------|----------------|
| | | 2024 | 2023 |
| <u>Cash flows from operating activities</u> | | | |
| Profit before income tax | | \$ 2,371,083 | \$ 866,221 |
| Adjustments | | | |
| Income and expenses | | | |
| Depreciation | 6(29) | 262,091 | 244,329 |
| Amortization | 6(13)(29) | 29,884 | 27,248 |
| Expected credit impairment (gain) loss | | (279,312) | 210,264 |
| Interest expense | 6(28) | 1,763,609 | 1,574,139 |
| Net gain on financial assets or liabilities at fair value | 6(27) | | |
| through profit or loss | | (180,988) | (53,110) |
| Interest income | 6(25) | (94,550) | (64,921) |
| Dividend income | 6(26) | (9,889) | (64,008) |
| Share of profit of associates and joint ventures | | | |
| accounted for using the equity method | | (259,041) | (137,502) |
| Loss on disposal of property, plant and equipment | 6(27) | 721 | 4,282 |
| Gain on lease modification | 6(27) | (155) | (1,777) |
| Gain on disposal of investment | 6(27) | (4,319) | (755) |
| 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 | | 57,241 | 3,752 |
| Notes receivable | | 68,544 | 447,279 |
| Accounts receivable | | (4,238,683) | 18,973,385 |
| Accounts receivable - related parties, net | | (14,915) | 22,627 |
| Other receivables | | (2,123,978) | 2,416,175 |
| Other receivables - related parties | | 2,018 | 556 |
| Inventories | | (17,996,605) | 8,699,340 |
| Prepayments | | (1,437,977) | (295,303) |
| Other current assets | | (17,735) | 252,129 |
| Changes in liabilities relating to operating activities | | | |
| Notes payable | | 30,478 | 19,077 |
| Accounts payable | | 11,567,387 | (12,768,133) |
| Accounts payable - related parties | | 51,241 | 132,099 |
| Other payables | | (560,657) | (3,156,734) |
| Other current liabilities | | (335,654) | (165,153) |
| Other non-current liabilities | | 1,286 | (94,606) |
| Cash outflow generated from operations | | (11,348,875) | 17,090,900 |
| Interest paid | | (1,565,168) | (1,556,975) |
| Income tax paid | | (96,351) | (217,320) |
| Interest received | | 65,887 | 37,520 |
| Dividends received | | 14,019 | 64,008 |
| Net cash (used in) provided by operating activities | | (12,930,488) | 15,418,133 |

(Continued)

WPG HOLDINGS LIMITED AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
THREE MONTHS ENDED MARCH 31, 2024 AND 2023
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)
(REVIEWED, NOT AUDITED)

| | Notes | Three months ended March 31, | |
|--|-------|------------------------------|-----------------------|
| | | 2024 | 2023 |
| <u>Cash flows from investing activities</u> | | | |
| Increase in financial assets at amortized cost | | (\$ 114,005) | (\$ 7,193) |
| Decrease in financial assets at amortized cost | | 51,362 | 9,590 |
| Acquisition of financial assets at fair value through other comprehensive income | | (105,762) | - |
| Proceeds from disposal of financial assets at fair value through profit or loss | | 250 | 20,430 |
| Proceeds from capital reduction of financial assets at fair value through profit or loss | | 3,898 | 747 |
| Acquisition of investments accounted for using the equity method | | (1,517,860) | - |
| Prepayments for investments | | (59,181) | - |
| Acquisition of property, plant and equipment and intangible assets | 6(34) | (91,796) | (94,566) |
| Proceeds from disposal of property, plant and equipment and intangible assets | | 756 | 4,487 |
| Increase in guarantee deposits paid | | (9,462) | (6,644) |
| Decrease in guarantee deposits paid | | 71,348 | 7,751 |
| Increase in other financial assets - current | | (379,809) | - |
| Decrease in other financial assets - current | | - | 502,933 |
| Decrease in other non-current assets | | 1,395 | 1,839 |
| Net cash (used in) provided by investing activities | | <u>(2,148,866)</u> | <u>439,374</u> |
| <u>Cash flows from financing activities</u> | | | |
| Principal repayment of lease liability | 6(35) | (106,279) | (99,669) |
| Increase in short-term borrowings | 6(35) | 174,332,730 | 189,522,349 |
| Decrease in short-term borrowings | 6(35) | (165,048,203) | (200,704,944) |
| Increase in long-term borrowings (including current portion of long-term liabilities) | 6(35) | 9,603,140 | 498,825 |
| Decrease in long-term borrowings (including current portion of long-term liabilities) | 6(35) | (9,441,512) | (6,554,345) |
| Increase in short-term notes and bills payable | 6(35) | 15,511,839 | 9,174,651 |
| Decrease in short-term notes and bills payable | 6(35) | (19,467,970) | (9,051,987) |
| Increase in guarantee deposits received | | 73,081 | 50,677 |
| Decrease in guarantee deposits received | | (20,071) | (5,284) |
| Net cash provided by (used in) financing activities | | <u>5,436,755</u> | <u>(17,169,727)</u> |
| Effect of exchange rate changes on cash and cash equivalents | | 3,526,971 | (995,348) |
| Net decrease in cash and cash equivalents | | (6,115,628) | (2,307,568) |
| Cash and cash equivalents at beginning of period | | 21,796,345 | 17,949,659 |
| Cash and cash equivalents at end of period | | <u>\$ 15,680,717</u> | <u>\$ 15,642,091</u> |

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

WPG HOLDINGS LIMITED AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2024 AND 2023
(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 the 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 March 31, 2024, 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 authorized for issuance by the Board of Directors on May 9, 2024.

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[®]") Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission ("FSC")

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

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

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

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

None.

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

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

| <u>New Standards, Interpretations and Amendments</u> | <u>Effective date by International Accounting Standards Board</u> |
|---|---|
| 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 |

| <u>New Standards, Interpretations and Amendments</u> | <u>Effective date by International Accounting Standards Board</u> |
|---|---|
| Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 - comparative information' | January 1, 2023 |
| IFRS 18, 'Presentation and disclosure in financial statements' | January 1, 2027 |
| Amendments to IAS 21, 'Lack of exchangeability' | January 1, 2025 |

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.

IFRS 18, 'Presentation and disclosure in financial statements'

IFRS 18, 'Presentation and disclosure in financial statements' replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2023, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

A. The consolidated financial statements of the Group have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standard 34, 'Interim financial reporting' that came into effect as endorsed by the FSC.

B. These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2023.

(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 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 judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

Basis for preparation for the current period financial statements and the 2023 consolidated financial statements is the same.

B. Subsidiaries included in the consolidated financial statements:

| <u>Name of investor</u> | <u>Name of subsidiary</u> | <u>Main business activities</u> | <u>Ownership (%)</u> | | | <u>Description</u> |
|-------------------------------|-------------------------------------|--|-----------------------|--------------------------|-----------------------|--------------------|
| | | | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> | |
| 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, hardware 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 15 and 16 |
| WPG Holdings Limited | WPG Electronics Limited | Warehousing services | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG Holdings Limited | WPG International (CI) Limited | Holding company | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| 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 15 and 16 |
| WPG Holdings Limited | Trigold Holdings Limited | Holding company | 58.86 | 58.86 | 58.86 | |
| WPG Holdings Limited | WPG EMEA B.V. | Sales of electronic / electrical components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG Holdings Limited | WPG Electronics (Hong Kong) Limited | Agent and sales of electronic / electrical components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG Holdings Limited | WPG South Asia Pte. Ltd. | Sales of electronic / electrical components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG Investment Co., Ltd. | Trigold Holdings Limited | Holding company | 1.74 | 1.74 | 1.74 | |
| WPG Investment Co., Ltd. | LaaS Holdings (Samoa) Limited | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| LaaS Holdings (Samoa) Limited | LaaS Holdings (HK) Limited | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |

| Name of investor | Name of subsidiary | Main business activities | Ownership (%) | | | Description |
|---|--|---|----------------|-------------------|----------------|-------------------|
| | | | March 31, 2024 | December 31, 2023 | March 31, 2023 | |
| LaaS Holdings (HK) Limited | LaaS (Dongguan) Supply Chain Management Limited | Intelligent warehousing enhanced services | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| World Peace Industrial Co., Ltd. | WPI International (South Asia) Pte. Ltd. | Agent and sales of electronic / electrical components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| World Peace Industrial Co., Ltd. | WPI Technology Pte. Ltd. | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| World Peace Industrial Co., Ltd. | Longview Technology Inc. | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| World Peace Industrial Co., Ltd. | AECO Technology Co., Ltd. | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| AECO Technology Co., Ltd. | Teco Enterprise Holding (BVI) Co., Ltd. | Investment company | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Teco Enterprise Holding (BVI) Co., Ltd. | AECO Electronic Co., Ltd. | Trading of electronic / electrical products | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPI International (South Asia) Pte. Ltd. | Genuine C&C (Indo China) Pte., Ltd. | Agent and sales of electronic / electrical components | 80.00 | 80.00 | 80.00 | Notes 15 and 16 |
| WPI International (South Asia) Pte. Ltd. | WPG Americans Inc. | " | 2.85 | 4.31 | 4.31 | Note 2 |
| WPI International (South Asia) Pte. Ltd. | World Peace International (South Asia) Pte. Ltd. | " | 100.00 | 100.00 | 100.00 | |
| World Peace International (South Asia) Pte Ltd. | World Peace International (India) Pvt., Ltd. | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| World Peace International (South Asia) Pte Ltd. | WPG C&C (Malaysia) Sdn. Bhd | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| 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 | Note 3, 15 and 16 |
| 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 15 and 16 |
| WPI Technology Pte. Ltd. | WPI International (Hong Kong) Limited | " | 100.00 | 100.00 | 100.00 | |
| WPI International (Hong Kong) Limited | WPG C&C Limited | Agent and sales of information products | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Longview Technology Inc. | Longview Technology GC Limited | Holding company | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |

| Name of investor | Name of subsidiary | Main business activities | Ownership (%) | | | Description |
|------------------------------------|--|--|----------------|-------------------|----------------|---------------------|
| | | | March 31, 2024 | December 31, 2023 | March 31, 2023 | |
| Longview Technology Inc. | Long-Think International Co., Ltd. | Agent and sales of electronic / electrical components | 0.00 | 0.00 | 100.00 | Notes 7 and 15 |
| Longview Technology GC Limited | Long-Think International (Hong Kong) Limited | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Silicon Application Corporation | Silicon Application (BVI) Corp. | Holding company | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Silicon Application Corporation | Win-Win Systems Ltd. | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Silicon Application Corporation | SAC Components (South Asia) Pte. Ltd. | Sales of computer software, hardware and electronic products | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Silicon Application Corporation | Pernas Electronic Co., Ltd. | Agent and sales of electronic / electrical components | 100.00 | 100.00 | 100.00 | |
| Silicon Application Corporation | Vsell Enterprise Co., Ltd. | " | 70.00 | 70.00 | 0.00 | Notes 8 and 16 |
| Silicon Application Corporation | Vsell Enterprise Co., Ltd. (Shanghai) | " | 100.00 | 100.00 | 0.00 | Notes 9 and 16 |
| Silicon Application Corporation | SAC Technology (SZ) Inc. | " | 100.00 | 100.00 | 0.00 | Notes 10, 11 and 16 |
| 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, hardware and electronic products | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG Korea Co., Ltd. | Apache Communication Inc. (B.V.I.) | Investment company | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Apache Communication Inc. (B.V.I.) | Apache Korea Corp. | Sales of electronic / electrical components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG International (CI) Limited | WPG International (Hong Kong) Limited | Holding company | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG International (CI) Limited | WPG Americas Inc. | Agent and sales of electronic / electrical components | 97.15 | 95.69 | 95.69 | Note 2 |
| WPG International (CI) Limited | WPG Cloud Service Limited | General trading | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |

| Name of investor | Name of subsidiary | Main business activities | Ownership (%) | | | Description |
|---------------------------------------|---|--|----------------|-------------------|----------------|--------------------|
| | | | March 31, 2024 | December 31, 2023 | March 31, 2023 | |
| WPG International (CI) Limited | WPG Gain Tune Ltd. | Agent and sales of electronic / electrical components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG International (Hong Kong) Limited | WPG China Inc. | " | 100.00 | 100.00 | 100.00 | |
| WPG International (Hong Kong) Limited | WPG China (SZ) Inc. | Sales of computer software, hardware 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 15 and 16 |
| WPG South Asia Pte. Ltd. | WPG (Thailand) Co., Ltd. | " | 100.00 | 100.00 | 100.00 | Notes 5, 15 and 16 |
| WPG South Asia Pte. Ltd. | WPG India Electronics Pvt. Ltd. | " | 99.99 | 99.99 | 99.99 | Notes 6, 15 and 16 |
| WPG South Asia Pte. Ltd. | WPG Electronics (Philippines) Inc. | " | 100.00 | 100.00 | 100.00 | Notes 4, 15 and 16 |
| 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 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG South Asia Pte. Ltd. | Yosun Singapore Pte Ltd. | Sales of electronic / electrical components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG Malaysia Sdn. Bhd | WPG India Electronics Pvt Ltd. | " | 0.01 | 0.01 | 0.01 | Notes 6, 15 and 16 |
| 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 15 and 16 |
| 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 15 and 16 |
| Frontek Technology Corporation | Frontek International Limited | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Fame Hall International Co., Ltd. | Restar WPG Corporation | Sales of electronic / electrical products | 48.98 | 48.98 | 100.00 | Notes 13 ~ 15 |
| Frontek International Limited | Gather Technology Incorporation Limited | Sales of electronic electrical components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |

| Name of investor | Name of subsidiary | Main business activities | Ownership (%) | | | Description |
|--|---|---|----------------|-------------------|----------------|-----------------|
| | | | March 31, 2024 | December 31, 2023 | March 31, 2023 | |
| Yosun Industrial Corp. | Sertek Incorporated | Sales of electronic electrical components | 100.00 | 100.00 | 100.00 | |
| Yosun Industrial Corp. | Suntop Investments Limited | Investment company | 100.00 | 100.00 | 100.00 | |
| 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 15 and 16 |
| Sertek Incorporated | Sertek Limited | Sales of electronic / electrical components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Suntop Investments Limited | Yosun Hong Kong Corp. Ltd. | " | 100.00 | 100.00 | 100.00 | |
| Yosun Hong Kong Corp. Ltd. | Yosun South China Corp. Ltd. | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Yosun Hong Kong Corp. Ltd. | Yosun Shanghai Corp. Ltd. | Warehouse business and sales of electronic components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Trigold Holdings Limited | Genuine C&C Inc. | Sales of computer and its peripherals | 100.00 | 100.00 | 100.00 | |
| Trigold Holding Limited | WPG Trigold (Hong Kong) Limited | Holding company | 100.00 | 100.00 | 100.00 | |
| Trigold Holding Limited | Peng Yu Trigold Limited | Sales of electronic / electrical products | 100.00 | 100.00 | 100.00 | |
| WPG Trigold (Hong Kong) Limited | Peng Yu (Shanghai) Digital Technology Co., Ltd. | " | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG Trigold (Hong Kong) Limited | WPG C&C Shanghai Co., Ltd. | " | 100.00 | 100.00 | 100.00 | |
| WPG Trigold (Hong Kong) Limited | Trigolduo (Shanghai) Industrial Development Ltd. | Children's indoor amusement park | 70.00 | 70.00 | 70.00 | Notes 15 and 16 |
| Trigolduo (Shanghai) Industrial Development Ltd. | Trigold Tongle (Shanghai) Industrial Development Ltd. | Children's indoor amusement park | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |

| Name of investor | Name of subsidiary | Main business activities | Ownership (%) | | | Description |
|---|---------------------------------------|---|----------------|-------------------|----------------|-----------------|
| | | | March 31, 2024 | December 31, 2023 | March 31, 2023 | |
| Genuine C&C, Inc. | Hoban Inc. | An E-commerce company which operates B2C and O2O businesses | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| Genuine C&C, Inc. | Genuine C&C Holding Inc. (Seychelles) | Holding company | 0.00 | 0.00 | 0.00 | Note 12 |
| Peng Yu (Shanghai) Digital Technology Co., Ltd. | Peng Yu International Limited | Sales of electronic/electrical products | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |
| WPG EMEA B.V. | WPG EMEA UK LIMITED | Sales of electronic / electrical components | 100.00 | 100.00 | 100.00 | Notes 15 and 16 |

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: The subsidiary, WPG Americas Inc., increased its capital in February 2024, and World Peace Industrial Co., Ltd. participated in the capital increase of WPG Americas Inc. through WPI International (South Asia) Pte. Ltd. and WPI International (Hong Kong) Limited not proportionately to its ownership. Accordingly, the shareholding ratio of World Peace Industrial Co., Ltd. to WPG Americas Inc. decreased by 2.85%. However, WPG International (CI) Limited's shareholding ratio to WPG Americas Inc. increased to 97.15% after the participation in the capital increase in WPG Americas Inc. Consequently, the Group's total shareholding ratio in WPG Americas Inc. was 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: 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 7: In December 2022, the subsidiary, Long-Think International Co., Ltd., was dissolved and liquidated, and the liquidation completion date was set on January 30, 2024.

- Note 8: The Board of Directors of the subsidiary, Silicon Application Corporation, resolved to acquire a 70% equity interest in Vsell Enterprise Co., Ltd., and the effective date for the transaction was set on May 1, 2023.
- Note 9: The Board of Directors of the subsidiary, Silicon Application Corporation, resolved to acquire a 100% equity interest in Vsell Enterprise Co., Ltd. (Shanghai), and the effective date for the transaction was set on May 1, 2023.
- Note 10: The Board of Directors of the subsidiary, Silicon Application Corporation, resolved to acquire a 100% equity interest in Maojie Trading (Shenzhen) Co., Ltd., and the effective date for the transaction was set on May 1, 2023.
- Note 11: The subsidiary, Maojie Trading (Shenzhen) Co., Ltd., was renamed to SAC Technology (SZ) Inc. in March 2024.
- Note 12: The subsidiary, Genuine C&C Holding Inc. (Seychelles), has completed liquidation process on March 29, 2023.
- Note 13: The subsidiary, AIT Japan Inc., increased its capital by issuing new shares in July 2023. As the subsidiary, Asian Information Technology Inc., did not subscribe to the capital increase proportionately to its equity interest, then the shareholding ratio of AIT Japan Inc. decreased to 48.98%, and lost control of AIT Japan Inc. Therefore, AIT Japan Inc. was not included in the consolidated financial statements as of and for the year ended December 31, 2023 and the period ended March 31, 2024.
- Note 14: AIT Japan Inc. was renamed to Restar WPG Corporation in January 2024.
- Note 15: The financial statements of the entity as of and for the three months ended March 31, 2023 were not reviewed by the independent auditors as the entity did not meet the definition of a significant subsidiary.
- Note 16: The financial statements of the entity as of and for the three months ended March 31, 2024 were not reviewed by independent auditors as the entity did not meet the definition of a significant subsidiary.

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

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

E. Significant restrictions: None.

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

As of March 31, 2024, December 31, 2023 and March 31, 2023, the non-controlling interest amounted to \$1,037,991, \$999,424 and \$866,935, respectively. The information on non-controlling interest and respective subsidiaries is as follows:

| Name of subsidiary | Principal place of business | Non-controlling interest | | | | | |
|---|-----------------------------|--------------------------|-----------|-------------------|-----------|----------------|-----------|
| | | March 31, 2024 | | December 31, 2023 | | March 31, 2023 | |
| | | Amount | Ownership | Amount | Ownership | Amount | Ownership |
| Trigold Holdings Limited and its subsidiaries | Taiwan | \$ 841,973 | 39.40% | \$ 820,747 | 39.40% | \$ 831,353 | 39.40% |

Summarized financial information of the subsidiaries:

(a) Balance sheets

| | Trigold Holdings Limited and its subsidiaries | | |
|---|---|---------------------|---------------------|
| | March 31, 2024 | December 31, 2023 | March 31, 2023 |
| Current assets | \$ 8,801,247 | \$ 7,363,538 | \$ 7,305,560 |
| Non-current assets | 466,367 | 340,196 | 374,530 |
| Current liabilities | (6,841,711) | (5,421,715) | (5,404,957) |
| Non-current liabilities | (308,548) | (215,143) | (174,701) |
| Total net assets | 2,117,355 | 2,066,876 | 2,100,432 |
| Less: Non-controlling interest | (19,636) | (16,242) | (9,605) |
| Equity attributable to owners of the parent company | <u>\$ 2,136,991</u> | <u>\$ 2,083,118</u> | <u>\$ 2,110,037</u> |

(b) Statements of comprehensive income

| | Trigold Holdings Limited and its subsidiaries | |
|---|---|------------------|
| | Three months ended March 31, | |
| | 2024 | 2023 |
| Revenue | \$ 5,584,534 | \$ 5,098,536 |
| Profit before tax | 20,937 | 46,802 |
| Income tax expense | (8,984) | (11,754) |
| Profit for the period | 11,953 | 35,048 |
| Other comprehensive income (loss), net of tax | 38,525 | (1,198) |
| Total comprehensive income | <u>\$ 50,478</u> | <u>\$ 33,850</u> |
| Total comprehensive loss attributable to non-controlling interest | (3,394) | (6,121) |
| Dividends paid to non-controlling interests | <u>\$ -</u> | <u>\$ -</u> |

(c) Statements of cash flows

| | <u>Trigold Holdings Limited and its subsidiaries</u> | |
|---|--|-------------------|
| | <u>Three months ended March 31,</u> | |
| | <u>2024</u> | <u>2023</u> |
| Net cash used in operating activities | (\$ 313,315) | (\$ 135,625) |
| Net cash (used in) provided by investing activities | (29,845) | 2,706 |
| Net cash provided by (used in) financing activities | 510,266 | (696,553) |
| Effect of exchange rates on cash and cash equivalents | <u>67,940</u> | <u>(23,461)</u> |
| Increase (decrease) in cash and cash equivalents | <u>235,046</u> | <u>(852,933)</u> |
| Cash and cash equivalents, beginning of period | <u>1,092,540</u> | <u>1,556,798</u> |
| Cash and cash equivalents, end of period | <u>\$ 1,327,586</u> | <u>\$ 703,865</u> |

(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. Also, 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 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. 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. 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

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>(As amended)</u> <u>March 31, 2023</u> | <u>(As amended)</u> <u>January 1, 2023</u> |
|-----------------------------|-----------------------|--------------------------|--|---|
| Petty cash and cash on hand | \$ 9,761 | \$ 9,620 | \$ 9,268 | \$ 9,245 |
| Checking accounts deposits | 1,869,363 | 3,596,932 | 3,213,182 | 3,269,467 |
| Demand deposits | 11,485,362 | 17,157,508 | 10,483,268 | 13,080,158 |
| Time deposits | <u>2,316,231</u> | <u>1,032,285</u> | <u>1,936,373</u> | <u>1,590,789</u> |
| | <u>\$ 15,680,717</u> | <u>\$ 21,796,345</u> | <u>\$ 15,642,091</u> | <u>\$ 17,949,659</u> |

- A. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.
- B. There were no cash and cash equivalents pledged to others.

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

| <u>Items</u> | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|--|-----------------------|--------------------------|-----------------------|
| Current items: | | | |
| Financial assets mandatorily measured at fair value through profit or loss | | | |
| Derivatives | \$ 8,800 | \$ 333 | \$ 7,737 |
| Valuation adjustment | <u>1,657</u> | <u>1,523</u> | <u>1,494</u> |
| | <u>\$ 10,457</u> | <u>\$ 1,856</u> | <u>\$ 9,231</u> |
| Financial liabilities held for trading | | | |
| Derivatives | <u>\$ 1,600</u> | <u>\$ 5,289</u> | <u>\$ 8,860</u> |
| Non-current items: | | | |
| Financial assets mandatorily measured at fair value through profit or loss | | | |
| Listed stocks | \$ 626,668 | \$ 638,324 | \$ 178,185 |
| Unlisted stocks | 913,994 | 913,373 | 1,466,150 |
| Preference stocks of non-public companies | <u>34,200</u> | <u>34,200</u> | <u>34,200</u> |
| | 1,574,862 | 1,585,897 | 1,678,535 |
| Valuation adjustment | <u>1,738,359</u> | <u>1,757,676</u> | <u>81,010</u> |
| | <u>\$ 3,313,221</u> | <u>\$ 3,343,573</u> | <u>\$ 1,759,545</u> |

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

| | <u>Three months ended March 31,</u> | |
|--|-------------------------------------|------------------|
| | <u>2024</u> | <u>2023</u> |
| Financial assets / liabilities mandatorily measured at fair value through profit or loss | | |
| Equity instruments | \$ 111,592 | \$ 50,988 |
| Derivatives | <u>69,396</u> | <u>2,122</u> |
| | <u>\$ 180,988</u> | <u>\$ 53,110</u> |

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

| | <u>March 31, 2024</u> | |
|------------------------------------|--|------------------------|
| | <u>Contract amount (notional principal) (Note)</u> | <u>Contract period</u> |
| Derivative financial instruments | | |
| Current items: | | |
| Forward foreign exchange contracts | | |
| - Sell | USD 3,500 | 2024.03.04~2024.04.22 |
| | RMB 86,000 | 2024.02.29~2024.05.09 |

| March 31, 2024 | | | |
|---|--|------------------------|-----------------------|
| <u>Derivative financial instruments</u> | <u>Contract amount (notional principal) (Note)</u> | <u>Contract period</u> | |
| - Buy | USD | 22,880 | 2024.02.27~2024.05.30 |
| | EUR | 4,700 | 2024.03.15~2024.04.10 |
| - Sell-SWAP | USD | 30,000 | 2024.01.02~2024.04.08 |
| Futures | \$ | 8,113 | 2024.03.29~2024.04.17 |
| December 31, 2023 | | | |
| <u>Derivative financial instruments</u> | <u>Contract amount (notional principal) (Note)</u> | <u>Contract period</u> | |
| Current items: | | | |
| Forward foreign exchange contracts | | | |
| - Sell | RMB | 51,000 | 2023.11.27~2024.02.20 |
| - Buy | USD | 23,150 | 2023.12.01~2024.02.15 |
| Futures | \$ | 3,575 | 2023.12.28~2024.01.17 |
| March 31, 2023 | | | |
| <u>Derivative financial instruments</u> | <u>Contract amount (notional principal) (Note)</u> | <u>Contract period</u> | |
| Current items: | | | |
| Forward foreign exchange contracts | | | |
| - Sell | USD | 3,100 | 2023.01.10~2023.05.30 |
| | RMB | 82,000 | 2023.01.05~2023.04.26 |
| | EUR | 200 | 2023.01.18~2023.04.12 |
| - Buy | USD | 32,575 | 2023.02.17~2023.06.27 |
| | EUR | 500 | 2023.03.08~2023.04.12 |
| - Sell-SWAP | USD | 40,000 | 2023.03.28~2023.04.06 |
| Futures | \$ | 3,190 | 2023.03.31~2023.04.19 |

Note: Amounts are 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 March 31, 2024, December 31, 2023 and March 31, 2023, the balance

of margin in the account were \$4,072, \$3,910 and \$3,530, and the amount of excess margin were \$3,714, \$3,576 and \$3,162, 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 / liabilities at fair value through profit or loss is provided in Note 12(3).

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

| <u>Items</u> | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|----------------------|-----------------------|--------------------------|-----------------------|
| Non-current items: | | | |
| Equity instruments | | | |
| Listed stocks | \$ 3,009,617 | \$ 2,903,855 | \$ 2,903,555 |
| Unlisted stocks | <u>253,050</u> | <u>253,050</u> | <u>253,050</u> |
| | 3,262,667 | 3,156,905 | 3,156,605 |
| Valuation adjustment | <u>402,011</u> | <u>277,572</u> | <u>363,454</u> |
| | <u>\$ 3,664,678</u> | <u>\$ 3,434,477</u> | <u>\$ 3,520,059</u> |

- 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 \$3,664,678, \$3,434,477 and \$3,520,059 as at March 31, 2024, December 31, 2023 and March 31, 2023, 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:

| | <u>Three months ended March 31,</u> | |
|--|-------------------------------------|-------------------|
| | <u>2024</u> | <u>2023</u> |
| <u>Financial assets at fair value through other comprehensive income</u> | | |
| Fair value change recognized in other comprehensive income (loss) | <u>\$ 124,439</u> | <u>\$ 153,933</u> |

- C. As at March 31, 2024, December 31, 2023 and March 31, 2023, 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 \$3,262,667, \$3,156,905 and \$3,156,605, 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(3).

(4) Financial assets at amortized cost

| <u>Items</u> | <u>March 31, 2024</u> | <u>December 31, 2023</u> | (As amended) <u>March 31, 2023</u> | (As amended) <u>January 1, 2023</u> |
|-----------------------|-----------------------|--------------------------|---------------------------------------|--|
| Current items: | | | | |
| Pledged time deposits | \$ 2,630 | \$ 2,801 | \$ 2,938 | \$ 2,672 |
| Time deposits | <u>623,105</u> | <u>552,766</u> | <u>515,960</u> | <u>519,824</u> |
| | <u>\$ 625,735</u> | <u>\$ 555,567</u> | <u>\$ 518,898</u> | <u>\$ 522,496</u> |

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

| | <u>Three months ended March 31,</u> | |
|-----------------|-------------------------------------|--------------------------|
| | <u>2024</u> | <u>2023 (As amended)</u> |
| Interest income | <u>\$ 7,480</u> | <u>\$ 5,932</u> |

B. The Group's certain offshore funds are restricted under the Management, Utilization, and Taxation of Repatriated Offshore Funds Act, and were reclassified as "financial assets at amortized cost-non-current" as the offshore funds cannot be used arbitrarily. However, according to IFRS Q&A amended by the competent authority on January 5, 2024, the Group reclassified the undrawn balance of deposits account for offshore funds of \$1,582,160 which applied "The Management, Utilization, and Taxation of Repatriated Offshore Funds Act" from financial assets at amortized cost-non-current to cash and cash equivalents and financial assets at amortized cost-current amounting to \$1,340,868 and \$241,292, respectively, which was retrospectively adjusted to January 1, 2023. Accordingly, the 'beginning balance of cash and cash equivalents' in the statement of cash flows for the three months ended March 31, 2023 was changed from \$16,597,342 to \$17,949,659; while the 'ending balance of cash and cash equivalents' in the statement of cash flows for the three months ended March 31, 2023 was changed from \$14,301,223 to \$15,642,091.

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

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

(5) Notes and accounts receivable

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|--|-----------------------|--------------------------|-----------------------|
| Notes receivable | \$ 2,205,050 | \$ 2,273,594 | \$ 1,980,136 |
| Less: Allowance for uncollectible accounts | <u>-</u> | <u>(5)</u> | <u>(2)</u> |
| | <u>\$ 2,205,050</u> | <u>\$ 2,273,589</u> | <u>\$ 1,980,134</u> |

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|---|-----------------------|--------------------------|-----------------------|
| Accounts receivable | \$ 133,505,842 | \$ 129,319,438 | \$ 99,702,213 |
| Less: Allowance for uncollectible accounts | (665,580) | (995,459) | (847,255) |
| | <u>\$ 132,840,262</u> | <u>\$ 128,323,979</u> | <u>\$ 98,854,958</u> |

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

| | <u>March 31, 2024</u> | | <u>December 31, 2023</u> | |
|------------------|--------------------------------|-----------------------------|--------------------------------|-----------------------------|
| | <u>Accounts receivable</u> | <u>Notes receivable</u> | <u>Accounts receivable</u> | <u>Notes receivable</u> |
| Not past due | \$125,366,228 | \$ 2,182,004 | \$114,505,547 | \$ 2,273,594 |
| One month | 6,861,020 | 23,046 | 13,025,933 | - |
| Two months | 751,389 | - | 998,517 | - |
| Three months | 67,225 | - | 42,661 | - |
| Four months | 29,169 | - | 106,115 | - |
| Over four months | 430,811 | - | 640,665 | - |
| | <u>\$133,505,842</u> | <u>\$ 2,205,050</u> | <u>\$129,319,438</u> | <u>\$ 2,273,594</u> |

| | <u>March 31, 2023</u> | |
|------------------|--------------------------------|-----------------------------|
| | <u>Accounts receivable</u> | <u>Notes receivable</u> |
| Not past due | \$ 90,700,886 | \$ 1,979,905 |
| One month | 7,940,092 | 231 |
| Two months | 273,782 | - |
| Three months | 118,142 | - |
| Four months | 90,482 | - |
| Over four months | 578,829 | - |
| | <u>\$ 99,702,213</u> | <u>\$ 1,980,136</u> |

The above ageing analysis was based on the number of months past due.

- B. As of March 31, 2024, December 31, 2023 and March 31, 2023, the Group's receivables (including notes receivable) arising from contracts with customers amounted to \$135,710,892, \$131,593,032 and \$101,682,349, respectively.
- C. The Group has no notes and accounts receivable pledged to others as collateral.
- D. As at March 31, 2024, December 31, 2023 and March 31, 2023, 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 \$2,205,050, \$2,273,589 and \$1,980,134, and accounts receivable was \$132,840,262, \$128,323,979 and \$98,854,958, respectively.
- E. Information relating to credit risk of accounts receivable and notes receivable is provided in Note 12(2).

(6) Transfer of financial assets

A. 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 March 31, 2024, December 31, 2023 and March 31, 2023, outstanding accounts receivable were as follows:

| March 31, 2024 | | | | | | |
|--|---------------------------------|---------------------|---------------------------|-----------------|----------------------------------|----------------|
| Purchaser of accounts receivable | Accounts receivable transferred | Amount derecognized | Facilities (In thousands) | Amount advanced | Interest rate of amount advanced | Pledged assets |
| Cathay United Bank | \$ 426,303 | \$ 426,303 | USD 27,000 | \$ 426,303 | 6.07%~6.31% | None |
| Mega International Commercial Bank | 622,925 | 622,925 | USD 129,500 | 109,601 | 6.36%~6.44% | Note 1 |
| CTBC Bank | 5,018,524 | 5,018,524 | USD 441,200 | 1,040,385 | 5.86%~6.6% | Note 2 |
| E. SUN Commercial Bank | 3,115,611 | 3,115,611 | USD 260,700 | 1,764,059 | 6.23%~6.66% | Note 3 |
| Taipei Fubon Commercial Bank | 981,732 | 981,732 | USD 134,000 | 551,926 | 1.87%~6.41% | Note 4 |
| Yuanta Commercial Bank | 93,784 | 93,784 | USD 24,000 | - | - | Note 5 |
| The Hong Kong and Shanghai Banking Corporation Limited | 4,058,006 | 4,058,006 | USD 382,900 | 2,655,521 | 6.18% | Note 6 |
| Standard Chartered Bank | 50,501 | 50,501 | USD 3,000 | 40,020 | 6.12% | None |
| Taishin International Bank | 3,770,639 | 3,770,639 | USD 35,000 | 2,242,969 | 1.73%~6.6% | Note 7 |
| Bank SinoPac | 1,841,972 | 1,841,972 | USD 140,000 | 1,198,892 | 1.7%~6.39% | Note 8 |
| Far Eastern International Bank | 335,384 | 335,384 | USD 19,000 | 131,903 | 6.38%~6.55% | Note 9 |
| Chang Hwa Bank | 489,485 | 489,485 | USD 85,000 | 260,578 | 6.33%~6.77% | Note 10 |
| DBS Bank | 8,741,686 | 8,741,686 | USD 632,500 | 7,342,823 | 5.9%~6.37% | Note 11 |
| Taiwan Cooperative Bank | 10,504 | 10,504 | USD 2,500 | - | - | Note 12 |
| Hang Seng Bank | 8,238,072 | 8,238,072 | USD 358,280 | 8,138,514 | 6.2%~6.56% | None |
| KGI Bank | 632,281 | 632,281 | USD 53,000 | 116,280 | 6.1%~6.4% | Note 13 |
| Bank of Taiwan | 7,423 | 7,423 | USD 13,000 | 7,423 | 6.34%~6.42% | Note 14 |
| Mizuho Bank | - | - | USD 135,000 | - | - | Note 15 |

March 31, 2024

| <u>Purchaser of accounts receivable</u> | <u>Accounts receivable transferred</u> | <u>Amount derecognized</u> | <u>Facilities (In thousands)</u> | <u>Amount advanced</u> | <u>Interest rate of amount advanced</u> | <u>Pledged assets</u> |
|---|--|--------------------------------|--------------------------------------|----------------------------|---|---------------------------|
| United Overseas Bank | \$ 75,089 | \$ 75,089 | USD 20,000 | \$ 75,089 | 6.35%~6.49% | None |

Note 1: The Group has signed commercial papers amounting to USD 129,500 thousand and \$760,000 that were pledged to others as collateral.

Note 2: The Group has signed commercial papers amounting to USD 44,420 thousand that were pledged to others as collateral.

Note 3: The Group has signed commercial papers amounting to USD 262,800 thousand that were pledged to others as collateral.

Note 4: The Group has signed commercial papers amounting to USD 500 thousand that were pledged to others as collateral.

Note 5: The Group has signed commercial papers amounting to USD 24,000 thousand that were pledged to others as collateral.

Note 6: The Group has signed commercial papers amounting to USD 371,410 thousand that were pledged to others as collateral.

Note 7: The Group has signed commercial papers amounting to USD 3,500 thousand and \$11,553,000 that were pledged to others as collateral.

Note 8: The Group has signed commercial papers amounting to USD 97,000 thousand that were pledged to others as collateral.

Note 9: The Group has signed commercial papers amounting to USD 19,000 thousand and \$400,000 that were pledged to others as collateral.

Note 10: The Group has signed commercial papers amounting to USD 85,000 thousand that were pledged to others as collateral.

Note 11: The Group has signed commercial papers amounting to USD 418,100 thousand that were pledged to others as collateral.

Note 12: The Group has signed commercial papers amounting to USD 2,500 thousand and \$10,000 that were pledged to others as collateral.

Note 13: The Group has signed commercial papers amounting to USD 4,600 thousand and \$800,000 that were pledged to others as collateral.

Note 14: The Group has signed commercial papers amounting to USD 13,000 thousand that were pledged to others as collateral.

Note 15: The Group has signed commercial papers amounting to USD 135,000 thousand that were pledged to others as collateral.

December 31, 2023

| Purchaser of accounts receivable | Accounts receivable transferred | Amount derecognized | Facilities (In thousands) | Amount advanced | Interest rate of amount advanced | Pledged assets |
|--|---------------------------------------|------------------------|------------------------------|--------------------|--|-------------------|
| Cathay United Bank | \$ 396,223 | \$ 396,223 | USD 27,000 | \$ 396,223 | 5.89%~6.31% | None |
| Mega International Commercial Bank | 810,412 | 810,412 | USD 129,500 \$ 690,000 | 433,892 | 6.45%~6.76% | Note 1 |
| CTBC Bank | 4,735,982 | 4,735,982 | USD 441,200 | 1,104,558 | 5.78%~6.6% | Note 2 |
| E. SUN Commercial Bank | 2,425,971 | 2,425,971 | USD 245,700 | 1,614,755 | 6.25%~6.66% | Note 3 |
| Taipei Fubon Commercial Bank | 1,264,141 | 1,264,141 | USD 120,000 | 1,256,936 | 5.86%~6.41% | Note 4 |
| Yuanta Commercial Bank | 114,293 | 114,293 | USD 24,000 | - | - | Note 5 |
| The Hong Kong and Shanghai Banking Corporation Limited | 5,542,043 | 5,542,043 | USD 382,900 | 4,112,370 | 6.18%~6.19% | Note 6 |
| Standard Chartered Bank | 22,919 | 22,919 | USD 3,000 | - | - | None |
| Taishin International Bank | 3,461,680 | 3,461,680 | USD 15,000 \$ 11,580,000 | 1,807,012 | 1.73%~6.68% | Note 7 |
| Bank SinoPac | 2,331,909 | 2,331,909 | USD 140,000 | 1,708,153 | 1.7%~6.52% | Note 8 |
| Far Eastern International Bank | 304,867 | 304,867 | USD 19,000 \$ 400,000 | 227,929 | 6.37%~6.55% | Note 9 |
| Chang Hwa Bank | 652,980 | 652,980 | USD 85,000 | 426,982 | 6.35%~6.78% | Note 10 |
| DBS Bank | 7,982,409 | 7,982,409 | USD 602,500 | 7,197,469 | 6%~6.42% | Note 11 |
| Taiwan Cooperative Bank | 19,174 | 19,174 | USD 2,500 \$ 10,000 | - | - | Note 12 |
| Hang Seng Bank | 6,653,743 | 6,653,743 | USD 301,280 | 6,561,249 | 6.21%~6.56% | None |
| KGI Bank | 646,961 | 646,961 | USD 53,000 \$ 800,000 | 256,310 | 6.01%~6.4% | Note 13 |
| Bank of Taiwan | 18,880 | 18,880 | USD 13,000 | 18,880 | 6.61% | Note 14 |
| Mizuho Bank | - | - | USD 80,000 | - | - | Note 15 |
| United Overseas Bank | 308,285 | 308,285 | USD 20,000 | 308,285 | 6.49%~6.54% | None |

Note 1: The Group has signed commercial papers amounting to USD 129,500 thousand and \$690,000 that were pledged to others as collateral.

Note 2: The Group has signed commercial papers amounting to USD 44,420 thousand that were pledged to others as collateral.

Note 3: The Group has signed commercial papers amounting to USD 247,800 thousand that were pledged to others as collateral.

Note 4: The Group has signed commercial papers amounting to USD 500 thousand that were pledged to others as collateral.

Note 5: The Group has signed commercial papers amounting to USD 29,000 thousand that were pledged to others as collateral.

Note 6: The Group has signed commercial papers amounting to USD 371,410 thousand that

were pledged to others as collateral.

Note 7: The Group has signed commercial papers amounting to USD 1,500 thousand and \$11,553,000 that were pledged to others as collateral.

Note 8: The Group has signed commercial papers amounting to USD 97,000 thousand that were pledged to others as collateral.

Note 9: The Group has signed commercial papers amounting to USD 19,000 thousand and \$400,000 that were pledged to others as collateral.

Note 10: The Group has signed commercial papers amounting to USD 85,000 thousand that were pledged to others as collateral.

Note 11: The Group has signed commercial papers amounting to USD 388,100 thousand that were pledged to others as collateral.

Note 12: The Group has signed commercial papers amounting to USD 2,500 thousand and \$10,000 that were pledged to others as collateral.

Note 13: The Group has signed commercial papers amounting to USD 4,600 thousand and \$800,000 that were pledged to others as collateral.

Note 14: The Group has signed commercial papers amounting to USD 13,000 thousand that were pledged to others as collateral.

Note 15: The Group has signed commercial papers amounting to USD 80,000 thousand that were pledged to others as collateral.

March 31, 2023

| Purchaser of accounts receivable | Accounts receivable transferred | Amount derecognized | Facilities (In thousands) | Amount advanced | Interest rate of amount advanced | Pledged assets |
|--|---------------------------------|---------------------|---------------------------|-----------------|----------------------------------|----------------|
| Cathay United Bank | \$ 356,401 | \$ 356,401 | USD 27,000 | \$ 356,401 | 4.15%~5.63% | None |
| Mega International Commercial Bank | 1,630,729 | 1,630,729 | USD 125,500 | 1,147,555 | 5.49%~6.13% | Note 1 |
| CTBC Bank | 5,311,854 | 5,311,854 | USD 429,200 | 2,659,634 | 3.58%~5.78% | Note 2 |
| E. SUN Commercial Bank | 2,966,711 | 2,966,711 | USD 277,000 | 1,398,084 | 4.47%~6.19% | Note 3 |
| Taipei Fubon Commercial Bank | 966,260 | 966,260 | USD 120,000 | 623,307 | 4.74%~5.82% | Note 4 |
| Yuanta Commercial Bank | 305,477 | 305,477 | USD 29,000 | 17,895 | 5.87% | Note 5 |
| The Hong Kong and Shanghai Banking Corporation Limited | 6,175,258 | 6,175,258 | USD 367,900 | 4,694,206 | 5.42%~5.72% | Note 6 |
| Standard Chartered Bank | 35,875 | 35,875 | USD 3,000 | - | - | None |
| Taishin International Bank | 3,527,219 | 3,527,219 | USD 21,000 | 1,247,253 | 4.2%~5.94% | Note 7 |
| Bank SinoPac | 1,799,131 | 1,799,131 | USD 140,000 | 535,465 | 1.53%~5.94% | Note 8 |
| Far Eastern International Bank | 364,294 | 364,294 | USD 19,000 | 151,709 | 5.58%~6.2% | Note 9 |
| | | | \$ 400,000 | | | |

March 31, 2023

| Purchaser of accounts receivable | Accounts receivable transferred | Amount derecognized | Facilities (In thousands) | Amount advanced | Interest rate of amount advanced | Pledged assets |
|-------------------------------------|---------------------------------------|------------------------|------------------------------|--------------------|--|-------------------|
| Chang Hwa Bank | \$ 1,097,028 | \$ 1,097,028 | USD 85,000 | \$ 813,774 | 4.63%~5.92% | Note 10 |
| DBS Bank | 6,999,320 | 6,999,320 | USD 573,000 | 4,625,054 | 5.2%~6.06% | Note 11 |
| Taiwan Cooperative Bank | 36,341 | 36,341 | USD 2,500 \$ 10,000 | - | - | Note 12 |
| Hang Seng Bank | 5,460,868 | 5,460,868 | USD 476,452 | 5,213,223 | 4.86%~5.63% | None |
| KGI Bank | 634,003 | 634,003 | USD 76,000 \$ 750,000 | - | - | Note 13 |
| Bank of Taiwan | 9,330 | 9,330 | USD 20,000 | 9,330 | 5.44%~5.82% | Note 14 |
| Mizuho Bank | 2,239,442 | 2,239,442 | USD 135,000 | 2,239,442 | 5.66%~5.93% | Note 15 |

Note 1: The Group has signed commercial papers amounting to USD 125,500 thousand and \$690,000 that were pledged to others as collateral.

Note 2: The Group has signed commercial papers amounting to USD 49,370 thousand that were pledged to others as collateral.

Note 3: The Group has signed commercial papers amounting to USD 275,000 thousand and \$20,000 that were pledged to others as collateral.

Note 4: The Group has signed commercial papers amounting to USD 500 thousand that were pledged to others as collateral.

Note 5: The Group has signed commercial papers amounting to USD 29,000 thousand that were pledged to others as collateral.

Note 6: The Group has signed commercial papers amounting to USD 354,110 thousand that were pledged to others as collateral.

Note 7: The Group has signed commercial papers amounting to USD 2,100 thousand and \$11,330,000 that were pledged to others as collateral.

Note 8: The Group has signed commercial papers amounting to USD 110,000 thousand that were pledged to others as collateral.

Note 9: The Group has signed commercial papers amounting to USD 19,000 thousand and \$400,000 that were pledged to others as collateral.

Note 10: The Group has signed commercial papers amounting to USD 85,000 thousand that were pledged to others as collateral.

Note 11: The Group has signed commercial papers amounting to USD 375,100 thousand that were pledged to others as collateral.

Note 12: The Group has signed commercial papers amounting to USD 2,500 thousand and \$10,000 that were pledged to others as collateral.

Note 13: The Group has signed commercial papers amounting to USD 7,600 thousand and \$750,000 that were pledged to others as collateral.

Note 14: The Group has signed commercial papers amounting to USD 20,000 thousand that were pledged to others as collateral.

Note 15: The Group has signed commercial papers amounting to USD 135,000 thousand that were pledged to others as collateral.

B. Transferred financial assets that are not derecognized in their entirety

- a. The Group entered into factoring agreements with financial institutions to sell its accounts receivable. Under the agreement, the Group can transfer non-L/C accounts receivable financing to financial institutions, and the banks have the right of recourse to the transferred accounts receivable. For accounts receivable that will not be recovered in the specific period, the Group will retain risk and returns of such accounts receivable. Accordingly, the Group did not derecognize the accounts receivable where the banks have the right of recourse, and related advance payments were listed in 'short-term borrowings'.
- b. As of March 31, 2024, the information on the total carrying amount of the original assets before the transfer (same as carrying amount of the assets that the entity continue to recognize) and associated liabilities of transferred accounts receivable that continued to be recognized is as follows. There was no such transaction as of March 31, 2023.

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|---|-----------------------|--------------------------|-----------------------|
| Fair value of accounts receivable factoring | \$ 214,277 | \$ 363,860 | \$ - |
| Fair value of advanced payments | (166,307) | (284,641) | - |
| Net position | <u>\$ 47,970</u> | <u>\$ 79,219</u> | <u>\$ -</u> |

(7) Other receivables

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|---|-----------------------|--------------------------|-----------------------|
| Retention amount of factoring accounts receivable | \$ 12,407,635 | \$ 10,261,869 | \$ 14,183,209 |
| VAT refund | 388,399 | 368,576 | 367,545 |
| Others | <u>1,347,141</u> | <u>1,163,869</u> | <u>3,027,622</u> |
| | <u>\$ 14,143,175</u> | <u>\$ 11,794,314</u> | <u>\$ 17,578,376</u> |

(8) Inventories

| | <u>March 31, 2024</u> | | |
|------------------------|-----------------------|--------------------------------|-----------------------|
| | <u>Cost</u> | <u>Allowance for valuation</u> | <u>Book value</u> |
| Inventories | \$ 116,838,940 | (\$ 3,404,365) | \$ 113,434,575 |
| Inventories in transit | <u>8,100,667</u> | <u>-</u> | <u>8,100,667</u> |
| | <u>\$ 124,939,607</u> | <u>(\$ 3,404,365)</u> | <u>\$ 121,535,242</u> |

| December 31, 2023 | | | |
|------------------------|-----------------------|----------------------------|-----------------------|
| | Cost | Allowance for valuation | Book value |
| Inventories | \$ 95,738,980 | (\$ 2,846,550) | \$ 92,892,430 |
| Inventories in transit | 10,646,207 | - | 10,646,207 |
| | <u>\$ 106,385,187</u> | <u>(\$ 2,846,550)</u> | <u>\$ 103,538,637</u> |

| March 31, 2023 | | | |
|------------------------|-----------------------|----------------------------|-----------------------|
| | Cost | Allowance for valuation | Book value |
| Inventories | \$ 97,785,332 | (\$ 2,459,927) | \$ 95,325,405 |
| Inventories in transit | 7,712,204 | - | 7,712,204 |
| | <u>\$ 105,497,536</u> | <u>(\$ 2,459,927)</u> | <u>\$ 103,037,609</u> |

The cost of inventories recognized as expense for the period:

| | Three months ended March 31, | |
|------------------------------------|------------------------------|-----------------------|
| | 2024 | 2023 |
| Cost of goods sold | \$ 174,539,594 | \$ 138,864,446 |
| Loss on price decline in inventory | 575,283 | 269,860 |
| (Gain) loss on physical inventory | (366) | 70 |
| Cost of goods sold | <u>\$ 175,114,511</u> | <u>\$ 139,134,376</u> |

(9) Investments accounted for using equity method

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

| <u>Investee company</u> | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|--|-----------------------|--------------------------|-----------------------|
| WT Microelectronics Co., Ltd. (WT) | \$ 13,887,425 | \$ 11,016,733 | \$ 12,907,783 |
| Restar WPG Corporation (Note) | 264,547 | 244,340 | - |
| Chain Power Technology Corp. (Chain Power) | 232,807 | 210,677 | 202,757 |
| Sunrise Technology Co., Ltd. | 49,533 | 49,109 | 46,084 |
| Eesource Corp. (Eesource) | 69,095 | 68,966 | 68,732 |
| Suzhou Xinning Bonded Warehouse Co., Ltd. | 57,560 | 58,519 | 68,353 |
| Adivic Technology Co., Ltd. | 15,883 | 18,110 | 13,434 |
| Suzhou Xinning Logistics Co., Ltd. | 45,255 | 44,593 | 48,069 |
| Gain Tune Logistics (Shanghai) Co., Ltd. | 30,937 | 29,867 | 35,490 |
| VITEC WPG Limited | 95,635 | 91,769 | 87,009 |
| AutoSys Co., Ltd. | 60,066 | 62,007 | 63,764 |
| Beauteek Global Wellness Corporation Limited | 23,819 | 23,003 | 19,514 |
| Supply Consultants Limited | 5,385 | 5,838 | 8,191 |
| | <u>\$ 14,837,947</u> | <u>\$ 11,923,531</u> | <u>\$ 13,569,180</u> |

Note: AIT Japan Inc. was renamed to Restar WPG Corporation in January 2024.

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

| <u>Company name</u> | <u>Principal place of business</u> | <u>Shareholding ratio</u> | | | <u>Nature of relationship</u> | <u>Method of measurement</u> |
|---------------------|------------------------------------|---------------------------|--------------------------|-----------------------|---|------------------------------|
| | | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> | | |
| WT | Taiwan | 14.85% | 15.44% | 20% | 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

| | <u>WT</u> | | |
|-------------------------|-----------------------|--------------------------|-----------------------|
| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
| Current assets | \$ 274,330,175 | \$ 238,746,945 | \$ 167,667,040 |
| Non-current assets | 20,348,925 | 25,687,740 | 20,528,930 |
| Current liabilities | (186,556,930) | (177,888,805) | (109,907,541) |
| Non-current liabilities | (22,462,353) | (15,350,515) | (18,909,275) |
| Total net assets | <u>\$ 85,659,817</u> | <u>\$ 71,195,365</u> | <u>\$ 59,379,154</u> |

| | WT | | |
|---|-----------------------|--------------------------|-----------------------|
| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
| Adjustments on fair value of other intangible and tangible assets | 168,793 | 160,171 | 134,117 |
| Total net assets after adjustments | <u>\$ 85,828,610</u> | <u>\$ 71,355,536</u> | <u>\$ 59,513,271</u> |
| Share in associate's net assets | \$ 13,045,790 | \$ 10,175,098 | \$ 11,820,612 |
| Goodwill (Note) | <u>841,635</u> | <u>841,635</u> | <u>1,087,171</u> |
| Carrying amount of the associate | <u>\$ 13,887,425</u> | <u>\$ 11,016,733</u> | <u>\$ 12,907,783</u> |

Note: (1) In February 2020, the Group held 29.9% equity interest in WT through public tender offer. 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. The Group did not subscribe the shares proportionately to its equity interest.

- (2) The Board of Directors of the Group resolved to dispose certain equity interest in WT in the amount of 40,000 thousand shares in November 2023, and the proceeds from disposal amounted to \$5,052,400. For the year ended December 31, 2023, the Group recognized gain on disposal of investments amounting to \$2,437,325, and derecognized exchange differences on translation of foreign financial statements, capital surplus and unrealised gains or losses on financial assets at fair value through other comprehensive income proportionately to its equity interest amounting to \$219,378, \$265,624 and \$220,760, respectively.
- (3) In December 2023, the Company participated in the capital increase which raised by WT through issuing new shares as resolved by the Board of Directors and acquired 15,977 thousand shares with a consideration amounting to \$1,517,860. The above consideration had been fully paid in January 2024.
- (4) The convertible bonds WT issued were converted to common stock, and WT issued employees' stock option certificate and purchased treasury shares, however, the Group did not subscribe the shares proportionately to its equity interest.

As stated above, the Group's shareholding ratio in WT decreased to 14.85%, and its capital surplus increased by \$373,139 as the Group did not subscribe to the capital increase proportionately to its equity interest. The Group obtained purchase price allocation report issued by independent appraisal firm for goodwill which arose from acquiring the Company's equity interest.

Statement of comprehensive income

| | WT | |
|--|-------------------------------------|---------------------|
| | <u>Three months ended March 31,</u> | |
| | <u>2024</u> | <u>2023</u> |
| Revenue | \$ 192,651,373 | \$ 120,103,158 |
| Profit for the period from continuing operations | 1,568,391 | 692,087 |
| Other comprehensive income, net of tax | 5,028,409 | 4,095,454 |
| Total comprehensive income for the period | <u>\$ 6,596,800</u> | <u>\$ 4,787,541</u> |
| Dividends received from associates | <u>\$ -</u> | <u>\$ -</u> |

- 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 March 31, 2024, December 31, 2023 and March 31, 2023, the carrying amount of the Group's individually immaterial associates amounted to \$950,522, \$906,798 and \$661,397, respectively.

| | <u>Three months ended March 31,</u> | |
|--|-------------------------------------|-------------------|
| | <u>2024</u> | <u>2023</u> |
| Profit for the period from continuing operations | \$ 26,977 | \$ 315 |
| Other comprehensive income (loss) - net of tax | 16,059 | (3,834) |
| Total comprehensive income (loss) | <u>\$ 43,036</u> | <u>(\$ 3,519)</u> |

- D. The fair value of the Group's material associates with quoted market prices is as follows:

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|-------------------------------|-----------------------|--------------------------|-----------------------|
| WT Microelectronics Co., Ltd. | <u>\$ 22,580,402</u> | <u>\$ 15,424,875</u> | <u>\$ 11,972,636</u> |

- E. There was no impairment on investments accounted for using equity method as of March 31, 2024, December 31, 2023 and March 31, 2023.
- F. The Group is the single largest shareholder of ChainPower with a 39% equity interest. Given that a 40.49% equity interest in ChainPower is concentrated on other investors and a group vote of minority voting rights hold more shares than the Group, which indicate that the Group has no current ability to direct the relevant activities of ChainPower, the Group has no control, but only has significant influence, over the investee.
- G. The Group is the single largest shareholder of Eesource with a 40% equity interest. Given that a 43% equity interest in Eesource is concentrated on other investors and a group vote of minority voting rights hold more shares than the Group, which indicate that the Group has no current ability to direct the relevant activities of Eesource, the Group has no control, but only has significant influence, over the investee.

H. Except for WT which was accounted for based on its financial statements which were reviewed by independent auditors, the other investments accounted for using the equity method as of March 31, 2024 and 2023 and the investment income (loss) for the three months ended March 31, 2024 and 2023 were recognized based on their financial statements which were not reviewed by independent auditors.

(10) Property, plant and equipment

| | <u>Land</u> | <u>Buildings and structures</u> | <u>Transportation equipment</u> | <u>Office equipment</u> | <u>Leasehold improvements</u> | <u>Others</u> | <u>Total</u> |
|---|---------------------|---|-------------------------------------|-----------------------------|-----------------------------------|---------------------|----------------------|
| <u>Cost</u> | | | | | | | |
| At January 1, 2024 | \$ 6,930,812 | \$ 4,099,074 | \$ 21,907 | \$ 681,640 | \$ 928,786 | \$ 1,936,669 | \$ 14,598,888 |
| Additions | - | 859 | 2,013 | 4,347 | 55,991 | 13,897 | 77,107 |
| Disposals | - | (473) | (1,929) | (3,977) | (11,992) | (6,244) | (24,615) |
| Effect due to changes in exchange rates | <u>266</u> | <u>16,197</u> | <u>311</u> | <u>9,632</u> | <u>21,151</u> | <u>35,445</u> | <u>83,002</u> |
| At March 31, 2024 | <u>\$ 6,931,078</u> | <u>\$ 4,115,657</u> | <u>\$ 22,302</u> | <u>\$ 691,642</u> | <u>\$ 993,936</u> | <u>\$ 1,979,767</u> | <u>\$ 14,734,382</u> |
| <u>Accumulated depreciation and impairment</u> | | | | | | | |
| At January 1, 2024 | \$ 1,582 | \$ 869,173 | \$ 15,403 | \$ 482,433 | \$ 659,020 | \$ 592,546 | \$ 2,620,157 |
| Depreciation charge | - | 45,869 | 545 | 19,429 | 13,927 | 48,495 | 128,265 |
| Disposals | - | (473) | (1,929) | (3,823) | (11,190) | (5,723) | (23,138) |
| Effect due to changes in exchange rates | <u>-</u> | <u>5,936</u> | <u>272</u> | <u>6,490</u> | <u>16,746</u> | <u>12,584</u> | <u>42,028</u> |
| At March 31, 2024 | <u>\$ 1,582</u> | <u>\$ 920,505</u> | <u>\$ 14,291</u> | <u>\$ 504,529</u> | <u>\$ 678,503</u> | <u>\$ 647,902</u> | <u>\$ 2,767,312</u> |
| Closing net book amount as at March 31, 2024 | <u>\$ 6,929,496</u> | <u>\$ 3,195,152</u> | <u>\$ 8,011</u> | <u>\$ 187,113</u> | <u>\$ 315,433</u> | <u>\$ 1,331,865</u> | <u>\$ 11,967,070</u> |

| | <u>Land</u> | <u>Buildings and structures</u> | <u>Transportation equipment</u> | <u>Office equipment</u> | <u>Leasehold improvements</u> | <u>Others</u> | <u>Total</u> |
|---|---------------------|---|-------------------------------------|-----------------------------|-----------------------------------|---------------------|----------------------|
| Cost | | | | | | | |
| At January 1, 2023 | \$ 6,920,630 | \$ 4,149,898 | \$ 16,774 | \$ 610,192 | \$ 842,819 | \$ 1,713,666 | \$ 14,253,979 |
| Additions | - | 4,430 | - | 3,176 | 18,133 | 9,098 | 34,837 |
| Disposals | - | - | - | (1,129) | (5,301) | (9,220) | (15,650) |
| Transfers (Note) | - | - | - | 142 | - | - | 142 |
| Effect due to changes in exchange rates | (2,842) | (2,389) | (40) | (774) | (523) | 4,206 | (2,362) |
| At March 31, 2023 | <u>\$ 6,917,788</u> | <u>\$ 4,151,939</u> | <u>\$ 16,734</u> | <u>\$ 611,607</u> | <u>\$ 855,128</u> | <u>\$ 1,717,750</u> | <u>\$ 14,270,946</u> |
| Accumulated depreciation and impairment | | | | | | | |
| At January 1, 2023 | \$ 1,582 | \$ 781,386 | \$ 12,753 | \$ 431,302 | \$ 623,578 | \$ 432,503 | \$ 2,283,104 |
| Depreciation charge | - | 43,370 | 319 | 17,323 | 13,923 | 41,816 | 116,751 |
| Disposals | - | - | - | (990) | (3,739) | (6,359) | (11,088) |
| Effect due to changes in exchange rates | - | (844) | (42) | (781) | (1,440) | (210) | (3,317) |
| At March 31, 2023 | <u>\$ 1,582</u> | <u>\$ 823,912</u> | <u>\$ 13,030</u> | <u>\$ 446,854</u> | <u>\$ 632,322</u> | <u>\$ 467,750</u> | <u>\$ 2,385,450</u> |
| Closing net book amount as at March 31, 2023 | <u>\$ 6,916,206</u> | <u>\$ 3,328,027</u> | <u>\$ 3,704</u> | <u>\$ 164,753</u> | <u>\$ 222,806</u> | <u>\$ 1,250,000</u> | <u>\$ 11,885,496</u> |

Note: Inventories amounting to \$142 were transferred to property, plant and equipment.

Information about the 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 25 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:

| | <u>Buildings and structures</u> | <u>Transportation equipment (Business vehicles)</u> | <u>Office equipment (Photocopiers)</u> | <u>Other equipment</u> | <u>Total</u> |
|---|-------------------------------------|---|--|----------------------------|--------------------|
| <u>Cost</u> | | | | | |
| At January 1, 2024 | \$ 3,079,188 | \$ 126,325 | \$ 79,999 | \$ 153,491 | \$3,439,003 |
| Additions | 197,870 | 10,033 | 3,501 | 6,104 | 217,508 |
| Disposals | (198,172) | (8,315) | - | (2,780) | (209,267) |
| Effect due to changes in exchange rates | <u>90,386</u> | <u>4,994</u> | <u>592</u> | <u>2,397</u> | <u>98,369</u> |
| At March 31, 2024 | <u>\$ 3,169,272</u> | <u>\$ 133,037</u> | <u>\$ 84,092</u> | <u>\$ 159,212</u> | <u>\$3,545,613</u> |
| <u>Accumulated depreciation</u> | | | | | |
| At January 1, 2024 | \$ 843,388 | \$ 79,458 | \$ 16,276 | \$ 52,969 | \$ 992,091 |
| Depreciation charge | 103,835 | 12,105 | 2,338 | 7,452 | 125,730 |
| Disposals | (196,272) | (7,730) | - | (2,780) | (206,782) |
| Effect due to changes in exchange rates | <u>20,310</u> | <u>2,464</u> | <u>165</u> | <u>882</u> | <u>23,821</u> |
| At March 31, 2024 | <u>\$ 771,261</u> | <u>\$ 86,297</u> | <u>\$ 18,779</u> | <u>\$ 58,523</u> | <u>\$ 934,860</u> |
| Closing net book amount as at March 31, 2024 | <u>\$ 2,398,011</u> | <u>\$ 46,740</u> | <u>\$ 65,313</u> | <u>\$ 100,689</u> | <u>\$2,610,753</u> |

| | <u>Buildings and structures</u> | <u>Transportation equipment (Business vehicles)</u> | <u>Office equipment (Photocopiers)</u> | <u>Other equipment</u> | <u>Total</u> |
|---|-------------------------------------|---|--|----------------------------|--------------------|
| <u>Cost</u> | | | | | |
| At January 1, 2023 | \$ 3,115,039 | \$ 116,942 | \$ 80,665 | \$ 153,667 | \$3,466,313 |
| Additions | 110,348 | 4,195 | 2,148 | 69 | 116,760 |
| Disposals | (299,869) | (3,729) | (2,003) | (730) | (306,331) |
| Effect due to changes in exchange rates | (6,931) | (857) | (90) | 611 | (7,267) |
| At March 31, 2023 | <u>\$ 2,918,587</u> | <u>\$ 116,551</u> | <u>\$ 80,720</u> | <u>\$ 153,617</u> | <u>\$3,269,475</u> |
| <u>Accumulated depreciation</u> | | | | | |
| At January 1, 2023 | \$ 680,661 | \$ 47,379 | \$ 10,809 | \$ 40,859 | \$ 779,708 |
| Depreciation charge | 99,685 | 11,144 | 2,265 | 6,669 | 119,763 |
| Disposals | (189,743) | (2,656) | (1,839) | (150) | (194,388) |
| Effect due to changes in exchange rates | (143) | (255) | (19) | 121 | (296) |
| At March 31, 2023 | <u>\$ 590,460</u> | <u>\$ 55,612</u> | <u>\$ 11,216</u> | <u>\$ 47,499</u> | <u>\$ 704,787</u> |
| Closing net book amount as at March 31, 2023 | <u>\$ 2,328,127</u> | <u>\$ 60,939</u> | <u>\$ 69,504</u> | <u>\$ 106,118</u> | <u>\$2,564,688</u> |

C. For the three months ended March 31, 2024 and 2023, the additions to right-of-use assets were \$217,508 and \$116,760, respectively.

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

| | <u>Three months ended March 31,</u> | |
|---------------------------------------|-------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> |
| <u>Items affecting profit or loss</u> | | |
| Interest expense on lease liabilities | \$ 17,082 | \$ 16,050 |
| Expense on short-term lease contracts | 17,549 | 3,790 |
| Expense on leases of low-value assets | 4,350 | 3,636 |
| Gain on lease modification | 155 | 1,777 |

E. For the three months ended March 31, 2024 and 2023, the Group's total cash outflow for leases were \$145,260 and \$123,145, respectively.

(12) Investment property

| | <u>Land</u> | <u>Buildings and structures</u> | <u>Total</u> |
|---|-------------------|-------------------------------------|---------------------|
| <u>Cost</u> | | | |
| At January 1, 2024 | \$ 609,427 | \$ 1,418,404 | \$ 2,027,831 |
| Effect due to changes in exchange rates | - | 16,372 | 16,372 |
| At March 31, 2024 | <u>\$ 609,427</u> | <u>\$ 1,434,776</u> | <u>\$ 2,044,203</u> |
| <u>Accumulated depreciation</u> | | | |
| At January 1, 2024 | \$ - | \$ 512,988 | \$ 512,988 |
| Depreciation charge | - | 8,096 | 8,096 |
| Effect due to changes in exchange rates | - | 4,722 | 4,722 |
| At March 31, 2024 | <u>\$ -</u> | <u>\$ 525,806</u> | <u>\$ 525,806</u> |
| Closing net book amount as at March 31, 2024 | <u>\$ 609,427</u> | <u>\$ 908,970</u> | <u>\$ 1,518,397</u> |

| | <u>Land</u> | <u>Buildings and structures</u> | <u>Total</u> |
|---|-------------------|-------------------------------------|---------------------|
| <u>Cost</u> | | | |
| At January 1, 2023 | \$ 609,427 | \$ 1,448,059 | \$ 2,057,486 |
| Effect due to changes in exchange rates | - | 4,760 | 4,760 |
| At March 31, 2023 | <u>\$ 609,427</u> | <u>\$ 1,452,819</u> | <u>\$ 2,062,246</u> |
| <u>Accumulated depreciation</u> | | | |
| At January 1, 2023 | \$ - | \$ 490,811 | \$ 490,811 |
| Depreciation charge | - | 7,815 | 7,815 |
| Effect due to changes in exchange rates | - | 1,248 | 1,248 |
| At March 31, 2023 | <u>\$ -</u> | <u>\$ 499,874</u> | <u>\$ 499,874</u> |
| Closing net book amount as at March 31, 2023 | <u>\$ 609,427</u> | <u>\$ 952,945</u> | <u>\$ 1,562,372</u> |

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

| | <u>Three months ended March 31,</u> | |
|---|-------------------------------------|------------------|
| | <u>2024</u> | <u>2023</u> |
| Rental revenue from investment property | <u>\$ 22,969</u> | <u>\$ 23,206</u> |
| Direct operating expenses arising from the investment property that generated rental income during the period | <u>\$ 6,402</u> | <u>\$ 6,176</u> |

| | <u>Three months ended March 31,</u> | |
|--|-------------------------------------|-----------------|
| | <u>2024</u> | <u>2023</u> |
| Direct operating expenses arising from the investment property that did not generate rental income during the period | \$ <u>2,160</u> | \$ <u>1,850</u> |

- B. The fair value of the investment property held by the Group as of March 31, 2024, December 31, 2023 and March 31, 2023 was \$3,542,784, \$3,520,339 and \$3,549,158, respectively. The fair value as of March 31, 2024, December 31, 2023 and March 31, 2023 was based on independent appraisers' valuation, which was made using comparative method, weighted income approach and cost method. 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. Cost method is to calculate the fair value based on the price standard of Bulletin No. 4 issued by the National Federation of Real Estate Appraisers of the Republic of China. Valuations were made using the income approach with key assumptions as follows:

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|---------------|-----------------------|--------------------------|-----------------------|
| Discount rate | 2.28%~7.5% | 2.28%~7.5% | 2.28%~7.5% |
| Growth rate | 0%~5.2% | 0%~5.2% | 0%~5.2% |
| Gross margin | 1.84%~2.59% | 1.84%~2.59% | 1.84%~2.59% |

- C. There is no impairment loss on investment property.
D. For investment property pledged for guarantee, refer to Note 8.

(13) Intangible assets

| | <u>Operating right</u> | <u>Software</u> | <u>Goodwill</u> | <u>Others</u> | <u>Total</u> |
|--|------------------------|-------------------|---------------------|-------------------|--------------------|
| <u>Cost</u> | | | | | |
| At January 1, 2024 | \$ 278,428 | \$ 657,356 | \$ 5,632,273 | \$ 114,607 | \$6,682,664 |
| Acquired separately | - | 3,394 | - | - | 3,394 |
| Disposals | - | (2,773) | - | - | (2,773) |
| Effect due to changes in exchange rates | <u>11,808</u> | <u>2,606</u> | <u>8,827</u> | <u>968</u> | <u>24,209</u> |
| At March 31, 2024 | <u>\$ 290,236</u> | <u>\$ 660,583</u> | <u>\$ 5,641,100</u> | <u>\$ 115,575</u> | <u>\$6,707,494</u> |
| <u>Accumulated amortization and impairment</u> | | | | | |
| At January 1, 2024 | \$ 278,428 | \$ 480,738 | \$ 426,777 | \$ 14,814 | \$1,200,757 |
| Amortization charge | - | 26,040 | - | 3,844 | 29,884 |
| Disposals | - | (2,773) | - | - | (2,773) |
| Effect due to changes in exchange rates | <u>11,808</u> | <u>2,174</u> | <u>2,265</u> | <u>59</u> | <u>16,306</u> |
| At March 31, 2024 | <u>\$ 290,236</u> | <u>\$ 506,179</u> | <u>\$ 429,042</u> | <u>\$ 18,717</u> | <u>\$1,244,174</u> |
| Closing net book amount as at March 31, 2024 | <u>\$ -</u> | <u>\$ 154,404</u> | <u>\$ 5,212,058</u> | <u>\$ 96,858</u> | <u>\$5,463,320</u> |

| | <u>Operating right</u> | <u>Software</u> | <u>Goodwill</u> | <u>Others</u> | <u>Total</u> |
|--|------------------------|-------------------|---------------------|------------------|--------------------|
| <u>Cost</u> | | | | | |
| At January 1, 2023 | \$ 278,474 | \$ 498,195 | \$ 5,576,209 | \$ 26,271 | \$6,379,149 |
| Acquired separately | - | 164,111 | - | - | 164,111 |
| Disposals | - | (9,069) | (89,729) | - | (98,798) |
| Effect due to changes in exchange rates | (2,371) | 258 | (2,169) | - | (4,282) |
| At March 31, 2023 | <u>\$ 276,103</u> | <u>\$ 653,495</u> | <u>\$ 5,484,311</u> | <u>\$ 26,271</u> | <u>\$6,440,180</u> |
| <u>Accumulated amortization and impairment</u> | | | | | |
| At January 1, 2023 | \$ 278,474 | \$ 398,172 | \$ 517,423 | \$ 4,510 | \$1,198,579 |
| Amortization charge | - | 27,248 | - | - | 27,248 |
| Disposals | - | (4,862) | (89,729) | - | (94,591) |
| Effect due to changes in exchange rates | (2,371) | 232 | (1,364) | - | (3,503) |
| At March 31, 2023 | <u>\$ 276,103</u> | <u>\$ 420,790</u> | <u>\$ 426,330</u> | <u>\$ 4,510</u> | <u>\$1,127,733</u> |
| Closing net book amount as at March 31, 2023 | <u>\$ -</u> | <u>\$ 232,705</u> | <u>\$ 5,057,981</u> | <u>\$ 21,761</u> | <u>\$5,312,447</u> |

The details of amortization charge are as follows:

| | <u>Three months ended March 31,</u> | |
|-------------------------------------|-------------------------------------|------------------|
| | <u>2024</u> | <u>2023</u> |
| Selling and marketing expenses | \$ 688 | \$ 822 |
| General and administrative expenses | 29,196 | 26,426 |
| | <u>\$ 29,884</u> | <u>\$ 27,248</u> |

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

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|------------------------|-----------------------|--------------------------|-----------------------|
| Yosun subgroup | \$ 3,597,685 | \$ 3,592,944 | \$ 3,592,011 |
| World Peace subgroup | 1,649,079 | 1,647,546 | 1,648,017 |
| Others | 394,336 | 391,783 | 244,283 |
| | 5,641,100 | 5,632,273 | 5,484,311 |
| Accumulated impairment | (429,042) | (426,777) | (426,330) |
| | <u>\$ 5,212,058</u> | <u>\$ 5,205,496</u> | <u>\$ 5,057,981</u> |

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 the industry; the assumption used for discount rate is the weighted average capital cost of the Group. The assumption used for discount rate is the weighted average capital cost of each cash-generating unit. As of March 31, 2024, December 31, 2023 and March 31, 2023, the

adopted pre-tax discount rates were 6.48%~9.12%, 6.48%~8.79% and 6.42%~8.29%, respectively.

C. There is no impairment loss on intangible assets.

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

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|---------------------------------------|-----------------------|--------------------------|-----------------------|
| Overdue receivables | \$ 781,459 | \$ 776,656 | \$ 773,751 |
| Less: Allowance for doubtful accounts | (<u>774,254</u>) | (<u>770,244</u>) | (<u>766,808</u>) |
| | <u>\$ 7,205</u> | <u>\$ 6,412</u> | <u>\$ 6,943</u> |

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

| | <u>Individual provision</u> | |
|---|-----------------------------|-------------------|
| | <u>2024</u> | <u>2023</u> |
| At January 1 | \$ 770,244 | \$ 771,744 |
| (Reversal of) provision for impairment | (449) | 717 |
| Write-off of bad debts | (23,862) | (1,634) |
| Transferred from accounts receivable | - | 1,634 |
| Effect due to changes in exchange rates | <u>28,321</u> | (<u>5,653</u>) |
| At March 31 | <u>\$ 774,254</u> | <u>\$ 766,808</u> |

(15) Short-term borrowings

| <u>Type of borrowings</u> | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|------------------------------|-----------------------|--------------------------|-----------------------|
| Loans for overseas purchases | \$ 26,260,301 | \$ 24,696,216 | \$ 15,897,248 |
| Short-term loans | <u>65,625,351</u> | <u>57,904,909</u> | <u>53,439,148</u> |
| | <u>\$ 91,885,652</u> | <u>\$ 82,601,125</u> | <u>\$ 69,336,396</u> |
| Annual interest rates | <u>1.67%~9.95%</u> | <u>1.67%~9.65%</u> | <u>1.55%~9.75%</u> |

For information on pledged assets, refer to Note 8.

(16) Short-term notes and bills payable

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|----------------------------|-----------------------|--------------------------|-----------------------|
| Commercial papers payable | \$ 4,272,000 | \$ 8,229,400 | \$ 5,470,000 |
| Less: Unamortized discount | (<u>3,149</u>) | (<u>4,418</u>) | (<u>5,077</u>) |
| | <u>\$ 4,268,851</u> | <u>\$ 8,224,982</u> | <u>\$ 5,464,923</u> |
| Annual interest rates | <u>1.35%~2.54%</u> | <u>1.34%~2.54%</u> | <u>1%~2.4%</u> |

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

(17) Long-term borrowings

| <u>Type of borrowings</u> | <u>Borrowing period / repayment term</u> | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|--|--|-----------------------|--------------------------|-----------------------|
| Secured bank borrowings (Notes 1, 5, 11 and 15) | 2018.07.10~ 2041.08.26 | \$ 6,279,520 | \$ 6,279,627 | \$ 6,278,710 |
| Unsecured bank borrowings (Notes 2~4, 6~9, 12~14 and 16~17) | 2020.06.24~ 2026.12.30 | 13,974,000 | 13,817,550 | 17,668,184 |
| Commercial paper payable (Notes 7~10, 12 and 13) | 2020.06.24~ 2025.02.18 | <u>11,350,000</u> | <u>11,350,000</u> | <u>14,490,000</u> |
| | | 31,603,520 | 31,447,177 | 38,436,894 |
| Less: Discount on long-term borrowings | | (19,741) | (25,026) | (26,269) |
| Current portion of long-term borrowings (shown as 'other current liabilities') | | (<u>17,577,021</u>) | (<u>11,052,679</u>) | (<u>9,184,007</u>) |
| | | <u>\$ 14,006,758</u> | <u>\$ 20,369,472</u> | <u>\$ 29,226,618</u> |
| Interest rate range | | <u>1.45%~6.67%</u> | <u>1.44%~6.61%</u> | <u>1.31%~6.35%</u> |

For information on pledged assets, refer to Note 8.

Note 1: (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 five years. The principal is payable in equal monthly installments starting from April, 2025.

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

Note 2: The Company had entered into a long-term loan agreement for three years with a financial institution. The borrowing is payable in full at maturity in March 2023. 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. The Company terminated the agreement before the maturity and renewed the agreement on March 7, 2022. Details are provided in Note 3.

Note 3: The Company had entered into a long-term loan agreement for three years with a financial institution. The borrowing is payable in full at maturity in March 2025. The fixed interest rate is 1.48% from the borrowing day to March 11, 2024, and subsequently, the interest rate shall be the index interest rate plus 0.68% every three months from March 11, 2024. The Company had entered into a supplementary agreement on March 11, 2024, and subsequently, the interest rate shall be the index interest rate plus 0.6% every month from March 11, 2024.

- Note 4: The Company had entered into a mid-term agreement for five years with a financial institution. The interest rate shall be the index interest rate plus 0.45% from the borrowing day. The principal is payable in equal monthly installments starting from October 2020. The Company had fully settled the outstanding balance in advance on December 15, 2023.
- Note 5: (a) The Company had entered into a long-term agreement for twenty years with a financial institution. The pledged assets are the Taoyuan plants with a grace period of three years. The principal is payable in equal monthly installments starting from September 2024.
- (b) The interest rate is the index interest rate plus 0.34% from the borrowing day to August 26, 2023, and from August 26, 2023 onwards, the interest rate shall be the index rate plus 0.45%.
- Note 6: The Company had entered into a long-term loan agreement for three years with a financial institution. The borrowing is payable in full at maturity in July 2025. The fixed interest rate is 1.99% from the borrowing day to July 12, 2024, and subsequently, the interest rate shall be the index interest rate plus 0.68% every three months from July 12, 2024.
- Note 7: Asian Information Technology Inc. and indirect subsidiaries, Frontek Technology Corporation and Apache Communication Inc., had entered into a syndicated credit agreement with Chang Hwa Bank, First Commercial Bank and Mega International Commercial Bank and other financial institutions on January 18, 2022. Under the agreement, they may re-utilize the loan and roll over commercial papers with the maximum maturity period of 6 months for each drawdown and issuance during the contract term. Therefore, the above borrowings were classified as 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 total drawdown facility must be less than USD150 million.
- i. Each drawdown amount must not be less than \$50,000 or USD 1.5 million, and the amount more than \$50,000 or USD 1.5 million shall be an integral multiple of \$10,000 or USD 300 thousand or shall be all the remaining undrawn facility, but not applicable to the amount approved by the lead bank. Each drawdown period shall be at least one month up to a maximum of six months. Each maturity date shall be within the contract term.
- ii. During the contract term, commercial paper can be rolled over within the total revolving credit facility of \$3,000,000 at 30, 60, 90 days maturity or the days agreed by both the lead bank and the Company with a limit of 180 days and each maturity date shall be within the contract term. Each issuance is limited to a maximum of two different maturities.

- (c) Repayment:
- i. For each drawdown, the matured principal must be repaid in full or directly repaid by a new drawdown of such tranche of credit facility on the repayment date, which is the maturity date stipulated on the application of each drawdown. If the amount of drawdown is the same, the borrower, lead bank and each credit bank would not make an additional procedure for the remittance and loan. However, the principal, interest and related expenses of each drawdown must be repaid in full by the borrower at the end of the contract term.
 - ii. When the commercial papers mature, the issuer shall settle each commercial paper at face value. However, the commercial papers can be rolled over prior to the end of the contract term, and the proceeds can be used to repay the existing commercial papers which are due. If the amount of issuance is the same, the issuer and the underwriting institution would not make an additional procedure for the remittance and loan. However, the guarantees advanced by the credit bank and other payables must be repaid in full by the issuer at the end of the contract term.
- (d) Loan covenant: The Company 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 300%, time interest earned ratio should not be less than 3 and net value (net assets less intangible assets) should not be less than \$3,000,000. If the covenants are not met, one or all of the following actions will be taken directly by the lead bank or based on the resolution made by majority of the syndicated banks:
- i. Terminate any, part of or all the borrower's applications to draw down all or part of credit facilities.
 - ii. Cancel all or part of the undrawn facility under this agreement.
 - iii. Declare that any, part of or all the borrower's outstanding principal, interest, expenses and other payables under this agreement are, in whole or in part, expired immediately.
 - iv. The lead bank has the right to request the issuer to immediately deposit an amount in NTD, based on the balance of commercial papers with undischarged guaranteed obligations, as ready-to-use funds into the account designated by the lead bank, in case the holder of commercial paper requests to fulfill the guarantee obligations. Any remaining balance after deducting all the debts and expenses that the issuer should bear will be refunded without interest; or the issuer shall, by any other ways, make the holder of issued commercial paper agree to change the guarantor of the

commercial papers and discharge the guarantee responsibility of each credit bank. If the issuer fails to comply with the aforementioned requirements, it shall immediately repay all the guarantees paid by each credit bank and pay delayed interest, penalty and related expenses in accordance with the agreement.

- v. Request for payment using the commercial papers.
- vi. Exercise its rights such as the right to the pledge or contract transfer.
- vii. Exercise other rights of the lead bank and each credit bank conferred by the law, this contract or its related contract documents.
- viii. Other handling approaches approved in writing by a majority of the credit bank syndicate.

Asian Information Technology Inc. and indirect subsidiaries, Frontek Technology Corporation and Apache Communication Inc., met all the financial commitments stated in the contract.

Note 8: Silicon Application Corporation had entered into a syndicated borrowing agreement with Chang Hwa Commercial Bank and other financial institutions on June 9, 2020. 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 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 9: Silicon Application Corporation had entered into a syndicated borrowing agreement with Taiwan Cooperative Bank and other financial institutions on January 14, 2022. 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 \$3,600,000, 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 280%, 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.

For the year ended December 31, 2023, certain financial ratios did not meet the above loan covenants. However, according to the credit facility agreement, it is still in the improvement period, and thus it would not be considered as a violation of the contract.

Note 10: Silicon Application Corporation had entered into a syndicated borrowing agreement with Hua Nan Bank and other financial institutions on May 15, 2023. 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 \$3,900,000, 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 280%, 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.

Certain financial ratios of Silicon Application Corporation did not meet the loan covenants specified in the contract. The credit line of the facility was \$3,900,000. Silicon Application Corporation had drawn down \$701,289. As the contract terms were not met, the bank has the right to ask Silicon Application Corporation to repay early the outstanding loan amounting to \$701,289. Therefore, this amount had been reclassified to 'short-term notes and bills payable'. However, Silicon Application Corporation had actively negotiated with the bank on matters related to applying for forgiveness for failure to meet the required covenants.

Note 11: Vsell Enterprise Co., Ltd., subsidiary of Silicon Application Corporation, had entered into a long-term secured agreement for twenty years with E. SUN Commercial Bank on July 3, 2018. The facility is \$50,000 with property pledged. The contract term is one year, and the principal is payable in equal monthly installments. The floating rate is the fixed saving deposit index plus 0.43.

Vsell Enterprise Co., Ltd. had fully settled the outstanding balance on November 23, 2023.

Note 12: World Peace Industrial Co., Ltd. (WPI), the Company's subsidiary, had entered into a long-term loan agreement with Taiwan Cooperative Bank on August 18, 2020. 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 consolidated drawdown rate of the WPI's facility of \$10,000,000 and the facility of WPI International (Hong Kong) Limited of US\$200 million shall be maintained at 40%, and the loan can be re-utilized based on the credit term in the contract.
 - i. Each drawdown amount must not be less than \$50,000 or USD 1.5 million, and the amount more than \$50,000 or USD 1.5 million shall be an integral multiple of \$10,000 or USD 1 million or shall be the available facility during the credit period, but not available for the amount approved by the lead bank. The repayment period can be one, two, three, four, five or six month(s). However, each maturity date shall be within the contract term.
 - ii. The facility of commercial papers is \$7,500,000. Each drawdown amount must not be less than \$50,000, and the amount more than \$50,000 shall be an integral multiple of \$10,000 or shall be the available facility during the credit period, but not available for the amount approved by the lead bank. The issuance period for each drawdown can be 30, 60 and 90 days maturity or the days agreed by the lead bank and WPI with a limit of 180 days. However, 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 settle the commercial papers at face value.

- (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 following actions will be taken based on the resolution made by majority syndicated banks:
- 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.

This loan agreement has been extended on June 6, 2023. Please refer to Note 14. Note 13: World Peace Industrial Co., Ltd. (WPI), the Company's subsidiary, had entered into a long-term loan agreement with Chang Hwa Bank and Taipei Fubon Bank on September 9, 2021. 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 consolidated drawdown rate of the WPI's facility is \$14,000,000 and the facility of WPI International (Hong Kong) Limited is US\$240 million. The loan can be re-utilized based on the credit term in the contract.
 - i. Each drawdown amount must not be less than \$50,000 or USD 1.5 million, and the amount more than \$50,000 or USD 1.5 million shall be an integral multiple of \$10,000 or USD 1 million or shall be the available facility during the credit period, but not available for the amount approved by the lead bank. The repayment period can be one, two, three, four, five or six month(s). However, each maturity date shall be within the contract term.
 - ii. The facility of commercial papers is \$8,400,000. Each drawdown amount must not be less than \$50,000, and the amount more than \$50,000 shall be an integral multiple of \$10,000 or shall be the available facility during the credit period, but not available for the amount approved by the lead bank. The issuance period for each drawdown can be 30, 60 and 90 days maturity or the days agreed by the lead bank and WPI with a limit of 180 days. However, each maturity date shall be within the contract term.

- (c) Repayment:
- i. Repayment: For each drawdown, the maturity date is the time when the borrowing is due, the principal must be repaid in full on the maturity date. If one of any maturity dates is not a bank working day, the maturity date will be delayed to the next bank working day, however, if the next bank working day will fall in the following month, the maturity date will be shifted to the earlier bank working day. However, the last maturity date can not exceed the credit 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 or other shorter term agreed by the lead bank. 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, the syndicate of banks would not make an additional procedure of remittance and loan and uses the loan contract as proof of receipt. The re-utilization amount shall be repaid according to the contract.
 - ii. When the commercial papers mature, the borrower shall settle the commercial papers at face value. However, the commercial papers can be re-utilized at the maturity date and used to directly repay the commercial papers which are due.
- (d) Loan covenant: World Peace Industrial Co., Ltd. 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 intangible assets) should not be less than \$10,000,000. If the covenants are not met, right to drawdown is immediately terminated, and one or all of the following actions will be taken directly by the lead bank or based on the resolution made by majority of the syndicated banks:
- i. Terminate 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 to the lead bank, related credit obligations of the syndicated banks based on the contract shall be immediately terminated;
 - 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.
 - v. To the extent permitted by law, lead bank can exercise its rights based on

law and contract according to the contract, security documents and related documents. The lead bank can exercise the right without any prompt, notice, summon exhortation, protest of bill or performing other legal requirements. As of December 31, 2023, certain financial ratios of WPI in the consolidated financial statements did not meet the above restrictions. However, WPI had actively negotiated with the creditor bank for the related matters. In addition, as the balance of the loan matured in April 2024, it had been transferred to 'long-term liabilities, current portion' in current liabilities.

Note 14: World Peace Industrial Co., Ltd. (WPI), the Company's subsidiary, had entered into a first syndicated borrowing supplementary agreement with Taiwan Cooperative Bank on June 6, 2023. The terms and conditions of the contract were as follows:

- (a) Contract term: Within five years from the first drawdown.
- (b) Facility and drawdown: The consolidated drawdown rate of the WPI's facility is \$9,400,000 and the facility of WPI International (Hong Kong) Limited is US\$200 million, and the loan can be re-utilized based on the credit term in the contract.
 - i. Each drawdown amount must not be less than \$50,000 or USD 1.5 million, and the amount more than \$50,000 or USD 1.5 million shall be an integral multiple of \$10,000 or USD 1 million or shall be the available facility during the credit period, but not available for the amount approved by the lead bank. The repayment period can be one, two, three, four, five or six month(s). However, each maturity date shall be within the contract term.
 - ii. The facility of commercial papers is \$7,050,000. Each drawdown amount must not be less than \$50,000, and the amount more than \$50,000 shall be an integral multiple of \$10,000 or shall be the available facility during the credit period, but not available for the amount approved by the lead bank. The issuance period for each drawdown can be 30, 60 and 90 days maturity or the days agreed by the lead bank and WPI with a limit of 180 days. However, 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 settle the

commercial papers at face value.

- (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 following actions will be taken based on the resolution made by majority syndicated banks:
- 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.

As of December 31, 2023, certain financial ratios of WPI in the consolidated financial statements did not meet the above restrictions. However, WPI had actively negotiated with the creditor bank for the related matters and obtained a preliminary notice of forgiveness for failure to meet the required covenants on February 20, 2024, and March 22, 2024. Thus, there was no need to transfer the balance of the loan to 'long-term liabilities, current portion' in current liabilities.

Note 15: On June 29, 2022, WPG Korea Co., Ltd. entered into a long-term loan agreement with Kookmin Bank for a loan of KRW 2 billion until June 29, 2024. The interest is payable quarterly. The principal shall be repaid in full at maturity, and the pledged asset is the office in Korea, which amount to \$30,469.

Note 16: Yosun Industrial Corp. and indirect subsidiaries, Yosun Hong Kong Corp. Ltd. had entered into a syndicated credit agreement with Mega International Commercial Bank and other financial institutions on December 9, 2021. Under the agreement, they may re-utilize the loan and roll over commercial papers during the contract term. 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 total drawdown facility is \$3,600,000.
 - i. Each drawdown amount must not be less than \$15,000 or USD 500 thousand, and the amount more than \$15,000 or USD 500 thousand shall be an integral multiple of \$3,000 or USD 100 thousand. Each drawdown period shall be at least one month up to a maximum of six months. Each

maturity date shall be within the contract term.

- ii. During the contract term, commercial paper can be rolled over within the total revolving credit facility of \$2,160,000 at 30 days maturity or the days agreed by both 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 matured principal must be repaid in full or directly repaid by a new drawdown of such tranche of credit facility on the repayment date, which is the maturity date stipulated on the application of each drawdown.
 - ii. When the commercial papers mature, the issuer shall settle each commercial paper at face value. However, the commercial papers can be rolled over prior to the end of the contract term, and the proceeds can be used to repay the existing commercial papers which are due.
- (d) Loan covenant: The Company 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 300%, time interest earned ratio should not be less than 2.5 and net value (net assets less intangible assets) should not be less than \$6,000,000.

For the year ended December 31, 2023, certain financial ratios did not meet the above loan covenants. However, according to the credit facility agreement, it is still in the improvement period, and thus it would not be considered as a violation of the contract.

Note 17: Richpower Electronic Devices Co., Ltd. and subsidiary, Richpower Electronic Devices Co., Limited, had entered into a syndicated credit agreement with Taiwan Cooperative Bank and other financial institutions on September 30, 2022. Under the agreement, they may re-utilize the loan and roll over commercial papers during the contract term. 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 total drawdown facility is \$2,000,000.
 - i. Each drawdown amount must not be less than \$15,000 or USD 500 thousand, and the amount more than \$15,000 or USD 500 thousand shall be an integral multiple of \$3,000 or USD 100 thousand. Each drawdown period shall be at least one month up to a maximum of six months. Each maturity date shall be within the contract term.
 - ii. During the contract term, commercial paper can be rolled over within the total revolving credit facility of \$1,400,000 at 30 days maturity or the days agreed by both 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 matured principal must be repaid in full or repaid directly by a new drawdown of credit facility on the maturity date stipulated on the application of each drawdown. However, in any case, the outstanding principal, interest and other expenses payable must be repaid in full at the end of the contract term.
 - ii. The issuer shall settle the commercial papers at face value on the maturity date. However, the commercial papers can be re-utilized prior to the end of the contract term and the proceeds obtained can be used to directly repay the existing commercial papers which are due. However, in any case, the outstanding payment must be repaid in full by the issuer at the end of the contract term.
- (d) Loan covenant: The Company 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 300%, time interest earned ratio should not be less than 2.5 and net value (net assets less intangible assets) should not be less than \$1,600,000.

For the year ended December 31, 2023, certain financial ratios did not meet the above loan covenants. However, according to the credit facility agreement, it is still in the improvement period, and thus it would not be considered as a violation of the contract.

(18) Other current liabilities

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|--------------------------------------|-----------------------|--------------------------|-----------------------|
| Long-term borrowings-current portion | \$ 17,577,021 | \$ 11,052,679 | \$ 9,184,007 |
| Refund liabilities | 4,214,145 | 3,800,451 | 3,372,631 |
| Contract liabilities | 353,274 | 956,427 | 201,009 |
| Others | <u>414,605</u> | <u>560,800</u> | <u>514,746</u> |
| | <u>\$ 22,559,045</u> | <u>\$ 16,370,357</u> | <u>\$ 13,272,393</u> |

- A. Refund liabilities were generated from sales discounts which is shown as ‘other current liabilities’.
- B. 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 \$2,420 and \$3,931 for the three months ended March 31, 2024 and 2023, respectively.
- (c) Expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2024 are \$19,610.

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 March 31, 2024 and 2023 were \$113,251 and \$114,429, 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 includes \$500,000 reserved for employee stock option certificates, restricted stocks to employees, convertible preferred stock and convertible bonds. As of March 31, 2024, 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 three months ended March 31, 2024 and 2023 are as follows:

| | <u>2024</u> | <u>2023</u> |
|---------------------------|------------------|------------------|
| At January 1 and March 31 | <u>1,679,057</u> | <u>1,679,057</u> |

- 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 or reverse as 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 that common stocks when the Company increases its capital by issuing new shares.
- D. On September 18, 2020, the Board of Directors of the Company resolved to increase its capital by issuing series B preference shares, and the issuance price is tentatively set at NT\$50 per share, and the expected total issuance amounted to \$5,000,000. The capital increase was approved by the FSC on October 21, 2020. However, in consideration of preference shares' capital market and the Company's overall maximum benefits, the Board of Directors of WPG Holdings Limited resolved to revoke and cancel the proposed capital increase of series B preference shares on March 30, 2021. The cancellation was approved by the FSC on April 6, 2021.

(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 reserve - stock options are as follows:

| | | 2024 | | | | | |
|--|--|----------------------------------|-------------------------------------|----------------------------------|---|---|----------------------|
| | | 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 | \$ 13,048 | \$ 1,009,656 | \$ 28,449,804 |
| Changes in equity of associates and joint ventures accounted for using the equity method | | - | - | - | - | 373,139 | 373,139 |
| March 31 | | <u>\$19,387,285</u> | <u>\$ 7,994,638</u> | <u>\$ 45,177</u> | <u>\$ 13,048</u> | <u>\$ 1,382,795</u> | <u>\$ 28,822,943</u> |
| | | 2023 | | | | | |
| | | 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 | \$ 14,619 | \$ 1,192,197 | \$ 28,633,916 |
| Changes in equity of associates and joint ventures accounted for using the equity method | | - | - | - | - | (4,843) | (4,843) |
| March 31 | | <u>\$19,387,285</u> | <u>\$ 7,994,638</u> | <u>\$ 45,177</u> | <u>\$ 14,619</u> | <u>\$ 1,187,354</u> | <u>\$ 28,629,073</u> |

(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. The appropriations of 2023 earnings had been proposed by the Board of Directors on April 10, 2024, and the appropriations of 2022 earnings had been resolved at the shareholders' meeting on May 31, 2023. Details are summarized below:

| | Years ended December 31, | | | |
|------------------------------------|--------------------------|---------------------------------|---------------------|---------------------------------|
| | 2023 | | 2022 | |
| | Amount | Dividend per share (in dollars) | Amount | Dividend per share (in dollars) |
| Legal reserve | \$ 844,160 | \$ - | \$ 1,057,538 | \$ - |
| Reversal of special reserve | (1,195,171) | - | (6,448,219) | - |
| Cash dividends | 5,876,699 | 3.50 | 6,464,369 | 3.85 |
| Cash dividends of preference stock | 400,000 | 2.00 | 400,000 | 2.00 |
| | <u>\$ 5,925,688</u> | | <u>\$ 1,473,688</u> | |

The above appropriations of 2022 earnings resolved by shareholders are the same with the amounts resolved by the Board of Directors.

- E. As of May 9, 2024, the stockholders have not yet resolved the distribution of earnings for 2023.
- F. For the information relating to employees' compensation and directors' remuneration, refer to Note 6(30).

(24) Other equity items

| | 2024 | | | |
|---|--|----------------------|---------------------|---------------------|
| | Investments at fair value through other comprehensive income | Currency translation | Others | Total |
| At January 1 | \$ 1,804,781 | (\$ 3,931,014) | (\$ 156,483) | (\$ 2,282,716) |
| Revaluation-gross | 124,439 | - | - | 124,439 |
| Revaluation-associates | 389,652 | - | - | 389,652 |
| Revaluation transferred to retained earnings - associates | (706,768) | - | - | (706,768) |
| Cumulative translation differences: | | | | |
| - Group | - | 3,656,011 | - | 3,656,011 |
| - Tax on Group | - | (31,789) | - | (31,789) |
| - Associates | - | 369,246 | - | 369,246 |
| At March 31 | <u>\$ 1,612,104</u> | <u>\$ 62,454</u> | <u>(\$ 156,483)</u> | <u>\$ 1,518,075</u> |

| | 2023 | | |
|--|---|-------------------------|-----------------------|
| | Investments at fair value through other comprehensive income | Currency translation | Total |
| At January 1 | (\$ 46,997) | (\$ 3,430,888) | (\$ 3,477,885) |
| Revaluation-gross | 153,933 | - | 153,933 |
| Revaluation-associates | 931,615 | - | 931,615 |
| Revaluation transferred to retained earnings - associates | (2,297) | - | (2,297) |
| Cumulative translation differences: | | | |
| - Group | - | (923,162) | (923,162) |
| - Tax on Group | - | 5,494 | 5,494 |
| - Associates | - | (113,731) | (113,731) |
| At March 31 | <u>\$ 1,036,254</u> | <u>(\$ 4,462,287)</u> | <u>(\$ 3,426,033)</u> |

(24) Operating revenue

| | Three months ended March 31, | |
|---------------------------------------|------------------------------|-----------------------|
| | 2024 | 2023 |
| Revenue from contracts with customers | <u>\$ 181,903,706</u> | <u>\$ 144,753,604</u> |

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 March 31, | |
|---|------------------------------|-----------------------|
| | 2024 | 2023 |
| Core components | \$ 65,340,710 | \$ 56,866,579 |
| Analog IC and mixed signal components | 17,284,933 | 14,047,106 |
| Discrete IC, logic IC | 18,315,019 | 19,765,142 |
| Memory | 49,589,890 | 31,678,339 |
| Optical components | 17,150,189 | 12,304,853 |
| Passive connector and magnetic components | 10,155,187 | 6,650,163 |
| Others | 4,067,778 | 3,441,422 |
| | <u>\$ 181,903,706</u> | <u>\$ 144,753,604</u> |

(25) Interest income

| | Three months ended March 31, | |
|---|------------------------------|-------------------|
| | 2024 | 2023 (As amended) |
| Interest income from bank deposits | \$ 87,070 | \$ 58,989 |
| Interest income from financial assets measured at amortized cost | 7,480 | 5,932 |
| | <u>\$ 94,550</u> | <u>\$ 64,921</u> |

(26) Other income

| | <u>Three months ended March 31,</u> | |
|-----------------------|-------------------------------------|-------------------|
| | <u>2024</u> | <u>2023</u> |
| Rental revenue | \$ 24,887 | \$ 25,515 |
| Dividend income | 9,889 | 64,008 |
| Other income - others | 52,596 | 57,207 |
| | <u>\$ 87,372</u> | <u>\$ 146,730</u> |

(27) Other gains and losses

| | <u>Three months ended March 31,</u> | |
|---|-------------------------------------|-------------------|
| | <u>2024</u> | <u>2023</u> |
| Loss on disposal of property, plant and equipment | (\$ 721) | (\$ 4,282) |
| Gain on disposal of investments | 4,319 | 755 |
| Currency exchange gain | 265,873 | 114,926 |
| Gain on financial assets and liabilities at fair value through profit or loss | 180,988 | 53,110 |
| Gain arising from lease modifications | 155 | 1,777 |
| Depreciation on investment property | (8,096) | (7,815) |
| Other losses | (1,244) | (8,720) |
| | <u>\$ 441,274</u> | <u>\$ 149,751</u> |

(28) Finance costs

| | <u>Three months ended March 31,</u> | |
|------------------------|-------------------------------------|---------------------|
| | <u>2024</u> | <u>2023</u> |
| Interest expense: | | |
| Bank borrowings | \$ 1,621,158 | \$ 1,427,980 |
| Redemption liabilities | 1,705 | - |
| Lease liabilities | 17,082 | 16,050 |
| Others | 123,664 | 130,109 |
| | <u>\$ 1,763,609</u> | <u>\$ 1,574,139</u> |

(29) Additional information of expenses by nature

| | <u>Three months ended March 31,</u> | |
|---|-------------------------------------|-------------------|
| | <u>2024</u> | <u>2023</u> |
| Employee benefit expense | \$ 2,248,461 | \$ 2,146,478 |
| Depreciation charges | | |
| Depreciation on property, plant and equipment | \$ 128,265 | \$ 116,751 |
| Depreciation on investment property | 8,096 | 7,815 |
| Depreciation on right-of-use assets | 125,730 | 119,763 |
| | <u>\$ 262,091</u> | <u>\$ 244,329</u> |
| Amortization charges on intangible assets | <u>\$ 29,884</u> | <u>\$ 27,248</u> |

(30) Employee benefit expense

| | <u>Three months ended March 31,</u> | |
|---------------------------------|-------------------------------------|---------------------|
| | <u>2024</u> | <u>2023</u> |
| Wages and salaries | \$ 1,905,686 | \$ 1,813,262 |
| Directors' remuneration | 9,166 | 13,250 |
| Labor and health insurance fees | 113,006 | 112,730 |
| Pension costs | 115,671 | 118,360 |
| Other personnel expenses | <u>104,932</u> | <u>88,876</u> |
| | <u>\$ 2,248,461</u> | <u>\$ 2,146,478</u> |

- 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. The Company has established the audit committee, therefore, there was no remuneration paid to supervisors for the three months ended March 31, 2024 and 2023.
- C. For the three months ended March 31, 2024 and 2023, employees' compensation was accrued at \$7,964 and \$19,950, respectively; while directors' remuneration was accrued at \$8,750 and \$13,250, 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 March 31, 2024, and the percentage as prescribed by the Company's Articles of Incorporation.

For 2023, the employees' compensation and directors' remuneration resolved by the Board of Directors during its meeting on March 26, 2024 amounted to \$23,001 and \$48,608, respectively, and the employees' compensation and directors' remuneration recognized in the 2023 financial statements amounted to \$28,483 and \$48,608, respectively. The difference of \$5,482 between the amounts resolved by the Board of Directors and the amounts recognized in the 2023 financial statements, mainly resulting from the decrease in employees' compensation and directors' remuneration, had been adjusted in profit or loss in the first quarter of 2024. The employees' compensation was distributed in the form of cash.

- D. 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.

(31) Income tax

A. Income tax expense

(a) Components of income tax expense:

| | <u>Three months ended March 31,</u> | |
|---|-------------------------------------|-------------------|
| | <u>2024</u> | <u>2023</u> |
| Current tax | | |
| Current tax on profits for the period | \$ 379,862 | \$ 141,444 |
| Prior year income tax under (over) estimation | <u>21,556</u> | <u>(1,783)</u> |
| Total current tax | <u>401,418</u> | <u>139,661</u> |
| Deferred tax | | |
| Origination and reversal of temporary differences | <u>(1,289)</u> | <u>30,951</u> |
| Income tax expense | <u>\$ 400,129</u> | <u>\$ 170,612</u> |

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

| | <u>Three months ended March 31,</u> | |
|--|-------------------------------------|-------------------|
| | <u>2024</u> | <u>2023</u> |
| Currency translation differences | \$ 31,789 | (\$ 5,494) |
| Remeasurement of defined benefit obligations | <u>-</u> | <u>9</u> |
| | <u>\$ 31,789</u> | <u>(\$ 5,485)</u> |

B. As of May 9, 2024, the Company's income tax returns through 2018 have been assessed and approved by the Tax Authority.

C. The Group has applied the exception to recognizing and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes.

D. The current tax expense related to Pillar Two income taxes was not significant for the period ended March 31, 2024.

(32) Earnings per share

| | <u>Three months ended March 31, 2024</u> | | |
|--|--|---|--|
| | <u>Amount after tax</u> | <u>Weighted average number of ordinary shares outstanding (shares in thousands)</u> | <u>Earnings per share (in dollars)</u> |
| <u>Basic earnings per share</u> | | | |
| Profit attributable to ordinary shareholders of the parent | <u>\$ 1,949,405</u> | <u>1,679,057</u> | <u>\$ 1.16</u> |

| | <u>Three months ended March 31, 2024</u> | | |
|--|--|---|--|
| | <u>Amount after tax</u> | <u>Weighted average number of ordinary shares outstanding (shares in thousands)</u> | <u>Earnings per share (in dollars)</u> |
| <u>Diluted earnings per share</u> | | | |
| Profit attributable to ordinary shareholders of the parent | \$ 1,949,405 | 1,679,057 | |
| Assumed conversion of all dilutive potential ordinary shares | | | |
| Employees' compensation | - | 326 | |
| Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares | <u>\$ 1,949,405</u> | <u>1,679,383</u> | <u>\$ 1.16</u> |

| | <u>Three months ended March 31, 2023</u> | | |
|--|--|---|--|
| | <u>Amount after tax</u> | <u>Weighted average number of ordinary shares outstanding (shares in thousands)</u> | <u>Earnings per share (in dollars)</u> |
| <u>Basic earnings per share</u> | | | |
| Profit attributable to ordinary shareholders of the parent | <u>\$ 684,870</u> | <u>1,679,057</u> | <u>\$ 0.41</u> |
| <u>Diluted earnings per share</u> | | | |
| Profit attributable to ordinary shareholders of the parent | \$ 684,870 | 1,679,057 | |
| Assumed conversion of all dilutive potential ordinary shares | | | |
| Employees' compensation | - | 1,352 | |
| Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares | <u>\$ 684,870</u> | <u>1,680,409</u> | <u>\$ 0.41</u> |

(33) Business combinations

- A. On May 1, 2023, the Group acquired 70%, 100% and 100% of the share capital of Vsell Enterprise Co., Ltd. (referred herein as "Vsell Enterprise"), Vsell Enterprise Co., Ltd. (Shanghai) (referred herein as "Vsell Enterprise (Shanghai)") and Maojie Trading (Shenzhen) Co., Ltd. (referred herein as "Maojie Trading (Shenzhen)") for \$151,128, \$263,246 and \$22,452, respectively, and obtained the control over the companies. In accordance with the contract, the Group shall acquire the remaining 30% of the shares in Vsell Enterprise Co., Ltd. in March 2025 and June 2025, respectively. The Group estimated the expected acquisition price based on the calculation method of acquisition price as agreed in the contract and recognized redemption liabilities amounting to \$156,483 (shown as 'other non-current liabilities') at the present value. The aforementioned companies have long been committed to operating the distribution market

of passive component products and are proficient in the development of Design-in. As a result of the acquisition, the Group is expected to expand the market scale of the passive component product lines.

- B. The following table summarizes the consideration paid for Vsell Enterprise Co., Ltd., Vsell Enterprise Co., Ltd. (Shanghai) and Maojie Trading (Shenzhen) Co., Ltd. and the fair values of the assets acquired and liabilities assumed at the acquisition date, as well as the non-controlling interest's proportionate share of the recognized amounts of acquiree's identifiable net assets at the acquisition date:

| | <u>May 1, 2023</u> | | | |
|---|-------------------------|------------------------------------|----------------------------------|-------------------|
| Purchase consideration | | | | |
| Cash paid | | | | \$ 436,826 |
| Non-controlling interest's proportionate share of the recognized amount of acquiree's identifiable net assets | | | | <u>60,011</u> |
| | | | | 496,837 |
| | <u>Vsell Enterprise</u> | <u>Vsell Enterprise (Shanghai)</u> | <u>Maojie Trading (Shenzhen)</u> | |
| Fair value of the identifiable assets acquired and liabilities assumed | | | | |
| Cash and cash equivalents | \$ 93,808 | \$ 45,605 | \$ 15,232 | 154,645 |
| Notes receivable, net | 651 | - | - | 651 |
| Accounts receivable, net | 723,820 | 122,384 | 28,280 | 874,484 |
| Other receivables | - | 2,848 | - | 2,848 |
| Inventory | 585,468 | 77,319 | 7,854 | 670,641 |
| Prepayments | 15,738 | 5,358 | 1,538 | 22,634 |
| Other current assets | 6 | - | - | 6 |
| Property, plant and equipment | 100,768 | 245 | - | 101,013 |
| Right-of-use assets | 3,873 | - | 603 | 4,476 |
| Intangible assets | 8,300 | - | - | 8,300 |
| Customer relationships | 21,414 | 59,163 | 764 | 81,341 |
| Deferred income tax assets | 3,458 | - | - | 3,458 |
| Other non-current assets | 8,050 | 153 | 123 | 8,326 |
| Short-term borrowings | (621,336) | - | - | (621,336) |
| Notes payable | (16,755) | - | - | (16,755) |
| Accounts payable | (404,878) | (120,057) | (17,937) | (542,872) |
| Other payables | (113,732) | (57,244) | (3,336) | (174,312) |
| Current income tax liabilities | (3,478) | (1,070) | (63) | (4,611) |
| Current lease liabilities | (2,311) | - | (614) | (2,925) |
| Other current liabilities | (152,789) | (1,437) | (4,768) | (158,994) |
| Long-term borrowings | (39,381) | - | - | (39,381) |
| Deferred income tax liabilities | (9,066) | (14,791) | (191) | (24,048) |
| Non-current lease liabilities | (<u>1,591</u>) | - | - | (<u>1,591</u>) |
| Total identifiable net assets | <u>200,037</u> | <u>118,476</u> | <u>27,485</u> | <u>345,998</u> |
| Goodwill | | | | <u>\$ 150,839</u> |

- C. As of December 31, 2023, the allocations of acquisition price for acquiring 70% equity interest in Vsell Enterprise Co., Ltd., 100% equity interest in Vsell Enterprise Co., Ltd. (Shanghai) and 100% equity interest in Maojie Trading (Shenzhen) Co., Ltd. had been completed. The fair values of the acquired identifiable intangible assets and goodwill amounted to \$89,641 and \$150,839, respectively.
- D. The operating revenue included in the consolidated statement of comprehensive income since May 1, 2023 contributed by Vsell Enterprise Co., Ltd., Vsell Enterprise Co., Ltd. (Shanghai) and Maojie Trading (Shenzhen) Co., Ltd. Had Vsell Enterprise Co., Ltd., Vsell Enterprise Co., Ltd. (Shanghai) and Maojie Trading (Shenzhen) Co., Ltd. been consolidated from January 1, 2023, the consolidated statement of comprehensive income would show operating revenue of \$145,423,686 and profit before income tax of \$877,081.

(34) Supplemental cash flow information

In addition to Note 6(33), other supplemental cash flow information were as follows:

Partial payment of cash from investing activities

| | <u>Three months ended March 31,</u> | |
|---|-------------------------------------|------------------|
| | <u>2024</u> | <u>2023</u> |
| Acquisition of property, plant and equipment, investment property and intangible assets | \$ 80,501 | \$ 198,948 |
| Add: Accounts payable at the beginning of the period | 88,746 | 18,312 |
| Prepayments for business facilities at the end of the period | 15,116 | 6,257 |
| Less: Accounts payable at the end of period | (89,567) | (124,105) |
| Prepayments for business facilities at the beginning of the period | (3,000) | (4,846) |
| Cash paid during the period | <u>\$ 91,796</u> | <u>\$ 94,566</u> |

(35) Changes in liabilities from financing activities

| | <u>Short-term borrowings</u> | <u>Short-term notes and bills payable</u> | <u>Long-term borrowings (Note)</u> | <u>Lease liabilities</u> | <u>Liabilities from financing activities-gross</u> |
|--|------------------------------|---|------------------------------------|--------------------------|--|
| At January 1, 2024 | \$82,601,125 | \$8,224,982 | \$31,422,151 | \$2,509,152 | \$124,757,410 |
| Changes in cash flow from financing activities | 9,284,527 | (3,956,131) | 161,628 | (106,279) | 5,383,745 |
| Others | - | - | - | 269,838 | 269,838 |
| At March 31, 2024 | <u>\$91,885,652</u> | <u>\$4,268,851</u> | <u>\$31,583,779</u> | <u>\$2,672,711</u> | <u>\$130,410,993</u> |

| | <u>Short-term borrowings</u> | <u>Short-term notes and bills payable</u> | <u>Long-term borrowings (Note)</u> | <u>Lease liabilities</u> | <u>Liabilities from financing activities-gross</u> |
|--|------------------------------|---|------------------------------------|--------------------------|--|
| At January 1, 2023 | \$80,518,991 | \$5,342,259 | \$44,466,145 | \$2,686,829 | \$133,014,224 |
| Changes in cash flow from financing activities | (11,182,595) | 122,664 | (6,055,520) | (99,669) | (17,215,120) |
| Others | - | - | - | (4,280) | (4,280) |
| At March 31, 2023 | <u>\$69,336,396</u> | <u>\$5,464,923</u> | <u>\$38,410,625</u> | <u>\$2,582,880</u> | <u>\$115,794,824</u> |

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

| <u>Names of related parties</u> | <u>Relationship with the Group</u> |
|--|---|
| Chain Power Technology Corp. | Investee accounted for using equity method |
| Supply Consultants Limited | " |
| VITEC WPG Limited | " |
| Gain Tune Logistics (Shanghai) Co., Ltd. | " |
| Suzhou Xinning Logistics Co., Ltd. | " |
| Suzhou Xinning Bonded Warehouse Co., Ltd. | " |
| WT Microelectronics Co., Ltd. | " |
| Eesource Corp. | " |
| Sunrise Technology Co., Ltd. | " |
| Restar WPG Corporation | " |
| Kunmao (Shanghai) Enterprise Development Co., Ltd. | Other related party |
| Autosys (TW) Co., Ltd. | Subsidiary of investee accounted for using equity method |
| Maxtek Technology Co., Ltd. | " |
| Morrihan International Corp. | " |
| WT Microelectronics (Hong Kong) Limited | " |
| NuVision Technology, Inc. | " |
| Excelpoint Systems (H.K.) Limited | " |
| WT Technology Korea Co., Ltd. | " |
| WPG P.T. Electrindo Jaya | Stockholder of the Group's subsidiary accounted for using equity method |
| WPG Holdings Education Foundation | One third of paid-in-capital was granted by the Group |
| Taiwan Industrial Holding Association | The chairman of the association and chairman of the Group are the same |

(3) Significant transactions and balances with related parties

A. Operating revenues

| | <u>Three months ended March 31,</u> | |
|----------------|-------------------------------------|-------------------|
| | <u>2024</u> | <u>2023</u> |
| Sales of goods | | |
| Others | \$ 261,163 | \$ 145,273 |
| Associates | <u>95,983</u> | <u>370,444</u> |
| | <u>\$ 357,146</u> | <u>\$ 515,717</u> |

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

| | <u>Three months ended March 31,</u> | |
|--------------------|-------------------------------------|-------------------|
| | <u>2024</u> | <u>2023</u> |
| Purchases of goods | | |
| Associates | <u>\$ 389,887</u> | <u>\$ 645,579</u> |

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

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|---------------------|-----------------------|--------------------------|-----------------------|
| Accounts receivable | | | |
| Others | \$ 276,054 | \$ 232,746 | \$ 291 |
| Associates | <u>56,260</u> | <u>84,653</u> | <u>179,173</u> |
| | <u>\$ 332,314</u> | <u>\$ 317,399</u> | <u>\$ 179,464</u> |

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

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|-------------------|-----------------------|--------------------------|-----------------------|
| Other receivables | | | |
| Associates | <u>\$ 24,258</u> | <u>\$ 31,095</u> | <u>\$ 42,232</u> |

Other receivables from associates refer to payments on behalf of others and purchases paid on behalf of others, etc.

E. Payables to related parties

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|------------------|-----------------------|--------------------------|-----------------------|
| Accounts payable | | | |
| Associates | <u>\$ 177,355</u> | <u>\$ 126,114</u> | <u>\$ 291,803</u> |

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

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|------------------------|-----------------------|--------------------------|-----------------------|
| Associates | | | |
| VITEC WPG Limited | \$ 72,000 | \$ 69,086 | \$ 68,512 |
| Restar WPG Corporation | <u>25,600</u> | <u>24,564</u> | <u>-</u> |
| | <u>\$ 97,600</u> | <u>\$ 93,650</u> | <u>\$ 68,512</u> |

G. Others-donation

| | <u>Three months ended March 31,</u> | |
|---------------------------------------|-------------------------------------|-----------------|
| | <u>2024</u> | <u>2023</u> |
| Other related parties | | |
| WPG Holding Education Foundation | \$ 2,000 | \$ 1,800 |
| Taiwan Industrial Holding Association | <u>1,500</u> | <u>2,500</u> |
| | <u>\$ 3,500</u> | <u>\$ 4,300</u> |

(4) Key management compensation

| | <u>Three months ended March 31,</u> | |
|---|-------------------------------------|------------------|
| | <u>2024</u> | <u>2023</u> |
| Salaries and other short-term employee benefits | \$ 47,768 | \$ 78,024 |
| Post-employment benefits | <u>921</u> | <u>1,182</u> |
| | <u>\$ 48,689</u> | <u>\$ 79,206</u> |

8. PLEDGED ASSETS

| <u>Pledged assets (Note 1)</u> | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> | <u>Purpose of Collateral</u> |
|---|-----------------------|--------------------------|-----------------------|--|
| Financial assets at amortized cost | | | | |
| -Time deposits | \$ 37,599 | \$ 38,855 | \$ 49,793 | Security for purchases and time deposit for performance bond etc. |
| -Pledged time deposits | 2,630 | 2,801 | 2,938 | Performance guarantee |
| Accounts receivable, net | | | | |
| - Pledged accounts receivable | 214,277 | 363,860 | - | Security for purchases |
| Other financial assets (shown as 'other current assets') | | | | |
| -Time deposits | 16,520 | 16,054 | - | Security for purchases |
| -Pledged time deposits | 120,592 | 80,815 | - | Security for purchases |
| Property, plant and equipment (including investment property) | | | | |
| -Land | 5,115,948 | 5,171,941 | 5,115,948 | Long-term and short-term borrowings guarantee and security for purchases |
| -Buildings and structures | 2,278,444 | 2,329,327 | 2,414,784 | " |
| | <u>\$ 7,786,010</u> | <u>\$ 8,003,653</u> | <u>\$ 7,583,463</u> | |

Note: The Company held 100% of shares of WPG Investment Co., Ltd., in which 8,999 thousand shares have been pledged for purchases as of March 31, 2024, December 31, 2023 and March 31, 2023.

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

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|-----|-----------------------|--------------------------|-----------------------|
| \$ | 914,234 | \$ 1,067,460 | \$ 1,285,000 |
| USD | 139,546,000 | USD 132,172,000 | USD 104,449,000 |

B. As of March 31, 2024, the remaining payments for the contract of non-fixed car park the Group entered into amounted to \$37,650.

C. As of March 31, 2024, the unpaid payables arising from the service contracts signed for computer facilities, internet and information security maintenance amounted to \$50,400.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

None.

12. OTHERS

(1) Capital risk management

There was no significant change in the reporting period. Refer to Note 12 in the consolidated financial statements for the year ended December 31, 2023.

(2) Financial instruments

A. Financial instruments by category

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>(As amended) March 31, 2023</u> |
|--|-----------------------|--------------------------|--|
| <u>Financial assets</u> | | | |
| Financial assets measured at fair value through profit or loss | | | |
| Financial assets mandatorily measured at fair value through profit or loss | \$ 3,323,678 | \$ 3,345,429 | \$ 1,768,776 |
| Financial assets at fair value through other comprehensive income | | | |
| Designation of equity instrument | \$ 3,664,678 | \$ 3,434,477 | \$ 3,520,059 |
| Financial assets at amortized cost | | | |
| Cash and cash equivalents | \$ 15,680,717 | \$ 21,796,345 | \$ 15,642,091 |
| Financial assets at amortized cost | 625,735 | 555,567 | 518,898 |
| Notes receivable | 2,205,050 | 2,273,589 | 1,980,134 |
| Accounts receivable (including related parties) | 133,172,576 | 128,641,378 | 99,034,422 |
| Other receivables (including related parties) | 14,167,433 | 11,825,409 | 17,620,608 |
| Guarantee deposits paid | 232,261 | 287,960 | 286,179 |
| Other financial assets | 1,980,984 | 1,601,175 | 1,137,691 |
| | <u>\$ 168,064,756</u> | <u>\$ 166,981,423</u> | <u>\$ 136,220,023</u> |

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>(As amended)</u> <u>March 31, 2023</u> |
|---|-----------------------|--------------------------|--|
| <u>Financial liabilities</u> | | | |
| Financial liabilities measured at fair value through profit or loss | | | |
| Financial liabilities held for trading | \$ 1,600 | \$ 5,289 | \$ 8,860 |
| Financial liabilities at amortized cost | | | |
| Short-term borrowings | \$ 91,885,652 | \$ 82,601,125 | \$ 69,336,396 |
| Short-term notes and bills payable | 4,268,851 | 8,224,982 | 5,464,923 |
| Notes payable | 48,998 | 18,520 | 34,533 |
| Accounts payable (including related parties) | 97,611,758 | 85,993,130 | 68,701,105 |
| Other payables | 10,022,432 | 10,366,261 | 9,856,153 |
| Long-term borrowings (including current portion) | 31,583,779 | 31,422,151 | 38,410,625 |
| Guarantee deposits received | 243,584 | 184,815 | 189,742 |
| | <u>\$ 235,665,054</u> | <u>\$ 218,810,984</u> | <u>\$ 191,993,477</u> |
| Lease liabilities | <u>\$ 2,672,711</u> | <u>\$ 2,509,152</u> | <u>\$ 2,582,880</u> |

B. Risk management policies

- (a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. 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:

| | March 31, 2024 | | |
|--|--|---------------|---------------------|
| | Foreign currency amount (in thousands) | Exchange rate | Book value (NTD) |
| (Foreign currency: functional currency) | | | |
| <u>Financial assets</u> | | | |
| <u>Monetary items</u> | | | |
| USD : TWD | \$ 1,052,888 | 32.00 | \$ 33,692,415 |
| USD : RMB | 17,512 | 7.26 | 560,370 |
| USD : KRW | 22,474 | 1,346.80 | 719,177 |
| HKD : USD | 46,138 | 0.13 | 188,659 |
| RMB : USD | 1,110,328 | 0.14 | 4,894,327 |
| <u>Non-monetary items</u> | | | |
| RMB : USD | 30,343 | 0.14 | 133,752 |
| JPY : USD | 1,250,813 | 0.01 | 264,547 |
| <u>Financial liabilities</u> | | | |
| <u>Monetary items</u> | | | |
| USD : TWD | 904,422 | 32.00 | 28,941,507 |
| USD : RMB | 37,295 | 7.26 | 1,193,438 |
| USD : KRW | 10,637 | 1,346.80 | 340,369 |
| USD : INR | 23,666 | 83.34 | 757,307 |
| HKD : USD | 26,923 | 0.13 | 110,086 |
| RMB : USD | 972,395 | 0.14 | 4,286,317 |
| EUR : USD | 4,441 | 1.08 | 153,051 |
| SGD : USD | 4,320 | 0.74 | 102,467 |

| December 31, 2023 | | | |
|--|--|---------------|---------------------|
| | Foreign currency amount (in thousands) | Exchange rate | Book value (NTD) |
| (Foreign currency: functional currency) | | | |
| <u>Financial assets</u> | | | |
| <u>Monetary items</u> | | | |
| USD : TWD | \$ 912,117 | 30.71 | \$ 28,006,540 |
| USD : RMB | 21,775 | 7.10 | 668,588 |
| USD : KRW | 22,802 | 1,289.40 | 700,139 |
| HKD : USD | 51,146 | 0.13 | 200,954 |
| RMB : USD | 1,130,380 | 0.14 | 4,891,153 |
| EUR : USD | 3,018 | 1.11 | 102,551 |
| <u>Non-monetary items</u> | | | |
| RMB : USD | 30,732 | 0.14 | 132,979 |
| <u>Financial liabilities</u> | | | |
| <u>Monetary items</u> | | | |
| USD : TWD | 821,076 | 30.71 | 25,211,152 |
| USD : RMB | 46,429 | 7.10 | 1,425,599 |
| USD : KRW | 16,338 | 1,289.40 | 501,644 |
| USD : INR | 20,384 | 83.14 | 625,901 |
| HKD : USD | 37,772 | 0.13 | 148,406 |
| RMB : USD | 927,695 | 0.14 | 4,014,137 |
| EUR : USD | 3,375 | 1.11 | 114,694 |

| March 31, 2023 | | | |
|--|--|---------------|---------------------|
| (Foreign currency: functional currency) | Foreign currency amount (in thousands) | Exchange rate | Book value (NTD) |
| <u>Financial assets</u> | | | |
| <u>Monetary items</u> | | | |
| USD : TWD | \$ 766,393 | 30.45 | \$ 23,336,671 |
| USD : RMB | 23,206 | 6.87 | 706,608 |
| USD : KRW | 31,762 | 1,303.80 | 967,160 |
| USD : JPY | 3,705 | 133.09 | 112,812 |
| HKD : USD | 53,169 | 0.13 | 206,243 |
| RMB : TWD | 61,387 | 4.43 | 272,005 |
| RMB : USD | 448,600 | 0.15 | 1,987,747 |
| <u>Non-monetary items</u> | | | |
| RMB : USD | 34,284 | 0.15 | 151,912 |
| <u>Financial liabilities</u> | | | |
| <u>Monetary items</u> | | | |
| USD : TWD | 794,682 | 30.45 | 24,198,056 |
| USD : RMB | 26,620 | 6.87 | 810,571 |
| USD : KRW | 22,372 | 1,303.80 | 681,230 |
| USD : INR | 18,628 | 82.11 | 567,220 |
| HKD : USD | 31,379 | 0.13 | 121,719 |
| RMB : TWD | 61,107 | 4.43 | 270,765 |
| RMB : USD | 173,775 | 0.15 | 769,995 |

- v. The total exchange gain (loss), including realized and unrealized arising from significant foreign exchange variation on the monetary items held by the Group for the three months ended March 31, 2024 and 2023 amounted to \$265,873 and \$114,926, respectively.

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

| Three months ended March 31, 2024 | | | |
|--|----------------------------|---------------------------------|---|
| Sensitivity Analysis | | | |
| | <u>Degree of Variation</u> | <u>Effect on Profit or Loss</u> | <u>Effect on Other Comprehensive Income</u> |
| (Foreign currency: functional currency) | | | |
| <u>Financial assets</u> | | | |
| <u>Monetary items</u> | | | |
| USD : TWD | 1% | \$ 336,924 | \$ - |
| USD : RMB | 1% | 5,604 | - |
| USD : KRW | 1% | 7,192 | - |
| HKD : USD | 1% | 1,887 | - |
| RMB : USD | 1% | 48,943 | - |
| <u>Financial liabilities</u> | | | |
| <u>Monetary items</u> | | | |
| USD : TWD | 1% | 289,415 | - |
| USD : RMB | 1% | 11,934 | - |
| USD : KRW | 1% | 3,404 | - |
| USD : INR | 1% | 7,573 | - |
| HKD : USD | 1% | 1,101 | - |
| RMB : USD | 1% | 42,863 | - |
| EUR : USD | 1% | 1,531 | - |
| SGD : USD | 1% | 1,025 | - |

Three months ended March 31, 2023

Sensitivity Analysis

| | <u>Degree of Variation</u> | <u>Effect on Profit or Loss</u> | <u>Effect on Other Comprehensive Income</u> |
|--|--------------------------------|-------------------------------------|---|
| (Foreign currency: functional currency) | | | |
| <u>Financial assets</u> | | | |
| <u>Monetary items</u> | | | |
| USD : TWD | 1% | \$ 233,367 | \$ - |
| USD : RMB | 1% | 7,066 | - |
| USD : KRW | 1% | 9,672 | - |
| USD : JPY | 1% | 1,128 | - |
| HKD : USD | 1% | 2,062 | - |
| RMB : TWD | 1% | 2,720 | - |
| RMB : USD | 1% | 19,877 | - |
| <u>Financial liabilities</u> | | | |
| <u>Monetary items</u> | | | |
| USD : TWD | 1% | 241,981 | - |
| USD : RMB | 1% | 8,106 | - |
| USD : KRW | 1% | 6,812 | - |
| USD : INR | 1% | 5,672 | - |
| HKD : USD | 1% | 1,217 | - |
| RMB : TWD | 1% | 2,708 | - |
| RMB : USD | 1% | 7,700 | - |

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 three months ended March 31, 2024 and 2023 would have increased/decreased by \$33,149 and \$17,610, 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 \$36,647 and \$35,201, respectively, as a result of other comprehensive income on equity investments classified as 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 three months ended March 31, 2024 and 2023, the Group's borrowings at variable rate were mainly denominated in New Taiwan dollars and US dollars.
 - ii. If the borrowing interest rate had increased by 1% with all other variables held constant, profit, net of tax for the three months ended March 31, 2024 and 2023 would have decreased by \$127,698 and \$86,635, 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 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 March 31, 2024, December 31, 2023 and March 31, 2023, 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 |
|-----------------------|-----------------|-----------------------|------------------------|--------------------------|-------------------------|---------------------------------|---------------|
| <u>March 31, 2024</u> | | | | | | | |
| Expected loss rate | 0%~ 5.19% | 0.01%~ 41.37% | 1.63%~ 100% | 10.66%~ 100% | 40.9%~ 100% | 100% | |
| Total book value | \$ 60,421,679 | \$ 4,204,835 | \$ 297,637 | \$ 57,545 | \$ 28,950 | \$ 390,022 | \$ 65,400,668 |
| Loss allowance | \$ 80,870 | \$ 61,361 | \$ 55,890 | \$ 27,803 | \$ 19,781 | \$ 386,970 | \$ 632,675 |

| | 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 |
|--------------------------|-----------------|-----------------------|------------------------|--------------------------|-------------------------|---------------------------------|---------------|
| <u>December 31, 2023</u> | | | | | | | |
| Expected loss rate | 0%~ 5.19% | 0%~ 33.03% | 1.8%~ 100% | 9.17%~ 100% | 40.9%~ 100% | 100% | |
| Total book value | \$ 50,652,174 | \$ 3,338,123 | \$ 753,213 | \$ 22,067 | \$ 94,393 | \$ 584,573 | \$ 55,444,543 |
| Loss allowance | \$ 98,537 | \$ 91,459 | \$ 121,263 | \$ 7,064 | \$ 56,949 | \$ 584,542 | \$ 959,814 |

| | 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 |
|-----------------------|-----------------|-----------------------|------------------------|--------------------------|-------------------------|---------------------------------|---------------|
| <u>March 31, 2023</u> | | | | | | | |
| Expected loss rate | 0%~ 3.19% | 0%~ 33.33% | 1.69%~ 91.67% | 4.81%~ 100% | 37.58~ 100% | 100% | |
| Total book value | \$ 56,030,916 | \$ 4,486,275 | \$ 203,526 | \$ 114,104 | \$ 82,149 | \$ 568,414 | \$ 61,485,384 |
| Loss allowance | \$ 78,460 | \$ 103,495 | \$ 27,715 | \$ 36,676 | \$ 35,805 | \$ 565,104 | \$ 847,255 |

(ii) Individually impaired and provisioned allowance for loss

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|------------------|-----------------------|--------------------------|-----------------------|
| Total book value | \$ 37,405 | \$ 71,996 | \$ 5,549 |
| Loss allowance | \$ 32,905 | \$ 35,645 | \$ - |

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

| | <u>March 31, 2024</u> | <u>December 31, 2023</u> | <u>March 31, 2023</u> |
|--------------------|-----------------------|--------------------------|-----------------------|
| Expected loss rate | 0% | 0% | 0% |
| Total book value | \$ 68,067,769 | \$ 73,802,899 | \$ 38,211,280 |
| 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:

| | 2024 | | | | |
|------------------------------|----------------------|----------------------|-------------------|-------------------|-------------------|
| | Notes receivable | Accounts receivable | | | |
| | Individual provision | Individual provision | Group provision | Subtotal | Total |
| At January 1 | \$ 5 | \$ 35,645 | \$ 959,814 | \$ 995,459 | \$ 995,464 |
| Reversal for impairment | (5) | (4,169) | (273,430) | (277,599) | (277,604) |
| Write-offs during the period | - | - | (85,870) | (85,870) | (85,870) |
| Effect of foreign exchange | - | 1,429 | 32,161 | 33,590 | 33,590 |
| At March 31 | <u>\$ -</u> | <u>\$ 32,905</u> | <u>\$ 632,675</u> | <u>\$ 665,580</u> | <u>\$ 665,580</u> |

| | 2023 | | | | |
|---|----------------------|----------------------|-------------------|-------------------|-------------------|
| | Notes receivable | Accounts receivable | | | |
| | Individual provision | Individual provision | Group provision | Subtotal | Total |
| At January 1 | \$ - | \$ - | \$ 643,430 | \$ 643,430 | \$ 643,430 |
| Provision for impairment | 2 | - | 209,506 | 209,506 | 209,508 |
| Received amounts written-off in preveious years | - | - | 24 | 24 | 24 |
| Effect of foreign exchange | - | - | (4,071) | (4,071) | (4,071) |
| Transfers into overdue receivables | - | - | (1,634) | (1,634) | (1,634) |
| At March 31 | <u>\$ 2</u> | <u>\$ -</u> | <u>\$ 847,255</u> | <u>\$ 847,255</u> | <u>\$ 847,257</u> |

(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:

| <u>March 31, 2024</u> | <u>Less than 1 year</u> | <u>Between 1 and 2 years</u> | <u>Between 2 and 5 years</u> | <u>Over 5 years</u> |
|---|-------------------------|----------------------------------|----------------------------------|---------------------|
| Short-term borrowings | \$ 92,124,574 | \$ - | \$ - | \$ - |
| Short-term notes and bills payable | 4,272,000 | - | - | - |
| Financial liabilities measured at fair value through profit or loss | 1,600 | - | - | - |
| Notes payable | 48,998 | - | - | - |
| Accounts payable | 97,434,403 | - | - | - |
| Accounts payable - related parties | 177,355 | - | - | - |
| Other payables | 10,022,432 | - | - | - |
| Lease liabilities | 477,499 | 374,995 | 828,406 | 1,448,214 |
| Long-term borrowings (including current portion) | 18,210,212 | 8,375,097 | 2,146,783 | 5,357,989 |

Non-derivative financial liabilities:

| <u>December 31, 2023</u> | <u>Less than 1 year</u> | <u>Between 1 and 2 years</u> | <u>Between 2 and 5 years</u> | <u>Over 5 years</u> |
|---|-------------------------|----------------------------------|----------------------------------|---------------------|
| Short-term borrowings | \$ 83,336,265 | \$ - | \$ - | \$ - |
| Short-term notes and bills payable | 8,229,400 | - | - | - |
| Financial liabilities measured at fair value through profit or loss | 5,289 | - | - | - |
| Notes payable | 18,520 | - | - | - |
| Accounts payable | 85,867,016 | - | - | - |
| Accounts payable - related parties | 126,114 | - | - | - |
| Other payables | 10,366,261 | - | - | - |
| Lease liabilities | 403,761 | 352,873 | 707,747 | 1,464,531 |
| Long-term borrowings (including current portion) | 11,705,924 | 14,691,453 | 1,428,959 | 5,428,839 |

Non-derivative financial liabilities:

| <u>March 31, 2023</u> | <u>Less than 1 year</u> | <u>Between 1 and 2 years</u> | <u>Between 2 and 5 years</u> | <u>Over 5 years</u> |
|---|-------------------------|----------------------------------|----------------------------------|---------------------|
| Short-term borrowings | \$ 69,916,533 | \$ - | \$ - | \$ - |
| Short-term notes and bills payable | 5,470,000 | - | - | - |
| Financial liabilities measured at fair value through profit or loss | 8,860 | - | - | - |
| Notes payable | 34,533 | - | - | - |
| Accounts payable | 68,409,302 | - | - | - |
| Accounts payable - related parties | 291,803 | - | - | - |
| Other payables | 9,856,153 | - | - | - |
| Lease liabilities | 415,242 | 348,986 | 663,735 | 1,642,045 |
| Long-term borrowings (including current portion) | 9,947,636 | 22,424,961 | 2,752,313 | 5,509,868 |

(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:

| March 31, 2024 | <u>Level 1</u> | <u>Level 2</u> | <u>Level 3</u> | <u>Total</u> |
|---|--------------------|-----------------|-------------------|--------------------|
| <u>Assets</u> | | | | |
| <u>Recurring fair value measurements</u> | | | | |
| Financial assets at fair value through profit or loss | | | | |
| Forward exchange contracts | \$ - | \$ 8,800 | \$ - | \$ 8,800 |
| Equity securities | 2,704,951 | - | 609,927 | 3,314,878 |
| Financial assets at fair value through other comprehensive income | | | | |
| Equity securities | <u>3,420,874</u> | <u>-</u> | <u>243,804</u> | <u>3,664,678</u> |
| | <u>\$6,125,825</u> | <u>\$ 8,800</u> | <u>\$ 853,731</u> | <u>\$6,988,356</u> |
| <u>Liabilities</u> | | | | |
| <u>Recurring fair value measurements</u> | | | | |
| Financial liabilities held for trading | | | | |
| Forward exchange contracts | <u>\$ -</u> | <u>\$ 1,600</u> | <u>\$ -</u> | <u>\$ 1,600</u> |
| December 31, 2023 | | | | |
| <u>Assets</u> | | | | |
| <u>Recurring fair value measurements</u> | | | | |
| Financial assets at fair value through profit or loss | | | | |
| Forward exchange contracts | \$ - | \$ 333 | \$ - | \$ 333 |
| Equity securities | 2,731,560 | - | 613,536 | 3,345,096 |
| Financial assets at fair value through other comprehensive income | | | | |
| Equity securities | <u>3,190,624</u> | <u>-</u> | <u>243,853</u> | <u>3,434,477</u> |
| | <u>\$5,922,184</u> | <u>\$ 333</u> | <u>\$ 857,389</u> | <u>\$6,779,906</u> |
| <u>Liabilities</u> | | | | |
| <u>Recurring fair value measurements</u> | | | | |
| Financial liabilities held for trading | | | | |
| Forward exchange contracts | <u>\$ -</u> | <u>\$ 5,289</u> | <u>\$ -</u> | <u>\$ 5,289</u> |

| March 31, 2023 | <u>Level 1</u> | <u>Level 2</u> | <u>Level 3</u> | <u>Total</u> |
|---|--------------------|-----------------|--------------------|--------------------|
| <u>Assets</u> | | | | |
| <u>Recurring fair value measurements</u> | | | | |
| Financial assets at fair value through profit or loss | | | | |
| Forward exchange contracts | \$ - | \$ 7,737 | \$ - | \$ 7,737 |
| Equity securities | 436,652 | - | 1,324,387 | 1,761,039 |
| Financial assets at fair value through other comprehensive income | | | | |
| Equity securities | <u>3,275,989</u> | <u>-</u> | <u>244,070</u> | <u>3,520,059</u> |
| | <u>\$3,712,641</u> | <u>\$ 7,737</u> | <u>\$1,568,457</u> | <u>\$5,288,835</u> |
| <u>Liabilities</u> | | | | |
| <u>Recurring fair value measurements</u> | | | | |
| Financial liabilities held for trading | | | | |
| Forward exchange contracts | <u>\$ -</u> | <u>\$ 8,860</u> | <u>\$ -</u> | <u>\$ 8,860</u> |

(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:

| | <u>Listed shares</u> |
|---------------------|----------------------|
| 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 three months ended March 31, 2024 and 2023:

| | <u>2024</u> | <u>2023</u> |
|----------------------------|-------------------|---------------------|
| At January 1 | \$ 857,389 | \$ 1,562,352 |
| Additions | - | 25,043 |
| Capital reduction | (3,898) | (747) |
| Disposal | (250) | (31,430) |
| Gains on valuation | (1,532) | 9,135 |
| Effect of foreign exchange | <u>2,022</u> | <u>4,103</u> |
| At March 31 | <u>\$ 853,731</u> | <u>\$ 1,568,456</u> |

F. For the three months ended March 31, 2024 and 2023, 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:

| | <u>Fair value at March 31, 2024</u> | <u>Valuation technique</u> | <u>Significant unobservable input</u> | <u>Range (weighted average)</u> | <u>Relationship of inputs to fair value</u> |
|---|---|--------------------------------|---|---|---|
| Non-derivative equity: | | | | | |
| Equity investment without active market | \$ 819,531 | Net asset value method | Net asset value | - | The higher the net asset value, the higher the fair value |
| Preferred share without active market | 34,200 | Market approach | Not applicable | - | Not applicable |

| | Fair value at December 31, 2023 | Valuation technique | Significant unobservable input | Range (weighted average) | Relationship of inputs to fair value |
|---|---------------------------------------|------------------------|--------------------------------------|--------------------------------|---|
| Non-derivative equity: | | | | | |
| Equity investment without active market | \$ 823,189 | Net asset value method | Net asset value | - | The higher the net asset value, the higher the fair value |
| Preferred share without active market | 34,200 | Market approach | Not applicable | - | Not applicable |

| | Fair value at March 31, 2023 | Valuation technique | Significant unobservable input | Range (weighted average) | Relationship of inputs to fair value |
|---|------------------------------------|------------------------|--------------------------------------|--------------------------------|---|
| Non-derivative equity: | | | | | |
| Equity investment without active market | \$ 1,534,257 | Net asset value method | Net asset value | - | The higher the net asset value, the higher the fair value |
| Preferred share without active market | 34,200 | Market approach | Not applicable | - | Not applicable |

- 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:

| | | March 31, 2024 | | | |
|-------------------|----------------------|---------------------------------|------------------------|---|------------------------|
| | | 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% | \$ 6,099 | (\$ 6,099) | \$ 2,438 | (\$ 2,438) |

| | | | December 31, 2023 | | | |
|-------------------|-----------------|--------|---------------------------------|------------------------|---|------------------------|
| | | | Recognized in profit or loss | | Recognized in other comprehensive income | |
| | | | Favourable change | Unfavourable change | Favourable change | Unfavourable change |
| | Input | Change | | | | |
| Financial assets | | | | | | |
| Equity instrument | Net asset value | ± 1% | \$ 6,135 | (\$ 6,135) | \$ 2,439 | (\$ 2,439) |
| | | | March 31, 2023 | | | |
| | | | Recognized in profit or loss | | Recognized in other comprehensive income | |
| | | | Favourable change | Unfavourable change | Favourable change | Unfavourable change |
| | Input | Change | | | | |
| Financial assets | | | | | | |
| Equity instrument | Net asset value | ± 1% | \$ 13,244 | (\$ 13,244) | \$ 2,441 | (\$ 2,441) |

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: Refer to table 1.
- B. Provision of endorsements and guarantees to others: Refer to table 2.
- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Refer to table 3.
- D. Aggregate purchases or sales of the same securities reaching \$300 million or 20% of paid-in capital or more: Refer to table 4.
- E. Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- F. Disposal of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- G. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Refer to table 5.
- H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Refer to table 6.
- I. Derivative financial instruments undertaken during the reporting period: Refer to Notes 6(2)B. and 12(3).
- J. Significant inter-company transactions during the reporting period: Refer to table 7.

(2) Information on investee companies

Names, locations and other information of investee companies (excluding investees in Mainland China): Refer to table 8.

(3) Information on investments in Mainland China

A. Basic information: Refer to table 9.

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 three months ended March 31, 2024 is provided in Note (1)J.

(4) Major shareholders information

Major shareholders information: Refer to table 10.

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 ended March 31, 2024 and 2023 is as follows:

Three months ended March 31, 2024:

| | 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 and its subsidiaries | Others | Eliminations | Total |
|---------------------------------|---|---|--|---|--|----------------------|-------------------------|-----------------------|
| Revenue from external customers | \$ 86,484,276 | \$ 18,342,440 | \$ 22,462,447 | \$ 26,716,102 | \$ 5,409,846 | \$ 22,488,595 | \$ - | \$ 181,903,706 |
| Revenue from internal customers | 3,823,226 | 1,489,907 | 442,219 | 2,143,736 | 174,688 | 3,087,006 | (11,160,782) | - |
| Total revenue | <u>\$ 90,307,502</u> | <u>\$ 19,832,347</u> | <u>\$ 22,904,666</u> | <u>\$ 28,859,838</u> | <u>\$ 5,584,534</u> | <u>\$ 25,575,601</u> | <u>(\$ 11,160,782)</u> | <u>\$ 181,903,706</u> |
| Segment profit | <u>\$ 1,468,802</u> | <u>\$ 428,278</u> | <u>\$ 498,028</u> | <u>\$ 657,629</u> | <u>\$ 98,208</u> | <u>\$ 99,285</u> | <u>\$ 770,118</u> | <u>\$ 4,020,348</u> |
| Net income | <u>\$ 719,872</u> | <u>\$ 109,781</u> | <u>\$ 471,834</u> | <u>\$ 136,236</u> | <u>\$ 11,809</u> | <u>\$ 37,077</u> | <u>\$ 484,345</u> | <u>\$ 1,970,954</u> |

Three months ended March 31, 2023:

| | <u>World Peace Industrial Co., Ltd. and its subsidiaries</u> | <u>Silicon Application Corp. and its subsidiaries</u> | <u>Asian Information Technology Inc. and its subsidiaries</u> | <u>Yosun Industrial Corp. and its subsidiaries</u> | <u>Trigold Holdings Limited and its subsidiaries</u> | <u>Others</u> | <u>Eliminations</u> | <u>Total</u> |
|---------------------------------|--|---|---|--|--|----------------------|------------------------|-----------------------|
| Revenue from external customers | \$ 67,097,387 | \$ 15,797,238 | \$ 18,590,221 | \$ 22,814,532 | \$ 4,169,276 | \$ 16,284,950 | \$ - | \$ 144,753,604 |
| Revenue from internal customers | <u>3,141,072</u> | <u>1,291,946</u> | <u>433,350</u> | <u>1,394,355</u> | <u>929,260</u> | <u>5,145,536</u> | <u>(12,335,519)</u> | <u>-</u> |
| Total revenue | <u>\$ 70,238,459</u> | <u>\$ 17,089,184</u> | <u>\$ 19,023,571</u> | <u>\$ 24,208,887</u> | <u>\$ 5,098,536</u> | <u>\$ 21,430,486</u> | <u>(\$ 12,335,519)</u> | <u>\$ 144,753,604</u> |
| Segment profit | <u>\$ 1,129,122</u> | <u>\$ 288,827</u> | <u>\$ 414,961</u> | <u>\$ 548,393</u> | <u>\$ 126,961</u> | <u>(\$ 84,434)</u> | <u>\$ 801,941</u> | <u>\$ 3,225,771</u> |
| Net income | <u>(\$ 31,509)</u> | <u>\$ 41,887</u> | <u>\$ 205,897</u> | <u>\$ 171,858</u> | <u>\$ 40,141</u> | <u>(\$ 197,113)</u> | <u>\$ 464,448</u> | <u>\$ 695,609</u> |

WPG Holdings Limited and Subsidiaries
Loans to others
Three months ended March 31, 2024

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 three months ended March 31, 2024 | Balance at March 31, 2024 | Actual amount drawn down | Interest rate | Nature of loan (Note 10) | 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 | Y | \$ 52,272 | \$ 52,272 | \$ 52,272 | 4.60 | 2 | \$ - | Operations | \$ - | None | \$ - | \$ 76,833 | \$ 76,833 | Note 1 |
| 2 | Genuine C&C (IndoChina) Pte Ltd. | World Peace International (South Asia) Pte Ltd. | Other receivables | Y | 64,000 | 64,000 | 64,000 | 6.75 | 2 | - | Operations | - | None | - | 102,009 | 102,009 | Note 3 |
| 3 | Richpower Electronic Devices Pte., Ltd. | Yosun Hong Kong Corp. Ltd. | Other receivables | Y | 248,000 | 248,000 | 248,000 | 6.74~6.78 | 2 | - | Operations | - | None | - | 528,572 | 528,572 | Note 4 |
| 4 | World Peace International (South Asia) Pte Ltd. | WPI Technology Pte Ltd. | Other receivables | Y | 2,240,000 | 2,240,000 | 2,240,000 | 6.88 | 2 | - | Operations | - | None | - | 7,989,662 | 7,989,662 | Note 3 |
| 5 | WPG C&C Limited | WPI International (Hong Kong) Limited | Other receivables | Y | 256,000 | 256,000 | 256,000 | 4.45 | 2 | - | Operations | - | None | - | 312,004 | 312,004 | Note 5 |
| 6 | WPG EMEA B.V. | WPG EMEA UK Limited | Other receivables | Y | 6,400 | 6,400 | 5,120 | 7.16 | 2 | - | Operations | - | None | - | 324,024 | 324,024 | Note 10 |
| 7 | WPG India Electronics Pvt Ltd. | WPG C&C Computers And Peripheral (India) Private Limited | Other receivables | Y | 23,038 | 23,038 | 23,038 | 10.12 | 2 | - | Operations | - | None | - | 192,466 | 192,466 | Note 3 |
| 8 | WPG South Asia Pte. Ltd. | WPG Korea Co., Ltd. | Other receivables | Y | 320,000 | 320,000 | 64,000 | 7.20 | 2 | - | Operations | - | None | - | 3,112,986 | 3,112,986 | Note 8 |
| 8 | WPG South Asia Pte. Ltd. | Yosun Singapore Pte Ltd. | Other receivables | Y | 789,500 | 640,000 | - | - | 2 | - | Operations | - | None | - | 3,112,986 | 3,112,986 | Note 8 |
| 9 | WPG South Asia Pte. Ltd. | World Peace International (South Asia) Pte Ltd. | Other receivables | Y | 160,000 | 160,000 | 160,000 | 6.75 | 2 | - | Operations | - | None | - | 2,450,059 | 2,450,059 | Note 3 |
| 10 | Yosun Hong Kong Corp. Ltd. | Yosun Shanghai Corp. Ltd. | Other receivables | Y | 4,760,640 | 4,760,640 | 3,834,960 | 4.59~5.95 | 2 | - | Operations | - | None | - | 10,721,127 | 10,721,127 | Note 4 |
| 11 | AECO Technology Co., Ltd. | World Peace Industrial Co., Ltd. | Other receivables | Y | 39,000 | 39,000 | 27,000 | 1.30 | 2 | - | Operations | - | None | - | 429,736 | 429,736 | Note 2 |

| No. | Creditor | Borrower | General ledger account | Is a related party | Maximum outstanding balance during | Balance at March 31, 2024 | Actual amount drawn down | Interest rate | Nature of loan (Note 10) | 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 |
|-----|---------------------------------------|---|------------------------|--------------------|---------------------------------------|---------------------------|--------------------------|---------------|--------------------------|--|---------------------------------|---------------------------------|------------|-------|--|--------------------------------|----------|
| | | | | | the three months ended March 31, 2024 | | | | | | | | Item | Value | | | |
| 12 | AECO Electronics Co., Ltd. | WPI International (Hong Kong) Limited | Other receivables | Y | \$ 768,000 | \$ 768,000 | \$ 768,000 | 4.25 | 2 | \$ - | Operations | \$ - | None | \$ - | \$ 907,749 | \$ 907,749 | Note 5 |
| 13 | WPG SCM Limited | WPG Electronics (Hong Kong) Limited | Other receivables | Y | 320,000 | 320,000 | 320,000 | 6.54 | 2 | - | Operations | - | None | - | 1,445,637 | 1,445,637 | Note 8 |
| 14 | WPG China Inc. | LaaS (Dongguan) Supply Chain Management Limited | Other receivables | Y | 66,120 | 66,120 | 66,120 | 3.90 | 2 | - | Operations | - | None | - | 5,204,879 | 5,204,879 | Note 5 |
| 15 | Yosun Industrial Corp. | Yosun Hong Kong Corp. Ltd. | Other receivables | Y | 960,000 | 960,000 | - | - | 2 | - | Operations | - | None | - | 4,090,276 | 4,090,276 | Note 2 |
| 16 | Yosun South China Corp. Ltd. | Yosun Shanghai Corp. Ltd. | Other receivables | Y | 198,360 | 198,360 | 198,360 | 2.80 | 2 | - | Operations | - | None | - | 225,797 | 225,797 | Note 5 |
| 17 | WPG C&C Shanghai Co., Ltd. | Trigolduo (Shanghai) Industrial Development Ltd. | Other receivables | Y | 66,120 | 66,120 | 66,120 | 3.80~4.00 | 2 | - | Operations | - | None | - | 261,612 | 654,029 | Note 5 |
| 17 | WPG C&C Shanghai Co., Ltd. | Trigold Tongle (Shanghai) Industrial Development Ltd. | Other receivables | Y | 20,938 | 20,938 | 20,938 | 3.80 | 2 | - | Operations | - | None | - | 654,029 | 654,029 | Note 5 |
| 17 | WPG C&C Shanghai Co., Ltd. | LaaS (Dongguan) Supply Chain Management Limited | Other receivables | Y | 239,360 | 189,544 | 189,544 | 3.80 | 2 | - | Operations | - | None | - | 654,029 | 654,029 | Note 5 |
| 17 | WPG C&C Shanghai Co., Ltd. | Vsell Enterprise Co., Ltd. (Shanghai) | Other receivables | Y | 154,280 | 154,280 | 154,280 | 3.80 | 2 | - | Operations | - | None | - | 654,029 | 654,029 | Note 5 |
| 18 | WPI International (Hong Kong) Limited | WPG Electronics (Hong Kong) Limited | Other receivables | Y | 1,440,000 | 1,440,000 | 1,440,000 | 6.33 | 2 | - | Operations | - | None | - | 30,963,038 | 30,963,038 | Note 5 |
| 18 | WPI International (Hong Kong) Limited | AECO Technology Co., Ltd. | Other receivables | Y | 11,200 | 11,200 | 4,800 | 6.33 | 2 | - | Operations | - | None | - | 12,385,215 | 30,963,038 | Note 5 |
| 18 | WPI International (Hong Kong) Limited | World Peace Industrial Co., Ltd. | Other receivables | Y | 2,503,200 | 1,280,000 | - | - | 2 | - | Operations | - | None | - | 12,385,215 | 30,963,038 | Note 5 |

| No. | Creditor | Borrower | General ledger account | Is a related party | Maximum outstanding balance during | Balance at March 31, 2024 | Actual amount drawn down | Interest rate | Nature of loan (Note 10) | 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 |
|-----|---|--|------------------------|--------------------|---------------------------------------|---------------------------|--------------------------|---------------|--------------------------|--|---------------------------------|---------------------------------|------------|-------|--|--------------------------------|----------|
| | | | | | the three months ended March 31, 2024 | | | | | | | | Item | Value | | | |
| 18 | WPI International (Hong Kong) Limited | Silicon Application Corp. | Other receivables | Y | \$ 1,056,000 | \$ 1,056,000 | \$ 1,056,000 | 6.30 | 2 | \$ - | Operations | \$ - | None | \$ - | \$ 12,385,215 | \$ 30,963,038 | Note 5 |
| 19 | World Peace Industrial Co., Ltd. | Longview Technology Inc. | Other receivables | Y | 131,000 | 131,000 | 48,120 | 2.80~6.80 | 2 | - | Operations | - | None | - | 9,906,441 | 13,208,587 | Note 6 |
| 20 | Silicon Application Corporation | Vsell Enterprise Co., Ltd. | Other receivables | Y | 157,900 | - | - | - | 2 | - | Operations | - | None | - | 3,683,374 | 3,683,374 | Note 2 |
| 21 | Silicon Application Company Limited | WPG Electronics (Hong Kong) Limited | Other receivables | Y | 1,056,000 | 1,056,000 | 1,056,000 | 6.30 | 2 | - | Operations | - | None | - | 2,014,688 | 2,014,688 | Note 5 |
| 21 | Silicon Application Company Limited | Silicon Application Corp. | Other receivables | Y | 736,000 | 736,000 | 736,000 | 5.20 | 2 | - | Operations | - | None | - | 805,875 | 2,014,688 | Note 5 |
| 22 | Sertek Limited | Yosun Hong Kong Corp. Ltd. | Other receivables | Y | 80,000 | 80,000 | 80,000 | 4.25 | 2 | - | Operations | - | None | - | 89,078 | 89,078 | Note 5 |
| 23 | Sertek Incorporated | Richpower Electronic Devices Co., Ltd. | Other receivables | Y | 534,000 | 534,000 | 384,000 | 6.39~6.55 | 2 | - | Operations | - | None | - | 704,737 | 704,737 | Note 9 |
| 24 | Apache Communication Inc. | Frontek Technology Corporation | Other receivables | Y | 300,000 | 300,000 | 300,000 | 1.85 | 2 | - | Operations | - | None | - | 602,151 | 963,441 | Note 7 |
| 24 | Apache Communication Inc. | Asian Information Technology Inc. | Other receivables | Y | 300,000 | 300,000 | 300,000 | 1.85 | 2 | - | Operations | - | None | - | 602,151 | 963,441 | Note 7 |
| 25 | Pernas Electronics Co., Ltd. | Everwiner Enterprise Co., Ltd. | Other receivables | Y | 150,000 | 150,000 | 150,000 | 2.00 | 2 | - | Operations | - | None | - | 541,678 | 541,678 | Note 2 |
| 26 | Long-Think International (Hong Kong) Limited | WPI International (Hong Kong) Limited | Other receivables | Y | 480,000 | 480,000 | 480,000 | 4.45 | 2 | - | Operations | - | None | - | 621,116 | 621,116 | Note 5 |
| 27 | Peng Yu (Shanghai) Digital Technology Co., Ltd. | WPG C&C Shanghai Co., Ltd. | Other receivables | Y | 178,524 | 178,524 | 178,524 | 3.80~3.90 | 2 | - | Operations | - | None | - | 453,176 | 453,176 | Note 5 |
| 28 | Peng Yu International Limited | WPG Electronics (Hong Kong) Limited | Other receivables | Y | 192,000 | 192,000 | 192,000 | 6.59 | 2 | - | Operations | - | None | - | 285,053 | 285,053 | Note 5 |
| 29 | Vsell Enterprise Co., Ltd. (Shanghai) | SAC Technology (SZ) Inc. | Other receivables | Y | 52,896 | 52,896 | 52,896 | 3.80~4.35 | 2 | - | Operations | - | None | - | 256,799 | 256,799 | Note 5 |

Table 1, Page 3

| No. | Creditor | Borrower | General ledger account | Is a related party | Maximum outstanding balance during | Balance at March 31, 2024 | Actual amount drawn down | Interest rate | Nature of loan (Note 10) | 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 |
|-----|---------------------------------|-------------------------------------|------------------------|--------------------|---------------------------------------|---------------------------|--------------------------|---------------|--------------------------|--|---------------------------------|---------------------------------|------------|-------|--|--------------------------------|----------|
| | | | | | the three months ended March 31, 2024 | | | | | | | | Item | Value | | | |
| 30 | WPG Trigold (Hong Kong) Limited | Peng Yu Trigold Limited | Other receivables | Y | \$ 76,800 | \$ 76,800 | \$ 76,800 | 5.27 | 2 | \$ - | Operations | \$ - | None | \$ - | \$ 1,150,400 | \$ 1,150,400 | Note 5 |
| 31 | Peng Yu Trigold Limited | WPG Electronics (Hong Kong) Limited | Other receivables | Y | 800,000 | 800,000 | 800,000 | 6.50-6.59 | 2 | - | Operations | - | None | - | 989,692 | 989,692 | Note 10 |

Note 1: Ceiling on total loans to others should not exceed the creditor's net assets. For short-term financing, ceiling on loans to a single party should not exceed the creditor's 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 assets.

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 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, the 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, the financing activities to a single company should not be in excess of 25% of creditor's net assets.

Note 8: (1) The financing activities to an overseas company which is 100% directly or indirectly held by ultimate parent company should not be in excess of 200% of creditor's net assets. Ceilings on accumulated short-term financing should not exceed 200% of the creditor's net assets.

(2) The individual limit amount should not exceed 40% of the creditor's net assets and the accumulated financing activities to those borrowers should not be in excess of 40% of the creditor's net assets.

Note 9: 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, ceiling on the individual loans from others should not exceed 40% of the creditor's net assets, and the individual limit should not exceed the amount of business transactions within one year; 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 assets.

(3) Ceiling on total loans granted between foreign companies whose voting shares are 100% held by the Company directly or indirectly, or on loans granted to the Company by such foreign companies was excluded in the aforementioned limits.

Note 10: Accumulated financing activities to any company or person should not be in excess of 300% 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 should not be in excess of 300% of creditor's net assets.

For borrower not fulfilling said criteria, the limit should not exceed 40% of the creditor's net assets.

Note 11: 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
Three months ended March 31, 2024

Table 2

Expressed in thousands of NTD
(Except as otherwise indicated)

| Number | Endorser/ guarantor | Party being endorsed/guaranteed | | Relationship with the endorser/ guarantor (Note 1) | Limit on endorsements/ guarantees provided for a single party | Maximum outstanding endorsement/ guarantee amount as of March 31, 2024 | Outstanding endorsement/ guarantee amount as of March 31, 2024 | 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 |
|--------|----------------------------------|---|--|--|---|--|--|-----------------------------|--|---|--|---|--|--|---------------|
| | | Company name | | | | | | | | | | | | | |
| 0 | WPG Holdings Limited | World Peace Industrial Co., Ltd. | | 2 | \$ 45,237,555 | \$ 86,058 | \$ 86,058 | \$ 86,058 | \$ 94,711 | 0.10 | \$ 45,237,555 | Y | N | N | Notes 2 and 3 |
| 1 | Yosun Hong Kong Corp. Ltd. | Yosun Shanghai Corp. Ltd. | | 2 | 5,360,563 | 2,204 | 2,204 | - | - | 0.04 | 10,721,127 | N | N | Y | Note 7 |
| 2 | Yosun Industrial Corp. | Yosun Singapore Pte Ltd. | | 4 | 10,225,689 | 1,215,830 | 432,000 | 27,455 | - | 4.22 | 20,451,378 | N | N | N | Note 7 |
| 2 | Yosun Industrial Corp. | Yosun Hong Kong Corp. Ltd. | | 2 | 10,225,689 | 752,400 | 752,400 | 208,905 | - | 7.36 | 20,451,378 | N | N | N | Note 7 |
| 2 | Yosun Industrial Corp. | Richpower Electronic Devices Co., Ltd | | 2 | 10,225,689 | 864,000 | 864,000 | 852,641 | - | 8.45 | 20,451,378 | N | N | N | Note 7 |
| 2 | Yosun Industrial Corp. | Yosun Shanghai Corp. Ltd. | | 2 | 10,225,689 | 2,240,000 | 2,240,000 | 227,824 | - | 21.91 | 20,451,378 | N | N | Y | Note 7 |
| 2 | Yosun Industrial Corp. | Sertek Incorporated | | 2 | 10,225,689 | 2,560,000 | 2,560,000 | 929,067 | - | 25.03 | 20,451,378 | N | N | N | Note 7 |
| 2 | Yosun Industrial Corp. | Richpower Electronic Devices Co., Limited | | 2 | 10,225,689 | 905,600 | 905,600 | 529,410 | - | 8.86 | 20,451,378 | N | N | N | Note 7 |
| 3 | World Peace Industrial Co., Ltd. | WPI International (Hong Kong) Limited | | 2 | 16,510,734 | 3,142,400 | 3,142,400 | 2,302,730 | - | 9.52 | 26,417,175 | N | N | N | Note 4 |
| 3 | World Peace Industrial Co., Ltd. | Vitec WPG Limited | | 6 | 16,510,734 | 72,000 | 72,000 | 16,000 | - | 0.22 | 26,417,175 | N | N | N | Note 4 |
| 3 | World Peace Industrial Co., Ltd. | World Peace International (South Asia) Pte Ltd. | | 2 | 16,510,734 | 890,400 | 890,400 | 874,623 | - | 2.70 | 26,417,175 | N | N | N | Note 4 |
| 3 | World Peace Industrial Co., Ltd. | WPG Electronics (Hong Kong) Limited | | 4 | 16,510,734 | 960,000 | 960,000 | 512,829 | - | 2.91 | 26,417,175 | N | N | N | Note 4 |
| 3 | World Peace Industrial Co., Ltd. | WPG Korea Co., Ltd. | | 4 | 16,510,734 | 60,000 | 60,000 | 19,698 | - | 0.18 | 26,417,175 | N | N | N | Note 4 |
| 3 | World Peace Industrial Co., Ltd. | WPG China (SZ) Inc. | | 4 | 16,510,734 | 384,000 | 384,000 | 24,803 | - | 1.16 | 26,417,175 | N | N | Y | Note 4 |

| Number | Endorser/ guarantor | Company name | Party being endorsed/guaranteed | | | Outstanding endorsement/ guarantee amount as of March 31, 2024 | 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 |
|--------|--------------------------------------|---------------------------------------|--|---|--|--|-----------------------------|--|---|--|---|--|--|----------|
| | | | Relationship with the endorser/ guarantor (Note 1) | Limit on endorsements/ guarantees provided for a single party | Maximum outstanding endorsement/ guarantee amount as of March 31, 2024 | | | | | | | | | |
| 4 | Apache Communication Inc. | Asian Information Technology Inc. | 3 | \$ 963,441 | \$ 260,000 | \$ 260,000 | \$ 260,000 | \$ - | 10.79 | \$ 1,204,301 | N | N | N | Note 6 |
| 5 | Frontek Technology Corporation | Asian Information Technology Inc. | 3 | 1,385,130 | 560,000 | 560,000 | 560,000 | - | 16.17 | 1,731,412 | N | N | N | Note 6 |
| 6 | Asian Information Technology Inc. | Frontek Technology Corporation | 2 | 3,526,911 | 919,120 | 919,120 | 179,919 | - | 10.42 | 4,408,639 | N | N | N | Note 5 |
| 6 | Asian Information Technology Inc. | Restar WPG Corporation | 2 | 3,526,911 | 25,600 | 25,600 | 214 | - | 0.29 | 4,408,639 | N | N | N | Note 5 |
| 6 | Asian Information Technology Inc. | Henshen Electric Trading Co., Ltd. | 2 | 3,526,911 | 400,000 | 400,000 | 100,215 | - | 4.54 | 4,408,639 | N | N | N | Note 5 |
| 6 | Asian Information Technology Inc. | Peng Yu Trigold Limited | 4 | 3,526,911 | 320,000 | 320,000 | 195,290 | - | 3.63 | 4,408,639 | N | N | N | Note 5 |
| 7 | Trigold Holdings Limited | Peng Yu Trigold Limited | 2 | 1,080,144 | 864,000 | 864,000 | 736,000 | - | 39.99 | 1,080,144 | N | N | N | Note 8 |

Note 1: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories:

- (1) Having business relationship.
- (2) The endorser/guarantor parent company owns directly and indirectly more than 50% voting shares of the endorsed/guaranteed subsidiary.
- (3) The endorsed/guaranteed company owns directly and indirectly more than 50% voting shares of the endorser/guarantor parent company.
- (4) The endorser/guarantor parent company owns directly and indirectly more than 90% voting shares of the endorsed/guaranteed company.
- (5) Mutual guarantee of the trade made by the endorsed/guaranteed company or joint contractor as required under the construction contract.
- (6) Due to joint venture, all shareholders provide endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership.
- (7) Joint guarantee of the performance guarantee for pre-sold home sales contract as required under the Consumer Protection Act.

Note 2: 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 3: 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 \$94,711.

Note 4: 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 5: 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, with 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% (not including 50%) of the Company's net assets. The Company's and its subsidiaries' guarantee amount to a single company should not be in excess of 50% of the Company's net assets. The guarantee amount to a subsidiary which is 90%~100% directly or indirectly held by the Company's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 6: 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's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 7: The cumulative guarantee amount to others should not be in excess of 200% (excluding) of the Company's net assets. The guarantee amount to a single company should not be in excess of 100% 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's ultimate parent company should not exceed 10% of the net assets of the Company's ultimate parent company. The net assets referred to above are based on the latest audited or reviewed financial statements.

Note 8: The cumulative guarantee amount to others should not be in excess of 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 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 Company's and its subsidiaries' 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.

WPG Holdings Limited and Subsidiaries
Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)
Three months ended March 31, 2024

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 March 31, 2024 | | | | |
|--|---|--|---|---------------------------------|------------|---------------|---------------------|----------|
| | | | | Number of shares (in thousands) | Book value | Ownership (%) | Fair value (Note 1) | Footnote |
| WPG Holdings Limited | Restar Holdings Corporation | None | Financial assets at fair value through profit or loss - non-current | 230 | \$ 147,638 | 0.76 | \$ 147,638 | Note 2 |
| WPG Holdings Limited | Tyche Partners L.P. - Funds | None | Financial assets at fair value through profit or loss - non-current | - | 356,160 | - | 356,160 | |
| WPG Holdings Limited | CDIB CME Fund Ltd., ... etc. - Equity securities | None | Financial assets at fair value through profit or loss - non-current | - | 57,542 | - | 57,542 | |
| WPG Holdings Limited | T3EX Global Holdings Corp. ... etc. - Equity securities | None | Financial assets at fair value through other comprehensive income - non-current | - | 1,688,537 | - | 1,688,537 | |
| WPG Holdings Limited | WT Microelectronics Co., Ltd.-Preference shares | The Group's investment accounted for using the equity method | Financial assets at fair value through other comprehensive income - non-current | 24,284 | 1,141,342 | 17.99 | 1,141,342 | Note 3 |
| Silicon Application Corp. | Kingmax Technology Inc., ... etc. - Equity securities | None | Financial assets at fair value through profit or loss - non-current | - | 11,538 | - | 11,538 | |
| World Peace Industrial Co., Ltd. | Prohubs International Corp. ...etc. - Equity securities | None | Financial assets at fair value through profit or loss - non-current | - | 4,668 | - | 4,668 | |
| World Peace Industrial Co., Ltd. | Vesper Technologies Inc. | None | Financial assets at fair value through other comprehensive income - non-current | - | 31,050 | - | 31,050 | |
| 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 | - | 30,450 | - | 30,450 | |
| Yosun Industrial Corp. | Golf club memberships of Ta Shee Resort Co., Ltd. | None | Financial assets at fair value through profit or loss - non-current | - | 17,100 | - | 17,100 | |
| Genuine C&C Inc. | Systemweb Technology - Equity securities | None | Financial assets at fair value through profit or loss - non-current | 700 | 19,392 | 7.00 | 19,392 | |
| Richpower Electronic Devices Co., Ltd. | Chipmast Technology Co., Ltd. - Equity securities | None | Financial assets at fair value through profit or loss - non-current | 72 | 344 | 1.48 | 344 | |
| WPG Investment Co., Ltd. | Dimerco Express Corporation - Equity securities | None | Financial assets at fair value through profit or loss - current | 18 | 1,657 | 0.01 | 1,657 | |

| Securities held by | Marketable securities | Relationship with the securities issuer | General ledger account | As of March 31, 2024 | | | | Footnote |
|-----------------------------------|---|---|---|---------------------------------|------------|---------------|---------------------|----------|
| | | | | Number of shares (in thousands) | Book value | Ownership (%) | Fair value (Note 1) | |
| WPG Investment Co., Ltd. | CDIB CME Fund Ltd., ... etc. - Equity securities | None | Financial assets at fair value through profit or loss - non-current | - | \$ 10,483 | - | \$ 10,483 | |
| WPG Investment Co., Ltd. | Nichidenbo Corporation ... etc. - Equity securities | None | Financial assets at fair value through other comprehensive income - non-current | - | 803,749 | - | 803,749 | |
| Asian Information Technology Inc. | Golf club memberships of Ta Shee Resort Co., Ltd. | None | Financial assets at fair value through profit or loss – non-current | - | 17,100 | - | 17,100 | |
| 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 | - | 10.00 | - | |
| WPG South Asia Pte. Ltd. | ViMOS Technologies GmbH - Equity securities | None | Financial assets at fair value through profit or loss - non-current | 20 | 692 | 9.00 | 692 | |
| WPG China Inc. | CECI Technology Co. Ltd. ... etc. - Equity securities | None | Financial assets at fair value through profit or loss - non-current | - | 2,543,016 | - | 2,543,016 | |
| WPG China Inc. | Yiwu Weihao Chuangxin Phase I Equity Investment Partnership (Limited Partnership) | None | Financial assets at fair value through profit or loss - non-current | - | 90,414 | - | 90,414 | |

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: On September 18, 2020, the Board of Directors of the Group resolved to subscribe WT's series A preference shares in the amount of 24,283,867 shares with a par value of NT\$50 per share, with total consideration of \$1,214,193, based on the shareholding ratio at the effective date of the capital increase in accordance with the application for shares. As of October 15, 2020 (effective date of the capital increase), the Group's shareholding ratio in WT is 17.99% of total outstanding preference shares after subscribing WT's series A preference shares.

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

Three months ended March 31, 2024

Table 4

Expressed in thousands of NTD
(Except as otherwise indicated)

| Investor | Marketable securities | General ledger account | Counterparty | Relationship with the counterparty | Balance as at January 1, 2024 | | Addition | | Disposal | | | Balance as at March 31, 2024 | | |
|--------------------------------|--------------------------------|------------------------|--------------------------------|------------------------------------|-------------------------------|---------------|------------------------------|--------------|------------------------------|---------------|------------|------------------------------|------------------------------|---------------|
| | | | | | 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 | WT Microelectronics Co., Ltd. | None | 137,110 | \$ 11,016,733 | 15,977 | \$ 1,517,860 | - | \$ - | \$ - | \$ - | 153,087 | \$ 13,887,425 |
| WPG Holdings Limited | WPG International (CI) Limited | Note 1 | WPG International (CI) Limited | Same ultimate parent company | 88,252 | 7,851,870 | 30,040 | 943,106 | - | - | - | - | 118,292 | 9,118,376 |
| WPG International (CI) Limited | WPG Americas Inc. | Note 1 | WPG Americas Inc. | Same ultimate parent company | 224,000 | 1,460,973 | 120,000 | 943,340 | - | - | - | - | 344,000 | 2,488,323 |

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

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
Three months ended March 31, 2024

Table 5

Expressed in thousands of NTD
(Except as otherwise indicated)

| Purchaser/seller | Counterparty | Relationship with the counterparty | Transaction | | Percentage of total purchases (sales) | Credit term | Differences in transaction terms compared to third party transactions | | Notes/accounts receivable (payable) | | Footnote |
|---|--|--|-------------------|--------------|---------------------------------------|-------------|---|-------------|-------------------------------------|---|----------|
| | | | Purchases (sales) | Amount | | | Unit price | Credit term | Balance | Percentage of total notes/accounts receivable (payable) | |
| WPG Holdings Limited | World Peace Industrial Co., Ltd. | Same ultimate parent company | Sales | (\$ 242,165) | (50.44) | Note 5 | Note 5 | Note 5 | \$ 101,975 | 50.37 | |
| World Peace Industrial Co., Ltd. | WPI Technology Pte. Ltd. | " | " | (956,313) | (2.78) | Note 3 | Note 3 | Note 3 | 392,826 | 1.54 | |
| " | WPI International (Hong Kong) Limited | " | " | (2,841,983) | (8.25) | " | " | " | 1,105,219 | 4.34 | |
| " | WPG Electronics (Hong Kong) Limited | " | " | (490,612) | (1.42) | " | " | " | 675,912 | 2.65 | |
| WPI International (South Asia) Pte. Ltd. | World Peace Industrial Co., Ltd. | " | " | (355,382) | (39.85) | " | " | " | 229,699 | 100.00 | |
| Genuine C&C (IndoChina) Pte Ltd. | WPG PT Electrindo Jaya | An investee which accounted for associates using the equity method | " | (120,778) | (98.62) | " | " | " | 132,711 | 100.00 | |
| World Peace International (South Asia) Pte Ltd. | World Peace Industrial Co., Ltd. | Same ultimate parent company | " | (229,831) | (3.25) | " | " | " | 89,703 | 1.69 | |
| " | WPG PT Electrindo Jaya | An investee which accounted for associates using the equity method | " | (140,385) | (1.98) | " | " | " | 143,342 | 2.70 | |
| " | WPG C&C Computers And Peripheral (India) Private Limited | Same ultimate parent company | " | (488,920) | (6.91) | " | " | " | 707,438 | 13.31 | |
| " | WPI International (South Asia) Pte. Ltd. | " | " | (882,921) | (12.47) | " | " | " | 452,972 | 8.52 | |
| " | WPG South Asia Pte. Ltd. | " | " | (528,452) | (7.47) | " | " | " | 231,368 | 4.35 | |
| " | WPG SCM Limited | " | " | (623,589) | (8.81) | " | " | " | 67,365 | 1.27 | |
| WPI Technology Pte. Ltd. | World Peace Industrial Co., Ltd. | " | " | (3,309,430) | (29.21) | " | " | " | 2,475,892 | 67.10 | |
| " | WPI International (Hong Kong) Limited | " | " | (1,823,606) | (16.10) | " | " | " | 1,058,766 | 28.69 | |
| " | Peng Yu Trigold Limited | " | " | (150,161) | (1.33) | " | " | " | 101,345 | 2.75 | |
| WPI International (Hong Kong) Limited | World Peace Industrial Co., Ltd. | " | " | (1,246,173) | (2.36) | " | " | " | 649,934 | 1.74 | |
| " | WPI Technology Pte. Ltd. | " | " | (4,701,445) | (8.92) | " | " | " | 1,824,019 | 4.90 | |

| 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 | |
| WPI International (Hong Kong) Limited | WPG China (SZ) Inc. | Same ultimate parent company | Sales | (\$ 537,069) | (1.02) | Note 3 | Note 3 | Note 3 | \$ 253,084 | 0.68 |
| " | WPG China Inc. | " | " | (525,194) | (1.00) | " | " | " | 191,060 | 0.51 |
| " | WPG Korea Co., Ltd. | " | " | (116,240) | (0.22) | " | " | " | 56,626 | 0.15 |
| " | World Peace International (South Asia) Pte Ltd. | " | " | (160,030) | (0.30) | " | " | " | 33,030 | 0.09 |
| " | WPG Electronics (Hong Kong) Limited | " | " | (246,142) | (0.47) | " | " | " | 257,713 | 0.69 |
| " | WPG SCM Limited | " | " | (264,391) | (0.50) | " | " | " | 106,551 | 0.29 |
| Silicon Application Corp. | Pernas Electronics Co., Ltd. | " | " | (127,535) | (0.79) | 30 days after monthly billings | Note 4 | Note 4 | 51,642 | 0.34 |
| " | WPG China (SZ) Inc. | " | " | (202,887) | (1.25) | 90 days after monthly billings | " | " | 131,099 | 0.86 |
| " | WPG China Inc. | " | " | (106,571) | (0.66) | " | " | " | 111,309 | 0.73 |
| " | WPG Electronics (Hong Kong) Limited | " | " | (1,133,722) | (7.01) | " | " | " | 1,494,576 | 9.76 |
| Pernas Electronics Co., Ltd. | Silicon Application Corp. | " | " | (362,622) | (31.80) | 30 days after monthly billings | " | " | 149,750 | 14.42 |
| Everwiner Enterprise Co., Ltd. | Silicon Application Corp. | " | " | (657,458) | (32.21) | " | " | " | 276,478 | 14.43 |
| " | Pernas Electronics Co., Ltd. | " | " | (255,021) | (12.50) | Note 2 | " | " | 172,767 | 9.02 |
| Asian Information Technology Inc. | Frontek Technology Corporation | " | " | (2,488,794) | (17.88) | " | Note 2 | Note 2 | 2,906,801 | 24.95 |
| " | Apache Communication Inc. | " | " | (167,094) | (1.20) | " | " | " | 30,341 | 0.26 |
| Frontek Technology Corporation | Asian Information Technology Inc. | " | " | (1,215,802) | (15.26) | " | " | " | 1,392,888 | 16.91 |
| " | WPG Electronics (Hong Kong) Limited | " | " | (145,239) | (1.82) | " | " | " | 232,660 | 2.82 |
| Apache Communication Inc. | Asian Information Technology Inc. | " | " | (157,315) | (3.13) | " | " | " | 52,262 | 2.04 |
| WPG China (SZ) Inc. | Yosun Hong Kong Corp. Ltd. | " | " | (116,491) | (3.74) | Note 6 | Note 6 | Note 6 | 64,291 | 1.67 |
| WPG China Inc. | WPG China (SZ) Inc. | " | " | (371,452) | (14.72) | Note 3 | Note 4 | Note 4 | 368,262 | 11.46 |
| WPG Americas Inc. | World Peace Industrial Co., Ltd. | " | " | (115,686) | (2.43) | " | Note 3 | Note 3 | 29,652 | 0.84 |
| Yosun Industrial Corp. | Yosun Hong Kong Corp. Ltd. | " | " | (1,040,374) | (13.93) | " | " | " | 517,300 | 13.83 |
| Yosun Hong Kong Corp. Ltd. | WPG China Inc. | " | " | (152,301) | (1.23) | Note 6 | Note 6 | Note 6 | 155,059 | 2.13 |
| " | Yosun Industrial Corp. | " | " | (240,590) | (1.94) | Note 3 | Note 3 | Note 3 | 121,917 | 1.68 |
| " | Yosun Shanghai Corp. Ltd. | " | " | (113,839) | (0.92) | Note 6 | Note 6 | Note 6 | 114,786 | 1.58 |

Table 5, Page 2

| Purchaser/seller | Counterparty | Relationship with the counterparty | Transaction | | Differences in transaction terms compared to third party transactions | | | Notes/accounts receivable (payable) | | Footnote |
|---|---|------------------------------------|-------------------|----------------|---|-------------|------------|-------------------------------------|------------|----------|
| | | | Purchases (sales) | Amount | Percentage of total purchases (sales) | Credit term | Unit price | Credit term | Balance | |
| Yosun Hong Kong Corp. Ltd. | Richpower Electronic Devices Co., Limited | Same ultimate parent company | Sales | (\$ 766,807) (| 6.18) | Note 3 | Note 3 | Note 3 | \$ 438,404 | 6.03 |
| Yosun Shanghai Corp. Ltd. | WPG China (SZ) Inc. | " | " | (141,290) (| 8.90) | Note 6 | Note 6 | Note 6 | 154,468 | 10.58 |
| " | WPG China Inc. | " | " | (105,822) (| 6.67) | " | " | " | 52,458 | 3.59 |
| Sertek Incorporated | Yosun Hong Kong Corp. Ltd. | " | " | (115,935) (| 4.55) | Note 3 | Note 3 | Note 3 | 46,829 | 9.79 |
| Richpower Electronic Devices Co., Ltd. | Silicon Application Corp. | " | " | (326,398) (| 6.71) | " | " | " | 76,692 | 2.38 |
| " | Yosun Industrial Corp. | " | " | (414,189) (| 8.52) | " | " | " | 104,952 | 3.25 |
| " | WPG Electronics (Hong Kong) Limited | " | " | (889,793) (| 18.30) | Note 6 | Note 6 | Note 6 | 1,016,542 | 31.49 |
| Richpower Electronic Devices Co., Limited | Yosun Industrial Corp. | " | " | (240,269) (| 5.02) | Note 3 | Note 3 | Note 3 | 86,019 | 2.06 |
| " | Yosun Hong Kong Corp. Ltd. | " | " | (1,514,329) (| 31.67) | " | " | " | 1,182,095 | 28.28 |
| " | Richpower Electronic Devices Co., Ltd. | " | " | (134,075) (| 2.80) | " | " | " | 40,753 | 0.97 |
| Peng Yu Trigold Limited | WPG C&C Shanghai Co., Ltd. | " | " | (649,061) (| 31.69) | " | " | " | 295,578 | 47.91 |
| WPG Electronics (Hong Kong) Limited | WPI International (Hong Kong) Limited | " | " | (1,718,801) (| 25.23) | " | " | " | 1,720,541 | 30.10 |
| " | WPG China (SZ) Inc. | " | " | (302,213) (| 4.44) | " | " | " | 306,074 | 5.35 |
| " | Peng Yu Trigold Limited | " | " | (403,624) (| 5.93) | " | " | " | - | - |
| WPG South Asia Pte. Ltd. | World Peace International (South Asia) Pte Ltd. | " | " | (118,123) (| 5.47) | " | " | " | - | - |
| Yosun Singapore Pte Ltd. | WPG South Asia Pte. Ltd. | " | " | (1,362,967) (| 46.15) | " | " | " | 154,012 | 12.53 |

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
Three months ended March 31, 2024

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

| Creditor | Counterparty | Relationship with the counterparty | Balance as at March 31, 2024 (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 | | |
| WPG Holdings Limited | World Peace Industrial Co., Ltd. | Same ultimate parent company | \$ 101,975 | 11.97 | \$ - | - | \$ - | \$ - |
| World Peace Industrial Co., Ltd. | WPI Technology Pte. Ltd. | " | 392,826 | 14.43 | - | - | 391,540 | - |
| World Peace Industrial Co., Ltd. | WPI International (Hong Kong) Limited | " | 1,105,219 | 9.01 | - | - | 1,105,219 | - |
| World Peace Industrial Co., Ltd. | WPG Electronics (Hong Kong) Limited | " | 675,912 | 2.99 | - | - | 151,856 | - |
| WPI International (South Asia) Pte. Ltd. | World Peace Industrial Co., Ltd. | " | 229,699 | 12.38 | - | - | 229,699 | - |
| Genuine C&C (IndoChina) Pte. Ltd. | WPG PT Electrindo Jaya | An investee which accounted for associates using the equity method | 132,711 | 4.33 | - | - | 5,227 | - |
| World Peace International (South Asia) Pte Ltd. | WPG PT Electrindo Jaya | " | 143,342 | 3.93 | - | - | 14,284 | - |
| World Peace International (South Asia) Pte Ltd. | WPG C&C Computers And Peripheral (India) Private Limited | Same ultimate parent company | 707,438 | 2.86 | - | - | 164,443 | - |
| World Peace International (South Asia) Pte Ltd. | WPI International (South Asia) Pte. Ltd. | " | 452,972 | 15.61 | - | - | 452,972 | - |
| World Peace International (South Asia) Pte Ltd. | WPG South Asia Pte. Ltd. | " | 231,368 | 4.08 | - | - | 158,186 | - |
| WPI Technology Pte. Ltd. | World Peace Industrial Co., Ltd. | " | 2,475,892 | 9.18 | - | - | - | - |
| WPI Technology Pte. Ltd. | WPI International (Hong Kong) Limited | " | 1,058,766 | 8.94 | - | - | 1,058,766 | - |
| WPI Technology Pte. Ltd. | Peng Yu Trigold Limited | " | 101,345 | 11.85 | - | - | - | - |
| WPI International (Hong Kong) Limited | World Peace Industrial Co., Ltd. | " | 649,934 | 7.23 | - | - | 649,685 | - |
| WPI International (Hong Kong) Limited | WPI Technology Pte. Ltd. | " | 1,824,019 | 17.84 | - | - | 1,824,019 | - |
| WPI International (Hong Kong) Limited | WPG China (SZ) Inc. | " | 253,084 | 7.89 | - | - | 252,823 | - |
| WPI International (Hong Kong) Limited | WPG China Inc. | " | 191,060 | 10.62 | - | - | 186,626 | - |
| WPI International (Hong Kong) Limited | WPG Electronics (Hong Kong) Limited | " | 257,713 | 3.46 | - | - | 251,051 | - |
| WPI International (Hong Kong) Limited | WPG SCM Limited | " | 106,551 | 8.49 | - | - | - | - |
| Silicon Application Corp. | WPG China (SZ) Inc. | " | 131,099 | 4.78 | - | - | - | - |
| Silicon Application Corp. | WPG China Inc. | " | 111,309 | 4.32 | - | - | 7,453 | - |
| Silicon Application Corp. | WPG Electronics (Hong Kong) Limited | " | 1,494,576 | 3.42 | - | - | 169,370 | - |
| Pernas Electronics Co., Ltd. | Silicon Application Corp. | " | 149,750 | 11.48 | - | - | 17,150 | - |

| Creditor | Counterparty | Relationship with the counterparty | Balance as at March 31, 2024 (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 | | |
| Everwiner Enterprise Co., Ltd. | Silicon Application Corp. | Same ultimate parent company | \$ 276,478 | 11.44 | \$ - | - | \$ 6,981 | \$ - |
| Everwiner Enterprise Co., Ltd. | Pernas Electronics Co., Ltd. | " | 172,767 | 4.99 | - | - | 20,785 | - |
| Asian Information Technology Inc. | Frontek Technology Corporation | " | 2,906,801 | 3.80 | 1,521,099 | - | 340,563 | - |
| Frontek Technology Corporation | Asian Information Technology Inc. | " | 1,392,888 | 5.36 | 854,612 | - | 88,303 | - |
| Frontek Technology Corporation | WPG Electronics (Hong Kong) Limited | " | 232,660 | 2.63 | 74,302 | - | 9,745 | - |
| WPG China Inc. | WPG China (SZ) Inc. | " | 368,262 | 4.58 | - | - | - | - |
| Yosun Industrial Corp. | Yosun Hong Kong Corp. Ltd. | " | 517,300 | 7.62 | - | - | 122,608 | - |
| Yosun Hong Kong Corp. Ltd. | WPG China Inc. | " | 155,059 | 5.48 | - | - | 2,559 | - |
| Yosun Hong Kong Corp. Ltd. | Yosun Industrial Corp. | " | 121,917 | 10.71 | - | - | 121,917 | - |
| Yosun Hong Kong Corp. Ltd. | Yosun Shanghai Corp. Ltd. | " | 114,786 | 3.14 | - | - | 38,243 | - |
| Yosun Hong Kong Corp. Ltd. | Richpower Electronic Devices Co., Limited | " | 438,404 | 9.16 | - | - | 438,404 | - |
| Yosun Shanghai Corp. Ltd. | WPG China (SZ) Inc. | " | 154,468 | 7.32 | - | - | - | - |
| Richpower Electronic Devices Co., Ltd | Yosun Industrial Corp. | " | 104,952 | 27.96 | - | - | 21,798 | - |
| Richpower Electronic Devices Co., Ltd | WPG Electronics (Hong Kong) Limited | " | 1,016,542 | 5.23 | - | - | 302,940 | - |
| Richpower Electronic Devices Co., Limited | Yosun Hong Kong Corp. Ltd. | " | 1,182,095 | 6.64 | - | - | 962,456 | - |
| Peng Yu Trigold Limited | WPG C&C Shanghai Co., Ltd. | " | 295,578 | 11.36 | - | - | 295,578 | - |
| WPG Electronics (Hong Kong) Limited | WPI International (Hong Kong) Limited | " | 1,720,541 | 3.78 | - | - | 2,886 | - |
| WPG Electronics (Hong Kong) Limited | WPG China (SZ) Inc. | " | 306,074 | 7.93 | - | - | - | - |
| Yosun Singapore Pte Ltd. | WPG South Asia Pte. Ltd. | " | 154,012 | 23.66 | - | - | 154,012 | - |
| WPG Holdings Limited | Asian Information Technology Inc. | " | 186,470 | 0.00 | - | - | - | - |
| World Peace Industrial Co., Ltd. | WPI International (Hong Kong) Limited | " | 294,186 | 0.00 | - | - | 294,186 | - |
| WPI International (South Asia) Pte. Ltd. | World Peace International (South Asia) Pte Ltd. | " | 160,930 | 0.00 | - | - | 160,930 | - |
| WPI International (South Asia) Pte. Ltd. | WPG SCM Limited | " | 166,399 | 0.00 | - | - | - | - |
| World Peace International (South Asia) Pte Ltd. | WPI Technology Pte. Ltd. | " | 2,249,417 | 0.00 | - | - | - | - |
| World Peace International (South Asia) Pte Ltd. | WPG South Asia Pte. Ltd. | " | 168,320 | 0.00 | - | - | 168,320 | - |
| WPI International (Hong Kong) Limited | Silicon Application Corporation | " | 1,074,665 | 0.00 | - | - | - | - |
| WPI International (Hong Kong) Limited | World Peace International (South Asia) Pte Ltd. | " | 515,375 | 0.00 | - | - | 212,787 | - |
| WPI International (Hong Kong) Limited | WPG Electronics (Hong Kong) Limited | " | 1,499,470 | 0.00 | - | - | - | - |

Table 6, Page 2

| Creditor | Counterparty | Relationship with the counterparty | Balance as at March 31, 2024 (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 | | |
| WPG C&C Limited | WPI International (Hong Kong) Limited | Same ultimate parent company | \$ 262,329 | 0.00 | \$ - | - | \$ - | \$ - |
| Long-Think International (Hong Kong) Limited | WPI International (Hong Kong) Limited | " | 484,786 | 0.00 | - | - | - | - |
| AECO Electronics Co., Ltd. | WPI International (Hong Kong) Limited | " | 781,479 | 0.00 | - | - | - | - |
| Silicon Application Company Limited | Silicon Application Corp. | " | 752,818 | 0.00 | - | - | 3,104 | - |
| Silicon Application Company Limited | WPG Electronics (Hong Kong) Limited | " | 1,080,864 | 0.00 | - | - | 2,049 | - |
| Pernas Electronic Co., Ltd. | Everwiner Enterprise Co., Ltd. | " | 152,657 | 0.00 | - | - | - | - |
| Apache Communication Inc. | Asian Information Technology Inc. | " | 302,310 | 0.00 | - | - | 348 | - |
| Apache Communication Inc. | Frontek Technology Corporation | " | 301,642 | 0.00 | - | - | - | - |
| Yosun Industrial Corp. | Yosun Singapore Pte Ltd. | " | 283,153 | 0.00 | - | - | 283,142 | - |
| Yosun Hong Kong Corp. Ltd. | Yosun Shanghai Corp. Ltd. | " | 3,905,701 | 0.00 | - | - | 132,240 | - |
| Yosun South China Corp. Ltd. | Yosun Shanghai Corp. Ltd. | " | 200,278 | 0.00 | - | - | - | - |
| Sertek Incorporated | Richpower Electronic Devices Co., Ltd | " | 394,648 | 0.00 | - | - | - | - |
| Richpower Electronic Devices Pte Ltd. | Yosun Hong Kong Corp. Ltd. | " | 253,025 | 0.00 | - | - | - | - |
| Peng Yu (Shanghai) Digital Technology Co., Ltd. | WPG C&C Shanghai Co., Ltd. | " | 181,373 | 0.00 | - | - | - | - |
| Peng Yu International Limited | WPG Electronics (Hong Kong) Limited | " | 199,029 | 0.00 | - | - | - | - |
| WPG C&C Shanghai Co., Ltd. | LaaS (Dongguan) Supply Chain Management Limited | " | 192,178 | 0.00 | - | - | - | - |
| WPG C&C Shanghai Co., Ltd. | Vsell Enterprise Co., Ltd. (Shanghai) | " | 156,951 | 0.00 | - | - | - | - |
| Peng Yu Trigold Limited | WPG Electronics (Hong Kong) Limited | " | 764,197 | 0.00 | - | - | 764,197 | - |
| WPG SCM Limited | WPG Electronics (Hong Kong) Limited | " | 321,802 | 0.00 | - | - | 1,688 | - |

Note 1: Balance as at March 31, 2024 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. The nature of certain other receivables pertains to loans to others, refer to table 1 for details.

Note 3: The subsequent collections are those receivables collected as of April 23, 2024.

WPG Holdings Limited and Subsidiaries
Significant inter-company transactions during the reporting period
Three months ended March 31, 2024

Table 7

Expressed in thousands of NTD
(Except as otherwise indicated)

| Number (Note 1) | Company name | Counterparty | Relationship (Note 2) | Transaction | | | Percentage of consolidated total operating revenues or total assets (Note 3) |
|--------------------|---|--|--------------------------|------------------------|------------|-------------------|---|
| | | | | General ledger account | Amount | Transaction terms | |
| 0 | WPG Holdings Limited | World Peace Industrial Co., Ltd. | 1 | Sales | \$ 242,165 | Note 11 | 0.13 |
| 1 | World Peace Industrial Co., Ltd. | WPI Technology Pte. Ltd. | 3 | " | 956,313 | Note 5 | 0.53 |
| 1 | World Peace Industrial Co., Ltd. | WPI International (Hong Kong) Limited | 3 | " | 2,841,983 | Note 5 | 1.56 |
| 1 | World Peace Industrial Co., Ltd. | WPG Electronics (Hong Kong) Limited | 3 | " | 490,612 | Note 5 | 0.27 |
| 2 | WPI International (South Asia) Pte. Ltd. | World Peace Industrial Co., Ltd. | 3 | " | 355,382 | Note 5 | 0.20 |
| 3 | World Peace International (South Asia) Pte Ltd. | World Peace Industrial Co., Ltd. | 3 | " | 229,831 | Note 5 | 0.13 |
| 3 | World Peace International (South Asia) Pte Ltd. | WPG C&C Computers And Peripheral (India) Private Limited | 3 | " | 488,920 | Note 5 | 0.27 |
| 3 | World Peace International (South Asia) Pte Ltd. | WPI International (South Asia) Pte. Ltd. | 3 | " | 882,921 | Note 5 | 0.49 |
| 3 | World Peace International (South Asia) Pte Ltd. | WPG South Asia Pte. Ltd. | 3 | " | 528,452 | Note 5 | 0.29 |
| 3 | World Peace International (South Asia) Pte Ltd. | WPG SCM Limited | 3 | " | 623,589 | Note 5 | 0.34 |
| 4 | WPI Technology Pte. Ltd. | World Peace Industrial Co., Ltd. | 3 | " | 3,309,430 | Note 5 | 1.82 |
| 4 | WPI Technology Pte. Ltd. | WPI International (Hong Kong) Limited | 3 | " | 1,823,606 | Note 5 | 1.00 |
| 4 | WPI Technology Pte. Ltd. | Peng Yu Trigold Limited | 3 | " | 150,161 | Note 5 | 0.08 |
| 5 | WPI International (Hong Kong) Limited | World Peace Industrial Co., Ltd. | 3 | " | 1,246,173 | Note 5 | 0.69 |
| 5 | WPI International (Hong Kong) Limited | WPI Technology Pte. Ltd. | 3 | " | 4,701,445 | Note 5 | 2.58 |
| 5 | WPI International (Hong Kong) Limited | WPG China (SZ) Inc. | 3 | " | 537,069 | Note 5 | 0.30 |
| 5 | WPI International (Hong Kong) Limited | WPG China Inc. | 3 | " | 525,194 | Note 5 | 0.29 |
| 5 | WPI International (Hong Kong) Limited | WPG Korea Co., Ltd. | 3 | " | 116,240 | Note 5 | 0.06 |
| 5 | WPI International (Hong Kong) Limited | World Peace International (South Asia) Pte Ltd. | 3 | " | 160,030 | Note 5 | 0.09 |
| 5 | WPI International (Hong Kong) Limited | WPG Electronics (Hong Kong) Limited | 3 | " | 246,142 | Note 5 | 0.14 |

| | | | | | | | Transaction | |
|--------------------|--|---|--------------------------|------------------------|------------|-------------------|---|--|
| Number (Note 1) | Company name | Counterparty | Relationship (Note 2) | General ledger account | Amount | Transaction terms | Percentage of consolidated total operating revenues or total assets (Note 3) | |
| 5 | WPI International (Hong Kong) Limited | WPG SCM Limited | 3 | Sales | \$ 264,391 | Note 5 | 0.15 | |
| 6 | Silicon Application Corp. | Pernas Electronics Co., Ltd. | 3 | " | 127,535 | Notes 9 and 11 | 0.07 | |
| 6 | Silicon Application Corp. | WPG China (SZ) Inc. | 3 | " | 202,887 | Notes 9 and 12 | 0.11 | |
| 6 | Silicon Application Corp. | WPG China Inc. | 3 | " | 106,571 | Notes 9 and 12 | 0.06 | |
| 6 | Silicon Application Corp. | WPG Electronics (Hong Kong) Limited | 3 | " | 1,133,722 | Notes 9 and 12 | 0.62 | |
| 7 | Pernas Electronics Co., Ltd. | Silicon Application Corp. | 3 | " | 362,622 | Notes 9 and 11 | 0.20 | |
| 8 | Everwiner Enterprise Co., Ltd. | Silicon Application Corp. | 3 | " | 657,458 | Notes 9 and 11 | 0.36 | |
| 8 | Everwiner Enterprise Co., Ltd. | Pernas Electronics Co., Ltd. | 3 | " | 255,021 | Note 4 | 0.14 | |
| 9 | Asian Information Technology Inc. | Frontek Technology Corporation | 3 | " | 2,488,794 | Note 4 | 1.37 | |
| 9 | Asian Information Technology Inc. | Apache Communication Inc. | 3 | " | 167,094 | Note 4 | 0.09 | |
| 10 | Frontek Technology Corporation | Asian Information Technology Inc. | 3 | " | 1,215,802 | Note 4 | 0.67 | |
| 10 | Frontek Technology Corporation | WPG Electronics (Hong Kong) Limited | 3 | " | 145,239 | Note 4 | 0.08 | |
| 11 | Apache Communication Inc. | Asian Information Technology Inc. | 3 | " | 157,315 | Note 4 | 0.09 | |
| 12 | WPG China (SZ) Inc. | Yosun Hong Kong Corp. Ltd. | 3 | " | 116,491 | Note 8 | 0.06 | |
| 13 | WPG China Inc. | WPG China (SZ) Inc. | 3 | " | 371,452 | Note 5 | 0.20 | |
| 14 | WPG Americas Inc. | World Peace Industrial Co., Ltd. | 3 | " | 115,686 | Note 5 | 0.06 | |
| 15 | Yosun Industrial Corp. | Yosun Hong Kong Corp. Ltd. | 3 | " | 1,040,374 | Note 5 | 0.57 | |
| 16 | Yosun Hong Kong Corp. Ltd. | WPG China Inc. | 3 | " | 152,301 | Note 8 | 0.08 | |
| 16 | Yosun Hong Kong Corp. Ltd. | Yosun Industrial Corp. | 3 | " | 240,590 | Note 5 | 0.13 | |
| 16 | Yosun Hong Kong Corp. Ltd. | Yosun Shanghai Corp. Ltd. | 3 | " | 113,839 | Note 8 | 0.06 | |
| 16 | Yosun Hong Kong Corp. Ltd. | Richpower Electronic Devices Co., Limited | 3 | " | 766,807 | Note 5 | 0.42 | |
| 17 | Yosun Shanghai Corp. Ltd. | WPG China (SZ) Inc. | 3 | " | 141,290 | Note 8 | 0.08 | |
| 17 | Yosun Shanghai Corp. Ltd. | WPG China Inc. | 3 | " | 105,822 | Note 8 | 0.06 | |
| 18 | Sertek Incorporated | Yosun Hong Kong Corp. Ltd. | 3 | " | 115,935 | Note 5 | 0.06 | |
| 19 | Richpower Electronic Devices Co., Ltd. | Silicon Application Corp. | 3 | " | 326,398 | Note 5 | 0.18 | |
| 19 | Richpower Electronic Devices Co., Ltd. | Yosun Industrial Corp. | 3 | " | 414,189 | Note 5 | 0.23 | |
| 19 | Richpower Electronic Devices Co., Ltd. | WPG Electronics (Hong Kong) Limited | 3 | " | 889,793 | Note 8 | 0.49 | |

Table 7, Page 2

| | | | | | | | Transaction | |
|--------------------|---|--|--------------------------|------------------------|------------|-------------------|---|--|
| Number (Note 1) | Company name | Counterparty | Relationship (Note 2) | General ledger account | Amount | Transaction terms | Percentage of consolidated total operating revenues or total assets (Note 3) | |
| 20 | Richpower Electronic Devices Co., Limited | Yosun Industrial Corp. | 3 | Sales | \$ 240,269 | Note 5 | 0.13 | |
| 20 | Richpower Electronic Devices Co., Limited | Yosun Hong Kong Corp. Ltd. | 3 | " | 1,514,329 | Note 5 | 0.83 | |
| 20 | Richpower Electronic Devices Co., Limited | Richpower Electronic Devices Co., Ltd. | 3 | " | 134,075 | Note 5 | 0.07 | |
| 21 | Peng Yu Trigold Limited | WPG C&C Shanghai Co., Ltd. | 3 | " | 649,061 | Note 5 | 0.36 | |
| 22 | WPG Electronics (Hong Kong) Limited | WPI International (Hong Kong) Limited | 3 | " | 1,718,801 | Note 5 | 0.94 | |
| 22 | WPG Electronics (Hong Kong) Limited | WPG China (SZ) Inc. | 3 | " | 302,213 | Note 5 | 0.17 | |
| 22 | WPG Electronics (Hong Kong) Limited | Peng Yu Trigold Limited | 3 | " | 403,624 | Note 5 | 0.22 | |
| 23 | WPG South Asia Pte. Ltd. | World Peace International (South Asia) Pte Ltd. | 3 | " | 118,123 | Note 5 | 0.06 | |
| 24 | Yosun Singapore Pte Ltd. | WPG South Asia Pte. Ltd. | 3 | " | 1,362,967 | Note 5 | 0.75 | |
| 0 | WPG Holdings Limited | World Peace Industrial Co., Ltd. | 1 | Accounts receivable | 101,975 | Note 11 | 0.03 | |
| 1 | World Peace Industrial Co., Ltd. | WPI Technology Pte. Ltd. | 3 | " | 392,826 | Note 5 | 0.12 | |
| 1 | World Peace Industrial Co., Ltd. | WPI International (Hong Kong) Limited | 3 | " | 1,105,219 | Note 5 | 0.33 | |
| 1 | World Peace Industrial Co., Ltd. | WPG Electronics (Hong Kong) Limited | 3 | " | 675,912 | Note 5 | 0.20 | |
| 2 | WPI International (South Asia) Pte. Ltd. | World Peace Industrial Co., Ltd. | 3 | " | 229,699 | Note 5 | 0.07 | |
| 3 | World Peace International (South Asia) Pte Ltd. | WPG C&C Computers And Peripheral (India) Private Limited | 3 | " | 707,438 | Note 5 | 0.21 | |
| 3 | World Peace International (South Asia) Pte Ltd. | WPI International (South Asia) Pte. Ltd. | 3 | " | 452,972 | Note 5 | 0.13 | |
| 3 | World Peace International (South Asia) Pte Ltd. | WPG South Asia Pte. Ltd. | 3 | " | 231,368 | Note 5 | 0.07 | |
| 4 | WPI Technology Pte. Ltd. | World Peace Industrial Co., Ltd. | 3 | " | 2,475,892 | Note 5 | 0.73 | |
| 4 | WPI Technology Pte. Ltd. | WPI International (Hong Kong) Limited | 3 | " | 1,058,766 | Note 5 | 0.31 | |
| 4 | WPI Technology Pte. Ltd. | Peng Yu Trigold Limited | 3 | " | 101,345 | Note 5 | 0.03 | |
| 5 | WPI International (Hong Kong) Limited | World Peace Industrial Co., Ltd. | 3 | " | 649,934 | Note 5 | 0.19 | |
| 5 | WPI International (Hong Kong) Limited | WPI Technology Pte. Ltd. | 3 | " | 1,824,019 | Note 5 | 0.54 | |
| 5 | WPI International (Hong Kong) Limited | WPG China (SZ) Inc. | 3 | " | 253,084 | Note 5 | 0.07 | |
| 5 | WPI International (Hong Kong) Limited | WPG China Inc. | 3 | " | 191,060 | Note 5 | 0.06 | |

Table 7, Page 3

| | | | | | | | Transaction | | |
|--------------------|---|---|--------------------------|------------------------|------------|-------------------|---|--|--|
| Number (Note 1) | Company name | Counterparty | Relationship (Note 2) | General ledger account | Amount | Transaction terms | Percentage of consolidated total operating revenues or total assets (Note 3) | | |
| 5 | WPI International (Hong Kong) Limited | WPG Electronics (Hong Kong) Limited | 3 | Accounts receivable | \$ 257,713 | Note 5 | 0.08 | | |
| 5 | WPI International (Hong Kong) Limited | WPG SCM Limited | 3 | " | 106,551 | Note 5 | 0.03 | | |
| 6 | Silicon Application Corp. | WPG China (SZ) Inc. | 3 | " | 131,099 | Notes 9 and 12 | 0.04 | | |
| 6 | Silicon Application Corp. | WPG China Inc. | 3 | " | 111,309 | Notes 9 and 12 | 0.03 | | |
| 6 | Silicon Application Corp. | WPG Electronics (Hong Kong) Limited | 3 | " | 1,494,576 | Notes 9 and 12 | 0.44 | | |
| 7 | Pernas Electronics Co., Ltd. | Silicon Application Corp. | 3 | " | 149,750 | Notes 9 and 11 | 0.04 | | |
| 8 | Everwiner Enterprise Co., Ltd. | Silicon Application Corp. | 3 | " | 276,478 | Notes 9 and 11 | 0.08 | | |
| 8 | Everwiner Enterprise Co., Ltd. | Pernas Electronics Co., Ltd. | 3 | " | 172,767 | Note 4 | 0.05 | | |
| 9 | Asian Information Technology Inc. | Frontek Technology Corporation | 3 | " | 2,906,801 | Note 4 | 0.86 | | |
| 10 | Frontek Technology Corporation | Asian Information Technology Inc. | 3 | " | 1,392,888 | Note 4 | 0.41 | | |
| 10 | Frontek Technology Corporation | WPG Electronics (Hong Kong) Limited | 3 | " | 232,660 | Note 4 | 0.07 | | |
| 13 | WPG China Inc. | WPG China (SZ) Inc. | 3 | " | 368,262 | Note 5 | 0.11 | | |
| 15 | Yosun Industrial Corp. | Yosun Hong Kong Corp. Ltd. | 3 | " | 517,300 | Note 5 | 0.15 | | |
| 16 | Yosun Hong Kong Corp. Ltd. | WPG China Inc. | 3 | " | 155,059 | Note 8 | 0.05 | | |
| 16 | Yosun Hong Kong Corp. Ltd. | Yosun Industrial Corp. | 3 | " | 121,917 | Note 5 | 0.04 | | |
| 16 | Yosun Hong Kong Corp. Ltd. | Yosun Shanghai Corp. Ltd. | 3 | " | 114,786 | Note 5 | 0.03 | | |
| 16 | Yosun Hong Kong Corp. Ltd. | Richpower Electronic Devices Co., Limited | 3 | " | 438,404 | Note 5 | 0.13 | | |
| 17 | Yosun Shanghai Corp. Ltd. | WPG China (SZ) Inc. | 3 | " | 154,468 | Note 8 | 0.05 | | |
| 19 | Richpower Electronic Devices Co., Ltd. | Yosun Industrial Corp. | 3 | " | 104,952 | Note 5 | 0.03 | | |
| 19 | Richpower Electronic Devices Co., Ltd. | WPG Electronics (Hong Kong) Limited | 3 | " | 1,016,542 | Note 8 | 0.30 | | |
| 20 | Richpower Electronic Devices Co., Limited | Yosun Hong Kong Corp. Ltd. | 3 | " | 1,182,095 | Note 5 | 0.35 | | |
| 21 | Peng Yu Trigold Limited | WPG C&C Shanghai Co., Ltd. | 3 | " | 295,578 | Note 5 | 0.09 | | |
| 22 | WPG Electronics (Hong Kong) Limited | WPI International (Hong Kong) Limited | 3 | " | 1,720,541 | Note 5 | 0.51 | | |
| 22 | WPG Electronics (Hong Kong) Limited | WPG China (SZ) Inc. | 3 | " | 306,074 | Note 5 | 0.09 | | |
| 24 | Yosun Singapore Pte. Ltd. | WPG South Asia Pte. Ltd. | 3 | " | 154,012 | Note 5 | 0.05 | | |
| 0 | WPG Holdings Limited | Asian Information Technology Inc. | 1 | Other receivables | 186,470 | Note 13 | 0.06 | | |
| 1 | World Peace Industrial Co., Ltd. | WPI International (Hong Kong) Limited | 3 | " | 294,186 | Note 15 | 0.09 | | |

Table 7, Page 4

| | | | | | | | Transaction | |
|--------------------|---|---|--------------------------|------------------------|------------|-------------------|---|--|
| Number (Note 1) | Company name | Counterparty | Relationship (Note 2) | General ledger account | Amount | Transaction terms | Percentage of consolidated total operating revenues or total assets (Note 3) | |
| 2 | WPI International (South Asia) Pte. Ltd. | World Peace International (South Asia) Pte Ltd. | 3 | Other receivables | \$ 160,930 | Note 7 | 0.05 | |
| 2 | WPI International (South Asia) Pte. Ltd. | WPG SCM Limited | 3 | " | 166,399 | Note 6 | 0.05 | |
| 3 | World Peace International (South Asia) Pte Ltd. | WPI Technology Pte. Ltd. | 3 | " | 2,249,417 | Note 7 | 0.67 | |
| 3 | World Peace International (South Asia) Pte Ltd. | WPG South Asia Pte. Ltd. | 3 | " | 168,320 | Note 6 | 0.05 | |
| 5 | WPI International (Hong Kong) Limited | Silicon Application Corp. | 3 | " | 1,074,665 | Note 7 | 0.32 | |
| 5 | WPI International (Hong Kong) Limited | World Peace International (South Asia) Pte Ltd. | 3 | " | 515,375 | Note 14 | 0.15 | |
| 5 | WPI International (Hong Kong) Limited | WPG Electronics (Hong Kong) Limited | 3 | " | 1,499,470 | Note 7 | 0.44 | |
| 25 | WPG C&C Limited | WPI International (Hong Kong) Limited | 3 | " | 262,329 | Note 7 | 0.08 | |
| 26 | Long-Think International (Hong Kong) Limited | WPI International (Hong Kong) Limited | 3 | " | 484,786 | Note 7 | 0.14 | |
| 27 | AECO Electronics Co., Ltd. | WPI International (Hong Kong) Limited | 3 | " | 781,479 | Note 7 | 0.23 | |
| 28 | Silicon Application Company Limited | Silicon Application Corp. | 3 | " | 752,818 | Note 7 | 0.22 | |
| 28 | Silicon Application Company Limited | WPG Electronics (Hong Kong) Limited | 3 | " | 1,080,864 | Note 7 | 0.32 | |
| 7 | Pernas Electronic Co., Ltd. | Everwiner Enterprise Co., Ltd. | 3 | " | 152,657 | Note 7 | 0.05 | |
| 11 | Apache Communication Inc. | Asian Information Technology Inc. | 3 | " | 302,310 | Note 7 | 0.09 | |
| 11 | Apache Communication Inc. | Frontek Technology Corporation | 3 | " | 301,642 | Note 7 | 0.09 | |
| 15 | Yosun Industrial Corp. | Yosun Singapore Pte Ltd. | 3 | " | 283,153 | Note 14 | 0.08 | |
| 16 | Yosun Hong Kong Corp. Ltd. | Yosun Shanghai Corp. Ltd. | 3 | " | 3,905,701 | Note 7 | 1.15 | |
| 29 | Yosun South China Corp. Ltd. | Yosun Shanghai Corp. Ltd. | 3 | " | 200,278 | Note 7 | 0.06 | |
| 18 | Sertek Incorporated | Richpower Electronic Devices Co., Ltd. | 3 | " | 394,648 | Note 7 | 0.12 | |
| 30 | Richpower Electronic Devices Pte Ltd. | Yosun Hong Kong Corp. Ltd. | 3 | " | 253,025 | Note 7 | 0.07 | |
| 31 | Peng Yu (Shanghai) Digital Technology Co., Ltd. | WPG C&C Shanghai Co., Ltd. | 3 | " | 181,373 | Note 7 | 0.05 | |
| 32 | Peng Yu International Limited | WPG Electronics (Hong Kong) Limited | 3 | " | 199,029 | Note 7 | 0.06 | |
| 33 | WPG C&C Shanghai Co., Ltd. | LaaS (Dongguan) Supply Chain Management Limited | 3 | " | 192,178 | Note 7 | 0.06 | |

Table 7, Page 5

| Transaction | | | | | | | Percentage of consolidated total operating revenues or total assets (Note 3) |
|--------------------|----------------------------|---------------------------------------|--------------------------|------------------------|------------|-------------------|---|
| Number (Note 1) | Company name | Counterparty | Relationship (Note 2) | General ledger account | Amount | Transaction terms | |
| 33 | WPG C&C Shanghai Co., Ltd. | Vsell Enterprise Co., Ltd. (Shanghai) | 3 | Other receivables | \$ 156,951 | Note 7 | 0.05 |
| 21 | Peng Yu Trigold Limited | WPG Electronics (Hong Kong) Limited | 3 | " | 764,197 | Note 7 | 0.23 |
| 34 | WPG SCM Limited | WPG Electronics (Hong Kong) Limited | 3 | " | 321,802 | Note 7 | 0.10 |

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: The amount receivable arose from filing of consolidated tax return.

Note 14: The receivable was due from a payment to supplier on behalf of associates.

Note 15: Mainly receivable from management service revenues.

WPG Holdings Limited and Subsidiaries
Information on investees (excluding information on investments in Mainland china)
Three months ended March 31, 2024

Table 8

Expressed in thousands of NTD
(Except as otherwise indicated)

| Investor | Investee | Location | Main business activities | Initial investment amount | | Shares held as at March 31, 2024 | | | Net profit (loss) of the investee for the three months ended March 31, 2024 | Investment income (loss) recognized by the Company for the three months ended March 31, 2024 | Footnote |
|----------------------------------|---|----------------|--|------------------------------|---------------------------------|----------------------------------|---------------|---------------|---|--|---------------|
| | | | | Balance as at March 31, 2024 | Balance as at December 31, 2023 | Number of shares | Ownership (%) | Book value | | | |
| WPG Holdings Limited | World Peace Industrial Co., Ltd. | Taiwan | Agent and sales of electronic/ electrical components | \$ 18,471,669 | \$ 18,471,669 | 1,847,500,000 | 100.00 | \$ 33,009,049 | \$ 718,944 | \$ 718,944 | Note 4 |
| WPG Holdings Limited | Asian Information Technology Inc. | Taiwan | Sales of electronic/ electrical components | 4,863,464 | 4,863,464 | 643,029,000 | 100.00 | 8,817,277 | 471,834 | 471,834 | Note 4 |
| WPG Holdings Limited | Silicon Application Corp. | Taiwan | Sales of computer software, hardware and electronic products | 5,717,962 | 5,717,962 | 677,090,000 | 100.00 | 9,208,436 | 92,015 | 923,015 | Note 4 |
| WPG Holdings Limited | WPG Electronics Limited | Taiwan | Warehousing services | 305,535 | 305,535 | 33,000,000 | 100.00 | 335,054 | 643 | 869 | Note 4 |
| WPG Holdings Limited | WPG Korea Co., Ltd. | South Korea | Agent and sales of electronic/ electrical components | 394,436 | 394,436 | 2,959,494 | 100.00 | 577,075 | (36,183) | (36,183) | Note 4 |
| WPG Holdings Limited | WPG International (CI) Limited | Cayman Islands | Holding company | 4,100,930 | 3,157,824 | 118,291,659 | 100.00 | 9,118,377 | 145,245 | 123,415 | Note 4 |
| WPG Holdings Limited | Yosun Industrial Corp. | Taiwan | Sales of electronic/ electrical components | 12,144,406 | 12,144,406 | 402,310,300 | 100.00 | 13,968,498 | 136,236 | 135,358 | Note 4 |
| WPG Holdings Limited | WPG Investment Co., Ltd. | Taiwan | Investment company | 2,102,997 | 2,102,997 | 210,000,000 | 100.00 | 2,210,166 | 24,332 | 24,332 | Note 4 |
| WPG Holdings Limited | Trigold Holdings Limited | Taiwan | Investment company | 940,141 | 940,141 | 59,195,189 | 58.86 | 1,314,961 | 14,870 | 9,622 | Note 4 |
| WPG Holdings Limited | WPG EMEA B.V. | Netherlands | Sales of electronic/ electrical components | 232,615 | 140,500 | 8,000,000 | 100.00 | 95,610 | (14,503) | (14,503) | Note 4 |
| WPG Holdings Limited | WPG Electronics (Hong Kong) Limited | Hong Kong | Agent and sales of electronic/ electrical components | 799,765 | 799,765 | 234,081,858 | 100.00 | 611,701 | 63,224 | 63,224 | Note 4 |
| WPG Holdings Limited | WPG South Asia Pte. Ltd. | Singapore | Sales of electronic/ electrical components | 2,526,422 | 1,821,395 | 64,035,653 | 100.00 | 2,298,070 | 84,470 | 84,470 | Note 4 |
| WPG Holdings Limited | WT Microelectronics Co., Ltd. | Taiwan | Trading company | 7,797,498 | 6,279,638 | 153,087,471 | 14.85 | 13,887,425 | 1,590,013 | 232,640 | Note 6 |
| World Peace Industrial Co., Ltd. | WPI International (South Asia) Pte Ltd. | Singapore | Agent and sales of electronic/ electrical components | 1,132,162 | 1,132,162 | 34,196,393 | 100.00 | 4,796,145 | 32,859 | - | Notes 2 and 5 |
| World Peace Industrial Co., Ltd. | WPI Technology Pte. Ltd. | Singapore | Agent and sales of electronic/ electrical components | 2,774,146 | 2,774,146 | 83,179,435 | 100.00 | 31,481,251 | 831,875 | - | Notes 2 and 5 |

| Investor | Investee | Location | Main business activities | Initial investment amount | | Shares held as at March 31, 2024 | | | Net profit (loss) of the investee for the three months ended March 31, 2024 | Investment income (loss) recognized by the Company for the three months ended March 31, 2024 | Footnote |
|---|--|-----------|--|------------------------------|---------------------------------|----------------------------------|---------------|------------|---|--|---------------|
| | | | | Balance as at March 31, 2024 | Balance as at December 31, 2023 | Number of shares | Ownership (%) | Book value | | | |
| World Peace Industrial Co., Ltd. | Longview Technology Inc. | Taiwan | Agent and sales of electronic/ electrical components | \$ 364,290 | \$ 364,290 | 33,900,000 | 100.00 | \$ 576,510 | \$ 1,941 | \$ - | Notes 2 and 5 |
| World Peace Industrial Co., Ltd. | Chainpower Technology Corp. | Taiwan | Agent and sales of electronic/ electrical components | 66,261 | 66,261 | 9,781,452 | 39.00 | 232,807 | 14,706 | - | Notes 2 and 3 |
| World Peace Industrial Co., Ltd. | AECO Technology Co., Ltd. | Taiwan | Agent and sales of electronic/ electrical components | 1,468,555 | 1,468,555 | 94,600,000 | 100.00 | 1,578,316 | 3,669 | - | Notes 2 and 5 |
| WPI International (South Asia) Pte Ltd. | Genuine C&C (IndoChina) Pte Ltd. | Singapore | Agent and sales of electronic/ electrical components | 119,912 | 119,912 | 5,359,370 | 80.00 | 255,022 | 4,639 | - | Notes 2 and 5 |
| WPI International (South Asia) Pte Ltd. | WPG Americas Inc. | U.S.A | Agent and sales of electronic/ electrical components | 197,529 | 197,529 | 6,100,000 | 1.72 | 44,111 | 9,895 | - | Notes 2 and 5 |
| WPI International (South Asia) Pte Ltd. | World Peace International (South Asia) Pte Ltd. | Singapore | Agent and sales of electronic/ electrical components | 696,473 | 696,473 | 34,314,692 | 100.00 | 4,197,799 | 22,356 | - | Notes 2 and 5 |
| WPI Technology Pte. Ltd. | WPI International (Hong Kong) Limited | Hong Kong | Agent and sales of electronic/ electrical components | 3,254,652 | 3,254,652 | 4,087,084,000 | 100.00 | 30,975,964 | 682,930 | - | Notes 2 and 5 |
| World Peace International (South Asia) Pte Ltd. | World Peace International (India) Pvt., Ltd. | India | Agent and sales of electronic/ electrical components | 33,361 | 33,361 | 3,575,058 | 100.00 | 77,265 | 7,479 | - | Notes 2 and 5 |
| World Peace International (South Asia) Pte Ltd. | WPG C&C Computers And Peripheral (India) Private Limited | India | Agent and sales of electronic/ electrical components | 241,140 | 241,140 | 48,420,000 | 100.00 | 294,846 | (5,389) | - | Notes 2 and 5 |
| World Peace International (South Asia) Pte Ltd. | WPG C&C (Malaysia) Sdn. Bhd | Malaysia | Agent and sales of electronic/ electrical components | - | - | 11,250,000 | 100.00 | 81,178 | 99 | - | Notes 2 and 5 |
| World Peace International (South Asia) Pte Ltd. | WPG C&C (Thailand) Co., Ltd. | Thailand | Agent and sales of information products | 873 | 873 | 1,000,000 | 100.00 | 41,117 | 276 | - | Notes 2 and 5 |
| WPI International (Hong Kong) Limited | WPG C&C Limited | Hong Kong | Agent and sales of information products | 201,395 | 201,395 | 6,500,000 | 100.00 | 312,004 | 2,160 | - | Notes 2 and 5 |
| WPI International (Hong Kong) Limited | WPG Americas Inc. | U.S.A | Agent and sales of electronic/ electrical components | 132,216 | 132,216 | 4,000,000 | 1.13 | 28,980 | 9,895 | - | Notes 2 and 5 |

| Investor | Investee | Location | Main business activities | Initial investment amount | | Shares held as at March 31, 2024 | | | Net profit (loss) of the investee for the three months ended March 31, 2024 | Investment income (loss) recognized by the Company for the three months ended March 31, 2024 | Footnote |
|-----------------------------------|---|------------------------|--|------------------------------|---------------------------------|----------------------------------|---------------|------------|---|--|---------------|
| | | | | Balance as at March 31, 2024 | Balance as at December 31, 2023 | Number of shares | Ownership (%) | Book value | | | |
| Longview Technology Inc. | Longview Technology GC Limited | British Virgin Islands | Holding company | \$ 335,328 | \$ 335,328 | 11,300,000 | 100.00 | \$ 620,717 | \$ 3,799 | \$ - | 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 | 907,882 | 5,818 | - | Notes 2 and 5 |
| Silicon Application Corp. | Silicon Application (BVI) Corporation | British Virgin Islands | Holding company | 706,402 | 706,402 | 22,000,000 | 100.00 | 2,019,152 | 24,541 | - | Notes 2 and 5 |
| Silicon Application Corp. | Win-Win Systems Ltd. | British Virgin Islands | Holding company | 24,015 | 24,015 | 765,000 | 100.00 | 29,448 | 334 | - | Notes 2 and 5 |
| Silicon Application Corp. | SAC Components (South Asia) Pte. Ltd. | Singapore | Sales of computer software, hardware and electronic products | 104,510 | 104,510 | 3,500,000 | 100.00 | 130,116 | 674 | - | Notes 2 and 5 |
| Silicon Application Corp. | Pernas Electronics Co., Ltd. | Taiwan | Agent and sales of electronic/ electrical components | 959,504 | 959,504 | 90,000,000 | 100.00 | 1,354,196 | 28,192 | - | Notes 2 and 5 |
| Pernas Electronics Co., Ltd. | Everwiner Enterprise Co., Ltd. | Taiwan | Agent and sales of electronic/ electrical components | 343,959 | 343,959 | 37,000,000 | 100.00 | 935,392 | 17,917 | - | Notes 2 and 5 |
| Silicon Application Corp. | Vsell Enterprise Co., Ltd. | Taiwan | Agent and sales of electronic/ electrical components | 277,128 | 277,128 | 14,000,000 | 70.00 | 395,284 | 59,838 | - | Notes 2 and 5 |
| Asian Information Technology Inc. | Frontek Technology Corporation | Taiwan | Sales of electronic/ electrical components | 1,515,256 | 1,515,256 | 280,000,000 | 100.00 | 3,462,825 | 100,365 | - | Notes 2 and 5 |
| Asian Information Technology Inc. | Apache Communication Inc. | Taiwan | Sales of electronic/ electrical components | 980,313 | 980,313 | 219,300,000 | 100.00 | 2,408,602 | 87,247 | - | Notes 2 and 5 |
| Asian Information Technology Inc. | Henshen Electric Trading Co., Ltd. | Taiwan | Sales of electronic/ electrical components | 223,121 | 223,121 | 20,000,000 | 100.00 | 226,053 | 7,898 | - | 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 | 16.33 | 15,883 | (16,773) | - | Notes 2 and 3 |
| Asian Information Technology Inc. | Fame Hall International Co., Ltd. | British Virgin Islands | Investment company | 155,558 | 155,558 | 4,703,107 | 100.00 | 306,288 | 28,724 | - | Notes 2 and 5 |
| Frontek Technology Corporation | Frontek International Limited | British Virgin Islands | Investment company | 101,862 | 101,862 | 2,970,000 | 100.00 | 148,731 | 2,665 | - | Notes 2 and 5 |
| Yosun Industrial Corp. | Suntop Investments Limited | Cayman Islands | Investment company | 1,812,188 | 1,812,188 | 29,200,000 | 100.00 | 5,371,496 | (50,315) | - | Notes 2 and 5 |
| Yosun Industrial Corp. | Sertek Incorporated | Taiwan | Sales of electronic/ electrical components | 1,616,722 | 1,616,722 | 94,828,100 | 100.00 | 2,057,262 | 108,564 | - | Notes 2 and 5 |

| Investor | Investee | Location | Main business activities | Initial investment amount | | Shares held as at March 31, 2024 | | | Net profit (loss) of the investee for the three months ended March 31, 2024 | Investment income (loss) recognized by the Company for the three months ended March 31, 2024 | Footnote |
|---------------------------------------|--|----------------|---|------------------------------|---------------------------------|----------------------------------|---------------|------------|---|--|---------------|
| | | | | Balance as at March 31, 2024 | Balance as at December 31, 2023 | Number of shares | Ownership (%) | Book value | | | |
| Yosun Industrial Corp. | Eesource Corp. | Taiwan | Sales of electronic/electrical components, office machinery and equipment | \$ 11,520 | \$ 11,520 | 1,080,000 | 20.00 | \$ 34,204 | \$ 2,096 | \$ - | Notes 2 and 3 |
| Yosun Industrial Corp. | Richpower Electronic Devices Co., Ltd | Taiwan | Sales of electronic/electrical components | 2,092,631 | 2,092,631 | 120,900,000 | 100.00 | 2,958,348 | 42,594 | - | Notes 2 and 5 |
| Sertek Incorporated | Sertek Limited | Hong Kong | Sales of electronic/electrical components | 83,494 | 83,494 | 19,500,000 | 100.00 | 89,078 | 704 | - | 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 | 3,089,788 | 28,717 | - | 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 | 264,286 | 3,738 | - | Notes 2 and 5 |
| 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 | 34,891 | 2,096 | - | Notes 2 and 3 |
| 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 | 45,680 | 2,630 | - | Notes 2 and 3 |
| WPG Investment Co., Ltd. | Trigold Holdings Limited | Taiwan | Investment company | 49,224 | 49,224 | 1,749,979 | 1.74 | 38,202 | 14,870 | - | Notes 2 and 3 |
| WPG Investment Co., Ltd. | AutoSys Co., Ltd. | Cayman Islands | Holding company | 73,000 | 73,000 | 5,000,000 | 16.25 | 60,066 | (11,944) | - | Notes 2 and 3 |
| WPG Investment Co., Ltd. | Beauteek Global Wellness Corporation Limited | Hong Kong | Community e-commerce trading platform and related services | 25,273 | 25,273 | 630,044 | 19.34 | 23,819 | 4,218 | - | Notes 2 and 3 |
| WPG Investment Co., Ltd. | LaaS Holdings (Samoa) Limited | Samoa | Holding company | 1,142,712 | 1,142,712 | 40,060,000 | 100.00 | 863,675 | 17,811 | - | 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 | 1,093,500 | 10,222 | - | Notes 2 and 5 |
| Trigold Holdings Limited | WPG Trigold (Hong Kong) Limited | Hong Kong | Holding company | 600,796 | 600,796 | 155,200,000 | 100.00 | 1,150,400 | (13,799) | - | Notes 2 and 5 |
| Trigold Holdings Limited | Peng Yu Trigold Limited | Hong Kong | Sales of electronic products | 71,212 | 71,212 | 2,000,000 | 100.00 | 329,897 | 24,909 | - | Notes 2 and 5 |
| Genuine C&C Inc. | Hoban Inc. | Taiwan | An E-commerce company which operates B2C and O2O businesses | 199,999 | 199,999 | 20,000,000 | 100.00 | 74,798 | (2,370) | - | 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 | 3,854 | 2,630 | - | Notes 2 and 3 |

| Investor | Investee | Location | Main business activities | Initial investment amount | | Shares held as at March 31, 2024 | | | Net profit (loss) of the investee for the three months ended March 31, 2024 | Investment income (loss) recognized by the Company for the three months ended March 31, 2024 (Note 1) | Footnote |
|--------------------------|------------------------------------|-------------|---|------------------------------|---------------------------------|----------------------------------|---------------|------------|---|---|---------------|
| | | | | Balance as at March 31, 2024 | Balance as at December 31, 2023 | Number of shares | Ownership (%) | Book value | | | |
| WPG EMEA B.V. | WPG EMEA UK LIMITED | UK | Sales of electronic/electrical components | \$ 3,614 | \$ 3,614 | 100,000 | 100.00 | \$ 3,890 | (\$ 2,377) | \$ - | Notes 2 and 5 |
| WPG South Asia Pte. Ltd. | WPG India Electronics Pvt. Ltd. | India | Agent and sales of electronic/electrical components | 92,188 | 92,188 | 15,909,990 | 99.99 | 96,137 | 1,746 | - | Notes 2 and 5 |
| WPG South Asia Pte. Ltd. | WPG Malaysia Sdn. Bhd | Malaysia | Agent and sales of electronic/electrical components | 17,427 | 17,427 | 1,010,800 | 100.00 | 29,145 | 2,396 | - | Notes 2 and 5 |
| WPG South Asia Pte. Ltd. | WPG Electronics (Philippines) Inc. | Philippines | Agent and sales of electronic/electrical components | 1,543 | 1,543 | 10,000 | 100.00 | 9,127 | 334 | - | Notes 2 and 5 |
| WPG South Asia Pte. Ltd. | WPG (Thailand) Co., Ltd. | Thailand | Agent and sales of electronic/electrical components | 11,560 | 11,560 | 103,720 | 100.00 | 77,969 | 29,371 | - | Notes 2 and 5 |
| WPG South Asia Pte. Ltd. | WPG SCM Limited | Hong Kong | Agent and sales of electronic/electrical components | 319,640 | 319,640 | 12,800,000 | 100.00 | 722,818 | (2,702) | - | Notes 2 and 5 |
| WPG South Asia Pte. Ltd. | WPG Vietnam Company Limited | Vietnam | Agent and sales of electronic/electrical components | 3,071 | 3,071 | 100,000 | 100.00 | 2,694 | 831 | - | Notes 2 and 5 |
| WPG South Asia Pte. Ltd. | Yosun Singapore Pte Ltd. | Singapore | Sales of electronic/electrical components | 669,865 | 669,865 | 20,600,000 | 100.00 | 964,195 | 55,545 | - | Notes 2 and 5 |
| WPG Malaysia Sdn. Bhd | WPG India Electronics Pvt. Ltd. | India | Agent and sales of electronic/electrical components | - | - | 10 | 0.01 | 10 | 1,746 | - | Notes 2 and 5 |

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 using the equity method by subsidiary.

Note 4: A subsidiary.

Note 5: An indirect subsidiary.

Note 6: An investee company accounted for using the equity method by the Company.

WPG Holdings Limited and Subsidiaries
Information on investments in Mainland China
Three months ended March 31, 2024

Table 9

Expressed in thousands of NTD
(Except as otherwise indicated)

| Investee in Mainland China | Main business activities | Paid-in capital | Investment method (Note 1) | Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024 | Amount remitted from Taiwan to Mainland China / Amount remitted back to Taiwan for the three months ended March 31, 2024 | | Accumulated amount of remittance from Taiwan to Mainland China as of March 31, 2024 | Net income of investee for the three months ended March 31, 2024 | Ownership held by the Company (direct or indirect) | Investment income (loss) recognized by the Company for the three months ended March 31, 2024 (Note 2) | Book value of investments in Mainland China as of March 31, 2024 (Note 5) | Accumulated amount of investment income remitted back to Taiwan as of March 31, 2024 | Footnote |
|--|---|--------------------|----------------------------------|---|---|----------------------------|--|--|---|--|---|---|----------|
| | | | | | Remitted to Mainland China | Remitted back to Taiwan | | | | | | | |
| Vsell Enterprise Co., Ltd. (Shanghai) | Sales of semiconductor integrated circuit and electronic components | \$ 219,344 | 1 | \$ 434,036 | \$ - | \$ - | \$ 434,036 | \$ 9,400 | 100.00 | \$ 7,059 | \$ 436,209 | \$ - | |
| SAC Technology (SZ) Inc. | Sales of semiconductor integrated circuit and electronic components | 22,773 | 1 | 23,373 | - | - | 23,373 | 1,517 | 100.00 | 1,499 | 23,664 | - | |
| WPG China (SZ) Inc. | Sales of semiconductor integrated circuit and electronic components | 148,039 | 2 | 110,853 | - | - | 110,853 | 28,332 | 100.00 | 28,332 | 1,306,150 | - | Note 3 |
| WPG China Inc. | Agent for selling electronic/electrical components | 1,668,194 | 2 | 1,866,814 | - | - | 1,866,814 | 110,798 | 100.00 | 110,798 | 5,206,062 | - | |
| Gain Tune Logistics (Shanghai) Co., Ltd. | Warehousing services / extra work | 40,538 | 2 | 15,858 | - | - | 15,858 | 2,300 | 40.00 | 920 | 30,937 | - | |
| Suzhou Xinning Logistics Co., Ltd. | Warehousing services | 67,713 | 2 | 19,672 | - | - | 19,672 | (804) | 29.40 | (236) | 45,255 | - | |
| Suzhou Xinning Bonded Warehouse Co., Ltd. | Warehousing services | 32,000 | 2 | 30,026 | - | - | 30,026 | (5,714) | 49.00 | (2,800) | 57,560 | - | |
| Yosun Shanghai Corp. Ltd. | Sales of electronic components and warehousing services | 276,893 | 2 | 246,400 | - | - | 246,400 | (64,072) | 100.00 | (64,072) | 224,251 | - | |
| Yosun South China Corp. Ltd. | Sales of electronic /electrical components | 141,359 | 2 | - | - | - | - | 976 | 100.00 | 976 | 225,797 | - | |
| Qegoo Technology Co., Ltd. | Business e-commerce platform | 59,200 | 2 | 5,131 | - | - | 5,131 | - | 15.00 | - | - | - | |

| Investee in Mainland China | Main business activities | Paid-in capital | Investment method (Note 1) | Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024 | Amount remitted from Taiwan to Mainland China / Amount remitted back to Taiwan for the three months ended March 31, 2024 | | Accumulated amount of remittance from Taiwan to Mainland China as of March 31, 2024 | Net income of investee for the three months ended March 31, 2024 | Ownership held by the Company (direct or indirect) | Investment income (loss) recognized by the Company for the three months ended March 31, 2024 (Note 2) | Book value of investments in Mainland China as of March 31, 2024 (Note 5) | Accumulated amount of investment income remitted back to Taiwan as of March 31, 2024 | Footnote |
|---|---|--------------------|----------------------------------|---|---|----------------------------|--|--|---|--|---|---|----------|
| | | | | | Remitted to Mainland China | Remitted back to Taiwan | | | | | | | |
| Beauteek (Shanghai) Global Wellness Corporation Limited | Community e-commerce trading platform and related services | \$ 86,400 | 2 | \$ 14,557 | \$ - | \$ - | \$ 14,557 | \$ - | 15.38 | \$ - | \$ - | \$ - | |
| LaaS (Dongguan) Supply Chain Management Limited | Supply chain management, design and related businesses. | 1,280,000 | 2 | 1,280,000 | - | - | 1,280,000 | 17,847 | 100.00 | 17,847 | 862,707 | - | Note 8 |
| Peng Yu (Shanghai) Digital Technology Co., Ltd | Sales of electronic/electrical products | 99,180 | 2 | 208,433 | - | - | 208,433 | 3,693 | 100.00 | 2,238 | 274,625 | - | |
| WPG C&C Shanghai Co., Ltd. | Sales of electronic/electrical products | 234,227 | 2 | 274,148 | - | - | 274,148 | (10,381) | 100.00 | (6,291) | 396,342 | - | Note 6 |
| Trigolduo (Shanghai) Industrial Development Ltd. | Children's indoor amusement park | 88,160 | 2 | 61,712 | - | - | 61,712 | (10,202) | 70.00 | (4,328) | (27,765) | - | |
| Trigold Tongle (Shanghai) Industrial Development Ltd. | Children's indoor amusement park | 6,612 | 2 | - | - | - | - | (1,082) | 70.00 | (459) | (5,675) | - | Note 7 |

Note 1: The investment methods are classified into the following two categories:

- (1) Directly investing in Mainland China.
- (2) Through investing in companies in the third area, which then invested in the investee in Mainland China.

Note 2: Except for WPG China Inc., WPG China (SZ) Inc. and WPG C&C Shanghai Co., Ltd., the investment income / loss for the three months ended March 31, 2024 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 base on unreviewed financial statements of investee during the same period.

Note 3: 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 4: For paid-in capital, amount remitted from Taiwan to Mainland China/ amount remitted back to Taiwan for the three months ended March 31, 2024, accumulated amount of remittance from Taiwan to Mainland China as of March 31, 2024, book value of investments in Mainland China as of March 31, 2024, accumulated amount of investment income remitted back to Taiwan as of March 31, 2024, etc., the exchange rates used were USD 1: NTD 32, HKD 1:NTD 4.089 and RMB 1: NTD 4.408.

Note 5: The ending balance of investment was calculated based on combined ownership percentage held by the Company.

Note 6: 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 7: Trigold Tongle (Shanghai) Industrial Development Ltd. is a wholly-owned subsidiary of Trigolduo (Shanghai) Industrial Development Ltd.

Note 8: WPG Investment Co., Ltd. acquired a 100% equity interest in Mainland China investee, LaaS (Dongguan) Supply Chain Management Limited, through a reinvestment, LaaS Holdings (HK) Limited, of WPG Investment Co., Ltd.'s investment in the third area, Samoa, on August 2, 2020. WPG Investment Co., Ltd. had received a post-approval from the MOEA.

| Company name | Accumulated amount of remittance from Taiwan to Mainland China as of March 31, 2024 | 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 | \$ 2,043,222 | \$ 2,160,134 | \$ 54,907,861 |
| World Peace Industrial Co., Ltd. and its subsidiaries | 392,130 | 477,450 | 19,843,484 |
| Silicon Application Corp. and its subsidiaries (Note) | 471,160 | 477,375 | 5,623,851 |
| Yosun Industrial Corp. and its subsidiaries | 268,320 | 568,451 | 6,135,413 |
| WPG Investment Co., Ltd. | 1,299,687 | 1,310,185 | 1,326,099 |
| Trigold Holdings Limited | 569,109 | 569,109 | 1,952,272 |

(1) Exchange rates as of March 31, 2024 were USD 1: NTD 32, HKD 1 : NTD 4.089 and RMB 1 : NTD 4.408.

(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
March 31, 2024

Table 10

| Name of major shareholders | Number of shares held | Ownership (%) |
|--|-----------------------|---------------|
| Independent accounts securities investment trust fund of Cathay MSCI Taiwan ESG Sustainability High Dividend Yield ETF (umbrella fund) entrusted to Taishin International Bank | 124,748,000 | 6.63% |

Description: If the company applies with 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 to decide how to allocate the trust assets. For the information on reported share equity of insider, please refer to Market Observation Post System.