KINPO ELECTRONICS, INC. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS

WITH REPORT OF INDEPENDENT ACCOUNTANTS

FOR THE THREE-MONTH PERIOD ENDED

MARCH 31, 2021 AND 2020

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English Translation of Review Report Originally Issued in Chinese

Review Report of Independent Accountants

To Kinpo Electronics, Inc.

Introduction

We have reviewed the accompanying consolidated balance sheets of Kinpo Electronics, Inc. (the "Company") and its subsidiaries as of March 31, 2021 and 2020, the related consolidated statements of comprehensive income, changes in equity and cash flows for the three-month period ended March 31, 2021 and 2020, and notes to the consolidated financial statements including the summary of significant accounting policies (together "the consolidated financial statements"). Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" as endorsed and became effective by Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with Statement of Auditing Standards No. 65, "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As explained in Note 4(3), the financial statements of certain insignificant subsidiaries were not reviewed by independent accountants. Those statements reflect total assets of NTD 6,821,612 thousand and NTD 1,175,136 thousand, constituting 6.42% and 1.26% of the consolidated total assets, and total liabilities of NTD 4,413,084 thousand and NTD 182,628 thousand, constituting 5.45% and 0.27% of the consolidated total liabilities as of March 31, 2021 and 2020, respectively. Total comprehensive income amounted to NTD 164,748 thousand and NTD 53 thousand, constituting 25.01% and 0.00% of the consolidated total comprehensive income for the three-month period ended March 31, 2021 and 2020, respectively. As explained in Note 6(11), the financial statements of certain investments accounted for using equity method were not reviewed by independent accountants. Those investments accounted for using equity method amounted to NTD 1,340,319 thousand and NTD 1,319,799 thousand as of March 31, 2021 and 2020, respectively. The related share of profit (loss) of associates and joint ventures accounted for using equity method amounted to NTD (6,375) thousand and NTD (10,441) thousand for the three-month period ended March 31, 2021 and 2020, respectively. The related share of other comprehensive income of associates and joint ventures accounted for using equity method amounted to NTD (6,483) thousand and NTD (79,724) thousand for the three-month period ended March 31, 2021 and 2020, respectively. The information related to above subsidiaries and investments accounted for using equity method disclosed in Note 13 was also not reviewed by independent accountants.

Qualified Conclusion

Based on our reviews and the review reports of other independent accountants (please refer to the Other Matter paragraph of our report), except for the effect of such adjustments, if any, as might have been determined to be necessary had the financial statements of certain insignificant subsidiaries and investments accounted for using equity method and the information been reviewed by independent accountants described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as of March 31, 2021 and 2020, and their consolidated financial performance and cash flows for the three-month period ended March 31, 2021 and 2020, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" as endorsed and became effective by Financial Supervisory Commission of the Republic of China.

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Other Matter－Making Reference to the Reviews of Other Independent Accountants

We did not review the financial statements of certain consolidated subsidiaries, which statements reflect total assets of NTD 2,651,710 thousand and NTD 7,941,912 thousand, constituting 2.49% and 8.51% of consolidated total assets as of March 31, 2021 and 2020, respectively. Total operating revenue amounted to NTD 160,159 thousand and NTD 1,036,643 thousand, constituting 0.47% and 3.68% of consolidated operating revenue for the three-month period ended March 31, 2021 and 2020, respectively. Those financial statements were reviewed by other independent accountants, whose reports thereon have been furnished to us, and our opinions expressed herein are based solely on the reviewed reports of the other independent accountants. We did not review the financial statements of certain investments accounted for using equity method whose statements are based solely on the reports of other independent accountants. These investments accounted for using equity method amounted to NTD 2,422,352 thousand and NTD 2,234,372 thousand, constituting 2.28% and 2.39% of consolidated total assets as of March 31, 2021 and 2020, respectively. The related share of profit (loss) of associates and joint ventures accounted for using equity method amounted to NTD 20,382 thousand and NTD 4,884 thousand, constituting 5.50% and 3.29% of the consolidated net income before tax for the three-month period ended March 31, 2021 and 2020, respectively. The related share of other comprehensive income of associates and joint ventures accounted for using equity method amounted to NTD (2,816) thousand and NTD (4,726) thousand, constituting (0.60)% and 0.49% of the consolidated other comprehensive income for the three-month period ended March 31, 2021 and 2020, respectively.

Lin, Su-Wen

Chen, Chih-Chung

Ernst & Young, Taiwan
May 14, 2021

Taipei, Taiwan
Republic of China

<u>Notice to Readers</u>

The accompanying consolidated financial statements are intended only to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally accepted and applied in the Republic of China.

Accordingly, the accompanying consolidated financial statements and report of independent auditors are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

English translation of consolidated financial statements originally issued in Chinese
KINPO ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
March 31, 2021, December 31, 2020 and March 31, 2020
(March 31, 2021 and 2020 are unaudited)
(Expressed in Thousands of New Taiwan Dollars)

Assets	Notes	As of					
		March 31, 2021	%	December 31, 2020	%	March 31, 2020	%
Current assets							
Cash and cash equivalents	6	$9,339,677	9	$7,132,524	7	$10,040,190	11
Current financial assets at fair value through profit or loss	6	1,645,099	2	1,742,291	2	128,323	-
Current financial assets at fair value through other comprehensive income	6	466,999	-	320,922	-	110,620	-
Current financial assets at amortised cost	6,8	582,149	1	33,617	-	35,590	-
Notes receivable, net	6	138,933	-	161,012	-	64,657	-
Accounts receivable, net	6	27,334,283	26	26,101,151	26	20,315,530	22
Accounts receivable due from related parties, net	6,7	83,957	-	96,172	-	52,672	-
Other receivables	6,12	3,705,986	3	2,802,946	3	1,667,469	2
Other receivables due from related parties	7	242,650	-	42	-	549	-
Current tax assets		3,913	-	4,192	-	9,575	-
Current inventories	6	22,349,347	21	20,346,949	20	20,462,891	22
Prepayments	6	910,368	1	934,522	1	922,980	1
Non-current assets classified as held for sale, net	6	687,922	1	698,738	1	-	-
Other current assets		492,312	-	482,524	1	431,541	-
Total current assets		67,983,595	64	60,857,602	61	54,242,587	58
Non-current assets							
Non-current financial assets at fair value through profit or loss	6	1,474,416	1	1,608,961	2	1,620,328	2
Non-current financial assets at fair value through other comprehensive income	6	4,766,662	4	4,043,643	4	3,683,157	4
Non-current financial assets at amortised cost	6	9,902	-	10,352	-	7,677	-
Investments accounted for using equity method	6	3,762,671	4	3,757,732	4	3,554,171	4
Property, plant and equipment	6,8	22,614,825	21	23,062,630	23	24,578,860	26
Right-of-use assets	6,8	1,640,676	2	1,694,060	2	1,848,157	2
Investment property, net	6	151,140	-	155,224	-	175,949	-
Intangible assets	6	849,563	1	959,472	1	718,364	1
Deferred tax assets	6	2,443,029	2	2,511,459	2	2,435,774	2
Other non-current assets	6	600,952	1	614,022	1	506,258	1
Total non-current assets		38,313,836	36	38,417,555	39	39,128,695	42
Total assets		$106,297,431	100	$99,275,157	100	$93,371,282	100

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

English translation of consolidated financial statements originally issued in Chinese
KINPO ELECTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS (CONTINUED)
March 31, 2021, December 31, 2020 and March 31, 2020
(March 31, 2021 and 2020 are unaudited)
(Expressed in Thousands of New Taiwan Dollars)

Liabilities and Equity	Notes	As of					
		March 31, 2021	%	December 31, 2020	%	March 31, 2020	%
Current liabilities							
Current borrowings	6	$26,310,917	25	$21,731,295	22	$23,060,763	25
Short-term notes and bills payable	6	1,612,979	2	1,532,915	2	1,539,214	2
Current financial liabilities at fair value through profit or loss	6	1,744	-	374	-	-	-
Current contract liabilities	6	81,631	-	75,272	-	53,319	-
Notes payable		7,980	-	11,763	-	14,942	-
Accounts payable		27,996,307	27	25,502,701	26	20,899,203	22
Accounts payable to related parties	7	323,532	-	301,217	-	107,406	-
Other payables	6,12	4,391,824	4	4,647,953	5	4,316,173	5
Other payables to related parties	7	424	-	34,573	-	22,150	-
Current tax liabilities		208,798	-	172,145	-	114,340	-
Current lease liabilities	6	149,453	-	164,717	-	150,769	-
Long-term liabilities, current portion	6	3,032,622	3	3,594,200	3	3,037,572	3
Other current liabilities, others		1,585,569	1	739,218	1	466,966	1
Total current liabilities		65,703,780	62	58,508,343	59	53,782,817	58
Non-current liabilities							
Non-current portion of non-current borrowings	6	11,948,088	11	12,071,960	12	11,544,495	13
Deferred tax liabilities	6	2,088,094	2	2,082,957	2	1,920,038	2
Non-current lease liabilities	6	326,850	-	366,755	-	326,703	-
Net defined benefit liability, non-current	6	809,931	1	802,312	1	865,528	1
Other non-current liabilities, others		165,105	-	454,832	1	443,333	-
Total non-current liabilities		15,338,068	14	15,778,816	16	15,100,097	16
Total liabilities		81,041,848	76	74,287,159	75	68,882,914	74
Equity attributable to owners of parent							
Share capital	6						
Ordinary share		14,685,182	14	14,670,052	15	14,659,412	16
Capital surplus	6	734,712	1	704,818	1	741,650	1
Retained earnings	6						
Legal reserve		390,226	-	390,226	-	344,852	-
Special reserve		890,759	1	890,759	1	565,160	1
Unappropriated reatained earnings		407,396	-	745,013	1	1,107,891	1
Total retained earnings		1,688,381	1	2,025,998	2	2,017,903	2
Total other equity interest		(226,824)	-	(965,808)	(1)	(1,549,606)	(2)
Treasury shares	6	(1,526,353)	(1)	(1,526,353)	(2)	(1,492,651)	(2)
Total equity attributable to owners of parent		15,355,098	15	14,908,707	15	14,376,708	15
Non-controlling interests	6	9,900,485	9	10,079,291	10	10,111,660	11
Total equity		25,255,583	24	24,987,998	25	24,488,368	26
Total liabilities and equity		$106,297,431	100	$99,275,157	100	$93,371,282	100

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

English translation of consolidated financial statements originally issued in Chinese

KINPO ELECTRONICS, INC. AND SUBSIDIARIES

UNAUDITED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the three-month period ended March 31, 2021 and 2020

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings per Share)

Item	Notes	For the three-month period ended			
		March 31, 2021	%	March 31, 2020	%
Operating revenue	6,7	$34,200,963	100	$28,203,553	100
Operating costs	6,7	(31,786,765)	(93)	(26,486,497)	(94)
Gross profit from operations		2,414,198	7	1,717,056	6
Operating expenses	6,7				
Selling expenses		(310,090)	(1)	(282,717)	(1)
Administrative expenses		(808,491)	(2)	(860,135)	(3)
Research and development expenses		(737,822)	(2)	(712,526)	(2)
Impairment gain and reversal of impairment loss (impairment loss) determined in accordance with IFRS 9		(5,091)	-	11,006	-
Total operating expenses		(1,861,494)	(5)	(1,844,372)	(6)
Net operating income		552,704	2	(127,316)	-
Non-operating income and expenses	6				
Interest income		12,811	-	18,044	-
Other income		257,135	1	78,755	-
Other gains and losses, net		(248,630)	(1)	477,666	1
Finance costs, net		(217,768)	(1)	(293,319)	(1)
Share of profit (loss) of associates and joint ventures accounted for using equity method, net		14,007	-	(5,557)	-
Total non-operating income and expenses		(182,445)	(1)	275,589	-
Profit before tax		370,259	1	148,273	-
Total tax expense	6	(177,702)	(1)	(72,625)	-
Profit		192,557	-	75,648	-
Other comprehensive income	6				
Components of other comprehensive income that will not be reclassified to profit or loss:					
Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income		866,596	3	(443,152)	(1)
Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss		(7,650)	-	(89,617)	-
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss		(48)	-	24,492	-
Components of other comprehensive income that will be reclassified to profit or loss:					
Exchange differences on translation		(417,943)	(1)	(515,144)	(2)
Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss		(1,649)	-	5,167	-
Other components of other comprehensive income that will be reclassified to profit or loss		(36)	-	(162)	-
Income tax related to components of other comprehensive income that will be reclassified to profit or loss		26,865	-	45,493	-
Total other comprehensive income		466,135	2	(972,923)	(3)
Total comprehensive income		$658,692	2	$(897,275)	(3)
Profit, attributable to:					
Profit, attributable to owners of parent		$82,133	-	$43,221	-
Profit, attributable to non-controlling interests		110,424	-	32,427	-
Total		$192,557	-	$75,648	-
Comprehensive income attributable to:					
Comprehensive income, attributable to owners of parent		$820,978	2	$(616,007)	(2)
Comprehensive income, attributable to non-controlling interests		(162,286)	-	(281,268)	(1)
Total		$658,692	2	$(897,275)	(3)
Earnings per share (in dollars)	6				
Basic earnings per share		$0.06		$0.03	
Diluted earnings per share		$0.06		$0.03	

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

English translation of consolidated financial statements originally issued in Chinese

KINPO ELECTRONICS, INC. AND SUBSIDIARIES

UNAUDITED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the three-month period ended March 31, 2021 and 2020

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent											
			Retained earnings			Other equity interest						
Item	Share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Unrealised gains (losses) on financial assets measured at fair value through other comprehensive income	Others	Treasury shares	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance on January 1, 2020	$14,591,252	$701,047	$344,852	$565,160	$1,492,731	$(1,327,400)	$436,748	$(107)	$(1,492,651)	$15,311,632	$10,457,211	$25,768,843
Appropriation and distribution of retained earnings:												
Cash divdends of ordinary share	-	-	-	-	(427,680)	-	-	-	-	(427,680)	-	(427,680)
Other changes in capital surplus:												
Changes in equity of associates and joint ventures accounted for using equity method	-	34	-	-	-	-	-	-	-	34	-	34
Profit for the three-month period ended March 31, 2020	-	-	-	-	43,221	-	-	-	-	43,221	32,427	75,648
Other comprehensive income for the three-month period ended March 31, 2020	-	-	-	-	-	(189,048)	(470,119)	(61)	-	(659,228)	(313,695)	(972,923)
Total comprehensive income for the three-month period ended March 31, 2020	-	-	-	-	43,221	(189,048)	(470,119)	(61)	-	(616,007)	(281,268)	(897,275)
Adjustments of capital surplus for company's cash dividends received by subsudiaries	-	18,883	-	-	-	-	-	-	-	18,883	-	18,883
Changes in ownership interests in subsidiaries	-	1,930	-	-	-	-	-	-	-	1,930	1,288	3,218
Share-based payments	68,160	18,388	-	-	-	-	-	-	-	86,548	3,921	90,469
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(381)	-	381	-	-	-	-	-
Others	-	1,368	-	-	-	-	-	-	-	1,368	(69,492)	(68,124)
Balance on March 31, 2020	$14,659,412	$741,650	$344,852	$565,160	$1,107,891	$(1,516,448)	$(32,990)	$(168)	$(1,492,651)	$14,376,708	$10,111,660	$24,488,368
Balance on January 1, 2021	$14,670,052	$704,818	$390,226	$890,759	$745,013	$(1,866,720)	$900,647	$265	$(1,526,353)	$14,908,707	$10,079,291	$24,987,998
Appropriation and distribution of retained earnings:												
Cash divdends of ordinary share	-	-	-	-	(419,611)	-	-	-	-	(419,611)	-	(419,611)
Other changes in capital surplus:												
Changes in equity of associates and joint ventures accounted for using equity method	-	47	-	-	-	-	-	-	-	47	-	47
Profit for the three-month period ended March 31, 2021	-	-	-	-	82,133	-	-	-	-	82,133	110,424	192,557
Other comprehensive income for the three-month period ended March 31, 2021	-	-	-	-	-	(111,891)	850,749	(13)	-	738,845	(272,710)	466,135
Total comprehensive income for the three-month period ended March 31, 2021	-	-	-	-	82,133	(111,891)	850,749	(13)	-	820,978	(162,286)	658,692
Adjustments of capital surplus for company's cash dividends received by subsudiaries	-	13,859	-	-	-	-	-	-	-	13,859	-	13,859
Changes in ownership interests in subsidiaries	-	3,068	-	-	-	-	-	-	-	3,068	2,400	5,468
Share-based payments	15,130	11,642	-	-	-	-	-	-	-	26,772	3,667	30,439
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(139)	-	139	-	-	-	-	-
Others	-	1,278	-	-	-	-	-	-	-	1,278	(22,587)	(21,309)
Balance on March 31, 2021	$14,685,182	$734,712	$390,226	$890,759	$407,396	$(1,978,611)	$1,751,535	$252	$(1,526,353)	$15,355,098	$9,900,485	$25,255,583

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

English translation of consolidated financial statements originally issued in Chinese

KINPO ELECTRONICS, INC. AND SUBSIDIARIES

UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS

For the three-month period ended March 31, 2021 and 2020

(Expressed in Thousands of New Taiwan Dollars)

Item	For the three-month period ended	
	March 31, 2021	March 31, 2020
Cash flows from (used in) operating activities:		
Profit before tax	$370,259	$148,273
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	763,193	816,921
Amortization expense	30,059	31,822
Expected credit loss (gain)	5,091	(11,006)
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	1,447	(28,876)
Interest expense	178,677	247,567
Interest income	(12,811)	(18,044)
Dividend income	(242,606)	-
Share-based payments	25,851	23,510
Share of loss (profit) of associates and joint ventures accounted for using equity method	(14,007)	5,557
Loss (gain) on disposal of property, plant and equipment	656	(96,155)
Loss on disposal of intangible assets	-	28
Loss on disposal of non-current assets classified as held for sale	20	-
Impairment loss on non-financial assets	91,691	2,887
Other adjustments to reconcile profit (loss)	1,475	1,368
Changes in operating assets and liabilities:		
Decrease (increase) in financial assets at fair value through profit or loss, mandatorily measured at fair value	191,899	52,503
Decrease (increase) in notes receivable	22,079	3,547
Decrease (increase) in accounts receivable	(1,230,927)	3,917,651
Decrease (increase) in accounts receivable due from related parties	12,215	1,382
Decrease (increase) in other receivable	(793,799)	(412,264)
Decrease (increase) in other receivable due from related parties	(2)	11,243
Decrease (increase) in inventories	(2,002,398)	447,393
Decrease (increase) in prepayments	26,063	(65,900)
Decrease (increase) in other current assets	(9,788)	(59,517)
Increase (decrease) in contract liabilities	6,359	(53,695)
Increase (decrease) in notes payable	(3,783)	4,078
Increase (decrease) in accounts payable	2,493,606	(1,741,680)
Increase (decrease) in accounts payable to related parties	22,315	23,520
Increase (decrease) in other payable	(876,501)	(736,101)
Increase (decrease) in other payable to related parties	(34,149)	3,035
Increase (decrease) in other current liabilities	309,414	64,809
Increase (decrease) in net defined benefit liability	7,619	9,401
Cash inflow (outflow) generated from operations:	(660,783)	2,593,257
Interest received	13,121	17,348
Interest paid	(168,095)	(242,678)
Income taxes paid	(40,386)	(32,904)
Net cash flows from (used in) operating activities	(856,143)	2,335,023
Cash flows from (used in) investing activities:		
Proceeds from disposal of financial assets at amortised cost	-	6,226
Proceeds from repayments of financial assets at amortised cost	255	-
Proceeds from disposal of non-current assets classified as held for sale	3,486	-
Acquisition of property, plant and equipment	(728,385)	(1,405,730)
Proceeds from disposal of property, plant and equipment	23,477	153,736
Acquisition of intangible assets	(18,073)	(49,154)
Increase in other financial assets	-	(3,602)
Decrease in other financial assets	2,626	-
Increase in other non-current assets	(17,766)	-
Decrease in other non-current assets	-	21,778
Increase in prepayments for business facilities	-	(33,190)
Decrease in prepayments for business facilities	20,947	-
Other investing activities	-	1,057,870
Net cash flows from (used in) investing activities	(713,433)	(252,066)
Cash flows from (used in) financing activities:		
Increase in short-term loans	5,155,314	1,886,635
Decrease in short-term loans	(640,619)	(714,056)
Increase in short-term notes	80,000	-
Decrease in short-term notes	-	(130,000)
Proceeds from long-term debt	1,574,393	1,697,732
Repayments of long-term debt	(2,267,078)	(1,426,110)
Repayments of lease liabilities	(47,360)	(43,717)
Decrease in other non-current liabilities	(11,522)	(126,407)
Employee execute stock options	16,219	75,181
Change in non-controlling interests	(7,303)	(5,333)
Net cash flows from (used in) financing activities	3,852,044	1,213,925
Effect of exchange rate changes on cash and cash equivalents	(75,315)	(60,690)
Net increase (decrease) in cash and cash equivalents	2,207,153	3,236,192
Cash and cash equivalents at the beginning of period	7,132,524	6,803,998
Cash and cash equivalents at the end of period	$9,339,677	$10,040,190

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

English translation of consolidated financial statements originally issued in Chinese

KINPO ELECTRONICS, INC. AND SUBSIDIARIES

NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

For the three-month period ended March 31, 2021 and 2020

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

1. History and organization

Kinpo Electronics, Inc. (the “Company”), was established on April 24, 1973 under the Company Act of the Republic of China (“ROC”). On November 7, 1989, the Company’s shares were listed on the Taiwan Stock Exchange. The Company primarily engages in trading consumer electronic products, computer and peripheral computer equipment, network communication equipment and image products. The Company’s registered address and main operating site are located at 10F., No.99, Nanjing E. Rd., Sec. 5, Songshan Dist., Taipei City and No.147, Beishen Rd., Sec. 3, Shenkeng Dist., New Taipei City, respectively.

2. Date and procedures of authorization of financial statements for issue

The consolidated financial statements of Kinpo Electronics, Inc. and its subsidiaries (the Group) for the three-month period ended March 31, 2021 and 2020 were recommended and authorized for issue by the Board of Directors on May 14, 2021.

3. Newly issued or revised standards and interpretations

(1) Changes in accounting policies resulting from applying for the first time certain standards and amendments

The Group applied for the first time International Financial Reporting Standards, International Accounting Standards, and Interpretations issued, revised or amended which are recognized by Financial Supervisory Commission (“FSC”) and become effective for annual periods beginning on or after January 1, 2021. The abovementioned amendments that are applicable for annual periods beginning on or after January 1, 2021 have no material impact on the Group.

(2) Standards or interpretations issued, revised or amended, by International Accounting Standards Board (“IASB”) which are endorsed by FSC, but not yet adopted by the Group as at the end of the reporting period are listed below.

Items	New, Revised or Amended Standards and Interpretations	Effective Date issued by IASB
A	Covid-19-Related Rent Concessions beyond June 30, 2021 (Amendment to IFRS 16)	April 1, 2021

A. Covid-19-Related Rent Concessions beyond June 30, 2021 (Amendment to IFRS 16)

This amendment extends the practical expedient in paragraph 46A of IFRS 16 Leases for one year. This amendment that is applicable for annual periods beginning on or after April 1, 2021 have no material impact on the Group.

(3) Standards or interpretations issued, revised or amended, by IASB which are not endorsed by FSC, and not yet adopted by the Group as at the end of the reporting period are listed below.

Items	New, Revised or Amended Standards and Interpretations	Effective Date issued by IASB
A	IFRS 10 "Consolidated Financial Statements" and IAS 28 "Investments in Associates and Joint Ventures" – Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures	To be determined by IASB
B	IFRS 17 "Insurance Contracts"	January 1, 2023
C	Classification of Liabilities as Current or Non-current – Amendments to IAS 1	January 1, 2023
D	Narrow-scope amendments of IFRS, including Amendments to IFRS 3, Amendments to IAS 16, Amendments to IAS 37 and the Annual Improvements	January 1, 2022
E	Disclosure Initiative – Accounting Policies – Amendments to IAS 1	January 1, 2023
F	Definition of Accounting Estimates – Amendments to IAS 8	January 1, 2023
G	Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	January 1, 2023

A. IFRS 10 "Consolidated Financial Statements" and IAS 28 "Investments in Associates and Joint Ventures" — Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures

The amendments address the inconsistency between the requirements in IFRS 10 *Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures,* in dealing with the loss of control of a subsidiary that is contributed to an associate or a joint venture. IAS 28 restricts gains and losses arising from contributions of non-monetary assets to an associate or a joint venture to the extent of the interest attributable to the other equity holders in the associate or joint ventures. IFRS 10 requires full profit or loss recognition on the loss of control of the subsidiary. IAS 28 was amended so that the gain or loss resulting from the sale or contribution of assets that constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized in full.

IFRS 10 was also amended so that the gains or loss resulting from the sale or contribution of a subsidiary that does not constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized only to the extent of the unrelated investors' interests in the associate or joint venture.

B. IFRS 17 "Insurance Contracts"

IFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects (including recognition, measurement, presentation and disclosure requirements). The core of IFRS 17 is the General (building block) Model, under this model, on initial recognition, an entity shall measure a group of insurance contracts at the total of the fulfilment cash flows and the contractual service margin. The carrying amount of a group of insurance contracts at the end of each reporting period shall be the sum of the liability for remaining coverage and the liability for incurred claims.

Other than the General Model, the standard also provides a specific adaptation for contracts with direct participation features (the Variable Fee Approach) and a simplified approach (Premium Allocation Approach) mainly for short-duration contracts.

IFRS 17 was issued in May 2017 and it was amended in June 2020. The amendments include deferral of the date of initial application of IFRS 17 by two years to annual beginning on or after January 1, 2023 (from the original effective date of January 1, 2021); provide additional transition reliefs; simplify some requirements to reduce the costs of applying IFRS 17 and revise some requirements to make the results easier to explain. IFRS 17 replaces an interim Standard – IFRS 4 Insurance Contracts – from annual reporting periods beginning on or after January 1, 2023.

C. Classification of Liabilities as Current or Non-current – Amendments to IAS 1

These are the amendments to paragraphs 69-76 of IAS 1 Presentation of Financial statements and the amended paragraphs related to the classification of liabilities as current or non-current.

D. Narrow-scope amendments of IFRS, including Amendments to IFRS 3, Amendments to IAS 16, Amendments to IAS 37 and the Annual Improvements

a. Updating a Reference to the Conceptual Framework (Amendments to IFRS 3)
The amendments updated IFRS 3 by replacing a reference to an old version of the Conceptual Framework for Financial Reporting with a reference to the latest version, which was issued in March 2018. The amendments also added an exception to the recognition principle of IFRS 3 to avoid the issue of potential "day 2" gains or losses arising for liabilities and contingent liabilities. Besides, the amendments clarify existing guidance in IFRS 3 for contingent assets that would not be affected by replacing the reference to the Conceptual Framework.

b. Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16)
Items may be produced while bringing an item of property, plant and equipment to the location and condition necessary for it to be capable of operating in the manner intended by management (such as samples produced when testing whether the asset is functioning properly). An entity recognises the proceeds from selling any such items, and the cost of those items, in profit or loss in accordance with applicable Standards. The entity measures the cost of those items applying the measurement requirements of IAS 2.

c. Onerous Contracts – Cost of Fulfilling a Contract (Amendments to IAS 37)
The amendments clarify what costs a company should include as the cost of fulfilling a contract when assessing whether a contract is onerous.

d. Annual Improvements to IFRS Standards 2018 - 2020
Amendment to IFRS 1
The amendment simplifies the application of IFRS 1 by a subsidiary that becomes a first-time adopter after its parent in relation to the measurement of cumulative translation differences.

Amendment to IFRS 9 Financial Instruments

The amendment clarifies the fees a company includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability.

Amendment to Illustrative Examples Accompanying IFRS 16 Leases

The amendment to Illustrative Example 13 accompanying IFRS 16 modifies the treatment of lease incentives relating to lessee's leasehold improvements.

Amendment to IAS 41

The amendment removes a requirement to exclude cash flows from taxation when measuring fair value thereby aligning the fair value measurement requirements in IAS 41 with those in other IFRS Standards.

E. Disclosure Initiative - Accounting Policies – Amendments to IAS 1

The amendments improve accounting policy disclosures that to provide more useful information to investors and other primary users of the financial statements.

F. Definition of Accounting Estimates – Amendments to IAS 8

The amendments introduce the definition of accounting estimates and included other amendments to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors to help companies distinguish changes in accounting estimates from changes in accounting policies.

G. Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12

The amendments narrow the scope of the recognition exemption in paragraphs 15 and 24 of IAS 12 so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences.

The abovementioned standards and interpretations issued by IASB have not yet endorsed by FSC at the date when the Group's financial statements were authorized for issue, the local effective dates are to be determined by FSC. The new or amended standards and interpretations listed under B. have no material impact on the Group. As the Group is still currently determining the potential impact of the remaining standards and interpretations, it is not practicable to estimate their impact on the Group at this point in time.

4. Summary of Significant Accounting Policies

(1) Statement of compliance

The consolidated financial statements of the Group for the three-month period ended March 31, 2021 and 2020 have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers ("the Regulations") and *IAS 34 Interim Financial Reporting* as endorsed and became effective by the FSC.

(2) Basis of preparation

The consolidated financial statements have been prepared on a historical cost basis, except for financial instruments that have been measured at fair value. The consolidated financial statements are expressed in thousands of New Taiwan Dollars ("NTD") unless otherwise stated.

(3) Basis of consolidation

The same principles of consolidation have been applied in the Group's consolidated financial statements as those applied in the Group's consolidated financial statements for the year ended December 31, 2020. For the principles of consolidation, please refer to the Group's consolidated financial statements for the year ended December 31, 2020.

The consolidated entities are listed as follows:

			Percentage of ownership (%)		
Investor	Subsidiary	Main businesses	March 31, 2021	December 31, 2020	March 31, 2020
The Company	Kinpo International (Singapore) Pte. Ltd.	Reinvestment on domestic and overseas business	100.00%	100.00%	100.00%
The Company	Kinpo International Ltd.	Holding Company	100.00%	100.00%	100.00%
The Company	Forward International Ltd. (Note 6)	Reinvestment on domestic and overseas business; purchases and sales of marketable securities; manufacturing and sales of calculators	-	-	100.00%
The Company	Jipo Investment Co., Ltd.	General investment	100.00%	100.00%	100.00%
The Company	Cal-Comp Biotech Co., Ltd. (Note 8)	Cultivation and retail of agricultural products	-	100.00%	100.00%
The Company	Lipo Holding Co., Ltd.	Holding Company	51.00%	51.00%	51.00%
The Company	Crownpo Technology Inc.	Manufacturing and sales of chip diodes, etc.	51.61%	51.61%	51.61%
The Company	XYZprinting, Inc. (Note 1)	Trading 3D printer	46.40%	46.40%	46.40%
The Company	Cal-Comp Electronics (Thailand) Public Company Limited (Note 2)	Manufacturing of computers and peripheral devices, telecommunication products and automatic equipment	46.99%	46.99%	40.39%

Investor	Subsidiary	Main businesses	Percentage of ownership (%) March 31, 2021	December 31, 2020	March 31, 2020
The Company	CastleNet Technology Inc.	Development, manufacturing and sales of products including cable modem, powerline communication and digital home applications	68.90%	68.90%	68.90%
The Company	Cal-Comp Big Data, Inc.	Medical equipment, data processing and provision service	50.00%	50.00%	50.00%
The Company	New Era AI Robotic Limited	Holding Company	50.00%	50.00%	50.00%
The Company	Cal-Comp Asset Management, Inc.	Asset Management	100.00%	100.00%	100.00%
Kinpo International (Singapore) Pte. Ltd.	Cal-Comp Electronics (Thailand) Public Company Limited (Note 2)	Manufacturing of computers and peripheral devices, telecommunication products and automatic equipment	-	-	6.60%
Kinpo International (Singapore) Pte. Ltd.	Cal-Comp Technology (Philippines), Inc..	Manufacturing	80.81%	80.81%	80.81%
Cal-Comp Technology (Philippines), Inc.	Kinpo Electronics (Philippines), Inc.	Manufacturing and sales products of other companies' products	100.00%	100.00%	100.00%
Kinpo International Ltd.	Kinpo Electronics (China) Co., Ltd.	Manufacturing and sales products of other companies' electronic products	100.00%	100.00%	100.00%
Kinpo International Ltd.	Dongguan Kaipo Electronics Co., Ltd.	Manufacturing and sales products of other companies' products	100.00%	100.00%	100.00%
Lipo Holding Co., Ltd.	LIZ Electronics (Kunshan) Co., Ltd.	Production and marketing chip resistor & chip diodes	88.13%	88.13%	88.13%
Lipo Holding Co., Ltd.	LIZ Electronics (Nantong) Co., Ltd.	R&D, manufacturing chip components; sales of products and provide after-sales service; wholesaling, importing and exporting electronic components, semiconductors special materials and spare parts	31.33%	31.33%	15.00%
LIZ Electronics (Kunshan) Co., Ltd.	LIZ Electronics (Nantong) Co., Ltd.	R&D, manufacturing chip components; sales of products and provide after-sales service; wholesaling, importing and exporting electronic components, semiconductors special materials and spare parts	66.02%	66.02%	85.00%
Crownpo Technology Inc.	Ranashe International Ltd.	Holding Company	100.00%	100.00%	100.00%
Crownpo Technology Inc.	Tien-Cheng Advanced Materials Co., Ltd.	Manufacture of various chemical materials	54.69%	54.69%	54.69%
Ranashe International Ltd.	LIZ Electronics (Kunshan) Co., Ltd.	Production and marketing chip resistor & chip diodes	11.87%	11.87%	11.87%
Ranashe International Ltd.	LIZ Electronics (Nantong) Co., Ltd.	R&D, manufacturing chip components; sales of products and provide after-sales service; wholesaling, importing and exporting electronic components, semiconductors special materials and spare parts	2.65%	2.65%	-
XYZprinting, Inc.	XYZprinting, Inc. (SAMOA) (Note 9)	Holding Company	-	100.00%	100.00%
XYZprinting, Inc.	XYZprinting, Inc. (USA)	Trading 3D printer	100.00%	100.00%	100.00%
XYZprinting, Inc.	XYZprinting Japan, Inc.	Trading 3D printer	100.00%	100.00%	100.00%
XYZprinting, Inc.	XYZprinting Netherlands, B.V.	Trading 3D printer	100.00%	100.00%	100.00%

Investor	Subsidiary	Main businesses	Percentage of ownership (%) March 31, 2021	December 31, 2020	March 31, 2020
XYZprinting, Inc.	XYZprinting (Thailand) Co., Ltd.	Trading 3D printer	100.00%	100.00%	100.00%
XYZprinting, Inc.	XYZlife (Philippines) Inc.	Sales of medical beauty goods	100.00%	100.00%	100.00%
XYZprinting, Inc.	XYZprinting (Suzhou) Co., Ltd. (Note 5)	Trading 3D printer	100.00%	100.00%	-
XYZprinting, Inc.	XYZprinting (Shanghai) Cloud Technology Co., Ltd. (Note 5)	Internet technology development	100.00%	100.00%	-
XYZprinting, Inc. (SAMOA)	XYZprinting (Suzhou) Co., Ltd. (Note 5)	Trading 3D printer	-	-	100.00%
XYZprinting, Inc. (SAMOA)	XYZprinting (Shanghai) Cloud Technology Co., Ltd. (Note 5)	Internet technology development	-	-	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	XYZprinting, Inc. (Note 1)	Trading 3D printer	46.40%	46.40%	46.40%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Manufacturing	100.00%	100.00%	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Electronics and Communications (Suzhou) Co., Ltd.	Manufacturing	100.00%	100.00%	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Technology (Suzhou) Co., Ltd.	Manufacturing	100.00%	100.00%	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	Logistar International Holding Co., Ltd.	Dealer	100.00%	100.00%	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal Comp (Malaysia) SDN. BHD.	Manufacturing	100.00%	100.00%	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Electronics & Communications Co., Ltd.	Purchase of raw material, research and development	100.00%	100.00%	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Electronics (USA) Co., Ltd.	Manufacturing	100.00%	100.00%	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Technology (Philippines), Inc.	Manufacturing	19.19%	19.19%	19.19%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Electronics de Mexico Co., S.A. de C.V.	Manufacturing	100.00%	100.00%	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Holding (Brasil) S.A.	Holding Company	99.99%	99.99%	99.99%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda.	Manufacturing	0.82%	0.82%	0.82%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Big Data, Inc.	Medical equipment, data processing and provision service	50.00%	50.00%	50.00%

			Percentage of ownership (%)		
Investor	Subsidiary	Main businesses	March 31, 2021	December 31, 2020	March 31, 2020
Cal-Comp Electronics (Thailand) Public Company Limited	QBit Semiconductor Holding Ltd.	Holding Company	91.60%	91.60%	93.98%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp (India) Private Limited (Note 3)	Operating and designing electronic products	100.00%	100.00%	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	New Era AI Robotic Limited	Holding Company	50.00%	50.00%	50.00%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Automation and Industrial 4.0 Service (Thailand) Co., Ltd.	Auto-manage producing system development	100.00%	100.00%	100.00%
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Precision Holding Co., Ltd.	Holding Company	99.92%	95.00%	95.00%
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	ICKP (Beijing) Technology Development Co., Ltd.	Developing 3D printers and AI equipments	80.00%	80.00%	80.00%
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Cal-Comp Optical Electronics (Yueyang) Co., Ltd.	Manufacturing and sales of new printing device, electronic components and their components	100.00%	100.00%	100.00%
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	NKG Advanced Intelligence & Technology Development (Yueyang) Co., Ltd.	Manufacturing and sales of advanced intelligence electronical equipments and related parts	100.00%	100.00%	100.00%
Cal-Comp Precision Holding Co., Ltd.	Cal-Comp Precision (Singapore) Limited	Holding and distribution	100.00%	100.00%	100.00%
Cal-Comp Precision (Singapore) Limited	Cal-Comp Precision (Thailand) Limited	Injecting precision plastical parts	100.00%	100.00%	100.00%
Cal-Comp Precision (Singapore) Limited	Cal-Comp Precision (Malaysia) SDN. BHD.	Injecting precision plastical parts	100.00%	100.00%	100.00%
Cal-Comp Precision (Singapore) Limited	Cal-Comp Precision (Dongguan) Limited	Injecting precision plastical parts; designing and manufacturing of molding for plastic	100.00%	100.00%	100.00%
Cal-Comp Precision (Singapore) Limited	Cal-Comp Precision (Yueyang) Co., Ltd.	Injecting precision plastical parts	100.00%	100.00%	100.00%
Cal-Comp Precision (Singapore) Limited	Cal-Comp Precision (Philippines), Inc. (Note 7)	Injecting precision plastical parts	100.00%	100.00%	-
Cal-Comp Precision (Thailand) Limited	Cal-Comp Precision (Wujiang) Co., Ltd. (Note 4)	Injecting precision plastical parts	100.00%	100.00%	100.00%
Cal-Comp Precision (Thailand) Limited	Cal-Comp Precision (Philippines), Inc. (Note 7)	Injecting precision plastical parts	-	-	100.00%
Cal-Comp Holding (Brasil) S.A.	Cal-Comp Industria de Semicondutores S.A.	Manufacturing	58.03%	58.03%	58.03%
Cal-Comp Holding (Brasil) S.A.	Cal-Comp Industria e Comercio de Electronicos e Informatica Ltda.	Manufacturing	99.18%	99.18%	99.18%
Cal-Comp Electronics (USA) Co., Ltd.	Cal-Comp USA (San Diego), Inc.	Manufacturing	100.00%	100.00%	100.00%
Cal-Comp Electronics (USA) Co., Ltd.	Cal-Comp USA (Indiana), Inc.	Manufacturing	100.00%	100.00%	100.00%
QBit Semiconductor Holding Ltd.	QBit Semiconductor Ltd.	Design semiconductors	100.00%	100.00%	100.00%

Investor	Subsidiary	Main businesses	Percentage of ownership (%) March 31, 2021	December 31, 2020	March 31, 2020
CastleNet Technology Inc.	CastleNet Technology (BVI) Inc.	Holding Company	100.00%	100.00%	100.00%
CastleNet Technology (BVI) Inc.	CastleNet Technology Inc. (Kunshan)	Design and manufacture of modem, sale of self-production	100.00%	100.00%	100.00%
Cal-Comp Big Data, Inc.	Cal-Comp Big Data International Ltd.	Reinvestment on domestic and overseas business	100.00%	100.00%	100.00%
New Era AI Robotic Limited	New Era AI Robotic Inc.	Trading robot and applications development	100.00%	100.00%	100.00%

Note 1: The Company determined that it has control over XYZprinting, Inc. due to the Company and its subsidiary Cal-Comp Electronics (Thailand) Public Company Limited have obtained over 50% of ownership interests. The company included it in the consolidated financial statements.

Note 2: Although the ownership interests in Cal-Comp Electronics (Thailand) Public Company Limited is less than 50%, the Company determined that it has control over Cal-Comp Electronics (Thailand) Public Company Limited. This is due to the fact that the Company has obtained control over half of the board of Cal-Comp Electronics (Thailand) Public Company Limited and the remaining ownership is dispersed. The Company could obtain proxies to achieve relative majority in the absence of a contractual arrangement. The Company is able to appoint or approve the key management personnel of Cal-Comp Electronics (Thailand) Public Company Limited who are capable of directing the related activities. The Company therefore incorporated Cal-Comp Electronics (Thailand) Public Company Limited and its subsidiaries into the consolidated financial statements.

Note 3: The board of directors of Cal-Comp Electronics (Thailand) Public Company Limited resolved to approve the closing down of Cal-Comp (India) Private Limited, its subsidiary in India, in a meeting the Company held in the fourth quarter of 2018. Till the financial report date, the closing procedures had not been completed.

Note 4: Cal-Comp Precision (Wujiang) Co., Ltd. completed cancellation of foreign investment registration. Till the financial report date, this company had not completed liquidation procedure in local tax authority.

Note 5: To work in line with the Group's long-term development, the Group adjusted its investment structure. XYZprinting (Suzhou) Co., Ltd. and XYZprinting (Shanghai) Cloud Technology Co., Ltd. were directly invested by XYZprinting, Inc. since the fourth quarter of 2020.

Note 6: Forward International Ltd. was dissolved in the fourth quarter of 2020 and had completed liquidation procedure in local tax authority.

Note 7: To work in line with the Group's long-term development, the Group adjusted its investment structure. Cal-Comp Precision (Philippines), Inc. was directly invested by Cal-Comp Precision (Singapore) Limited since the second quarter of 2020.

Note 8: Cal-Comp Biotech Co., Ltd. was dissolved in the third quarter of 2020. Till the financial report date, this company had not completed liquidation procedure in local tax authority.

Note 9: XYZprinting, Inc. (SAMOA) was dissolved in the first quarter of 2021 and had completed liquidation procedure in local tax authority.

The financial statements of some of the consolidated subsidiaries listed above had not been reviewed by accountants. Those statements reflect total assets of NTD 6,821,612 thousand and NTD 1,175,136 thousand of the consolidated total assets, and total liabilities of NTD 4,413,084 thousand and NTD 182,628 thousand of the consolidated total liabilities as of March 31, 2021 and 2020, respectively. Total comprehensive income amounted to NTD 164,748 thousand, NTD 53 thousand of the consolidated total comprehensive income for the three-month period ended March 31, 2021 and 2020, respectively.

(4) The same accounting policies applied in the Group's consolidated financial statements for the three-month period ended March 31, 2021 as those applied in the Group's consolidated financial statements for the year ended December 31, 2020 except for description below. For summary of other significant accounting policies, please refer to the Group's consolidated financial statements for the year ended December 31, 2020.

A. Pension cost for an interim period is calculated on a year-to-date by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted and disclosed for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events.

B. Interim period income tax expense is accrued using the tax rate that would be applicable to expected total annual earnings, that is, the estimated average annual effective income tax rate applied to the pre-tax income of the interim period. The estimated average annual effective income tax rate only includes current income tax. The recognition and measurement of deferred tax follows annual financial reporting requirements in accordance with IAS 12. The Group recognizes the effect of change in tax rate for deferred taxes in full if the new tax rate is enacted by the end of the interim reporting period, by charging to profit or loss, other comprehensive income, or directly to equity.

5. Significant accounting judgments, estimates and assumptions

The same significant accounting judgments, estimates and assumptions have been applied in the Group's consolidated financial statements for the three-month period ended March 31, 2021 as those applied in the Group's consolidated financial statements for the year ended December 31, 2020. For significant accounting judgments, estimates and assumptions, please refer to the Group's consolidated financial statements for the year ended December 31, 2020.

6. Contents of significant accounts

(1) Cash and cash equivalents

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Petty cash / revolving funds	$4,824	$5,263	$6,581
Cash in banks	8,107,888	6,083,611	7,585,732
Time deposit	1,055,034	947,088	2,387,427
Cash equivalents	171,931	96,562	60,450
Total	$9,339,677	$7,132,524	$10,040,190

Please refer to Note 12 for more details on credit risk.

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

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Financial assets mandatorily measured at fair value through profit or loss:			
Convertible corporate bond	$1,566,361	$1,608,961	$1,620,328
Structured deposit	1,553,154	1,742,291	128,323
Total	$3,119,515	$3,351,252	$1,748,651
Current	$1,645,099	$1,742,291	$128,323
Non-current	1,474,416	1,608,961	1,620,328
Total	$3,119,515	$3,351,252	$1,748,651
Financial liabilities mandatorily measured at fair value through profit or loss:			
Derivatives not designated as hedging instruments	$1,744	$374	$-

A. In December 2019, the Group obtained convertible corporate bonds issued by Superhero Patterns, Inc. for KRW 54,990,000 thousand. On the basis of the contract, the Group may convert the bonds into ordinary shares of Superhero Patterns, Inc. at KRW 1,000 for one share at any time after January 1, 2022 and expire on December 26, 2024. The Group recognized aforementioned shares as financial assets at fair value through profit or loss, mandatorily measured at fair value.

B. Financial assets at fair value through profit or loss were not pledged.

C. Please refer to Note 12 for more details on derivative investments held by the Group.

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

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Equity instrument investments measured at fair value through other comprehensive income－current:			
Listed companies stocks	$466,999	$320,922	$110,620
Equity instrument investments measured at fair value through other comprehensive income－non-current:			
Listed companies stocks	3,832,161	3,157,283	2,639,135
Unlisted companies stocks	934,501	886,360	1,044,022
Subtotal	4,766,662	4,043,643	3,683,157
Total	$5,233,661	$4,364,565	$3,793,777

A. Dawning Leading Technology Inc., an unlisted company whose shares were partially held by the Group, was merged with King Yaun Electronics Co., Ltd. at a consideration of NTD 3 per share in the year of 2018. Dawning Leading Technology Inc. was the extinguished entity following the merger. At the same year, the Group requested Dawning Leading Technology Inc. to buy back its shares at fair value and filed to the court for a decision. The Group and King Yaun Electronics Co., Ltd. reached a settlement agreement in August 2020 to buy back the shares at NTD 8.2 per share. When derecognizing the asset in the third quarter of 2020, the Group transferred the previously recognized accumulated unrealized loss in the amount of $114,380 thousand from other equity interest to retained earnings in accordance with relevant accounting rules.

B. For equity instrument investments measured at fair value through other comprehensive income, the Group recognized dividend income in the amount of $242,606 thousand and $0 thousand for the three-month period ended March 31, 2021 and 2020, respectively. The aforementioned dividend income was related to investments held at the end of the reporting period.

C. Financial assets at fair value through other comprehensive income were not pledged.

(4) Financial assets at amortized cost

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Time deposit and cash in banks	$55,114	$43,969	$43,267
Trust deposit	536,937	-	-
Less: loss allowance	-	-	-
Total	$592,051	$43,969	$43,267
Current	$582,149	$33,617	$35,590
Non-current	9,902	10,352	7,677
Total	$592,051	$43,969	$43,267

A. Please refer to Note 12 for more details on credit risk.

B. Please refer to Note 8 for more details on financial assets at amortized cost under pledge for bank loan and court litigation.

C. Please refer to Note 6(10) for more details on trust deposit.

(5) Notes receivable

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Notes receivable arising from operating activities	$139,139	$161,215	$64,657
Less: loss allowance	(206)	(203)	-
Total	$138,933	$161,012	$64,657

A. Notes receivable were not pledged.

B. The Group follows the requirement of IFRS 9 to assess the impairment. Please refer to Note 6(23) for more details on loss allowance and Note 12 for more details on credit risk.

(6) Accounts receivable and accounts receivable due from related parties

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Accounts receivable	$27,407,488	$26,176,564	$20,365,703
Less: loss allowance	(73,205)	(75,413)	(50,173)
Subtotal	27,334,283	26,101,151	20,315,530
Accounts receivable due from related parties	83,957	96,172	52,672
Less: loss allowance	-	-	-
Subtotal	83,957	96,172	52,672
Total	$27,418,240	$26,197,323	$20,368,202

A. Accounts receivable were not pledged.

B. Accounts receivable credit terms are generally on 30 to 180 day terms. The total carrying amount as of March 31, 2021, December 31, 2020 and March 31, 2020 was $27,630,584 thousand, $26,433,951 thousand and $20,483,032 thousand, respectively. Please refer to Note 6(23) for more details on loss allowance of account receivables for the three-month period ended March 31, 2021 and 2020. Please refer to Note 12 for more details on credit risk.

C. Transferred financial assets that were derecognised in their entirety

The Group entered into accounts receivable factoring agreements (without recourse) with a financial institute. Under the agreements, the Group has transferred the contractual rights to receive the cash flows of the financial asset. Pursuant to the factoring agreements, the Group does not bear the credit risk that the accounts receivables are not paid when due. Therefore the related financial assets were derecognized in their entirety as they met the requirement of derecognition. The transferred assets fully derecognised were as follows:

As of March 31, 2021:

(In thousands)

The Factor (Transferee)	Accounts receivable transferred	Accounts receivable derecognized	Interest rate	Credit Line
Citibank	USD 235,403	(USD 235,403)	1.36%~1.47%	(Note)
HSBC	USD 104,399	(USD 104,399)	1.86%~1.89%	(Note)
MUFG	USD 22,219	(USD 22,219)	1.15%~1.17%	(Note)

As of December 31, 2020:

(In thousands)

The Factor (Transferee)	Accounts receivable transferred	Accounts receivable derecognized	Interest rate	Credit Line
Citibank	USD 231,040	(USD 231,040)	1.39%~1.50%	(Note)
HSBC	USD 145,682	(USD 145,682)	1.90%~1.94%	(Note)
MUFG	USD 15,546	(USD 15,546)	1.20%~1.21%	(Note)

As of March 31, 2020:

(In thousands)

The Factor (Transferee)	Accounts receivable transferred	Accounts receivable derecognized	Interest rate	Credit Line
Citibank	USD 101,959	(USD 101,959)	1.70%~2.72%	(Note)
HSBC	USD 144,332	(USD 144,332)	2.71%~2.41%	(Note)
Bank of America	USD 11,273	(USD 11,273)	1.62%	(Note)
Standard Chartered	-	-	-%	USD 24,000

Note : Under the factoring agreement entered into by the Group, customers and financial institutions, the financial institutions will buy the accounts receivable of the Group within the line of credit negotiated by the customers and the financial institutions.

D. To appropriately classify the account receivable, the Group follows IFRS 9 to assess the business model the account receivables were held within. Accounts receivable in the amount of USD 120,721 thousand, USD 263,826 thousand, and USD 70,482 thousand as of March 31, 2021, December 31, 2020 and March 31, 2020, respectively, were sold to the aforementioned financial institutions in the subsequent period (the financial assets classified as financial assets at fair value through profit or loss).

E. The financial costs incurred from the aforementioned account receivables factoring transactions that were derecognized were $28,033 thousand and $23,524 thousand for the three-month period ended March 31, 2021 and 2020, respectively.

(7) Other receivables

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Receivable due from settlement of forward contract	$61,730	$287,145	$1,113,436
Molds receivable	226,014	152,368	174,398
Grants receivable－government	2,994,209	1,879,488	208,887
Others (Note)	424,033	483,945	170,748
Total	$3,705,986	$2,802,946	$1,667,469

Note：Individual amount not exceeded $100,000 thousand were aggregated as others.

Please refer to Note 6(23) for more details on the Group’s assessment of loss allowance for other receivables

(8) Inventories

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Raw materials	$14,189,019	$14,327,976	$12,784,884
Work in process	2,452,741	1,186,978	2,830,169
Finished goods	4,153,899	2,798,770	2,702,160
Merchandise inventory	438,292	617,019	707,660
Goods in transit	1,115,396	1,416,206	1,438,018
Total	$22,349,347	$20,346,949	$20,462,891

A. Expense and loss incurred on inventories for the three-month period ended March 31, 2021 and 2020 were as follows:

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Cost of inventories sold	$31,338,199	$26,196,869
Expense recognized from inventory write-down to net realizable value	207,581	4,591
Total	$31,545,780	$26,201,460

B. Inventories were not pledged.

(9) Prepayments

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Business tax paid (or Input VAT)	$505,150	$489,145	$382,484
Excess business tax paid (or Net Input VAT)	45,027	69,721	130,132
Prepayments to suppliers	245,761	272,575	249,590
Others (Note)	114,430	103,081	160,774
Total	$910,368	$934,522	$922,980

Note：Individual amount not exceeded $100,000 thousand were aggregated as others.

(10) Non-current assets held for sale, net

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Assets classified as non-current assets held for sale：			
Property, plant and equipment	$588,698	$599,020	$-
Right-of-use assets	89,451	89,874	-
Other non-current assets	9,773	9,844	-
Total	$687,922	$698,738	$-

To effectively integrate production resources and activate the use of funds, the Group's subsidiary, Cal-Comp Electronics (Thailand) Public Company Limited, resolved to approve the disposal of right-of-use assets- land and plants of its subsidiary, Cal-Comp Electronics and Communications (Suzhou) Co., Ltd., at the board meeting held on October 20, 2020. Cal-Comp Electronics (Thailand) Public Company Limited signed the sale and purchase agreement with the buyer regarding the aforementioned transaction in November 2020 at the price of CNY 121,500 thousand. As of the financial reporting date, CNY 121,500 thousand has been collected (with CNY 109,350 thousand deposited in trust account and acccounted under financial assets at amortised cost), and the disposal procedure of transferring property rights is expected to be completed within 2021. The aforementioned assets were measured at the lower of cost or fair value less the cost of sales in accordance with the standards and were classified as non-current assets held for sale. The amount of impairment loss of such assets recognized in 2020 was $154,617 thousand.

To effectively integrate production resources and activate the use of funds, the Group's subsidiary, CastleNet Technology Inc., resolved to approve the disposal of right-of-use assets- land and property, plant and equipment of its subsidiary, CastleNet Technology Inc. (Kunshan), at the board meeting held on December 18, 2020. CastleNet Technology Inc. signed the sale and purchase agreement with the buyer regarding the aforementioned transaction on February 4, 2021 at the price of CNY 71,500 thousand. As of the financial reporting date, CNY 14,300 thousand has been collected (all deposited in trust account and accounted under financial assets at amortised cost), and the disposal procedure of transferring property rights is expected to be completed within 2021. The aforementioned assets were measured at the lower of cost or fair value less the cost of sales in accordance with the standards and were classified as non-current assets held for sale. According to the price of the sale and purchase agreement, no impairment loss has been recognized.

(11) Investments accounted for using equity method

A. Investments accounted for using equity method consisted were as follows:

	As of					
	March 31, 2021		December 31, 2020		March 31, 2020	
Investee companies	Carrying amount	% of ownership	Carrying amount	% of ownership	Carrying amount	% of ownership
Associates						
AcBel Polytech Inc.	$2,422,352	24.16%	$2,404,786	24.16%	$2,234,372	24.16%
Ascendant Private Equity Investment Ltd.	984,454	34.72%	994,877	34.72%	976,459	34.72%
Teleport Access Services, Inc.	232,385	23.70%	232,237	23.70%	238,085	23.70%
Others (Note)	123,480		125,832		105,255	
Total	$3,762,671		$3,757,732		$3,554,171	

Note: Individual investment amount not exceeded $100,000 thousand were aggregated as others.

B. Investments in associates

Information on the material associate of the Group:

(a) Company name: AcBel Polytech Inc.

Nature of the relationship with the associate: AcBel Polytech Inc. is in the business of manufacturing and selling related products in the Group's industry chain. The Group invested in AcBel Polytech Inc. for the purpose of upstream/downstream integration.

Principal place of business (country of incorporation): Taiwan

Fair value of the investment in the associate when there is a quoted market price for the investment: AcBel Polytech Inc. is a listed entity on the Taiwan Stock Exchange (TWSE). The fair value of the investment in AcBel Polytech Inc. was $3,612,639 thousand, $3,612,639 thousand and $2,239,961 thousand as of March 31, 2021, December 31, 2020 and March 31, 2020, respectively.

Reconciliation of the associate's summarized financial information presented to the carrying amount of the Group's interest in the associate:

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Current assets	$18,099,677	$18,403,526	$15,126,251
Non-current assets	8,837,721	8,572,372	6,841,079
Current liabilities	(12,444,345)	(13,075,120)	(9,620,780)
Non-current liabilities	(3,815,157)	(3,257,184)	(2,484,036)
Equity	10,677,896	10,643,594	9,862,514
Non-controlling interest	(651,603)	(690,011)	(614,284)
Shareholders of the parent	10,026,293	9,953,583	9,248,230
Proportion of the Group's ownership	24.16%	24.16%	24.16%
Carrying amount of the investment	$2,422,352	$2,404,786	$2,234,372

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Operating revenue	$4,858,217	$4,863,741
Profit from continuing operations	101,159	39,605
Other comprehensive income, net	(15,438)	(22,326)
Total comprehensive income	85,721	17,279

(b) The Group's investments in other companies were not individually material. The aggregate carrying amount of the Group's interests in other companies was $1,340,319 thousand, $1,352,946 thousand and $1,319,799 thousand as of March 31, 2021, December 31, 2020 and March 31, 2020, respectively. The aggregate financial information based on Group's share of other companies was as follows:

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Loss from continuing operations	$(6,375)	$(10,441)
Other comprehensive income, net	(6,483)	(79,724)
Total comprehensive income	$(12,858)	(90,165)

C. As of March 31, 2021, December 31, 2020 and March 31, 2020, the difference (Goodwill) between the costs of investment and net equity was all $115,377 thousand.

D. The aforementioned investments in associate had no contingent liabilities or capital commitments as of March 31, 2021, December 31, 2020 and March 31, 2020.

E. Although the Group is the first major shareholder of some associates; after comprehensive assessment, the Group does not own the major voting rights as the remaining voting rights holders are able to align and prevent the Group from ruling the relevant operation. Therefore, the Group has no control but has significant influence over the aforementioned associates.

F. The financial statements of certain investments accounted for using equity method were not reviewed by independent accountants. The carrying amount of these investments amounted to $1,340,319 thousand and $1,319,799 thousand as of March 31, 2021 and 2020, respectively. The share of the profit or loss of these associates and joint ventures accounted for using the equity method amount to $(6,375) thousand and $(10,441) thousand for the three-month period ended March 31, 2021 and 2020, respectively. The share of other comprehensive income of these associates and joint ventures accounted for using the equity method amount to $(6,483) thousand and $(79,724) thousand for the three-month period ended March 31, 2021 and 2020, respectively.

(12) Property, plant and equipment

A. Movements of property, plant and equipment of the Group for the three-month period ended March 31, 2021 and 2020 were as follows:

	Land	Buildings and structures	Machinery and molding equipment	Miscellaneous Equipment	Construction in progress and equipment awaiting examination	Total
Cost:						
As of January 1, 2021	$1,871,356	$15,219,842	$22,050,914	$3,726,153	$1,749,260	$44,617,525
Additions	-	222,305	328,898	63,389	409,583	1,024,175
Disposals	-	(3,372)	(888,442)	(167,186)	(240)	(1,059,240)
Reclassification, effect of exchange rate changes and other changes	(4,944)	358,333	(715,110)	79,847	(581,160)	(863,034)
As of March 31, 2021	$1,866,412	$15,797,108	$20,776,260	$3,702,203	$1,577,443	$43,719,426
As of January 1, 2020	$1,894,587	$15,490,528	$22,874,108	$3,757,762	$1,917,985	$45,934,970
Additions	-	474,224	792,579	47,313	242,217	1,556,333
Disposals	-	-	(555,631)	(51,876)	(91)	(607,598)
Reclassification, effect of exchange rate changes and other changes	(1,454)	(119,332)	(702,430)	(67,200)	(156,651)	(1,047,067)
As of March 31, 2020	$1,893,133	$15,845,420	$22,408,626	$3,685,999	$2,003,460	$45,836,638
Accumulated depreciation and impairment:						
As of January 1, 2021	$-	$5,147,222	$13,854,732	$2,552,941	$-	$21,554,895
		143,235	483,257	86,555	-	713,047
Depreciation	-	(2,511)	(869,617)	(160,578)	-	(1,032,706)
Reclassification, effect of exchange rate changes and other changes	-	(25,563)	(119,757)	14,685	-	(130,635)
As of March 31, 2021	$-	$5,262,383	$13,348,615	$2,493,603	$-	$21,104,601
As of January 1, 2020	$-	$4,863,646	$13,883,592	$2,494,132	$-	$21,241,370
Depreciation		145,415	528,248	90,647	-	764,310
Impairment loss	-	-	(492,234)	(45,770)	-	(538,004)
Reclassification, effect of exchange rate changes and other changes	-	(61,625)	(106,662)	(41,611)	-	(209,898)
As of March 31, 2020	$-	$4,947,436	$13,812,944	$2,497,398	$-	$21,257,778
Net carrying amount as of:						
March 31, 2021	$1,866,412	$10,534,725	$7,427,645	$1,208,600	$1,577,443	$22,614,825
December 31, 2020	$1,871,356	$10,072,620	$8,196,182	$1,173,212	$1,749,260	$23,062,630
March 31, 2020	$1,893,133	$10,897,984	$8,595,682	$1,188,601	$2,003,460	$24,578,860

B. Capitalized borrowing costs of construction in progress for the three-month period ended March 31, 2021 and 2020 were $2,619 thousand and $0 thousand, with capitalization rate of borrowing costs at 5.85%~9.00% and 0%, respectively.

C. The significant part and useful life of the Group's buildings included the following:

Primary buildings	25~60 years
Construction and renovation	2~48 years
Water & electric, air conditioning and fire extinguisher engineering	3~31 years

D. Please refer to Note 8 for more details on property, plant and equipment under pledge.

E. During the year of 2019, some subsidiaries of the Group joined grant agreements with local government to subsidize the purchase of equipment. The aforementioned cooperation agreement is a NDA (Non-disclosed agreement), thus the Group does not disclosure content of the agreement. As of March 31, 2021, December 31, 2020 and March 31, 2020, the Group received $4,142,971 thousand, $3,797,571 thousand and $3,759,505 thousand, respectively of grants provided by the local government. As stated in Note 4, the accounting policies of government grants, the Group elected to deduct the book value of the related assets as they relate to assets. In addition, as of March 31, 2021, December 31, 2020 and March 31, 2020, the Group had prepaid for equipment approximately $804,988 thousand, $614,670 thousand and $202,036 thousand accounted for other receivables, respectively.

The production equipment procurement by using aforementioned local government grants which had been accepted for $3,707,820 thousand, $3,592,985 thousand and $1,714,589 thousand as of March 31, 2021, December 31, 2020 and March 31, 2020, respectively. These production equipment should recognize depreciation expense for $181,324 thousand and $64,907 thousand based on the useful life for the three-month period ended March 31, 2021 and 2020. As stated in the accounting policy for the government subsidy of the Group, recognizing grant in income and also deducting depreciation expenses on the basis of related assets useful life. Thus, these aforementioned production equipment resulted in no impact from net depreciation in income and the Group did not recognize related depreciation expense for the three-month period ended March 31, 2021 and 2020.

(13) Investment property

A. The Group's investment properties were owned investment properties. The Group has entered into commercial property leases on its owned investment properties with remaining terms of 1.33 years. Movements of investment property of the Group for the three-month period ended March 31, 2021 and 2020 were as follows:

	Buildings and Structures
Cost:	
As of January 1, 2021	$229,793
Reclassification, effect of exchange rate changes and other changes	443
As of March 31, 2021	$230,236
As of January 1, 2020	$239,260
Reclassification, effect of exchange rate changes and other changes	1,955
As of March 31, 2020	$241,215
Accumulated depreciation and impairment:	
As of January 1, 2021	$74,569
Depreciation	4,358
Reclassification, effect of exchange rate changes and other changes	169
As of March 31, 2021	$79,096
As of January 1, 2020	$60,191
Depreciation	4,566
Reclassification, effect of exchange rate changes and other changes	509
As of March 31, 2020	$65,266
Net carrying amount as of:	
March 31, 2021	$151,140
December 31, 2020	$155,224
March 31, 2020	$175,949

B. The rental income and direct operating expenses of the investment property were stated as follows:

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Rental income from investment property	$6,316	$6,356
Deduct: direct operating expenses derived from investment property with rental revenue in current period	(5,072)	(5,367)
Total	$1,244	$989

C. Investment properties held by the Group are not measured at fair value but for which the fair value is disclosed. The fair value measurements of the investment properties were categorized within Level 3. The fair value of investment properties held by the Group amounted to $179,586 thousand, $179,240 thousand and $187,566 thousand as of March 31, 2021, December 31, 2020 and March 31, 2020, respectively. The aforementioned fair value was determined based on the fair value which were appraised by independent appraiser in 2018 and changes in the local real estate market plus the cost incurred afterward years.

D. Investment properties were not pledged.

(14) Intangible assets

A. Movements of the intangible assets of the Group for the three-month period ended March 31, 2021 and 2020 were as follows:

	Patents	Computer software	Know-how and others	Intangible assets under development	Total
Cost:					
As of January 1, 2021	$738,038	$412,742	$320,357	$70,618	$1,541,755
Additions	16,172	1,901	-	-	18,073
Disposals	-	(114,524)	-	-	(114,524)
Reclassification, effect of exchange rate changes and other changes	70,604	(10,425)	(80)	(70,618)	(10,519)
As of March 31, 2021	$824,814	$289,694	$320,277	$-	$1,434,785
As of January 1, 2020	$460,397	$157,394	$323,548	$70,618	$1,011,957
Additions	4,215	987	-	43,952	49,154
Disposals	(4,052)	-	-	-	(4,052)
Reclassification, effect of exchange rate changes and other changes	(24)	81,194	536	1,018	82,724
As of March 31, 2020	$460,536	$239,575	$324,084	$115,588	$1,139,783
Amortization and impairments:					
As of January 1, 2021	$100,904	$250,741	$230,638	$-	$582,283
Amortization	11,083	18,670	306	-	30,059
Disposals	-	(114,524)	-	-	(114,524)
Impairment loss	48,671	-	42,861	-	91,532
Reclassification, effect of exchange rate changes and other changes	12	(4,245)	105	-	(4,128)
As of March 31, 2021	$160,670	$150,642	$273,910	$-	$585,222

	Patents	Computer software	Know-how and others	Intangible assets under development	Total
As of January 1, 2020	$64,987	$89,812	$212,672	$-	$367,471
Amortization	8,204	14,442	9,176	-	31,822
Disposals	(4,024)	-	-	-	(4,024)
Impairment loss	2,887	-	-	-	2,887
Reclassification, effect of exchange rate changes and other changes	14	23,216	33	-	23,263
As of March 31, 2020	$72,068	$127,470	$221,881	$-	$421,419
Net carrying amount as of:					
March 31, 2021	$664,144	$139,052	$46,367	$-	$849,563
December 31, 2020	$637,134	$162,001	$89,719	$70,618	$959,472
March 31, 2020	$388,468	$112,105	$102,203	$115,588	$718,364

B. Amortization expense of intangible assets were stated as follows:

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Operating cost	$2,309	$1,746
Operating expenses	27,750	30,076
Total	$30,059	$31,822

(15) Current borrowings

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Unsecured bank loans	$26,145,907	$21,588,074	$22,957,697
Secured bank loans	165,010	143,221	103,066
Total	$26,310,917	$21,731,295	$23,060,763
Unused amount	$33,088,132	$42,354,987	$46,795,174
Interest rate	0.78%~6.25%	0.80%~6.38%	0.90%~7.25%

Please refer to Note 8 for more details on assets pledged as security for current borrowings.

(16) Short-term notes and bills payable

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Short-term notes	$1,614,000	$1,534,000	$1,540,000
Discount of short-term notes	(1,021)	(1,085)	(786)
Total	$1,612,979	$1,532,915	$1,539,214
Interest rate	0.94%~1.18%	0.94%~1.18%	1.02%~1.54%

(17) Other payables

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Payable due to settlement of forward contract	$71,908	$316,934	$852,678
Wages, salaries and bonus payable	1,251,165	1,671,569	1,323,324
Real estate and equipment payable	468,878	134,607	531,275
Dividends payable	427,590	159	483,102
Commissions payable	-	131,301	294,291
Others (Note)	2,172,283	2,393,383	831,503
Total	$4,391,824	$4,647,953	$4,316,173

Note: Individual amount not exceeded $100,000 thousand were aggregated as others.

(18) Non-current borrowings

A. Details of non-current borrowings as of March 31, 2021, December 31, 2020 and March 31, 2020 were as follows:

Creditor	As of March 31, 2021	Payment of principal
E.Sun Bank – Syndication unsecured loan	$4,930,848 (USD 172,800)	The tenure of the loan is from December 26, 2018 to December 25, 2020. The borrower was entitled to extend the loan for two years by notifying the bank issuing the syndicated loan in writing from twelve months to three months prior to the expiration of the tenure. Each banks will exercise consent independently. The term is extended to December 23, 2022, the principal should be repaid semi-annually in 5 installments starting from December 25, 2020.

Creditor	As of March 31, 2021	Payment of principal
KGI Bank – Unsecured loan	$1,400,000	The period of the loan is from December 28, 2020 to December 18, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Yuanta Commercial Bank – Unsecured loan	400,000	The period of the loan is from June 11, 2020 to June 7, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Chang Hwa Commercial Bank – Unsecured loan	300,000	The period of the loan is from November 11, 2019 to November 11, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Hua Nan Commercial Bank – Unsecured loan	200,000	The period of the loan is from November 11, 2020 to November 11, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Hua Nan Commercial Bank – Unsecured loan	600,000	The period of the loan is from June 15, 2020 to June 15, 2023. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Bank of Taiwan – Unsecured loan	1,000,000	The period of the loan is from November 27, 2019 to November 25, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
O-Bank – Unsecured loan	675,000	The period of the loan is from December 14, 2020 to December 13, 2023. After receiving the loan 1 and 2 years later, the principal should be each repaid $50,000 thousand. The rest of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
E.Sun Bank – Unsecured loan	500,000	The period of the loan is from November 22, 2019 to November 18, 2022. After receiving the loan 2 years later, the principal should be repaid quarterly in 5 installments. Interest is payable quarterly.
E.Sun Bank – Unsecured loan	200,000	The period of the loan is from June 12, 2020 to June 12, 2023. After receiving the loan 2 years later, the principal should be repaid quarterly in 5 installments. Interest is payable quarterly.
E.Sun Bank – Unsecured loan	200,000	The period of the loan is from June 12, 2020 to June 12, 2023. After receiving the loan 2 years later, the principal should be repaid quarterly in 5 installments. Interest is payable quarterly.

Creditor	As of March 31, 2021	Payment of principal
E.Sun Bank – Unsecured loan	$200,000	The period of the loan is from June 18, 2020 to June 16, 2023. After receiving the loan 2 years later, the principal should be repaid quarterly in 5 installments. Interest is payable quarterly.
Jih Sun International Commercial Bank – Unsecured loan	600,000	The period of the loan is from December 10, 2020 to December 9, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Export-Import Bank of the Republic of China – Unsecured loan	62,500	The period of the loan is from May 21, 2018 to May 19, 2023. After receiving the loan 18 months later, the principal should be repaid semi-annually in 8 installments. Interest is payable monthly.
Far Eastern International Bank – Unsecured loan	500,000	The period of the loan is from November 10, 2020 to November 10, 2023. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Taiwan Cooperative Bank – Unsecured loan	250,000	The period of the loan is from November 27, 2019 to November 25, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Bank SinoPac – Unsecured loan	700,000	The period of the loan is from June 9, 2020 to June 9, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Bank SinoPac – Unsecured loan	700,000	The period of the loan is from June 30, 2020 to June 30, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Mega Bank – Unsecured loan	700,000	The period of the loan is from November 27, 2019 to November 25, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	17,369 (CNY 4,000)	The period of the loan is from June 9, 2017 to June 9, 2022. The principal should be repaid annually in 5 installments and interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	34,739 (CNY 8,000)	The period of the loan is from July 17, 2017 to July 17, 2022. The principal should be repaid annually in 5 installments and interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	17,369 (CNY 4,000)	The period of the loan is from August 29, 2017 to August 29, 2022. The principal should be repaid annually in 5 installments and interest is payable monthly.

Creditor	As of March 31, 2021	Payment of principal
SCSB Leasing (China) Co., Ltd. – Secured loan	$39,081 (CNY 9,000)	The period of the loan is from December 27, 2018 to December 27, 2023. The principal should be repaid annually in 5 installments and interest is payable monthly.
FCB Leasing Co., Ltd. – Secured loan	58,275 (CNY 13,420)	The period of the loan is from June 27, 2018 to June 27, 2021. The principal should be repaid monthly in 36 installments and interest is payable monthly.
Far Eastern International Leasing Corporation – Secured loan	21,712 (CNY 5,000)	The period of the loan is from August 10, 2018 to August 10, 2021. The principal should be repaid annually in 3 installments and interest is payable quarterly.
SinoPac International Leasing Corp.－Secured loan	28,450 (CNY 6,552)	The period of the loan is from November 28, 2019 to November 28, 2022. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
SinoPac International Leasing Corp.－Secured loan	54,055 (CNY 12,448)	The period of the loan is from January 17, 2020 to December 17, 2022. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
Taiwan Business Bank －Secured loan	5,570 (CNY 1,283)	The period of the loan is from December 9, 2019 to December 9, 2022. The principal should be repaid quarterly in 12 installments and interest is payable monthly.
Taiwan Business Bank －Secured loan	41,764 (CNY 9,618)	The period of the loan is from January 21, 2020 to January 21, 2023. The principal should be repaid quarterly in 12 installments and interest is payable monthly.
Hua Nan International Leasing Co., Ltd.－Secured loan	56,036 (CNY 12,904)	The period of the loan is from January 10, 2020 to January 10, 2023. The principal should be repaid monthly in 36 installments and interest is payable monthly.
Hua Nan International Leasing Co., Ltd. – Secured loan	40,497 (CNY 9,326)	The period of the loan is from July 24, 2020 to July 24, 2023. The principal should be repaid monthly in 36 installments and interest is payable monthly.
Taiwan Cooperative International Leasing Co., Ltd. – Secured loan	43,424 (CNY 10,000)	The period of the loan is from August 4, 2020 to August 4, 2023. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
Shanghai Pudong Development Bank Co., Ltd. – Secured loan	26,054 (CNY 6,000)	The period of the loan is from September 18, 2020 to September 18, 2025. 18 months after the start of the period, the principal should be repaid semi-annually in 8 installments and interest is payable monthly.

Creditor	As of March 31, 2021	Payment of principal
Shanghai Pudong Development Bank Co., Ltd. – Secured loan	$21,278 (CNY 4,900)	The period of the loan is from October 16, 2020 to September 18, 2025. 17 months after the start of the period, the principal should be repaid semi-annually in 8 installments and interest is payable monthly.
Shanghai Pudong Development Bank Co., Ltd. – Secured loan	73,820 (CNY 17,000)	The period of the loan is from January 26, 2021 to September 18, 2025. 13 months after the start of the period, the principal should be repaid semi-annually in 8 installments and interest is payable monthly.
Chailease International Financial Services Co., Ltd. (BVI) – Unsecured loan	26,054 (CNY 6,000)	The period of the loan is from January 13, 2020 to January 13, 2022. The principal should be repaid quarterly in 8 installments and interest is payable quarterly.
First Bank Manila – Unsecured loan	256,815 (USD 9,000)	The period of the loan is from May 28, 2020 to May 27, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Subtotal	14,980,710	
Less: current portion	(3,032,622)	
Total	$11,948,088	
Interest rate	1.01%~9.00%	

Creditor	As of December 31, 2020	Payment of principal
E.Sun Bank – Syndication unsecured loan	$4,921,344 (USD 172,800)	The tenure of the loan is from December 26, 2018 to December 25, 2020. The borrower was entitled to extend the loan for two years by notifying the bank issuing the syndicated loan in writing from twelve months to three months prior to the expiration of the tenure. Each banks will exercise consent independently. The term is extended to December 23, 2022, the principal should be repaid semi-annually in 5 installments starting from December 25, 2020.
KGI Bank – Unsecured loan	1,400,000	The period of the loan is from December 28, 2020 to December 18, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.

Creditor	As of December 31, 2020	Payment of principal
Yuanta Commercial Bank – Unsecured loan	$300,000	The period of the loan is from November 13, 2019 to December 10, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Yuanta Commercial Bank – Unsecured loan	400,000	The period of the loan is from June 11, 2020 to June 7, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Chang Hwa Commercial Bank – Unsecured loan	300,000	The period of the loan is from November 11, 2019 to November 11, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Hua Nan Commercial Bank – Unsecured loan	200,000	The period of the loan is from November 11, 2019 to November 11, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Hua Nan Commercial Bank – Unsecured loan	600,000	The period of the loan is from June 15, 2020 to June 15, 2023. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Bank of Taiwan – Unsecured loan	1,000,000	The period of the loan is from November 27, 2019 to November 25, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
O-Bank – Unsecured loan	675,000	The period of the loan is from December 14, 2020 to December 13, 2023. After receiving the loan 1 and 2 years later, the principal should be each repaid $50,000 thousand. The rest of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
E.Sun Bank – Unsecured loan	500,000	The period of the loan is from November 22, 2019 to November 18, 2022. After receiving the loan 2 years later, the principal should be repaid quarterly in 5 installments. Interest is payable quarterly.
E.Sun Bank – Unsecured loan	200,000	The period of the loan is from June 12, 2020 to June 12, 2023. After receiving the loan 2 years later, the principal should be repaid quarterly in 5 installments. Interest is payable quarterly.

Creditor	As of December 31, 2020	Payment of principal
E.Sun Bank – Unsecured loan	$200,000	The period of the loan is from June 12, 2020 to June 12, 2023. After receiving the loan 2 years later, the principal should be repaid quarterly in 5 installments. Interest is payable quarterly.
E.Sun Bank – Unsecured loan	200,000	The period of the loan is from June 18, 2020 to June 16, 2023. After receiving the loan 2 years later, the principal should be repaid quarterly in 5 installments. Interest is payable quarterly.
Jih Sun International Commercial Bank – Unsecured loan	600,000	The period of the loan is from December 10, 2020 to December 9, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Export-Import Bank of the Republic of China – Unsecured loan	62,500	The period of the loan is from May 21, 2018 to May 19, 2023. After receiving the loan 18 months later, the principal should be repaid semi-annually in 8 installments. Interest is payable monthly.
Far Eastern International Bank – Unsecured loan	500,000	The period of the loan is from November 10, 2020 to November 10, 2023. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Taiwan Cooperative Bank – Unsecured loan	300,000	The period of the loan is from November 27, 2019 to November 25, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Taiwan Cooperative Bank – Unsecured loan	200,000	The period of the loan is from June 22, 2020 to November 25, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Bank SinoPac – Unsecured loan	700,000	The period of the loan is from June 9, 2020 to June 9, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Bank SinoPac – Unsecured loan	700,000	The period of the loan is from June 30, 2020 to June 30, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Mega Bank – Unsecured loan	700,000	The period of the loan is from November 27, 2019 to November 25, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.

Creditor	As of December 31, 2020	Payment of principal
SCSB Leasing (China) Co., Ltd. – Secured loan	$17,459 (CNY 4,000)	The period of the loan is from June 9, 2017 to June 9, 2022. The principal should be repaid annually in 5 installments and interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	34,919 (CNY 8,000)	The period of the loan is from July 17, 2017 to July 17, 2022. The principal should be repaid annually in 5 installments and interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	17,459 (CNY 4,000)	The period of the loan is from August 29, 2017 to August 29, 2022. The principal should be repaid annually in 5 installments and interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	39,283 (CNY 9,000)	The period of the loan is from December 27, 2018 to December 27, 2023. The principal should be repaid annually in 5 installments and interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	32,300 (CNY 7,400)	The period of the loan is from May 20, 2020 to January 6, 2022. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
FCB Leasing Co., Ltd. – Secured loan	58,838 (CNY 13,480)	The period of the loan is from June 27, 2018 to June 27, 2021. The principal should be repaid monthly in 36 installments and interest is payable monthly.
Far Eastern International Leasing Corporation – Secured loan	21,824 (CNY 5,000)	The period of the loan is from August 10, 2018 to August 10, 2021. The principal should be repaid annually in 3 installments and interest is payable quarterly.
Shin Kong Leasing (Suzhou) Co., Ltd.－Secured loan	109,120 (CNY 25,000)	The period of the loan is from August 17, 2020 to August 17, 2023. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
SinoPac International Leasing Corp.－Secured loan	28,597 (CNY 6,552)	The period of the loan is from November 28, 2019 to November 28, 2022. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
SinoPac International Leasing Corp.－Secured loan	54,334 (CNY 12,448)	The period of the loan is from January 17, 2020 to December 17, 2022. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
Taiwan Business Bank －Secured loan	6,399 (CNY 1,466)	The period of the loan is from December 9, 2019 to December 9, 2022. The principal should be repaid quarterly in 12 installments and interest is payable monthly.

Creditor	As of December 31, 2020	Payment of principal
Taiwan Business Bank －Secured loan	$47,227 (CNY 10,820)	The period of the loan is from January 21, 2020 to January 21, 2023. The principal should be repaid quarterly in 12 installments and interest is payable monthly.
Sunny Finance Lease (China) Ltd.－Secured loan	45,831 (CNY 10,500)	The period of the loan is from May 8, 2019 to May 8, 2022. The principal should be repaid annually in 3 installments and interest is payable monthly.
Hua Nan International Leasing Co., Ltd.－Secured loan	56,743 (CNY 13,000)	The period of the loan is from January 10, 2020 to January 10, 2023. The principal should be repaid monthly in 36 installments and interest is payable monthly.
Hua Nan International Leasing Co., Ltd. – Secured loan	47,972 (CNY 10,991)	The period of the loan is from July 24, 2020 to July 24, 2023. The principal should be repaid monthly in 36 installments and interest is payable monthly.
Taiwan Cooperative International Leasing Co., Ltd. – Secured loan	52,378 (CNY 12,000)	The period of the loan is from August 4, 2020 to August 4, 2023. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
Shanghai Pudong Development Bank Co., Ltd. – Secured loan	26,189 (CNY 6,000)	The period of the loan is from September 18, 2020 to September 18, 2025. 18 months after the start of the period, the principal should be repaid semi-annually in 8 installments and interest is payable monthly.
Shanghai Pudong Development Bank Co., Ltd. – Secured loan	21,388 (CNY 4,900)	The period of the loan is from October 16, 2020 to September 18, 2025. 17 months after the start of the period, the principal should be repaid semi-annually in 8 installments and interest is payable monthly.
Chailease International Financial Services Co., Ltd. (BVI) – Unsecured loan	32,736 (CNY 7,500)	The period of the loan is from January 13, 2020 to January 13, 2022. The principal should be repaid quarterly in 8 installments and interest is payable quarterly.
First Bank Manila – Unsecured loan	256,320 (USD 9,000)	The period of the loan is from May 28, 2020 to May 27, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Subtotal	15,666,160	
Less: current portion	(3,594,200)	
Total	$12,071,960	
Interest rate	1.01%~9.06%	

Creditor	As of March 31, 2020	Payment of principal
E.Sun Bank – Syndication unsecured loan	$6,528,600 (USD 216,000)	The tenure of the loan is from December 26, 2018 to December 25, 2020. The borrower was entitled to extend the loan for two years by notifying the bank issuing the syndicated loan in writing from twelve months to three months prior to the expiration of the tenure. Each banks will exercise consent independently. The term is extended, the principal should be repaid semi-annually in 5 installments starting from December 25, 2020.
Mega Bank –Syndication unsecured loan	453,375 (USD 15,000)	The period of the loan is from April 28, 2017 to June 17, 2021. After receiving the loan 3 years later, the principal should be repaid semi-annually in 5 installments. The principal is expected to be paid off in advance on June 17, 2020.
KGI Bank – Unsecured loan	1,200,000	The period of the loan is from November 29, 2019 to November 13, 2021. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Yuanta Commercial Bank – Unsecured loan	300,000	The period of the loan is from March 13, 2020 to December 10, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Chang Hwa Commercial Bank – Unsecured loan	300,000	The period of the loan is from November 11, 2019 to November 11, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Hua Nan Commercial Bank – Unsecured loan	200,000	The period of the loan is from November 11, 2019 to November 11, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Bank of Taiwan – Unsecured loan	1,000,000	The period of the loan is from November 27, 2019 to November 25, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.

Creditor	As of March 31, 2020	Payment of principal
O-Bank – Unsecured loan	$400,000	The period of the loan is from November 29, 2019 to February 5, 2021. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
O-Bank – Unsecured loan	200,000	The period of the loan is from March 14, 2018 to February 5, 2021. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
O-Bank – Unsecured loan	75,000	The period of the loan is from January 13, 2020 to February 5, 2021. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
E.Sun Bank – Unsecured loan	500,000	The period of the loan is from November 22, 2019 to November 18, 2022. After receiving the loan 2 years later, the principal should be repaid quarterly in 5 installments. Interest is payable quarterly.
Jih Sun International Commercial Bank – Unsecured loan	600,000	The period of the loan is from November 27, 2019 to November 26, 2021. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Export-Import Bank of the Republic of China – Unsecured loan	150,000	The period of the loan is from February 26, 2016 to February 26, 2021. After receiving the loan 18 months later, the principal should be repaid semi-annually in 8 installments. Interest is payable monthly.
Export-Import Bank of the Republic of China – Unsecured loan	87,500	The period of the loan is from May 21, 2018 to May 19, 2023. After receiving the loan 18 months later, the principal should be repaid semi-annually in 8 installments. Interest is payable monthly.
Far Eastern International Bank – Unsecured loan	500,000	The period of the loan is from August 10, 2018 to August 10, 2021. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.
Taiwan Cooperative Bank – Unsecured loan	300,000	The period of the loan is from November 27, 2019 to November 25, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term. Interest is payable monthly.

Creditor	As of March 31, 2020	Payment of principal
Shanghai Commercial Bank – Unsecured loan	$135,000	The period of the loan is from January 18, 2019 to January 18, 2021. The repayment of principal will be due in a lump-sum payment on the expiration of the term and interest is payable monthly.
Bank SinoPac – Unsecured loan	100,000	The period of the loan is from March 20, 2020 to March 18, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term and interest is payable monthly.
Mega Bank – Unsecured loan	700,000	The period of the loan is from November 27, 2019 to November 25, 2022. The repayment of principal will be due in a lump-sum payment on the expiration of the term and interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	25,596 (CNY 6,000)	The period of the loan is from June 9, 2017 to June 9, 2022. The principal should be repaid annually in 5 installments and interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	51,192 (CNY 12,000)	The period of the loan is from July 17, 2017 to July 17, 2022. The principal should be repaid annually in 5 installments and interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	25,596 (CNY 6,000)	The period of the loan is from August 29, 2017 to August 29, 2022. The principal should be repaid annually in 5 installments and interest is payable monthly.
SCSB Leasing (China) Co., Ltd. – Secured loan	51,192 (CNY 12,000)	The period of the loan is from December 27, 2018 to December 27, 2023. The principal should be repaid annually in 5 installments and interest is payable monthly.
FCB Leasing Co., Ltd. – Secured loan	75,167 (CNY 17,620)	The period of the loan is from June 27, 2018 to June 27, 2021. The principal should be repaid monthly in 36 installments. Interest is payable monthly.
Far Eastern International Leasing Corporation – Secured loan	85,320 (CNY 20,000)	The period of the loan is from August 10, 2018 to August 10, 2021. The principal should be repaid annually in 3 installments and interest is payable quarterly.
Shin Kong Leasing (Suzhou) Co., Ltd. – Secured loan	28,440 (CNY 6,667)	The period of the loan is from March 29, 2019 to March 29, 2022. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.

Creditor	As of March 31, 2020	Payment of principal
Shin Kong Leasing (Suzhou) Co., Ltd. – Secured loan	$63,990 (CNY 15,000)	The period of the loan is from May 30, 2019 to May 30, 2022. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
SinoPac International Leasing Corp. – Secured loan	42,660 (CNY 10,000)	The period of the loan is from November 28, 2019 to November 28, 2022. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
SinoPac International Leasing Corp. – Secured loan	81,054 (CNY 19,000)	The period of the loan is from January 17, 2020 to December 17, 2022. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
Taiwan Business Bank – Secured loan	19,513 (CNY 4,574)	The period of the loan is from November 28, 2019 to November 28, 2022. The principal should be repaid semi-annually in 6 installments and interest is payable monthly.
Taiwan Business Bank – Secured loan	72,522 (CNY 17,000)	The period of the loan is from January 21, 2020 to January 21, 2023. The principal should be repaid quarterly in 12 installments and interest is payable monthly.
Sunny Finance Lease (China) Ltd. – Secured loan	63,990 (CNY 15,000)	The period of the loan is from December 9, 2019 to December 9, 2022. The principal should be repaid quarterly in 12 installments and interest is payable monthly.
Hua Nan International Leasing Co., Ltd. – Secured loan	115,168 (CNY 26,997)	The period of the loan is from January 10, 2020 to January 10, 2023. The principal should be repaid monthly in 36 installments and interest is payable monthly.
Chailease International Financial Services Co., Ltd. (BVI)	51,192 (CNY 12,000)	The period of the loan is from January 13, 2020 to January 13, 2022. The principal should be repaid quarterly in 8 installments and interest is payable quarterly.
Subtotal	14,582,067	
Less: current portion	(3,037,572)	
Total	$11,544,495	
Interest rate	1.20%~9.06%	

B. Please refer to Note 8 for more details on assets pledged as security for non-current borrowings.

(19) Post-employment benefits

A. Defined contribution plan

Pension expenses under the defined contribution plan for the three-month period ended March 31, 2021 and 2020 were $83,821 thousand and $77,857 thousand, respectively.

B. Defined benefits plan

Pension expenses under the defined benefits plan for the three-month period ended March 31, 2021 and 2020 were $18,565 thousand and $20,341 thousand, respectively.

(20) Equity

A. Ordinary share

As of January 1, 2020, the Company's authorized capital was $20,000,000 thousand and the paid-in capital was $14,591,252 thousand; the outstanding shares was 1,459,125 thousand shares, each at a par value of $10.

The Company issued employee share options in May 2015. For the year ended December 31, 2020 and the three-month period ended March 31, 2021, 7,880 thousand shares (within 6,816 thousand shares were completed during the three-month period ended March 31, 2020) and 1,513 thousand shares of employee share options were converted to common shares. The Company had received all capital amount, but the aforementioned conversion of employee share options amounted to 1,513 thousand shares, 374 thousand shares and 13,860 thousand shares were not completed amendment of registration as of March 31, 2021, December 31, 2020 and March 31, 2020, respectively. Please refer to Note 6(21) for more details on share options issued.

As of March 31, 2021 and 2020, the Company's authorized capital were all $20,000,000 thousand and the paid-in capital were $14,685,182 thousand and $14,659,412 thousand, respectively; the outstanding shares were 1,468,518 thousand shares and 1,465,941 thousand shares, respectively, each at a par value of $10. Each share has one voting right and right to receive dividends.

B. Capital surplus

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Additional paid-in capital arising from ordinary share	$89,286	$81,479	$75,814
Treasury share transactions	471,555	457,696	531,095
Changes in equity of subsidiaries, associates and joint ventures and others	173,871	165,643	134,741
Total	$734,712	$704,818	$741,650

According to the Company Act, the capital surplus shall not be used except for offsetting the deficit of the Company. When a company incurs no loss, it may distribute the capital surplus generated from the excess of the issuance price over the par value of share capital and donations. The distribution could be made in cash or in the form of dividend shares to its shareholders in proportion to the number of shares being held by each of them.

C. Treasury shares

As of March 31, 2021, December 31, 2020 and March 31, 2020, the treasury shares held by the Group were $1,526,353 thousand, $1,526,353 thousand and $1,492,651 thousand, respectively and the number of treasury shares held by the Group was 114,640 thousand shares, 114,640 thousand shares and 107,130 thousand shares, respectively. The shares held by the Company's subsidiaries were as follows:

(a) As of March 31, 2021, December 31, 2020 and March 31, 2020, the investment amount held by the Company's subsidiary, Jipo Investment Co., Ltd., was all $781,975 thousand and 46,197 thousand shares of the Company's stock. These shares held by Jipo Investment Co., Ltd. were acquired for the purpose of shareholder's interests.

(b) As of March 31, 2020, the investment amount held by the Company's subsidiary, Forward International Ltd., was $298,079 thousand and 20,933 thousand shares of the Company's stock. These shares held by Forward International Ltd. were acquired for the purpose of investment in the parent company in the form of beneficiary certificates and were treated as treasury shares. The aforementioned beneficiary certificates were all sold in the third quarter of 2020, and the difference between the net purchase price and the cost was used to offset the capital surplus-treasury share transactions in the amount of $79,073 thousand.

(c) Please refer to Note 6(21)(C) for more details on treasury shares transferred to Company's employees of the parent entity

D. Retained earnings and dividend policy

According to the Company Articles of Incorporation, current year's earnings, if any, shall be distributed in the following order:

(a) Payment of all taxes and dues;
(b) Offset prior years' operation losses;
(c) Set aside 10% of the remaining amount after deducting items (a) and (b) as legal reserve;
(d) Set aside or reverse special reserve in accordance with law and regulations; and
(e) The distribution of the remaining portion, if any, will be recommended by the Board of Directors, the distribution made in the form of dividend shares should be resolved in the shareholders' meeting; the distribution made in cash could be special resolved by the Board of Directors and reported in the shareholders' meeting.

The policy of dividend distribution should reflect factors such as the current and future investment environment, fund requirements, domestic and international competition and capital budgets; as well as the interest of the shareholders, share bonus equilibrium and long-term financial planning etc. The Board of Directors shall make the distribution proposal annually and present it at the shareholders' meeting. The proportion of stock dividends may be within 0% to 90% of the total dividends, and the cash dividends may be within 10% to 100% of the total dividends.

According to the Company Act, the Company needs to set aside amount to legal reserve unless where such legal reserve amounts to the total authorized capital. The legal reserve can be used to make good the deficit of the Company. When the Company incurs no loss, it may distribute the portion of legal serve which exceeds 25% of the paid-in capital by issuing new shares or by cash in proportion to the number of shares being held by each of the shareholders.

When the Company distributing distributable earnings, it shall set aside to special reserve, an amount equal to "other net deductions from shareholders" equity for the current fiscal year, provided that if the company has already set aside special reserve according to the requirements for the adoption of IFRS, it shall set aside supplemental special reserve based on the difference between the amount already set aside and other net deductions from shareholders' equity. For any subsequent reversal of other net deductions from shareholders' equity, the amount reversed may be distributed from the special reserve.

The FSC on 31 March 2021 issued Order No. Financial-Supervisory-Securities-Corporate-1090150022, which sets out the following provisions for compliance:

On a public company's first-time adoption of the IFRS, for any unrealized revaluation gains and cumulative translation adjustments (gains) recorded to shareholders' equity that the company elects to transfer to retained earnings by application of the exemption under IFRS 1, the company shall set aside special reserve. For any subsequent use, disposal or reclassification of related assets, the Company can reverse the special reserve by the proportion of the special reserve first appropriated and distribute it.

Details of the year of 2020 and 2019 earnings distribution and dividends per share which were special resolved and reported by the Board of Directors and shareholders' meeting held on March 30, 2021 and June 22, 2020, respectively were as follows:

	Appropriation of earnings		Dividend per share (NTD$)	
	2020	2019	2020	2019
Legal reserve	$5,094	$45,374		
Special reserve	75,049	325,599		
Cash dividends of ordinary share (Note)	419,611	427,680	$0.3	$0.3

Note: The Board of Directors is authorized by the Articles of Incorporation and special resolved the year of 2020 cash distribution as of March 30, 2021.

Please refer to Note 6(26) for further details on employees' compensation and remuneration to directors and supervisors.

E. Non-controlling interests

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Beginning balance	$10,079,291	$10,457,211
Profit, attributable to non-controlling interest	110,424	32,427
Other comprehensive income, attributable to non-controlling interest:		
Exchange differences on translation	(280,840)	(275,451)
Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	8,149	(38,159)
Other components of other comprehensive income that will be reclassified to profit or loss	(19)	(85)
Subsidiaries appropriated and distributed retained earnings for cash dividends	(21,448)	(69,163)
Changes in ownership interests in subsidiaries	2,400	1,288
Share-based payments	3,667	-
Others	(1,139)	3,592
Ending balance	$9,900,485	$10,111,660

(21) Share-based payments

Certain employees of the Group are entitled to share-based payments as part of their remunerations. Services are provided by the employees in return for the equity instruments granted. These plans are accounted for as equity-settled share-based payments transactions.

A. Share-based payments plan for employees of the parent entity

On December 15, 2014 and November 28, 2019, the Company was authorized by the Securities and Futures Bureau of the FSC to issue employee share options with a total number of 40,000 units and 45,000 units, respectively. Each unit entitles an optioned to subscribe for 1,000 shares of the Company's common shares. The exercise price of the option was set at the closing price of the Company's common share on the grant date. The optionee may exercise the options in accordance with certain schedules as prescribed by the plan starting 2 years from the grant date. Settlement upon the exercise of the options will be made through the issuance of new shares by the Company.

The fair value of the share options is estimated at the grant date using a binomial option pricing-model, taking into account the terms and conditions upon which the share options were granted.

The contractual term of each option granted is 7 years. There are no cash settlement alternatives. The Company does not have a past practice of cash settlement for these employee share options.

The relevant details of the aforementioned share-based payments plan were as follows:

Date of grant	Total number of share options granted (in thousands)	Exercise price of share options ($) (Note)
May 18, 2015	40	$10.72
December 16, 2019	45	$12.20

Note: After the share options are granted, if the capital shares changes (issuance of common stock, retained earnings transferred to common stock, capital reserve transferred to common stock, business combination, share split or raising capital by participating in depository receipt, issuance overseas certificates, etc.), decreases for reasons other than decrease in treasury stocks or issues cash dividends per share amounting more than 1.5% of the stock price at that time, it would be adjusted following the Company’s order of share-based payment plan for employees.

The following table lists the inputs to the model used for the plan granted during the years of 2015 and 2019:

	Year of 2015	Year of 2019
Dividend yield (%)	-	-
Expected volatility (%)	32.20%	26.94%
Risk-free interest rate (%)	1.2476%	0.6165%
Expected option life (year)	7 years	7 years
Weighted average share price ($)	$12.35	$12.55
Option pricing model	Binomial option pricing model	Binomial option pricing model

The expected life of the share options is based on historical data and current expectations and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may also not necessarily be the actual outcome.

The further details on the aforementioned share-based payments plan were as follows:

	For the three-month period ended			
	March 31, 2021		March 31, 2020	
	Number of share options outstanding	Weighted average exercise price of share options ($)	Number of share options outstanding	Weighted average exercise price of share options ($)
Outstanding at beginning of period	61,191	$11.73	73,109	$11.97
Granted	-	-	-	-
Forfeited	(1,070)	12.06	(1,758)	12.13
Exercised	(1,513)	10.72	(6,816)	11.03
Expired	-	-	-	-
Outstanding at end of period	58,608	$11.75	64,535	$12.06
Exercisable at end of period	17,826	-	20,803	-
For share options granted during the period, weighted average fair value of those options at the measurement date ($)		$-		$-

The information on the outstanding share options was as follows:

	Range of exercise price ($)	Weighted average remaining contractual life (years)
As of March 31, 2021		
Share options outstanding at the end of the period	$10.72 and $12.20	1.13 and 5.71
As of December 31, 2020		
Share options outstanding at the end of the period	$10.72 and $12.20	1.38 and 5.96
As of March 31, 2020		
Share options outstanding at the end of the period	$11.03 and $12.55	2.13 and 6.71

B. Share-based payments plan for employees of the subsidiaries

(a) On February 25, 2019, the Company's subsidiary, Cal-Comp Electronics (Thailand) Public Company Limited, issued employee share options with a total number of 225,000 thousand units. Each unit entitles an optionee to subscribe for 1 share of the subsidiary's common shares. Settlement upon the exercise of the options will be made through the issuance of new shares by the subsidiary. The exercise price of the option was set at THB $2.16. The contractual term of each option granted is 4 years. The optionee may exercise the options in accordance with certain schedules as prescribed by the plan upon maturity of 1 year following the grant date.

The fair value of the share options is estimated at the grant date using Black scholes pricing model, taking into account the terms and conditions upon which the share options were granted.

The relevant details of the aforementioned share-based payment plan were as follows:

Date of grant	Total number of share options granted (in thousands)	Exercise price of share options (THB $)
February 25, 2019	225,000	$2.16

The following table lists the inputs to the model used for the plan granted during the year of 2019:

Dividend yield (%)	-
Expected volatility (%)	25.26%
Risk-free interest rate (%)	1.83%~1.99%
Expected option life (year)	4 years
Weighted average share price (THB $)	$1.805
Option pricing model	Black scholes option pricing model

The expected life of the share options is based on historical data and current expectations and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may also not necessarily be the actual outcome.

The further details on the aforementioned share-based payment plan were as follows:

	For the three-month period ended			
	March 31, 2021		March 31, 2020	
	Number of share options outstanding (in thousands)	Weighted average exercise price of share options (THB $)	Number of share options outstanding (in thousands)	Weighted average exercise price of share options (THB $)
Outstanding at beginning of period	203,771	$2.16	215,953	$2.16
Granted	-	-	-	-
Forfeited	(1,500)	2.16	(14,657)	2.16
Exercised	(122)	2.16	-	-
Expired	-	-	-	-
Outstanding at end of period	202,149	$2.16	201,296	$2.16
Exercisable at end of period	60,645	-	-	-
For share options granted during the period, weighted average fair value of those options at the measurement date (THB $)		$-		$-

The information on the outstanding share options was as follows:

	Range of exercise price (THB $)	Weighted average remaining contractual life (years)
As of March 31, 2021		
Share options outstanding at the end of the period	$2.16	1.91
As of December 31, 2020		
Share options outstanding at the end of the period	$2.16	2.15
As of March 31, 2020		
Share options outstanding at the end of the period	$2.16	2.91

(b) On September 23, 2016 and April 30, 2019, the Company's subsidiary, Qbit Semiconductor Holding, Ltd., issued employee share options with a total number of 983 thousand units and 518 thousand units, respectively. Each unit entitles an option to subscribe for 1 share of the subsidiary's common shares. Settlement upon the exercise of the options will be made through the issuance of new shares by the subsidiary. The optionee may exercise the options all at USD $0.1 in accordance with certain schedules as prescribed by the plan upon maturity of 3 to 4 years following the grant date.

The fair value of the share options is estimated at the grant date using Black-Scholes option pricing-model, taking into account the terms and conditions upon which the share options were granted.

The exercise price of the option was set at par value of the subsidiary's common share on the grant date. The contractual term of each option granted is 3 to 4 years. There are no cash settlement alternatives. The Group does not have a past practice of cash settlement for these employee share options.

The relevant details of the aforementioned share-based payment plan were as follows:

Date of grant	Total number of share options granted (in thousands)	Exercise price of share options (USD $)
September 23, 2016	983	$0.1
April 30, 2019	518	$0.1

The following table lists the inputs to the model used for the plan granted during the years of 2016 and 2019:

	Year of 2016	Year of 2019
Dividend yield (%)	-	-
Expected volatility (%)	36.69%~36.77%	28.93%~30.58%
Risk-free interest rate (%)	0.49%~0.52%	0.58%~0.59%
Expected option life (year)	3~4 years	3.5~4 years
Weighted average share price (USD $)	$0.08	$0.095
Option pricing model	Black-Scholes option pricing model	Black-Scholes option pricing model

The expected life of the share options is based on historical data and current expectations and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may also not necessarily be the actual outcome.

The further details on the aforementioned share-based payment plan were as follows:

	For the three-month period ended			
	March 31, 2021		March 31, 2020	
	Number of share options outstanding (in thousands)	Weighted average exercise price of share options (USD $)	Number of share options outstanding (in thousands)	Weighted average exercise price of share options (USD $)
Outstanding at beginning of period	518	$0.1	1,009	$0.1
Granted	-	-	-	-
Forfeited	-	-	-	-
Exercised	-	-	-	-
Expired	-	-	-	-
Outstanding at end of period	518	$0.1	1,009	$0.1
Exercisable at end of period	-	-	-	-
For share options granted during the period, weighted average fair value of those options at the measurement date (USD $)		$-		$-

The information on the outstanding share options was as follows:

	Range of exercise price (USD $)	Weighted average remaining contractual life (years)
As of March 31, 2021		
Share options outstanding at the end of the period	$0.1	2.08
As of December 31, 2020		
Share options outstanding at the end of the period	$0.1and $0.1	- and 2.33
As of March 31, 2020		
Share options outstanding at the end of the period	$0.1and $0.1	0.48 and 3.08

(c) On August 12, 2019 and November 12, 2020, the Company's subsidiary, CastleNet Technology Inc., resolved and approved by the Board of Directors to issue employee share options with a total number of 10,000 units and 3,000 units, respectively. Each unit entitles an optionee to subscribe for 1,000 shares of the subsidiary's common shares. The exercise price of the option was set at the closing price of the subsidiary's common share on the grant date. The optionee may exercise the options in accordance with certain schedules as prescribed by the plan starting 2 years from the grant date. Settlement upon the exercise of the options will be made through the issuance of new shares by the Company.

The fair value of the share options is estimated at the grant date using Black-Scholes option pricing-model, taking into account the terms and conditions upon which the share options were granted.

The relevant details of the aforementioned share-based payment plan were as follows:

Date of grant	Total number of share options granted (in units)	Exercise price of share options ($)
August 30, 2019	8,508	$13.60
December 25, 2020	1,663	$11.45

The following table lists the inputs to the model used for the plan granted during the years of 2019 and 2020:

	Year of 2019	Year of 2020
Dividend yield (%)	-	-
Expected volatility (%)	39.979%~41.061%	43.540%~46.311%
Risk-free interest rate (%)	0.522%~0.543%	0.1771%~0.1968%
Expected option life (year)	7 years	7 years
Weighted average share price ($)	$13.60	$11.45
Option pricing model	Black-Scholes option pricing model	Black-Scholes option pricing model

The expected life of the share options is based on historical data and current expectations and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may also not necessarily be the actual outcome.

The further details on the aforementioned share-based payment plan were as follows:

	For the three-month period ended			
	March 31, 2021		March 31, 2020	
	Number of share options outstanding (in units)	Weighted average exercise price of share options ($)	Number of share options outstanding (in units)	Weighted average exercise price of share options ($)
Outstanding at beginning of period	8,448	$13.56	8,508	$13.6
Granted	-	-	-	-
Forfeited	(265)	13.6	-	-
Exercised	-	-	-	-
Expired	-	-	-	-
Outstanding at end of period	8,183	$13.16	8,508	$13.6
Exercisable at end of period	-	-	-	-
For share options granted during the period, weighted average fair value of those options at the measurement date ($)		$-		$-

The information on the outstanding share options was as follows:

	Range of exercise price ($)	Weighted average remaining contractual life (years)
As of March 31, 2021		
Share options outstanding at the end of the period	$13.6 and $11.45	5.42 and 6.74
As of December 31, 2020		
Share options outstanding at the end of the period	$13.6 and $11.45	5.67 and 6.99
As of March 31, 2020		
Share options outstanding at the end of the period	$13.6	6.42

C. Treasury shares transferred to Company’s employees of the parent entity

To motivate employees and retain the best talent, a resolution of repurchasing and transferring shares to employees was approved at the board meeting held on March 20, 2018. The number of shares to be repurchased was 40,000 thousand shares. The Company has repurchased all the aforementioned shares at the cost of $412,597 thousand during the year of 2018. In addition, the board meeting held on March 30, 2020 has approved a resolution of repurchasing 45,000 thousand shares of the Company for employee compensation plan, and the Company has repurchased 28,443 thousand shares at the cost of $331,782 thousand as of the expiry date of the buyback period. The aforementioned 68,443 thousand shares of repurchased treasury shares were not yet transferred to employees as of March 31, 2021.

D. Expenses incurred on share-based payment transactions were shown as follows:

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Equity-settled	$25,851	$23,510

(22) Operating revenue

A. Breakdown of operating revenue was as follows:

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Revenue from contracts with customers		
Sale of goods	$33,906,906	$27,810,670
Revenue arising from rendering of services	261,448	342,485
Other revenue	32,609	50,398
Total	$34,200,963	$28,203,553

B. Analysis of revenue from contracts with customers was shown as follows:

(a) Disaggregation of revenue

For the three-month period ended March 31, 2021:

	Consumer electronic products	Other operating segments	Total
Sale of goods	$32,803,910	$1,102,996	$33,906,906
Rendering of services	259,329	2,119	261,448
Total	$33,063,239	$1,105,115	$34,168,354
Timing of revenue recognition:			
At a point in time	$32,965,605	$1,105,115	$34,070,720
Over time	97,634	-	97,634
Total	$33,063,239	$1,105,115	$34,168,354

For the three-month period ended March 31, 2020:

	Consumer electronic products	Other operating segments	Total
Sale of goods	$27,195,376	$615,294	$27,810,670
Rendering of services	342,485	-	342,485
Total	$27,537,861	$615,294	$28,153,155
Timing of revenue recognition:			
At a point in time	$27,458,011	$615,294	$28,073,305
Over time	79,850	-	79,850
Total	$27,537,861	$615,294	$28,153,155

(b) Contract balances

Current contract liabilities

	As of			
	March 31, 2021	December 31, 2020	March 31, 2020	January 1, 2020
Sales of goods	$81,631	$75,272	$53,319	$107,014

The significant changes in the Group's balances of contract liabilities for the three-month period ended March 31, 2021 and 2020 were as follows:

	For the three-month period ended	
	March 31, 2021	March 31, 2020
The opening balance transferred to revenue	$(20,595)	$(68,690)
Increase in receipts in advance during the period (excluding the amount incurred and transferred to revenue during the period)	29,256	15,473
Effect of exchange rate changes and others	(2,302)	(478)

(c) The Group's transaction price allocated to unsatisfied performance obligations as of March 31, 2021 and 2020 were expected to be recognized as revenue within a year.

(d) There were no assets recognized from costs to fulfill a contract during the period.

(23) Impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9

A. The impairment loss (impairment gain and reversal of impairment loss) determined in accordance with IFRS 9 recognized as operating expenses was as follows:

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Operating expenses –impairment loss (reversal of impairment loss) determined in accordance with IFRS 9		
Notes receivable	$4	$-
Accounts receivable	(2,316)	(11,006)
Other receivables	7,403	-
Total	$5,091	$(11,006)

B. Please refer to Note 12 for more details on credit risk.

C. The credit risk for the Group's financial assets measured at amortized cost as of March 31, 2021 and 2020, was assessed as low (the same as the assessment result in the beginning of the period). Therefore, the expected credit loss which was measured at an amount equal to twelve-month expected credit loss was not significant.

D. The Group measures the loss allowance of its receivables (including notes receivable, accounts receivable and accounts receivable due from related parties) at an amount equal to lifetime expected credit loss. The assessment of the Group's loss allowance as of March 31, 2021, December 31, 2020 and March 31, 2020 was as follow:

(a) The Group considers the grouping of notes receivable and accounts receivable by counterparties' credit rating, by geographical region and by industry sector. Based on the historical credit loss experience, different customer groups do not have significantly different loss patterns. Therefore, the loss allowance is measured by using a provision matrix without distinguishing the sectors. The details as of March 31, 2021, December 31, 2020 and March 31, 2020 are as follows:

	As of March 31, 2021					
	Not yet due	Overdue				
	(Note1)	<=30 days	31-60 days	61-90 days	>=91 days	Total
Gross carrying amount	$26,008,466	$793,451	$425,667	$79,293	$323,707	$27,630,584
Loss ratio	0%~0.075%	0%~0.075%	0%~10%	0%~30%	0%~100%	
Lifetime expected credit loss	(205)	(4,573)	-	(197)	(68,436)	(73,411)
Carrying amount of accounts receivable	$26,008,261	$788,878	$425,667	$79,096	$255,271	$27,557,173

	As of December 31, 2020					
	Not yet due	Overdue				
	(Note1)	<=30 days	31-60 days	61-90 days	>=91 days	Total
Gross carrying amount	$23,801,462	$1,123,522	$466,547	$680,773	$361,647	$26,433,951
Loss ratio	0%~0.075%	0%~0.075%	0%~10%	0%~30%	0%~100%	
Lifetime expected credit loss	(161)	-	-	(1,795)	(73,660)	(75,616)
Carrying amount of accounts receivable	$23,801,301	$1,123,522	$466,547	$678,978	$287,987	$26,358,335

	As of March 31, 2020					
	Not yet due	Overdue				
	(Note1)	<=30 days	31-60 days	61-90 days	>=91 days	Total
Gross carrying amount	$18,286,519	$758,407	$424,814	$325,116	$688,176	$20,483,032
Loss ratio	0%~0.03%	0%~0.03%	0%	0%~100%	3%~100%	
Lifetime expected credit loss	(190)	(5)	-	(12,854)	(37,124)	(50,173)
Carrying amount of accounts receivable	$18,286,329	$758,402	$424,814	$312,262	$651,052	$20,432,859

Note 1: The Group's notes receivable was not overdue.

Note 2: The Group follows the requirement of IFRS 9 to assess the business model the accounts receivable was held within. Certain amount of USD 120,721 thousand, USD 263,826 thousand and USD 70,482 thousand included in the accounts receivable as of March 31, 2021, December 31, 2020 and March 31, 2020, respectively, were sold to the aforementioned financial institutions in the subsequent period.

(b) The credit period of the Group's sale of goods is from 30 to 180 days. To manage the credit risk, before accepting a new customer, the Group will evaluate the potential customer's credit quality and set credit line for the customer through the credit rating system. Customers' credit line and rating shall be reviewed according to the type of customer on a periodical basis to ensure that adequate loss allowance has been provided. In addition, most of the counterparties the Group transacts with are large international companies with good credit rating. Moreover, based on the historical default rates and other internal and external resources for the assessment, there's no significant credit loss for the Group.

E. The movements in the provision for impairment of receivables during the three-month period ended March 31, 2021 and 2020 were shown as follows:

	Accounts receivable	Other accounts receivable	Total
Beginning balance as of January 1, 2021	$75,616	$16,533	$92,149
Allowance (reverse) for the current period	(2,312)	7,403	5,091
Reclassification, effect of exchange rate changes and others	107	(355)	(248)
Ending balance as of March 31, 2021	$73,411	$23,581	$96,992

	Accounts receivable	Other accounts receivable	Total
Beginning balance as of January 1, 2020	$60,619	$78,325	$138,944
Allowance (reverse) for the current period	(11,006)	-	(11,006)
Reclassification, effect of exchange rate changes and others	560	637	1,197
Ending balance as of March 31, 2020	$50,173	$78,962	$129,135

(24) Operating costs

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Cost of sales	$31,545,780	$26,201,460
Cost of services	207,026	220,255
Others	33,959	64,782
Total	$31,786,765	$26,486,497

(25) Leases

A. Group as a lessee

The Group leases various properties, including real estate such as land and buildings, and other equipment. The lease terms range from 2 to 50 years.

The Group's leases effect on the financial position, financial performance and cash flows were as follows:

(a) Amounts recognized in the balance sheet

i. Right-of-use assets

The carrying amount of right-of-use assets

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Land	$1,183,829	$1,180,492	$1,387,500
Buildings	455,165	511,629	460,338
Other equipment	1,682	1,939	319
Total	$1,640,676	$1,694,060	$1,848,157

During the three-month period ended March 31, 2021 and 2020, the Group's additions to right-of-use assets amounted to $23,344 thousand and $11,627 thousand.

ii. Lease liabilities

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Lease liabilities	$476,303	$531,472	$477,472
Current	$149,453	$164,717	$150,769
Non-current	$326,850	$366,755	$326,703

Please refer to Note 6(27)(D) for the interest expense on lease liabilities recognized during the three-month period ended March 31, 2021 and 2020; refer to Note 12(5) Liquidity Risk Management for the maturity analysis for lease liabilities as of March 31, 2021 and 2020.

(b) Amounts recognized in the statement of profit or loss

Depreciation charge for right-of-use assets

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Land	$4,120	$4,620
Buildings	41,437	43,367
Other equipment	231	58
Total	$45,788	$48,045

(c) Income and costs relating to leasing activities

	For the three-month period ended	
	March 31, 2021	March 31, 2020
The expenses relating to short-term leases	$8,583	$12,381
The relating to leases of low-value assets (Not including the expenses relating to short-term leases of low-value assets)	476	70
The expenses relating to variable lease payments not included in the measurement of lease liabilities	4,648	9,567
Total	$13,707	$22,018

(d) Cash outflow relating to leasing activities

The Group's total cash outflows for leases amounted to $61,067 thousand and $65,735 thousand for the three-month period ended March 31, 2021 and 2020, respectively.

(e) Other information relating to leasing activities

i. Variable lease payments

The Group does not have significant variable lease payments.

ii. Extension and termination options

Some of the Group's building and equipment rental agreement contain extension and termination options. In determining the lease terms, the non-cancellable period for which the Group has the right to use an underlying asset, together with both periods covered by an option to extend the lease if the Group is reasonably certain to exercise that option and periods covered by an option to terminate the lease if the Group is reasonably certain not to exercise that option. These options are used to maximize operational flexibility in terms of managing contracts. The majority of extension and termination options held are exercisable only by the Group. After the commencement date, the Group reassesses the lease term upon the occurrence of a significant event or a significant change in circumstances that is within the control of the lessee and affects whether the Group is reasonably certain to exercise an option not previously included in its determination of the lease term, or not to exercise an option previously included in its determination of the lease term.

iii. Residual value guarantees

There is no residual value guarantee provided by the Group, and no residual value guarantee was recognized as part of the lease liability.

(26) Additional information of expenses by function

A. Summary statement of employee benefits, depreciation and amortization expenses by function were as follows:

By function / By nature	For the three-month period ended					
	March 31, 2021			March 31, 2020		
	Operating costs	Operating expenses	Total amount	Operating costs	Operating expenses	Total amount
Employee benefits expense						
Wages and salaries	$2,112,175	$1,067,178	$3,179,253	$1,599,863	$1,035,850	$2,635,713
Labor and health insurance	137,322	64,319	201,641	71,880	67,876	139,756
Pension	55,812	46,574	102,386	49,251	48,947	98,198
Other employee benefits expense	73,455	33,796	107,251	52,803	61,843	114,646
Depreciation	661,934	101,259	763,193	698,982	117,939	816,921
Amortization	2,309	27,750	30,059	1,746	30,076	31,822

B. According to the Articles of Incorporation of the Company, no lower than 2% of profit of the current year is distributable as employees' compensation and no higher than 2% of profit of the current year is distributable as remuneration to directors. However, the Company's accumulated losses shall have been covered. The Company may, by a resolution adopted by a majority vote at a meeting of Board of Directors attended by two-thirds of the total number of directors, have the profit distributable as employees' compensation in the form of shares or in cash; and in addition thereto a report of such distribution is submitted to the shareholders' meeting. Information on the Board of Directors' resolution regarding the employees' compensation and remuneration to directors can be obtained from the "Market Observation Post System" on the website of the TWSE.

Based on profit of the three-month period ended March 31, 2021, the Company estimated the amounts of the employees' compensation and remuneration to directors to be 9.0%, and 2.0%, respectively. As such, employees' compensation and remuneration to directors were 16,778 thousand and $3,728 thousand, respectively. The aforementioned amount was recognized in wages and salaries. Based on profit of the three-month period ended March 31, 2020, the Company estimated the amounts of the employees' compensation and remuneration to directors to be7.5%, and 1.5%, respectively. As such, employees' compensation and remuneration to directors were $5,673 thousand and $1,135 thousand, respectively. The aforementioned amount was recognized in wages and salaries.

A resolution was approved through the Board of Directors' meeting held on March 30, 2021 to distribute $29,562 thousand and $6,589 thousand in cash as employees' compensation and remuneration to directors for the year of 2020, respectively. There were no significant differences between the approved amount and the estimated amount which recognized in the year of 2020.

There were no significant differences between actual distribution amount in the year of 2020 and the estimated amount which recognized in the year of 2019.

(27) Non-operating income and expenses

A. Interest income

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Bank deposits	$11,847	$17,683
Financial assets measured at amortized cost	44	42
Others	920	319
Total	$12,811	$18,044

B. Other income

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Dividend income	$242,606	$-
Government grants revenue	-	49,859
Other revenue – others	14,529	28,896
Total	$257,135	$78,755

The Group's subsidiaries received government grants from local government to subsidize capital needs related to talents, research, development and operation for 5 years since November 2019. The total amount of government grants revenue the Group recognized based on actual expenses incurred was $0 thousand and $49,859 thousand for the three-month period ended March 31, 2021 and 2020, respectively.

C. Other gains and losses

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Gain on financial assets/liabilities at fair value through profit or loss – forward currency contracts (Note)	$124,913	$496,192
Gain on financial assets/liabilities at fair value through profit or loss – convertible corporate bond (Note)	(32,086)	48,827
Gain on financial assets/liabilities at fair value through profit or loss – structured deposit (Note)	12,792	1,132
Gain (loss) on disposal of property, plant and equipment	(656)	96,155
Impairment loss on non-financial assets	(91,691)	(2,887)
Foreign exchange loss, net	(237,864)	(159,390)
Other losses	(24,038)	(2,363)
Total	$(248,630)	$477,666

Note: Balances were arising from financial assets and liabilities mandatorily measured at fair value through profit or loss.

D. Finance costs

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Interest expenses (Note)	$175,847	$240,534
Interest due from lease liabilities	2,830	7,033
Others	39,091	45,752
Total	$217,768	$293,319

Note: Mainly arose from current borrowings, short-term notes and bills payable and non-current borrowings.

(28) Components of other comprehensive income

For the three-month period ended March 31, 2021:

	Arising during the period	Reclassification adjustments during the period	Other comprehensive income, before tax	Income tax relating to components of other comprehensive income	Other comprehensive income, net of tax
Will not be reclassified to profit or loss in subsequent periods:					
Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	$866,596	$-	$866,596	$(1,445)	$865,151
Share of other comprehensive income of associates and joint ventures accounted for using equity method	(7,650)	-	(7,650)	1,397	(6,253)
Will be reclassified to profit or loss in subsequent periods:					
Exchange differences on translation	(417,943)	-	(417,943)	27,311	(390,632)
Share of other comprehensive income of associates and joint ventures accounted for using equity method	(1,649)	-	(1,649)	(449)	(2,098)
Other components of other comprehensive income that will be reclassified to profit or loss	(36)	-	(36)	3	(33)
Total of other comprehensive income	$439,318	$-	$439,318	$26,817	$466,135

For the three-month period ended March 31, 2020:

	Arising during the period	Reclassification adjustments during the period	Other comprehensive income, before tax	Income tax relating to components of other comprehensive income	Other comprehensive income, net of tax
Will not be reclassified to profit or loss in subsequent periods:					
Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	$(443,152)	$-	$(443,152)	$6,765	$(436,387)
Share of other comprehensive income of associates and joint ventures accounted for using equity method	(89,617)	-	(89,617)	17,727	(71,890)

	Arising during the period	Reclassification adjustments during the period	Other comprehensive income, before tax	Income tax relating to components of other comprehensive income	Other comprehensive income, net of tax
Will be reclassified to profit or loss in subsequent periods:					
Exchange differences on translation	$(515,144)	$-	$(515,144)	$47,441	$(467,703)
Share of other comprehensive income of associates and joint ventures accounted for using equity method	5,167	-	5,167	(1,963)	3,204
Other components of other comprehensive income that will be reclassified to profit or loss	(162)	-	(162)	15	(147)
Total of other comprehensive income	$(1,042,908)	$-	$(1,042,908)	$69,985	$(972,923)

(29) Tax

A. The major components of tax expense (income) were as follows:

<u>Tax recognized in profit or loss</u>

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Current tax expense (income):		
Current income tax charge	$77,937	$101,028
Adjustments in respect of current income tax of prior periods	-	(16,584)
Others	42	42
Deferred tax expense (income):		
Deferred tax expense (income) relating to origination and reversal of temporary differences	40,683	(6,216)
Deferred tax expense (income) relating to origination and reversal of tax loss and tax credit	1,330	(301)
Deferred tax expense arising from write-down of deferred tax assets	57,710	-
Others	-	(5,344)
Total tax expense (income)	$177,702	$72,625

Tax recognized in other comprehensive income

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Deferred tax expense (income):		
Exchange differences on translation	$(27,311)	$(47,441)
Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	1,445	(6,765)
Share of other comprehensive income of associates and joint ventures accounted for using the equity method	(948)	(15,764)
Other components of other comprehensive income that will be reclassified to profit or loss	(3)	(15)
Income tax related to components of other comprehensive income	$(26,817)	$(69,985)

B. The assessment of income tax returns

The assessment of the income tax returns of the Company and its subsidiaries in Taiwan were as follows:

	The assessment of income tax returns
The Company	Assessed and approved up to 2018
Crownpo Technology Inc.	Assessed and approved up to 2018
Li-Cheng Materials Corporation	Assessed and approved up to 2019
Cal-Comp Biotech Co., Ltd.	Assessed and approved up to 2019
XYZpriting, Inc.	Assessed and approved up to 2018
Jipo Investment Co., Ltd.	Assessed and approved up to 2019
Cal-Comp Electronics & Communications Co., Ltd.	Assessed and approved up to 2019 (2018 not yet assessed and appoved)
CastleNet Technology Inc.	Assessed and approved up to 2018
QBit Semiconductor Ltd.	Assessed and approved up to 2019
Cal-Comp Big Data, Inc.	Assessed and approved up to 2018
New Era AI Robotic Inc.	Assessed and approved up to 2019
Cal-Comp Asset Management, Inc.	Established in 2020, not yet filed

(30) Earnings per share

Basic earnings per share is calculated by dividing net profit for the year attributable to ordinary equity owners of the Company by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share is calculated by dividing the net profit attributable to ordinary equity owners of the Company by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Basic earnings per share		
Profit, attributed to owners of parents (in thousands of NTD)	$82,133	$43,221
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands of shares)	1,352,466	1,370,608
Basic earnings per share (NTD)	$0.06	$0.03

Considering that the potential ordinary shares, if converted to ordinary shares will not result in a significant dilution effect and the diluted earnings per share would equal to basic earnings per share, the Company only disclosed basic earnings per share for the aforementioned periods.

There have been no other transactions involving ordinary shares or potential ordinary shares between the financial report date and the date the financial statements were authorized for issue.

(31) Subsidiaries that have material non-controlling interests

Financial information of subsidiaries that have material non-controlling interests was provided below:

Proportion of equity interest held by non-controlling interests:

		As of		
Name	Country of Incorporation and operation	March 31, 2021	December 31, 2020	March 31, 2020
Cal-Comp Electronics (Thailand) Public Company Limited	Thailand	53.01%	53.01%	53.01%

A. Accumulated balances of material non-controlling interest:

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Cal-Comp Electronics (Thailand) Public Company Limited	$8,535,644	$8,620,119	$8,892,103

B. Profit (loss) allocated to material non-controlling interest:

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Cal-Comp Electronics (Thailand) Public Company Limited	$65,398	$64,435

C. Dividends paid to material non-controlling interests

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Cal-Comp Electronics (Thailand) Public Company Limited	$21,448	$69,163

D. The summarized financial information of Cal-Comp Electronics (Thailand) Public Company Limited and subsidiaries was provided below. This information was based on amounts before inter-company eliminations.

(a) Summarized information of profit or loss as follows:

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Operating revenue	$27,248,336	$20,982,107
Profit from continuing operations	128,563	85,649
Total comprehensive income	(159,046)	(714,932)

(b) Summarized information of financial position as follows:

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Current assets	$49,518,983	$43,998,782	$38,150,396
Non-current assets	15,555,254	16,250,796	16,863,223
Current liabilities	(46,788,829)	(41,650,705)	(33,473,307)
Non-current liabilities	(3,347,983)	(3,372,747)	(6,126,577)

(c) Summarized cash flows information as follows:

	For the three-month period ended March 31, 2021	March 31, 2020
Operating activities	$(4,107,424)	$678,756
Investing activities	1,957,283	306,602
Financing activities	3,220,205	798,254
Net increase in cash and cash equivalents	1,351,146	1,698,662

7. Related party transactions

Information of the related parties that had transactions with the Group during the financial reporting period was as follows:

Name and Relationship of Related Parties

Name of the related parties	Relationship with the Group
Kinpo Group Management Service Company	Associate
AcBel Polytech Inc.	Associate
Acbel Polytech Philippines, Inc.	Associate
iHELPER Inc.	Associate
SaveCom International Inc.	Associate
Compal Electronics, Inc.	Substantive related party
Compal Information (Kunshan) Co., Ltd.	Substantive related party
Compal Information Technology (Kunshan) Co., Ltd.	Substantive related party
Compal Electronics Technology (Kunshan) Co., Ltd.	Substantive related party
Compal Display Electronics (Kunshan) Co., Ltd.	Substantive related party
Compal Internet Information (Kunshan) Co., Ltd.	Substantive related party
Compal Electronics (China) Co., Ltd.	Substantive related party
Compal Electronics, (ChongQing) Co., Ltd.	Substantive related party
Compal Electronics, (ChengDu) Co., Ltd.	Substantive related party
Compal (Vietnam) Co., Ltd.	Substantive related party
Chongqing Yipal Smart Electronic Device Co., Ltd.	Substantive related party
Tatung Home Appliances (Wujiang) Co., Ltd.	Substantive related party
Metal Component Engineering Limited	Substantive related party
Compal Broadband Networks, Inc.	Substantive related party
Arcadyan Technology Corporation	Substantive related party
Kunshan Botai Electronics Co., Ltd.	Substantive related party
Wei-Chang, Chen	Key management personnel

Significant transactions with the related parties

Where the transaction amount or balance with any single related party reaches 10% or more of the Group's total transaction amount or balance of that type of transaction, the name of each such related party shall be individually disclosed. The remaining amounts not up to the above standards were aggregated as others.

(1) Sales

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Associates	$16,705	$7,181
Substantive related parties	40,993	27,153
Key management personnel	-	14
Total	$57,698	$34,348

The terms for sales to related parties were not significantly different from those of sales to third parties. The collection period was about 90 to 120 days after sales.

(2) Purchases

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Associates	$243,190	$121,118
Substantive related parties	1,863	711
Total	$245,053	$121,829

The purchase prices from related parties were close to the general trading price and payment term were about 30 to 90 days after purchase.

(3) Accounts receivable

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Associates	$9,666	$19,235	$10,430
Substantive related parties	74,291	76,937	42,242
Total	$83,957	$96,172	$52,672

(4) Other receivables

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Associates	$44	$42	$549
Substantive related parties	242,606	-	-
Total	$242,650	$42	$549

(5) Accounts payable

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Associates	$323,022	$301,217	$107,044
Substantive related parties	510	-	362
Total	$323,532	$301,217	$107,406

(6) Other payables

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Associates	$379	$34,564	$22,150
Substantive related parties	43	-	-
Key management personnel	2	9	-
Total	$424	$34,573	$22,150

(7) Operating lease

The details of rental revenues from related parties were as follows:

		For the three-month period ended	
	Nature	March 31, 2021	March 31, 2020
Associates	Office building and network equipment	$541	$482

Rental revenue was based on the market price and was received on a monthly basis.

(8) Others

A. Revenue from rendering of service

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Associates	$4,049	$60

The above-mentioned revenue from rendering of service was generated from providing information service.

B. Compensation of key management personnel

	For the three-month period ended	
	March 31, 2021	March 31, 2020
Short-term employee benefits	$60,624	$52,503
Post-employment benefits	773	1,095
Share-based payments	3,699	3,216
Total	$65,096	$56,814

8. Assets pledged as security

The following table lists assets of the Group pledged as security:

	Carrying amount as of			
Assets pledged for security	March 31, 2021	December 31, 2020	March 31, 2020	Secured liabilities
Time deposit (presented in current financial assets at amortized cost)	$26,539	$26,633	$30,853	Current borrowings
Time deposit (presented in current financial assets at amortized cost)	18,672	6,984	-	Court deposits
Buildings and structures	629,925	222,599	87,985	Current and non-current borrowings
Machinery & other equipment	864,602	1,153,468	1,048,818	Current and non-current borrowings
Construction in progress	-	299,071	-	Non-current borrowings
Right-of-use assets	43,529	44,015	6,545	Current borrowings
Total	$1,583,267	$1,752,770	$1,174,201	

9. Commitments and contingencies

(1) As of March 31, 2021, the Group provided endorsement and guarantee to subsidiaries were amounted to USD 579,500 thousand, EUR 8,000 thousand and NTD 1,635,000 thousand.

(2) As of March 31, 2021, the Company issued declaration statement to the lending bank related to comprehensive loan facilities amounting to USD 38,500 thousand and PHP 500,000 thousand to Kinpo Electronics (Philippines), Inc., the declaration was as follows:

A. The Company commits to hold directly or indirectly no less than 90% of total Kinpo Electronics (Philippines), Inc.'s outstanding shares.
B. The Company commits to maintain management and control over Kinpo Electronics (Philippines), Inc.
C. The Company commits to support Kinpo Electronics (Philippines), Inc. all the necessary resources (including but not limited to finance, personnel and technology), and ensure that Kinpo Electronics (Philippines), Inc. operates normally and complies with its obligations.
D. The Company commits that in case of default, the Company should take a necessary action to promote Kinpo Electronics (Philippines), Inc. to fulfill its repayment obligation.

(3) As of March 31, 2021, the Company issued declaration statement to the lending bank related to comprehensive loan facilities amounting to USD 20,000 thousand to Kinpo International (Singapore) Pte. Ltd., the declaration was as follows:

A. The Company commits to maintain management and control over Kinpo International (Singapore) Pte. Ltd.
B. The Company commits to support Kinpo International (Singapore) Pte. Ltd. all the necessary resources (including but not limited to finance, personnel and technology), and ensure that Kinpo International (Singapore) Pte. Ltd. operates normally and complies with its obligations.
C. The Company commits that in case of default, the Company should take a necessary action to promote Kinpo International (Singapore) Pte. Ltd. to fulfill its repayment obligation.

(4) As of March 31, 2021, the Company issued declaration statement to the lending bank related to comprehensive loan facilities amounting to THB 2,000,000 thousand to Cal-Comp Electronics (Thailand) Public Company Limited, the declaration was as follows:

A. The Company commits to hold directly or indirectly no less than 40% of total Cal-Comp Electronics (Thailand) Public Company Limited's outstanding shares. And continue to hold the equity until Cal-Comp Electronics (Thailand) Public Company Limited has fully settled its debts to the bank guarantee application.
B. The Company commits to support Cal-Comp Electronics (Thailand) Public Company Limited all the necessary resources to assist Cal-Comp Electronics (Thailand) Public Company Limited in fulfilling its obligations to the tax bureau and the agreements, documents and applications submitted to the bank.

(5) As of March 31, 2021, December 31, 2020 and March 31, 2020, the Group's subsidiaries had outstanding commitments in respect of purchase of the construction of factory building and acquisition of machinery which were as follows:

(In thousands)

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
THB	$23,000	$68,000	$246,000
USD	9,033	11,165	39,334
CNY	210,302	177,458	239,000
PHP	2,000	-	27,000

(6) Other commitment

As of March 31, 2021, the Group's subsidiaries had outstanding non-cancellable commitments of NTD 465,000 thousand and MYR 22,000 thousand.

(7) Agreements for hire of production of molds

As of March 31, 2021, December 31, 2020 and March 31, 2020, the Group's subsidiaries had outstanding commitments with domestics and overseas suppliers in respect of agreements for hire of production of molds were as follows:

(In thousands)

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
USD	$2,000	$2,000	$3,000

(8) Guarantees

As of March 31, 2021, there were outstanding bank guarantees of approximately THB 1,055,000 thousand and BRL 14,000 thousand issued by the banks on behalf of the Group's subsidiaries in respect of certain performance bonds as required in the normal course of business.

(9) The Group's subsidiary, CastleNet Technology Inc. (Kunshan) (hereinafter referred to as CastlsNet (Kunshan)) was involved in a civil complaint filed by a local renovation project manufacturer in September 2020 and February to March 2021. The manufacturer claimed that CastleNet (Kunshan) should pay approximately CNY 3,708 thousand for the additional construction costs of the plant decoration in the Peifeng factory construction project during the year of 2015 to 2016. The local court ruled that CastleNet (Kunshan) lost the lawsuit in the first instance in March 2021, involving an amount of approximately RMB 2,516 thousand. As of March 31, 2021, the local court ruled provisional attachment of CastleNet (Kunshan)'s current deposits in the amount of RMB 4,300 thousand (accounted under financial assets measured at amortized cost). However, CastleNet (Kunshan) expected to file an appeal to protect its rights and interests.

10. Losses due to major disasters

None.

11. Significant subsequent events

(1) In consideration of working capital planning, the Company and its subsidiary, Jipo Investment Co., Ltd., disposed of the stocks of Innolux Corporation (accounted under equity instrument investments measured at fair value through other comprehensive income) at $20.77 per share, separately, through centralized securities exchange market on May 13, 2021. The aforementioned stocks disposed of were 16,873 thousand shares and 4,308 thousand shares, traded at the amount of $349,856 thousand and $89,462 thousand, respectively. When derecognizing the asset, the Group transferred the previously recognized accumulated unrealized loss in the amount of $510,809 thousand and $130,689 thousand, respectively, from other equity interest to retained earnings, in accordance with relevant accounting standards.

(2) On May 14, 2021, the Company's board of directors resolved and approved to sell all the 46,197 thousand shares of the Company held by its subsidiary, Jipo Investment Co., Ltd., to the Company's associate, Panpal Technology Corporation, which is the subsidiary of Compal Electronics, Inc.. The share transfer was scheduled to be executed after the closing of the market on May 14, 2021.

12. Others

(1) Financial instruments

Financial assets

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Financial assets at fair value through profit or loss:			
Mandatorily measured at fair value through profit or loss (including non-current)	$3,119,515	$3,351,252	$1,748,651
Financial assets at fair value through other comprehensive income (including non-current)	5,233,661	4,364,565	3,793,777

	As of		
Financial assets at amortised cost			
Cash and cash equivalents	$9,339,677	$7,132,524	$10,040,190
Financial assets at amortised cost (including non-current)	592,051	43,969	43,267
Notes receivable	138,933	161,012	64,657
Accounts receivable (including due from related parties)	27,418,240	26,197,323	20,368,202
Other receivables (including due from related parties)	3,948,636	2,802,988	1,668,018
Subtotal	41,437,537	36,337,816	32,184,334
Total	$49,790,713	$44,053,633	$37,726,762

Financial liabilities

	As of		
	March 31, 2021	December 31, 2020	March 31, 2020
Financial liabilities at amortized cost:			
Current borrowings	$26,310,917	$21,731,295	$23,060,763
Short-term notes and bills payable	1,612,979	1,532,915	1,539,214
Notes payable	7,980	11,763	14,942
Accounts payable (including to related parties)	28,319,839	25,803,918	21,006,609
Other payables (including to related parties)	4,392,248	4,682,526	4,338,323
Non-current borrowings (including current portion)	14,980,710	15,666,160	14,582,067
Lease liabilities (including non-current portion)	476,303	531,472	477,472
Subtotal	76,100,976	69,960,049	65,019,390
Financial liabilities at fair value through profit or loss:			
Mandatorily measured at fair value through profit or loss	1,744	374	-
Total	$76,102,720	$69,960,423	$65,019,390

(2) Financial risk management objectives

The Group's principal financial risk management objective is to manage the market risk, credit risk and liquidity risk related to its operating activates. The Group identifies measures and manages the aforementioned risks based on the Group's policy and risk appetite.

The Group has established appropriate policies, procedures and internal controls for financial risk management. Before entering into significant transactions, due approval process by the Board of Directors and Audit Committee must be carried out based on related protocols and internal control procedures. The Group complies with its financial risk management policies at all times.

(3) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in market prices. Market risk comprise currency risk, interest rate risk and other price risk (such as equity risk).

In practice, it is rarely the case that a single risk variable will change independently from other risk variables; there are usually interdependencies between risk variables. However the sensitivity analysis disclosed below does not take into account the interdependencies between risk variables.

Foreign currency risk

The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when revenue or expense are denominated in a different currency from the Group's functional currency) and the Group's net investments in foreign subsidiaries.

The Group reviews its assets and liabilities denominated in foreign currency and enters into forward exchange contracts to hedge the exposure from exchange rate fluctuations. The level of hedging depends on the foreign currency requirements from each operating unit. As the purpose of holding forward exchange contracts are to hedge exchange rate fluctuation risk, the gain or loss made on the contracts from the fluctuation in exchange rates are expected to mostly offset gains or losses made on the hedged item. Hedge accounting is not applied as they did not qualify for hedge accounting criteria. Furthermore, as net investments in foreign subsidiaries are for strategic purposes, they are not hedged by the Group.

The foreign currency sensitivity analysis of the possible change in foreign exchange rates on the Group's profit is performed on significant monetary items denominated in foreign currencies as of the end of the reporting period. The Group's foreign currency risk is mainly related to the volatility in the exchange rates. The information of the sensitivity analysis, please refer to Note 12(10).

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's debt instrument investment at variable interest rates, bank borrowings with fixed interest rates and variable interest rates.

The Group manages its interest rate risk by having a balanced portfolio of fixed and variable loans and borrowings.

The interest rate sensitivity analysis is performed on items exposed to interest rate risk as of the end of the reporting period, including investments with variable interest rates. At the balance sheet date, an increase or a decrease of 5 basis points of interest rate could cause the profit for the three-month period ended March 31, 2021 and 2020 to decrease/increase by $5,363 thousand and $4,898 thousand, respectively.

Equity price risk

The fair value of the Group's listed and unlisted equity securities are susceptible to market price risk arising from uncertainties about future values of the investment securities. The Group's listed and unlisted equity securities are classified under financial assets at fair value through other comprehensive income. The Group manages the equity price risk through diversification and placing limits on individual and total equity instruments. Reports on the equity portfolio are submitted to the Group's senior management on a regular basis. The Group's Board of Directors reviews and approves all equity investment decisions.

An increase/decrease of 1% in the price of the listed companies stocks classified as investments in equity instruments measured at fair value through other comprehensive income could cause the equity for the three-month period ended March 31, 2021 and 2020 to increase/decrease by $42,992 thousand and $27,498 thousand, respectively.

(4) Credit risk management

Credit risk is the risk that counter-party will not meet its obligations under a contract, leading to a financial loss. The Group is exposed to credit risk from operating activities (primarily for accounts receivable and notes receivable) and from its financing activities, including bank deposits and other financial instruments.

Credit risk is managed by each business unit of the Group subject to established policy, procedures and controls relating to credit risk management. Credit limits are established for all counter parties based on their financial position, rating from credit rating agencies, historical experience, prevailing economic condition and the Group's internal rating criteria, etc. Certain counter parties' credit risk will also be managed by taking credit enhancing procedures, such as requesting for prepayment and insurance.

As of March 31, 2021, December 31, 2020 and March 31, 2020, the top three receivables from counter parties represented 50.59%, 51.19% and 39.05% of the total receivables of the Group, respectively. The credit concentration risk of the remaining receivables was insignificant.

Credit risk from balances with banks, fixed income securities and other financial instruments is managed by the Group's treasury in accordance with the Group's policy. The Group only transacts with counterparties approved by the internal control procedures, which are banks and financial institutions, companies and government entities with good credit rating. Consequently, there is no significant credit risk for these counter parties.

The Group adopted IFRS 9 to assess the expected credit losses. Except for the loss allowance of trade receivables measured at lifetime expected credit losses, the remaining debt instrument investments which are not measured at fair value through profit or loss, low credit risk for these investments is a prerequisite upon acquisition and by using their credit risk as a basis for the distinction of categories. The Group makes an assessment at each reporting date as to whether the debt instrument investments are still considered low credit risk, and then further determines the method of measuring the loss allowance and the loss rates.

Financial assets are written off when there is no realistic prospect of future recovery (the issuer or the debtor is in financial difficulties or bankruptcy).

When the credit risk on debt instrument investment has increased, the Group will dispose that investment in order to minimize the credit losses. When assessing the expected credit losses, the evaluation of the forward-looking information (available without undue cost and effort) is mainly based on the macroeconomic information and the credit loss ratio is further adjusted if there is significant impact from forward-looking information.

(5) Liquidity risk management

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of cash and cash equivalents, highly liquid equity investments and bank borrowings. The table below summarizes the maturity profile of the Group's financial liabilities based on the contractual undiscounted payments and contractual maturity. The payment amount includes the contractual interest. The undiscounted payment relating to borrowings with variable interest rates is extrapolated based on the estimated interest rate yield curve as of the end of the reporting period.

<u>Non-derivative financial liabilities</u>

	Less than 1 year	1 to 2 years	2 to 5 years	Above 5 years	Total
As of March 31, 2021					
Current borrowings (including interest to be paid)	$26,753,035	$-	$-	$-	$26,753,035
Short-term notes and bills payable	1,614,000	-	-	-	1,614,000
Notes payable	7,980	-	-	-	7,980
Accounts payable (including to related parties)	28,319,839	-	-	-	28,319,839
Other payables (including to related parties)	4,392,248	-	-	-	4,392,248
Non-current borrowings (including interest to be paid)	3,710,099	10,225,563	1,340,648	-	15,276,310
Lease liabilities (including non-current portion)	162,731	141,827	197,173	-	501,731

	Less than 1 year	1 to 2 years	2 to 5 years	Above 5 years	Total
As of December 31, 2020					
Current borrowings (including interest to be paid)	$22,137,143	$-	$-	$-	$22,137,143
Short-term notes and bills payable	1,534,000	-	-	-	1,534,000
Notes payable	11,763	-	-	-	11,763
Accounts payable (including to related parties)	25,803,918	-	-	-	25,803,918
Other payables (including to related parties)	4,682,526	-	-	-	4,682,526
Non-current borrowings (including interest to be paid)	4,294,780	10,201,184	1,527,019	-	16,022,983
Lease liabilities (including non-current portion)	176,689	55,902	329,156	-	561,747

	Less than 1 year	1 to 2 years	2 to 5 years	Above 5 years	Total
As of March 31, 2020					
Current borrowings (including interest to be paid)	$23,712,305	$-	$-	$-	$23,712,305
Short-term notes and bills payable	1,540,000	-	-	-	1,540,000
Notes payable	14,942	-	-	-	14,942
Accounts payable (including to related parties)	21,006,609	-	-	-	21,006,609
Other payables (including to related parties)	4,338,323	-	-	-	4,338,323
Non-current borrowings (including interest to be paid)	3,458,002	5,784,129	5,982,572	-	15,224,703
Lease liabilities (including non-current portion)	150,769	172,559	147,824	6,320	477,472

(6) Reconciliation of liabilities arising from financing activities

Reconciliation of liabilities for the three-month period ended March 31, 2021:

	Current borrowings	Short-term notes and bills payable	Lease liabilities	Non-current borrowings (including current portion)	Total liabilities from financing activities
As of January 1, 2021	$21,731,295	$1,532,915	$531,472	$15,666,160	$39,461,842
Cash flows	4,514,695	80,000	(47,360)	(692,685)	3,854,650
Non-cash changes	-	64	26,174	-	26,238
Foreign exchange movement	64,927	-	(33,983)	7,235	38,179
As of March 31, 2021	$26,310,917	$1,612,979	$476,303	$14,980,710	$43,380,909

Reconciliation of liabilities for the three-month period ended March 31, 2020:

	Current borrowings	Short-term notes and bills payable	Lease liabilities	Non-current borrowings (including current portion)	Total liabilities from financing activities
As of January 1, 2020	$21,822,200	$1,668,469	$525,537	$14,268,620	$38,284,826
Cash flows	1,172,579	(130,000)	(43,717)	271,622	1,270,484
Non-cash charges	-	745	18,805	-	19,550
Foreign exchange movement	65,984	-	(23,153)	41,825	84,656
As of March 31, 2020	$23,060,763	$1,539,214	$477,472	$14,582,067	$39,659,516

(7) Fair values of financial instruments

A. The methods and assumptions applied in determining the fair value of financial instruments:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used by the Group to measure or disclose the fair values of financial assets and financial liabilities:

(a) The carrying amount of cash and cash equivalents, accounts receivable (including due from related parties), other receivables (including due from related parties), accounts payable (including to related parties), other payables (including to related parties) and other current liabilities approximate their fair value due to their short maturities.

(b) For financial assets and liabilities traded in an active market with standard terms and conditions, their fair value is determined based on market quotation price (including listed equity securities, beneficiary certificates and bonds etc.) at the reporting date.

(c) Fair value of equity instruments without market quotations (including private placement of listed equity securities, unquoted public company and private company equity securities) are estimated using the market method valuation techniques based on parameters such as prices based on market transactions of equity instruments of identical or comparable entities and other relevant information (for example, inputs such as discount for lack of marketability, P/E ratio of similar entities and Price-Book ratio of similar entities).

(d) Fair value of debt instruments without market quotations, bank loans and other non-current liabilities are determined based on the counterparty prices or valuation method. The valuation method uses DCF method as a basis, and the assumptions such as the interest rate and discount rate are primarily based on relevant information of similar instrument (such as yield curves published by the Taipei Exchange, average prices for Fixed Rate Commercial Paper published by Reuters and credit risk, etc.)

(e) The fair value of derivatives which are not options and without market quotations, is determined based on the counterparty prices or discounted cash flow analysis using interest rate yield curve for the contract period. Fair value of option-based derivative financial instruments is obtained using on the counterparty prices or appropriate option pricing model (for example, Black-Scholes model) or other valuation method (for example, Monte Carlo Simulation).

B. Fair value of financial instruments measured at amortized cost

Among the Group's financial assets and financial liabilities measured at amortized cost, other than cash and cash equivalents, financial assets at amortised cost, accounts receivable (including due from related parties), other receivables (including due from related parties), current borrowings, short-term notes and bills payable, accounts payable (including to related parties), other payables (including to related parties), other current liabilities and non-current borrowings, the carrying amount approximate their fair value.

C. Fair value measurement hierarchy for financial instruments

Please refer to Note 12(9) for fair value measurement hierarchy for financial instruments of the Group.

(8) Derivatives financial instruments

The related information for derivative financial instruments not qualified for hedge accounting and not yet settled as of March 31, 2021, December 31, 2020 and March 31, 2020 was as follows:

<u>Forward currency contracts</u>

The Group entered into forward currency contracts to manage its exposure to financial risk, but these contracts were not designated as hedging instruments. The table below listed the information related to forward currency contracts:

As of March 31, 2021:

Items	Contract Amount	Exchange Currency	Contract Period
Forward currency contract	Sell USD 5,580 thousand	NTD	From May 10, 2021 to June 22, 2021
Forward currency contract	Sell USD 45,000 thousand	THB	From April 19, 2021 to April 26, 2021
Forward currency contract	Sell USD 49,500 thousand	THB、MXN	April 30, 2021
Forward currency contract	Buy USD 83,000 thousand	BRL	From April 8, 2021 to April 30, 2021

As of December 31, 2020:

Items	Contract Amount	Exchange Currency	Contract Period
Forward currency contract	Sell USD 1,800 thousand	NTD	February 9, 2021
Forward currency contract	Sell USD 52,000 thousand	THB	From January 13, 2021 to January 27, 2021
Forward currency contract	Sell USD 43,000 thousand	THB	January 29, 2021
Forward currency contract	Buy USD 95,000 thousand	BRL	From January 11, 2021 to February 2, 2021

As of March 31, 2020:

Items	Notional Amount	Exchange Currency	Contract Period
Forward currency contract	Buy USD 82,000 thousand	BRL	From April 14, 2020 to May 4, 2020

The counterparties for the aforementioned derivatives transactions were well known local or overseas banks, as they had sound credit ratings, the credit risk was insignificant.

With regard to the forward foreign exchange contracts, as they have been entered into to hedge the foreign currency risk of net assets or net liabilities, and there will be corresponding cash inflow or outflows upon maturity and the Group has sufficient operating funds, the cash flow risk is insignificant.

As of March 31, 2021, December 31, 2020 and March 31, 2020, the Group had forward currency contract transactions which were settled but not received, recognized as other receivables, amounted to $61,730 thousand, $287,145 thousand and $1,113,436 thousand, respectively. The forward currency contract transactions which were settled but not paid, recognized as other payables, amounted to $71,908 thousand, $316,934 thousand and $852,678 thousand, respectively.

(9) Fair value measurement hierarchy

A. Fair value measurement hierarchy

All asset and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole. Level 1, 2 and 3 inputs are described as follows:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 – Unobservable inputs for the asset or liability.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization at the end of each reporting period.

B. Fair value measurement hierarchy of the Group's assets and liabilities

The Group did not have assets that are measured at fair value on a non-recurring basis. Fair value measurement hierarchy of the Group assets and liabilities measured at fair value on a recurring basis was as follows:

As of March 31, 2021:

	Level 1	Level 2	Level 3	Total
Financial assets:				
At fair value through profit or loss				
Convertible corporate bond	$-	$-	$1,566,361	$1,566,361
Structured deposit	-	-	1,553,154	1,553,154
Assets at fair value through other comprehensive income				
Equity instrument measured at fair value through other comprehensive income	4,299,160	-	934,501	5,233,661

As of December 31, 2020:

	Level 1	Level 2	Level 3	Total
Financial assets:				
At fair value through profit or loss				
Convertible corporate bond	$-	$-	$1,608,961	$1,608,961
Structured deposit	-	-	1,742,291	1,742,291
At fair value through other comprehensive income				
Equity instrument measured at fair value through other comprehensive income	3,478,205	-	886,360	4,364,565

As of March 31, 2020:

	Level 1	Level 2	Level 3	Total
Financial assets:				
At fair value through profit or loss				
Convertible corporate bonds	$-	$-	$1,620,328	$1,620,328
Structured deposit	-	-	128,323	128,323
Assets at fair value through other comprehensive income				
Equity instrument measured at fair value through other comprehensive income	2,749,755	-	1,044,022	3,793,777

Transfers between Level 1 and Level 2 during the period

During the three-month period ended March 31, 2021 and 2020, there were no transfers between Level 1 and Level 2 fair value measurements.

Reconciliation for fair value measurements in Level 3 of the fair value hierarchy

The movements during the period were as follows:

	Assets			
	At fair value through profit and loss		At fair value through other comprehensive income	
	Convertible Corporate Bond	Structured Deposit	Stocks	Total
Beginning balances As of January 1, 2021	$1,608,961	$1,742,291	$886,360	$4,237,612
Total gains and losses recognized for the three-month period ended March 31, 2021:				
Amount recognized in profit or loss (presented in "other profit or loss")	(32,086)	12,792	-	(19,294)
Amount recognized in OCI (presented in "Unrealized gains (losses) from equity instruments investments measured at fair value through other comprehensive income)	-	-	38,238	38,238
Acquisition for the three-month period ended March 31, 2021	-	1,769,801	-	1,769,801
Disposal/settlements/reclassification for the three-month period ended March 31, 2021	(10,405)	(1,961,700)	-	(1,972,105)
Effect of exchange rate changes	(109)	(10,030)	9,903	(236)
Ending balances As of March 31, 2021	$1,566,361	$1,553,154	$934,501	$4,054,016

	Assets			
	At fair value through profit and loss		At fair value through other comprehensive income	
	Convertible Corporate Bonds	Structured Deposit	Stocks	Total
Beginning balances as of January 1, 2020	$1,622,687	$181,023	$1,147,051	$2,950,761
Total gains and losses recognized for the three-month period ended March 31, 2020:				
Amount recognized in profit or loss (presented in “other profit or loss”)	48,827	1,132	-	49,959
Amount recognized in OCI (presented in “Unrealized gains (losses) from equity instruments investments measured at fair value through other comprehensive income)	-	-	(131,018)	(131,018)
Acquisition for the three-month period ended March 31, 2020	-	260,200	-	260,200
Disposal/settlements/reclassification for the three-month period ended March 31, 2020	(24,581)	(312,703)	24,581	(312,703)
Effect of exchange rate changes and others	(26,605)	(1,329)	3,408	(24,526)
Ending balances as of March 31, 2020	$1,620,328	$128,323	$1,044,022	$2,792,673

Information on significant unobservable inputs to valuation

Description of significant unobservable inputs to valuation of recurring fair value measurements categorized within Level 3 of the fair value hierarchy was as follows:

As of March 31, 2021:

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets:					
At fair value through profit and loss					
Convertible corporate bonds	Cox-Ross-Rubinstein	Volatility of the stock price	34.37%	The higher the volatility of the stock price, the higher the fair value of the convertible bonds	1% increase (decrease) in the volatility of the stock price would not have significant effect on the Group’s profit or loss

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Convertible corporate bonds	Binomial Model	Long-term net profit before tax weighted average cost of funds	13.33%	The higher the long-term net profit before tax, the higher the fair value of the convertible bonds	1% increase (decrease) in the discount for lack of marketability would result in decrease (increase) in the Group's profit or loss by $14,744 thousand
		Discount for lack of marketability	20%	The higher the discount for lack of marketability, the lower the fair value of the convertible bonds	
Convertible corporate bonds	Assets approach	Discount for lack of marketability	10%	The higher the discount for lack of marketability, the lower the fair value of the convertible bonds	1% increase (decrease) in the discount for lack of marketability would not have significant effect on the Group's profit or loss
Structured deposit	Market approach	Price of the structured deposit	-	-	Structured deposit is a monetary transaction, therefore its value is equal to fair value
At fair value through other comprehensive income					
Stocks	Market approach	Discount for lack of marketability	20%	The higher the discount for lack of marketability, the lower the fair value of the stocks	1% increase (decrease) in the discount for lack of marketability would result in decrease (increase) in the Group's equity by $11,681 thousand

As of December 31, 2020:

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets:					
At fair value through profit and loss					
Convertible corporate bonds	Cox-Ross-Rubinstein	Volatility of the stock price	35.67%	The higher the volatility of the stock price, the higher the fair value of the convertible bonds	1% increase (decrease) in the volatility of the stock price would result in increase (decrease) in the Group's profit or loss by $0 thousand

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Convertible corporate bonds	Lattice Model	Long-term net profit before tax weighted average cost of funds	12.19%	The higher the long-term net profit before tax, the higher the fair value of the convertible bonds	1% increase (decrease) in the discount for lack of marketability would result in decrease (increase) in the Group's profit or loss by $14,796 thousand
		Discount for lack of marketability	20%	The higher the discount for lack of marketability, the lower the fair value of the convertible bonds	
Convertible corporate bonds	Assets approach	Discount for lack of marketability	10%	The higher the Discount for lack of marketability, the lower the fair value of the convertible bonds	1% increase (decrease) in the discount for lack of marketability would result in decrease (increase) in the Group's profit or loss by $601 thousand
Structured deposit	Market approach	Price of the structured deposit	-	-	Structured deposit is a monetary transaction, therefore its value is equal to fair value
At fair value through other comprehensive income					
Stocks	Market approach	Discount for lack of marketability	20%	The higher the Discount for lack of marketability, the lower the fair value of the stocks	1% increase (decrease) in the discount for lack of marketability would result in decrease (increase) in the Group's equity by $11,080 thousand

As of March 31, 2020:

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets:					
At fair value through profit and loss					
Convertible corporate bonds	Cox-Ross-Rubinstein	Volatility of the stock price	39.76%	The higher the volatility of the stock price, the higher the fair value of the convertible bonds	1% increase (decrease) in the volatility of the stock price would result in increase (decrease) in the Group's profit or loss by $10 thousand

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Convertible corporate bonds	Lattice Model	Long-term net profit before tax weighted average cost of funds	12.10% 21.38%	The higher the long-term net profit before tax and the discount for lack of marketability, the higher the fair value	1% increase (decrease) in the discount for lack of marketability would result in decrease (increase) in the Group's equity by $14,620 thousand
Convertible corporate bonds	Assets approach	Discount for lack of marketability	10.00%	The higher the Discount for lack of marketability, the lower the fair value of the stocks	1% increase (decrease) in the discount for lack of marketability would result in decrease (increase) in the Group's equity by $638 thousand
Structured deposit	Market approach	Price of the structured deposit	-	-	Structured deposit is a monetary transaction, therefore its value is equal to fair value
At fair value through other comprehensive income					
Stocks	Market approach	Discount for lack of marketability	20%	The higher the Discount for lack of marketability, the lower the fair value of the stocks	1% increase (decrease) in the discount for lack of marketability would result in decrease (increase) in the Group's equity by $13,050 thousand

<u>Valuation process used for fair value measurements categorized within Level 3 of the fair value hierarchy</u>

The Group's finance department is responsible for validating the fair value measurements and ensuring that the results of the valuation are in line with market conditions, based on independent and reliable inputs which are consistent with other information, and represent exercisable prices. The department analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Group's accounting policies at each reporting date.

C. Fair value measurement hierarchy of the Group's assets and liabilities not measured at fair value but for which the fair value was disclosed.

As of March 31, 2021:

	Level 1	Level 2	Level 3	Total
Financial assets did not measure at fair value but for which the fair value was disclosed:				
Financial assets measured at amortized cost				
Time deposit and cash in banks	$-	$55,114	$-	$55,114
Trust deposit	-	536,937	-	536,937
Investments accounted for using equity method (Note1)	3,612,639	-	-	3,612,639
Investment property (Note2)	-	-	179,586	179,586
Financial liabilities did not measure at fair value but for which the fair value was disclosed:				
Non-current borrowings (including current portion)	-	14,980,710	-	14,980,710

As of December 31, 2020:

	Level 1	Level 2	Level 3	Total
Financial assets did not measure at fair value but for which the fair value was disclosed:				
Financial assets measured at amortized cost				
Time deposit and cash in banks	$-	$43,969	$-	$43,969
Investments accounted for using equity method (Note1)	3,612,639	-	-	3,612,639
Investment property (Note2)	-	-	179,240	179,240
Financial liabilities did not measure at fair value but for which the fair value was disclosed:				
Non-current borrowings (including current portion)	-	15,666,160	-	15,666,160

As of March 31, 2020:

	Level 1	Level 2	Level 3	Total
Financial assets did not measure at fair value but for which the fair value was disclosed:				
Financial assets measured at amortized cost				
Time deposit and cash in banks	$-	$43,267	$-	$43,267
Investments accounted for using equity method (Note1)	2,239,961	-	-	2,239,961
Investment property (Note2)	-	-	187,566	187,566
Financial liabilities did not measure at fair value but for which the fair value was disclosed:				

	Level 1	Level 2	Level 3	Total
Non-current borrowings (including current portion)	$-	$14,582,067	$-	$14,582,067

Note 1: Please refer to Note 6(11) for more detailed information for the investments in associates.

Note 2: Please refer to Note 6(13) for more detailed information for the investment property.

(10) Significant assets and liabilities denominated in foreign currencies

(In thousands)

	As of March 31, 2021				
				Sensitivity analysis	
	Foreign currencies	Exchange rate	Carrying amount (NTD)	Fluctuation	Effect on income
Financial assets					
Monetary items					
USD	$657,788	28.5350	$18,769,983	0.5%	$93,850
CNY	344,277	4.3424	1,494,991	0.5%	7,475
THB	1,184,224	0.9187	1,087,947	0.5%	5,440
Financial liabilities					
Monetary items					
USD	$272,397	28.5350	$7,772,858	0.5%	$38,864
CNY	801,674	4.3424	3,481,188	0.5%	17,406
THB	3,632,000	0.9187	3,336,718	0.5%	16,684

(In thousands)

	As of December 31, 2020				
				Sensitivity analysis	
	Foreign currencies	Exchange rate	Carrying amount (NTD)	Fluctuation	Effect on income
Financial assets					
Monetary items					
USD	$109,230	28.4800	$3,110,880	0.5%	$15,554
CNY	279,863	4.3648	1,221,545	0.5%	6,108
THB	1,265,000	0.9535	1,206,178	0.5%	6,031
PHP	74,863	0.5930	44,393	0.5%	222
Financial liabilities					
Monetary items					
USD	$79,652	28.4800	$2,268,478	0.5%	$11,342

	As of December 31, 2020				
			Carrying	Sensitivity analysis	
	Foreign	Exchange	amount		Effect on
	currencies	rate	(NTD)	Fluctuation	income
CNY	654,847	4.3648	2,858,277	0.5%	14,291
THB	2,819,000	0.9535	2,687,917	0.5%	13,440
PHP	367,453	0.5930	217,900	0.5%	1,090

(In thousands)

	As of March 31, 2020				
			Carrying	Sensitivity analysis	
	Foreign	Exchange	amount		Effect on
	currencies	rate	(NTD)	Fluctuation	income
Financial assets					
Monetary items					
USD	$215,082	30.2250	$6,500,857	0.5%	$32,504
CNY	236,442	4.2660	1,008,661	0.5%	5,043
THB	753,350	0.9305	700,992	0.5%	3,505
Financial liabilities					
Monetary items					
USD	$90,195	30.2250	$2,726,143	0.5%	$13,631
CNY	558,898	4.2660	2,384,258	0.5%	11,921
THB	1,860,896	0.9305	1,731,563	0.5%	8,658

The Group’s foreign currency transactions were denominated in multiple currency; therefore, the information of the foreign exchange gains (losses) of monetary assets and liabilities denominated by each currency was not applicable for disclosure. The Group’s significant monetary financial assets and liabilities denominated in foreign currencies incurred foreign exchange gain (loss) (including realized and unrealized) of $(237,864) thousand and $(159,390) thousand for the three-month period ended March 31, 2021 and 2020, respectively.

The above information was disclosed based on the carrying amount of foreign currency (after conversion to functional currency).

(11) Capital management

The primary objective of the Group’s capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximize shareholders’ value. The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust dividend payment to shareholders, return capital to shareholders or issue new shares.

(12) Impact of coronavirus (COVID-19)

Due to the outbreak of coronavirus (COVID-19), some of the Group’s subsidiaries were affected by factors beyond control, such as reduced working days, shortage of raw materials from supply chain and stagnation of market demand in the 2020. The global economic market for the year ended December 31, 2021 was affected by the mutation of the virus. However, through favorable factors such as various countries’ modification of control method based on the experience of the past year and the introduction of the vaccine at the end of the year ended December 31 2020, the global economy gradually recovered. Since the Group has prepared a complete and decentralized globalization layout, COVID-19 pandemic would not cause material impact to the Group’s operations and finance as of the financial report date. The Group will continue to monitor the potential risk and uncertainty due to the pandemic and take appropriate precautions to flexibly adjust its business operation to mitigate the potential impact on the Group’s operation and finance.

In addition, governments release relief packages, mostly released during 2020, to deal with significant uncertainty of economy due to COVID-19 pandemic to narrow the scale and magnitude of the economic impacts. As of March 31, 2021, the related government subsidy the Group received was not significant. According to the Group’s accounting policy, the aforementioned government subsidy was clearly identifiable as expenses (wages and salaries expense, etc.) which incurred for the year ended December 31, 2021, so that to be deducted from related expense.

13. <u>Other disclosure</u>

(1) Information at significant transactions (portion of transactions were eliminated upon consolidation)

A. Financings provided to others: Please refer to table 1 for more details.

B. Endorsements/guarantees provided to others: Please refer to table 2 for more details.

C. Marketable securities held (not including subsidiaries, associates and joint ventures): Please refer to table 3 for more details.

D. Individual securities acquired or disposed of with accumulated amount exceeding NTD 300 million or 20 percent of the capital stock: No such circumstances.

E. Acquisition of individual real estate properties at costs of at least NTD 300 million or 20 percent of the paid-in capital: No such circumstances.

F. Disposal of individual real estate properties at costs of at least NTD 300 million or 20 percent of the paid-in capital: No such circumstances.

G. Total purchases from or sales to related parties of at least NTD 100 million or 20 percent of the paid-in capital: Please refer to table 5 for more details.

H. Receivables due from related parities amounting to at least NTD 100 million or 20 percent of the paid-in capital: Please refer to table 6 for more details.

I. Derivative instruments transactions: Please refer to Note 6 and Note 12 for more details.

J. Significant intercompany transactions between consolidated entities: Please refer to table 7 for more details.

(2) Information on investees (portion of investees information were eliminated upon consolidation)

A. Financings provided to others: Please refer to table 1 for more details.

B. Endorsements/guarantees provided to others: Please refer to table 2 for more details.

C. Marketable securities held (not including subsidiaries, associates and joint ventures): Please refer to table 3 for more details.

D. Individual securities acquired or disposed of with accumulated amount exceeding NTD 300 million or 20 percent of the capital stock: Please refer to table 4 for more details.

E. Acquisition of individual real estate properties at costs of at least NTD 300 million or 20 percent of the paid-in capital: No such circumstances.

F. Disposal of individual real estate properties at costs of at least NTD 300 million or 20 percent of the paid-in capital: No such circumstances.

G. Total purchases from or sales to related parties of at least NTD 100 million or 20 percent of the paid-in capital: Please refer to table 5 for more details.

H. Receivables due from related parities amounting to at least NTD 100 million or 20 percent of the paid-in capital: Please refer to table 6 for more details.

I. Derivative instruments transactions: Please refer to Note 6 and Note 12 for more details.

J. Names, locations and related information of investees over which the company exercises significant influence (not including information on investments in Mainland China): Please refer to table 8 for more details.

(3) Information on investments in Mainland China (Eliminated upon consolidation)

A. Names, main business, paid-in capital, method of investment, investment flows, percentage of ownership, share of profits (losses), carrying amount at the end of the period, accumulated inward remittance of earnings and the upper limit of investment: Please refer to table 9 for more details.

B. Significant transactions with investee in Mainland China

Directly or indirectly significant transactions through third regions with the investees in Mainland China, including price, payment terms, unrealized gain or loss, and other events with significant effects on the operating results and financial condition: Please refer to tables 5 to 7 for more details.

(4) Information on major shareholders

Shares / Major shareholders	Total shares owned	Ownership percent
Compal Electronics, Inc.	124,043,763 shares	8.44%

Note 1: The major shareholders information was from the date 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 differ from the actual number of shares issued in dematerialised form because of a different calculation basis.

Note 2: If the aforementioned data contains shares which were kept in trust by the shareholders, the data disclosed was the settlor’s separate account for the fund set by the trustee. As for the shareholder who reports share equity as an insider whose shareholding ratio is greater than 10% in accordance with Securities and Exchange Act, the shareholding ratio includes the self-owned shares and trusted shares, at the same time, persons who have power to decide how to allocate the trust assets. For the information of reported share equity of insider, please refer to Market Observation Post System.

14. Segment information

(1) Segment information

	For the three-month period ended March 31, 2021			
	Consuming electronic products	Other operating segments	Adjustment and elimination	Consolidated
External customer	$33,095,848	$1,105,115	$-	$34,200,963
Segment profit	$50,308	$142,249	$-	$192,557

	For the three-month period ended March 31, 2020			
	Consuming electronic products	Other operating segments	Adjustment and elimination	Consolidated
External customer	$27,585,461	$618,092	$-	$28,203,553
Segment profit	$58,173	$17,475	$-	$75,648

The Group's only reportable segment was the Consumer Electronic Products Segment. The segment mainly engages in design and manufacturing of calculator/computer, web-based communications, computer peripherals and storage products. The Group also had other segments that did not exceed the quantitative threshold. The segments mainly engage in production and sale of passive components.

The segment assets information of the Group as of March 31, 2021, December 31, 2020 and March 31, 2020 were as follows:

Segment assets

	Consumer electronic products	Other operating segments	Adjustment and elimination	Consolidated
March 31, 2021	$100,282,380	$6,015,051	$-	$106,297,431
December 31, 2020	$93,576,423	$5,698,734	$-	$99,275,157
March 31, 2020	$88,308,054	$5,063,228	$-	$93,371,282

The amount reported by the Group was consistent with that used by the operating decision makers. There was no material inconsistency between the accounting policies of the operating segment and the accounting policies described in Note 4. The Group uses the operating profit or loss (net of tax) as the measurement for segment profit and the basis of performance assessment.

Kinpo Electronics, Inc. and subsidiaries

Notes to unaudited consolidated financial statements (continued)

Table 1: Financings provided to others (Unit: thousands of NTD/ foreign currency)

No. <Note1>	Financing Company	Related Party	Financial Statement Account	Related Party	Maximum Balance for the period	Ending Balance (Passed by the Board of Directores)	Amount Acutally Drawn	Interest rate	Nature of Financing <Note2>	Transaction Amounts	Reason for Financing	Allowance for Bad Debt	Collateral Item	Collateral Value	Financing Limits for Each Borrowing Company <Note3>	Financing Company's Total Financing Amount Limits <Note4>
0	Kinpo Electronics, Inc.	XYZprinting Japan, Inc.	Other receivables due from related parties	Yes	JPY 600,000 (162,900)	JPY 300,000 (77,310)	JPY 300,000 (77,310)	0.5%	2	-	Need for operating	-	-	-	$3,071,020	$12,284,078
0	Kinpo Electronics, Inc.	XYZprinting, Inc.	〃	Yes	200,000	200,000	200,000	0.97989%	2	-	Need for operating	-	-	-	3,071,020	12,284,078
0	Kinpo Electronics, Inc.	Cal-Comp Big Data, Inc.	〃	Yes	200,000	200,000	-	3M Taibor+0.5%	2	-	Need for operating	-	-	-	3,071,020	12,284,078
0	Kinpo Electronics, Inc.	New Era AI Robotic Inc.	〃	Yes	200,000	200,000	100,000	0.93989%	2	-	Need for operating	-	-	-	3,071,020	12,284,078
1	Kinpo International Ltd.	XYZprinting, Inc. (USA)	〃	Yes	USD 5,000 (142,675)	USD 5,000 (142,675)	USD 5,000 (142,675)	1.36963%	2	-	Need for operating	-	-	-	3,989,149	3,989,149
1	Kinpo International Ltd.	Cal-Comp Big Data International Ltd.	〃	Yes	USD 5,000 (142,675)	USD 5,000 (142,675)	USD 2,700 (77,045)	1.19688%	2	-	Need for operating	-	-	-	3,989,149	3,989,149
2	Kinpo International (Singapore) Pte. Ltd.	Kinpo Electronics (Philippines), Inc.	〃	Yes	USD 65,000 (1,854,775)	USD 65,000 (1,854,775)	USD 21,500 (613,503)	0.79%~1.03663%	2	-	Need for operating	-	-	-	5,855,720	5,855,720
3	Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Industria de Semicondutores S.A.	〃	Yes	USD 7,500 (214,013)	USD 7,500 (214,013)	USD 7,500 (214,013)	2.5%	2	-	Need for operating	-	-	-	12,284,078	12,284,078
3	Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Industria e Comercio de Eletronicos e Informatica Ltda.	〃	Yes	USD 44,825 (1,279,068)	USD 44,825 (1,279,068)	USD 44,825 (1,279,068)	-	2	-	Need for operating	-	-	-	12,284,078	12,284,078
3	Cal-Comp Electronics (Thailand) Public Company Limited	XYZprinting, Inc.	〃	Yes	USD 24,972 (712,587)	USD 24,972 (712,587)	USD 24,972 (712,587)	-	2	-	Need for operating				2,973,759	12,284,078
3	Cal-Comp Electronics (Thailand) Public Company Limited	Logistar International Holding Co., Ltd.	〃	Yes	USD 60,000 (1,712,100)	USD 60,000 (1,712,100)	- -	Libor 1M+1%	2	-	Need for operating	-	-	-	12,284,078	12,284,078
4	Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	XYZprinting (Suzhou) Co., Ltd.	〃	Yes	CNY 45,000 (197,429)	CNY 45,000 (195,408)	CNY 45,000 (195,408)	2.05%~2.953%	2	-	Need for operating	-	-	-	4,386,948	4,386,948
4	Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Cal-Comp Precision (Yueyang) Co., Ltd.	〃	Yes	CNY 200,000 (877,460)	CNY 200,000 (868,480)	CNY 200,000 (868,480)	1.92%	2	-	Need for operating	-	-	-	4,386,948	4,386,948
5	Cal-Comp Electronics (USA) Co., Ltd.	Qbit Semiconductor Ltd.	〃	Yes	USD 8,337 (237,882)	USD 8,337 (237,882)	USD 8,337 (237,882)	-	2	-	Need for operating	-	-	-	376,602	1,883,008
5	Cal-Comp Electronics (USA) Co. Ltd.	Cal-Comp USA (Indiana), Inc.	〃	Yes	USD 5,000 (142,675)	USD 5,000 (142,675)	- -	Libor 1M+1%	2	-	Need for operating	-	-	-	1,883,008	1,883,008
5	Cal-Comp Electronics (USA) Co. Ltd.	Cal-Comp USA (San Diego), Inc.	〃	Yes	USD 20,527 (585,735)	USD 20,527 (585,735)	USD 15,527 (443,060)	Libor 1M+1%；0%	2	-	Need for operating	-	-	-	1,883,008	1,883,008
6	Cal-Comp Precision (Thailand) Limited	Cal-Comp Precision (Philippines), Inc.	〃	Yes	USD 35,000 (998,725)	USD 15,000 (428,025)	USD 15,000 (428,025)	1.10088%	2	-	Need for operating	-	-	-	1,531,461	1,531,461
7	Cal-Comp Precision (Singapore) Limited	Cal-Comp Precision (Dongguan) Limited	〃	Yes	USD 5,406 (154,257)	USD 5,406 (154,257)	USD 5,406 (154,257)	-	2	-	Need for operating	-	-	-	2,234,238	2,234,238
8	Cal-Comp Electronics & Communications Co., Ltd.	Qbit Semiconductor Ltd.	〃	Yes	40,000	40,000	40,000	0.87978%	2	-	Need for operating	-	-	-	90,913	363,653
9	Crownpo Technology Inc.	Li-Cheng Materials Co., Ltd.	〃	Yes	32,000	16,000	16,000	2%	2	-	Need for operating	-	-	-	34,981	139,925
10	Kinpo Electronics (China) Co., Ltd.	LIZ Electronics (Nantong) Co., Ltd.	〃	Yes	CNY 400,000 (1,736,960)	CNY 400,000 (1,736,960)	- -	4.35%	2	-	Need for operating	-	-	-	5,887,984	5,887,984
11	LIZ Electronics (Kunshan) Co., Ltd.	LIZ Electronics (Nantong) Co., Ltd.	〃	Yes	CNY 30,000 (130,272)	CNY 30,000 (130,272)	- -	4.35%	1	CNY 118,733 (515,586)	-	-	-	-	198,177	990,884
12	LIZ Electronics (Nantong) Co., Ltd.	LIZ Electronics (Kunshan) Co., Ltd.	〃	Yes	CNY 30,000 (130,272)	CNY 30,000 (130,272)	- -	4.35%	1	CNY 118,733 (515,586)	-	-	-	-	193,834	969,169

<Note1> The numbers filled in for the financings provided by the group or subsidiaries are as follows:

1. The Company is "0".
2. The subsidiaries are numbered in order starting from "1".

<Note2> The codes represent the nature of financing activities as follows:

1. Trading partner is "1".
2. Short-term financing is "2".

<Note3> Financing limits for each borrowing companies are as follows:

1. Non related party
   (1) Trading Partners: The maximum of total financing is highter of the transaction amount during the most recent 3 months or 30% of transaction amount during current year, and shall not exceed 10% of its net worth.
   (2) Short-term financing: The maximum of total financing is 80% of counter-party's net worth and shall not exceed 4% of its net worth.
2. Related Party
   (1) Trading Partners: The maximum of total financing is highter of the transaction amount during the most recent 3 months or during current year, and shall not exceed 20% of its net worth.
   (2) Short-term financing: The maximum of total financing is 20% of its net worth.
   (3) Subsidiaries 100% held by the company: The maximum of total financing is 100% of the company's net worth.

<Note4> Financing company's total financing amount limits are as follows:

1. The maximum amount of financing to trading partners is 100% of transaction amount during current year and shall not exceed 40% of its net worth.
2. The maximum amount of short-term financing is 40% of financing company's net worth.
3. The maximum amount of short-term financing to subsidiaries 100% held by the company is 100% of the company.
4. The summary of the three situations above shall not exceed 80% of the company's net worth.

Table 2: Endorsements/guarantees provided to others

(Unit: thousands of NTD/ foreign currency)

No. <Note1>	Endorsement/ Guarantee Provider	Guaranteed Party		Limits on Endorsement/ Guarantee Amount Provided to Each Guaranteed Party <Note3>	Maximum Balance for the period	Ending Balance	Amount Actually Drawn	Amounts of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity per Latest Financial Statements	Maximum Endorsement/ Guarantee Amount Allowable <Note3>	Guarantee Provided by Parent Company	Guarantee Provided by A Subsidiary	Guanantee Provided to Subsidiaries in Mainland China
		Name	Nature of relationship <Note2>										
0	Kinpo Electronics, Inc.	Kinpo International Ltd.	2	$15,355,098	USD 116,000 (3,310,060)	USD 106,000 (3,024,710)	USD 55,000 (1,569,425)	$-	19.70%	$15,355,098	Yes	No	No
0	Kinpo Electronics, Inc.	Kinpo International (Singapore) Pte. Ltd.	2	15,355,098	USD 20,000 (570,700)	USD 20,000 (570,700)	- -	-	3.72%	15,355,098	Yes	No	No
0	Kinpo Electronics, Inc.	XYZprinting, Inc.	2	15,355,098	520,000	520,000	160,000	-	3.39%	15,355,098	Yes	No	No
0	Kinpo Electronics, Inc.	Cal-Comp Big Data International Ltd.	2	15,355,098	USD 3,000 (85,605)	USD 3,000 (85,605)	USD 2,800 (79,898)	-	0.56%	15,355,098	Yes	No	No
0	Kinpo Electronics, Inc.	Cal-Comp Big Data, Inc.	2	15,355,098	280,000	280,000	200,000	-	1.82%	15,355,098	Yes	No	No
0	Kinpo Electronics, Inc.	New Era AI Robotic Inc.	2	15,355,098	400,000	400,000	295,000	-	2.60%	15,355,098	Yes	No	No
1	Cal-Comp Electronics (Thailand) Public Company Limited	Logistar International Holding Co., Ltd.	2	14,868,796	USD 344,000 EUR 8,000 (10,083,835)	USD 344,000 EUR 8,000 (10,083,835)	USD 172,800 - (4,930,848)	-	65.67%	14,868,796	Yes	No	No
1	Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Electronis (USA) Co. Ltd.	2	14,868,796	USD 45,000 (1,284,075)	USD 45,000 (1,284,075)	USD 6,000 (171,208)	-	8.36%	14,868,796	Yes	No	No
1	Cal-Comp Electronics (Thailand) Public Company Limited	Qbit Semiconductor Ltd.	2	14,868,796	435,000	435,000	79,268	-	2.83%	14,868,796	Yes	No	No
2	Cal-Comp Electronics & Communications Co., Ltd.	Qbit Semiconductor Ltd.	4	454,566	USD 6,500 (185,478)	USD 6,500 (185,478)	USD 6,500 (185,478)	-	1.21%	454,566	No	No	No
3	Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	NKG Advanced Intelligence & Technology Development (Yueyang) Co., Ltd.	2	4,386,948	USD 20,000 (570,700)	USD 20,000 (570,700)	- -	-	3.72%	4,386,948	Yes	No	Yes
4	Cal-Comp Precision (Thailand) Limited	Cal-Comp Precision (Singapore) Limited	2	2,792,798	USD 35,000 (998,725)	USD 35,000 (998,725)	USD 18,000 (513,630)	-	6.50%	2,792,798	Yes	No	No

<Note1> The numbers filled in for the endorsements/guarantees provided by the group or subsidiaries are as follows:

1. The Company is "0".
2. The subsidiaries are numbered in order starting from "1".

<Note2> The following code represents the relationship with the company:

1. A company with which it does business.
2. A company in which the public company directly and indirectly holds more than 50 percent of the voting shares.
3. A company that directly and indirectly holds more than 50 percent of the voting shares in the public company.
4. A company in which the public company holds, directly or indirectly, 90% or more of the voting shares.
5. A company that fulfills its contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.
6. A company that all capital contributing shareholders make endorsements/ guarantees for their jointly invested company in proportion to their shareholding percentages.
7. Companies in the same industry provide among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

<Note3> The limit amount of endorsement/guarantee are as follows:

1. The aggregate amount of endorsement/guarantee:

(1) The aggregate amount of transactions of endorsement/guarantee must be less than 100% of net worth of provider company.

(2) The aggregate amount of endorsement /guarnatee of the Company and subsidiaries should be less than 2% of the company's net worth.

(3) The aggregate amount of endorsements/guarantees that the Company as a whole may exceed 50% of the Company's net worth, and the Company should explain the rationality of it in the shareholders meeting.

2. The amount of endorsement/guarantee for any single entity is as follow:

(1) The amount of endorsement/guarantee for trading partners should be less than 30% of the total sales or purchase transactions between endorsor/guarantor and the receiving party from the previous fiscal year, and should be less than 65% of the Company's net worth.

(2) For subsidiaries jointly or directly owned over 50% by the company, the amount of endorsement/guarantee for the entity should be less than 100% of the company's net worth.

(3) For subsidiaries jointly or directly owned over 90% by the company, the amount of endorsement/guarantee for the entity should be less than 10% of the company's net worth, except for 100% owned companies. The ceiling for subsidiaries owned 100% is 100% of the Company's net worth.

Kinpo Electronics, Inc. and subsidiaries

Notes to unaudited consolidated financial statements (continued)

Table 3: Marketable securities held (not including subsidiaries, associates and joint ventures) (Unit: thousands of NTD/ foreign currency)

No. <Note1>	Held Company Name	Marketable Securities Type and Name	Relationship with the Company	Financial Statement Account	As of March 31, 2021				Remark
					Share/Units	Carrying Value	Percentage of ownership	Fair Value	
0	Kinpo Electronics, Inc.	Innolux Corporation / Stock	—	Current financial assets at fair value through other comprehensive income	16,842,770	$355,382	0.17%	$355,382	Public: 3481
0	Kinpo Electronics, Inc.	Amphastar Pharmaceuticals, Inc. / Stock	—	〃	39,622	20,713	0.07%	20,713	Public: AMPH
0	Kinpo Electronics, Inc.	Compal Electronics, Inc. / Stock	—	Non-current financial assets at fair value through other comprehensive income	151,628,692	3,805,880	3.44%	3,805,880	Public: 2324
0	Kinpo Electronics, Inc.	Helios Semiconductor, Inc. / Stock	—	〃	42,002	34	0.69%	34	
0	Kinpo Electronics, Inc.	Taiwan Star Telecom Corp. Ltd. / Stock	—	〃	98,854,105	730,532	1.80%	730,532	
0	Kinpo Electronics, Inc.	Norm Pacific Automation Corp. / Stock	—	〃	469,240	5,767	1.64%	5,767	
0	Kinpo Electronics, Inc.	Kun-Ji Venture Capital, Inc. / Stock	—	〃	160,650	826	3.33%	826	
0	Kinpo Electronics, Inc.	Prudence Capital Management Ltd. / Stock	—	〃	282,073	4,366	1.00%	4,366	
0	Kinpo Electronics, Inc.	Puritron Technology Inc. / Stock	—	〃	629,148	818	3.85%	818	
0	Kinpo Electronics, Inc.	Intergrafx Holding Ltd. / Convertible preferred stock	—	〃	1,166,667	-	-	-	
0	Kinpo Electronics, Inc.	PChome Ventures fund / Stock	—	〃	157,080	-	6.06%	-	
0	Kinpo Electronics, Inc.	iMedtac Company Limited / Stock	—	〃	890,400	22,082	6.99%	22,082	
0	Kinpo Electronics, Inc.	GEOSAT Aerospace & Technology Inc. / Convertible corporate bond	—	Current financial assets at fair value through profit and loss	-	91,945	-	91,945	
1	Kinpo International (Singapore) Pte. Ltd.	URSrobot Holding Ltd. / Preferred stock	—	Non-current financial assets at fair value through other comprehensive income	2,033,180	USD 813	-	USD 813	
2	Jipo Investment Co., Ltd.	Innolux Corporation / Stock	—	Current financial assets at fair value through other comprehensive income	4,308,238	90,904	0.04%	90,904	Public: 3481
2	Jipo Investment Co., Ltd.	Kinpo Electronics, Inc. / Stock	Parent company	Non-current financial assets at fair value through other comprehensive income	46,197,155	591,324	3.15%	591,324	Public: 2312 <Note2>
2	Jipo Investment Co., Ltd.	Taiwan Star Telecom Corp. Ltd. / Stock	—	〃	6,237	-	-	-	
3	XYZprinting, Inc.	Taiwan Tech 3D Co., Ltd. / Stock	—	〃	200,000	-	10.00%	-	
4	CastleNet Technology Inc.	Superhero Patterns, Inc./ Convertible corporate bond	—	Non-current financial assets at fair value through profit and loss	-	1,474,416	-	1,474,416	
5	Cal-Comp Electronics (Thailand) Public Company Limited	Metal Component Engineering Limited / Stock	—	Non-current financial assets at fair value through other comprehensive income	37,805,800	USD 921	10.11%	USD 921	Public: 5DX.SI
5	Cal-Comp Electronics (Thailand) Public Company Limited	Nexa3D Inc. / Stock	—	〃	574,456	USD 5,147	15.65%	USD 5,147	
6	Logistar International Holding Co., Ltd.	Mojoose Inc. / Convertible corporate bond	—	Non-current financial assets at fair value through profit and loss	-	-	-	-	
7	Cal-Comp Electronics (USA) Co., Ltd.	Fellow, Inc. / Stock	—	Non-current financial assets at fair value through other comprehensive income	480,815	-	4.72%	-	

<Note1> The numbers filled in for the marketable securities held by the group or subsidiaries are as follows:

(1) The company is "0".

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

<Note2> Classified as treasury stock for consolidated financial report.

Kinpo Electronics, Inc. and subsidiaries

Notes to unaudited consolidated financial statements (continued)

Table 4: Individual securities acquired or disposed of with accumulated amount exceeding NTD 300 million or 20 percent of the capital stock

(Unit: thousands of NTD/ foreign currency)

Company Name	Marketable Securities Type and Name	Financial Statement Account	Counter-party	Nature of Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance		
					Shares/Units	Amount	Shares/Units	Amount	Shares/Units	Amount	Carrying Value	Gain/Loss on Disposal	Shares/Units	Amount	Remark
Kinpo Electronics (China) Co., Ltd.	YieldPlus Structured Deposit	Current investments in equity instruments designated at fair value through profit or loss	CTBC Bank	—	-	CNY 170,479	-	CNY 152,000	-	CNY 171,183	CNY 170,000	CNY 1,183	-	CNY 152,428	<Note1>
Kinpo Electronics (China) Co., Ltd.	YieldPlus Structured Deposit	〃	Bank of Donguan	—	-	CNY 213,583	-	CNY 65,000	-	CNY 115,827	CNY 115,000	CNY 827	-	CNY 164,196	<Note1>
Kinpo Electronics (China) Co., Ltd.	YieldPlus Structured Deposit	〃	Bank of Communications	—	-	-	-	CNY 161,000	-	CNY 120,231	CNY 120,000	CNY 231	-	CNY 41,047	<Note1>

<Note1> The ending balance included the recognition of share of profit (loss) of associates and joint ventures accounted for using equity method, exchange differences on translation and unrealised gains (losses) from investments in financial assets/liabilities, etc.

Table 5: Total purchases from or sales to related parties of at least NTD 100 million or 20% of the paid-in capital (Unit: thousands of NTD/ foreign currency)

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction Terms Different From Regular Transactions		Notes/Accounts Receivable (Payable)		Remark
			Purchase /Sales	Amount	% to Total <Note>	Payment Term	Unit Price	Payment Term	Ending Balance	% to Total <Note>	
Kinpo Electronics, Inc.	Kinpo Electronics (Philippines), Inc.	Subsidiary	Purchases	$606,664	83.47%	About 30 days	Similar to general terms and conditions	About 30 days	($202,215)	84.91%	
Kinpo International Ltd.	Kinpo Electronics, Inc.(China)	Subsidiary	Purchases	CNY 30,956	16.54%	—	Similar to general terms and conditions	—	(CNY 111,358)	48.73%	
Kinpo Electronics, Inc.(China)	Kinpo International Ltd.	Parent company	Sales	CNY 30,956	12.54%	—	Similar to general terms and conditions	—	CNY 111,358	23.62%	
Kinpo Electronics (Philippines), Inc.	Kinpo Electronics, Inc.	Parent company	Sales	USD 21,439	12.48%	About 30 days	Similar to general terms and conditions	About 30 days	USD 7,087	4.43%	
Kinpo Electronics (Philippines), Inc.	Cal-Comp Precision (Philippines), Inc.	Affiliated company	Purchases	USD 26,004	17.62%	About 30 days	Similar to general terms and conditions	About 30 days	(USD 18,523)	15.88%	
CastleNet Technology Inc.	Cal-Comp Electronics (Thailand) Public Company Limited	Affiliated company	Purchases	411,657	87.67%	About 90-120 days	Similar to general terms and conditions	About 90-120 days	(506,732)	92.73%	
Cal-Comp Electronics (Thailand) Public Company Limited	Logistar International Holding Co., Ltd.	Subsidiary	Sales	USD 222,829	35.43%	About 60-90 days	Similar to general terms and conditions	About 60-90 days	USD 291,988	43.30%	
Cal-Comp Electronics (Thailand) Public Company Limited	Logistar International Holding Co., Ltd.	Subsidiary	Purchases	USD 12,999	2.23%	About 60-90 days	Similar to general terms and conditions	About 60-90 days	-	-	
Cal-Comp Electronics (Thailand) Public Company Limited	CastleNet Technology Inc.	Affiliated company	Sales	USD 24,134	3.84%	About 90-120 days	Similar to general terms and conditions	About 90-120 days	USD 27,406	4.06%	
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Precision (Thailand) Limited	Subsidiary	Purchases	USD 8,722	1.49%	About 30 days	Similar to general terms and conditions	About 30 days	(USD 9,287)	1.95%	
Logistar International Holding Co., Ltd.	Cal-Comp Electronics (Thailand) Public Company Limited	Parent company	Sales	USD 12,999	3.33%	About 60-90 days	Similar to general terms and conditions	About 60-90 days	USD 20,320	6.98%	
Logistar International Holding Co., Ltd.	Cal-Comp Electronics (Thailand) Public Company Limited	Parent company	Purchases	USD 222,829	54.98%	About 60-90 days	Similar to general terms and conditions	About 60-90 days	(USD 312,309)	61.39%	
Logistar International Holding Co., Ltd.	Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Affiliated company	Purchases	USD 23,829	5.88%	About 45-120 days	Similar to general terms and conditions	About 45-120 days	(USD 28,299)	5.56%	
Logistar International Holding Co., Ltd.	Cal-Comp Optical Electronics (Yueyang) Co., Ltd.	Affiliated company	Purchases	USD 140,305	34.62%	About 90 days	Similar to general terms and conditions	About 90 days	(USD 121,276)	23.84%	
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Logistar International Holding Co., Ltd.	Affiliated company	Sales	CNY 154,692	100.00%	About 45-120 days	Similar to general terms and conditions	About 45-120 days	CNY 185,963	100.00%	
Cal-Comp Optical Electronics (Yueyang) Co., Ltd.	Cal-Comp Precision (Yueyang) Co., Ltd.	Affiliated company	Purchases	CNY 144,659	13.50%	About 60 days	Similar to general terms and conditions	About 60 days	(CNY 92,243)	23.99%	
Cal-Comp Optical Electronics (Yueyang) Co., Ltd.	Logistar International Holding Co., Ltd.	Affiliated company	Sales	CNY 911,406	98.14%	About 90 days	Similar to general terms and conditions	About 90 days	CNY 796,941	99.96%	
Cal-Comp Precision (Yueyang) Co., Ltd.	Cal-Comp Optical Electronics (Yueyang) Co., Ltd.	Affiliated company	Sales	CNY 144,659	100.00%	About 60 days	Similar to general terms and conditions	About 60 days	CNY 92,243	100.00%	
Cal-Comp Precision (Thailand) Limited	Cal-Comp Electronics (Thailand) Public Company Limited	Parent company	Sales	USD 24,433	97.88%	About 30 days	Similar to general terms and conditions	About 30 days	USD 9,374	99.89%	
Cal-Comp Precision (Philippines) Limited	Kinpo Electronics (Philippines), Inc.	Affiliated company	Sales	USD 25,999	92.42%	About 30-60 days	Similar to general terms and conditions	About 30-60 days	USD 18,436	98.91%	
Cal-Comp Electronics de Mexico. Co. SA de CV	Cal-Comp Electronics (USA) Co., Ltd.	Affiliated company	Sales	USD 3,742	100.00%	About 60-90 days	Similar to general terms and conditions	About 60-90 days	USD 7,668	99.99%	

<Note> Percentage to total sales (purchases), accounts and notes receivable (payable).

Table 6: Receivables due from related parites amounting to at least NTD 100 million or 20% of the paid-in capital

(Unit: thousands of NTD/ foreign currency)

Company Name	Related Party	Nature of Relationship	Financial Statement Account	Ending Balance	Turover Ratio	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
Kinpo Electronics, Inc.	Kinpo International Ltd.	Subsidiary	Accounts receivable due from related parties	$670,793	-	-	-	$-	$-
Kinpo Electronics, Inc.	XYZprinting, Inc.	Subsidiary	Other receivables due from related parties	200,499	-	-	-	-	-
Kinpo Electronics, Inc.	New Era AI Robotic Inc.	Subsidiary	Other receivables due from related parties	100,628	-	-	-	-	-
Kinpo Electronics, Inc.	Compal Electronics, Inc.	Affiliated company	Other receivables due from related parties	242,606	-	-	-	-	-
Kinpo International (Singapore) Pte. Ltd.	Kinpo Electronics (Philippines), Inc.	Subsidiary	Long-term receivable due from related parties	616,423	-	-	-	-	-
Kinpo International Ltd.	Kinpo Electronics, Inc.(China)	Subsidiary	Accounts receivable due from related parties	CNY 159,955	-	-	-	CNY 70,216	-
Kinpo International Ltd.	Cal-Comp Technology (Philippines), Inc.	Affiliated company	Accounts receivable due from related parties	CNY 23,281	-	-	-	-	-
Kinpo International Ltd.	XYZprinting, Inc. (USA)	Affiliated company	Long-term receivable due from related parties	CNY 36,344	-	-	-	-	-
Kinpo Electronics, Inc.(China)	Kinpo International Ltd.	Parent company	Accounts receivable due from related parties	CNY 111,358	1.25	-	-	-	-
Kinpo Electronics, Inc.(China)	NKG Advanced Intelligence & Technology Development (Yueyang) Co., Ltd.	Affiliated company	Other receivables due from related parties	CNY 47,863	-	-	-	-	-
Kinpo Electronics (Philippines), Inc.	Kinpo Electronics, Inc.	Parent company	Accounts receivable due from related parties	USD 7,087	16.93	-	-	USD 7,087	-
Cal-Comp Electronics (Thailand) Public Company Limited	CastleNet Technology Inc.	Affiliated company	〃	USD 27,406	3.52	-	-	USD 1,917	-
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Industria e Comercio de Eletronicos e Informatica Ltda.	Subsidiary	〃	USD 12,795	0.04	-	-	USD 2,726	-
Cal-Comp Electronics (Thailand) Public Company Limited	XYZprinting, Inc.	Affiliated company	〃	USD 26,525	0.32	-	-	USD 510	-
Cal-Comp Electronics (Thailand) Public Company Limited	Logistar International Holding Co., Ltd.	Subsidiary	〃	USD 291,988	3.04	-	-	USD 89,758	-
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Big Data, Inc.	Affiliated company	〃	USD 3,899		-	-	USD 122	-
Logistar International Holding Co., Ltd.	Cal-Comp Electronics (Thailand) Public Company Limited	Parent company	〃	USD 20,320	2.56	-	-	-	-
Logistar International Holding Co., Ltd.	Cal-Comp Optical Electronics (Yueyang) Co., Ltd.	Affiliated company	〃	USD 37,820	-	-	-	-	-
Cal-Comp Precision (Thailand) Limited	Cal-Comp Electronics (Thailand) Public Company Limited	Parent company	〃	USD 9,374	10.36	-	-	USD 9,328	-
Cal-Comp Precision (Thailand) Limited	Cal-Comp Precision (Philippines) Limited	Subsidiary	Long-term receivable due from related parties	USD 15,018	-	-	-	-	-
Cal-Comp Precision (Philippines) Limited	Kinpo Electronics (Philippines), Inc.	Affiliated company	Accounts receivable due from related parties	USD 18,436	5.44	-	-	USD 17,161	-
Cal-Comp Precision (Yueyang) Co., Ltd.	Cal-Comp Optical Electronics (Yueyang) Co., Ltd.	Affiliated company	〃	CNY 92,243	16.96	-	-	CNY 1,527	-
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Logistar International Holding Co., Ltd.	Affiliated company	〃	CNY 185,963	0.64	-	-	CNY 1,800	-
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	XYZprinting (Suzhou) Co., Ltd.	Affiliated company	Long-term receivable due from related parties	CNY 46,838	-	-	-	-	-
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Cal-Comp Optical Electronics (Yueyang) Co., Ltd.	Subsidiary	〃	CNY 203,872	-	-	-	-	-
Cal-Comp Electronics (USA) Co., Ltd.	QBit Semiconductor Holding Ltd.	Affiliated company	Accounts receivable due from related parties	USD 8,337	-	-	-	-	-
Cal-Comp Electronics (USA) Co., Ltd.	NKG Advanced Intelligence & Technology Development (Yueyang) Co., Ltd.	Affiliated company	〃	USD 5,362	-	-	-	-	-
Cal-Comp Electronics de Mexico. Co. SA de CV	Cal-Comp Electronics (USA) Co., Ltd.	Affiliated company	〃	USD 7,668	2.08	-	-	USD 351	-

Table 7: Significant intercompany transactions between consolidated entities (Unit: thousands of NTD/ foreign currency)

No. <Note1>	Company Name	Counter-party	Nature of Relationship <Note2>	Intercompany Transactions			
				Financial Statement Account	Amount	Terms	Percentage of Consolidated Net Revenue or Total Assets <Note3>
0	Kinpo Electronics, Inc.	Kinpo International Ltd.and Subsidiary	1	Accounts receivable	$670,793	Similar to general terms and conditions	0.63%
0	Kinpo Electronics, Inc.	XYZprinting, Inc.and Subsidiary	1	Other receivables	277,837	Similar to general terms and conditions	0.26%
0	Kinpo Electronics, Inc.	New Era AI Robotic Limited and Subsidiary	1	Other receivables	100,628	Similar to general terms and conditions	0.09%
0	Kinpo Electronics, Inc.	Cal-Comp Technology (Philippines), Inc. and Subsidiary	1	Accounts payable	216,610	Similar to general terms and conditions	0.20%
			1	Purchases	649,782	Similar to general terms and conditions	1.90%
1	Kinpo International Ltd. and Subsidiary	Cal-Comp Technology (Philippines), Inc. and Subsidiary	3	Accounts receivable	101,094	Similar to general terms and conditions	0.10%
1	Kinpo International Ltd. and Subsidiary	Cal-Comp Electronics (Thailand) Public Company Limited and Subsidiary	3	Other receivables	280,496	Similar to general terms and conditions	0.26%
1	Kinpo International Ltd. and Subsidiary	XYZprinting, Inc.and Subsidiary	3	Long-term accounts receivable	157,820	Similar to general terms and conditions	0.15%
2	Cal-Comp Technology (Philippines), Inc. and Subsidiary	Cal-Comp Electronics (Thailand) Public Company Limited and Subsidiary	3	Accounts payable	528,566	Similar to general terms and conditions	0.50%
			3	Purchases	737,650	Similar to general terms and conditions	2.16%
3	XYZprinting, Inc.and Subsidiary	Cal-Comp Electronics (Thailand) Public Company Limited and Subsidiary	3	Accounts payable	752,553	Similar to general terms and conditions	0.71%
			3	Long-term accounts payable	202,635	Similar to general terms and conditions	0.19%
4	CastleNet Technology Inc.and Subsidiary	Cal-Comp Electronics (Thailand) Public Company Limited and Subsidiary	3	Accounts payable	506,732	Similar to general terms and conditions	0.48%
			3	Purchases	411,657	Similar to general terms and conditions	1.20%
5	Cal-Comp Big Data, Inc.and Subsidiary	Cal-Comp Electronics (Thailand) Public Company Limited and Subsidiary	3	Accounts payable	112,179	Similar to general terms and conditions	0.11%

<Note1> The numbers filled in represent:
(1) The company is "0".
(2) The subsidiaries are numbered in order starting from "1".

<Note2> The following lists the three types of intercompany transactions (one transaction between parent company and subsidiary or between subsidiaries could be disclosed only once.)
(1) Transactions from parent company to subsidiary is "1".
(2) Transactions from subsidiary to parent company is "2".
(3) Transactions between subsidiaries is "3".

<Note3> The percentage is divided by:
(1) Consolidated total assets if the transaction account belongs to balance sheet.
(2) Consolidated net revenue if the transaction account belongs to comprehensive income statement.

<Note4> We included only the intercompany transactions with amount larger than 100 millions in the table.

Table 8: Names, locations and related information of investees over which the company exercises significant influence (not including information on investments in Mainland China) (Unit: thousands of NTD/ foreign currency)

Investor Company	Investee Company	Location	Main Businesses	Original Investment Amount		Balance at The End of Period			Net Income (Losses) of The Investee	Share of Profits (Losses) of Investee	Nature of Relationship
				Ending balance	Beginning balance	Shares	Percentage of Ownership	Carrying Value			
Kinpo Electronics, Inc.	Cal-Comp Electronics (Thailand) Public Company Limited	Thailand	Manufacturing and sales of computer peripherals and IT products	2,320,469	2,320,469	2,318,673,790	46.99%	7,566,965	123,369	57,971	Subsidiary
Kinpo Electronics, Inc.	Kinpo International (Singapore) Pte. Ltd.	Singapore	Reinvestment on domestic and overseas business	3,203,059	3,203,059	247,955,881	100.00%	5,855,720	189,509	189,509	Subsidiary
Kinpo Electronics, Inc.	Kinpo International Ltd.	BVI	Holding company	4,801,764	4,801,764	154,223,270	100.00%	3,989,149	(45,848)	(45,848)	Subsidiary
Kinpo Electronics, Inc.	Jipo Investment Co., Ltd.	Taiwan	General investment	990,000	990,000	99,000,000	100.00%	153,242	14,795	936	Subsidiary
Kinpo Electronics, Inc.	Lipo Holding Co., Ltd.	Cayman Islands	Holding company	505,305	505,305	102,000	51.00%	647,270	101,091	51,556	Subsidiary
Kinpo Electronics, Inc.	Crownpo Technology Inc.	Taiwan	Manufacturing and sales of chip diodes, etc.	341,730	341,730	5,805,765	51.61%	97,314	14,317	7,389	Subsidiary
Kinpo Electronics, Inc.	Cal-Comp Biotech Co., Ltd.	Taiwan	Cultivation and retail of agricultural products	-	100,000	-	-	-	(13)	(13)	Subsidiary
Kinpo Electronics, Inc.	XYZprinting, Inc.	Taiwan	Trading 3D printer	431,518	431,518	43,151,760	46.40%	(165,595)	(86,150)	(39,974)	Subsidiary
Kinpo Electronics, Inc.	CastleNet Technology Inc.	Taiwan	Development, manufacturing and sales of products including cable modem, powerline communication and digital home application	1,775,923	1,775,923	129,958,907	68.90%	1,388,550	(31,889)	(24,790)	Subsidiary
Kinpo Electronics, Inc.	Cal-Comp Big Data, Inc.	Taiwan	Medical equipment, data processing and provision service	325,000	325,000	32,500,000	50.00%	(272,555)	(181,382)	(90,691)	Subsidiary
Kinpo Electronics, Inc.	New Era AI Robotic Limited	Cayman Islands	Holding company	61,000	61,000	2,000,000	50.00%	(199,803)	(29,193)	(14,597)	Subsidiary
Kinpo Electronics, Inc.	Cal-Comp Asset Management, Inc.	Taiwan	Asset management	50,000	50,000	5,000,000	100.00%	49,629	-	-	Subsidiary
Kinpo Electronics, Inc.	AcBel Polytech Inc.	Taiwan	Manufacturing switching power supply & sales of main materials	1,107,044	1,107,044	117,162,063	22.68%	2,273,963	84,363	19,134	Associate
Kinpo Electronics, Inc.	Kinpo Group Management Service Company	Taiwan	Investment and management consulting	3,000	3,000	300,000	37.50%	5,933	280	105	Associate
Kinpo Electronics, Inc.	Teleport Access Services, Inc.	Taiwan	First rate telecommunications, system design and engineering, integration, construction, and product services; restrained telecom radio frequency equipments and materials import	322,376	322,376	10,145,800	23.70%	232,385	425	101	Associate
Kinpo Electronics, Inc.	Ascendant Private Equity Investment Ltd. (Preferred Stock)	BVI	Reinvestment on domestic and overseas business	949,219	949,219	31,250,000	34.72%	984,365	(16,361)	(5,680)	Associate
Kinpo Electronics, Inc.	Ascendant Private Equity Investment Ltd. (Stock)	BVI	Reinvestment on domestic and overseas business	95	95	3,125	34.72%	89	(16,361)	-	Associate
Kinpo Electronics, Inc.	iHELPER Inc.	Taiwan	Healthcare industry robot , etc.	15,840	15,840	1,584,000	44.00%	7,497	(1,320)	(581)	Associate
Kinpo Electronics, Inc.	NTNU Innovation Investment Holding Company	Taiwan	Industry-academia cooperation	17,470	17,470	1,990,129	19.92%	15,485	1,528	304	Associate
Kinpo Electronics, Inc.	McTEC Taiwan Limited	Samoa	Reinvestment on domestic and overseas business	47,193	47,193	1,500,000	26.04%	-	-	-	Associate
Kinpo International (Singapore) Pte. Ltd.	Cal-Comp Technology (Philippines), Inc.	Philippines	Manufacturing	USD 100,000	USD 100,000	895,638,400	80.81%	USD 189,311	USD 9,165	<Note1>	Subsidiary
Cal-Comp Technology (Philippines), Inc.	Kinpo Electronics (Philippines), Inc.	Philippines	Manufacturing and sales products of other companies' electronic products	USD 100,000	USD 100,000	49,260,075	100.00%	USD 213,609	USD 7,805	<Note1>	Subsidiary
Jipo Investment Co., Ltd.	AcBel Polytech Inc.	Taiwan	Manufacturing switching power supply & sales of main materials	67,500	67,500	7,626,854	1.48%	148,389	84,363	<Note1>	Associate
Crownpo Technology Inc.	Ranashe International Ltd.	BVI	Holding company	137,962	137,962	50,000	100.00%	154,565	USD 444	<Note1>	Subsidiary
Crownpo Technology Inc.	Li-Cheng Materials Corporation	Taiwan	Manufacturing chamical materials	23,000	23,000	140,000	54.69%	1,822	(625)	<Note1>	Subsidiary
XYZprinting, Inc.	XYZprinting, Inc. (USA)	USA	Trading 3D printer	263,685	178,215	5,000	100.00%	(105,184)	(12,483)	<Note1>	Subsidiary
XYZprinting, Inc.	XYZprinting Japan, Inc.	Japan	Trading 3D printer	96,852	96,852	7,013,200	100.00%	7,743	1,595	<Note1>	Subsidiary
XYZprinting, Inc.	XYZprinting Netherlands, B.V.	Netherlands	Trading 3D printer	95,989	95,989	1,488,901	100.00%	(13,821)	(5,431)	<Note1>	Subsidiary
XYZprinting, Inc.	XYZprinting, Inc. (SAMOA)	Samoa	Holding company	-	2,957	-	-	-	-	<Note1>	Subsidiary
XYZprinting, Inc.	XYZprinting (Thailand) Co., Ltd.	Thailand	Trading 3D printer	16,178	16,178	1,800,000	100.00%	3,772	(1,966)	<Note1>	Subsidiary
XYZprinting, Inc.	XYZlife (Philippines) Inc.	Philippines	Trading aesthetic medicine products	6,325	6,325	93,995	100.00%	2,119	(602)	<Note1>	Subsidiary
Cal-Comp Big Data, Inc.	Cal-Comp Big Data International Ltd.	BVI	Reinvestment on domestic and overseas business	270,925	157,125	90,000	100.00%	(174,510)	(USD 308)	<Note1>	Subsidiary
New Era AI Robotic Limited	New Era AI Robotic Inc.	Taiwan	Trading robot and applications development	USD 4,000	USD 4,000	12,000,000	100.00%	(USD 14,045)	(29,163)	<Note1>	Subsidiary
CastleNet Technology Inc.	CastleNet Technology (BVI) Inc.	BVI	Holding company	538,992	538,992	17,208	100.00%	271,878	(USD 70)	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Logistar International Holding Co.,Ltd	BVI	Dealer	USD 43,208	USD 43,208	40,050,000	100.00%	(USD 395,949)	(USD 17,810)	<Note1>	Subsidiary

Table 8: Names, locations and related information of investees over which the company exercises significant influence (not including information on investments in Mainland China)

(Unit: thousands of NTD/ foreign currency)

Investor Company	Investee Company	Location	Main Businesses	Original Investment Amount		Balance at The End of Period			Net Income (Losses) of The Investee	Share of Profits (Losses) of Investee	Nature of Relationship
				Ending balance	Beginning balance	Shares	Percentage of Ownership	Carrying Value			
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Electronics & Communications Co., Ltd.	Taiwan	Purchasing materials and R&D	USD 7,383	USD 7,295	6,992,078	100.00%	USD 9,538	(USD 63)	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Cal Comp Malaysia SDN. BHD	Malaysia	Manufacturing	USD 8,699	USD 8,699	28,038,680	100.00%	USD 7,234	(USD 183)	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Electronics (USA) Co.,Ltd	USA	Manufacturing	USD 98,736	USD 98,736	100,000,000	100.00%	USD 66,066	(USD 1,627)	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Industria e Comercio de Eletronicos e Informatica Ltda.	Brazil	Manufacturing	USD 698	USD 698	1,350,000	0.82%	USD 665	USD 14,878	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Electronics de Mexico Co., S.A. de C.V.	Mexico	Manufacturing	USD 9,557	USD 9,557	141,182,050	100.00%	USD 13,797	USD 1,002	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Technology (Philippines), Inc.	Philippines	Manufacturing	USD 24,348	USD 24,348	212,711,600	19.19%	USD 44,935	USD 9,165	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Holding (Brasil) S.A.	Brazil	Holding company	USD 78,422	USD 78,422	258,220,566	99.99%	USD 82,786	USD 5,186	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	XYZprinting, Inc.	Taiwan	Trading 3D printer	USD 14,231	USD 14,231	43,151,760	46.40%	(165,595)	(86,150)	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Pchome (Thailand) Co., Ltd.	Thailand	E-commerce, selling and customer services	USD 2,075	USD 2,075	6,750,000	33.75%	USD 909	(USD 299)	<Note1>	Associate
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Big Data, Inc.	Taiwan	Medical equipment, data processing and provision service	USD 10,841	USD 10,841	32,500,000	50.00%	(272,555)	(181,382)	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Qbit Semiconductor Holding, Ltd.	Cayman Islands	Holding company	USD 12,873	USD 12,873	10,340,514	91.60%	USD 1,043	USD 988	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp (India) Private Limited.	India	Operating and designing electronic products	USD 54	USD 54	322,250	100.00%	USD 13	(USD 2)	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	New Era AI Robotic Limited	Cayman Islands	Holding company	USD 2,087	USD 2,087	2,000,000	50.00%	(199,803)	(29,193)	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Automation and Industrial 4.0 Service (Thailand) Co., Ltd.	Thailand	Auto-manage producing system development	USD 3,082	USD 3,082	100,000,000	100.00%	USD 3,906	USD 74	<Note1>	Subsidiary
Cal-Comp Electronics (Thailand) Public Company Limited	Cal-Comp Precision Holding Co., Ltd.	Cayman Islands	Holding company	USD 85,394	USD 80,787	56,455,000	99.92%	USD 95,634	(USD 1,162)	<Note1>	Subsidiary
QBit Semiconductor Holding, Ltd.	Qbit Semiconductor Ltd.	Taiwan	Design of semiconductors	USD 11,912	USD 11,912	15,800,000	100.00%	USD 1,114	30,519	<Note1>	Subsidiary
Cal-Comp Precision (Singapore) Limited	Davicoomms (S) Pte Ltd	Singapore	Designing and manufacturing of communication products	USD 2,955	USD 2,955	340,458	20.00%	USD 2,364	USD 422	<Note1>	Associate
Cal-Comp Holding (Brasil) S.A.	Cal-Comp Indústria E Comércio De Informatica Ltda.	Brazil	Manufacturing	BRL 163,674	BRL 163,674	163,673,798	99.18%	BRL 284,056	USD 14,878	<Note1>	Subsidiary
Cal-Comp Holding (Brasil) S.A.	Cal-Comp Industria de Semicondutores S.A.	Brazil	Manufacturing	BRL 40,466	BRL 40,466	40,466,000	58.03%	BRL 12,622	USD 6,764	<Note1>	Subsidiary
Cal-Comp Precision Holding Co., Ltd.	Cal-Comp Precision (Singapore) Limited	Singapore	Holding company and distributor	USD 82,198	USD 82,198	1,124,132,310	100.00%	USD 96,411	(USD 709)	<Note1>	Subsidiary
Cal-Comp Precision (Singapore) Limited	Cal-Comp Precision (Malaysia) Sdn. Bhd.	Malaysia	Plastic Molding	USD 5,550	USD 5,550	11,968,000	100.00%	USD 6,445	USD 250	<Note1>	Subsidiary
Cal-Comp Precision (Singapore) Limited	Cal-Comp Precision (Thailand) Co.,Ltd.	Thailand	Plastic Molding	USD 44,426	USD 63,246	16,425,695	100.00%	USD 53,670	(USD 423)	<Note1>	Subsidiary
Cal-Comp Precision (Singapore) Limited	Cal-Comp Precision (Philippine) Inc.	Philippines	Plastic Molding	USD 55,098	USD 55,098	24,645,685	100.00%	USD 62,342	USD 2,624	<Note1>	Subsidiary
Cal-Comp Electronics (USA) Co., Ltd.	Cal-Comp USA (San Diego), Inc.	USA	Manufacturing	USD 860	USD 860	860,000	100.00%	(USD 9,735)	USD 162	<Note1>	Subsidiary
Cal-Comp Electronics (USA) Co., Ltd.	Cal-Comp USA (Indiana), Inc.	USA	Manufacturing	USD 5,400	USD 5,400	5,400,000	100.00%	USD 7,140	USD 97	<Note1>	Subsidiary
Cal-Comp Electronics & Communications Co., Ltd.	Kinpo Group Management Service Company	Taiwan	Investment and management consulting	1,000	1,000	100,000	12.50%	USD 35	280	<Note1>	Associate

<Note1> The share of profits (losses) of investee have already been included in the net income of the investor company. We decided not to further disclose in case of causing confusion.

Table 9: Informations on investments in Mainland China

(Unit: thousands of NTD/ foreign currency)

Investee Company	Main Business and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2021	Investment Flows		Accumulated Outflow of Investment from Taiwan as of March 31, 2021	Percentage of Ownership	Net Income (Loss) of the Investee Company	Share of Profits/Losses	Carrying Amount as of March 31, 2021	Accumulated Inward Remittance of Earnings as of March 31, 2021
					Outflow	Inflow						
Kinpo Electronics (China) Co., Ltd.	Processing, manufacturing and selling electronic products of other companies	CNY 889,298 (3,861,688)	Indirect investment via Kinpo International Ltd.	USD 55,100 (1,572,279)	$-	$-	USD 55,100 (1,572,279)	100.00%	(CNY 20,837) (-91,179)	Please refer to <Note1>(2)-iii	CNY 1,355,928 (5,887,982)	$-
Dongguan Kaipo Electronics Co., Ltd.	Manufacturing and sales of other companies' products	CNY 128,945 (559,931)	Indirect investment via Kinpo International Ltd.	USD 1,000 (28,535)	-	-	USD 1,000 (28,535)	100.00%	CNY 1,525 (6,673)	Please refer to <Note1>(2)-iii	CNY 44,769 (194,405)	-
Superpower Mould & Plastic Ltd.	Manufacturing and sales of other companies' products	-	Indirect investment via Kinpo International Ltd.	USD 1,573 (44,886)	-	-	USD 1,573 (44,886)	-	-	Please refer to <Note1>(2)-iii	-	-
Kinpo Electronics (Shanghai) Co., Ltd.	Manufacturing & wholesaling electronics dictionary, design, R&D and sales for calculator software	-	Indirect investment via Kinpo International Ltd.	USD 1,120 (31,959)	-	-	USD 1,120 (31,959)	-	-	Please refer to <Note1>(2)-iii	-	-
Kinpo Electronics (Beijing) Co., Ltd.	Manufacturing & wholesaling electronics dictionary, design, R&D and sales for calculator software	-	Indirect investment via Kinpo International Ltd.	USD 1,000 (28,535)	-	-	USD 1,000 (28,535)	-	-	Please refer to <Note1>(2)-iii	-	-
McTECH Guangzhou Co., Ltd.	Producing automatic bike & battery exchange station	CNY 63,304 (274,891)	Indirect investment via McTEC Taiwan Limited	USD 1,350 (38,522)	-	-	USD 1,350 (38,522)	19.61%	-	Please refer to <Note1>(2)-iii	-	-
LIZ Electronics (Kunshan) Co., Ltd.	Producing and marketing chip resistors & ceramic multilayer capacitors & chip diodes	CNY 252,202 (1,095,162)	Indirect investment via Lipo Holding Co., Ltd. & Ranashe International Ltd.	USD 14,270 (407,194)	-	-	USD 14,270 (407,194)	51.07%	CNY 20,738 (90,751)	Please refer to <Note1>(2)-iii	USD 19,254 (549,413)	-
LIZ Electronics (Nantong) Co., Ltd.	R&D, manufacturing chip components; sales of products and provide after-sales service; wholesaling, improting and exporting electronic components, semiconductors special materials and spare parts	CNY 217,756 (945,584)	Indirect investment via Lipo Holding Co., Ltd & LIZ Electronics (Kunshan) Co., Ltd.	USD 1,530 (43,659)	-	-	USD 1,530 (43,659)	51.06%	CNY 13,987 (61,208)	Please refer to <Note1>(2)-iii	USD 17,823 (508,579)	-
XYZprinting (Suzhou) Co., Ltd.	Trading 3D printer	CNY 6,104 (26,506)	Indirect investment via XYZprinting, Inc.	-	-	-	-	68.20%	(CNY 690) (-3,019)	Please refer to <Note1>(2)-iii	(CNY 56,285) (-244,412)	-
XYZprinting (Shanghai) Cloud Technology Co., Ltd.	Internet technology development	CNY 1,343 (5,832)	Indirect investment via XYZprinting, Inc.	-	-	-	-	68.20%	(CNY 78) (-341)	Please refer to <Note1>(2)-iii	CNY 1,607 (6,978)	-
CastleNet Technology Inc. (Kunshan)	Design and manufacture of modem; sale of self-production	CNY 110,561 (456,560)	Indirect investment via CastleNet Technology (BVI) Inc.	-	-	-	-	68.90%	(CNY 445) (-1,945)	Please refer to <Note1>(2)-iii	USD 6,401 (182,674)	-
Cal-Comp Electronics (Suzhou) Co., Ltd.	Manufacturing	-	Indirect investment via Cal-Comp Electronics (Thailand) Public Company Limited	-	-	-	-	-	-	Please refer to <Note1>(2)-iii	-	-
Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	Manufacturing	CNY 547,148 (2,375,935)	Indirect investment via Cal-Comp Electronics (Thailand) Public Company Limited	-	-	-	-	46.99%	CNY 16,073 (70,332)	Please refer to <Note1>(2)-iii	USD 62,867 (1,793,910)	-
Cal-Comp Technology (Suzhou) Co., Ltd	Manufacturing	CNY 73,046 (317,195)	Indirect investment via Cal-Comp Electronics (Thailand) Public Company Limited	-	-	-	-	46.99%	CNY 1,164 (5,093)	Please refer to <Note1>(2)-iii	USD 12,154 (346,814)	-
Cal-Comp Electronics and Communications (Suzhou) Co., Ltd.	Manufacturing	CNY 239,598 (1,040,430)	Indirect investment via Cal-Comp Electronics (Thailand) Public Company Limited	-	-	-	-	46.99%	(CNY 1,336) (-5,846)	Please refer to <Note1>(2)-iii	USD 768 (21,915)	-
Cal-Comp Precision (Dongguan) Limited	Plastic Molding	CNY 110,805 (481,160)	Indirect investment via Cal-Comp Precision (Singapore) Limited	-	-	-	-	46.95%	(CNY 3,349) (-14,655)	Please refer to <Note1>(2)-iii	USD 3,758 (107,235)	-
Cal-Comp Precision (Wujiang) Co., Ltd.	Plastic Molding	CNY 32,863 (142,704)	Indirect investment via Cal-Comp Precisoin (Thailand) Limited	-	-	-	-	46.95%	CNY 6 (26)	Please refer to <Note1>(2)-iii	USD 96 (2,739)	-
Cal-Comp Precision (Yueyang) Co., Ltd.	Plastic Molding	CNY 79,015 (343,115)	Indirect investment via Cal-Comp Precision (Singapore) Limited	-	-	-	-	46.95%	(CNY 2,984) (-13,057)	Please refer to <Note1>(2)-iii	USD 6,207 (177,117)	-
Shanghai Cuang Ge Education Technology Co., Ltd.	R&D of educational and internet products	CNY 4,250 (18,455)	Indirect investment via Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	-	-	-	-	20.45%	(CNY 90) (-394)	Please refer to <Note1>(2)-iii	CNY 18 (80)	-
ICKP (Beijing) Technology Development Co., Ltd.	Developing 3D printers and AI equipments	CNY 10,000 (43,424)	Indirect investment via Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	-	-	-	-	37.59%	(CNY 246) (-1,076)	Please refer to <Note1>(2)-iii	CNY 3,336 (14,486)	-
Cal-Comp Optical Electronics (Yueyang) Co., Ltd.	Manufacturing and sales of new printing device, electronic components and their components.and other components	CNY 136,000 (590,566)	Indirect investment via Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	-	-	-	-	46.99%	CNY 25,736 (112,616)	Please refer to <Note1>(2)-iii	CNY 100,507 (436,442)	-
NKG Advanced Intelligence & Technology Development (Yueyang) Co., Ltd.	Production and sale of various intelligent electronic equipment and its consumables and parts	CNY 99,000 (429,898)	Indirect investment via Cal-Comp Optical Electronics (Suzhou) Co., Ltd.	-	-	-	-	46.99%	(CNY 9,859) (-43,141)	Please refer to <Note1>(2)-iii	CNY 16,797 (72,939)	-
Jun-Hui LED Electronics, Co., Limited	R&D and manufacturing optical electronics technique	HKD 494,706 (1,816,016)	Others	-	-	-	-	1.52%	-	Please refer to <Note1>(2)-iii	USD 567 (16,179)	-

Accumulated Investment in Mainland China as of March 31, 2021 (in thousands)	Investment Amount Authorized by Investment Commission, MOEA (in thousands)	Upper Limit of Investment (60% of Net value) (in thousands)
USD 76,943 ($2,195,569)	USD 250,506 ($7,148,189)	9,213,059

<Note1> In the shared profits/losses column:

(1) The investments that are in preparation and thus haven't generated any profits/losses should be specified.

(2) The resources of shared profits/losses should be specified as one of the three below:

i. Financial report audited by international audit firm that has partnership with audit firm in Taiwan.

ii. Financial report audited by CPA who audits the parent company in Taiwan.

iii. Others. (The share of profits/losses were already included in the investor's profits/losses. In case of causing confusion, we decided not to disclose in this table.)

<Note2> The figures in this table are presented in NTD. The exchange rate on the financial reporting date used for translating the amount of investment in foreign currency is as following:

(1) Ending investment balance as of report date were translated using the exchange rates as follows:

USD:NTD 1: 28.5350

CNY:NTD 1: 4.3424

(2) Investment gains or losses were translated using the average rates for the three-month period ended March 31, 2021 as follows:

USD:NTD 1: 28.3656

CNY:NTD 1: 4.3758