CHUN YU WORKS & CO., LTD. AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REVIEW REPORT
SEPTEMBER 30,2024 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.

INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of Chun Yu Works & Co., Ltd.

Introduction

We have reviewed the consolidated balance sheets of Chun Yu Works & Co., Ltd. and its subsidiaries (the "Group") as of September 30, 2024 and 2023 and the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, as well as the consolidated statements of changes in equity and of cash flows for the nine-month periods then ended, and notes to the consolidated financial statements, including the summary of significant accounting policies. The management is responsible for the preparing and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standards No. 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission. Our responsibility is to express a conclusion on the financial statements based on the result of reviews.

Scope of Review

Except as discussed 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 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 of Qualified Conclusion

Certain the non-significant subsidiaries' financial statements which are included in the consolidated financial statements mentioned above, and the relevant information disclosed in note 13 were not reviewed. These subsidiaries' total assets were NT$1,546,315 thousand and NT$1,538,453 thousand respectively, accounting for 13% of the total consolidated assets, the total liabilities were NT$465,590 thousand and NT$405,827 thousand respectively, accounting for 7% and 6% of the total consolidated liabilities as of September 30,2024 and 2023, respectively, the total comprehensive income were NT$9,883 thousand, NT$14,257 thousand, NT($17,666) thousand and NT$97,388 thousand respectively, accounting for 14% ,15% , (5%) and 30% of the total consolidated comprehensive income for the three-month and nine-month periods ended September 30, 2024 and 2023, respectively.

Qualified Conclusion

According to our reviews and the review report of other accountants (please refer to Miscellaneous), except that the financial statements of some of the non-significant subsidiaries and the relevant information disclosed in note 13 as mentioned in Basis of Qualified Conclusion, if reviewed by us, may lead to adjustments to the consolidated financial statements, it is not found that the consolidated financial statements above have not been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" approved and promulgated by the Financial Supervisory Commission which may lead to the inability to properly express the consolidated financial status of Chun Yu Group as of September 30, 2024 and 2023 and the consolidated financial performance for the three-month and nine-month periods ended and consolidated cash flow for the nine-month periods ended September 30, 2024 and 2023.

Other Matter

The financial statements of PT. Moon Lion Industries Indonesia for the three-month and nine-month periods ended September 30, 2024 and 2023 and the relevant information disclosed in note 13 were not reviewed by us, but by other accountants. Therefore, the amounts listed in the financial statements of the subsidiary and the relevant information disclosed in note 13 of the review report issued by us on the consolidated financial statements above are based on the review reports of other accountants. Total assets on September 30, 2024 and 2023 were NT$1,345,419 thousand and NT$1,413,602 thousand respectively, accounting for 11% of the total consolidated assets, net operating income were NT$501,665 thousand, NT$471,096 thousand, NT$1,294,653 thousand and NT$1,233,790 thousand respectively, accounting for 21%, 22%, 20% and 20% of the total consolidated comprehensive income for the three-month and nine-month periods ended September 30, 2024 and 2023, respectively.

Chung-Yu, Tien

Independent Accountants

Huei-Yu, Hsu

PricewaterhouseCoopers, Taiwan

Republic of China

November 7, 2024

CHUN YU WORKS & CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Expressed in thousands of New Taiwan dollars)
(The consolidated balance sheets as of September 30, 2024 and 2023 are reviewed, not audited)

			September 30, 2024		December 31, 2023		September 30, 2023	
	Assets	Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%
	Current Assets							
1100	Cash and cash equivalents	6(1)	$ 1,500,676	13	$ 2,552,936	21	$ 2,665,908	22
1110	Financial assets at fair value through profit or loss – current	6(2)	124,452	1	3,177	-	75,124	1
1136	Financial assets at amortised cost – current	6(1) and 8	355,144	3	306,994	2	9,358	-
1150	Notes receivable, net	6(3) and 7	355,571	3	324,961	3	360,688	3
1170	Accounts receivable, net	6(3) and 7	1,611,569	13	1,496,591	12	1,532,590	12
1200	Other receivables	7	19,014	-	20,269	-	7,551	-
1220	Current income tax assets	6(26)	5,567	-	1,164	-	7,300	-
130X	Inventories	6(4) (6) and 8	3,871,777	32	3,355,582	28	3,441,643	28
1410	Prepayments		104,377	1	80,928	1	206,626	2
11XX	**Total current assets**		7,948,147	66	8,142,602	67	8,306,788	68
	Non-current assets							
1510	Financial assets at fair value through profit or loss – non-current	6(2)	233,500	2	127,050	1	-	-
1517	Financial assets at fair value through other comprehensive income – non-current	6(5)	608,746	5	681,311	6	674,329	6
1600	Property, plant and equipment	6(6)(9) ,7 and 8	2,774,946	23	2,879,339	24	2,961,234	24
1755	Right-of-use assets	6(7) and 8	185,742	2	123,068	1	136,534	1
1780	Intangible assets	6(8)	5,447	-	7,747	-	7,292	-
1840	Deferred income tax assets	6(26)	188,673	2	168,233	1	168,045	1
1915	Prepayments for business facilities	6(6)	22,937	-	11,959	-	11,207	-
1920	Guarantee deposits paid		24,326	-	24,763	-	24,275	-
1990	Other non-current assets	6(6)	61	-	2,264	-	2,850	-
15XX	**Total non-current assets**		4,044,378	34	4,025,734	33	3,985,766	32
1XXX	**Total assets**		$ 11,992,525	100	$ 12,168,336	100	$ 12,292,554	100

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CHUN YU WORKS & CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Expressed in thousands of New Taiwan dollars)
(The consolidated balance sheets as of September 30, 2024 and 2023 are reviewed, not audited)

	Liabilities and Equity	Notes	September 30, 2024 AMOUNT	%	December 31, 2023 AMOUNT	%	September 30, 2023 AMOUNT	%
	Current Liabilities							
2100	Short-term borrowings	6(10) and 8	$ 122,000	1	$ 478,186	4	$ 612,119	5
2130	Current contract liabilities	6(19) and 7	561,877	4	481,924	4	470,384	4
2150	Notes payable		322	-	438	-	1,078	-
2170	Accounts payable	7	503,749	5	494,133	4	534,757	4
2200	Other payables	7	360,667	6	378,577	3	332,240	6
2230	Current income tax liabilities	6(26)	14,319	-	40,973	-	64,448	-
2250	Provisions for liabilities - current	6(12)	6,730	-	6,401	-	6,222	-
2280	Current lease liabilities	6(7)	24,696	-	13,114	-	17,930	-
2320	Long-term liabilities, current portion	6(11)(13) and 8	1,599,709	13	6,583	-	6,583	-
21XX	**Total current liabilities**		3,194,069	29	1,900,329	15	2,045,761	19
	Non-current liabilities							
2530	Bonds payable	6(11) and 8	2,996,740	24	4,578,558	38	4,574,777	36
2540	Long-term borrowings	6(13) and 8	18,186	-	23,123	-	24,769	-
2570	Deferred income tax liabilities	6(26)	477,644	4	457,693	4	474,010	4
2580	Non-current lease liabilities	6(7)	81,481	1	30,310	-	35,153	-
2640	Net defined benefit liabilities – non-current	6(14)	96,777	1	98,780	1	107,244	1
2645	Guarantee deposits received		457	-	457	-	457	-
25XX	**Total non-current liabilities**		3,671,285	30	5,188,921	43	5,216,410	41
2XXX	**Total liabilities**		6,865,354	59	7,089,250	58	7,262,171	60
	Equity attributable to owners of the parent							
	Share capital	6(15)						
3110	Common stock		3,021,627	24	3,021,627	25	3,021,627	24
3200	Capital surplus	6(11)(15)(16)	522,676	4	501,353	4	501,353	4
	Retained earnings	6(5)(17)						
3310	Legal reserve		369,727	3	336,485	3	336,485	3
3320	Special reserve		430,610	4	430,610	4	430,610	3
3350	Unappropriated retained earnings		600,366	5	649,496	5	516,343	4
3400	Other equity interest	6(5)(18)	(367,099)	(3)	(394,640)	(4)	(299,821)	(2)
3500	Treasury stocks	6(15)	(267,195)	(2)	(267,195)	(2)	(267,195)	(2)
31XX	**Equity attributable to owners of the parent**		4,310,712	35	4,277,736	35	4,239,402	34
36XX	Non-controlling interest	4(3)	816,459	6	801,350	7	790,981	6
3XXX	**Total equity**		5,127,171	41	5,079,086	42	5,030,383	40
	Significant Contingent Liabilities and Unrecognized Contract Commitments	9						
3X2X	**Total liabilities and equity**		$ 11,992,525	100	$ 12,168,336	100	$ 12,292,554	100

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

CHUN YU WORKS & CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)
(Reviewed, not audited)

	Items	Notes	For three-month periods ended September 30, 2024 AMOUNT	%	2023 AMOUNT	%	For nine-month periods ended September 30, 2024 AMOUNT	%	2023 AMOUNT	%
4000	Operating revenue	6(19) and 7	$ 2,379,777	100	$ 2,165,638	100	$ 6,600,043	100	$ 6,238,440	100
5000	Operating costs	6(4)(7)(8)(14)(24)(25) and 7	(2,066,448)	(87)	(1,822,918)	(86)	(5,660,940)	(85)	(5,256,822)	(84)
5900	Net operating margin		313,329	13	342,720	14	939,103	15	981,618	16
	Operating expenses	6(7)(8)(14)(24)(25),7 and 12								
6100	Selling expenses		(82,956)	(4)	(69,412)	(3)	(230,040)	(3)	(214,757)	(4)
6200	General and administrative expenses		(123,638)	(5)	(139,734)	(6)	(358,112)	(6)	(380,383)	(6)
6300	Research and development expenses		(16,332)	(1)	(14,843)	(1)	(50,163)	(1)	(45,210)	(1)
6450	Expected credit gains (losses)		(1,994)	-	(1,286)	-	(2,274)	-	(2,517)	-
6000	Total operating expenses		(224,920)	(10)	(225,275)	(10)	(640,589)	(10)	(642,867)	(11)
6900	Operating profit		88,409	3	117,445	4	298,514	5	338,751	5
	Non-operating income and expenses									
7100	Interest income	6(3)(20)	13,146	-	6,957	1	29,994	1	26,127	1
7010	Other income	6(2)(5)(21)and 7	16,693	1	3,011	-	31,551	-	16,950	-
7020	Other gains and losses	6(2)(22), 7and 12	(10,041)	-	14,616	-	123,430	3	25,158	-
7050	Financial cost	6(7)(23)	(24,141)	(1)	(29,947)	(2)	(76,257)	(1)	(93,461)	(1)
7000	Total non-operating income and expenses		(4,343)	-	(5,363)	(1)	108,718	3	(25,226)	-
7900	**Profit before income tax**		84,066	3	112,082	3	407,232	8	313,525	5
7950	Income tax expense	6(26)	(24,476)	(1)	(47,783)	(1)	(83,653)	(2)	(112,848)	(2)
8200	**Profit for the period**		$ 59,590	2	$ 64,299	2	$ 323,579	6	$ 200,677	3

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

CHUN YU WORKS & CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)
(Reviewed, not audited)

			For three-month periods ended September 30,				For nine-month periods ended September 30,			
			2024		2023		2024		2023	
	Items	Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
	Other comprehensive income(loss)									
	Components of other comprehensive income (loss) that will not be reclassified to profit or loss									
8316	Unrealized gain (loss) on valuation of investments in equity instruments measured at fair value through other comprehensive income	6(5)(18)	($ 8,424)	-	($ 50,913)	(3)	($ 72,565)	(1)	$ 31,074	1
	Components of other comprehensive income (loss) that will be reclassified to profit or loss									
8361	Financial statements translation differences of foreign operations		27,631	1	88,392	4	136,451	2	100,009	1
8399	Aggregated income tax relating to components of other comprehensive income(loss)	6(26)	(6,423)	-	(6,289)	-	(13,598)	-	(9,254)	-
8300	**Total other comprehensive income for the period**		$ 12,784	1	$ 31,190	1	$ 50,288	1	$ 121,829	2
8500	**Total comprehensive income for the period**		$ 72,374	3	$ 95,489	4	$ 373,867	6	$ 322,506	5
	Profit attributable to:									
8610	Owners of the parent		$ 42,554	1	$ 31,053	1	$ 259,080	4	$ 126,138	2
8620	Non-controlling interests		17,036	1	33,246	2	64,499	1	74,539	1
			$ 59,590	2	$ 64,299	3	$ 323,579	5	$ 200,677	3
	Total comprehensive income attributable to:									
8710	Owners of the parent		$ 42,709	2	$ 53,417	2	$ 286,621	5	$ 230,523	4
8720	Non-controlling interests		29,665	1	42,072	2	87,246	1	91,983	1
			$ 72,374	3	$ 95,489	4	$ 373,867	6	$ 322,506	5
	Earnings per share (in dollars)	6(27)								
9750	Basic		$	0.15	$	0.11	$	0.93	$	0.45
9850	Diluted		$	0.14	$	0.11	$	0.83	$	0.42

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

CHUN YU WORKS & CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

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

		Equity attributable to owners of the parent										
				Retained Earnings			Other Equity Interest					
	Notes	Share capital - common stock	Capital Surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury stocks	Total	Non-controlling interest	Total equity
For the nine-month periods ended September 30, 2023												
Balance at January 1, 2023		$ 3,021,627	$ 477,923	$ 302,397	$ 430,610	$ 653,326	($ 163,091)	($ 167,985)	($ 267,195)	$ 4,287,612	$ 781,318	$ 5,068,930
Consolidated net income		-	-	-	-	126,138	-	-	-	126,138	74,539	200,677
Other comprehensive income (loss)	6(5)(18)	-	-	-	-	-	73,311	31,074	-	140,385	17,444	121,829
Total comprehensive income (loss)		-	-	-	-	126,138	73,311	31,074	-	230,523	91,983	322,506
Distribution of 2022 consolidated net income												
Legal reserve		-	-	34,088	-	(34,088)	-	-	-	-	-	-
Cash dividends	6(17)	-	-	-	-	(302,163)	-	-	-	(302,163)	-	(302,163)
Disposal of financial assets at fair value through other comprehensive income	6(5)(18)	-	-	-	-	73,130	-	(73,130)	-	-	-	-
The Company’s dividends received by subsidiaries	6(15)(16)	-	23,430	-	-	-	-	-	-	23,430	-	23,430
Dividends paid to non-controlling interest		-	-	-	-	-	-	-	-	-	(82,320)	(82,320)
Balance at September 30, 2023		$ 3,021,627	$ 501,353	$ 336,485	$ 430,610	$ 516,343	($ 89,780)	($ 210,041)	($ 267,195)	$ 4,239,402	$ 790,981	$ 5,030,383
For the nine-month periods ended September 30, 2024												
Balance at January 1, 2024		$ 3,021,627	$ 501,353	$ 336,485	$ 430,610	$ 649,496	($ 191,581)	($ 203,059)	($ 267,195)	$ 4,277,736	$ 801,350	$ 5,079,086
Consolidated net income		-	-	-	-	259,080	-	-	-	259,080	64,499	323,579
Other comprehensive income (loss)	6(5)(18)	-	-	-	-	-	100,106	(72,565)	-	27,541	22,747	50,288
Total comprehensive income (loss)		-	-	-	-	259,080	100,106	(72,565)	-	286,621	87,246	373,867
Distribution of 2023 consolidated net income												
Legal reserve		-	-	33,242	-	(33,242)	-	-	-	-	-	-
Cash dividends	6(17)	-	-	-	-	(274,968)	-	-	-	(274,968)	-	(274,968)
The Company’s dividends received by subsidiaries	6(15)(16)	-	21,323	-	-	-	-	-	-	21,323	-	21,323
Dividends paid to non-controlling interest		-	-	-	-	-	-	-	-	-	(72,137)	(72,137)
Balance at September 30, 2024		$ 3,021,627	$ 522,676	$ 369,727	$ 430,610	$ 600,366	($ 91,475)	($ 275,624)	($ 267,195)	$ 4,310,712	$ 816,459	$ 5,127,171

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

CHUN YU WORKS & CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in thousands of New Taiwan dollars)
(Reviewed , not audited)

	Notes	For the nine-month periods ended September 30, 2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		$ 407,232	$ 313,525
Adjustments			
Adjustments to reconcile profit (loss)			
Net (gains) losses on financial assets at fair value through profit or loss		(103,225)	(6,752)
Expected credit losses	12	2,274	2,517
(Reversal of allowance) provision for inventory market price decline	6(4)	77	2,042
Depreciation	6(6)(7)(24)	199,335	218,762
Gains on disposal of property, plant and equipment	6(22)	(11,290)	(535)
Amortization	6(8)(24)	2,598	2,576
Interest income	6(20)	(29,994)	(26,127)
Dividend income	6(21)	(13,826)	(672)
Interest expense	6(23)	76,257	93,461
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss - current		(124,500)	(17,961)
Notes receivable		(30,552)	59,732
Accounts receivable		(118,104)	129,567
Other receivables		1,255	(662)
Inventories		(516,855)	537,908
Prepayments		(23,449)	(90,000)
Long-term notes and accounts receivable		-	3,317
Changes in operating liabilities			
Current contract liabilities		79,953	(269)
Notes payable		(116)	690
Accounts payable		9,616	(23,894)
Other payables		(34,978)	(112,415)
Provision for liabilities – current		329	(43)
Net defined benefit liabilities –non-current		(2,003)	(9,619)
Cash inflow generated from operations		(229,966)	1,075,148
Interest received		29,994	26,127
Dividends received		13,826	672
Interest paid		(45,310)	(78,741)
Income tax paid		(128,797)	(104,962)
Net cash flows from operating activities		(360,253)	918,244

(Continued)

CHUN YU WORKS & CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in thousands of New Taiwan dollars)
(Reviewed , not audited)

	Notes	For the nine-month periods ended September 30, 2024	2023
CASH FLOWS FROM INVESTMENT ACTIVITIES			
(Increase) decrease in financial assets at amortized cost - current		($ 48,150)	$ 2,417
Acquisition of financial assets at fair value through other comprehensive income - non-current		-	(290,397)
Proceeds from disposal of financial assets at fair value through other comprehensive income	6(5)	-	86,392
Decrease in financial assets measured at amortized cost–non-current		-	44,100
Cash paid for acquisition of property, plant and equipment	6(28)	(46,976)	(44,432)
Proceeds from disposal of property, plant and equipment		26,064	991
Acquisition of intangible assets	6(8)	(149)	(2,466)
Increase in prepayments for equipment		(16,288)	(254)
(Increase) decrease in guarantee deposits paid		437	(2,318)
Decrease in other non-current assets		1,522	3,930
Net cash flows used in investing activities		(83,540)	(202,037)
CASH FLOWS FROM FINANCING ACTIVITIES			
Decrease in short-term borrowings	6(29)	(356,186)	(168,727)
Payments of lease liabilities	6(29)	(19,836)	(20,847)
Increase in long-term borrowings	6(29)	-	8,663
Decrease in long-term borrowings	6(29)	(4,937)	(16,347)
Payment of cash dividends	6(28)	(253,645)	(278,733)
Cash dividends paid to non-controlling interest		(72,137)	(82,320)
Net cash flows used in financing activities		(706,741)	(558,311)
Effect of foreign exchange rate changes on cash and cash equivalents		98,274	71,462
Net (decrease) increase in cash and cash equivalents		(1,052,260)	229,358
Cash and cash equivalents at beginning of period	6(1)	2,552,936	2,436,550
Cash and cash equivalents at end of period	6(1)	$ 1,500,676	$ 2,665,908

Chun Yu Works & Co., Ltd. and Subsidiaries

Notes to Consolidated Financial Statements

For The Nine-Month Periods Ended September 30, 2024 and 2023

(reviewed only, not audited in accordance with the Generally Accepted Auditing Standards)

Unit: NT$ thousand

(unless specified)

1. History and Organization

(1) Chun Yu Works & Co., Ltd. (the "Company") was incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C.) and other related regulations in March 1965. The Company is primarily engaged in the manufacture and heat treatment of screws, nuts and polished steel bars as well as design of pollution prevention equipment and undertaking related services. The information on main business activities of the Company's subsidiaries is provided in Note 4(3).

(2) The Company's shares have been listed on the Taiwan Stock Exchange since October 1991.

2. The Date of Authorisation for Issuance of the Financial Statements and Procedures for authorisation

This consolidated financial report was issued on November 7, 2024 after submission to the board of directors.

3. Application of New Standards, Amendments and Interpretations

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards ("IFRS") as endorsed by the Financial Supervisory Commission ("FSC")

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

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

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

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

New standards, interpretations and amendments endorsed by the FSC effective from 2025 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IAS 21, ‘Lack of Exchangeability’	January 1, 2025

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

(3) 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:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 9 and IAS 7, ‘「Amendments to the Classification and Measurement of Financial Instruments 」	January 1, 2026
Amendments to IFRS 10 and IAS 28, ‘Sale or contribution of assets between an investor and its associate or joint venture’	To be determined by IASB
IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendment to IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendment to IFRS 17, ‘Initial application of IFRS 17 and IFRS 9 - comparative information’	January 1, 2023
IFRS 18, ‘Presentation and Disclosure in Financial Statements’	January 1, 2027
IFRS 19, ‘Subsidiaries without Public Accountability: Disclosures’	January 1, 2027
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

Except for those to be assessed as described below, the remaining items have been assessed and have no significant impact on the Group’s financial condition and financial performance based on the Company’s assessment.

IFRS 18, ‘Presentation and disclosure in financial statements’ IFRS 18, 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, In addition to following the instructions, basis of preparation, basis of consolidation and applicable portions of the interim financial statements as follows: These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

A. The financial statements of the Company 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' as endorsed by the FSC.

B. The financial statements should be read together with the financial statements for the year ended December 31, 2023.

(2) Basis of Preparation

A. The consolidated financial report is prepared based on historical cost, except the following significant items:

(1) Financial assets at fair value through profit or loss.

(2) Financial assets at fair value through other comprehensive income.

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

B. The preparation of consolidated financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5,‘Critical accounting judgements, estimates and key sources of assumption uncertainty’.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

The basis for the preparation of these consolidated financial statements is consistent with the basis applied in the preparation of the consolidated financial statements for the year ended December31, 2023.

B. Subsidiaries included in this consolidated financial statements：

Investment company name	Subsidiary name	Business nature	Percentage of equity held September 30, 2024	December 31, 2023	September 30, 2023	Description
Chun Yu Works & Co., Ltd.	Chun Bang Precision Co., Ltd.	Manufacture and sales of moulds	100.00	100.00	100.00	(note 1)
Chun Yu Works & Co., Ltd.	Chun Yu Works(USA) Inc.	Import and export of hardware products	100.00	100.00	100.00	(note 1)
Chun Yu Works & Co., Ltd.	Chun Yu Investment Co., Ltd.	Professional investment	100.00	100.00	100.00	(note 1)
Chun Yu Works & Co., Ltd.	Chun Yu Bio-tech Corp.	Powder metallurgy	100.00	100.00	100.00	(note 1)
Chun Yu Works & Co., Ltd.	Scholar Holdings Ltd.	Reinvestment and import and export sales	100.00	100.00	100.00	-
Chun Yu Works & Co., Ltd.	Sunny City International Limited	Reinvestment and import and export sales	100.00	100.00	100.00	(note 1)
Chun Yu Works & Co., Ltd.	PT. Moon Lion Industries Indonesia	Manufacture and sales of screws and nuts	71.85	71.85	71.85	(note 1)
Chun Yu Works & Co., Ltd.	Chun Zu Machinery Industry co., Ltd.	Manufacture and sales of machinery	47.82	47.82	47.82	(note 2) (note 3)
Scholar Holdings Ltd.	Chun Yu (Dongguan) Metal Products Co., Ltd.	Manufacture and sales of screws and nuts	100.00	100.00	100.00	-
Sunny City International Limited	Shanghai Uchee Hardware Products Ltd.	Sales of screws and nuts	100.00	100.00	100.00	(note 1)
Shanghai Uchee Hardware Products Ltd.	Chunyu Group Shanghai Tongsheng Trade Co., Ltd.	Sales of screws and nuts	100.00	100.00	100.00	(note 1)
Chun Zu Machinery Industry Co., Ltd.	Lion City Management Ltd.	Professional investment	100.00	100.00	100.00	-
Lion City Management Ltd.	Shanghai Chun Zu Machinery Industry Ltd.	Manufacture and sales of machinery	100.00	100.00	100.00	-

(Note 1) For these companies, except for the relevant information of PT. Moon lion Industries Indonesia disclosed in the financial statements for the nine-month periods ended September 30, 2024 and 2023and note 13 which were reviewed by other accountants, the relevant information of the remaining companies disclosed in the financial statements for the nine-month periods ended Septerber 30, 2024 and 2023and Note 13 has not been reviewed by us.

(Note 2) It represents the consolidated ownership held by the Group.

(Note 3) A representative appointed by the Company was elected as the chairman of the investee, and the general manager of the investee had to report to the Board of Directors of the Company. Thus, the Company had substantial control over the investee and its subsidiaries.

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 September 30, 2024, December 31, 2023, and September 30, 2023 were NT$816,459, NT$801,350 and NT$790,981, respectively. Information on non-controlling interests and subsidiaries that are significant to the Group as follows:

		Non-controlling interest			
		September 30, 2024		December 31, 2023	
Name of subsidiary	Principal place of business	Amount	Ownership (%)	Amount	Ownership (%)
Chun Zu Machinery Industry Co., Ltd	Taiwan	$ 498,241	52.18%	$ 516,491	52.18%

		Non-controlling interest	
		September 30, 2023	
Name of subsidiary	Principal place of business	Amount	Ownership (%)
Chun Zu Machinery Industry Co., Ltd	Taiwan	$ 513,737	52.18%

Summary financial information of subsidiaries:

Consolidated balance sheet	Chun Zu Machinery Industry and Subsidiaries		
	September 30, 2024	December 31, 2023	September 30, 2023
Current Assets	$ 1,513,450	$ 1,473,476	$ 1,438,335
Non-current Assets	470,691	489,339	503,544
Current Liabilities	(826,143)	(759,523)	(743,743)
Non-current Liabilities	(131,383)	(139,549)	(140,027)
Total net assets	$ 1,026,615	$ 1,063,743	$ 1,058,109

Consolidated statement of comprehensive Income	For the three-month periods ended September 30,	
	2024	2023
Revenue	$ 303,852	$ 325,145
Profit for the year	($ 9,544)	$ 31,455
Other comprehensive (loss) income	(3,521)	17,207
Total comprehensive income	($ 13,065)	$ 48,662
Comprehensive income attributable to non-controlling interest	($ 6,429)	$ 25,785
Dividends paid to non-controlling interest	$ 38,695	$ 47,189

Consolidated statement of comprehensive Income	For the nine-month periods ended September 30,			
	2024		2023	
Revenue	$	810,437	$	830,781
Profit for the year	$	20,261	$	52,517
Other comprehensive (loss) income		16,767		8,202
Total comprehensive income	$	37,028	$	60,719
Comprehensive income attributable to non-controlling interest	$	20,445	$	31,120
Dividends paid to non-controlling interest	$	38,695	$	47,189

Consolidated statements of cash flows	For the nine-month periods ended September 30			
	2024		2023	
Net cash provided by operating activities	$	61,329	$	184,475
Net cash used in investing activities	(	54,475)		39,810
Net cash used in financing activities	(	30,618)	(	81,624)
Effect of exchange rate changes on cash and cash equivalents		15,358		7,490
Increase in cash and cash equivalents	(	8,406)		150,151
Cash and cash equivalents, beginning of year		366,466		214,542
Cash and cash equivalents, end of year	$	358,060	$	364,693

(4) Employee benefits

Defined benefit plan pension costs 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.

(5) Income tax

The interim period income tax expense is recognized based on the estimated average annual effective income tax rate expected for the full financial year applied to the pre-tax income of the interim period, and the related information is disclosed accordingly.

5. Critical Accounting Judgments, Estimates and Key Sources of Assumption Uncertainty

There have been no significant changes during the period. Refer to Note 5 of the financial statements for the year ended December 31.2023.

6. Details of Significant Accounts

(1) Cash and cash equivalents

	September 30, 2024	December 31, 2023	September 30, 2023
Cash:			
Cash in stock	$ 2,384	$ 1,498	$ 3,995
Checking deposit	66,620	227,096	230,441
Demand deposit	823,495	567,461	614,660
	892,499	796,055	849,096
Cash equivalent:			
Time deposit	558,177	1,696,967	1,786,895
Short-term bills	50,000	59,914	29,917
	608,177	1,756,881	1,816,812
	$ 1,500,676	$ 2,552,936	$ 2,665,908

A. The credit quality of the financial institutions with which the Group interacts is good, and the Group interacts with a number of financial institutions to diversify credit risks; therefore, the probability of default is very low.

B. The Group's classified time deposits maturing in excess of three month as financial assets at amortized current in amount of $339,629 and $298,027 and $9,053 as of September 30, 2024, December 31, 2023, and September 30, 2023.

C. As of nine-month periods ended September 30, 2024, December 31, 2023 and September 30, 2023, the Group's demand deposits amounting to $15,515, $8,967 and $305, respectively, were pledged to others as collateral (listed as 'Financial assets at amortized cost - current'). Details are provided in Note 8, 'Pledged assets'.

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

Item	September 30, 2024	December 31, 2023	September 30, 2023
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	$ 170	$ 170	$ 66,980
Emerging stocks	121,500	-	-
Beneficiary certificates	6,000	3,000	3,000
	127,670	3,170	69,980
Valuation adjustment	(3,218)	7	5,144
	$ 124,452	$ 3,177	$ 75,124

Non-current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks-private placement	$ 36,000	$ 36,000	$ -
Put right of convertible bonds	3,349	3,349	3,349
	39,349	39,349	3,349
Valuation adjustment	194,151	87,701	(3,349)
	$ 233,500	$ 127,050	$ -

A. The Group recognised net profit amounting to ($12,719) and $5,636 and $103,337 and $14,828 (listed as 'Other income' and 'Other gains and losses') on financial assets at fair value through profit or loss for three-month and the nine-month periods ended September 30, 2024 and 2023, respectively.

B. The In November 2023, the Company subscribed a total of 5,000 thousand shares of King House CO., Ltd.(Formerly known as Ensure Global Corp., Ltd.) through private placement, and the transfer of the private placement stock is restricted within three years.

C. The Group had no financial assets at fair value through profit or loss pledged to others as collateral on September 30, 2024, December 31, 2023 and September 30, 2023.

(3) Notes and accounts receivable,net

	September 30, 2024	December 31, 2023	September 30, 2023
Notes receivable	$ 335,661	$ 297,333	$ 325,128
Installment notes receivable	20,528	29,571	38,177
	356,189	326,904	363,305
Less: Unrealized interest income	(523)	(1,790	(2,470)
Allowance for uncollectible accounts	(95)	(153)	(147)
	$ 355,571	$ 324,961	$ 360,688
Accounts receivable	$ 1,641,287	$ 1,516,634	$ 1,559,303
Installment accounts receivable	-	6,621	-
	1,641,287	1,523,255	1,559,303
Less: Unrealized interest income	-	-	(377)
Allowance for uncollectible accounts	(29,718)	(26,664)	(26,336)
	$ 1,611,569	$ 1,496,591	$ 1,532,590

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

	September 30, 2024		December 31, 2023	
	Notes receivable	Accounts receivable	Notes receivable	Accounts receivable
Not past due	$ 356,189	$ 1,477,295	$ 326,904	$ 1,341,740
Up to 30 days past due	-	78,569	-	101,848
31~90 days past due	-	35,861	-	32,640
91~180 days past due	-	24,484	-	14,345
Over 181 days	-	25,078	-	32,682
	$ 356,189	$ 1,641,287	$ 326,904	$ 1,523,255

	September 30, 2023	
	Notes receivable	Accounts receivable
Not past due	$ 363,305	$ 1,344,199
Up to 30 days past due	-	117,692
31~90 days past due	-	63,781
91~180 days past due	-	5,643
Over 181 days	-	27,988
	$ 363,305	$ 1,559,303

The above is an aging analysis based on the number of overdue days.

B. As of September 30, 2024, December 31, 2023 and September 30, 2023, notes receivable and accounts receivable were all from contracts with customers. Also, as of January 1, 2023, the balance of receivables from contracts with customers amounted to $2,113,173.

C. For the three-month and the nine-month periods ended September 30, 2024 and 2023, the interest income (including installment notes receivable, installment accounts receivable and long-term notes and accounts receivable) recognised in profit or loss amounted to $389 and $924 and $1,739 and $2,831 (listed as ‘Interest income’), respectively.

D. As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group did not hold any collateral as security for accounts receivable.

E. As of September 30, 2024, December 31, 2023 and September 30, 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 notes or accounts receivable held by the Group was their carrying amount.

F. Information relating to credit risk of notes receivable and accounts receivable is provided in Note 12(2), ‘Financial instruments’.

G. As of September 30, 2024, December 31, 2023 and September 30, 2023,the Group had no notes receivable and accounts receivable pledged to others.

(4) Inventories

	September 30, 2024		
	Cost	Allowance for inventory valuation loss	Book value
Raw material	$ 990,681	($ 24,030)	$ 966,651
Supplies	402,684	(18,613)	384,071
Work in progress	997,312	(41,431)	955,881
Finished goods	1,669,635	(104,461)	1,565,174
	$ 4,060,312	($ 188,535)	$ 3,871,777

	December 31, 2023		
	Cost	Allowance for inventory valuation loss	Book value
Raw material	$ 505,753	($ 30,113)	$ 475,640
Supplies	383,461	(17,615)	365,846
Work in progress	1,008,426	(39,178)	969,248
Finished goods	1,646,400	(101,552)	1,544,848
	$ 3,544,040	($ 188,458)	$ 3,355,582

	September 30, 2023		
	Cost	Allowance for inventory valuation loss	Book value
Raw material	$ 446,440	($ 33,642)	$ 412,798
Supplies	412,325	(17,695)	394,630
Work in progress	1,130,313	(59,775)	1,070,538
Finished goods	1,643,836	(80,159)	1,563,677
	$ 3,632,914	($ 191,271)	$ 3,441,643

A. The cost of inventories recognized as expense for the period:

	For the three-month periods ended September 30,	
	2024	2023
Cost of goods sold	$ 2,090,191	$ 1,826,106
Gain on reversal of decline in market value (Note)	(8,849)	8,193
Gain on physical inventory	615	688
Revenue from sales of scraps	(15,509)	(12,069)
	$ 2,066,448	$ 1,822,918

	For the nine-month periods ended September 30,	
	2024	2023
Cost of goods sold	$ 5,699,591	$ 5,288,747
Loss on decline in market value(Gain on reversal of)(Note)	77	2,042
Gain on physical inventory	761	363
Revenue from sales of scraps	(39,489)	(34,330)
	$ 5,660,940	$ 5,256,822

(Note)The Group reversed a previous inventory write-down which was accounted for as reduction of cost of goods sold because certain inventories which were previously provided with allowance for decline in value were subsequently sold or scrapped for the three-month periods ended September 30, 2024 and 2023, and the nine-month periods ended September 30, 2023.

B. Details of the Group's inventories pledged to others as collateral as of September 30, 2024, December 31, 2023 and September 30, 2023 are provided in Note 8, 'Pledged assets'.

(5) Financial assets at fair value through other comprehensive income - non-current

Item	September 30, 2024	December 31, 2023	September 30, 2023
Equity instruments			
Listed stocks	$ 883,598	$ 883,598	$ 883,596
Unlisted stocks	772	772	772
	884,370	884,370	884,368
Reevaluation adjustment	(275,624)	(203,059)	(210,039)
	$ 608,746	$ 681,311	$ 674,329

A. The Group has elected to classify equity investments that are considered to be steady dividend income as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to $608,746 and $681,311 and $674,329 as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

B. The Group needed capital expenditures disposed financial assets at fair value through other comprehensive income – equity instrument in the amount of $86,392 for the nine-month periods ended September 30, 2023. This resulted in cumulative gain on disposal amounting to $73,130.

There will be no such thing for the nine -month periods ended September 30, 2024.

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

	For the three-month periods ended September 30,	
	2024	2023
Fair value change recognised in other comprehensive income (listed as' Other equity')	($ 8,424)	$ 50,913
Dividend income recognised in profit or loss (shown as 'Other income')	13,815	-

	For the nine-month periods ended September 30,	
	2024	2023
Fair value change recognised in other comprehensive income (listed as' Other equity')	($ 72,565)	$ 31,074
Dividend income recognised in profit or loss (shown as 'Other income')	13,815	-
Cumulative gains reclassified to retained earnings due to derecognition	$ -	$ 73,130

D. As of September 30, 2024, December 31, 2023 and September 30, 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 was the carrying amount.

(6) Property, plant and equipment

	Land	Buildings and structures	Machinery and equipment	Utilities equipment	Transportation equipment	Office equipment	Other equipment	Equipment under acceptance and construction in progress	Total
January 1, 2024									
Cost	$ 1,573,597	$ 1,946,335	$ 4,548,341	$ 90,837	$ 95,088	$ 105,806	$ 691,193	$ 9,425	$ 9,060,622
Accumulated depreciation	-	(1,504,754)	(3,873,065)	(74,548)	(79,385)	(70,986)	(578,503)	-	(6,181,241)
Accumulated impairment	-	-	(42)	-	-	-	-	-	(42)
	$ 1,573,597	$ 441,581	$ 675,234	$ 16,289	$ 15,703	$ 34,820	$ 112,690	$ 9,425	$ 2,879,339
For the nine-month periods ended September 30, 2024									
At January 1	$ 1,573,597	$ 441,581	$ 675,234	$ 16,289	$ 15,703	$ 34,820	$ 112,690	$ 9,425	$ 2,879,339
Additions	-	3,873	14,759	-	5,838	3,965	7,779	8,191	44,405
Transfers after acceptance	-	1,944	6,138	-	-	-	1,266	(9,348)	-
Transfers from inventories	-	-	-	-	-	-	-	583	583
Transfers from prepayments for business facilities	-	-	1,530	-	-	-	2,560	1,220	5,310
Transfers from non-current assets	681	-	-	-	-	-	-	-	681
Depreciation charge	-	(33,195)	(102,538)	(2,798)	(5,619)	(4,879)	(26,783)	-	(175,812)
Disposals – Cost	-	-	(274,279)	-	(6,760)	(196)	(3,012)	-	(284,247)
–Accumulated depreciation	-	-	259,505	-	6,760	196	3,012	-	269,473
Net exchange differences	4,770	7,806	17,559	-	327	1,364	2,659	729	35,214
At September 30	$ 1,579,048	$ 442,009	$ 597,908	$ 13,491	$ 16,249	$ 35,270	$ 100,171	$ 10,800	$ 2,774,946
September 30, 2024									
Cost	$ 1,579,048	$ 1,983,777	$ 4,364,838	$ 90,837	$ 95,581	$ 112,453	$ 718,341	$ 10,800	$ 8,955,675
Accumulated depreciation	-	(1,561,768)	(3,766,888)	(77,346)	(79,332)	(77,183)	(618,170)	-	(6,180,687)
Accumulated impairment	-	-	(42)	-	-	-	-	-	(42)
	$ 1,579,048	$ 422,009	$ 597,908	$ 13,491	$ 16,249	$ 35,270	$ 100,171	$ 10,800	$ 2,774,946

	Land	Buildings and structures	Machinery and equipment	Utilities equipment	Transportation equipment	Office equipment	Other equipment	Equipment under acceptance and construction in progress	Total
January 1, 2023									
Cost	$ 1,573,597	$ 1,951,356	$ 4,522,990	$ 89,494	$ 93,331	$ 122,331	$ 712,327	$ 1,695	$ 9,067,121
Accumulated depreciation	-	(1,468,433)	(3,742,346)	(70,666)	(75,981)	(85,179)	(568,679)	-	(6,011,284)
Accumulated impairment	-	-	(42)	-	-	-	-	-	(42)
	$ 1,573,597	$ 482,923	$ 780,602	$ 18,828	$ 17,350	$ 37,152	$ 143,648	$ 1,695	$ 3,055,795
For the nine-month periods ended September 30, 2023									
At January 1	$ 1,573,597	$ 482,923	$ 780,602	$ 18,828	$ 17,350	$ 37,152	$ 143,648	$ 1,695	$ 3,055,795
Additions	-	5,810	18,449	612	5,918	2,900	4,441	6,974	45,104
Transfers after acceptance	-	707	19,983	-	-	-	266	(20,956)	-
Transfers from inventories	-	-	-	-	-	-	-	15,995	15,995
Transfers from prepayments for business facilities	-	-	4,022	206	2,219	216	542	4,930	12,135
Depreciation charge	-	(34,825)	(119,258)	(2,918)	(6,078)	(4,368)	(28,245)	-	(195,692)
Disposals – Cost	-	(835)	(11,977)	(25)	(4,188)	(2,665)	(18,619)	-	(38,309)
–Accumulated depreciation	-	835	11,901	25	3,838	2,665	18,589	-	37,853
Net exchange differences	4,770	(4,987)	15,784	-	202	1,213	1,395	2	28,353
At September 30	$ 1,578,367	$ 459,602	$ 719,506	$ 16,728	$ 19,261	$ 37,113	$ 122,017	$ 8,640	$ 2,961,234
September 30, 2023									
Cost	$ 1,578,367	$ 1,974,125	$ 4,625,333	$ 90,287	$ 98,115	$ 123,782	$ 707,788	$ 8,640	$ 9,206,437
Accumulated depreciation	-	(1,514,523)	(3,905,785)	(73,559)	(78,854)	(86,669)	(585,771)	-	(6,245,161)
Accumulated impairment	-	-	(42)	-	-	-	-	-	(42)
	$ 1,578,367	$ 459,602	$ 719,506	$ 16,728	$ 19,261	$ 37,113	$ 122,017	$ 8,640	$ 2,961,234

A. The Group’s property, plant and equipment as of September 30, 2024, December 31, 2023 and September 30, 2023 are for its own use.

B. No interest expenses were capitalized in property, plant and equipment for the nine-month periods ended September 30, 2024 and 2023.

C. The company was approved by the board of directors on August 8, 2024, to sell the land and buildings located in the Tai'an section of Gangshan District, Kaohsiung City to the related party - Jia Jie Biomedical Co., Ltd.), the company's 100% owned subsidiary - Mixiang Food (Co., Ltd.). The transaction amount, which shall not be less than $121,500, is authorized for the Chairman to decide. However, as of November 7, 2024, the contract and transaction details are still under review, so the original items remain listed.

D. Impairment information about the property, plant and equipment is provided in Note 6(9), ‘Impairment of non – financial assets’.

E. Information about the property, plant and equipment that were pledged to others as collateral as of September 30, 2024, December 31, 2023 and September 30, 2023 is provided in Note 8, ‘Pledged assets’.

(7) Lease transaction – lessee

A. The Group leases various assets including land (including the land located in Dayong Section, Gangshan District, Kaohsiung City and the land use right in Songmushan management area, Dalang Town, Dongguan City and Baihe Town, Shanghai City under the contracts signed with the People’s Republic of China), buildings, and business vehicles. Rental contracts are typically made for periods of 1 to 50 year(s). 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.

B. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
	Carrying amount	Carrying amount	Carrying amount
Land	$ 91,842	$ 92,685	$ 97,136
Buildings and structures	90,108	30,312	39,273
Transportation equipment	3,792	71	125
	$ 185,742	$ 123,068	$ 136,534

	For the three-month periods ended September 30,	
	2024	2023
	Depreciation charge	Depreciation charge
Land	$ 1,433	$ 1,396
Buildings and structures	6,186	6,424
Transportation equipment	392	53
	$ 8,011	$ 7,873

	For the nine-month periods ended September 30,			
	2024		2023	
	Depreciation charge		Depreciation charge	
Land	$	4,272	$	4,202
Buildings and structures		18,265		18,708
Transportation equipment		986		160
	$	23,523	$	23,070

C. For the three-month and nine-month periods ended September 30, 2024 and 2023, the additions to right-of-use assets were —, $768, $83,456 and $20,058, respectively.

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

	For the three-month periods ended September 30,			
	2024		2023	
Items affecting profit or loss				
Interest expenses on lease liabilities	$	1,931	$	457
Expense on short-term leases		2,108		1,310

	For the nine-month periods ended September 30,			
	2024		2023	
Items affecting profit or loss				
Interest expenses on lease liabilities	$	5,973	$	1,454
Expense on short-term leases		6,769		5,060

E. For the nine-month periods ended September 30, 2024 and 2023, the company's total cash outflow for leases were $32,578 and $27,361, respectively.

F. Details of the Group's right-of-use assets pledged to others as collateral as of September 30, 2024, December 31, 2023 and September 30, 2023 are provided in Note 8, 'Pledged assets'.

(8) Intangible assets

	Computer Software	
	For the nine-month periods ended September 30,	
	2024	2023
At January 1		
Cost	$ 24,436	$ 25,343
Accumulated amortization	(16,689)	(18,000)
	$ 7,747	$ 7,343
At January 1	$ 7,747	$ 7,343
Additions – acquired separately	149	2,466
Amortization charge	(2,598)	(2,576)
Write-offs - cost	(2,399)	(4,554)
- accumulated amortization	2,399	4,554
Net exchange differences	149	59
At September 30	$ 5,447	$ 7,292
At September 30		
Cost	$ 22,924	$ 23,569
Accumulated amortization	(17,477)	(16,277)
	$ 5,447	$ 7,292

A. No interest expense was capitalized for the three-month and nine-month periods ended September 30, 2024 and 2023.

B. Details of amortization expenses on intangible assets are as follows:

	For the three-month periods ended September 30,	
	2024	2023
Operating costs	$ 168	$ 169
Selling expenses	4	65
Administrative expenses	397	391
Research and development expenses	286	206
	$ 855	$ 831

	For the nine-month periods ended September 30,	
	2024	2023
Operating costs	$ 514	$ 468
Selling expenses	12	241
Administrative expenses	1,169	1,238
Research and development expenses	903	629
	$ 2,598	$ 2,576

C. As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group had no intangible assets pledged to others.

(9) Impairment of non-financial assets

A. The Group did not recognize impairment loss for the nine-month periods ended September 30, 2024 and 2023.

B. As of September 30, 2024, December 31, 2023 and September 30, 2023, the accumulated impairment loss of property, plant and equipment both amounted to $42, after recognizing or reversing any impairment loss.

(10) Short-term borrowings

Type of borrowings	September 30, 2024	Interest rate range	Collateral
Bank borrowings			
Unsecured borrowings	$ 117,000	1.86%～2.58%	None
Secured borrowings	5,000	2.13%	Note
	$ 122,000		

Type of borrowings	December 31, 2023	Interest rate range	Collateral
Bank borrowings			
Unsecured borrowings	319,786	1.73%～6.79%	None
Secured borrowings	158,400	7.50%～8.50%	Note
	478,186		

Type of borrowings	September 30, 2023	Interest rate range	Collateral
Bank borrowings			
Unsecured borrowings	$ 424,919	1.73%～6.75%	None
Secured borrowings	187,200	8.50%	Note
	$ 612,119		

(Note) Please refer to Note 8 "Explanation of pledged assets."

A. As of September 30, 2024, December 31, 2023 and September 30, 2023, the interest rate of loans from Indonesia were －, 7.50%~8.50% and 8.50%, respectively, and the interest rates of loans from other countries were 1.86%~2.58%, 1.73%~6.79% and 1.73%~6.75%, respectively.

B. For the interest expenses recognized in profit and loss for the three-month and nine-month periods ended September 30, 2024 and 2023,please refer to Note 6、(23) 'Explanation of Financial Costs.'

(11) Bonds payable

	September 30, 2024	December 31, 2023	September 30, 2023	Collateral
Guaranteed ordinary bonds payable	$ 3,000,000	$ 3,000,000	$ 3,000,000	Note
Guaranteed convertible bonds payable	1,600,000	1,600,000	1,600,000	—
	$ 4,600,000	$ 4,600,000	$ 4,600,000	
Less: Discount on bonds payable	(10,134)	(21,442)	(25,223)	
	4,589,866	4,578,558	4,574,777	
Less: Due within one year	(1,593,126)	-	-	
	$ 2,996,740	$ 4,578,558	$ 4,574,777	

(Note) Please refer to Note 8 "Explanation of pledged assets."

A. The Company was issued the first domestic guaranteed bonds payable from October 2021, its main issuance conditions are as follows:

(a) The company was approved by the competent authority to raise and issue the first domestic guaranteed bonds payable with a total amount of $3,000,000 (Related issue costs $5,650), with a coupon rate of 0.65% and a maturity period of 7 years from October 15, 2021 to October 15, 2028. The bonds are repayable in cash at the face value of the bonds upon maturity.

(b) First Commercial Bank Co., Ltd. was appointed as the guarantor bank for the bonds. The guarantee period is from the date of full collection of the bonds to the date of full payment of the principal and interest payable under the Plan, and the guarantee covers the outstanding principal and interest compensation payable under the Plan, which are subordinate to the principal debt.

(c) The principal and simple interest will be paid every year by coupon rate since the day approved to issue. If the local financial institutions are closed in payment day, the principal and interest will be paid on the next operating day without extra interest.

B. The company was issued the first, second and third domestic guaranteed convertible bonds payable from March 2022, its main issuance conditions are as follows:

(a) The company was approved by the competent authority to raise and issue the first, second and third domestic guaranteed convertible bonds payable with a total amount of $700,000(Related issue costs $2,432), $500,000(Related issue costs $2,006), $400,000(Related issue costs $1,417), respectively. Issuance price were $779,162, $557,563 and $445,004, respectively with a coupon rate of 0% and a maturity period of 3 years from March 25, 2022 to March 25, 2025. The bonds are repayable in cash at the face value of the convertible bonds upon maturity.

(b) The first, second and third convertible bonds were respectively entrusted by Changhua Bank Co., Ltd., Huanan Bank Co., Ltd. and Shanghai Commercial Savings

Bank Co., Ltd. as guarantee banks. The guarantee period is from the date of full collection of the convertible bonds to the date of full payment of the principal and interest payable under the Plan, and the guarantee covers the outstanding principal and interest compensation payable under the Plan, which are subordinate to the principal debt.

(c) Convertible bonds for bondholders will start from the day following the expiration of three months after the issuance date of each bond (June 26, 2022) and end on the maturity date (March 25, 2025), unless it is suspended according to regulations or laws. Outside the transfer period, the company may request to be converted into ordinary shares of the company at any time, and the rights of ordinary shares after conversion are the same as those of the original issued ordinary shares.

(d) The conversion price for the conversion of corporate bonds is determined by the pricing model stipulated in each conversion method. In the event that the company has an anti-dilution clause in the subsequent conversion price, it will be adjusted according to the pricing model specified in the conversion method. On the base date, the conversion price will be re-determined according to the pricing model stipulated in the conversion regulations. If it is higher than the conversion price before the re-determination in the current year, no adjustment will be made.

(e) From the day following the three-month issuance date of each convertible bond (June 26, 2022) to the 40th day of the issuance period (February 13, 2025), if the closing price of the company's ordinary shares is for 30 consecutive business days If it exceeds the current conversion price by more than 30%, the company may, within the next 30 business days, recover all its bonds in cash according to the denomination of the bonds; or the day following the 3 months after the issuance of the convertible bonds (June 26, 2022) From the 40th day to the expiry of the issuance period (February 13, 2025), when the outstanding amount of the convertible bonds in circulation is less than 10% of the original issuance amount, the company may recover all bonds in cash at any time thereafter according to the denomination of the bonds.

(f) According to the provisions of the conversion method, all the company's repossession (including the repurchase by the business office of the securities firm). The convertible bonds that have been repaid or converted will be cancelled, and all rights and obligations still attached to the corporate bonds will also be extinguished and no longer issued.

C. When the company issues convertible corporate bonds, in accordance with the provisions of Amendments to IAS 32 "Financial Instruments: Expression", the conversion right which is of the nature of equity is separated from each liability component, and the account is "capital reserve-share options" $221,790. Another embedded repurchase option, in accordance with Amendments IFRS No. 9 "Financial Instruments", is separated and accounted for on a net basis because it is not closely related to the economic characteristics and risks of the main contract debt commodity. In the column "Financial assets at fair value through profit and loss - non-current", the effective interest rates of the main contract debt after the first, second and third convertible corporate bonds are 0.90%, 0.90% and 0.91%, respectively.

D. Details of interest expense recognized in profit or loss for the three-month and nine-month periods ended September 30, 2024 and 2023 provided in Note 6, (23), Financial costs.

(12) Provisions for liabilities – current

	Warranty	
	For the nine-month periods ended September 30,	
	2024	2023
January 1	$ 6,401	$ 6,265
Additional provisions	3,308	7,075
Used during the year	(2,771)	(6,874)
Unused amounts reversed	(208)	(244)
September 30	$ 6,730	$ 6,222

The Group provides warranties on machinery products sold. Provision for warranty is estimated based on historical warranty data of such products.

(13) Long term borrowings

Type of borrowings	Borrowing period	Interest rate range	Collateral	September 30, 2024
Long-term bank borrowings				
Secured borrowings	2022.5.15~ 2029.6.15	1.55%	Refer to Note 8	$ 24,769
Less: Current portion of long-term borrowings				(6,583)
				$ 18,186

Type of borrowings	Borrowing period	Interest rate range	Collateral	December 31, 2023
Long-term bank borrowings				
Secured borrowings	2022.5.15~ 2029.6.15	1.55%	Refer to Note 8	$ 29,706
Less: Current portion of long-term borrowings				(6,583)
				$ 23,123

Type of borrowings	Borrowing period	Interest rate range	Collateral	September 30, 2023
Long-term bank borrowings				
Secured borrowings	2022.5.15~ 2029.6.15	1.55%	Refer to Note 8	$ 31,352
Less: Current portion of long-term borrowings				(6,583)
				$ 24,769

Details of interest expense recognized in profit or loss for the three-month and nine-month periods ended September 30, 2024 and 2023 are provided in Note 6(23), 'Finance costs'.

(14) Pensions

A. The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the R.O.C. Labor Standards Act, covering all regular employees' service years prior to the enforcement of the R.O.C. 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 R.O.C. Labor Pension Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to 4% 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 the end of December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company and its domestic subsidiaries will make contributions for the deficit by next March. The information on defined benefit pension plans of the Company and its subsidiary, Pt Moon Lion Industries Indonesia, is as follows:

(a) Retirement costs recognized by the Group in accordance with the above-mentioned pension measures for the three-month and nine-month periods ended September 30, 2024 and 2023 were $2,755, $2,548, $8,125 and $7,619, respectively.

(b) The estimated contribution of the Group to the retirement plan in the next year is $2,001.

B. Since July 1, 2005, the Company and its domestic subsidiaries have established defined retirement measures in accordance with the "Labor Pension Act" of the Republic of China applicable to employees of the ROC nationality. The employees of the Company and its domestic subsidiaries who choose to apply the labor pension system stipulated in the "Labor Pension Act" of the Republic of China, 6% of their salaries is allocated to the individual accounts of the employees at the Labor Insurance Bureau. The payment is based on the employee's individual retirement pension account and the amount of accumulated income, and is received by the employee in the form of monthly pension or lump-sum pension. In accordance with the pension insurance system prescribed by the government of the People's Republic of China, the subsidiaries of the Group allocate pension insurance funds at a certain rate of the total salary of local employees every month, and the retirement pension of each employee is managed and arranged by the local government. Subsidiaries have no further obligations except for monthly allocations. The cost of pensions recognized in accordance with the above-mentioned pension measures for the three-month and nine-month periods ended September 30, 2024 and 2023 were $11,876, $12,624, $37,775 and $39,263, respectively.

(15) Share capital

A. Movements in the number of the Company's ordinary shares outstanding are as follows: (Unit: Shares in thousands)

	For the nine-month periods ended September 30,	
	2024	2023
Number of shares at the beginning and at the end of the year	302,163	302,163

B. As of September 30, 2024, the Company's authorised capital was $3,920,696, and the paid-in capital was $3,021,627, consisting of 302,163 thousand ordinary shares, with a par value of $10 (in dollars) per share which were issued in several installments. All proceeds from shares issued have been collected.

C. Treasury shares

(a) Reason for share reacquisition and movements in the number of the Company's treasury shares are as follows: (Unit: Shares in thousands)

For the nine-month periods ended September 30, 2024				
Reason for reacquisition	Number of shares at the beginning of the year	Addition	Decrease	Number of shares at the end of the year
Acquisition of the parent company's shares by subsidiaries	23,430	-	-	23,430

For the nine-month periods ended September 30, 2023				
Reason for reacquisition	Number of shares at the beginning of the year	Addition	Decrease	Number of shares at the end of the year
Acquisition of the parent company's shares by subsidiaries	23,430	-	-	23,430

(b) As of September 30, 2024, December 31, 2023 and September 30, 2023 the book value (cost) was both $267,195, and the fair value were $622,071, $591,612 and $551,781, respectively. The shares of the Company held by the subsidiaries are recognised as treasury shares and are entitled to dividends, recorded under "Capital reserve-treasury stock transaction". The cash dividends and stock dividends paid to the subsidiaries amounted to $21,323 and $23,430 for the nine-month periods ended September 30,2024 and 2023, respectively.

(c) Reason for share reacquisition and the number of the Company's treasury shares changed as of September 30, 2024, December 31, 2023 and September 30, 2023. Details are as follows:

		September 30, 2024	
Name of company holding the shares	Reason for reacquisition	Number of shares (in thousands)	Carrying amount
Chun Yu Investment Co., Ltd.	Acquisition of the parent company's shares by subsidiaries	23,430	$ 267,195

		December 31, 2023	
Name of company holding the shares	Reason for reacquisition	Number of shares (in thousands)	Carrying amount
Chun Yu Investment Co., Ltd.	Acquisition of the parent company's shares by subsidiaries	23,430	$ 267,195

		September 30, 2023	
Name of company holding the shares	Reason for reacquisition	Number of shares (in thousands)	Carrying amount
Chun Yu Investment Co., Ltd.	Acquisition of the parent company's shares by subsidiaries	23,430	$ 267,195

(16) Capital surplus

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

For the nine-month periods ended September 30, 2024	Share options	Consideration and carrying amount of subsidiaries acquired or disposed	Treasury share transactions	Total
Balance at the beginning of year	$ 221,790	$ 26,901	$ 252,662	$ 501,353
Transfers to capital surplus for the Company's dividends received by subsidiaries	-	-	21,323	21,323
Balance at the end of year	$ 221,790	$ 26,901	$ 273,985	$ 522,676

For the nine-month periods ended September 30, 2023	Share options	Consideration and carrying amount of subsidiaries acquired or disposed	Treasury share transactions	Total
Balance at the beginning of year	$ 221,790	$ 26,901	$ 229,232	$ 477,923
Transfers to capital surplus for the Company's dividends received by subsidiaries	-	-	23,430	23,430
Balance at the end of year	$ 221,790	$ 26,901	$ 252,662	$ 501,353

B. Details of 'Capital reserve-share options' are provided in Note 6(11), 'Bonds payable'.

C. Details of 'Capital reserve-treasury share transactions' are provided in Note 6(15), 'Share capital'.

(17) Retained earnings

A. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.

B. Under the Company's Articles of Incorporation, the Company may distribute earnings or offset losses at the end of each half fiscal year in accordance with the Company Act. When distributing earnings, the Company shall estimate and reserve for taxes payable, offset losses and set aside as legal reserve until the legal reserve equals the paid-in capital in accordance with the regulations. Where dividends are distributed in the form of cash, it shall be approved by the Board of Directors. Where dividends are distributed by issuing new shares, it shall be approved by the stockholders in accordance with the regulations.

The current year's earnings, if any, shall first be used to pay all taxes, offset prior years' operating losses, set aside 10% of the remaining amount as legal reserve and then reverse or set aside as special reserve in accordance with relevant regulations. The remaining earnings along with accumulated unappropriated earnings from prior years will be the accumulated distributable earnings, and the Board of Directors will present a proposal of the earnings distribution for the approval of the shareholders. Where dividends and bonus, capital surplus and legal reserve, in whole or in part, are distributed in the form of cash, the Board of Directors is authorised make the distribution by approval of more than half of the directors present at the meeting, where more than two-thirds of the directors are present, and the report of such distribution shall be submitted to the shareholders' meeting. The regulation in relation to approval from the shareholders is not applicable. In principal, at least 50% of earnings, after considering the capital needs for current and future development and the interest of shareholders, shall be distributed as dividends according to the dividend policy. However, if there is a need due to changes in the industry's environment or operational plans, the Board of Directors may present a proposal to adjust the ratio for the approval of the shareholders.

C. Special reserve:

(a) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.

(b) The amount of $430,610 previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Order No. Financial-Supervisory-Securities-Corporate-1090150022, dated March 31, 2021, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently.

D. The Company recognized cash dividends in the second half of 2022 earnings, distributed to owners amounting to $302,163($1.0 (in dollars) per share) for the year ended December 31, 2023.On May 30, 2024, the Annual general meeting proposed for the distribution of cash dividends from 2023 earnings amounting to $274,968 ($0.91 (in dollars) per share).

(18) Other equity

	For the nine-month periods ended September 30,2024		
	Currency translation	Unrealized gains(losses) on valuation	Total
At January 1	($ 191,581)	($ 203,059)	($ 394,640)
Revaluation – currency translation	100,106	-	100,106
Revaluation – unrealized gains (losses) on valuation	-	(72,565)	(72,565)
At September 30	($ 91,475)	($ 275,624)	($ 367,099)

	For the nine-month periods ended September 30,2023		
	Currency translation	Unrealized gains(losses) on valuation	Total
At January 1	($ 163,091)	($ 167,985)	($ 331,076)
Revaluation – currency translation	73,311	-	73,311
Revaluation – unrealized gains (losses) on valuation	-	31,074	31,074
Valuation adjustment transfer out to retained earnings	-	(73,130)	(73,130)
At September 30	($ 89,780)	($ 210,041)	($ 299,821)

(19) Operating revenue

	For the three-month periods ended September 30,	
	2024	2023
Revenue from contracts with customers	$ 2,379,777	$ 2,165,638

	For the nine-month periods ended September 30,	
	2024	2023
Revenue from contracts with customers	$ 6,600,043	$ 6,238,440

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

	For the three-month periods ended September 30,2024		
Major product line	Screw segment	Machinery segment	Total
Screws and nuts	$ 1,224,866	$ -	$ 1,224,866

Wire rods	483,338	-	483,338
Machinery and equipment	-	283,032	283,032
Billet	315,824	-	315,824
Other	52,087	20,630	72,717
	$ 2,076,115	$ 303,662	$ 2,379,777

	For the three-month periods ended September 30,2023		
Main product line	Screw segment	Machinery segment	Total
Screws and nuts	$ 1,308,988	$ -	$ 1,308,988
Wire rods	499,116	-	499,116
Machinery and equipment	-	287,702	287,702
Other	37,087	32,745	69,832
	$ 1,845,191	$ 320,447	$ 2,165,638

	For the nine-month periods ended September 30,2024		
Major product line	Screw segment	Machinery segment	Total
Screws and nuts	$ 3,571,218	$ -	$ 3,571,218
Wire rods	1,526,885	-	1,526,885
Machinery and equipment	-	727,221	727,221
Billet	559,316	-	559,316
Other	139,284	76,119	215,403
	$ 5,796,703	$ 803,340	$ 6,600,043

	For the nine-month periods ended September 30,2023		
Main product line	Screw segment	Machinery segment	Total
Screws and nuts	$ 3,816,297	$ -	$ 3,816,297
Wire rods	1,506,284	-	1,506,284
Machinery and equipment	-	696,689	696,689
Other	146,362	72,808	219,170
	$ 5,468,943	$ 769,497	$ 6,238,440

B. Contract liabilities

As of September 30, 2024, December 31, 2023, September 30, 2023 and December 31, 2022, the Group has recognized revenue-related contract liabilities of $561,877 , $481,924 , $470,384 and $470,653, respectively. Revenue recognised for the nine-months periods ended September 30, 2024 and 2023, which was included in the contract liabilities at the beginning of the year, amounted to $327,173 and $337,963, respectively.

(20) Interest income

	For the three-month periods ended September 30,	
	2024	2023
Interest income from bank deposits	$ 9,249	$ 5,971
Other interest	3,897	986
	$ 13,146	$ 6,957

	For the nine-month periods ended September 30,	
	2024	2023
Interest income from bank deposits	$ 21,905	$ 20,427
Other interest	8,089	5,700
	$ 29,994	$ 26,127

(21) Other income

	For the three-month periods ended September 30,	
	2024	2023
Rent income	$ 525	$ 571
Dividend income	13,826	672
Other income	2,342	1,768
	$ 16,693	$ 3,011

	For the nine-month periods ended September 30,	
	2024	2023
Rent income	$ 1,450	$ 1,569
Dividend income	13,826	672
Government grants	4,080	1,033
Other income	12,195	13,676
	$ 31,551	$ 16,950

(22) Other gains and losses

	For the three-month periods ended September 30,	
	2024	2023
Gains on financial assets at fair value through profit or loss	($ 12,730)	$ 4,964
Gains on disposal of property, plant and equipment or loss	6,096	(50)
Net foreign exchange (losses) gains	(1,092)	9,835
Miscellaneous disbursements	(2,315)	(133)
	($ 10,041)	$ 14,616

	For the nine-month periods ended September 30,	
	2024	2023
Gains on financial assets at fair value through profit or loss	$ 103,326	$ 14,156
Gains on disposal of property, plant and equipment	11,290	535
Net foreign exchange gains	13,566	11,412
Miscellaneous disbursements	(4,752)	(945)
	$ 123,430	$ 25,158

(23) Finance costs

	For the three-month periods ended September 30,	
	2024	2023
Interest expenses:		
Bank borrowings	$ 2,992	$ 11,498
Ordinary bonds payable	11,925	11,842
Convertible bonds payable	7,293	6,150
Interest on lease liabilities	1,931	457
	$ 24,141	$ 29,947

	For the nine-month periods ended September 30,	
	2024	2023
Interest expenses:		
Bank borrowings	$ 12,845	$ 35,501
Ordinary bonds payable	36,346	35,781
Convertible bonds payable	21,093	20,725
Interest on lease liabilities	5,973	1,454
	$ 76,257	$ 93,461

(24) Expenses by nature

	For the three-month periods ended September 30,2024		
	Classified as operating costs	Classified as operating expenses	Total
Employee benefit expense	$ 198,043	$ 105,212	$ 303,255
Depreciation	49,995	15,265	65,260
Amortization	168	687	855
	$ 248,206	$ 121,164	$ 369,370

	For the three-month periods ended September 30,2023		
	Classified as operating costs	Classified as operating expenses	Total
Employee benefit expense	$ 214,507	$ 97,323	$ 311,830
Depreciation	60,966	14,905	75,871
Amortization	169	662	831
	$ 275,642	$ 112,890	$ 388,532

	For the nine-month periods ended September 30,2024		
	Classified as operating costs	Classified as operating expenses	Total
Employee benefit expense	$ 582,257	$ 311,403	$ 893,660
Depreciation	153,504	45,831	199,335
Amortization	514	2,084	2,598
	$ 736,275	$ 359,318	$ 1,095,593

	For the nine-month periods ended September 30,2023		
	Classified as operating costs	Classified as operating expenses	Total
Employee benefit expense	$ 599,603	$ 311,456	$ 911,059
Depreciation	173,584	45,178	218,762
Amortization	468	2,108	2,576
	$ 773,655	$ 358,742	$ 1,132,397

(25) Employee benefit expense

	For the three-month periods ended September 30,2024		
	Classified as operating costs	Classified as operating expenses	Total
Wages and salaries	$ 167,604	$ 89,355	$ 256,959
Labour and health insurance fees	14,158	6,151	20,309
Pension costs	10,580	4,051	14,631
Other personnel expenses	5,701	5,655	11,356
	$ 198,043	$ 105,212	$ 303,255

	For the three-month periods ended September 30,2023		
	Classified as operating costs	Classified as operating expenses	Total
Wages and salaries	$ 184,824	$ 81,661	$ 266,485
Labour and health insurance fees	14,404	6,134	20,538
Pension costs	10,095	5,077	15,172
Other personnel expenses	5,184	4,451	9,635
	$ 214,507	$ 97,323	$ 311,830

	For the nine-month periods ended September 30,2024		
	Classified as operating costs	Classified as operating expenses	Total
Wages and salaries	$ 490,424	$ 266,461	$ 756,885
Labour and health insurance fees	42,751	16,546	59,297
Pension costs	31,754	14,146	45,900
Other personnel expenses	17,328	14,250	31,578
	$ 582,257	$ 311,403	$ 893,660

	For the nine-month periods ended September 30,2023		
	Classified as operating costs	Classified as operating expenses	Total
Wages and salaries	$ 505,979	$ 264,551	$ 770,530
Labour and health insurance fees	45,224	18,436	63,660
Pension costs	31,511	15,371	46,882
Other personnel expenses	16,889	13,098	29,987
	$ 599,603	$ 311,456	$ 911,059

A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall be distributed as employees' compensation and directors' remuneration. The ratio shall not be less than 2% for employees' compensation and shall not be higher than 2% for directors' remuneration. However, if the Company has accumulated deficit, the earnings shall be reserved to offset losses.

B. For the three-month periods and the nine-month periods ended September 30, 2024 and 2023, employees' compensation was accrued at $3,600, $800,$5,915 and $3,160 respectively; while directors' remuneration were accrued at $3,600, $800,$5,915 and $3,160, respectively. The employees' compensation and directors' remuneration resolved by the Board of Directors on March 7, 2024 were $6,095 and 6,085, respectively, and the employees' compensation will be distributed in the form of cash, consistent with the amount recognized on the financial statements for the year ended December 31, 2023.The aforementioned amounts were recognized in salary expenses and were accrued based on the earnings of current year and the percentage prescribed by the Company's Articles of Incorporation. The employees' compensation and directors' remuneration resolved by the Board of Directors on March 7, 2024 were $6,095 and 6,085, respectively.

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

(26) Income tax

A. Components of income tax expenses:

(a) Components of income tax expenses:

	For the three-month periods ended September 30,	
	2024	2023
Current tax:		
Current tax on profits for the year	$ 36,442	$ 37,206
Tax on undistributed surplus earnings	601	-
Prior year income tax under estimation	28	304
Total current tax	37,071	37,510
Deferred tax:		
Origination and reversal of temporary differences	(12,595)	10,273
Income tax expense	$ 24,476	$ 47,783

	For the nine-month periods ended September 30,	
	2024	2023
Current tax:		
Current tax on profits for the year	$ 98,828	$ 107,441
Tax on undistributed surplus earnings	601	791
Prior year income tax under estimation	(1,689)	11,332
Total current tax	97,740	119,564
Deferred tax:		
Origination and reversal of temporary differences	(14,087)	(6,716)
Income tax expense	$ 83,653	$ 112,848

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

	For the three-month periods ended September 30,	
	2024	2023
Exchange differences on translation of foreign financial statements	$ 6,423	$ 6,289

	For the nine-month periods ended September 30,	
	2024	2023
Exchange differences on translation of foreign financial statements	$ 13,598	$ 9,254

B. The Company's income tax returns through 2022 have been assessed and approved by the Tax Authority. The Company does not have any administrative remedy as of November 7, 2024.

(27) Earnings per share

	For the three-month periods ended September 30,2024		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 42,554	278,733	$ 0.15
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 42,554	278,733	
Assumed conversion of all dilutive potential ordinary shares Employees' compensation	-	231	
Convertible bonds	2,881	42,667	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 45,435	321,631	$ 0.14

	For the three-month periods ended September 30,2023		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 31,053	278,733	$ 0.11
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 31,053	278,733	
Assumed conversion of all dilutive potential ordinary shares Employees' compensation	-	143	
Convertible bonds	2,856	42,667	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 33,909	321,543	$ 0.11

	For the nine-month periods ended September 30,2024		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 259,080	278,733	$ 0.93
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 259,080	278,733	
Assumed conversion of all dilutive potential ordinary shares Employees' compensation	-	296	
Convertible bonds	8,563	42,667	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 267,643	321,696	$ 0.83

	For the nine-month periods ended September 30,2023		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 126,138	278,733	$ 0.45
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 126,138	278,733	
Assumed conversion of all dilutive potential ordinary shares Employees' compensation	-	274	
Convertible bonds	8,455	42,667	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 134,593	321,674	$ 0.42

(28) Supplementary cash flow information

A. Investment and financing activities with partial cash payments:

	For the nine-month periods ended September 30, 2024	2023
(a) Purchase of property, plant and equipment	$ 44,405	$ 45,104
Add: Opening balance of payable on equipment (shown as ‘Notes payables’)	14,491	8,191
Less: Ending balance of payable on holding equipment (shown as ‘Other payables’)	(11,920)	(8,863)
Cash paid for acquisition of property, plant and equipment	$ 46,976	$ 44,432

	For the nine-month periods ended September 30, 2024	2023
(b) Cash dividends declared	$ 274,968	$ 302,163
Less: Dividends received by subsidiaries for holding the parent company’s shares	(21,323)	(23,430)
Cash dividends paid	$ 253,645	$ 278,733

B. Operating and investing activities with no cash flow effects:

	For the nine-month periods ended September 30, 2024	2023
(a) Write-offs of uncollectible receivables	$ 72	$ 698
(b) Inventories transferred to property, plant and equipment	$ 583	$ 15,995
(c) Prepayments for business facilities transferred to property, plant and equipment	$ 5,310	$ 12,135
(d) other non-current assets transferred to Real estate, plant and equipment	$ 681	$ -

(29) Changes in liabilities from financing activities

	Short-term borrowings	Lease liability	Bonds Payable (including current portion)	Long-term borrowings (including current portion)	Guarantee Deposits received	Liabilities from Financing activities-gross
January 1, 2024	$ 478,186	$ 43,424	$ 4,578,558	$ 29,706	$ 457	$ 5,130,331
Changes in cash flow from financing activities	(356,186)	(19,836)	-	(4,937)	-	(380,959)
Changes in unamortized discount	-	-	11,308	-	-	11,308
Changes in other non-cash items	-	83,456	-	-	-	83,456
Impact of changes in foreign exchange rate	-	(867)	-	-	-	(867)
September 30, 2024	$ 122,000	$ 106,177	$ 4,589,866	$ 24,769	$ 457	$ 4,843,269

	Short-term borrowings	Lease liability	Bonds Payable	Long-term borrowings (including current portion)	Guarantee Deposits received	Liabilities from Financing activities-gross
January 1, 2023	$ 780,846	$ 52,262	$ 4,563,605	$ 39,036	$ 457	$ 5,436,206
Changes in cash flow from financing activities	(168,727)	(20,847)	-	(7,684)	-	(197,258)
Changes in unamortized discount	-	-	11,172	-	-	11,172
Changes in other non-cash items	-	20,058	-	-	-	20,058
Impact of changes in foreign exchange rate	-	1,610	-	-	-	1,610
September 30, 2023	$ 612,119	$ 53,083	$ 4,574,777	$ 31,352	$ 457	$ 5,271,788

7. Related party transactions

(1) Name and relationship of related party

Name of related party	Relationship with the Group
Ofco Industrial Corp.	Other related party
TSG Transportation Corp.	Other related party
TSG Environmental Technology Corp.	Other related party
TSG Power Corp.	Other related party
TAIWAN Steel Group Aerospace Technology Corporation	Other related party
Golden Win Steel Industrial Corp.	Other related party
Shanghai Wangzhan Trading Co.,Ltd.	Other related party

(2) Major transactions with related parties

A. Operating revenue

	For the three-month periods ended September 30,	
Sales of goods:	2024	2023
Other related parties	$ 177,572	$ 102,691

	For the nine-month periods ended September 30,	
Sales of goods:	2024	2023
Other related parties	$ 462,897	$ 367,849

Goods are sold to related parties based on the terms that would be available to third parties and the average credit term is 2 months. The credit terms for machinery and equipment sales are based on the terms specified in the contracts, some of which are sold on installment over a period of 1 ~ 3 years, and for spare parts sales are 3 ~ 4 months.

B. Purchase

	For the three-month periods ended September 30,	
Purchases of goods:	2024	2023
Other related parties	$ 19,264	$ 2,298

	For the nine-month periods ended September 30,	
Purchases of goods:	2024	2023
Other related parties	$ 35,072	$ 3,306

Goods are purchased from related parties based on the prices and terms that would be available to third parties and the average payment terms are 1 ~ 2 months. However, both parties may negotiate to extend payment terms according to the funds available.

C. Property transactions

Disposals of property, plant and equipment：

Other related parties	Objects	For the nine-month periods ended September 30,2024	
		Proceeds	Gain on Disposal
	Machinery and equipment	$ 1,762	$ 1,637

There was no such transaction for the nine-month periods ended September 30, 2023.

D. Other expenses

	For the three-month periods ended September 30,	
Other related parties	$ 2024	$ 2023
	$ 21,701	$ 18,920

	For the nine-month periods ended September 30,	
Other related parties	2024	2023
	$ 56,185	$ 42,207

E. Other income

	For the three-month periods ended September 30,	
Other related parties	2024	2023
	$ 421	$ 382

	For the nine-month periods ended September 30,	
Other related parties	2024	2023
	$ 2,239	$ 1,486

F. Amounts receivable from related parties

	September 30, 2024	December 31, 2023	September 30, 2023
Notes receivable：			
Other related parties	$ 164	$ 11,441	$ 27,505
Accounts receivable：			
Other related parties	$ 71,143	$ 94,180	$ 77,693
Other receivable：			
Other related parties	$ 144	$ 560	$ -

G. Contract liabilities-current

	September 30, 2024	December 31, 2023	September 30, 2023
Other related parties	$ -	$ 1,033	$ 1,033

H. Payables to related parties

	September 30, 2024	December 31, 2023	September 30, 2023

Accounts payable			
Other related parties	$ 12,042	$ 3,801	$ 885
Other payables			
Other related parties	$ 10,833	$ 5,672	$ 5,393

(3) Key management compensation

	For the three-month periods ended September 30,	
	2024	2023
Wages and salaries and other short-term benefits	$ 19,481	$ 24,187

	For the nine-month periods ended September 30,	
	2024	2023
Wages and salaries and other short-term benefits	$ 55,012	$ 57,888

8. Pledged assets

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

Assets	September 30, 2024	December 31, 2023	September 30, 2023	Purpose
Pledged demand deposits (note 1)	$ 15,515	$ 8,967	$ 305	Guarantee, collateral for short-term and long-term borrowings and bonds payable
Inventories	79,200	79,200	83,200	Collateral for short-term and long-term borrowings
Land (note 2)	453,275	453,275	458,045	Collateral for short-term and long-term borrowings and bonds payable
Buildings and structures, net (note 2)	108,167	119,214	124,174	Collateral for short-term and long-term borrowings and bonds payable
Machinery and equipment, net (note 2)	47,475	50,537	53,197	Collateral for short-term and long-term borrowings
Right-of-use assets	-	13,727	14,381	Collateral for short-term borrowings
	$ 703,632	$ 724,920	$ 733,302	

(Note 1) Shown as 'Financial assets at amortised cost – current'.

(Note 2) Shown as 'Property, plant and equipment'.

9. Significant Contingent Liabilities and Unrecognised Contract Commitments

(1) As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group's capital expenditures contracted for at the balance sheet date but not yet incurred were NT$7,442, NT$5,966 and NT$7,818, respectively.

(2) As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group's line of credit issued but not yet negotiated were NT$451,103, NT$184,423 and NT$77,158, respectively.

(3) For situations where the Group endorses/guarantees for others, please refer to Note 13(1) 2. Explanation of endorsements/guarantees for others.

(4) The Company is involved in a lawsuit filed by Mr. Li, Shi-Ren in 2012 relating to whether an employment relationship existed between both parties. Mr. Li, Shi-Ren claimed that he served in an investee of the Company for 26 years and 8 months and requested the Company to pay pension for a total amount of USD 642 thousand. On February 27, 2014, the Taiwan Kaohsiung District Court rendered a decision that the Company is liable for the USD 642 thousand pension payment. The Company disagreed with the decision and appealed during the legal period. On April 29, 2016, the Taiwan High Court Kaohsiung Branch Court revoked the original decision rendered on February 27, 2014 and rendered a decision that the litigation expenses incurred thereby shall be borne by the appellant (Li, Shi-Ren). Subsequently, Li, Shi-Ren appealed to the Supreme Court. On August 2, 2018, the Supreme Court, after reviewing the case, revoked the decision except for the provisional execution and remanded the case to the Taiwan High Court Kaohsiung Branch Court. On April 15, 2020, following the first decision by the Supreme Court, the Taiwan High Court Kaohsiung Branch Court rendered a decision on the case no. 2018-Zhong-Lao-Shang-Geng-Yi-Zi-1, in which both of the appellant's (Li, Shi-Ren) appeal with the first instance court and motion for provisional execution are dismissed, and the appellant shall bear the relevant litigation expenses. Subsequently, Li, Shi-Ren appealed to the Supreme Court. On April 28, 2022, the Supreme Court, after reviewing the case, revoked the decision except for the provisional execution and remanded the case to the Taiwan High Court Kaohsiung Branch Court. The judgment was remanded by the Supreme Court for the second time. The appeal was dismissed on December 14, 2022, and the relevant litigation expenses incurred shall be borne by the Company. Subsequently, Li, Shi-Ren appealed to the Supreme Court. On September 8, 2023, the Supreme Court, after reviewing the case, revoked the decision except for the provisional execution and remanded the case to the Taiwan High Court Kaohsiung Branch Court. On March 26, 2024, 2023-Zhong-Lao-Shang-Geng-San-Zi-3, the Taiwan High Court Kaohsiung Branch ruled that our Company is required to pay retirement benefits in the amount of USD

628 thousand. However, our Company disagreed with this judgment and intends an appeal was filed in April 2024.Currently pending before the Supreme Court.

10. Significant Disaster Loss

None.

11. Significant Events after the Balance Sheet Date

None.

12. Others

(1) Capital management

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

(2) Financial instruments

A. Financial instruments by category

Details of the Group's financial instruments by category are provided in Note 6.

B. Financial risk management policies

(a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, price risk and interest rate risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial position and financial performance.

(b) Risk management is carried out by a central treasury department (Group treasury) under policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units. The Board provides written principles for over all 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. Significant financial risks and degrees of financial risks

(a) Market risk

i. Foreign exchange risk

(i) The Group operates internationally and is exposed to exchange rate risk arising from the transactions of the Company and its subsidiaries used in various functional currency, primarily with respect to the RMB, USD and IDR. Foreign exchange rate risk arises from future commercial transactions and recognised assets and liabilities.

(ii) Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Group treasury. The Group treasury uses forward foreign exchange contracts to manage the foreign exchange risk arising from future commercial transactions and recognised assets and liabilities. Foreign exchange risk arises when future commercial transactions or recognised assets or liabilities are denominated in a currency that is not the entity's functional currency.

(iii) The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain subsidiaries' functional currency: USD, RMB and IDR). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	September 30, 2024		
(Foreign currency: functional currency)	Foreign currency amount (In thousands)	Exchange rate	Book value
Financial assets			
Monetary items			
USD：NTD	$ 9,350	31.65	$ 295,920
USD：RMB	1,056	7.0074	33,408
RMB：NTD	3,891	4.52	17,574
EUR：NTD	397	35.38	14,045
JPY：NTD	56,727	0.2223	12,610
Financial liabilities			
Monetary items			
USD：IDR	1,042	15,216	32,971

	December 31, 2023		
(Foreign currency: functional currency)	Foreign currency amount (In thousands)	Exchange rate	Book value
Financial assets			
Monetary items			

USD：NTD	$ 9,307	30.71	$ 287,759
USD：RMB	1,716	7.0827	52,698
RMB：NTD	8,907	4.34	38,617
EUR：NTD	1,050	33.98	35,687
JPY：NTD	50,848	0.2172	11,044
Financial liabilities			
Monetary items			
USD：NTD	3,256	30.71	99,966
USD：IDR	352	15,508	10,799

	September 30, 2023		
(Foreign currency: functional currency)	Foreign currency amount (In thousands)	Exchange rate	Book value
Financial assets			
Monetary items			
USD：NTD	$ 19,465	32.27	$ 628,121
RMB：NTD	14,570	4.50	65,495
USD：RMB	1,626	7.1798	52,468
EUR：NTD	1,021	33.91	34,623
Financial liabilities			
Monetary items			
USD：NTD	4,287	32.27	138,349

The sensitivity analysis of foreign exchange risk mainly focuses on the foreign currency monetary items at the end of the financial reporting period. If the exchange rate of NTD to all foreign currencies had appreciated/depreciated by 1%, the Group’s net income for the nine-month periods ended September 30, 2024, and 2023 would have decreased/increased by $2,724 and $4,741, respectively.

The total exchange benefit, including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Group for the three-month periods ended September 30, the nine-month periods ended September 30, 2024 and 2023, amounted to ($1,092), $9,835, $13,566 and $11,412, respectively.

ii. Price risk

(i)The Group’s equity instruments exposed to price risk are financial assets measured at fair value through income statement and financial assets measured at fair value through other comprehensive income held by the Group. In order to manage the price risk of equity instrument investment, the Group diversified its investment portfolio, and the method of diversification was carried out in compliance with the limits set by the Group.

(ii)The Group mainly invests in equity instruments issued by domestic companies. The prices of these equity instruments will be affected by the uncertainty of the future values of the investment targets. If the prices of these equity instruments rise or fall by 1% while all other factors remain unchanged, the net profit after tax for the period for nine-month periods ended September 30, 2024 and 2023 due to the gain or loss of equity instruments measured at fair value through income statement will increase or decrease by NT$3,580 or NT$751, respectively; the net profit after tax due to the gain or loss of equity instruments measured at fair value through other comprehensive income will increase or decrease by NT$6,087 or NT$6,743, respectively.

iii. Cash flow and fair value interest rate risk

(i)The Group's main interest rate risk arises from some borrowings with variable rates, which expose the Group to cash flow interest rate risk. During the nine-month periods ended September 30, 2024, and 2023, the Group's borrowings at variable rate were mainly denominated in NTD, USD, RMB and IDR.

(ii)The Group's borrowings are measured at amortised cost. The borrowings are periodically contractually repriced and to that extent are also exposed to the risk of future changes in market interest rates.

(iii)With regard to sensitivity analysis of interest rate risk, if interest rate on borrowing increased/decreased by 1% with all other variables held constant, post-tax profit for the nine-month periods ended September 30, 2024 and 2023 would have decreased /increased by $611 and $740, respectively, mainly as a result of higher/lower interest expense on floating rate borrowings.

(b)Credit risk

i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.

ii. The Group manages its credit risk taking into consideration the entire group's concern. For banks and financial institutions, only independently rated parties with a certain 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 in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored.

iii. The Group adopts following assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition: If the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.

iv. If the credit rating grade of an investment target degrades two scales, there has been a significant increase in credit risk on that instrument since initial recognition.

v. If the default rate of an investment target exceeds 10%, there has been a significant increase in credit risk on that instrument since initial recognition.

vi. The Group adopts the assumption under IFRS 9, that is, the default occurs when the contract payments are past due over 90 days.

vii. The Group classifies customer's accounts receivable in accordance with credit risk on trade. The Group applies the modified approach using a provision matrix to estimate the expected credit loss and uses the historical and timely information to establish loss rate for assessing the default possibility of accounts receivable. Movements in relation to the Group applying the modified approach to provide loss allowance for notes and accounts receivable are as follows:

	For the nine-month periods ended September 30,2024		
	Notes receivable	Accounts receivable	Total
Balance at January 1	$ 153	$ 26,664	$ 26,817
Expected credit (gain) loss	(66)	2,340	2,274
Write-offs	-	(72)	(72)
Effect of foreign exchange	8	786	794

	Notes receivable	Accounts receivable	Total
Balance on September 30	$ 95	$ 29,718	$ 29,813

	For the nine-month periods ended September 30,2023		
	Notes receivable	Accounts receivable	Total
Balance on January 1	$ 268	$ 24,003	$ 24,271
Expected credit (gain) loss	(129)	2,646	2,517
Write-offs	-	(698)	(698)
Effect of foreign exchange	8	385	393
Balance on September 30	$ 147	$ 26,336	$ 26,483

(c) Liquidity risk

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

ii. The table below analyses the Group's non-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. The amounts disclosed in the table are the contractual undiscounted cash flows:

September 30, 2024	Less than 1 year	Between 1 to 2 year(s)	Between 2 to 5 years	More than 5 years
Non-derivative financial liabilities				
Short-term borrowings	$ 123,718	$ -	$ -	$ -
Notes payable	322	-	-	-
Accounts payable	503,749	-	-	-
Other payables	360,667	-	-	-
Lease liability	31,267	30,954	59,981	172
Bonds payable (including current portion)	1,601,950	1,950	3,005,850	-
Long-term borrowings (including current portion)	6,945	6,875	11,908	-
Guarantee deposits received	457	-	-	-

December 31, 2023	Less than 1 year	Between 1 to 2 year(s)	Between 2 to 5 years	More than 5 years
Non-derivative financial liabilities				
Short-term borrowings	$ 479,999	$ -	$ -	$ -
Notes payable	438	-	-	-
Accounts payable	494,133	-	-	-
Other payables	378,577	-	-	-
Lease liability	14,477	10,121	20,497	1,720
Bonds payable	1,950	1,601,950	3,005,850	-
Long-term borrowings (including current portion)	6,993	6,895	15,133	1,800
Guarantee deposits received	457	-	-	-

September 30, 2023	Less than 1 year	Between 1 to 2 year(s)	Between 2 to 5 years	More than 5 years
Non-derivative financial liabilities				
Short-term borrowings	$ 622,521	$ -	$ -	$ -
Notes payable	1,078	-	-	-
Accounts payable	534,757	-	-	-
Other payables	332,240	-	-	-
Lease liability	19,232	11,291	23,333	2,236
Bonds payable	1,950	1,950	5,850	4,601,950
Long-term borrowings (including current portion)	7,020	6,945	16,072	2,827
Guarantee deposits received	457	-	-	-

iii. For non-derivative financial liabilities, the Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis to be significantly earlier, nor expect the actual cash flow amount to be significantly different.

(3) Fair value information

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

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

Level II: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in listed stocks-private placement (Liquidity discount is 20.85%) is included in Level 2.

Level III: Unobservable inputs for the asset or liability.

B. The carrying amounts of the Group's financial instruments not measured at fair value (including cash and cash equivalents, financial assets at amortised cost-current, notes receivable, accounts receivable, other receivables, guarantee deposits paid, long-term notes and accounts receivable, short-term borrowings, notes payable, accounts payable, other payables, bonds payable(including current portion), long-term borrowings (including current portion) and guarantee deposits received)) are approximate to their fair values.

C. 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 are as follows:

September 30, 2024	Level I	Level II	Level IIII	Total
Assets:				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Equity securities	$ 118,352	$ 233,500	$ -	$ 351,852
Beneficiary certificates	6,100	-	-	6,100
	124,452	233,500	-	357,952
Financial assets at fair value through other comprehensive income				
Equity securities	608,746	-	-	608,746
	$ 733,198	$ 233,500	$ -	$ 966,698

December 31, 2023	Level I	Level II	Level IIII	Total
Assets:				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Equity securities	$ 185	$ 127,050	$ -	$ 127,235
Beneficiary certificates	2,992	-	-	2,992
	3,177	127,050	-	130,227
Financial assets at fair value through other comprehensive income				
Equity securities	681,311	-	-	681,311
	$ 684,488	$ 127,050	$ -	$ 811,538

September 30, 2023	Level I	Level II	Level IIII	Total
Assets:				
Recurring fair value measurements				
Financial assets at fair value through profit or loss				
Equity securities	$ 72,204	$ -	$ -	$ 72,204
Beneficiary certificates	2,920	-	-	2,920
	75,124	-	-	75,124
Financial assets at fair value through other comprehensive income				
Equity securities	674,329	-	-	674,329
	$ 749,453	$ -	$ -	$ 749,453

D. The methods and assumptions the Group used to measure fair value are as follows:

(1) The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	Listed shares	Emerging stocks	Open-end fund
Market quoted price	Closing price	Closing price	Net asset value

(2) Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured by using valuation techniques can be referred to current fair value of instruments with similar

terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the consolidated balance sheet date (i.e. yield curves on the Taipei Exchange, average commercial paper interest rates quoted from Reuters).

E. The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality.

F. For the nine-month periods ended September 30, 2024 and 2023, there was no transfer between Level 1 and Level 2.

G. For the nine-month periods ended September 30, 2024 and 2023, there was no transfer into or out from Level 3.

H. The Group's evaluation process for fair value classified as Level 2 is for the Group's financial department to be responsible for independent verification of the fair value of financial instruments, using independent source data to make the evaluation results close to market conditions and confirm that the data source is independent, reliable, and reliable. Consistent with other resources and any other necessary fair value adjustments to ensure that the evaluation results are reasonable.

13. Supplementary Disclosures

(According to the current regulatory requirements, the Company is only required to disclose the information for the nine-month periods ended September 30, 2024)

(1) Significant transactions information

A. Loans to others: None.

B. Provision of endorsements and guarantees to others: Please refer to table 1.

C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 2.

D. Acquisition or sale of the same security with the accumulated cost exceeding $300 million or 20% of the Company's paid-in capital: None.

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

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

G. Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more: Please refer to table 3.

H. Receivables from related parties reaching $100 million or 20% of paid-in capital or more: None.

I. Trading in derivative instruments undertaken during the reporting periods: None.

J. Significant inter-company transactions during the reporting periods: Please refer to the attached Table 4.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to table 5.

(3) Information on investments in Mainland China

A. Basic information: Please refer to table 6.

B. Significant transactions conducted with investees in Mainland China directly or indirectly through other companies in the third areas: Purchases and sales between the Company and investees in Mainland China are eliminated when preparing consolidated financial statements. Information on significant transactions, such as purchases and sales, receivables and payables, provision of endorsements and guarantees and financing, between the Company and investees in Mainland China is provided in Note 13(1), B and J.

(4) Major shareholders information

Major shareholders information: Please refer to table 7.

14. Segment Information

(1) General information

A. Management has determined the reportable operating segments based on the reports reviewed by the chief operating decision-maker that are used to make strategic decisions. The Group's reportable segments are as follows:

(a) Screw segment: Primarily engaging in the manufacture, process and trade of screws and nuts, etc.

(b) Machinery segment: Primarily engaging in the manufacture, assemble and trade of machine tools and chemical machinery, etc.

(c) Investment segment: Primarily engaging in the general investment.

B. There is no material change in the basis for formation of entities and division of segments in the Group or in the measurement basis for segment information during this period.

C. The Group's chief operating decision-maker assesses the performance based on the segment's net operating profit. The accounting policies of the operating segments are in agreement with the significant accounting policies summarised in Note 4 in the consolidated financial statements.

(2) Information about segment profit or loss, assets and liabilities

The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

	For the nine-month periods ended September 30, 2024			
	Screw segment	Machinery segment	Investment segment	Total
Segment revenue	$ 6,263,140	$ 810,437	$ -	$ 7,073,577
Inter-segment revenue	(466,437)	(7,097)	-	(473,534)
Revenue from external customers, net	5,796,703	803,340	-	6,600,043
Segment income before tax	590,222	22,421	51,802	664,445
Segment assets	9,935,267	1,913,372	143,886	11,992,525
Segment liabilities	5,924,209	941,145	-	6,865,354

	For the nine-month periods ended September 30, 2023			
	Screw segment	Machinery segment	Investment segment	Total
Segment revenue	$ 5,881,349	$ 830,781	$ -	$ 6,712,130
Inter-segment revenue	(412,406)	(61,284)	-	(473,690)
Revenue from external customers, net	5,468,943	769,497	-	6,238,440
Segment income before tax	428,074	71,612	12,811	512,497
Segment assets	10,286,843	1,863,951	141,760	12,292,554
Segment liabilities	6,386,516	875,655	-	7,262,171

(3) Reconciliation for segment profit or loss, assets and liabilities

A. Sales between segments are carried out at arm’s length. The revenue from external customers reported to the chief operating decision-maker is measured in a manner consistent with that in the consolidated statement of comprehensive income. A reconciliation of reportable segment income or loss before tax to the income/(loss) before tax is provided as follows:

	For the nine-month periods ended September 30,			
	2024		2023	
Reportable operating segments income before tax	$	664,445	$	512,497
Elimination of inter-segment income (loss)	(	257,213)	(	198,972)
Profit before income tax	$	407,232	$	313,525

B. The amounts provided to the chief operating decision maker with respect to total assets and liabilities are measured in a manner consistent with that of the financial statements. Therefore, such reconciliation is not required.

Chun Yu Works & Co., Ltd. and subsidiaries
Provision of endorsements and guarantees to others
For the nine-month periods ended September 30, 2024

Table 1

Expressed in thousands of NTD

Number	Endorser/ guarantor	Party being endorsed/guaranteed: Company name	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 September 30, 2024	Outstanding endorsement/ guarantee amount at September 30, 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
0	Chun Yu Works & Co., Ltd.	Chun Yu (Dongguan) Metal Products Co., Ltd.	2	$ 2,586,427	$ 328,350	$ 316,500	$ -	$ -	7.34%	$ 3,448,570	Y	N	Y	(Note 2)

(Note 1) The numbers filled in for the relationship with the Company are as follows:

1. Having business relationship.
2. The Company direct and indirect owns over 50% ownership of the investee company.

(Note 2) The total amount of transactions of endorsement equals to 80% of the Company's net worth, the limit of endorsement for any single entity is 60% of the Company's net worth, and all of the related transactions are to be submitted to the stockholders' meeting for reference.

(Note 3) Foreign currencies are translated into New Taiwan dollars. Exchange rate of foreign currencies indicated as of report date were as follow(USD：NTD 1：31.6500，RMB：NTD 1：4.5165).

Chun Yu Works & Co., Ltd. and subsidiaries

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

September 30,2024

Table 2

Expressed in thousands of NTD

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account (Note 1)	As of September 30, 2024 shares (In thousands of shares or units)	Book value	(%)	Fair value	Footnote
Chun Yu Works & Co., Ltd.	Stocks - Taiwan Styrene Monomer Corporation	—	3	11,678	$ 151,814	2.21	$ 151,814	-
	Stocks - Gloria Material Technology Corp	Other related party	3	5,526	266,906	0.92	266,906	-
	Stocks - King Kong Iron Works, Ltd.	—	3	304	772	0.55	772	-
	Stocks - King House CO., Ltd.	—	2	5,000	233,500	3.16	233,500	-
	Stocks - Argo Yachts Development Co.,Ltd.	—	1	4,500	118,125	3.24	118,125	-
	Beneficiary certificates -CTBC High Grade Strategic Bond Fund-TWD A	—	1	500	5,084	-	5,084	-
	Beneficiary certificates - Neuberger Berman ESG Quality Select Balanced Fund TWD T ACC	—	1	100	1,016	-	1,016	-
Chun Bang Precision Co., Ltd.	Stocks - The First Insurance Co., Ltd.	—	1	10	227	-	227	-
	Stocks - Taiwan Styrene Monomer Corporation	—	3	6,440	83,720	1.22	83,720	-
Chun Yu Investment Corp.	Stocks - Chun Yu Works & Co., Ltd.	The Company	(Note 2)	23,430	622,071	7.75	622,071	-
	Stocks - Taiwan Styrene Monomer Corporation	—	3	6,618	86,034	1.25	86,034	-
Chun Yu Bio-tech Corp.	Stocks - Chun Zu Machinery Industry Co., Ltd.	Subsidiary	(Note 3)	9	155	0.01	155	-
	Stocks - Taiwan Styrene Monomer Corporation	—	3	1,500	19,500	0.28	19,950	-

(Note 1) The code number explanation is as follows:

1. Financial assets at fair value through profit or loss - current.
2. Financial assets at fair value through profit or loss- non-current.
3. Financial assets at fair value through other comprehensive profit or loss- non-current.

(Note 2) Please refer to Note 6, (15) explanation of share capital.

(Note 3) The Company is listed 'Financial assets at fair value through other comprehensive income or loss- non-current',
however the consolidated financial statements will be transferred to the' Investments accounted for under equity method ' and write off in full.

Chun Yu Works & Co., Ltd. and subsidiaries

Purchases or sales of goods from or to related parties reaching NT$100 million or 20% of paid-in capital or more

For the nine-month periods ended September 30, 2024

Table 3

Expressed in thousands of NTD

			Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		
Purchaser/seller	Counterparty	Relationship with the counterparty	Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable	Footnote
Chun Yu Works & Co., Ltd.	Ofco Industrial Corporation	Other related party	(Sales)	($ 432,902)	(14%)	1 month	$ -	3 ~ 5 months	$ 56,178	7%	-
Chun Yu (Dongguan) Metal Products Co., Ltd.	Shanghai Uchee Hardware Products Ltd.	Subsidiary	(Sales)	(140,210)	(16%)	3months	-	(Note 1)	-	-	-
	Shanghai Uchee Hardware Products Ltd.	Subsidiary	Purchases	134,741	20%	3months	-	(Note 2)	-	-	-
Shanghai Uchee Hardware	Chun Yu (Dongguan) Metal Products	Subsidiary	(Sales)	(134,741)	(25%)	3months	-	(Note 1)	-	-	-
	Chun Yu (Dongguan) Metal Products	Subsidiary	Purchases	140,210	33%	3months	-	(Note 2)	-	-	-

(Note 1) The credit terms to third parties are 1 ~ 3 months after the sale.

(Note 2) The payment terms to third parties are 3 ~ 6 months after the acceptance.

(Note 3) Foreign currencies are translated into New Taiwan Dollars using the following exchanges: Ending balance of receivable and payable are translated using the exchange rates as of report date (USD：NTD 1：31.6500, RMB：NTD 1：4.5165), and the transactions amounts are translated into New Taiwan dollars at the average exchange rate for the nine-month periods ended September 30, 2024 (USD：NTD 1：32.0472, RMB：NTD 1：4.5090).

Chun Yu Works & Co., Ltd. and subsidiaries

Significant inter-company transactions during the reporting period

For the nine-month periods ended September 30, 2024

Table 4

Expressed in thousands of NTD

				Transaction			
Number (Note2)	Company name	Counterparty	Relationship (Note 3)	General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenue or total assets (Note 4)
0	Chun Yu Works & Co., Ltd.	Chun Yu Works (USA) Inc.	1	Sales	$ 120,417	4 months	2%
		Chun Yu Works (USA) Inc.	1	Accounts receivable	53,263	-	-
		Chun Yu (Dongguan) Metal Products Co., Ltd.	1	Provision of endorsements and guarantees	316,500	-	3%
		Scholar Holdings Ltd.	1	Other receivables	10,217	-	-
1	Chun Bang Precision Co., Ltd.	Chun Yu Works & Co., Ltd.	2	Sales	39,035	3 months	1%
		Pt Moon Lion Industries Indonesia	3	Sales	12,755	3 months	-
		Chun Zu Machinery Industry Co., Ltd.	3	Sales	11,369	3 months	-
2	Chun Zu Machinery Industry Co., Ltd.	Shanghai Chun Zu Machinery Industry Ltd.	3	Sales	75,942	3 months	1%
		Shanghai Chun Zu Machinery Industry Ltd.	3	Other receivables	20,576	-	-
3	Chun Yu (Dongguan) Metal Products Co., Ltd.	Shanghai Uchee Hardware Products Ltd.	3	Sales	140,210	3 months	2%
		Shanghai Uchee Hardware Products Ltd.	3	Other receivables	36,069	-	-
		Scholar Holdings Ltd.	3	Other receivables	17,154	-	-
4	Shanghai Uchee Hardware Products Ltd.	Chun Yu (Dongguan) Metal Products Co., Ltd.	3	Sales	134,741	3 months	2%
5	Chunyu Group Shanghai Tongsheng Trade Co., Ltd.	Chun Yu (Dongguan) Metal Products Co., Ltd.	3	Accounts receivable	10,908	-	-

(Note 1) Transactions among the company and subsidiaries with amount over NT$10 million and one side of them are disclosed.

(Note 2) The transaction information of the Company and the consolidated subsidiaries should be noted in column "Number". The number means:

1. Number 0 presents the Company.
2. The consolidated subsidiaries are in order from number 1.

(Note 3) The relationships among the transation parties are as follows:

1. The Company to the consolidated subsidiary.
2. The consolidated subsidiary to the Company.
3. The consolidated subsidiaryto another consolidated subsidiary.

(Note 4) The percentage of transaction amount over consolidated total revenues or total assets is as follows: Assets and liabilities are calculated using the ending balance over the consolidated total assets at period end; Sales is calculated using the amount of the period over the consolidated total revenue of the period.

(Note 5) For the amounts denominated in foreign currencies, the balances of notes/accounts receivable (payable) are translated into New Taiwan dollars at the exchange rate (USD：NTD 1：31.6500；RMB：NTD 1：4.5165) ; prevailing at the financial reporting date, and the transactions amounts are translated into New Taiwan dollars at the average exchange rate for the nine-month periods ended September 30, 2024 (USD：NTD 1：32.0472；RMB：NTD 1： 4.5090).

Chun Yu Works & Co., Ltd. and subsidiaries
Information on investees
For the nine-month periods ended September 30, 2024

Table 5

Investor	Investee	Location	Main business activities	Initial investment amount: Balance as at September 30, 2024	Initial investment amount: Balance as at December 31, 2023	Shares held as at September 30, 2024: Number of shares	Shares held as at September 30, 2024: Ownership (%)	Shares held as at September 30, 2024: Book value	Net profit (loss) of the investee for the nine-month periods ended September 30,2024	Investment income (loss) recognised by the Company ended September 30,2024	Footnote
Chun Yu Works & Co., Ltd.	Chun Bang Precision Co., Ltd.	Taiwan	Manufacture and trade of moulds	$ 125,344	$ 125,344	15,000,000	100.00	$ 192,012	$ 4,998	$ 8,089	A subsidiary
	Chun Yu Works (U.S.A.) Inc.	U.S.A.	Import and export of hardware products	114,728	114,728	3,800,000	100.00	425,940	7,478	2,075	A subsidiary
	Chun Yu Investment Corporation	Taiwan	Professional investment	267,652	267,652	74,888,032	100.00	143,886	51,802	22	A subsidiary
	Chun Yu Bio-tech Corporation	Taiwan	Powder metallurgy	90,260	90,260	10,000,000	100.00	96,712	(8,214)	(8,203)	A subsidiary
	Scholar Holdings Ltd.	Virgin Islands	Reinvestment and import and export trade	2,581,891	2,581,891	33,183,211	100.00	1,076,923	41,182	41,831	A subsidiary
	Sunny City International Ltd.	Samoa	Reinvestment and import and export trade	84,824	84,824	1,000,000	100.00	233,935	16,629	16,629	A subsidiary
	Pt Moon Lion Industries Indonesia	Indonesia	Manufacture and trade of screws and nuts	154,760	154,760	14,370,000	71.85	812,106	187,576	134,773	A subsidiary
	Chun Zu Machinery Industry Co., Ltd.	Taiwan	Manufacture and trade of machinery	52,597	52,597	28,821,939	47.81	455,426	20,261	10,719	A subsidiary
Chun Zu Machinery Industry Co., Ltd.	Lion City Management Ltd.	Virgin Islands	Professional investment	63,300	63,300	-	100.00	489,745	18,137	-	A subsidiary (Note 1)

(Note 1) According to the related regulations, it is not required to disclose income (loss) recognized by the Company.
(Note 2) Foreign currencies are translated into New Taiwan Dollars using the following exchanges:
Ending balance of receivable and payable are translated using the exchange rates as of report date:(USD：NTD 1：31.6500； RMB：NTD 1：4.5165).
and the transactions amounts are translated into New Taiwan dollars at the average exchange rate for the nine-month periods ended September 30, 2024 as follows: (USD：NTD 1：32.0472； RMB：NTD 1：4.5090).

Chun Yu Works & Co., Ltd. and subsidiaries
Information on investments in Mainland China
For the nine-month periods ended September 30, 2024

Table 6

Expressed in thousands of NTD

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	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 nine-month periods ended September 30, 2024		Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 2024	Net income of investee for the nine-month periods ended September 30, 2024	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the nine-month periods ended September 30, 2024	Book value of investments in Mainland China as of September 30, 2024	Accumulated amount of investment income remitted back to Taiwan as of September 30, 2024	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Chun Yu (Dongguan) Metal Products Co., Ltd.	Manufacture and trade of screws and nuts	$ 2,042,824 (Note 1)	(Note 3)	$ 1,525,308	$ -	$ -	$ 1,525,308	$ 40,885	100%	$ 40,885	$ 1,106,156	$ -	(Note 9)
Shanghai Uchee Hardware Products Ltd.	Trade of screws and nuts	31,650	(Note 4)	31,650	-	-	31,650	16,637	100%	16,637	232,139	126,632 (Note 7)	(Note 9)
Chunyu Group Shanghai Tongsheng Trade Co., Ltd.	Trade of screws and nuts	8,419	(Note 5)	-	-	-	-	195	100%	195	(3,782)	-	(Note 9)
Shanghai Chun Zu Machinery Industry Ltd.	Manufacture and trade of machinery	269,025 (Note 2)	(Note 6)	63,300	-	-	63,300	18,056	47.82%	8,634	231,218	546,208 (Note 8)	(Note 10)

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of September 30, 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 (Note 10)
Chun Yu Works & Co., Ltd.	$ 1,788,636	$ 1,788,636	$ 3,076,303
Chun Zu Machinery Industry Co., Ltd.	63,300	205,725	615,969

(Note 1) The investment in Chun Yu (Dongguan) Metal Products Co., Ltd. amounted to US$64,481 thousand, consisting of US$48,193 thousand that has been reported to the Investment Commission and US$16,288 thousand from an investment loan from Scholar Holdings Ltd.

(Note 2) The paid-in capital of Shanghai Chun Zu Machinery Industry Ltd. amounted to UD$8,500 thousand, consisting of UD$4,000 thousand from remittance from Chun Zu Machinery Industry Co., Ltd. through its subsidiary, Lion City Management Ltd. and US$4,500 thousand from capitalisation of retained earnings of Shanghai Chun Zu Machinery Industry Ltd., which were reported to the Investment Commission. In addition, proceeds from capital reduction of Lion City Management Ltd. in 2008 amounting to US$2,000 thousand were reported to the Investment Commission.

(Note 3) Indirect investment in PRC through the existing company (Scholar Holdings Ltd.) located in the third area.

(Note 4) Indirect investment in PRC through the existing company (Sunny City International Ltd.) located in the third area.

(Note 5) Indirect investment in PRC through the existing company (Shanghai Uchee Hardware Products Ltd.) located in PRC.

(Note 6) Indirect investment in PRC through the existing company (Lion City Management Ltd.) located in the third area.

(Note 7) It is the cash dividends totaling US$4,001 thousand distributed by Shanghai Uchee Hardware Products Ltd. to Sunny City International Ltd., which then remitted to the Company and Chun Bang Precision Co., Ltd.

(Note 8) It is the cash dividends amounting to US$36,089 thousand distributed by Shanghai Chun Zu Machinery Industry Ltd. to Lion City Management Ltd., which then remitted to Chun Zu Machinery Industry Co., Ltd.

(Note 9) Investment gains or losses were recognised based on audited financial statements.

(Note 10) The ceiling is calculated based on the 60% of the investor’s net assets or consolidated net assets (whichever is higher).

(Note 11) For the amounts denominated in foreign currencies, the paid-in capital, amount of remittance from Taiwan and book value as of September 30, 2024 are translated into New Taiwan dollars at the exchange rate (USD：NTD 1：31.6500； RMB ： NTD 1： 4.5165) prevailing at the financial reporting date, and the net profit (loss) of the investee and investment income (loss) recognised by the Group are translated into New Taiwan dollars at the average exchange rate for the nine-month periods ended September 30, 2024 (USD ：NTD 1：32.0472； RMB ： NTD 1：4.5090).

Chun Yu Works & Co., Ltd. and subsidiaries
Major shareholders information
September 30, 2024

Table 7

Unit：shares

Name of major shareholders	Shares	
	Number of shares held	Ownership (%)
Bai Jia Yuan Investment Co., Ltd.	84,219,450	27.87%
Jin Jhih Fu Assets Management Co., Ltd.	28,491,850	9.43%
Chun Yu Investment Co., Ltd.	23,430,172	7.75%

(Note) 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 Taiwan Depository & Clearing Corporation.The share capital which was recorded in the financial statements may be different from the actual number of shares issued in dematerialised form due to the different calculation basis.