

**CHENG UEI PRECISION INDUSTRY CO.,
LTD.**
**PARENT COMPANY ONLY FINANCIAL
STATEMENTS AND INDEPENDENT AUDITORS’
REPORT**
DECEMBER 31, 2024 AND 2023

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

CHENG UEI PRECISION INDUSTRY CO., LTD.
DECEMBER 31, 2024 AND 2023 PARENT COMPANY ONLY FINANCIAL
STATEMENTS AND INDEPENDENT AUDITORS' REPORT
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INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

PWCR 24000613

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

Opinion

We have audited the accompanying parent company only balance sheets of Cheng Uei Precision Industry Co., Ltd. (the "Company") as at December 31, 2024 and 2023, and the related parent company only statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the parent company only financial statements, including a summary of material accounting policies.

In our opinion, based on our audits and the reports of other auditors (please refer to the *Other matter* section), the accompanying parent company only financial statements present fairly, in all material respects, the parent company only financial position of the Company as at December 31, 2024 and 2023, and its parent company only financial performance and its parent company only cash flows for the years then ended, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for opinion

We conducted our audits of the parent company only financial statements in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagement of Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the parent company only financial statements* section of our report. We are independent of the Company in accordance with the Norm of Professional Ethics for Certified Public Accountants of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the parent company only financial statements of the current period. These matters were addressed in the context of our audit of the parent company only financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Company's parent company only financial statements of the year ended December 31, 2024 are stated as follows:

Valuation of goodwill impairment for the investments accounted for under the equity method / subsidiaries

Description

Please refer to Note 4(12) in the parent company only financial statements for accounting policies on investments accounted for under the equity method, Note 6(5) in the parent company only financial statements for details of investments accounted for under the equity method, Note 4(20) in the consolidated financial statements for accounting policies on impairment loss on non-financial assets, Note 5(1) in the consolidated financial statements for the uncertainty of accounting estimates and assumptions applied to goodwill impairment valuation, and Note 6(12) in the consolidated financial statements for details of intangible assets.

The amount of goodwill (including indefinite useful life trademarks) was derived from the acquisition of Foxlink Image Technology Co., Ltd. and DG Lifestyle Store Limited by the Company's subsidiary, FIT Holding Co., Ltd. The Company valued the impairment of goodwill through the discounted cash flow method, using the higher of value in use or fair value less costs to sell to measure the cash generating unit's recoverable amount. As the assumptions of expected future cash flows contained subjective judgement and involved a high degree of uncertainty which would cause a material impact on the valuation result, the valuation of goodwill impairment was identified as a key audit matter.

How our audit addressed the matter

We performed the following audit procedures on the above key audit matter:

- A. Obtained an understanding and assessed the reasonableness of valuation of goodwill impairment policies and procedures, including collection of internal and external data, operating forecast and industry changes.
- B. Obtained the external appraisal report on impairment valuation and performed the following procedures:
 - (a) We examined the external appraiser's qualification and assessed the independence, objectiveness and competence.
 - (b) We assessed that the valuation method used in the appraisal report was widely used and appropriate.
 - (c) We assessed the reasonableness of significant assumptions (including expected growth rate and discount rate) applied in the appraisal report.

Recognition of construction revenue-assessment on the stage of completion for the investments accounted for under the equity method

Description

Please refer to Note 4(12) in the parent company only financial statements for accounting policies on investments accounted for under the equity method, Note 6(5) in the parent company only financial statements for details of investments accounted for under the equity method, Note 4(31) in the consolidated financial statements for accounting policies on construction contracts, and Note 5(2) in the consolidated financial statements for the uncertainty of critical judgement, accounting estimates and assumptions applied to construction contracts. As of December 31, 2024, contract assets, contract liabilities and construction revenue of each subsidiary of the Company amounted to \$8,906,120 thousand, \$15,011 thousand, and \$17,509,817 thousand, respectively, refer to Note 6(22) in the consolidated financial statements for details.

Construction revenue and costs of each subsidiary of the Company mainly arise from undertaking construction works. If the outcome of a construction contract can be estimated reliably, profit or loss should be recognised by reference to the stage of completion of the contract activity, using the percentage-of-completion method of accounting, over the contract term. The stage of completion of a construction contract is measured by the proportion of contract costs incurred for the construction performed as of the financial reporting date to the estimated total costs for the construction contract, and revenue is recognised over time.

The aforementioned estimated total costs are assessed by the management based on the different nature of constructions and the price fluctuations in the market to estimate the costs for each construction activity such as estimated subcontract charges and material and labor expenses, and the complexity of aforementioned total cost usually involves subjective judgement and contains a high degree of uncertainty, which may affect the construction revenue recognition, thus, we consider the assessment on the stage of completion which was applied on construction revenue recognition as a key audit matter.

How our audit addressed the matter

We performed the following audit procedures on the stage of completion as described on the above key audit matter:

- A. Obtained an understanding on the nature of business and industry, and assessed the reasonableness of internal process applied to estimate total construction cost, including the basis for estimating the expected total cost for construction contracts of the same nature.
- B. Assessed and tested the internal controls used by the management to recognise construction revenue based on the stage of completion, including checking the supporting documents of additional or reduced construction and significant construction performed in the period.
- C. Sampled and tested the subcontracts that have been assigned, and assessed the basis

and reasonableness of estimating costs for those that have not been assigned.

- D. Performed substantive procedures relating to the construction profit or loss statement, including sampling and verifying the costs incurred in the period with the appropriate evidence, and recalculating and confirming that construction revenue calculated based on the stage of completion had been accounted for appropriately.

Assessment of allowance for inventory valuation losses of the Company and investments accounted for under the equity method

Description

Please refer to Note 4(10) for accounting policies on inventory, Note 5 for the uncertainty of accounting estimates and assumptions applied to inventory valuation, and Note 6(4) for details of inventory. Please refer to Note 4(12) for accounting policies on investments accounted for under the equity method, Note 5 for the uncertainty of accounting estimates and assumptions applied to impairment assessment of investments accounted for under the equity method, Note 6(5) for details of inventory, and Notes 10 and 11 for details of investments accounted for under the equity method.

As of December 31, 2024, the balances of inventory and allowance for inventory valuation losses were NT\$2,334,866 thousand and NT\$22,893 thousand, respectively; and the balance of investments accounted for under the equity method was NT\$44,132,870 thousand.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries are primarily engaged in the manufacturing and sale of electronic components and parts. As the electronic products' life cycles are relatively short and the market is highly competitive, there is a higher risk of incurring inventory valuation losses or obsolescence due to economic depression or an excess of supply over demand. The Company's inventories are measured at the lower of cost and net realisable value, and individually assessed for those inventories over a certain age in order to identify obsolete or slow-moving inventories.

The industry technology is rapidly changing, and the net realisable value involves subjective judgement resulting in an uncertainty when assessing the obsolete or slow-moving inventories. Given that the inventory and allowance for inventory valuation losses were material to the financial statements, the assessment of allowance for inventory valuation losses was identified as a key audit matter.

How our audit addressed the matter

We performed the following audit procedures on the above key audit matter:

- A. Assessed the reasonableness of policies and procedures on allowance for inventory valuation losses based on our understanding of the Company's operation and industry.
- B. Obtained an understanding of the Company's warehousing control procedures. Reviewed annual physical inventory count plan and participated in the annual inventory count event in order to assess the effectiveness of the management of inventory.
- C. Verified whether the systematic logic used in the Company's inventory aging report is appropriate and in line with its policies.
- D. Inspected inventory valuation basis adequacy and verified the selected samples' information, for instance, purchase price and sale price. Also recalculated and evaluated the reasonableness of inventory allowance basis in order to verify that the inventory was measured at the lower of cost and net realisable value.

Other matter - Reference to the reports of other auditors

We did not audit the parent company only financial statements of certain investees accounted for under the equity method which reflect the balance of investments of NT\$240,721 thousand and NT\$74,590 thousand as at December 31, 2024 and 2023, constituting 0.33% and 0.12% of total assets; total comprehensive income (including share of profit of subsidiaries, associates and joint ventures accounted for under the equity method, and share of other comprehensive income of subsidiaries, associates and joint ventures accounted for under the equity method) of NT\$(2,788) thousand and NT\$(5,267)

thousand, for the years ended December 31, 2024 and 2023, constituting (0.09%) and (0.61%) of total comprehensive income, respectively. Those financial statements and the information disclosed in Note 13 were audited by other auditors whose report thereon have been furnished to us, and our opinion expressed herein is based solely on the reports of the other auditors.

Responsibilities of management and those charged with governance for the parent company only financial statements

Management is responsible for the preparation and fair presentation of the parent company only financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for such internal control as management determines is necessary to enable the preparation of parent company only financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the parent company only financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the audit committee, are responsible for overseeing the Company's financial reporting process.

Auditors' responsibilities for the audit of the parent company only financial statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these parent company only financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgement and professional skepticism throughout the audit. We also:

- A. Identify and assess the risks of material misstatement of the parent company only financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- B. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- C. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

D. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the parent company only financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

E. Evaluate the overall presentation, structure and content of the parent company only financial statements, including the disclosures, and whether the parent company only financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

F. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the parent company only financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the parent company only financial

statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Chou, Hsiao-Tzu

Liang Yi Chang

For and on behalf of PricewaterhouseCoopers, Taiwan

March 11, 2025

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

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

CHENG UEI PRECISION INDUSTRY CO., LTD.
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

Assets	Notes	December 31, 2024		December 31, 2023		
		AMOUNT	%	AMOUNT	%	
CURRENT ASSETS						
1100	Cash and cash equivalents	6(1)	\$ 1,875,369	3	\$ 538,637	1
1150	Notes receivable, net		-	-	1,614	-
1170	Accounts receivable, net	6(3)	9,034,207	12	10,179,011	16
1180	Accounts receivable, net - related parties	7	3,937,222	5	4,175,725	7
1200	Other receivables		4,205	-	9,113	-
1210	Other receivables - related parties	7	7,968,876	11	5,150,509	8
1220	Current tax assets		63,088	-	-	-
130X	Inventories	6(4)	2,311,973	3	2,766,482	4
1410	Prepayments	7	315,998	1	166,540	-
11XX	TOTAL CURRENT ASSETS		<u>25,510,938</u>	<u>35</u>	<u>22,987,631</u>	<u>36</u>
NON-CURRENT ASSETS						
1535	Non-current financial assets at amortised cost	6(2) and 8	8,937	-	-	-
1550	Investments accounted for under the equity method	6(5)	44,132,870	60	39,291,060	61
1600	Property, plant and equipment	6(6) and 7	2,878,837	4	1,817,826	3
1755	Right-of-use assets	6(7) and 7	60,908	-	72,943	-
1760	Investment property, net	6(8)	672,306	1	143,051	-
1780	Intangible assets	6(9)	23,449	-	23,333	-
1840	Deferred income tax assets	6(25)	122,288	-	315,604	-
1915	Prepayments for business facilities	6(6) and 7	107,946	-	16,873	-
1990	Other non-current assets, others	8	11,759	-	17,167	-
15XX	TOTAL NON-CURRENT		<u>48,019,300</u>	<u>65</u>	<u>41,697,857</u>	<u>64</u>
1XXX	TOTAL ASSETS		<u>\$ 73,530,238</u>	<u>100</u>	<u>\$ 64,685,488</u>	<u>100</u>

(Continued)

CHENG UEI PRECISION INDUSTRY CO., LTD.
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

LIABILITIES AND EQUITY		Notes	December 31, 2024		December 31, 2023	
			AMOUNT	%	AMOUNT	%
CURRENT LIABILITIES						
2100	Current borrowings	6(10)	\$ 1,100,000	1	\$ -	-
2130	Current contract liabilities	6(18)	233,089	-	75,466	-
2170	Accounts payable		602,883	1	859,974	2
2180	Accounts payable - related parties	7	15,335,597	21	10,817,761	17
2200	Other payables	6(11)(27) and 7	8,932,413	12	9,246,233	14
2230	Current income tax liabilities	6(25)	9,355	-	107,304	-
2280	Current lease liabilities	7	6,703	-	19,311	-
2320	Long-term liabilities, current portion	6(12)(13)	4,215,539	6	3,068,656	5
2365	Current refund liabilities		153,525	-	168,123	-
2399	Other current liabilities, others		11,563	-	15,090	-
21XX	TOTAL CURRENT LIABILITIES		<u>30,600,667</u>	<u>41</u>	<u>24,377,918</u>	<u>38</u>
NON-CURRENT LIABILITIES						
2530	Corporate bonds payable	6(12)	-	-	3,591,048	6
2540	Long-term borrowings	6(13)	15,650,000	22	11,507,500	18
2570	Deferred income tax liabilities	6(25)	893,697	1	815,262	1
2580	Non-current lease liabilities	7	54,751	-	54,121	-
2600	Other non-current liabilities	6(14)	119,829	-	149,365	-
25XX	TOTAL NON-CURRENT LIABILITIES		<u>16,718,277</u>	<u>23</u>	<u>16,117,296</u>	<u>25</u>
2XXX	TOTAL LIABILITIES		<u>47,318,944</u>	<u>64</u>	<u>40,495,214</u>	<u>63</u>
EQUITY						
Capital stock						
3110	Common stock	6(15)	5,123,269	7	5,123,269	8
Capital reserve						
3200	Capital surplus	6(16)	10,814,659	15	10,764,901	16
Retained earnings						
3310	Legal reserve	6(17)	3,563,233	5	3,445,937	5
3320	Special reserve		2,673,428	4	2,363,760	4
3350	Unappropriated earnings		6,043,502	8	5,788,610	9
Other equity						
3400	Other equity interest		(1,384,023)	(2)	(2,673,429)	(4)
Treasury shares						
3500	Treasury shares		(622,774)	(1)	(622,774)	(1)
3XXX	TOTAL EQUITY		<u>26,211,294</u>	<u>36</u>	<u>24,190,274</u>	<u>37</u>
Significant contingent liabilities and unrecognised contract commitments						
Significant disaster loss						
Significant events after the balance sheet date						
3X2X	TOTAL LIABILITIES AND EQUITY		<u>\$ 73,530,238</u>	<u>100</u>	<u>\$ 64,685,488</u>	<u>100</u>

The accompanying notes are an integral part of these parent company only financial statements.

CHENG UEI PRECISION INDUSTRY CO., LTD.
PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items	Notes	Years ended December 31,				
		2024		2023		
		AMOUNT	%	AMOUNT	%	
4000	Operating revenue	6(18) and 7	\$ 55,833,365	100	\$ 60,151,768	100
5000	Operating costs	6(4)(23)(24) and 7	(55,460,565)	(100)	(58,798,571)	(98)
5900	Gross profit		<u>372,800</u>	-	<u>1,353,197</u>	<u>2</u>
	Operating expenses	6(23)(24) and 7				
6100	Sales and marketing expenses		(170,454)	-	(174,291)	-
6200	General and administrative expenses		(765,729)	(1)	(558,911)	(1)
6300	Research and development expenses		(902,846)	(2)	(859,441)	(2)
6450	Expected credit gain		<u>1,352</u>	-	<u>23,367</u>	-
6000	Total operating expenses		<u>(1,837,677)</u>	<u>(3)</u>	<u>(1,569,276)</u>	<u>(3)</u>
6900	Operating income		<u>(1,464,877)</u>	<u>(3)</u>	<u>(216,079)</u>	<u>(1)</u>
	Non-operating income and expenses					
7100	Interest income	6(19) and 7	142,522	-	35,784	-
7010	Other income	6(8)(20) and 7	309,549	1	892,336	2
7020	Other gains and losses	6(8)(21) and 7	281,992	1	119,877	-
7050	Finance costs	6(22)	(375,722)	(1)	(314,213)	(1)
7070	Share of profit of the subsidiaries, associates and joint ventures accounted for under the equity method	6(5)	<u>2,784,480</u>	<u>5</u>	<u>978,694</u>	<u>2</u>
7000	Total non-operating income and expenses		<u>3,142,821</u>	<u>6</u>	<u>1,712,478</u>	<u>3</u>
7900	Income before income tax		<u>1,677,944</u>	<u>3</u>	<u>1,496,399</u>	<u>2</u>
7950	Income tax (expense) benefit	6(25)	<u>9,202</u>	-	<u>(39,267)</u>	-
8200	Net income		<u>\$ 1,687,146</u>	<u>3</u>	<u>\$ 1,457,132</u>	<u>2</u>
	Other comprehensive (loss) income, net					
	Components of other comprehensive income that will not be reclassified to profit or loss					
8311	Gain on remeasurements of defined benefit plans	6(14)	\$ 23,572	-	\$ 17,568	-
8330	Share of other comprehensive income of the subsidiaries, associates and joint ventures accounted for under the equity method, components of other comprehensive income that will not be reclassified to profit or loss		215,201	-	(33,140)	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(25)	<u>(4,714)</u>	-	<u>(3,514)</u>	-
8310	Total components of other comprehensive income that will not be reclassified to profit or loss		<u>234,059</u>	-	<u>(19,086)</u>	-
	Components of other comprehensive income that will be reclassified to profit or loss					
8361	Exchange differences arising on translation of foreign operations		1,333,001	2	(732,756)	(1)
8380	Share of other comprehensive income of the subsidiaries, associates and joint ventures accounted for under the equity method, components of other comprehensive income that will be reclassified to profit or loss		1,919	-	14,313	-
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	6(25)	<u>(267,037)</u>	-	<u>143,689</u>	-
8360	Total components of other comprehensive (loss) income that will be reclassified to profit or loss		<u>1,067,883</u>	<u>2</u>	<u>(574,754)</u>	<u>(1)</u>
8300	Other comprehensive (loss) income, net		<u>\$ 1,301,942</u>	<u>2</u>	<u>(\$ 593,840)</u>	<u>(1)</u>
8500	Total comprehensive income for the year		<u>\$ 2,989,088</u>	<u>5</u>	<u>\$ 863,292</u>	<u>1</u>
	Basic earnings per share	6(26)				
9750	Basic earnings per share		\$ 3.65		\$ 3.09	
	Diluted earnings per share	6(26)				
9850	Diluted earnings per share		\$ 3.62		\$ 3.06	

The accompanying notes are an integral part of these parent company only financial statements.

CHENG UEI PRECISION INDUSTRY CO., LTD.
PARENT COMPANY ONLY STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

	Notes	Retained earnings				Other equity interest			Treasury shares	Total equity
		Ordinary share	Capital surplus, additional paid-in capital	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income		
<u>Year ended December 31, 2023</u>										
Balance at January 1, 2023		\$ 5,123,269	\$ 10,382,683	\$ 3,292,026	\$ 2,601,650	\$ 5,658,790	(\$ 1,819,170)	(\$ 544,591)	(\$ 272,066)	\$ 24,422,591
Net income for the year		-	-	-	-	1,457,132	-	-	-	1,457,132
Other comprehensive income (loss)		-	-	-	-	14,223	(574,754)	(33,309)	-	(593,840)
Total comprehensive income (loss)		-	-	-	-	1,471,355	(574,754)	(33,309)	-	863,292
Appropriation of 2022 earnings	6(17)									
Legal reserve		-	-	153,911	-	(153,911)	-	-	-	-
Special reserve		-	-	-	(237,890)	237,890	-	-	-	-
Cash dividends		-	-	-	-	(1,127,119)	-	-	-	(1,127,119)
Changes in ownership interests in subsidiaries	6(5)(16)	-	83,492	-	-	-	-	-	-	83,492
Difference between proceeds from acquisition or disposal of subsidiary and book value	6(5)(16)	-	9,757	-	-	-	-	-	-	9,757
Changes in net equity of associates and joint ventures accounted for under the equity method	6(5)(16)(17)	-	255,753	-	-	(72,634)	-	72,634	-	255,753
Disposal of investments in equity instruments designated at fair value through other comprehensive income by subsidiaries	6(16)(17)	-	-	-	-	(225,761)	-	225,761	-	-
Cash dividends distributed to subsidiaries	6(16)	-	33,216	-	-	-	-	-	-	33,216
Acquisition of the parent company's share by subsidiaries recognized as treasury share	6(15)	-	-	-	-	-	-	-	(350,708)	(350,708)
Balance at December 31, 2023		\$ 5,123,269	\$ 10,764,901	\$ 3,445,937	\$ 2,363,760	\$ 5,788,610	(\$ 2,393,924)	(\$ 279,505)	(\$ 622,774)	\$ 24,190,274
<u>Year ended December 31, 2024</u>										
Balance at January 1, 2024		\$ 5,123,269	\$ 10,764,901	\$ 3,445,937	\$ 2,363,760	\$ 5,788,610	(\$ 2,393,924)	(\$ 279,505)	(\$ 622,774)	\$ 24,190,274
Net income for the year		-	-	-	-	1,687,146	-	-	-	1,687,146
Other comprehensive income		-	-	-	-	23,196	1,067,883	210,863	-	1,301,942
Total comprehensive income		-	-	-	-	1,710,342	1,067,883	210,863	-	2,989,088
Appropriation of 2023 earnings	6(17)									
Legal reserve		-	-	117,296	-	(117,296)	-	-	-	-
Special reserve		-	-	-	309,668	(309,668)	-	-	-	-
Cash dividends		-	-	-	-	(1,024,654)	-	-	-	(1,024,654)
Changes in ownership interests in subsidiaries	6(5)(16)	-	122,095	-	-	-	-	-	-	122,095
Changes in net equity of associates and joint ventures accounted for under the equity method	6(5)(16)(17)	-	(110,149)	-	-	-	-	-	-	(110,149)
Disposal of investments in equity instruments designated at fair value through other comprehensive income by subsidiaries	6(16)(17)	-	-	-	-	(3,832)	-	10,660	-	6,828
Cash dividends distributed to subsidiaries	6(16)	-	37,812	-	-	-	-	-	-	37,812
Balance at December 31, 2024		\$ 5,123,269	\$ 10,814,659	\$ 3,563,233	\$ 2,673,428	\$ 6,043,502	(\$ 1,326,041)	(\$ 57,982)	(\$ 622,774)	\$ 26,211,294

The accompanying notes are an integral part of these parent company only financial statements.

CHENG UEI PRECISION INDUSTRY CO., LTD.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

	Notes	Years ended December 31,	
		2024	2023
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax		\$ 1,677,944	\$ 1,496,399
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation (including investment property)	6(6)(7)(8)(21)(23)	137,043	144,661
Amortisation	6(9)(23)	14,363	14,567
Expected credit gain	12(2)	(1,352)	(23,367)
Interest expense	6(22)	375,722	314,213
Interest income	6(19)	(142,522)	(35,784)
Gain on long-term equity investment accounted for under the equity method	6(5)	(2,784,480)	(978,694)
Loss (gain) on disposal of property, plant and equipment	6(21)	(605)	52
Changes in operating assets and liabilities			
Changes in operating assets			
Notes receivable		1,614	503
Accounts receivable		1,146,156	(1,617,610)
Accounts receivable - related parties		238,503	1,938,053
Other receivables		(58,179)	55,766
Other receivables - related parties		(2,818,367)	967,759
Inventories		454,509	(1,157,351)
Prepayments		(133,894)	116,412
Changes in operating liabilities			
Current contract liabilities		157,623	(256,122)
Accounts payable		(257,091)	293,569
Accounts payable - related parties		4,517,836	2,128,947
Other payables		(299,948)	(951,257)
Current refund liabilities		(14,598)	29,101
Other current liabilities, others		(3,529)	4,078
Other non-current liabilities		(14,681)	(4,548)
Cash inflow generated from operations		2,192,067	2,479,347
Interest received	6(19)	142,522	35,784
Interest paid		(383,228)	(317,440)
Income tax paid		(88,748)	(64,896)
Dividend received	6(5)	66,847	89,130
Net cash flows from operating activities		<u>1,929,460</u>	<u>2,221,925</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of long-term equity investment- subsidiary	7	(517,469)	(1,369,857)
Acquisition of property, plant and equipment	6(27)	(1,827,944)	(109,036)
Proceeds from disposal of property, plant and equipment and investment property		29,555	3,760
Acquisition of intangible assets	6(9)	(14,621)	(19,153)
Proceeds from disposal of intangible assets	6(9)	142	-
Increase in non-current financial assets at amortised cost		(8,937)	-
Net cash flows used in investing activities		<u>(2,339,274)</u>	<u>(1,494,286)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase in short-term borrowings	6(28)	7,260,000	11,189,436
Repayments of short-term borrowings	6(28)	(6,160,000)	(11,803,911)
Increase in other payables - related parties	6(28)	-	317,160
Repayments of lease liabilities	6(28)	(20,050)	(44,428)
Increase in long-term borrowings	6(28)	13,815,000	9,185,000
Repayments of long-term borrowings	6(28)	(9,123,750)	(8,302,500)
Repayments of bonds	6(28)	(3,000,000)	-
Cash dividends paid	6(17)	(1,024,654)	(1,127,119)
Net cash flows from (used in) financing activities		<u>1,746,546</u>	<u>(586,362)</u>
Net increase in cash and cash equivalents		1,336,732	141,277
Cash and cash equivalents at beginning of year	6(1)	538,637	397,360
Cash and cash equivalents at end of year	6(1)	<u>\$ 1,875,369</u>	<u>\$ 538,637</u>

The accompanying notes are an integral part of these parent company only financial statements.

CHENG UEI PRECISION INDUSTRY CO.,LTD.
NOTES TO THE PARENT COMPANY ONLY FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2024 AND 2023

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

1. HISTORY AND ORGANIZATION

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

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE PARENT COMPANY ONLY FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These parent company only financial statements were authorized for issuance by the Board of Directors on March 7 2025.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

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

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

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

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

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

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

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IAS 21, ‘Lack of exchangeability’	January 1, 2025

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

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

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

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IFRS 9 and IFRS 7, ‘Amendments to the classification and measurement of financial instruments’	January 1, 2026
Amendments to IFRS 9 and IFRS 7, ‘Contracts Referencing Nature-Dependent Electricity’	January 1, 2026
Amendments to IFRS 10 and IAS 28, ‘Sale or contribution of assets between an investor and its associate or joint venture’	To be determined by International Accounting Standards Board
IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendments to IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendment to IFRS 17, ‘Initial application of IFRS 17 and IFRS 9 – comparative information’	January 1, 2023
IFRS 18, ‘Presentation and disclosure in financial statements’	January 1, 2027
IFRS 19, ‘Subsidiaries without public accountability: disclosures’	January 1, 2027
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

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

IFRS 18, ‘Presentation and disclosure in financial statements’

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these parent company only financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

The parent company only financial statements of the Company have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

(2) Basis of preparation

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

(3) Foreign currency translation

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates (the “functional currency”). The parent company only financial statements are presented in New Taiwan dollars, which is the Company’s functional currency.

A. Foreign currency transactions and balances

- a) Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions are recognised in profit or loss in the period in which they arise.
- b) Monetary assets and liabilities denominated in foreign currencies at the period end are re-translated at the exchange rates prevailing at the balance sheet date. Exchange differences arising upon re-translation at the balance sheet date are recognised in profit or loss.
- c) Non-monetary assets and liabilities denominated in foreign currencies held at fair value through profit or loss are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognised in profit or loss. Non-monetary assets and liabilities denominated in foreign currencies held at fair value through other comprehensive income are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognised in other comprehensive income. However, non-monetary assets and liabilities denominated in foreign currencies that are not measured at fair value are translated using the historical exchange rates at the dates of the initial transactions.
- d) All foreign exchange gains and losses are presented in the statement of comprehensive income within ‘other gains and losses’.

B. Translation of foreign operations

- a) The operating results and financial position of all the Company entities that have a functional currency different from the presentation currency are translated into the presentation currency as follows:
 - i. Assets and liabilities for each balance sheet presented are translated at the closing exchange rate at the date of that balance sheet;
 - ii. Income and expenses for each statement of comprehensive income are translated at average exchange rates of that period; and
 - iii. All resulting exchange differences are recognised in other comprehensive income.
- b) When the foreign operation partially disposed of or sold is a subsidiary, cumulative exchange differences that were recorded in other comprehensive income are proportionately transferred to the non-controlling interest in this foreign operation. In addition, even when the Company still retains partial interest in the former foreign subsidiary after losing control of the former foreign subsidiary, such transactions should be accounted for as disposal of all interest in the foreign operation.
- c) Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing exchange rates at the balance sheet date.

(4) Classification of current and non-current items

- A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:
 - a) Assets arising from operating activities that are expected to be realised, or are intended to be sold or consumed within the normal operating cycle;
 - b) Assets held mainly for trading purposes;
 - c) Assets that are expected to be realised within twelve months from the balance sheet date;
 - d) Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to pay off liabilities more than twelve months after the balance sheet date.
- B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:
 - a) Liabilities that are expected to be paid off within the normal operating cycle;
 - b) Liabilities arising mainly from trading activities;
 - c) Liabilities that are to be paid off within twelve months from the balance sheet date;
 - d) It does not have the right at the end of the reporting period to defer settlement of the liability at least twelve months after the reporting period.

(5) Cash and cash equivalents

Cash equivalents refer to short-term highly liquid investments that are readily convertible to known amount of cash and subject to an insignificant risk of changes in value. Time deposits that meet the above criteria and are held for the purpose of meeting short-term cash commitment in operations are classified as cash equivalents.

(6) Financial assets at amortised cost

- A. Financial assets at amortised cost are those that meet all of the following criteria:
- (a) The objective of the Group's business model is achieved by collecting contractual cash flows.
 - (b) The assets' contractual cash flows represent solely payments of principal and interest.
- B. On a regular way purchase or sale basis, financial assets at amortised cost are recognised and derecognised using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value plus transaction costs. Interest income from these financial assets is included in finance income using the effective interest method. A gain or loss is recognised in profit or loss when the asset is derecognised or impaired.
- D. The Group's time deposits which do not fall under cash equivalents are those with a short maturity period and are measured at initial investment amount as the effect of discounting is immaterial.

(7) Accounts and notes receivable

- A. Accounts and notes receivable entitle the Company a legal right to receive consideration in exchange for transferred goods or rendered services.
- B. The short-term accounts and notes receivable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(8) Impairment of financial assets

For debt instruments measured at fair value through other comprehensive income and financial assets at amortised cost, at each reporting date, the Company recognises the impairment provision for 12 months expected credit losses if there has not been a significant increase in credit risk since initial recognition or recognises the impairment provision for the lifetime expected credit losses (ECLs) if such credit risk has increased since initial recognition after taking into consideration all reasonable and verifiable information that includes forecasts. On the other hand, for accounts receivable or contract assets that do not contain a significant financing component, the Company recognises the impairment provision for lifetime ECLs.

(9) Derecognition of financial assets

The Company derecognises a financial asset when one of the following conditions is met:

- A. The contractual rights to receive cash flows from the financial asset expire.
- B. The contractual rights to receive cash flows from the financial asset have been transferred and the Company has transferred substantially all risks and rewards of ownership of the financial asset.
- C. The contractual rights to receive cash flows from the financial asset have been transferred; however, the Company has not retained control of the financial asset.

(10) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined using the weighted-average method. The cost of finished goods and work in progress comprises raw materials, direct labour, other direct costs and related production overheads (allocated fixed production overheads based on actual capacity). It excludes borrowing costs. The item by item approach is used in applying the lower of cost and net realisable value. Net realisable value is the estimated selling

price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

(11) Leasing arrangements (lessor) – operating leases

Lease income from an operating lease (net of any incentives given to the lessee) is recognised in profit or loss on a straight-line basis over the lease term.

(12) Investments accounted for under the equity method / subsidiaries and associates

A. Subsidiaries are all entities (including structured entities) controlled by the Company. The Company controls an entity when the Company is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

B. Inter-company transactions, balances and unrealised gains or losses on transactions between companies within the group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Company.

C. The Company's share of its subsidiaries' post-acquisition profits or losses is recognised in profit or loss, and its share of post-acquisition movements in other comprehensive income is recognised in other comprehensive income. When the Company's share of losses in a subsidiary equals or exceeds its interest in the subsidiary, the Company recognise loss continuously in proportion to its ownership.

D. Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity.

E. When the Company loses control of a subsidiary, the Company remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognised in profit or loss. All amounts previously recognised in other comprehensive income in relation to the subsidiary are reclassified to profit or loss on the same basis as would be required if the related assets or liabilities were disposed of. That is, when the Company loses control of a subsidiary, all gains or losses previously recognised in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

F. Associates are all entities over which the Company has significant influence but not control. In general, it is presumed that the investor has significant influence, if an investor holds, directly or indirectly 20 percent or more of the voting power of the investee. Investments in associates are accounted for under the equity method and are initially recognised at cost.

G. The Company's share of its associates' post-acquisition profits or losses is recognised in profit or loss, and its share of post-acquisition movements in other comprehensive income is recognised

in other comprehensive income. When the Company's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Company does not recognise further losses, unless it has incurred statutory/constructive obligations or made payments on behalf of the associate.

- H. When changes in an associate's equity are not recognised in profit or loss or other comprehensive income of the associate and such changes do not affect the Company's ownership percentage of the associate, the Company recognises change in ownership interests in the associate in 'capital surplus' in proportion to its ownership.
- I. Unrealised gains on transactions between the Company and its associates are eliminated to the extent of the Company's interest in the associates. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been adjusted where necessary to ensure consistency with the policies adopted by the Company.
- J. In the case that an associate issues new shares and the Company does not subscribe or acquire new shares proportionately, which results in a change in the Company's ownership percentage of the associate but maintains significant influence on the associate, then 'capital surplus' and 'investments accounted for under the equity method' shall be adjusted for the increase or decrease of its share of equity interest. If the above condition causes a decrease in the Company's ownership percentage of the associate, in addition to the above adjustment, the amounts previously recognised in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately on the same basis as would be required if the relevant assets or liabilities were disposed of.
- K. When the Company disposes its investment in an associate and loses significant influence over this associate, the amounts previously recognised in other comprehensive income in relation to the associate, are reclassified to profit or loss, on the same basis as would be required if the relevant assets or liabilities were disposed of. If it retains significant influence over this associate, the amounts previously recognised in other comprehensive income in relation to the associate are reclassified to profit or loss proportionately in accordance with the aforementioned approach.
- L. When the Company disposes its investment in an associate and loses significant influence over this associate, the amounts previously recognised as capital surplus in relation to the associate are transferred to profit or loss. If it retains significant influence over this associate, the amounts previously recognised as capital surplus in relation to the associate are transferred to profit or loss proportionately.
- M. Pursuant to the Regulations Governing the Preparation of Financial Reports by Securities Issuers, profit (loss) of the current period and other comprehensive income in the parent company only financial statements shall equal to the amount attributable to owners of the parent in the financial statements prepared with basis for consolidation. Owners' equity in the parent company only financial statements shall equal to equity attributable to owners of the parent in the financial statements prepared with basis for consolidation.

(13) Property, plant and equipment

- A. Property, plant and equipment are initially recorded at cost. Borrowing costs incurred during the construction period are capitalised.
- B. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.
- C. Land is not depreciated. Other property, plant and equipment apply cost model and are depreciated using the straight-line method to allocate their cost over their estimated useful lives. If each component of property, plant and equipment is significant, it is depreciated separately.
- D. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each balance sheet date. If expectations for the assets' residual values and useful lives differ from previous estimates or the patterns of consumption of the assets' future economic benefits embodied in the assets have changed significantly, any change is accounted for as a change in estimate under IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors', from the date of the change. The estimated useful lives of property, plant and equipment are as follows:

Buildings and structures	20~50 years
Machinery and equipment	3 ~ 6 years
Office equipment	3 years
Miscellaneous equipment	3 ~ 8 years

(14) Leasing arrangements (lessee)-right-of-use assets/ lease liabilities

- A. Leases are recognised as a right-of-use asset and a corresponding lease liability at the date at which the leased asset is available for use by the Company. For short-term leases or leases of low-value assets, lease payments are recognised as an expense on a straight-line basis over the lease term.
- B. Lease liabilities include the net present value of the remaining lease payments at the commencement date, discounted using the incremental borrowing interest rate.
Lease payments are comprised of the following:
 - (a) Fixed payments, less any lease incentives receivable;
 - (b) Variable lease payments that depend on an index or a rate.The Company subsequently measures the lease liability at amortised cost using the interest method and recognises interest expense over the lease term. The lease liability is remeasured and the amount of remeasurement is recognised as an adjustment to the right-of-use asset when there are changes in the lease term or lease payments and such changes do not arise from contract modifications.
- C. At the commencement date, the right-of-use asset is stated at cost comprising the following:
 - (a) The amount of the initial measurement of lease liability;

- (b) Any lease payments made at or before the commencement date;
- (c) Any initial direct costs incurred by the lessee; and
- (d) An estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

The right-of-use asset is measured subsequently using the cost model and is depreciated from the commencement date to the earlier of the end of the asset's useful life or the end of the lease term. When the lease liability is remeasured, the amount of remeasurement is recognised as an adjustment to the right-of-use asset.

(15) Investment property

An investment property is stated initially at its cost and measured subsequently using the cost model. Except for land, investment property is depreciated on a straight-line basis over its estimated useful life of 20 ~ 50 years.

(16) Intangible assets

Computer software is stated at cost and amortised on a straight-line basis over its estimated useful life of 3 years.

(17) Impairment of non-financial assets

- A. The Company assesses at each balance sheet date the recoverable amounts of those assets where there is an indication that they are impaired. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell or value in use. Except for goodwill, when the circumstances or reasons for recognising impairment loss for an asset in prior years no longer exist, the impairment loss shall be reversed to the extent of the loss previously recognised in profit or loss. Such recovery of impairment loss shall not result to the asset's carrying amount greater than its amortised cost where no impairment loss was recognised.
- B. The recoverable amounts of goodwill, intangible assets with an indefinite useful life and intangible assets that have not yet been available for use shall be evaluated periodically. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. Impairment loss of goodwill previously recognised in profit or loss shall not be reversed in the following years.
- C. Goodwill for impairment testing purpose is allocated to cash generating units. This allocation is identified based on operating segments. Goodwill is allocated to a cash generating unit or a Group of cash generating units that expects to benefit from business combination that will produce goodwill.

(18) Borrowings

Borrowings comprise long-term and short-term bank borrowings. Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in profit or loss over the period of the borrowings using the effective interest

method.

(19) Notes and accounts payable

A. Accounts payable are liabilities for purchases of raw materials, goods or services and notes payable are those resulting from operating and non-operating activities.

B. The short-term notes and accounts payable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(20) Bonds payable

Ordinary corporate bonds issued by the Company are initially recognised at fair value less transaction costs. Any difference between the proceeds (net of transaction costs) and the redemption value is presented as an addition to or deduction from bonds payable, which is amortised to profit or loss over the period of bond circulation using the effective interest method as an adjustment to 'finance costs'.

(21) Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability specified in the contract is discharged or cancelled or expires.

(22) Offsetting financial instruments

Financial assets and liabilities are offset and reported in the net amount in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

(23) Employee benefits

A. Pensions

a) Defined contribution plans

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

b) Defined benefit plans

i. The liability recognised in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of government bonds (at the balance sheet date).

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

iii. Past service costs are recognised immediately in profit or loss.

B. Employees' compensation and directors' and supervisors' remuneration

Employees' compensation and directors' and supervisors' remuneration are recognised as expenses and liabilities, provided that such recognition is required under legal obligation or constructive obligation and those amounts can be reliably estimated. Any difference between the

resolved amounts and the subsequently actual distributed amounts is accounted for as changes in estimates.

(24) Income tax

- A. The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or items recognised directly in equity, in which cases the tax is recognised in other comprehensive income or equity.
- B. The current income tax charge is calculated on the basis of the tax laws at the balance sheet date in the countries where the Company and its subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. An additional tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the stockholders resolve to retain the earnings.
- C. Deferred income tax is recognised, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the parent company only financial statements. However, the deferred income tax is not accounted for if it arises from initial recognition of goodwill or of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Company and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.
- D. Deferred income tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised. At each balance sheet date, unrecognised and recognised deferred income tax assets are reassessed.
- E. Current income tax assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. Deferred income tax assets and liabilities are offset on the balance sheet when the entity has the legally enforceable right to offset current tax assets against current tax liabilities and they are levied by the same taxation authority on either the same entity or different entities that intend to settle on a net basis or realise the asset and settle the liability simultaneously.
- F. A deferred tax asset shall be recognised for the carryforward of unused tax credits resulting from research and development expenditures to the extent that it is possible that future taxable profit

will be available against which the unused tax credits can be utilised.

(25) Share capital

- A. Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or stock options are shown in equity as a deduction, net of tax, from the proceeds.
- B. Where the Company repurchases the Company's equity share capital that has been issued, the consideration paid, including any directly attributable incremental costs (net of income taxes) is deducted from equity attributable to the Company's equity holders. Where such shares are subsequently reissued, the difference between their book value and any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, are included in equity attributable to the Company's equity holders.

(26) Dividends

Dividends are recorded in the Company's financial statements in the period in which they are approved by the Company's shareholders. Cash dividends are recorded as liabilities; stock dividends are recorded as stock dividends to be distributed and are reclassified to ordinary shares on the effective date of new shares issuance.

(27) Revenue recognition

- A. The Company manufactures and sells electronic telecommunication component products. Revenue is measured at the fair value of the consideration received or receivable taking into account value-added tax, returns, rebates and discounts for the sale of goods to external customers in the ordinary course of the Company's activities. Revenue arising from the sales of goods should be recognised when the Company has delivered the goods to the customer, the amount of sales revenue can be measured reliably and it is probable that the future economic benefits associated with the transaction will flow to the entity. The delivery of goods is completed when the significant risks and rewards of ownership have been transferred to the customer, the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold, and the customer has accepted the goods based on the sales contract or there is objective evidence showing that all acceptance provisions have been satisfied.
- B. The goods are often sold with volume discounts based on aggregate sales over a 12-month period. Revenue from these sales is recognised based on the price specified in the contract, net of the estimated sales discounts and allowances. Revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur. The estimation is subject to an assessment at each reporting date. No element of financing is deemed present as the sales are made with a credit term of 30 to 120 days, which is consistent with market practice.
- C. A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

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

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

Critical accounting estimates and assumptions

A. Evaluation of inventories

As inventories are stated at the lower of cost and net realisable value, the Company must determine the net realisable value of inventories on balance sheet date using judgements and estimates. Due to the rapid technology innovation, the Company evaluates the amounts of normal inventory consumption, obsolete inventories or inventories without market selling value on balance sheet date, and writes down the cost of inventories to the net realisable value. Such an evaluation of inventories is principally based on the demand for the products within the specified period in the future. Therefore, there might be material changes to the evaluation.

B. Impairment assessment of investments accounted for under the equity method

The Company assesses the impairment of an investment accounted for under the equity method as soon as there is any indication that it might have been impaired and its carrying amount cannot be recovered. The Company assesses the recoverable amounts of an investment accounted for under the equity method based on the present value of the Company's share of expected future cash flows of the investee or fair value less costs of disposal, and analyses the reasonableness of related assumptions.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Cash on hand and revolving funds	\$ 730	\$ 905
Checking accounts and demand deposits	1,836,241	302,433
Time deposits	38,398	235,299
Total	<u>\$ 1,875,369</u>	<u>\$ 538,637</u>

A. The Company transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. As of December 31, 2024 and 2023, the annual interest rate of time deposits was 1.23%~4.60% and 1.10%~5.10%, respectively.

C. The Company has no cash and cash equivalents pledged to others as collateral.

(2) Financial assets at amortised cost

Items	December 31, 2024	December 31, 2023
Non-current items:		
Pledged time deposits	\$ 8,937	\$ -

- A. As at December 31, 2024 and 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortised cost held by the Company was \$8,937 and \$0, respectively.
- B. Details of the Company's financial assets at amortised cost pledged to others as collateral are provided in Note 8.
- C. Information relating to credit risk of financial assets at amortised cost is provided in Note 12(2). The counterparties of the Company's investments in certificates of deposits are financial institutions with high credit quality, so the Group expects that the probability of counterparty default is remote.

(3) Accounts receivable

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Accounts receivable	\$ 9,055,649	\$ 10,201,805
Less: Loss allowance	(21,442)	(22,794)
	<u>\$ 9,034,207</u>	<u>\$ 10,179,011</u>

- A. The information on the Company's ageing analysis of accounts receivable is provided in Note 12(2).
- B. As of December 31, 2024 and 2023, accounts and notes receivable were all from contracts with customers. And as of January 1, 2023, the balance of receivables from contracts with customers amounted to \$8,584,195.
- C. The quality information of accounts receivable is based on customers' credit ranking and recoverable period of receivables in order to calculate the accrual of impairment. The Company's internal credit ranking policy is that the Company's business and management segment assesses periodically whether the credit ranking of existing customers is appropriate and adjusts to obtain the latest information when necessary. Customers' credit ranking assessment is based on industrial operating scale, profitability and ranking assessed by financial insurance institutions. The Company has insured accounts receivable of certain customers and the Company will receive 80%~90% compensation if bad debts occur. As of December 31, 2024 and 2023, the balance of accounts receivable from certain customers amounted to \$1,691,458 and \$2,291,185, respectively.
- D. The Company does not hold any collateral as security.
- E. Information relating to credit risk of accounts receivable is provided in Note 12(2).

(4) Inventories

	December 31, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 57,453	(\$ 13,557)	\$ 43,896
Work in progress	39,506	(1,535)	37,971
Finished goods	2,237,907	(7,801)	2,230,106
	<u>\$ 2,334,866</u>	<u>(\$ 22,893)</u>	<u>\$ 2,311,973</u>

	December 31, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 171,910	(\$ 10,573)	\$ 161,337
Work in progress	68,220	(270)	67,950
Finished goods	2,593,260	(56,065)	2,537,195
	<u>\$ 2,833,390</u>	<u>(\$ 66,908)</u>	<u>\$ 2,766,482</u>

The cost of inventories recognised as expense for the year:

	Years ended December 31,	
	2024	2023
Cost of inventories sold	\$ 55,504,580	\$ 58,757,213
(Gain on reversal of) loss on decline in market value	(44,015)	41,358
	<u>\$ 55,460,565</u>	<u>\$ 58,798,571</u>

The Company reversed a previous inventory write-down because inventories with net realisable value lower than its cost were partially sold by the Company for the year ended December 31, 2024.

(5) Investments accounted for under the equity method

Investee	December 31, 2024		December 31, 2023	
	Amount	Ownership percentage (%)	Amount	Ownership percentage (%)
Subsidiaries :				
Cu International Ltd.	\$ 28,251,247	100%	\$ 26,164,967	100%
Foxlink International Investment Ltd.	6,015,334	100%	4,390,733	100%
Fu Uei International Investment Ltd.	2,742,260	100%	2,725,367	100%
Culink International Ltd.	2,144,252	100%	1,772,836	100%
Darts Technologies Corporation	1,634,943	97%	1,186,665	97%
Foxlink Technology Ltd.	911,318	100%	889,607	100%
Sinobest Brothers Limited	305,660	85.19%	300,231	91.19%
Suntain Co., Ltd.	268,239	100%	249,536	100%
DU Precision Industry Co., Ltd.	178,290	100%	86,774	100%
Foxlink Arizona Inc.	41,342	100%	28,289	100%
Ubilink AI CO., LTD.	37,125	41%	-	-
Associates :				
Well Shin Technology Co., Ltd.	1,375,788	18.84%	1,268,983	18.84%
	<u>43,905,798</u>		<u>39,063,988</u>	
Add : Current prepayments for investments				
-JOURN TA BROTHERS LIMITED	227,072		227,072	
Total	<u>\$ 44,132,870</u>		<u>\$ 39,291,060</u>	

- A. Please refer to Note 4(3) in the 2024 consolidated financial statements for the information regarding the Company's subsidiaries.
- B. The gain on investments accounted for under the equity method amounted to \$2,784,480 and \$978,694 for the years ended December 31, 2024 and 2023, respectively, and were valued based on the investees' audited financial statements for the corresponding period.
- C. Associates

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

Company name	Principal place of business	Shareholding ratio		Nature of relationship	Methods of measurement
		December 31, 2024	December 31, 2023		
Well Shin Technology Co., Ltd.	Taiwan	18.84%	18.84%	Note	Equity method

Note: As the Company's management holds several seats in the Board of Directors of Well Shin Technology Co., Ltd., the Company is assessed to have significant influence.

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

Balance sheet

	Well Shin Technology Co., Ltd.	
	December 31, 2024	December 31, 2023
Current assets	\$ 2,271,835	\$ 2,308,642
Non-current assets	7,410,944	6,724,825
Current liabilities	(1,719,876)	(1,777,201)
Non-current liabilities	(855,469)	(715,667)
Total net assets	\$ 7,107,434	\$ 6,540,599
Share in associate's net assets	\$ 1,339,199	\$ 1,232,394
Goodwill	36,589	36,589
Carrying amount of the associates	\$ 1,375,788	\$ 1,268,983

Statement of comprehensive income

	Well Shin Technology Co., Ltd.	
	Years ended December 31,	
	2024	2023
Revenue	\$ 4,603,786	\$ 3,979,213
Profit for the year from continuing operations	\$ 723,444	\$ 507,511
Other comprehensive income (loss), net of tax	198,155	(85,254)
Total comprehensive income	\$ 921,599	\$ 422,257
Dividends received from associates	\$ 66,847	\$ 89,130

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

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Well Shin Technology Co., Ltd.	<u>\$ 1,374,826</u>	<u>\$ 1,152,001</u>

- E. On June 14, 2024, the Company jointly established Ubilink AI CO., LTD. with an amount of \$10,000 with the second-tier subsidiary, Shinfox Energy Co., Ltd., and Ubitus Kabushiki Kaisha (Japan). The Company and the second-tier subsidiary held 41% and 10% of the shares of Ubilink AI CO., LTD., respectively. Therefore, the Company had influence over Ubilink AI CO., LTD..
- F. The Company's subsidiary, FOXLINK TECHNOLOGY LTD., participated in the capital increase of SINOBEST BROTHERS LIMITED for the year ended December 31, 2024. After the capital increase, the Company decreased its shareholding ratio of SINOBEST BROTHERS LIMITED to 85.19%. The Company still had influence over SINOBEST BROTHERS LIMITED.
- G. For the year ended December 31, 2024 and 2023, the Company's subsidiary increased the shareholding and the Company's subsidiary did not participate in the capital increase of Sharetronic Data Technology Co., Ltd. proportionately to ownership. Due to the change in shareholding ratio and recognition of change in equity of associates accounted for using equity method in proportion to the Company's ownership percentage, the Company wrote off capital increase of \$111,095 for the year ended December 31, 2024 and recognised capital surplus of \$255,753 for the year ended December 31, 2023.
- H. The Company's second-tier subsidiary, FIT Holding Co., Ltd., did not participate in the capital increase of the investee accounted for using equity method, Synergy, for the year ended December 31, 2024. The Company recognised capital surplus according to shareholding ratio amounting to \$946.
- I. Change of equity of the Company's second-tier subsidiary, Shinfox Energy Co., Ltd., was generated due to issuance of convertible corporate bonds for the years ended December 31, 2024 and 2023. The Company recognised capital surplus according to shareholding ratio amounting to \$121,858 and \$83,504, respectively.
- J. As of December 31, 2024, the registration of the Company's prepayment for investments- JOURN TA BROTHERS LIMITED has not yet been completed.
- K. For the year ended December 31, 2023, the Company's second-tier subsidiary, Shinfox Energy Co., Ltd., did not participate in the capital increase of Guanwei Power Co., Ltd. proportionately to its ownership, thus resulted in the shareholding ratio decreasing to 51%. The Company recognised capital surplus according to shareholding ratio amounting to (\$12).
- L. For the year ended December 31, 2023, the Company's second-tier subsidiary, Shinfox Energy Co., Ltd., disposed Guanwei Power Co., Ltd.'s shares in the amount of 1,601 thousand shares, and the proceeds from sales of shares amounted to \$60,838. The Company recognised capital surplus according to shareholding ratio amounting to \$9,757.

(6) Property, plant and equipment

	2024						Total
	Land	Buildings and structures	Machinery and equipment	Office equipment	Others	Unfinished construction and equipment under acceptance	
At January 1							
Cost	\$ 412,428	\$ 1,795,604	\$ 123,643	\$ 48,536	\$ 232,597	\$ -	\$ 2,612,808
Accumulated depreciation and impairment	-	(614,397)	(78,972)	(24,421)	(77,192)	-	(794,982)
	<u>\$ 412,428</u>	<u>\$ 1,181,207</u>	<u>\$ 44,671</u>	<u>\$ 24,115</u>	<u>\$ 155,405</u>	<u>\$ -</u>	<u>\$ 1,817,826</u>
Opening net book amount	\$ 412,428	\$ 1,181,207	\$ 44,671	\$ 24,115	\$ 155,405	\$ -	\$ 1,817,826
Additions	-	-	5,519	11,569	4,095	1,699,406	1,720,589
Disposals	-	-	(27,167)	-	(1,783)	-	(28,950)
Reclassifications	(148,164)	(396,129)	13,919	-	1,645	-	(528,729)
Depreciation charge	-	(24,892)	(16,908)	(14,303)	(45,796)	-	(101,899)
Closing net book amount	<u>\$ 264,264</u>	<u>\$ 760,186</u>	<u>\$ 20,034</u>	<u>\$ 21,381</u>	<u>\$ 113,566</u>	<u>\$ 1,699,406</u>	<u>\$ 2,878,837</u>
At December 31							
Cost	\$ 264,264	\$ 1,225,241	\$ 89,766	\$ 59,565	\$ 197,959	\$ 1,699,406	\$ 3,536,201
Accumulated depreciation and impairment	-	(465,055)	(69,732)	(38,184)	(84,393)	-	(657,364)
	<u>\$ 264,264</u>	<u>\$ 760,186</u>	<u>\$ 20,034</u>	<u>\$ 21,381</u>	<u>\$ 113,566</u>	<u>\$ 1,699,406</u>	<u>\$ 2,878,837</u>

	2023						
	Land	Buildings and structures	Machinery and equipment	Office equipment	Others	Unfinished construction and equipment under acceptance	Total
At January 1							
Cost	\$ 412,428	\$ 1,785,939	\$ 121,996	\$ 39,086	\$ 210,688	\$ 25,243	\$ 2,595,380
Accumulated depreciation and impairment	-	(574,941)	(73,348)	(16,625)	(101,384)	-	(766,298)
	<u>\$ 412,428</u>	<u>\$ 1,210,998</u>	<u>\$ 48,648</u>	<u>\$ 22,461</u>	<u>\$ 109,304</u>	<u>\$ 25,243</u>	<u>\$ 1,829,082</u>
Opening net book amount	\$ 412,428	\$ 1,210,998	\$ 48,648	\$ 22,461	\$ 109,304	\$ 25,243	\$ 1,829,082
Additions	-	-	17,802	12,892	50,711	-	81,405
Disposals	-	-	(2,714)	-	(1,098)	-	(3,812)
Reclassifications	-	6,405	682	-	27,651	(25,243)	9,495
Depreciation charge	-	(36,196)	(19,747)	(11,238)	(31,163)	-	(98,344)
Closing net book amount	<u>\$ 412,428</u>	<u>\$ 1,181,207</u>	<u>\$ 44,671</u>	<u>\$ 24,115</u>	<u>\$ 155,405</u>	<u>\$ -</u>	<u>\$ 1,817,826</u>
At December 31							
Cost	\$ 412,428	\$ 1,795,604	\$ 123,643	\$ 48,536	\$ 232,597	\$ -	\$ 2,612,808
Accumulated depreciation and impairment	-	(614,397)	(78,972)	(24,421)	(77,192)	-	(794,982)
	<u>\$ 412,428</u>	<u>\$ 1,181,207</u>	<u>\$ 44,671</u>	<u>\$ 24,115</u>	<u>\$ 155,405</u>	<u>\$ -</u>	<u>\$ 1,817,826</u>

A. The Company has no property, plant and equipment pledged to others as collateral.

B. The amount prepaid by the Company for the purchase of equipment as of December 31, 2024 and 2023 was \$107,946 and \$16,873, respectively.

(7) Leasing arrangements-lessee

A. The Company leases various assets including land and buildings. Rental contracts are typically made for periods of 3 to 20 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

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

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
	<u>Carrying amount</u>	<u>Carrying amount</u>
Land	\$ 60,908	\$ 68,483
Buildings	-	4,460
	<u>\$ 60,908</u>	<u>\$ 72,943</u>
	<u>Years ended December 31,</u>	
	<u>2024</u>	<u>2023</u>
	<u>Depreciation</u>	<u>Depreciation</u>
	<u>expense</u>	<u>expense</u>
Land	\$ 15,646	\$ 14,190
Buildings	4,460	28,393
	<u>\$ 20,106</u>	<u>\$ 42,583</u>

C. For the years ended December 31, 2024 and 2023, the additions to right-of-use assets amounted to \$0 and \$61,928, respectively.

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

	<u>Years ended December 31,</u>	
	<u>2024</u>	<u>2023</u>
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 1,008	\$ 723
Expense on short-term lease contracts	23,988	1,969
Expense on leases of low-value assets	4,070	1,463

E. For the years ended December 31, 2024 and 2023, the Company's total cash outflow for leases amounted to \$49,116 and \$48,584, respectively.

(8) Investment property

	2024			2023
	Land	Buildings and structures	Total	Buildings and structures
At January 1				
Cost	\$ -	\$ 189,139	\$ 189,139	\$ 198,804
Accumulated depreciation and impairment	-	(46,088)	(46,088)	(45,614)
	<u>\$ -</u>	<u>\$ 143,051</u>	<u>\$ 143,051</u>	<u>\$ 153,190</u>
Opening net book amount	\$ -	\$ 143,051	\$ 143,051	\$ 153,190
Additions	-	-	-	-
Disposals	-	-	-	-
Reclassifications	148,164	396,129	544,293	(6,405)
Depreciation charge	-	(15,038)	(15,038)	(3,734)
Closing net book amount	<u>\$ 148,164</u>	<u>\$ 524,142</u>	<u>\$ 672,306</u>	<u>\$ 143,051</u>
At December 31				
Cost	\$ 148,164	\$ 759,502	\$ 907,666	\$ 189,139
Accumulated depreciation and impairment	-	(235,360)	(235,360)	(46,088)
	<u>\$ 148,164</u>	<u>\$ 524,142</u>	<u>\$ 672,306</u>	<u>\$ 143,051</u>

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

	Years ended December 31,	
	2024	2023
Rental income from the lease of the investment property	<u>\$ 48,599</u>	<u>\$ 23,836</u>
Direct operating expenses arising from the investment property that generated rental income in the year	<u>\$ 15,038</u>	<u>\$ 3,734</u>

B. Investment property is stated initially at its cost and is depreciated on a straight-line basis over its estimated useful life. The fair value of the investment property held by the Company as at December 31, 2024 and 2023 was \$916,167 and \$274,555, respectively, which was evaluated based on the market prices of similar real estate in the areas nearby, market prices did not change significantly.

C. There was no impairment loss on investment property.

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

(9) Intangible assets

	2024	2023
	<u>Software</u>	<u>Software</u>
At January 1		
Cost	\$ 49,104	\$ 35,434
Accumulated amortisation and impairment	(25,771)	(16,687)
	<u>\$ 23,333</u>	<u>\$ 18,747</u>
Opening net book amount	\$ 23,333	\$ 18,747
Additions	14,621	19,153
Amortisation charge	(14,363)	(14,567)
Disposals	(142)	-
Closing net book amount	<u>\$ 23,449</u>	<u>\$ 23,333</u>
At December 31		
Cost	\$ 59,796	\$ 49,104
Accumulated amortisation and impairment	(36,347)	(25,771)
	<u>\$ 23,449</u>	<u>\$ 23,333</u>

(10) Short-term borrowings (As at December 31, 2023: None)

<u>Type of borrowings</u>	<u>December 31, 2024</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank loan			
Credit loan	<u>\$ 1,100,000</u>	1.86%~1.88%	None

(11) Other payables

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Payable for purchases made by related parties on behalf of the Company	\$ 7,676,580	\$ 8,007,953
Financing payable to related parties	440,000	440,000
Payables on salary and bonus	380,487	255,037
Employees' compensation and remuneration for supervisors and directors	226,093	239,145
Payables on equipment	11,023	11,741
Others	198,230	292,357
	<u>\$ 8,932,413</u>	<u>\$ 9,246,233</u>

Please refer to Note 7 and table 1 of Note 13 for the details of “financing payable to related parties”.

(12) Bonds payable

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Secured corporate bonds	\$ 3,600,000	\$ 6,600,000
Less: Discount on bonds payable	(6,961)	(14,046)
Total	3,593,039	6,585,954
Less: Current portion of corporate bonds payable (shown as "long-term liabilities, current portion")	(3,593,039)	(2,994,906)
	<u>\$ -</u>	<u>\$ 3,591,048</u>

A. The main terms of the \$3,600,000 2nd secured corporate bonds issued by the Company on July 29, 2020 (amended in August 2024) are as follows:

- (a) Total initial issue amount: \$3,600,000.
- (b) Issue price: Issue at par value, \$1,000 each.
- (c) Issue period: 5 years, from July 29, 2020 to July 27, 2025.
- (d) Coupon rate: 0.65% fixed per annum.
- (e) Interest payment method: Interest is calculated from the date of issuance at the coupon rate, is a simple interest and is paid yearly.
- (f) Principal repayment method: Pay entire amount at the maturity date.

(g) Guarantee method:

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

(h) Commitment:

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

- i. Current assets to current liabilities ratio of at least 1:1;
- ii. Liabilities not exceeding 300% of tangible net equity (amended from 200% to 300% in August 2024);
- iii. Interest coverage of at least 400%; and
- iv. Tangible net equity of at least NT\$15,000,000 thousand.

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

- a) Total initial issue amount: \$3,000,000.
- b) Issue price: Issue at par value, \$1,000 each.
- c) Issue period: 5 years, from June 26, 2019 to June 26, 2024.
- d) Coupon rate: 0.80% fixed per annum.
- e) Interest payment method: Interest is calculated from the date of issuance at the coupon rate, is a

simple interest and is paid yearly.

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

g) Guarantee method:

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

h) Commitment:

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

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

(13) Long-term borrowings

<u>Type of borrowings</u>	<u>Borrowing period and repayment term</u>	<u>Interest rate range</u>	<u>Unused credit line</u>	<u>December 31, 2024</u>
Long-term loan borrowings				
- including covenants	Borrowing period is from December 2023 to October 2027 pay principal and interest based on each bank's regulations.	2.05%~2.15%	\$ 2,000,000	\$ 2,900,000
- without covenants	Borrowing period is from April 2020 to June 2027 pay principal and interest based on each bank's regulations.	1.90%~2.10%	1,476,375	7,172,500
Medium-term and long-term syndicated loans	Borrowing period is from October 2024 to October 2029. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal that was originally expired.	2.15%	6,800,000	3,200,000
Medium-term and long-term syndicated loans	Borrowing period is from June 2024 to June 2029. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal that was originally expired.	2.17%	3,000,000	3,000,000
				16,272,500
Less: Current portion (shown as "long-term liabilities, current portion")				(622,500)
				<u>\$ 15,650,000</u>

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	December 31, 2023
Long-term loan borrowings				
- including covenants	Borrowing period is from May 2023 to December 2026 pay entire amount when due	1.85%~1.89%	\$ 700,000	\$ 3,600,000
- without covenants	Borrowing period is from March 2023 to November 2026 pay entire amount when due	1.7%~1.940%	2,151,625	4,781,250
Medium-term and long-term syndicated loans	Borrowing period is from November 2020 to November 2025. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal that was originally expired.	2.20%	4,800,000	<u>3,200,000</u>
				11,581,250
Less: Current portion (shown as "long-term liabilities, current portion")				<u>(73,750)</u>
				<u>\$ 11,507,500</u>

A. In October 2024, the Company signed a medium-term syndicated revolving NTD credit facility agreement with the Bank of Taiwan as the lead bank. As of December 31, 2024, the borrowings that have been used amounted to \$3,200,000. The terms of agreement are summarised below:

- (a) Duration of loan: The loan period of the agreement was 5 years from the agreement signing date.
- (b) Credit line and draw-down: The credit line was \$10,000,000, which can be drawn down in installments of at least NT\$100,000 thousand per draw-down.
- (c) Principal repayment: The duration of each loan drawn down is either 90 days or 180 days at the Company's option. The Company, if without any default, may submit an application to the banks to draw down a new loan with principal equal to the old one before its maturity, and the new loan is directly used to repay the original loan. The banks and the Company are not required to make remittances for such draw-down and repayment, which is viewed that the Company has received the new loan on the maturity of original loan.
- (d) Commitment: The Company should maintain the following financial ratios during the contract duration for semi-annual parent company only and annual parent company only financial statements:
 - i. Current assets to current liabilities ratio of at least 1:1;
 - ii. Liabilities not exceeding 300% of tangible net equity;
 - iii. Interest coverage of at least 400%; and
 - iv. Tangible equity, net of non-controlling interests, of at least NT\$15,000,000 thousand.
- (e) The loan period is decided by the borrower. The borrower may choose to early repay the loans during the contract period according to the syndicated loan contract.

B. In June 2024, the Group signed a medium-term syndicated revolving NTD credit facility agreement with the Mega Bank as the lead bank. As of December 31, 2024, the borrowings that have been used amounted to \$3,000,000. The terms of agreement are summarised below:

- (a) Duration of loan: The loan period of the agreement was 5 years from the agreement signing date.
- (b) Credit line and draw-down: The credit line was NT\$6,000,000, which can be drawn down in

installments of at least NT\$50,000 thousand per draw-down.

- (c) Principal repayment: The borrower shall settle each borrowing before its maturity date. However, the borrower can use the new drawn amount to directly repay the original matured borrowing. For those equal amount, the borrower and the syndicated bank did not need to remit the capital in or out, and the amount was regarded as the drawn borrowing which had been received by the borrower.
 - (d) Commitment: The Company should maintain the following financial ratios during the contract duration for semi-annual consolidated and annual consolidated financial statements:
 - i. Current assets to current liabilities ratio of at least 1:1;
 - ii. Liabilities not exceeding 300% of tangible net equity;
 - iii. Interest coverage of at least 400%; and
 - iv. Total equity of at least NT\$15,000,000 thousand
 - (e) The loan period is decided by the borrower. The borrower may choose to early repay the loans during the contract period according to the syndicated loan contract.
- C. The Company entered into the borrowing contracts with Bank SinoPac, Taipei Fubon and Far Eastern International Bank, and the total credit line is \$4,900,000. As of December 31, 2024, the borrowings that have been used amounted to \$2,900,000. In the duration period of these contracts, the financial ratios in the semi-annual parent company only and annual parent company only financial statements shall be as follows:
- (a) Current assets to current liabilities ratio of at least 1:1;
 - (b) Liabilities not exceeding 300% of tangible net equity (amended from 200% to 300% from June 2024 to March 2025 by each bank);
 - (c) Interest coverage of at least 400%; and
 - (d) Tangible net equity of at least NT\$15,000,000 thousand.

(14) Pensions

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

retirement next year, the Company will make contributions to cover the deficit by next March.

(b) The amounts recognised in the balance sheet are as follows:

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Present value of defined benefit obligations	(\$ 222,722)	(\$ 243,710)
Fair value of plan assets	<u>107,820</u>	<u>99,276</u>
Net defined benefit liability (shown as "other non-current liabilities")	<u>(\$ 114,902)</u>	<u>(\$ 144,434)</u>

(c) Movements in net defined benefit liabilities are as follows:

	<u>Present value of defined benefit obligations</u>	<u>Fair value of plan assets</u>	<u>Net defined benefit liability</u>
<u>Year ended December 31, 2024</u>			
Balance at January 1	(\$ 243,710)	\$ 99,276	(\$ 144,434)
Current service cost	(1,139)	-	(1,139)
Interest (expense) income	(2,925)	<u>1,191</u>	(1,734)
	<u>(247,774)</u>	<u>100,467</u>	<u>(147,307)</u>
Remeasurements:			
Change in financial assumptions	6,195	-	6,195
Experience adjustments	<u>7,814</u>	<u>9,563</u>	<u>17,377</u>
	<u>14,009</u>	<u>9,563</u>	<u>23,572</u>
Pension fund contribution	-	1,897	1,897
Number of benefits paid	4,107	(4,107)	-
Paid pension	<u>6,936</u>	<u>-</u>	<u>6,936</u>
	<u>11,043</u>	<u>(2,210)</u>	<u>8,833</u>
Balance at December 31	<u>(\$ 222,722)</u>	<u>\$ 107,820</u>	<u>(\$ 114,902)</u>
	<u>Present value of defined benefit obligations</u>	<u>Fair value of plan assets</u>	<u>Net defined benefit liability</u>
<u>Year ended December 31, 2023</u>			
Balance at January 1	(\$ 282,567)	\$ 115,209	(\$ 167,358)
Current service cost	(1,488)	-	(1,488)
Interest (expense) income	(3,673)	<u>1,498</u>	(2,175)
	<u>(287,728)</u>	<u>116,707</u>	<u>(171,021)</u>
Remeasurements:			
Change in financial assumptions	(1,889)	-	(1,889)
Experience adjustments	<u>18,911</u>	<u>546</u>	<u>19,457</u>
	<u>17,022</u>	<u>546</u>	<u>17,568</u>
Pension fund contribution	-	2,160	2,160
Number of benefits paid	20,137	(20,137)	-
Paid pension	<u>6,859</u>	<u>-</u>	<u>6,859</u>
	<u>26,996</u>	<u>(17,977)</u>	<u>9,019</u>
Balance at December 31	<u>(\$ 243,710)</u>	<u>\$ 99,276</u>	<u>(\$ 144,434)</u>

(d) The Bank of Taiwan was commissioned to manage the Fund of the Company's and domestic subsidiaries' defined benefit pension plan in accordance with the Fund's annual investment and utilisation plan and the "Regulations for Revenues, Expenditures, Safeguard and Utilisation of the Labor Retirement Fund" (Article 6: The scope of utilisation for the Fund includes deposit in domestic or foreign financial institutions, investment in domestic or foreign listed, over-the-counter, or private placement equity securities, investment in domestic or foreign real estate securitization products, etc.). With regard to the utilisation of the Fund, its minimum earnings in the annual distributions on the final financial statements shall be no less than the earnings attainable from the amounts accrued from two-year time deposits with the interest rates offered by local banks. If the earnings is less than aforementioned rates, government shall make payment for the deficit after being authorized by the Regulator. The Company has no right to participate in managing and operating that fund and hence the Company is unable to disclose the classification of plan asset fair value in accordance with IAS 19 paragraph 142. The compositions of fair value of plan assets As of December 31, 2024 and 2023 are given in the Annual Labor Retirement Fund Utilisation Report announced by the government.

(e) The principal actuarial assumptions used were as follows:

	<u>Years ended December 31,</u>	
	<u>2024</u>	<u>2023</u>
Discount rate	<u>1.60%</u>	<u>1.20%</u>
Future salary increases	<u>3%</u>	<u>3%</u>

Future mortality rate was estimated based on the 6th Taiwan Standard Ordinary Experience Mortality Table.

Because the main actuarial assumption changed, the present value of defined benefit obligation is affected. The analysis was as follows:

	<u>Discount rate</u>		<u>Future salary increases</u>	
	<u>Increase 0.25%</u>	<u>Decrease 0.25%</u>	<u>Increase 0.25%</u>	<u>Decrease 0.25%</u>
December 31, 2024				
Effect on present value of defined benefit obligation	<u>\$ 3,731</u>	<u>(\$ 3,838)</u>	<u>\$ 3,247</u>	<u>\$ 3,177</u>
December 31, 2023				
Effect on present value of defined benefit obligation	<u>\$ 4,679</u>	<u>(\$ 4,823)</u>	<u>\$ 4,134</u>	<u>\$ 4,038</u>

The sensitivity analysis above is based on other conditions that are unchanged but only one assumption is changed. In practice, more than one assumption may change all at once. The method of analysing sensitivity and the method of calculating net pension liability in the balance sheet are the same.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the previous period.

(f) Expected contributions to the defined benefit pension plans of the Company for the year ending December 31, 2025 amount to \$1,952.

(g) As of December 31, 2024, the weighted average duration of that retirement plan is 7 years.

B. Effective July 1, 2005, the Company has established a funded defined contribution pension plan (the “New Plan”) under the Labour Pension Act (the “Act”), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company contributes monthly an amount based on 6% of the employees’ monthly salaries and wages to the employees’ individual pension accounts at the Bureau of Labour Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

The pension costs under the abovementioned defined contribution pension plan for the years ended December 31, 2024 and 2023 were \$36,874 and \$38,609, respectively.

(15) Share capital

A. As of December 31, 2024, the Company’s authorised common stock was \$7,000,000 (including 50,000,000 shares reserved for the issuance of employees’ warrants), and the issued and outstanding shares were both 512,326,940 shares, with a par value of \$10 (in dollars) per share.

B. Treasury shares

Before becoming a subsidiary, Foxlink Image Technology Co., Ltd. (Foxlink Image) held parent’s capital stock for general investment purpose. Foxlink Image acquired 49,503 thousand shares with a book value of \$622,774 after the Company acquired control over Foxlink Image on October 1, 2018. As of December 31, 2024 and 2023, the detailed information of Foxlink Image’s parent equity shares is as follows:

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
In thousand shares	<u>49,503</u>	<u>49,503</u>
Book value	<u>\$ 622,774</u>	<u>\$ 622,774</u>

(16) Capital surplus

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

2024						
	Share premium	Treasury share transactions	Difference between proceeds from acquisition or disposal of subsidiary and book value	Changes in ownership interests in subsidiaries	Change in net equity of associates accounted for under the equity method	Total
At January 1	\$ 9,337,850	\$ 120,307	\$ 709,960	\$ 87,386	\$ 509,398	\$ 10,764,901
Cash dividends distributed to subsidiaries	-	37,812	-	-	-	37,812
Subsidiaries convertible bonds issued	-	-	-	121,858	-	121,858
Adjustments due to not participating in the capital increase of investees proportionately	-	-	-	(521)	(110,149)	(110,670)
Employee share option payments	-	-	-	758	-	758
At December 31	<u>\$ 9,337,850</u>	<u>\$ 158,119</u>	<u>\$ 709,960</u>	<u>\$ 209,481</u>	<u>\$ 399,249</u>	<u>\$ 10,814,659</u>
2023						
	Share premium	Treasury share transactions	Difference between proceeds from acquisition or disposal of subsidiary and book value	Changes in ownership interests in subsidiaries	Change in net equity of associates accounted for under the equity method	Total
At January 1	\$ 9,337,850	\$ 87,091	\$ 700,203	\$ 3,894	\$ 253,645	\$ 10,382,683
Cash dividends distributed to subsidiaries	-	33,216	-	-	-	33,216
The Company did not participate in the capital increase of subsidiaries proportionately to ownership	-	-	-	(12)	-	(12)
Subsidiaries convertible bonds issued	-	-	-	83,504	-	83,504
Transactions with non-controlling interests	-	-	9,757	-	-	9,757
Adjustments due to not participating in the capital increase of investees proportionately	-	-	-	-	255,753	255,753
At December 31	<u>\$ 9,337,850</u>	<u>\$ 120,307</u>	<u>\$ 709,960</u>	<u>\$ 87,386</u>	<u>\$ 509,398</u>	<u>\$ 10,764,901</u>

(17) Retained earnings/Subsequent events

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

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

- B. According to the Company's Articles of Incorporation, no more than 90% of the distributable retained earnings shall be distributed as stockholders' bonus and cash dividend distributed in any calendar year shall be at least 20% of the total distributable earnings in that year based on future capital expenditures budget and capital requirements.
- C. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.
- D. (a) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
- (b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Order No. Financial-Supervisory-Securities-Corporate-1090150022, dated March 31, 2021, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently.
- (c) The amounts set aside by the Company as special reserve for the initial application of IFRSs amounted to \$665,206. Furthermore, the Company did not reverse special reserve to retained earnings for the years ended December 31, 2024 and 2023 as a result of the use, disposal or reclassification of related assets. As of December 31, 2024 and 2023, the amount of special reserve set aside all amounted to \$665,206.
- E. (a) Details of the appropriation of 2023's and 2022's net income which was resolved at the stockholders' meeting on May 31, 2024 and May 31, 2023 are as follows:

	<u>Year ended December 31, 2023</u>		<u>Year ended December 31, 2022</u>	
	<u>Amount</u>	<u>Dividend per share (NTD)</u>	<u>Amount</u>	<u>Dividend per share (NTD)</u>
Legal reserve appropriated	\$ 117,296	\$ -	\$ 153,911	\$ -
(Reversal of)Special reserve appropriated	309,668	- (237,890)	-
Cash dividends	1,024,654	2.0	1,127,119	2.2

- (b) The appropriation of 2024 earnings had been proposed by the Board of Directors on March 7, 2025. Details are summarized below:

	<u>Year ended December 31, 2024</u>	
	<u>Amount</u>	<u>Dividend per share (NTD)</u>
Legal reserve appropriated	\$ 170,651	\$ -
Reversal of special reserve	1,289,406	-
Cash dividends	1,280,817	2.5

(18) Operating revenue

A. Disaggregation of revenue from contracts with customers

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

	Years ended December 31,	
	2024	2023
Systems and peripheral products	37,325,663	38,692,534
3C component	18,507,702	21,459,234
Total revenue from external customer contracts	<u>\$ 55,833,365</u>	<u>\$ 60,151,768</u>

B. Contract liabilities

The Company has recognised the following revenue-related contract liabilities:

	December 31, 2024	December 31, 2023
Contract liabilities:		
Contract liabilities-advance sales receipts	<u>\$ 233,089</u>	<u>\$ 75,466</u>

Revenue recognised that was included in the contract liability balance at the beginning of the year:

	Years ended December 31,	
	2024	2023
Revenue recognised that was included in the contract liability balance at the beginning of the period		
Sales revenue received in advance	<u>\$ 74,504</u>	<u>\$ 299,868</u>

(19) Interest income

	Years ended December 31,	
	2024	2023
Interest income from bank deposits	\$ 142,502	\$ 35,784
Interest income from financial assets measured at amortised cost	20	-
	<u>\$ 142,522</u>	<u>\$ 35,784</u>

(20) Other income

	Years ended December 31,	
	2024	2023
Revenue from technical service compensation	\$ 211,560	\$ 221,264
Revenue from management service fees	12,158	40,630
Rental revenue	48,599	23,836
Claims income	-	520,642
Others	37,232	85,964
	<u>\$ 309,549</u>	<u>\$ 892,336</u>

Please refer to Note 7(2)D for details of revenue from technical service compensation and Note 10 for details of claims income.

(21) Other gains and losses

	Years ended December 31,	
	2024	2023
Net currency exchange gains	\$ 296,501	\$ 140,865
Depreciation charge on investment property	(15,038)	(3,734)
Net gain (loss) on disposal of property, plant and equipment	605	(52)
Other gains and losses	(76)	(17,202)
	<u>\$ 281,992</u>	<u>\$ 119,877</u>

(22) Finance costs

	Years ended December 31,	
	2024	2023
Interest expense:		
Bank borrowings	\$ 303,433	\$ 218,978
Corporate bonds	71,281	94,512
Lease liabilities	1,008	723
	<u>\$ 375,722</u>	<u>\$ 314,213</u>

(23) Expenses by nature

	Years ended December 31,	
	2024	2023
Employee benefit expense	\$ 1,574,469	\$ 1,236,651
Transportation expenses	124,279	161,945
Depreciation expense	122,005	140,927
Operating lease payments	28,058	3,432
Amortisation charges	14,363	14,567

(24) Employee benefit expense

	Years ended December 31,	
	2024	2023
Wages and salaries	\$ 1,360,523	\$ 1,039,197
Labour and health insurance fees	92,740	88,842
Pension costs	39,747	42,272
Directors' remuneration	18,000	8,000
Other personnel expenses	63,459	58,340
	<u>\$ 1,574,469</u>	<u>\$ 1,236,651</u>

A. According to the Articles of Incorporation of the Company, a ratio of distributable profit of the current year, after covering accumulated losses, shall be distributed as employees' compensation and directors' and supervisors' remuneration. The ratio shall not be lower than 6% for employees'

compensation and shall not be higher than 3% for directors' and supervisors' remuneration.

- B. For the years ended December 31, 2024 and 2023, employees' compensation was accrued at \$208,093 and \$231,145, respectively; directors' and supervisors' remuneration was accrued at \$18,000 and \$8,000, respectively. The aforementioned amounts were recognised in salary expenses.
- C. The employees' compensation and directors' and supervisors' remuneration were estimated and accrued based on the distributable profit of current year for the year ended December 31, 2024 and percentage as prescribed by the Company's Articles of Incorporation. The Board of Directors resolved the actual appropriation amounts of \$208,093 and \$18,000 and appropriated in cash in March 7, 2025.
- D. Employees' compensation and directors' and supervisors' remuneration of 2024 as resolved at the Board of Directors were in agreement with those amounts recognised in the profit or loss of 2024.
- E. Information about employees' compensation and directors' and supervisors' remuneration of the Company as approved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(25) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Years ended December 31,	
	2024	2023
Current tax:		
Tax payable incurred in current period	\$ -	\$ 60,421
Tax on undistributed surplus earnings	-	24,799
Prior year income tax under (over) estimation	(9,202)	(20,000)
Total current tax	(9,202)	65,220
Deferred tax:		
Origination and reversal of temporary differences	-	(25,953)
Income tax expense (benefit)	(\$ 9,202)	\$ 39,267

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

	Years ended December 31,	
	2024	2023
Currency translation differences	\$ 267,037	(\$ 143,689)
Remeasurement of defined benefit obligations	4,714	3,514
	\$ 271,751	(\$ 140,175)

B. Reconciliation between income tax expense and accounting profit

	Years ended December 31,	
	2024	2023
Tax calculated based on profit before tax and statutory tax rate	\$ 335,589	\$ 299,279
Effect from items disallowed by tax regulation	(514,062)	(264,811)
Tax on undistributed surplus earnings	-	24,799
Prior year income tax under (over) estimation	(9,202)	(20,000)
Taxable loss not recognised as deferred tax assets	178,473	-
Income tax expense (benefit)	<u>(\$ 9,202)</u>	<u>\$ 39,267</u>

C. Amounts of deferred tax assets or liabilities as a result of temporary differences are as follows:

	2024			
	January 1	Recognised in comprehensive profit or loss	Recognised in other income	December 31
Temporary differences:				
-Deferred tax assets:				
Bad debts expense	\$ 3,562	\$ -	\$ -	\$ 3,562
Unrealised loss on slow-moving	13,382	(8,803)	-	4,579
Unrealised profit from sales	5,824	54,126	-	59,950
Pension costs	-	-	-	-
Remeasurement of defined benefit plan	3,902	-	(3,902)	-
Unused compensated absences	7,804	50	-	7,854
Unrealised exchange loss	-	14,169	-	14,169
Currency translation differences	281,130	-	(267,037)	14,093
Others	-	18,081	-	18,081
Subtotal	<u>\$ 315,604</u>	<u>\$ 77,623</u>	<u>(\$ 270,939)</u>	<u>\$ 122,288</u>
-Deferred tax liabilities:				
Unrealised exchange gain	(\$ 12,299)	\$ 12,299	\$ -	\$ -
Unrealised long-term investment benefits	(788,223)	(96,648)	-	(884,871)
Remeasurement of defined benefit plan	-	-	(812)	(812)
Pension costs	(8,209)	195	-	(8,014)
Others	(6,531)	6,531	-	-
Subtotal	<u>(\$ 815,262)</u>	<u>(\$ 77,623)</u>	<u>(\$ 812)</u>	<u>(\$ 893,697)</u>
Total	<u>(\$ 499,658)</u>	<u>\$ -</u>	<u>(\$ 271,751)</u>	<u>(\$ 771,409)</u>

	2023			
	January 1	Recognised in comprehensive		December 31
		profit or loss	in other income	
Temporary differences:				
-Deferred tax assets:				
Bad debts expense	\$ 3,562	\$ -	\$ -	\$ 3,562
Unrealised loss on slow-moving inventories	5,110	8,272	-	13,382
Unrealised profit from sales	16,810	(10,986)	-	5,824
Pension costs	-	-	-	-
Remeasurement of defined benefit plan	7,416	-	(3,514)	3,902
Unused compensated absences	7,804	-	-	7,804
Unrealised exchange loss	-	-	-	-
Currency translation differences	137,441	-	143,689	281,130
Subtotal	<u>\$ 178,143</u>	<u>(\$ 2,714)</u>	<u>\$ 140,175</u>	<u>\$ 315,604</u>
-Deferred tax liabilities:				
Unrealised exchange gain	(\$ 89,261)	\$ 76,962	\$ -	(\$ 12,299)
Unrealised long-term investment benefits	(741,145)	(47,078)	-	(788,223)
Pension costs	(8,503)	294	-	(8,209)
Others	(5,020)	(1,511)	-	(6,531)
Subtotal	<u>(\$ 843,929)</u>	<u>\$ 28,667</u>	<u>\$ -</u>	<u>(\$ 815,262)</u>
Total	<u>(\$ 665,786)</u>	<u>\$ 25,953</u>	<u>\$ 140,175</u>	<u>(\$ 499,658)</u>

D. Expiration dates of unused tax losses and amounts of unrecognized deferred tax assets are as follows: (As at December 31, 2023: None)

Year ended December 31, 2024					
Year incurred	Amount assessed	Unused amount	Unrecognised deferred tax assets	Expiry year	
2024(estimate)	\$ 892,365	\$ 892,365	\$ 892,365	2034	

E. The Company's income tax returns through 2022 have been assessed and approved by the Tax Authority.

(26) Earnings per share

	<u>Year ended December 31, 2024</u>		
	<u>Amount</u>	<u>Weighted average</u>	<u>Earnings per</u>
	<u>after tax</u>	<u>number of ordinary</u>	<u>share</u>
		<u>shares outstanding</u>	<u>(in dollars)</u>
		<u>(share in thousands)</u>	
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,687,146	462,824	\$ 3.65
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,687,146	462,824	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	3,873	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 1,687,146	466,697	\$ 3.62
	<u>Year ended December 31, 2023</u>		
	<u>Amount</u>	<u>Weighted average</u>	<u>Earnings per</u>
	<u>after tax</u>	<u>number of ordinary</u>	<u>share</u>
		<u>shares outstanding</u>	<u>(in dollars)</u>
		<u>(share in thousands)</u>	

(27) Supplemental cash flow information

Investment activities with partial cash payments:

	Years ended December 31,	
	2024	2023
Purchase of property, plant and equipment	\$ 1,720,589	\$ 81,405
Add: Opening balance of payable on equipment	11,741	32,543
Ending balance of prepayments for equipment	107,946	16,873
Transfer of prepayments for equipment from previous year	15,564	3,090
Less: Ending balance of payable on equipment	(11,023)	(11,741)
Opening balance of prepayments for equipment	(16,873)	(13,134)
Cash paid during the year	<u>\$ 1,827,944</u>	<u>\$ 109,036</u>

(28) Changes in liabilities from financing activities

	2024					
	Short-term borrowings	Corporate bonds payable	Long-term borrowings	Lease liabilities	Other payables to related parties	Liabilities from financing activities - gross
At January 1	\$ -	\$ 6,585,954	\$ 11,581,250	\$ 73,432	\$ 440,000	\$ 18,680,636
Changes in cash flow from financing activities	1,100,000	(3,000,000)	4,691,250	(20,050)	-	2,771,200
Interest expense paid	-	-	-	(1,008)	-	(1,008)
Changes in other non-cash items	-	7,085	-	9,080	-	16,165
At December 31	<u>\$ 1,100,000</u>	<u>\$ 3,593,039</u>	<u>\$ 16,272,500</u>	<u>\$ 61,454</u>	<u>\$ 440,000</u>	<u>\$ 21,466,993</u>
	2023					
	Short-term borrowings	Corporate bonds payable	Long-term borrowings	Lease liabilities	Other payables to related parties	Liabilities from financing activities - gross
At January 1	\$ 614,475	\$ 6,582,374	\$ 10,698,750	\$ 55,932	\$ 122,840	\$ 18,074,371
Changes in cash flow from financing activities	(614,475)	-	882,500	(44,428)	317,160	540,757
Interest expense paid	-	-	-	(723)	-	(723)
Changes in other non-cash items	-	3,580	-	62,651	-	66,231
At December 31	<u>\$ -</u>	<u>\$ 6,585,954</u>	<u>\$ 11,581,250</u>	<u>\$ 73,432</u>	<u>\$ 440,000</u>	<u>\$ 18,680,636</u>

7. RELATED PARTY TRANSACTIONS

(1) Names of related parties and relationship

<u>Names of related parties</u>	<u>Relationship with the Group</u>
CU International Ltd. (CU)	The subsidiary
Dongguan Fuqiang Electronics Co., Ltd. (DGFO)	The subsidiary
Fugang Electronic (Dongguan) Co., Ltd. (FGEDG)	The subsidiary
Fugang Electric (Kunshan) Co., Ltd. (FGEKS)	The subsidiary
Kunshan Fugang Electric Trading Co., Ltd. (KFET)	The subsidiary
Foxlink Tianjin Co., Ltd. (FTJ)	The subsidiary
Foxlink Automotive Technology (Kunshan) Co., Ltd. (KAFE)	The subsidiary
Fushineng Electronics (Kunshan) Co., Ltd. (FSNK)	The subsidiary
Fu Gang Electronic (Nan Chang) Co., Ltd. (FENC)	The subsidiary
Fugang Electric (Yancheng) Co., Ltd. (FG YANCHENG)	The subsidiary
Fuqiang Electric (Yancheng) Co., Ltd. (FQ YANCHENG)	The subsidiary
Fugang Electric (Maanshan) Co., Ltd. (FG MAANSHAN)	The subsidiary
Fugang Electric (Xuzhou) Co., Ltd. (FG XuZhou)	The subsidiary
World Circuit Technology Co., Ltd. (WCT)	The subsidiary
Power Quotient International Co., Ltd. (PQI)	The subsidiary
Foxlink International Inc. (FOXLINK)	The subsidiary
Studio A Inc. (Studio A)	The subsidiary
Sinobest Brothers Limited (SINOBEST)	The subsidiary
Foxlink India Electric Private Limited (FIE)	The subsidiary
Foxlink Technical India Private Limited (FOXLINK INDIA)	The subsidiary
Foxlink (Vietnam) CO., LTD. (FV)	The subsidiary
Foxlink Da Nang Electronic Co., Ltd. (FDN)	The subsidiary (Note 1)
Straight A Inc. (Straight A)	The subsidiary
Studio A Technology Limited (Studio A Hong Kong)	The subsidiary
Ashop Co., Ltd. (ASHOP)	The subsidiary
Shinfox Energy Co., Ltd. (Shinfox)	The subsidiary
Foxwell Energy Corporation Ltd. (Foxwell Energy)	The subsidiary
Foxlink Technology Ltd. (FT)	The subsidiary
Suntain Co., Ltd. (Suntain)	The subsidiary
FIT Holding Co., Ltd. (FIT Holding)	The subsidiary
Foxlink Image Technology Co., Ltd. (Foxlink Image)	The subsidiary
Glory Science Co., Ltd. (Glory Science)	The subsidiary
Foxlink Automotive Technology Co., Ltd. (FAT)	The subsidiary
Foxlink International Investment Ltd. (FII)	The subsidiary
Foxlink Arizona Inc. (Foxlink Arizona)	The subsidiary
UBILINK AI CO., LTD. (UBILINK)	The subsidiary (Note 2)
Well Shin Technology Co., Ltd. (Well Shin)	Associate
Xunqiang Communication Technology CO., LTD. (Xunqiang)	Associate

Names of related parties	Relationship with the Group
Sharetronic Data Technology Co., Ltd. (Sharetronic)	Associate
Synergy Co., Ltd. (Synergy)	Associate
LUMINYS SYSTEMS CORPORATION (LUMINYS)	Associate
LUMINYS SYSTEMS CANADA CORPORATION (LUMINYS CANADA)	Associate
Sharetronic Data Technology (Hong Kong) Co., Ltd. (Sharetronic HK)	Associate
Shin Hon International Investment Co., Ltd. (SHIN HON)	Other related party
Hon Hai Precision Industry Co., Ltd. (Hon Hai)	Other related party
Note 1 : Investment in October 2023.	
Note 2 : Investment in June 2024.	

(2) Significant related party transactions

A. Operating revenue

	<u>Years ended December 31,</u>	
	<u>2024</u>	<u>2023</u>
Sales of goods:		
- Subsidiaries		
FOXLINK	\$ 21,178,707	\$ 17,783,841
Others	18,444	34,112
- Other related parties	<u>259,097</u>	<u>707,681</u>
	<u>\$ 21,456,248</u>	<u>\$ 18,525,634</u>

- (a) All the credit terms on sales to related parties were 120 to 180 days after monthly billings. The credit terms on sales to third parties were 30 to 120 days after monthly billing or upon shipment of goods, except for receivables arising from the sales of tooling that are collectible upon acceptance by customers.
- (b) The Company purchased goods from the abovementioned subsidiaries and sold to the customers after selling raw materials to the factories located in Mainland China for finished goods production for the years ended December 31, 2024 and 2023. Revenue and operating cost of sales of raw materials amounting to \$28,207,579 and \$29,798,236, respectively, were excluded from purchase or sales of goods as they were offset in the aforementioned transactions. The collections depend on the financial situation after offsetting the receivables against the payables.

B. Purchases of goods

	Years ended December 31,	
	2024	2023
Purchases of goods:		
- Subsidiaries		
DGFQ	\$ 20,840,018	\$ 24,944,932
FGEDG	14,896,193	15,438,851
FG XuZhou	9,349,833	9,735,601
Others	9,661,759	7,498,795
- Associates	195,391	245,525
- Other related parties	558,881	490,158
	<u>\$ 55,502,075</u>	<u>\$ 58,353,862</u>

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

C. Rent income

	Years ended December 31,	
	2024	2023
Subsidiaries	\$ 43,422	\$ 19,804
Other related parties	595	-
	<u>\$ 44,017</u>	<u>\$ 19,804</u>

The Group entered into rental contracts based on normal conditions with related parties and collects rents monthly based on the contracts.

D. Non-operating income - other income

	Years ended December 31,	
	2024	2023
Other income		
- Subsidiaries		
DGFQ	\$ 211,560	\$ 221,264
Others	44,312	59,204
- Other related parties	104	-
	<u>\$ 255,976</u>	<u>\$ 280,468</u>

The Company charged technical service compensation and management service fees from CU, Foxlink Image, Suntain and DGFQ, respectively, and collected the net balance after offsetting with payables to related parties and considering the financial situation.

E. Receivables from related parties

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Accounts receivable:		
- Subsidiaries		
FOXLINK	\$ 3,808,874	\$ 3,807,340
Others	10,233	18,447
- Associates	22	484
- Other related parties	118,093	349,454
	<u>\$ 3,937,222</u>	<u>\$ 4,175,725</u>
	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Other receivables-purchases on behalf of others		
- Subsidiaries		
FIE	\$ 2,424,717	\$ 2,328,643
DGFQ	1,424,304	-
FG XuZhou	1,211,893	626,189
FV	657,742	769,695
FG MANNSHAN	469,589	593,312
FSNK	443,148	439,700
Others	387,162	374,337
- Other related parties		
LUMINYS	863,615	-
Others	69,022	-
Other receivables-revenue from technical service compensation and management service fees		
- Subsidiaries	17,195	13,643
Other receivables-others		
- Subsidiaries	489	756
- Associates	-	4,234
	<u>\$ 7,968,876</u>	<u>\$ 5,150,509</u>

- (a) The receivables for raw materials as well as fixtures and equipment, purchased by the Company on behalf of the subsidiaries, were excluded from the purchases or sales of goods of the Company. The details are provided in Note 13(3)(d).
- (b) For the years ended December 31, 2024 and 2023, the Company's purchase on behalf of associates amounted to \$1,041,516 and \$0, which was not included in the Company's purchase and sales, and the transaction terms are 180 days after weekly billings or 180 days from invoice date.

F. Prepayments

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Prepayments:		
- Subsidiaries		
CU	\$ 57,163	\$ 33,285
- Associates		
LUMINYS	48,720	-
- Other related parties	-	140
	<u>\$ 105,883</u>	<u>\$ 33,425</u>

The prepayments mainly refer to the prepayments to related parties and the service expenses paid to related parties and the payment terms were determined based on mutual agreements.

G. Payables to related parties

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Accounts payable:		
- Subsidiaries		
FGEDG	\$ 5,696,537	\$ 4,158,415
FG XuZhou	3,978,416	1,940,678
FV	1,472,847	999,718
FENC	1,367,218	1,264,537
DGFQ	1,201,657	1,106,714
FSNK	760,938	607,523
Others	752,918	609,769
- Associates	55,504	67,512
- Other related parties	49,562	62,895
	<u>\$ 15,335,597</u>	<u>\$ 10,817,761</u>

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Other payables-other financing payable		
- Subsidiaries		
WCT	\$ 100,000	\$ 100,000
FUII	140,000	140,000
Zhi De Investment	200,000	200,000
Other payables-purchase on behalf of others		
- Associates	9,470	-
Other payables-Receipts under custody		
- Subsidiaries	40,855	94,070
- Associates	144	20,341
	<u>\$ 490,469</u>	<u>\$ 554,411</u>

Details of accounts payable are provided in the abovementioned Note 7(2)B., and other payables refer to financing and receipts under custody.

H. Lease transactions - lessee

(a) The Company leases buildings from other related parties. The lease term was 3 years and rent was paid at the beginning of every month.

(b) Lease liability

i. Outstanding balance:

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Subsidiaries	\$ -	\$ -
Other related parties	-	4,550
	<u>\$ -</u>	<u>\$ 4,550</u>

ii. Interest expense

	<u>Years ended December 31,</u>	
	<u>2024</u>	<u>2023</u>
Subsidiaries	\$ -	\$ 171
Other related parties	21	151
	<u>\$ 21</u>	<u>\$ 322</u>

(c) Lease liability

	<u>Years ended December 31,</u>	
	<u>2024</u>	<u>2023</u>
Subsidiaries	<u>\$ 17,580</u>	<u>\$ 49</u>

I. Property transactions

(a) Acquisition of property, plant and equipment

	<u>Years ended December 31,</u>	
	<u>2024</u>	<u>2023</u>
- Subsidiaries		
Shinfox	\$ 306,000	\$ -
Others	1,342	40,515
	<u>\$ 307,342</u>	<u>\$ 40,515</u>

i The Company purchased equipment from subsidiaries for the years ended December 31, 2024 and 2023. The payment terms are based on mutual agreement.

ii The Company entered into the contracts with Shinfox for contracted construction and purchase of equipment for the engine room building project of the AI supercomputing center. Total price of the contracts amounted to \$306,000. The transaction price and payment terms are approximately the same with the market quotes or general suppliers.

(b) Acquisition of property, plant and equipment (shown as “prepayments for business facilities”) (December 31, 2023 : None):

Year ended December 31
2024

- Subsidiaries

SHIN HON \$ 98,475

On August 12, 2024, the Company acquired land and plants in Tucheng Industrial Park from Shin Hon International Investment Co., Ltd. Total price of the contracts amounted to \$984,750 which was purchased based on normal conditions. As of December 31, 2024, the Company has prepaid \$98,475 and the remaining amount of \$886,275 will be paid on the payment date in accordance with the contracts.

(c) Disposal of property, plant and equipment and investment property:

		Year ended December 31, 2024	
		Disposal proceeds	Gain on disposal
Subsidiaries		\$ 36,072	\$ 777
		Year ended December 31, 2023	
		Disposal proceeds	Gain on disposal
Subsidiaries		\$ 3,760	\$ 24

For the years ended December 31, 2024 and 2023, the Company sold equipment to subsidiaries, the collection terms were based on mutual agreement.

(d) Acquisition of financial assets:

				Year ended December 31, 2024	
Accounts		No. of shares	Objects	Consideration	
FOXLINK ARIZONA	Investments accounted for using equity method	8,300	shares	\$	266,469
FII	Investments accounted for using equity method	21,000	shares		210,000
				\$	476,469
				Year ended December 31, 2023	
Accounts		No. of shares	Objects	Consideration	
FII	Investments accounted for using equity method	1,300	shares	\$	600,000
CU	Investments accounted for using equity method	15,200	shares		474,013
FOXLINK	Investments accounted for using equity method	8,170	shares		256,013
CULINK	Investments accounted for using equity method	60,000	shares		39,831
				\$	1,369,857

J. Loans to related parties:

(a) As of December 31, 2024 and 2023, the Company's balance of loans to /from related parties both amounted to \$0.

(b) Interest income

	<u>Year ended December 31, 2024</u>
Shinfox	\$ <u>84,493</u>

The loans to the subsidiary are repayable in accordance with the contracts after the loans were granted and carry interest at 8% per annum.

K. Endorsements and guarantees

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
- Subsidiaries		
DGFQ	\$ -	\$ 1,298,100
Studio A Hong Kong	1,311,400	1,228,200
Studio A	1,311,400	1,228,200
FOXLINK	1,062,234	994,842
ASHOP	917,980	859,740
KFET	885,195	829,035
Others	524,560	460,575
	<u>\$ 6,012,769</u>	<u>\$ 6,898,692</u>

(3) Key management compensation

	<u>Years ended December 31,</u>	
	<u>2024</u>	<u>2023</u>
Salaries and other short-term employee benefits	\$ 173,399	\$ 154,714
Post-employment benefits	1,879	1,944
Total	<u>\$ 175,278</u>	<u>\$ 156,658</u>

8. PLEDGED ASSETS

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

<u>Pledged asset</u>	<u>Book value</u>		<u>Purpose</u>
	<u>December 31, 2024</u>	<u>December 31, 2023</u>	
Refundable deposits (shown as "other non-current assets")	\$ 11,759	\$ 12,222	Customs deposit
Non-current pledged time certificate of deposit (shown as "Non-current financial assets at amortised cost")	8,937	-	Land lease guarantee
	<u>\$ 20,696</u>	<u>\$ 12,222</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

Information on related contingencies of the Company's subsidiaries is provided in Note 9(1).

(2) Commitments

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

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
Property, plant and equipment	<u>\$ 10,985</u>	<u>\$ 9,165</u>

B. Please refer to Note 7(2) I (b) for the details of commitments between the Company and related parties.

10. SIGNIFICANT DISASTER LOSS

The plant of the Company's subsidiary, Foxlink India Electric Private Limited, which was located in Tirupati, India sustained a fire damage on February 27, 2023, resulting in losses on certain equipment and inventory. Disaster loss recognised for equipment and inventories amounted to \$249,584 and \$302,830, respectively, and the total disaster loss amounted to \$552,414. The claim compensation received from the insurance company for the above disaster loss amounted to \$520,642. Refer to Note 6(6) in the consolidated financial statements for details of related loss on inventories and Note 6(9) in the consolidated financial statements for details of related loss on equipment. The Company recognised the related claim compensation in 'other income' amounting to \$520,642, refer to Note 6(20) for details.

11. SIGNIFICANT SUBSEQUENT EVENTS

- A. Details of the appropriation of 2024 earnings as resolved by the Board of Directors on March 7, 2025 are provided in Note 6(17).
- B. On March 7, 2025, the Company's Board of Directors resolved to acquire 100% of the shares of NANOSHIELD TECHNOLOGY CO., LTD. from Zhengfa Investment Ltd. for NT\$10 million. In addition, the Company invested NT\$290 million in the entity as working capital. After the capital increase, the share capital of NANOSHIELD TECHNOLOGY CO., LTD. was NT\$300 million and the entity was renamed as "MICROLINK COMMUNICATIONS INC."
- C. On March 7, 2025, the Company's Board of Directors resolved to increase its investment in India in order to expand its scale of business and to cooperate with the market and customer needs. The Company increased its capital in its wholly-owned subsidiary, Fu Uei International Investment Ltd., by NT\$700 million, and then increased its capital in the subsidiary in South India, FOXLINK INDIA ELECTRIC PRIVATE LIMITED, by US\$20 million through Fu Uei International Investment Ltd.
- D. In response to the rapid growth of customers in DATA CENTER market, the Company's Board of Directors resolved to increase its capital in FOXLINK ARIZONA INC. by US\$10 million as the fund for the subsidiary to purchase equipment and broaden its working capital on March 7, 2025. After the capital increase, the Company's accumulated amount of investment in the entity was US\$40 million.

12. OTHERS

(1) Capital management

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

(2) Financial instruments

A. Financial instruments by category

	<u>December 31, 2024</u>	<u>December 31, 2023</u>
<u>Financial assets</u>		
Financial assets at amortised cost/loans and receivables		
Cash and cash equivalents	\$ 1,875,369	\$ 538,637
Financial assets at amortised cost	8,937	-
Notes receivable	-	1,614
Accounts receivable	12,971,429	14,354,736
Other receivables	7,973,081	5,159,622
Guarantee deposits paid	11,759	12,222
	<u>\$ 22,840,575</u>	<u>\$ 20,066,831</u>
	<u>December 31, 2024</u>	<u>December 31, 2023</u>
<u>Financial liabilities</u>		
Financial liabilities at amortised cost		
Short-term borrowings	\$ 1,100,000	\$ -
Accounts payable	15,938,480	11,677,735
Other accounts payable	8,932,413	9,246,233
Bonds payable (including current portion)	3,593,039	6,585,954
Long-term borrowings (including current portion)	16,272,500	11,581,250
Guarantee deposits received	3,339	3,117
	<u>\$ 44,739,771</u>	<u>\$ 39,094,289</u>
Lease liability	<u>\$ 61,454</u>	<u>\$ 73,432</u>

B. Risk management policies

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

(b) Risk management is carried out by a central treasury department (Company treasury) under policies approved by the Board of Directors. Company treasury identifies, evaluates and hedges financial risks in close co-operation with the Company's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, and credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

- i. The Company operates internationally and is exposed to exchange rate risk arising from the transactions of the Company used in various functional currency, primarily with respect to the USD and RMB. Exchange rate risk arises from future commercial transactions and recognised assets and liabilities.
- ii. Management has set up a policy to require Company entities to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Company treasury. Exchange rate risk is measured through a forecast of highly probable USD and RMB expenditures. Forward foreign exchange contracts are adopted to minimise the volatility of the exchange rate affecting cost of forecast inventory purchases.
- iii. The Company's businesses involve some non-functional currency operations (the Company's functional currency: NTD). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

				December 31, 2024		
				Foreign currency amount		Book value
				(In thousands)	Exchange rate	(NTD)
(Foreign currency: functional currency)						
<u>Financial assets</u>						
<u>Monetary items</u>						
USD : NTD	\$	498,317		32.79	\$	16,337,323
RMB : NTD		148		4.48		663
HKD : NTD		544		4.22		2,297
EUR : NTD		312		34.14		10,652
JPY : NTD		58,698		0.21		12,321
SGD : NTD		16		24.13		386
<u>Non-monetary items</u>						
USD : NTD	\$	66,664		32.79	\$	2,185,594
HKD : NTD		7,033,467		4.22		29,695,297
<u>Financial liabilities</u>						
<u>Monetary items</u>						
USD : NTD	\$	709,922		32.79	\$	23,274,793
RMB : NTD		3		4.48		13
HKD : NTD		1,674		4.22		7,068
EUR : NTD		709		34.14		24,205
JPY : NTD		6,012		0.21		1,262
				December 31, 2023		
				Foreign currency amount		Book value
				(In thousands)	Exchange rate	(NTD)
(Foreign currency: functional currency)						
<u>Financial assets</u>						
<u>Monetary items</u>						
USD : NTD	\$	521,890		30.71	\$	16,024,632
RMB : NTD		429		4.33		1,856
HKD : NTD		196		3.93		770
EUR : NTD		664		33.98		22,563
JPY : NTD		6,929		0.22		1,505
SGD : NTD		16		23.29		373
<u>Non-monetary items</u>						
USD : NTD	\$	58,659		30.71	\$	1,801,125
HKD : NTD		7,020,076		3.93		27,581,877
<u>Financial liabilities</u>						
<u>Monetary items</u>						
USD : NTD	\$	622,098		30.71	\$	19,101,519
RMB : NTD		756		4.33		3,271
HKD : NTD		638		3.93		2,507
EUR : NTD		992		33.98		33,708
JPY : NTD		50,568		0.22		10,983

- iv. The total exchange gain, including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Company for the years ended December 31, 2024 and 2023 amounted to \$296,501 and \$140,865, respectively.
- v. Analysis of foreign currency market risk arising from significant foreign exchange variation:

	Year ended December 31, 2024		
	Sensitivity Analysis		
	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	1%	\$ 163,373	\$ -
RMB : NTD	1%	7	-
HKD : NTD	1%	23	-
EUR : NTD	1%	107	-
JPY : NTD	1%	123	-
SGD : NTD	1%	4	-
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	1%	\$ 232,748	\$ -
RMB : NTD	1%	-	-
HKD : NTD	1%	71	-
EUR : NTD	1%	242	-
JPY : NTD	1%	13	-

Year ended December 31, 2023

Sensitivity Analysis

	Degree of variation		Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)				
<u>Financial assets</u>				
<u>Monetary items</u>				
USD : NTD	1%	\$	160,246	\$ -
RMB : NTD	1%		19	-
HKD : NTD	1%		8	-
EUR : NTD	1%		226	-
JPY : NTD	1%		15	-
SGD : NTD	1%		4	-
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD : NTD	1%	\$	191,015	\$ -
RMB : NTD	1%		33	-
HKD : NTD	1%		25	-
EUR : NTD	1%		337	-
JPY : NTD	1%		110	-

Cash flow and fair value interest rate risk

- i. The Company's main interest rate risk arises from short-term and long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk. The Company's interest rates of borrowings are fixed and floating rate. For the years ended December 31, 2024 and 2023, the Company's borrowings issued by floating rate are priced in New Taiwan dollars and US dollars.
 - ii. As of December 31, 2024 and 2023, if interest rates on borrowings at that date had been 1% lower/higher with all other variables held constant, post-tax profit for the years ended December 31, 2024 and 2023 would have been \$138,980 and \$92,650 lower/higher, respectively, mainly as a result of higher interest expense on floating rate borrowings.
- (b) Credit risk
- i. Credit risk refers to the risk of financial loss to the Company arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.
 - ii. According to the Company's credit policy, each local entity in the Company is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in

accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored.

- iii. Company treasury manages credit risk of cash in banks and other financial instruments based on the Company's credit policy. Because the Company's counterparties are determined based on the Company's internal control, only rated banks with an optimal rating and financial institutions with investment grade are accepted.
- iv. The Company adopts following assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition. If the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
The Company adopts the assumptions under IFRS 9 and considers the industry characteristics, the default occurs when the contract payments are past due over 120 days.
- v. The following indicators are used to determine whether the credit impairment of debt instruments has occurred:
 - (i) It becomes probable that the issuer will enter bankruptcy or other financial reorganisation due to their financial difficulties;
 - (ii) A breach of contract.
- vi. The Company classifies customers' accounts receivable in accordance with customer types. The Company applies the roll rate to estimate expected credit loss.
- vii. The Company used the forecast ability of Taiwan Institute of Economic Research boom observation report to adjust historical and timely information to assess the default possibility of accounts receivable. As of December 31, 2024 and 2023, the provision matrix is as follows:

	Not past due	Up to 30 days past due	31~120 days past due	Over 120 days	Total
<u>At December 31, 2024</u>					
Expected loss rate	0.08%	2.63%	18.82%	100.00%	
Total book value	\$ 8,701,129	\$ 329,176	\$ 24,240	\$ 1,104	\$ 9,055,649
Loss allowance	\$ 7,352	\$ 8,425	\$ 4,561	\$ 1,104	\$ 21,442
	Not past due	Up to 30 days past due	31~120 days past due	Over 120 days	Total
<u>At December 31, 2023</u>					
Expected loss rate	0.13%	2.06%	4.25%	100.00%	
Total book value	\$ 9,747,178	\$ 442,096	\$ 12,519	\$ 12	\$ 10,201,805
Loss allowance	\$ 13,122	\$ 9,128	\$ 532	\$ 12	\$ 22,794

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

	<u>2024</u>	<u>2023</u>
	Accounts receivable	Accounts receivable
At January 1	\$ 22,794	\$ 46,161
Reversal of impairment loss	(1,352)	(23,367)
At December 31	<u>\$ 21,442</u>	<u>\$ 22,794</u>

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Company and aggregated by Company treasury. Company treasury monitors rolling forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet operational needs.
- ii. The table below analyses the Company's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows:

Non-derivative financial liabilities:

	Less than <u>1 year</u>	Between <u>1 and 2 years</u>	Between <u>2 and 3 years</u>	Between <u>3 and 5 years</u>	<u>Over 5 years</u>
December 31, 2024					
Short-term borrowings	\$ 1,109,182	\$ -	\$ -	\$ -	\$ -
Lease liabilities	7,550	7,550	7,550	15,100	27,683
Long-term borrowings (including current portion)	963,297	6,881,495	3,012,218	6,282,123	-
Bonds payable (including current portion)	3,617,656	-	-	-	-

Non-derivative financial liabilities:

	Less than <u>1 year</u>	Between <u>1 and 2 years</u>	Between <u>2 and 3 years</u>	Between <u>3 and 5 years</u>	<u>Over 5 years</u>
December 31, 2023					
Short-term borrowings	\$ -	\$ -	\$ -	\$ -	\$ -
Lease liabilities	20,108	6,600	6,600	13,200	30,800
Long-term borrowings (including current portion)	300,791	9,571,530	2,134,979	-	-
Bonds payable (including current portion)	3,064,196	3,617,656	-	-	-

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

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

For the investees' information, refer to investees' independent accountant attestation report.

- A. Loans to others: Please refer to table 1.
- B. Provision of endorsements and guarantees to others: Please refer to table 2.
- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 3.
- D. Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more: Please refer to table 4.
- E. Disposal of real estate reaching \$300 million or 20% of paid-in capital or more: Please refer to table 5.
- F. Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital: Please refer to table 6.
- G. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 7.
- H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 8.
- I. Trading in derivative instruments undertaken during the reporting periods: Please refer to table 6(2).

(2) Information on investees

For the information on investees, except for current profit (loss) for the year ended December 31, 2024 is translated using the monthly average exchange rate in 2024, others are translated using the spot rate at December 31, 2024.

Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to table 10.

(3) Information on investments in Mainland China

A. Processing on order plant invested in Mainland China:

In 1997, the Company rented plants located in Shenzhen and Dongguan, Guangdong Province, Mainland China, respectively, through the investee, CU International Ltd. and operated the plants through processing on order. The plants were primarily engaged in the manufacture of electronic telecommunication components and electric wire, under CU International Ltd. without their own corporate entity for the operating period ended December 2017. As of March 11, 2025, the plants are still under the cancellation process.

- B. Investee in Mainland China, main business activities, paid-in capital, investment method, amount remitted from Taiwan to Mainland China / amount remitted back to Taiwan, ownership, investment income (loss), investments in Mainland China as of December 31, 2024, book value, investment income remitted back and ceiling on investments in Mainland China: Please refer to table 11.

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

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

Company name	General ledger account	Year ended December 31, 2024	
		Amount	Ownership (%)
Dongguan Fuqiang Electronics Co., Ltd.	Purchases of goods	\$ 20,840,018	38%
Fugang Electronic (Dongguan) Co., Ltd.	Purchases of goods	\$ 14,896,193	27%
Fugang Electric (Xuzhou) Co., Ltd.	Purchases of goods	\$ 9,349,833	17%
Fugang Electric (Kunshan) Co., Ltd.	Purchases of goods	\$ 3,564,712	7%
Fushineng Electronics (Kunshan) Co., Ltd.	Purchases of goods	\$ 3,107,126	6%
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Purchases of goods	\$ 207,062	0%
Fugang Electric (Maanshan) Co., Ltd.	Purchases of goods	\$ 48,160	0%

Company name	General ledger account	December 31, 2024	
		Amount	Ownership (%)
Fugang Electronic (Dongguan) Co., Ltd.	Accounts payable	\$ 5,696,537	33%
Fugang Electric (Xuzhou) Co., Ltd.	Accounts payable	\$ 3,978,416	23%
Fu Gang Electronic (Nan Chang) Co., Ltd.	Accounts payable	\$ 1,367,218	8%
Dongguan Fuqiang Electronics Co., Ltd.	Accounts payable	\$ 1,201,657	7%
Fushineng Electronics (Kunshan) Co., Ltd.	Accounts payable	\$ 760,938	4%
Fugang Electric (Kunshan) Co., Ltd.	Accounts payable	\$ 234,109	1%
Fugang Electric (Maanshan) Co., Ltd.	Accounts payable	\$ 191,357	1%

(b) Balance and purpose of provision of endorsements/guarantees or collateral at the end of the period: Please refer to table 2.

(c) Maximum balance, ending balance, interest rate range and interest for financing during the period and at December 31, 2024: Please refer to table 1.

(d) Other transactions that have a significant impact on the profit/loss of current period or on the financial condition, such as the rendering or receiving of service:

Company name	General ledger account	Year ended December 31, 2024	
		Amount	Ownership (%)
Dongguan Fuqiang Electronics Co., Ltd.	Raw materials purchased on behalf of others	\$ 8,937,368	32%
Fugang Electronic (Dongguan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 7,357,976	26%
Fugang Electric (Xuzhou) Co., Ltd.	Raw materials purchased on behalf of others	\$ 5,823,835	21%
Fugang Electric (Kunshan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 1,268,728	4%
Fushineng Electronics (Kunshan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 1,112,584	4%
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 119,852	0%

Company name	General ledger account	Year ended December 31, 2024	
		Amount	Ownership (%)
Dongguan Fuqiang Electronics Co., Ltd.	Fixture and equipment purchased on behalf of others	\$ 96,223	22%
Fugang Electric (Xuzhou) Co., Ltd.	Fixture and equipment purchased on behalf of others	\$ 35,589	8%
Fushineng Electronics (Kunshan) Co., Ltd.	Fixture and equipment purchased on behalf of others	\$ 18,312	4%
Fugang Electric (Kunshan) Co., Ltd.	Fixture and equipment purchased on behalf of others	\$ 814	0%
Fugang Electronic (Dongguan) Co., Ltd.	Fixture and equipment purchased on behalf of others	\$ 275	0%

Company name	General ledger account	December 31, 2024	
		Amount	Ownership (%)
Dongguan Fuqiang Electronics Co., Ltd.	Other receivables	\$ 1,424,304	18%
Fugang Electric (Xuzhou) Co., Ltd.	Other receivables	\$ 1,211,893	15%
Fugang Electric (Maanshan) Co., Ltd.	Other receivables	\$ 469,589	6%
Fushineng Electronics (Kunshan) Co., Ltd.	Other receivables	\$ 443,148	6%
Fu Gang Electronic (Nan Chang) Co., Ltd.	Other receivables	\$ 68,314	1%
Fuqiang Electric (Yancheng) Co., Ltd.	Other receivables	\$ 13,852	0%

(4) Major shareholders information

Major shareholders information: Please refer to table 12.

14. SEGMENT INFORMATION

None.

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF CASH AND CASH EQUIVALENTS
DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Item	Description	Amount
Cash on hand and petty cash		\$ 730
Checking accounts		
NTD deposits		3,086
HKD deposits	HKD 69 thousand; conversion rate was 4.22	290
Demand deposits		
NTD deposits		157,719
USD deposits	USD 50,596 thousand; conversion rate was 32.79	1,658,790
JPY deposits	JPY 58,697 thousand; conversion rate was 0.21	12,320
RMB deposits	RMB 104 thousand; conversion rate was 4.48	465
EUR deposits	EUR 26 thousand; conversion rate was 34.14	895
HKD deposits	HKD 542 thousand; conversion rate was 4.22	2,289
SGD deposits	SGD 16 thousand; conversion rate was 24.13	387
Time deposits		
NTD deposits		1,023
USD deposits	USD 1,140 thousand; conversion rate was 32.79	37,375
		<u>\$ 1,875,369</u>

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF ACCOUNTS RECEIVABLE
DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Client Name	Amount	Note
<u>Non-related parties</u>		
Luxshare Precision Limited	\$ 914,111	
Avary Holding (Shenzhen) Co., Ltd.	900,460	
Jiangxi Luxshare Intelligent Manufacture Co., Ltd.	813,433	
APPLE Inc.	636,912	
Apple Operations Europe Limited	633,510	
Mflex Suzhou Co.,Ltd.	527,945	
HP INC.	510,198	
Others	4,119,080	
		Balance of each client has not exceeded 5% of total account balance
	<u>9,055,649</u>	
Less: Allowance for bad debts	(21,442)	
	<u>9,034,207</u>	
<u>Related parties</u>		
FOXLINK	3,808,874	
Hon Hai	118,093	
Others	10,255	
	<u>3,937,222</u>	
	<u>\$ 12,971,429</u>	

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF INVENTORIES
DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Item	Amount		Note
	Cost	Market Value	
Manufactures	\$ 2,237,907	\$ 2,247,300	Net realisable value
Work in progress	39,506	60,613	"
Material	57,453	57,608	"
	<u>2,334,866</u>	<u>\$ 2,365,521</u>	
Less: Allowance for loss on slow-moving inventories and valuation loss	(22,893)		
	<u>\$ 2,311,973</u>		

CHENG UEI PRECISION INDUSTRY CO., LTD.
MOVEMENT SUMMARY OF INVESTMENTS ACCOUNTED FOR UNDER THE EQUITY METHOD
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Investee	Opening Balance		Addition		Decrease		Ending Balance		Net Assets Value		Valuation Basis	For collateralize and pledge	
	No. of shares (in thousands)	Amount	No. of shares (in thousands)	Amount (Note 1)	No. of shares (in thousands)	Amount (Note 2)	No. of shares (in thousands)	Percentage of Ownership	Amount	Unit Price (in dollars)			Total Amount
CU International Ltd.	493,550	\$ 26,164,967	-	\$ 2,257,270	-	(\$ 170,990)	493,550	100%	\$ 28,251,247	-	\$ 28,550,999	Equity method	None
Foxlink International Investment Ltd.	468,750	4,390,733	21,000	1,624,601	-	-	489,750	100%	6,015,334	-	6,638,108	Equity method	None
Fu Uei International Investment Ltd.	425,000	2,725,367	-	133,892	-	(116,999)	425,000	100%	2,742,260	-	2,756,055	Equity method	None
CULINK International Ltd.	33,528	1,772,836	-	371,416	-	-	33,528	100%	2,144,252	-	2,144,252	Equity method	None
Well Shin Technology Co., Ltd.	22,282	1,268,983	-	173,652	-	(66,847)	22,282	18.84%	1,375,788	-	1,339,199	Equity method	None
Darts Technologies Corporation	47,576	1,186,665	17,640	448,278	-	-	65,216	97%	1,634,943	-	1,634,943	Equity method	None
FOXLINK TECHNOLOGY Ltd.	86,700	889,607	-	73,215	-	(51,504)	86,700	100%	911,318	-	899,710	Equity method	None
SINOBEST BROTHERS Ltd.	20,704	300,231	-	43,880	-	(38,451)	20,704	85.19%	305,660	-	284,673	Equity method	None
Suntain Co., Ltd.	22,374	249,536	1,155	18,703	-	-	23,529	100%	268,239	-	268,239	Equity method	None
DU Precision Industry Co., Ltd.	60,000	86,774	-	91,516	-	-	60,000	100%	178,290	-	199,993	Equity method	None
FOXLINK ARIZONA Inc.	15,470	28,289	8,300	268,675	-	(255,622)	23,770	100%	41,342	-	41,342	Equity method	None
UBILINK AI CO., LTD.	-	-	4,100	41,000	-	(3,875)	4,100	41%	37,125	-	37,125	Equity method	None
		39,063,988		5,546,098		(704,288)			43,905,798		44,794,638		
Current prepayments for investments		227,072		-		-			227,072		-		
-JOURN TA		\$ 39,291,060		\$ 5,546,098		(\$ 704,288)			\$ 44,132,870		\$ 44,794,638		

Note 1: Addition in the year including gain on investment, changes in net asset value of investees' equity, accumulated translation adjustment, unrealised gain or loss on financial instrument and amount of investment increase.

Note 2: Decrease in the year including loss from investment, accumulated translation adjustment, distribution of cash dividends, changes in net asset value of investees' equity, disposal of investment and share returned from capital decrease of investee.

CHENG UEI PRECISION INDUSTRY CO., LTD.
MOVEMENT SUMMARY OF PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTY
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Item	Opening Balance	Addition	Decrease	Transfers	Ending Balance	For collateralize and pledge	Note
Lands	\$ 412,428	\$ -	\$ -	(\$ 148,164)	\$ 264,264	None	
Buildings and structures	1,795,604	-	-	(570,363)	1,225,241	"	
Machinery and equipment	123,643	5,519	(53,315)	13,919	89,766	"	
Office equipment	48,536	11,569	(540)	-	59,565	"	
Other equipment	232,597	4,095	(40,378)	1,645	197,959	"	
Unfinished construction and equipment under acceptance	-	1,699,406	-	-	1,699,406	"	
	<u>\$ 2,612,808</u>	<u>\$ 1,720,589</u>	<u>(\$ 94,233)</u>	<u>(\$ 702,963)</u>	<u>\$ 3,536,201</u>		
<u>Investment property</u>							
Lands	\$ -	\$ -	\$ -	\$ 148,164	\$ 148,164	None	
Buildings and structures	189,139	-	-	570,363	759,502	"	
	<u>\$ 189,139</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 718,527</u>	<u>\$ 907,666</u>		

CHENG UEI PRECISION INDUSTRY CO., LTD.
MOVEMENT SUMMARY OF ACCUMULATED DEPRECIATION AND IMPAIRMENT OF PROPERTY, PLANT AND EQUIPMENT AND
INVESTMENT PROPERTY
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Item	Opening Balance	Addition	Decrease	Transfers	Ending Balance	Note
Buildings and structures	\$ 614,397	\$ 24,892	\$ -	(\$ 174,234)	\$ 465,055	
Machinery and equipment	78,972	16,907	(26,147)	-	69,732	
Office equipment	24,421	14,303	(540)	-	38,184	
Other equipment	77,192	45,797	(38,596)	-	84,393	
	<u>\$ 794,982</u>	<u>\$ 101,899</u>	<u>(\$ 65,283)</u>	<u>(\$ 174,234)</u>	<u>\$ 657,364</u>	
<u>Investment property</u>						
Buildings and structures	<u>\$ 46,088</u>	<u>\$ 15,038</u>	<u>\$ -</u>	<u>\$ 174,234</u>	<u>\$ 235,360</u>	

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF SHORT-TERM BORROWINGS
DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

<u>Type of borrowings</u>	<u>Description</u>	<u>Ending Balance</u>	<u>Contract Period</u>	<u>Range of Interest</u>		<u>Credit Line</u>	<u>Collateral</u>	<u>Note</u>
				<u>Rate</u>				
Unsecured borrowings	Borrowings from financial institutions	\$ <u>1,100,000</u>	Due within one year	1.86%~1.88%		\$ 1,400,000	None	

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF ACCOUNTS PAYABLE
DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Client Name	Amount	Note
<u>Non-related parties</u>		
He Zhan Electronic Co., Ltd.	\$ 98,495	
Others	504,388	Balance of each client has not exceeded 5% of total account balance
	<u>\$ 602,883</u>	
<u>Related parties</u>		
FGEDG	5,696,537	
FG XuZhou	3,978,416	
FV	1,472,847	
FENC	1,367,218	
DGFQ	1,201,657	
FSNK	760,938	
Others	857,984	
	<u>15,335,597</u>	
	<u>\$ 15,938,480</u>	

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF LONG-TERM BORROWINGS
DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Creditor	Description	Amount	Contract Period	Interest Rate	For collateralize and pledge	Note
Bank of Taiwan	Unsecured syndicate credit long-term borrowings	\$ 544,000	2024/10/7~2029/10/7	2.15%	None	
Taiwan Cooperative Bank	"	320,000	"	"	"	
First Bank	"	320,000	"	"	"	
Mega Bank	"	320,000	"	"	"	
BANK SINOPAC CO., LTD.	"	320,000	"	"	"	
E.SUN BANK	"	320,000	"	"	"	
Land Bank	"	224,000	"	"	"	
Hua Nan Commercial Bank	"	224,000	"	"	"	
Yuanta Commercial Bank	"	224,000	"	"	"	
Far Eastern International Bank	"	160,000	"	"	"	
Chang Hwa Commercial Bank, Ltd.	"	112,000	"	"	"	
Agricultural Bank of Taiwan	"	112,000	"	"	"	
		<u>3,200,000</u>				
Mega Bank	Unsecured syndicate credit long-term borrowings	\$ 990,000	2024/6/14~2029/6/14	2.17%	None	
E.SUN BANK	"	475,000	"	"	"	
Hua Nan Commercial Bank	"	475,000	"	"	"	
Taiwan Cooperative Bank	"	475,000	"	"	"	
Chang Hwa Commercial Bank, Ltd.	"	195,000	"	"	"	
Yuanta Commercial Bank	"	195,000	"	"	"	
Taishin International Bank	"	195,000	"	"	"	
		<u>3,000,000</u>				

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF LONG-TERM BORROWINGS (Cont.)
DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Creditor	Description	Amount	Contract Period	Interest Rate	For collateralize and pledge	Note
HSBC Bank (Taiwan) Limited	Mid and long term unsecured borrowings	\$ 600,000	2024/7/1~2026/7/1	2.05%	None	
Taipei Fubon Bank	"	1,800,000	2024/5/31~2027/5/31	2.15%	"	
Far Eastern International Bank	"	500,000	2024/10/7~2027/10/7	2.10%	"	
Export-Import Bank of Republic of China	"	22,500	2020/4/7~2025/4/7	2.02%	"	
United Overseas Bank	"	150,000	2024/3/22~2026/3/22	2.10%	"	
Cathay Bank	"	500,000	2024/3/31~2026/3/31	2.02%	"	
Mizuho Bank	"	900,000	2024/8/10~2026/8/10	2.05%	"	
DBS Bank	"	900,000	2024/9/2~2026/9/2	2.06%	"	
First Bank	"	600,000	2024/9/6~2026/9/6	1.90%	"	
E.SUN BANK	"	300,000	2023/11/1~2026/11/1	1.95%	"	
Entie Commercial Bank, Ltd.	"	500,000	2023/11/3~2026/11/3	2.03%	"	
Yuanta Commercial Bank	"	450,000	2024/11/17~2026/11/17	2.09%	"	
Panhsin Bank	"	300,000	2023/12/25~2026/12/25	2.03%	"	
TAIWAN SHIN KONG COMMERCIAL BANK	"	150,000	2024/3/26~2027/3/26	2.04%	"	
Agricultural Bank of Taiwan	"	400,000	2024/6/24~2027/6/24	1.92%	"	
KGI Commercial Bank Co., Ltd.	"	2,000,000	2024/8/12~2026/8/12	2.05%	"	
		<u>10,072,500</u>				
Subtotal		16,272,500				
Less: Current portion		(622,500)				
Total		<u>\$ 15,650,000</u>				

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF OPERATING REVENUE
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Item	Volume	Amount	Note
Electronic equipment (including components and other electronic related products)		\$ 55,980,323	
Less: Sales returns		(13,954)	
Sales discounts and allowances		(133,004)	
		<u>\$ 55,833,365</u>	

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF OPERATING COSTS
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Item	Amount	Note
Raw materials at the beginning	\$ 171,910	
Add: Materials purchased for the year	861,279	
Less: Raw materials at the end	(57,453)	
Raw materials used in the year	975,736	
Direct labor	101,091	
Manufacturing Expenses	299,352	
Manufacturing costs	1,376,179	
Add: Work in progress at the beginning	68,220	
Less: Work in progress at the end	(39,506)	
Cost of finished goods	1,404,893	
Add: Finished goods at the beginning	2,593,260	
Finished goods purchased for the year	53,748,375	
Less: Finished goods at the end	(2,237,907)	
Transferred to expenses	(4,041)	
Manufacturing and selling costs	55,504,580	
Less: Gain on reversal of decline in market value	(44,015)	
Total operating costs	<u>\$ 55,460,565</u>	

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF MANUFACTURING EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

<u>Item</u>	<u>Amount</u>	<u>Note</u>
Indirect labor	\$ 111,849	
Freight	82,641	
Processing fees	46,643	
Depreciation expense	36,732	
Others	21,487	
	<u>\$ 299,352</u>	

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF SALES AND MARKETING EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

<u>Item</u>	<u>Amount</u>	<u>Note</u>
Wages and Salaries	\$ 120,752	
Freight	10,696	
Traveling expense	10,249	
Others	28,757	
	<u>\$ 170,454</u>	

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF GENERAL AND ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

<u>Item</u>	<u>Amount</u>	<u>Note</u>
Wages and Salaries	\$ 392,848	
Depreciation expense	66,743	
Insurance expense	42,385	
Professional service fee	30,347	
Freight	29,942	
Entertainment expense	18,342	
Others	185,122	
	<u>\$ 765,729</u>	

CHENG UEI PRECISION INDUSTRY CO., LTD.
STATEMENT OF RESEARCH AND DEVELOPMENT EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

<u>Item</u>	<u>Amount</u>	<u>Note</u>
Wages and salaries	\$ 674,936	
Insurance expense	46,646	
Pensions	24,151	
Depreciation expense	18,260	
Traveling expense	13,016	
Research and development expenses	8,134	
Others	117,703	
	<u>\$ 902,846</u>	

CHENG UEI PRECISION INDUSTRY CO., LTD.
SUMMARY STATEMENT OF CURRENT PERIOD EMPLOYEE BENEFITS, DEPRECIATION, DEPLETION AND AMORTIZATION EXPENSES BY
FUNCTION
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Function Nature	Year ended December 31, 2024			Year ended December 31, 2023		
	Classified as Operating Costs	Classified as Operating Expenses	Total	Classified as Operating Costs	Classified as Operating Expenses	Total
Employee benefit expense						
Wages and Salaries	171,987	1,188,536	1,360,523	126,951	912,246	1,039,197
Labour and health insurance fees	14,393	78,347	92,740	13,055	75,787	88,842
Pension costs	2,186	37,561	39,747	5,672	36,600	42,272
Directors' remuneration	-	18,000	18,000	-	8,000	8,000
Other personnel expenses	10,236	53,223	63,459	8,883	49,457	58,340
Depreciation expense (Note 1)	36,732	85,273	122,005	47,993	92,934	140,927
Amortisation charge	61	14,302	14,363	357	14,210	14,567

Note 1: For the years ended December 31, 2024 and 2023, the Company's depreciation expense recognised in non-operating expenses and loss amounted to \$15,038 and \$3,734, respectively.

Note 2: For the years ended December 31, 2024 and 2023, the Company had 962 and 963 employees, including 5 and 5 non-employee directors, respectively.

Note 3: For the years ended December 31, 2024 and 2023, the average employee benefit expense amounted to \$1,626 and \$1,283, respectively.

Note 4: For the years ended December 31, 2024 and 2023, the average employee salary expenses amounted to \$1,422 and \$1,085, respectively. For the year ended December 31, 2024, the average change in adjustments on salary expenses was 31%.

CHENG UEI PRECISION INDUSTRY CO., LTD.
SUMMARY STATEMENT OF CURRENT PERIOD EMPLOYEE BENEFITS, DEPRECIATION, DEPLETION AND AMORTIZATION EXPENSES BY
FUNCTION (Cont.)
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

Note 5: The Company's policies on salary and remuneration (including directors, independent directors, managers and employees).

- (a) For payment to directors and independent directors, the correlation between the Company's policy, standard and combination, procedures of setting remuneration, operating performance and future risk are as follows:
 - i. The Company's remuneration of directors were paid based on the common standard of the Company's conference attendance fees and traveling fee approved by the Board of Directors.
 - ii. According to Article 23 of the Company's Articles of Incorporation: income before tax deduct income before employees' compensation and directors' remuneration, after offsetting deficits, if any, shall be distributed as employees' compensation not lower than 6% and directors' remuneration not higher than 3% after resolving by the Board of Directors.
- (b) For payment to managers, the correlation between the Company's policy, standard and combination, procedures of setting remuneration, operating performance and future risk are as follows:
 - i. The Company's remuneration for managers shall based on the Company's regulation of performance assessment, individual's performance and operating contribution to the Company's operation taking into consideration the market standard within the same industry, and reported to the directors for approval after being reviewed by salary and remuneration committee.
 - ii. According to Article 23 of the Company's Articles of Incorporation: income before tax deduct income before employees' compensation and directors' remuneration, after offsetting deficits, if any, shall be distributed as employees' compensation not lower than 6% and directors' remuneration not higher than 3% after resolving by the Board of Directors.
- (c) For payment to employees, the correlation between the Company's policy, standard and combination, procedures of setting remuneration, operating performance and future risk are as follows:
 - i. The Company's compensation for employees were determined based on individual ability, contribution to the company and performance which have positive correlation with operating performance.

CHENG UEI PRECISION INDUSTRY CO., LTD.
SUMMARY STATEMENT OF CURRENT PERIOD EMPLOYEE BENEFITS, DEPRECIATION, DEPLETION AND AMORTIZATION EXPENSES BY
FUNCTION (Cont.)
FOR THE YEAR ENDED DECEMBER 31, 2024
(Expressed in thousands of New Taiwan dollars)

The Company has adequately controlled the future risk, the policies of compensation also related with future risk. Whole combination of salary and compensation includes basic salary, bonus and employees' compensation and allowance.

As for the standard of compensation payment, basic salary were determined based on the market competitiveness of their positions and the Company's policy. Bonus and employees' compensation were determined through linking with employees' and segments' target or the Company's operating performance. The benefits were designed to meet employees' requirements under the related regulations in order to share the Company's operating result with employees.

- ii. According to Article 23 of the Company's Articles of Incorporation: income before tax deduct income before employees' compensation and directors' remuneration, after offsetting deficits, if any, shall be distributed as employees' compensation not lower than 6% and directors' remuneration not higher than 3% after resolving by the Board of Directors.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Loans to others
Year ended December 31, 2024

Table 1

Expressed in thousands of NTD

(Except as otherwise indicated)

Number	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2024	Balance at December 31, 2024	Actual amount drawn down	Interest rate	Nature of loan (Note 1)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 2)	Ceiling on total loans granted (Note 3)	Footnote
													Item	Value			
0	Cheng Uei Precision Industry Co., Ltd.	Shinfox Energy Co., Ltd.	Other receivables	Yes	\$ 1,500,000	\$ -	\$ -	8%	2	\$ -	Operations	\$ -	-	\$ -	\$ 10,484,518	\$ 10,484,518	
1	Fugang Electric (Kunshan) Co., Ltd.	Fu Shi Xiang Research & Development Center (Kunshan)	Other receivables-related parties	Yes	27,246	26,868	26,868	-	2	-	Operations	-	-	-	2,793,613	2,793,613	
1	Fugang Electric (Kunshan) Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	Other receivables-related parties	Yes	145,524	89,560	89,560	3%	2	-	Operations	-	-	-	1,117,445	1,117,445	
1	Fugang Electric (Kunshan) Co., Ltd.	Shanghai Standard Information Technology Co., Ltd.	Other receivables-related parties	Yes	15,894	15,673	15,673	4%	2	-	Operations	-	-	-	1,117,445	1,117,445	
2	World Circuit Technology Co., Ltd.	Cheng Uei Precision Industry Co., Ltd.	Other receivables	Yes	100,000	100,000	100,000	-	2	-	Operations	-	-	-	111,542	111,542	
3	Foxlink International Investment Ltd.	Foxlink Vietnam Co., Ltd.	Other receivables	Yes	64,980	-	-	5%	2	-	Operations	-	-	-	2,655,243	2,655,243	
3	Foxlink International Investment Ltd.	Suntain Co., Ltd.	Other receivables	Yes	30,000	30,000	30,000	-	2	-	Operations	-	-	-	2,655,243	2,655,243	
4	Fu Uei International Investment Ltd.	Foxlink Arizona Inc.	Other receivables	Yes	131,440	131,140	65,570	2%	2	-	Operations	-	-	-	1,102,422	1,102,422	
4	Fu Uei International Investment Ltd.	Xunqiang Communication Technology CO., LTD.	Other receivables	Yes	55,000	38,000	38,000	-	2	-	Operations	38,000	-	-	1,102,422	1,102,422	
4	Fu Uei International Investment Ltd.	Cheng Uei Precision Industry Co., Ltd.	Other receivables	Yes	140,000	140,000	140,000	-	2	-	Operations	-	-	-	1,102,422	1,102,422	
5	Foxlink Technology Limited	Cu International Ltd.	Other receivables	Yes	797,636	563,699	563,699	-	2	-	Operations	-	-	-	899,710	899,710	
6	Foxlink Tianjin Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	Other receivables	Yes	363,280	179,120	179,120	3%	2	-	Operations	-	-	-	878,337	878,337	
7	Zhi De Investment Co., Ltd.	Cheng Uei Precision Industry Co., Ltd.	Other receivables	Yes	200,000	200,000	200,000	-	2	-	Operations	-	-	-	277,214	277,214	
8	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	Other receivables	Yes	170,288	167,925	167,925	1%	2	-	Operations	-	-	-	10,957,474	10,957,474	
9	Fugang Electronic (Dongguan) Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	Other receivables	Yes	358,739	353,762	353,762	Note 4	2	-	Operations	-	-	-	8,908,103	8,908,103	
10	Fushineng Electronics (Kunshan) Co., Ltd.	Fugang Electric (Yancheng) Co., Ltd.	Other receivables	Yes	36,328	35,824	35,824	-	2	-	Operations	-	-	-	1,830,548	1,830,548	
11	Studio A Inc.	Ashop Co., Ltd.	Other receivables	Yes	230,020	229,495	163,925	2%	2	-	Operations	-	-	-	273,567	273,567	
12	Straight A Inc.	Ashop Co., Ltd.	Other receivables	Yes	49,290	-	-	2%	2	-	Operations	-	-	-	80,209	80,209	
12	Straight A Inc.	Studio A Inc.	Other receivables	Yes	68,000	68,000	68,000	-	2	-	Operations	-	-	-	80,209	80,209	

Number	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the year ended December 31, 2024	Balance at December 31, 2024	Actual amount drawn down	Interest rate	Nature of loan (Note 1)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 2)	Ceiling on total loans granted (Note 3)	Footnote
													Item	Value			
13	Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Yes	\$ 234,203	\$ 179,120	\$ 179,120	3%	2	\$ -	Operations	\$ -	-	\$ -	\$ 2,227,222	\$ 2,227,222	
13	Foxlink Image Technology Co., Ltd.	Power Quotient International Co., Ltd.	Other receivables	Yes	500,000	-	-	2%	2	-	Operations	-	-	-	2,227,222	2,227,222	
14	Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables-related parties	Yes	227,250	223,900	159,417	3%	2	-	Operations	-	-	-	263,291	263,291	
15	Power Quotient Technology (Yancheng) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Other receivables	Yes	359,160	344,806	344,806	3%	2	-	Group's capital management	-	-	-	741,296	741,296	
15	Power Quotient Technology (Yancheng) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Yes	227,250	223,900	223,900	3%	2	-	Group's capital management	-	-	-	741,296	741,296	
16	Dong Guan HanYang Computer Co., Ltd	Glorytek (Yancheng) Co., Ltd.	Other receivables	Yes	113,625	111,950	22,390	3.45%	2	-	Operations	-	-	-	375,599	375,599	
16	Dong Guan HanYang Computer Co., Ltd	Glory Optics (Yancheng) Co., Ltd.	Other receivables	Yes	113,625	111,950	-	3.45%	2	-	Operations	-	-	-	375,599	375,599	
17	Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd.	Other receivables-related parties	Yes	1,500,000	-	-	8%	2	-	Group's capital management	-	-	-	5,061,599	5,061,599	

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

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

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

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

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

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

Note 4: The loan granted by Fugang Electronic (Dongguan) Co., Ltd. to Fugang Electric (Maanshan) Co., Ltd. is subject to the following interest rate structure: \$259,724 bears interest at 1%, and \$94,038 bears interest at 3%.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Provision of endorsements and guarantees to others
Year ended December 31, 2024

Table 2

Expressed in thousands of NTD
(Except as otherwise indicated)

Number	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party (Note 1)	Maximum outstanding endorsement/ guarantee amount as of December 31, 2024	Outstanding endorsement/ guarantee amount at December 31, 2024	Actual amount drawn down	Amount of endorsements /guarantees secured with collateral	Ratio of accumulated endorsement/guarantee amount to net asset value of the endorser/guarantor company	Ceiling on total amount of endorsements /guarantees provided (Note 2)	Provision of endorsements /guarantees by parent company to subsidiary	Provision of endorsements /guarantees by subsidiary to parent company	Provision of endorsements /guarantees to the party in Mainland China	Footnote
		Company name	Relationship with the endorser/guarantor											
0	Cheng Uei Precision Industry Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	The Company's second-tier subsidiary	\$ 39,316,941	\$ 1,362,300	\$ -	\$ -	\$ -	-	\$ 78,633,882	Y	N	Y	
0	Cheng Uei Precision Industry Co., Ltd.	Foxlink International Incorporation	The Company's third-tier subsidiary	39,316,941	1,064,664	1,062,234	-	-	4.05	78,633,882	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Studio A Inc.	The Company's second-tier subsidiary	39,316,941	1,314,400	1,311,400	468,904	-	5.00	78,633,882	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Studio A Technology Limited	The Company's third-tier subsidiary	39,316,941	1,314,400	1,311,400	32,457	-	5.00	78,633,882	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	The Company's third-tier subsidiary	39,316,941	887,220	885,195	22,950	-	3.38	78,633,882	Y	N	Y	
0	Cheng Uei Precision Industry Co., Ltd.	Ashop Co., Ltd.	The Company's forth-tier subsidiary	39,316,941	920,080	917,980	146,877	-	3.50	78,633,882	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Straight A Inc.	The Company's third-tier subsidiary	39,316,941	492,900	491,775	24,427	-	1.88	78,633,882	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	LUMINY'S SYSTEMS CORPORATION.	The company's associates	39,316,941	32,860	32,785	32,785	-	0.13	78,633,882	N	N	N	
1	Fugang Electric (Kunshan) Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.'s subsidiary	39,316,941	84,917	83,739	76,126	-	0.32	78,633,882	N	N	Y	
2	Studio A Inc.	Studio A Technology Limited	Studio A Inc.'s subsidiary	39,316,941	345,030	344,243	-	-	1.31	78,633,882	N	N	N	
3	Foxlink International Incorporation	Foxlink Arizona Inc.	Foxlink International Incorporation's sibling company	39,316,941	565,981	564,689	564,689	-	2.15	78,633,882	N	N	N	
4	FIT Holding Co., Ltd.	Power Quotient International Co., Ltd.	FIT Holding Co., Ltd.'s subsidiary	65,207,262	2,470,000	2,470,000	1,700,000	-	9.42	65,207,262	N	N	N	
4	FIT Holding Co., Ltd.	Glory Science Co., Ltd.	FIT Holding Co., Ltd.'s subsidiary	65,207,262	990,000	990,000	725,000	-	3.78	65,207,262	N	N	N	
4	FIT Holding Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	FIT Holding Co., Ltd.'s third-tier subsidiary	65,207,262	136,350	134,340	134,340	-	0.51	65,207,262	N	N	Y	
5	Foxlink Image Technology Co., Ltd.	Power Quotient International Co., Ltd.	Foxlink Image Technology Co., Ltd.'s sibling company	33,408,342	1,440,000	740,000	425,000	-	2.82	33,408,342	N	N	N	
5	Foxlink Image Technology Co., Ltd.	Glory Science Co., Ltd.	Foxlink Image Technology Co., Ltd.'s sibling company	33,408,342	440,000	440,000	300,000	-	1.68	33,408,342	N	N	N	
6	Shinfox Energy Co., Ltd.	Foxwell Energy Corporation Ltd.	Shinfox Energy Co., Ltd.'s subsidiary	75,923,982	35,840,000	27,325,000	24,721,411	-	104.25	75,923,982	N	N	N	
6	Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd.	Shinfox Energy Co., Ltd.'s subsidiary	70,862,383	5,833,906	5,254,390	5,254,390	-	20.05	75,923,982	N	N	N	
6	Shinfox Energy Co., Ltd.	Changpin Wind Power Ltd.	The company's joint ventures	70,862,383	120,000	120,000	120,000	-	0.46	75,923,982	N	N	N	
7	Foxwell Energy Corporation Ltd.	Xinwei Power Co., Ltd.	Foxwell Energy Corporation Ltd.'s subsidiary	16,042,497	113,200	-	-	-	-	16,042,497	N	N	N	

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

- (1) For subsidiaries whose shares are 90% or above held by the Company, ceiling on total amount of endorsements and guarantees provided by the Company is 150% of the Company's net asset value; limit on endorsements and guarantees provided by the Company for a single party is 150% of the Company's net asset value.
- (2) For FIT Holding Co.,Ltd., limit on endorsements and guarantees for a single party is 600% of FIT Holding Co.,Ltd.'s current net asset value and for subsidiary whose equity is no less than 90% held by FIT Holding Co.,Ltd., is 600% of FIT Holding Co.,Ltd.'s net asset value.
- (3) Endorsements and guarantees are available between companies whose voting shares are more than 90% held by FIT Holding Co., Ltd. directly or indirectly. And the limit on endorsements and guarantees is 10% of FIT Holding Co., Ltd.'s net asset value except that endorsements and guarantees are between companies whose voting shares are 100% held by FIT Holding Co., Ltd. directly or indirectly.
- (4) For subsidiaries whose shares are 90% or above held by Shinfox, ceiling on total amount of endorsements and guarantees provided by the Company is 600% of the Company's net asset value; limit on endorsements and guarantees provided by the Company for a single party is 560% of the Company's net asset value.
- (5) For subsidiaries whose shares are 90% or above held by Foxwell Energy, ceiling on total amount of endorsements and guarantees provided by the Company is 150% of the Company's net asset value; limit on endorsements and guarantees provided by the Company for a single party is 140% of the Company's net asset value.

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

- (1) The Company's and subsidiaries' endorsements and guarantees to others should not exceed 300% of the Company's net asset value.
- (2) FIT Holding Co.,Ltd.'s endorsements and guarantees to others and subsidiaries should not exceed 600% of FIT Holding Co., Ltd.'s net asset value in the latest financial statements.
- (3) Endorsements and guarantees are available between companies whose voting shares are more than 90% held by FIT Holding Co., Ltd. directly or indirectly. And the limit on endorsements and guarantees is 10% of FIT Holding Co., Ltd.'s net asset value except that endorsements and guarantees are between companies whose voting shares are 100% held by FIT Holding Co., Ltd. directly or indirectly.
- (4) Ceiling on total amount of endorsements/guarantees provided by Foxwell Energy and subsidiaries is 150% of Foxwell Energy's net asset value in the latest financial statements.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)
December 31, 2024

Table 3

Expressed in thousands of NTD
(Except as otherwise indicated)

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of December 31, 2024				Footnote
				Number of shares (in thousand shares)	Book value	Ownership (%)	Fair value	
Fu Uei International Investment Ltd.	Trinity Investment Corporation	N/A	Financial assets at fair value through other comprehensive income - non-current	3,000	\$ 30,000	10.00	\$ 30,000	
Fu Uei International Investment Ltd.	Ade Technology Inc.	N/A	Financial assets at fair value through other comprehensive income - non-current	500	11,500	1.45	11,500	
Culink International Ltd.	Gamma 2 Robotics, Inc.	N/A	Financial assets at fair value through other comprehensive income - non-current	862	-	9.00	-	
Culink International Ltd.	Occipital, Inc.	N/A	Financial assets at fair value through other comprehensive income - non-current	389	-	1.03	-	
Culink International Ltd.	V5 Systems, Inc.	N/A	Financial assets at fair value through other comprehensive income - non-current	1,460	-	4.63	-	
Culink International Ltd.	Motiv Inc	N/A	Financial assets at fair value through other comprehensive income - non-current	273	-	1.70	-	
Culink International Ltd.	LeadSun Winion Limited	N/A	Financial assets at fair value through other comprehensive income - non-current	3,000	98,355	40.07	98,355	
Culink International Ltd.	MedWand Solutions Inc.	N/A	Financial assets at fair value through other comprehensive income - non-current	63	-	2.89	-	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	Hebei Gellec New Energy Science&technology Co.,Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	3,333	89,560	0.61	89,560	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	Changzhou Qitai No.1 Venture Capital Partnership	N/A	Financial assets at fair value through other comprehensive income - non-current	20,000	89,560	6.33	89,560	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	TBB Power (Xiamen) Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	2,149	223,900	4.35	223,900	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	Shaha Technology (Shanghai) Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	163	125,384	14.00	125,384	
Foxlink Tianjin Co., Ltd.	Changde Fubo Intelligent Technology Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	950	4,254	2.43	4,254	

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of December 31, 2024				Footnote
				Number of shares (in thousand shares)	Book value	Ownership (%)	Fair value	
FIT Holding Co., Ltd.	Leadsun Wind & Solar Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	22,500	\$ 210,529	12.00	\$ 210,529	
Foxlink Image Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	1,631	185,061	0.04	185,061	
Foxlink Image Technology Co., Ltd.	Wellgen Medical Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	1,500	-	11.50	-	
Power Quotient International Co., Ltd.	Saint Song Corp.	N/A	Financial assets at fair value through other comprehensive income - non-current	127	-	1.05	-	
Power Quotient International Co., Ltd.	Ours Technology Inc.	N/A	Financial assets at fair value through other comprehensive income - non-current	13	-	0.21	-	
Power Quotient International Co., Ltd.	Innoplus Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	160	-	12.00	-	
Power Quotient International Co., Ltd.	Taiwan Mobile Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	1,631	185,062	0.04	185,062	
Power Quotient International Co., Ltd.	Stack Devices Corporation	N/A	Financial assets at fair value through other comprehensive income - non-current	70	-	0.11	-	
Power Quotient Technology (Yancheng) Co., Ltd.	Jiangsu Foxlink New Energy Technology Co.,Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	-	75,704	12.90	75,704	
Shinfox Energy Co., Ltd.	Corvus Energy Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	22	-	0.04	-	
Shinfox Energy Co., Ltd.	Feiyue Development Limited Partnership	N/A	Financial assets at fair value through other comprehensive income - non-current	-	45,780	22.17	45,780	
Foxwell Energy Corporation Ltd.	Full Entertainment Marketing Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	30	-	0.30	-	
KunShan Eastern Rainbow Environmental Equipment Co., Ltd.	Wuxi Eastern Rainbow Environmental Protection Engineering Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	-	672	10.00	672	
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Shin Kong Financial Holding Co., Ltd	N/A	Financial assets at fair value through profit or loss - current	47	553	-	553	
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Shin Kong Financial Holding Co., Ltd. Preferred Shares B	N/A	Financial assets at fair value through profit or loss - current	1	18	-	18	
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Mildef Crete Inc.	N/A	Financial assets at fair value through profit or loss - current	10	862	0.02	862	

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more
Year ended December 31, 2024

Table 4

Expressed in thousands of NTD
(Except as otherwise indicated)

Real estate acquired by	Real estate acquired	Date of the event	Transaction amount	Status of payment	Counterparty	Relationship with the counterparty	If the counterparty is a related party, information as to the last transaction of the real estate is disclosed below:				Basis or reference used in setting the price	Reason for acquisition of real estate and status of the real estate	Footnote
							Original owner who sold the real estate to the counterparty	Relationship between the original owner and the acquirer	Date of the original transaction	Amount			
FOXLINK DA NANG ELECTRONICS CO., LTD.	Building a plant by commissioned construction on the leased land	February 26, 2024	\$ 681,984	Payment based on the contract terms	JIANXING VIETNAM CONSTRUCTION DEVELOPMENT COMPANY LIMITED	Non-related party	N/A	N/A	N/A	N/A	Price comparison and negotiation	For operation uses	
Cheng Uei Precision Industry Co., Ltd.	Land and plants	August 9, 2024	984,750	Payment based on the contract terms	Hsin Hung International Investment Co., Ltd.	Related party	Taiwan Yong Gu Paint Co., Ltd.,	None	January 13, 2003	\$ 106,505	Price comparison and negotiation	For operation uses	

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
 Disposal of real estate reaching \$300 million or 20% of paid-in capital or more
 Year ended December 31, 2024

Table 5

Real estate disposed by	Real estate acquired	Date of the event	Date of acquisition	Book value	Transaction amount	Status of payment	Gain (loss) on disposal	Relationship with the counterparty	Reason for disposal	Counterparty	Basis or reference used in setting the price	Other commitments
Foxlink Tianjin Co., Ltd.	The land and buildings at the Bozhou emperor commercial center	February 7, 2024	December 26, 2017	\$ 285,833	\$ 440,923	Paid in installments based on the contract	Note	Non-related party	For operation needs	Sharetronic Intelegant Technology CO., LTD.	Reference to the appraisal amount provided by professional valuers and the market price	None

Note: It was gain on disposal after the deduction of related expenses amounting to \$147,654.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Acquisition or sale of the same security with the accumulated cost exceeding \$300 million or 20% of the Company's paid-in capital
Year ended December 31, 2024

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

Investor	Marketable securities	General ledger account	Counterparty	Relationship with the investor	Balance as at January 1, 2024		Addition		Disposal			Balance as at December 31, 2024		Footnote	
					Number of shares (in thousand shares)	Amount	Number of shares (in thousand shares)	Amount	Number of shares (in thousand shares)	Selling price	Book value	Gain (loss) on disposal	Number of shares		Amount
Foxlink International Investment Ltd.	Foxlink Da Nang Electronics Co., Ltd.	Investment accounted for using equity method	Foxlink Da Nang Electronics Co., Ltd.	Note 1	28,000	\$ 905,730	17,000	\$ 545,091	-	\$ -	\$ -	\$ -	\$ 45,000	\$ 1,450,821	Note 3
Shinfox Energy Co., Ltd.	Youde Wind Power Co., Ltd.,	Investment accounted for using equity method	Youde Wind Power Co., Ltd.,	Note 1	-	-	49,100	491,000	-	-	-	-	49,100	491,000	Note 3
Shinfox Energy Co., Ltd.	DAKPSI INVESTMENT AND DEVELOP HYDROELECTIC JOINT STOCK COMPANY	Investment accounted for using equity method	DAKPSI INVESTMENT AND DEVELOP HYDROELECTIC JOINT STOCK COMPANY	Note 2	-	-	14,645	644,381	-	-	-	-	14,645	644,381	Note 3
SHINFOX FAR EAST COMPANY PTE LTD	SFE HERCULES COMPANY CORPORATION	Investment accounted for using equity method	SFE HERCULES COMPANY CORPORATION	Note 1	-	-	0.20	5,318,469	-	-	-	-	0.20	5,318,469	Note 3

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

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

Note 3 : The abovementioned amount is investment cost, information relating to its carrying amount is provided Table 10.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more
Year ended December 31, 2024

Table 7

Expressed in thousands of NTD
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts	
The Company	Foxlink International Incorporation	The Company's third-tier subsidiary	Sales	(\$ 21,178,707)	(38)	Note 1	Note 1	Note 1	\$ 3,808,874	27	
The Company	Hon Hai Precision Industry Co., Ltd.	Other related party	Sales	(259,097)	-	Note 1	Note 1	Note 1	118,093	1	
The Company	Dongguan Fuqiang Electronics Co., Ltd.	The Company's second-tier subsidiary	Purchases	20,840,018	38	Note 2	Note 2	Note 2	(1,201,657)	(7)	
The Company	Fugang Electronic (Dongguan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	14,896,193	27	Note 2	Note 2	Note 2	(5,696,537)	(33)	
The Company	Fugang Electric (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	3,564,712	7	Note 2	Note 2	Note 2	(234,109)	(1)	
The Company	Fushineng Electronics (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	3,107,126	6	Note 2	Note 2	Note 2	(760,938)	(4)	
The Company	Well Shin Technology Co., Ltd.	The Company's investee accounted for using equity method	Purchases	195,391	-	Note 2	Note 2	Note 2	(55,504)	-	
The Company	Fugang Electric (Xuzhou) Co., Ltd.	The Company's second-tier subsidiary	Purchases	9,349,833	17	Note 2	Note 2	Note 2	(3,978,416)	(23)	
The Company	Hon Hai Precision Industry Co., Ltd.	Other related party	Purchases	558,881	1	Note 2	Note 2	Note 2	(49,562)	-	
The Company	Foxlink Automotive Technology (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	207,062	-	Note 2	Note 2	Note 2	-	-	
The Company	Foxlink India Electric Private Limited	The Company's second-tier subsidiary	Purchases	176,650	-	Note 2	Note 2	Note 2	(88,489)	(1)	
The Company	Foxlink (Vietnam) Co., Ltd.	The Company's second-tier subsidiary	Purchases	2,284,374	4	Note 2	Note 2	Note 2	(1,472,847)	(9)	
The Company	Foxlink Da Nang Electronics Co., Ltd.	The Company's second-tier subsidiary	Purchases	208,717	-	Note 2	Note 2	Note 2	(227,508)	(1)	
The Company	Shinfox Energy Co., Ltd.	The Company's fourth-tier subsidiary	Purchases	305,591	1	Note 2	Note 2	Note 2	-	-	
Foxlink International Incorporation	The Company	The entity is the ultimate parent company of the Company	Purchases	21,178,707	100	Note 2	Note 2	Note 2	(3,808,874)	100	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts	
Dongguan Fuqiang Electronics Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(\$ 20,840,018)	(87)	Note 1	Note 1	Note 1	\$ 1,201,657	19	
Fugang Electronic (Dongguan) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(14,896,193)	(82)	Note 1	Note 1	Note 1	5,696,537	76	
Fugang Electric (Kunshan) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(3,564,712)	(95)	Note 1	Note 1	Note 1	234,109	-	
Fushineng Electronics (Kunshan) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(3,107,126)	(80)	Note 1	Note 1	Note 1	760,938	63	
Fugang Electric (Xuzhou) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(9,349,833)	(86)	Note 1	Note 1	Note 1	3,978,416	97	
Foxlink Automotive Technology (Kunshan) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(207,062)	(74)	Note 1	Note 1	Note 1	-	-	
Foxlink India Electric Private Limited	The Company	The entity is the ultimate parent company of the Company	Sales	(176,650)	(6)	Note 1	Note 1	Note 1	88,489	11	
Foxlink (Vietnam) Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(2,284,374)	(95)	Note 1	Note 1	Note 1	1,472,847	97	
Foxlink Da Nang Electronics Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(208,717)	(39)	Note 1	Note 1	Note 1	227,508	46	
Shinfox Energy Co., Ltd.	The Company	The entity is the ultimate parent company of the Company	Sales	(305,591)	2	Note 1	Note 1	Note 1	-	-	
Fugang Electronic (Dongguan) Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	Affiliated company	Sales	(797,391)	(4)	Note 1	Note 1	Note 1	81,857	1	
Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	Affiliated company	Purchases	797,391	4	Note 2	Note 2	Note 2	(81,857)	(1)	
Suntain Co., Ltd.	Hon Hai Precision Industry Co., Ltd.	Other related party	Purchases	249,469	68	Note 2	Note 2	Note 2	(15,934)	(75)	
Kunshan Fugang Electric Trading Co., Ltd.	Shanghai Fugang Electric Trading Co., Ltd.	Affiliated company	Sales	(287,179)	(22)	Note 1	Note 1	Note 1	60,929	100	
Shanghai Fugang Electric Trading Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	Affiliated company	Purchases	287,179	31	Note 2	Note 2	Note 2	(60,929)	(100)	
Fushineng Electronics (Kunshan) Co., Ltd.	Fugang Electric (Xuzhou) Co., Ltd.	Affiliated company	Purchases	271,642	36	Note 2	Note 2	Note 2	(60,621)	(1)	
Fugang Electric (Xuzhou) Co., Ltd.	Fushineng Electronics (Kunshan) Co., Ltd.	Affiliated company	Sales	(271,642)	(2)	Note 1	Note 1	Note 1	60,621	1	
Wei Hai Fu Kang Electric Co., Ltd.	Accu-Image Technology Limited	Affiliated company	Sales	(1,106,678)	100	Note 1	Note 1	Note 1	216,184	100	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts	
Accu-Image Technology Limited	Wei Hai Fu Kang Electric Co., Ltd.	Affiliated company	Purchases	\$ 1,106,678	24	Note 2	Note 2	Note 2	(\$ 216,184)	(21)	
Foxwell Energy Corporation Ltd.	SHINFOX FAR EAST COMPANY PTE. LTD.	Affiliated company	Purchases	1,752,696	10	Note 1	Note 1	Note 1	(60,409)	(2)	
SHINFOX FAR EAST COMPANY PTE. LTD.	Foxwell Energy Corporation Ltd.	Affiliated company	Sales	(1,752,696)	32	Note 1	Note 1	Note 1	60,409	34	
Foxwell Power Co., Ltd.	Cheng Shin Digital Co., Ltd.	Associates	Sales	(256,190)	1	Note 1	Note 1	Note 1	107,600	16	

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

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

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
 Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more
 Year ended December 31, 2024

Table 8

Expressed in thousands of NTD
 (Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at December 31, 2024	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
The Company	Foxlink International Incorporation	Great-grandchild company	\$ 3,808,874	5.56	None	N/A	\$ 2,253,605	None
The Company	Fushineng Electronics (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	443,148	Note 1	"	"	165,595	"
The Company	Hon Hai Precision Industry Co., Ltd.	This company's chairman is the second-degree relative of the Company's chairman	118,093	2.19	"	"	31,208	"
The Company	Fugang Electric (Xuzhou) Co., Ltd.	The Company's second-tier subsidiary	1,211,893	Note 1	"	"	822,540	"
The Company	Fugang Electric (Maanshan) Co., Ltd.	The Company's second-tier subsidiary	469,589	Note 1	"	"	-	"
The Company	Dongguan Fuqiang Electronics Co., Ltd.	The Company's second-tier subsidiary	1,424,304	Note 1	"	"	1,314,540	"
The Company	Foxlink India Electric Private Limited	The Company's second-tier subsidiary	2,424,717	Note 1	"	"	148,975	"
The Company	FOXLINK VIETNAM CO., LTD.	The Company's second-tier subsidiary	657,742	Note 1	"	"	-	"
The Company	FOXLINK DA NANG ELECTRONICS CO.,LTD.	The Company's second-tier subsidiary	264,126	Note 1	"	"	-	"
The Company	LUMINYS SYSTEMS CORPORATION	Associates	863,615	Note 1	"	"	2,904	"
Fugang Electric (Kunshan) Co., Ltd.	The Company	This company is the ultimate parent company of the company	234,109	15.23	"	"	-	"
Fushineng Electronics (Kunshan) Co., Ltd.	The Company	This company is the ultimate parent company of the company	760,938	4.08	"	"	-	"
Fu Gang Electronic (Nan Chang) Co., Ltd.	The Company	This company is the ultimate parent company of the company	1,367,218	0.00	"	"	-	"
Fugang Electronic (Dongguan) Co., Ltd.	The Company	This company is the ultimate parent company of the company	5,696,537	2.61	"	"	-	"
Dongguan Fuqiang Electronics Co., Ltd.	The Company	This company is the ultimate parent company of the company	1,201,657	17.34	"	"	-	"
Fugang Electric (Maanshan) Co., Ltd.	The Company	This company is the ultimate parent company of the company	191,357	0.25	"	"	-	"

Creditor	Counterparty	Relationship with the counterparty	Balance as at December 31, 2024	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
Fugang Electric (Xuzhou) Co., Ltd.	The Company	This company is the ultimate parent company of the company	\$ 3,978,416	2.35	None	N/A	\$ -	None
FOXLINK VIETNAM CO., LTD.	The Company	This company is the ultimate parent company of the company	1,472,847	1.55	"	"	-	"
FOXLINK DA NANG ELECTRONICS CO., LTD.	The Company	This company is the ultimate parent company of the company	227,508	0.92	"	"	-	"
Fu Uei International Investment Ltd.	The Company	This company is the ultimate parent company of the company	140,000	Note 1	"	"	-	"
World Circuit Technology Co., Ltd.	The Company	This company is the ultimate parent company of the company	100,000	Note 1	"	"	-	"
Zhi De Investment Co., Ltd.	The Company	This company is the ultimate parent company of the company	200,000	Note 1	"	"	-	"
Fugang Electronic (Dongguan) Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	Affiliated company	355,750	Note 1	"	"	-	"
Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	Affiliated company	290,484	Note 1	"	"	-	"
Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	Affiliated company	1,865,055	Note 1	"	"	-	"
Fugang Electric (Kunshan) Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	Affiliated company	253,549	Note 1	"	"	-	"
Foxlink Tianjin Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	Affiliated company	189,587	Note 1	"	"	-	"
Foxlink Technology Limited	Cu International Ltd.	Affiliated company	563,699	Note 1	"	"	-	"
Fugang Electric (Maanshan) Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	Affiliated company	137,196	0.11	"	"	-	"
Studio A Inc.	Ashop Co., Ltd.	The Company's subsidiary	163,925	Note 1	"	"	-	"
Fugang Electric (Kunshan) Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	Affiliated company	105,233	Note 1	"	"	-	"
Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliated company	179,120	Note 1	"	"	-	"
Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliated company	385,421	7.11	"	"	-	"
Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliated company	152,464	Note 1	"	"	-	"
Glory Science Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Affiliated company	265,045	Note 1	"	"	-	"
Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliated company	174,579	Note 1	"	"	-	"
Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliated company	545,537	1.69	"	"	106,966	"
Dong Guan Fu Zhang Precision Industry Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliated company	100,984	1.98	"	"	32,928	"

Creditor	Counterparty	Relationship with the counterparty	Balance as at December 31, 2024	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliated company	\$ 216,184	6.35	None	N/A	\$ 25,307	None
Power Quotient Technology (Yancheng) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Affiliated company	344,806	Note 1	"	"	-	"
Power Quotient Technology (Yancheng) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliated company	223,900	Note 1	"	"	-	"
Shinfox Energy Co., Ltd.	Changpin Wind Power Ltd.	Joint ventures	100,000	10.31	"	"	100,000	"
Foxwell Power Co., Ltd.	Cheng Shin Digital Co., Ltd.	Associates	107,600	4.62	80,700	Expected to be gradually collected in 2025	80,700	"

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

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Significant inter-company transactions during the reporting periods
Year ended December 31, 2024

Table 9

Expressed in thousands of NTD
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
0	Cheng Uei Precision Industry Co., Ltd.	Foxlink International Incorporation	1	Sales	\$ 21,178,707	Sales prices are based on the mutual agreement	22
0	Cheng Uei Precision Industry Co., Ltd.	Foxlink International Incorporation	1	Accounts receivable	3,808,874	The collections depend on the financial situation after offsetting the receivables against the payables	3
0	Cheng Uei Precision Industry Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	1	Purchases	20,840,018	Purchase prices are based on the mutual agreement	21
0	Cheng Uei Precision Industry Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	1	Accounts payable	1,201,657	The collections depend on the financial situation after offsetting the receivables against the payables	1
0	Cheng Uei Precision Industry Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	1	Other receivables	1,424,304	The collections depend on the financial situation after offsetting the receivables against the payables	1
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	1	Purchases	3,564,712	Purchase prices are based on the mutual agreement	4
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	1	Accounts payable	234,109	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	Fushineng Electronics (Kunshan) Co., Ltd.	1	Purchases	3,107,126	Purchase prices are based on the mutual agreement	3
0	Cheng Uei Precision Industry Co., Ltd.	Fushineng Electronics (Kunshan) Co., Ltd.	1	Other receivables	443,148	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	Fushineng Electronics (Kunshan) Co., Ltd.	1	Accounts payable	760,938	The collections depend on the financial situation after offsetting the receivables against the payables	1
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	1	Purchases	14,896,193	Purchase prices are based on the mutual agreement	15
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	1	Accounts payable	5,696,537	The collections depend on the financial situation after offsetting the receivables against the payables	4
0	Cheng Uei Precision Industry Co., Ltd.	Fu Gang Electronic (Nan Chang) Co., Ltd.	1	Accounts payable	1,367,218	The collections depend on the financial situation after offsetting the receivables against the payables	1
0	Cheng Uei Precision Industry Co., Ltd.	Fu Uei International Investment Ltd.	1	Other payables	140,000	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	1	Other receivables	469,589	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	1	Accounts payable	191,357	The collections depend on the financial situation after offsetting the receivables against the payables	-

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Xuzhou) Co., Ltd.	1	Other receivables	\$ 1,211,893	The collections depend on the financial situation after offsetting the receivables against the payables	1
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Xuzhou) Co., Ltd.	1	Purchases	9,349,833	Purchase prices are based on the mutual agreement	10
0	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Xuzhou) Co., Ltd.	1	Accounts payable	3,978,416	The collections depend on the financial situation after offsetting the receivables against the payables	3
0	Cheng Uei Precision Industry Co., Ltd.	Foxlink Automotive Technology (Kunshan) Co., Ltd.	1	Purchases	207,062	Purchase prices are based on the mutual agreement	-
0	Cheng Uei Precision Industry Co., Ltd.	Zhi De Investment Co., Ltd.	1	Other payables	200,000	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	World Circuit Technology Co., Ltd.	1	Other payables	100,000	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	Foxlink India Electric Private Limited	1	Other receivables	2,424,717	The collections depend on the financial situation after offsetting the receivables against the payables	2
0	Cheng Uei Precision Industry Co., Ltd.	Foxlink India Electric Private Limited	1	Purchases	176,650	Purchase prices are based on the mutual agreement	-
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK VIETNAM CO.LTD.	1	Other receivables	657,742	The collections depend on the financial situation after offsetting the receivables against the payables	1
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK VIETNAM CO.LTD.	1	Accounts payable	1,472,847	The collections depend on the financial situation after offsetting the receivables against the payables	1
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK DA NANG ELECTRONICS CO., LTD.	1	Purchases	208,717	Purchase prices are based on the mutual agreement	-
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK DA NANG ELECTRONICS CO., LTD.	1	Other receivables	264,126	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK DA NANG ELECTRONICS CO., LTD.	1	Accounts payable	227,508	The collections depend on the financial situation after offsetting the receivables against the payables	-
0	Cheng Uei Precision Industry Co., Ltd.	Shinfox Energy Co., Ltd.	1	Purchases	305,591	Purchase prices are based on the mutual agreement	-
0	Cheng Uei Precision Industry Co., Ltd.	Shinfox Energy Co., Ltd.	1	Unfinished construction and equipment under acceptance	306,000	Transaction terms are based on the mutual agreement	-
0	Cheng Uei Precision Industry Co., Ltd.	FOXLINK VIETNAM CO.LTD.	1	Purchases	2,284,374	Purchase prices are based on the mutual agreement	2
1	Cu International Ltd.	Foxlink Technology Limited	3	Other payables	563,699	The collections depend on the financial situation after offsetting the receivables against the payables	-
2	Fugang Electric (Kunshan) Co., Ltd.	Foxlink Automotive Technology (Kunshan) Co., Ltd.	3	Prepaid expenses	187,726	The collections depend on the financial situation after offsetting the receivables against the payables	-
2	Fugang Electric (Kunshan) Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	3	Other receivables	253,549	The collections depend on the financial situation after offsetting the receivables against the payables	-

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
2	Fugang Electric (Kunshan) Co., Ltd.	Foxlink Tianjin Co., Ltd.	3	Other payables	\$ 189,587	The collections depend on the financial situation after offsetting the receivables against the payables	-
3	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	3	Purchases	797,391	Purchase prices are based on the mutual agreement	1
3	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	3	Other receivables	290,484	The collections depend on the financial situation after offsetting the receivables against the payables	-
3	Dongguan Fuqiang Electronics Co., Ltd.	Fuqiang Electric (Maanshan) Co., Ltd.	3	Accounts payable	137,196	The collections depend on the financial situation after offsetting the receivables against the payables	-
3	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	3	Accounts receivable	1,865,055	The collections depend on the financial situation after offsetting the receivables against the payables	1
4	Fugang Electronic (Dongguan) Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	3	Other receivables	355,750	The collections depend on the financial situation after offsetting the receivables against the payables	-
5	Fugang Electric (Xuzhou) Co., Ltd.	Fushineng Electronics (Kunshan) Co., Ltd.	3	Sales	271,642	Sales prices are based on the mutual agreement	-
6	Studio A Inc.	Ashop Co., Ltd.	3	Other receivables	163,925	The collections depend on the financial situation after offsetting the receivables against the payables	-
7	Kunshan Fugang Electric Trading Co., Ltd.	Shanghai Fugang Electric Trading Co., Ltd.	3	Sales	287,179	Sales prices are based on the mutual agreement	-
7	Kunshan Fugang Electric Trading Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	3	Other payables	105,233	The collections depend on the financial situation after offsetting the receivables against the payables	-
8	Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	179,120	Based on the company's policy	-
9	Glory Science Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	3	Other receivables	265,045	Based on the company's policy	-
9	Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Accounts receivable	385,421	Based on the company's policy	-
9	Glory Science Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	152,464	Based on the company's policy	-
10	Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	174,579	Based on the company's policy	-
11	Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Processing income	750,863	The flexible collection based on the financial situation	1
11	Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	545,537	The flexible collection based on the financial situation	1
12	Dong Guan Fu Zhang Precision Industry Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	100,984	The flexible collection based on the financial situation	-
12	Dong Guan Fu Zhang Precision Industry Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Processing income	152,163	The flexible collection based on the financial situation	1

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
13	Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Sales	\$ 1,106,678	The flexible collection based on the financial situation	1
13	Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	216,184	The flexible collection based on the financial situation	-
14	Power Quotient Technology (Yancheng) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	3	Other receivables	344,806	Based on the company's policy	-
14	Power Quotient Technology (Yancheng) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	223,900	Based on the company's policy	-
15	Shinfox Energy Co., Ltd.	Cheng Uei Precision Industry Co., Ltd.	2	Contract liabilities	306,000	Based on the company's policy	-
16	Foxwell Energy Corporation Ltd	SHINFOX FAR EAST COMPANY PTE. LTD.	3	Construction Cost	1,752,696	Purchase prices are approximate to normal clients	2
16	Foxwell Energy Corporation Ltd	SHINFOX FAR EAST COMPANY PTE. LTD.	3	Other receivables	266,686	Transaction terms are based on the mutual agreement	-
16	Foxwell Energy Corporation Ltd	SHINFOX FAR EAST COMPANY PTE. LTD.	3	Prepayments for construction	4,790,652	Transaction terms are based on the mutual agreement	-

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

(1)Parent company is '0'.

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

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

(1)Parent company to subsidiary.

(2)Subsidiary to parent company.

(3)Subsidiary to subsidiary.

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

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

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Information on investees
Year ended December 31, 2024

Table 10

Expressed in thousands of NTD
(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2024			Net Income (loss) of the investee for the year ended December 31, 2024	Investment income (loss) recognised by the Company for the year ended December 31, 2024	Footnote
				Balance as at December 31, 2024	Balance as at December 31, 2023	Number of shares (in thousand shares)	Ownership (%)	Book value			
The Company	Cu International Ltd.	British Virgin IS.	Manufacture of electronic telecommunication components and reinvestment business	\$ 16,181,037	\$ 16,181,037	493,550	100	\$ 28,251,247	\$ 1,599,235	\$ 1,328,607	
The Company	Culink International Ltd.	British Virgin IS.	Reinvestment business	1,099,215	1,099,215	33,528	100	2,144,252	308,013	308,013	
The Company	Foxlink International Investment Ltd.	Taiwan	General investments holdings	4,160,000	3,950,000	489,750	100	6,015,334	991,697	991,697	
The Company	Fu Uei International Investment Ltd.	Taiwan	General investments holdings	4,250,000	4,250,000	425,000	100	2,742,260	(117,656)	(116,999)	
The Company	Well Shin Technology Co., Ltd.	Taiwan	Manufacture and sales of electronic telecommunication components	270,065	270,065	22,282	18.84	1,375,788	723,444	136,313	
The Company	Darts Technologies Corporation	Taiwan	Manufacture of electronic telecommunication and wireless components	762,566	762,566	65,216	97	1,634,943	349,940	339,441	
The Company	Du Precision Industry Co., Ltd.	Taiwan	Sales of raw materials and products of various connectors	600,000	600,000	60,000	100	178,290	91,516	91,516	
The Company	Foxlink Technology Limited.	Hong Kong	Reinvestment business	366,047	366,047	86,700	100	911,318	(14,865)	(14,865)	
The Company	Suntain Co., Ltd.	Taiwan	Electroplating processing services	190,810	190,810	23,529	100	268,239	18,703	18,703	
The Company	Foxlink Arizona Inc.	USA	Energy service management	779,299	507,184	23,770	100	41,342	(255,622)	(255,622)	
The Company	Sinobest Brothers Limited	Hong Kong	Reinvestment business	678,781	678,781	20,704	85.19	305,660	(43,895)	(38,450)	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2024			Net Income (loss) of the investee for the year ended December 31, 2024	Investment income (loss) recognised by the Company for the year ended December 31, 2024	Footnote
				Balance as at December 31, 2024	Balance as at December 31, 2023	Number of shares (in thousand shares)	Ownership (%)	Book value			
The Company	Ubilink AI Co., Ltd.	Taiwan	Computer software services	\$ 41,000	\$ -	4,100	41	\$ 37,125	(\$ 9,449)	(\$ 3,874)	
Foxlink Technology Limited.	Sinobest Brothers Limited	Hong Kong	Reinvestment business	81,954	65,445	2,000	14.81	29,626	(43,895)	(5,445)	
Sinobest Brothers Limited	Foxlink Myanmar Company Limited	Myanmar	Manufacture and sales of electronic telecommunication components	744,351	744,351	22,704	100	396,959	(43,202)	(43,202)	
Du Precision Industry Co., Ltd.	Celink International Ltd.	British Virgin IS.	Sales of raw materials and products of various connectors	542,133	542,133	16,536	100	-	-	-	
Darts Technologies Corporation	Benefit Right Ltd.	British Virgin IS.	General investments holdings	322,801	322,801	9,846	100	1,705,831	370,909	370,909	
Benefit Right Ltd.	Power Channel Limited	Hong Kong	General investments holdings	252,772	252,772	6	64.25	1,634,608	571,371	367,245	
Foxlink Arizona Inc.	Grid Response LLC.	USA	Energy service management	12,852	12,852	392	50	-	-	-	
Cu International Ltd.	New Start Industries Ltd.	British Virgin IS.	Reinvestment business	281,951	281,951	8,600	100	2,490,374	(31,132)	(31,132)	
Cu International Ltd.	Foxlink Technical India Private Ltd.	India	Manufacture and sales of electronic telecommunication components	105,830	105,830	209,400	34.45	64,934	728	251	
Cu International Ltd.	Solteras Limited	British Virgin IS.	Reinvestment business	65,570	65,570	1,960	100	-	-	-	
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Foxlink Automotive Technology Co., Ltd.	Taiwan	Manufacture and sales of electronic telecommunication components	42,293	42,293	5,000	100	47,969	353	353	
Culink International Ltd.	Pacific Wealth Limited	Cayman Islands	General investments holdings	32,785	32,785	1,000	100	(133,762)	(8,817)	(8,817)	
Culink International Ltd.	Foxlink Technical India Private Ltd.	India	Manufacture and sales of electronic telecommunication components	220,765	220,765	21,546	65.55	117,432	728	477	
Culink International Ltd.	Foxlink Powerbank International Technology Private Ltd.	India	Manufacture and sales of electronic telecommunication components	613	613	160	0.73	612	(30)	-	
Culink International Ltd.	Glorytek Science India Private Limited	India	Trading and manufacture	613	613	160	0.73	612	(50)	-	
Pacific Wealth Limited	FOXLINK INTERNATIONAL INC.	USA	Sales of electronic telecommunication components	16,393	16,393	500	100	(133,762)	(8,817)	(8,817)	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2024			Net Income (loss) of the investee for the year ended December 31, 2024	Investment income (loss) recognised by the Company for the year ended December 31, 2024	Footnote
				Balance as at December 31, 2024	Balance as at December 31, 2023	Number of shares (in thousand shares)	Ownership (%)	Book value			
Foxlink Technical India Private Ltd.	Tegna Electronics Private Limited	India	Trading and manufacture	\$ 11,493	\$ 11,493	3,001	10	\$ 13,409	\$ 4,124	\$ 412	
Foxlink International Investment Ltd.	FIT Holding Co., Ltd.	Taiwan	General investments holdings	1,241,017	1,270,169	58,303	23.67	2,056,093	1,124,070	252,479	
Foxlink International Investment Ltd.	Xunqiang Communication Technology CO., LTD.	Taiwan	Manufacture and sales of telecommunication equipment and apparatus	80,000	80,000	6,857	21.43	(24,784)	(9,108)	(1,894)	
Foxlink International Investment Ltd.	World Circuit Technology Co., Ltd.	Taiwan	Manufacture and sales of electronic telecommunication components and flexible printed circuit	469,500	469,500	15,650	69.56	193,959	8,018	5,577	
Foxlink International Investment Ltd.	Central Motion Picture Corporation	Taiwan	Motion picture production	888,000	888,000	15,000	13.60	1,711,932	113,350	27,128	
Foxlink International Investment Ltd.	Foxlink India Electric Private Limited	India	Manufacture and sales of electronic telecommunication components	160,662	160,662	41,646	13.53	(70,575)	(281,257)	(38,060)	
Foxlink International Investment Ltd.	CYNC Design Co., Ltd.	Taiwan	Sales of electronic telecommunication components	10,000	10,000	1,000	15.38	10,449	2,895	445	
Foxlink International Investment Ltd.	Foxlink (Vietnam) Co., Ltd.	Vietnam	Sales of electronic telecommunication components	185,058	185,058	6,452	100	1,348,157	820,252	820,252	
Foxlink International Investment Ltd.	Foxlink Da Nang Electronics Co., Ltd.	Vietnam	Sales of electronic telecommunication components	1,450,821	905,730	45,000	100	1,378,228	(57,951)	(57,951)	
Foxlink Image Technology Co., Ltd.	Central Motion Picture Corporation	Taiwan	Motion picture production	257,656	257,656	4,294	3.89	236,525	113,350	7,759	
World Circuit Technology Co., Ltd.	Value Success Ltd.	British Virgin IS.	Holding company and reinvestment business	209,824	209,824	5,000	100	26,754	(672)	(672)	
Value Success Ltd.	Capital Guardian Limited	Hong Kong	Sales of electronic telecommunication components	209,824	209,824	3,005	100	26,681	-	-	
Capital Guardian Limited	World Circuit Technology (Hong Kong) Limited	Hong Kong	Sales of electronic telecommunication components	36,791	36,791	-	100	31,314	-	-	
Fu Uei International Investment Ltd.	FIT Holding Co., Ltd.	Taiwan	General investments holdings	426,860	434,205	14,690	5.97	473,441	1,124,070	71,096	
Fu Uei International Investment Ltd.	Studio A Inc.	Taiwan	Sales of electronic telecommunication components	96,200	96,200	13,196	51	359,445	66,469	33,899	
Fu Uei International Investment Ltd.	VA Product Inc.	Taiwan	Sales of electronic telecommunication components	16,642	16,642	2,400	100	31,419	1,772	1,772	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2024			Net Income (loss) of the investee for the year ended December 31, 2024	Investment income (loss) recognised by the Company for the year ended December 31, 2024	Footnote
				Balance as at December 31, 2024	Balance as at December 31, 2023	Number of shares (in thousand shares)	Ownership (%)	Book value			
Fu Uei International Investment Ltd.	Zhi De Investment Co., Ltd.	Taiwan	General investments holdings	\$ 2,184,388	\$ 2,184,388	170,918	100	\$ 693,036	(\$ 5,742)	(\$ 5,742)	
Fu Uei International Investment Ltd.	CMPC Cultural & Creative Co., Ltd.	Taiwan	Venture capital industry	150,000	150,000	15,000	42.86	142,901	11,779	5,048	
Fu Uei International Investment Ltd.	Shinfox Energy Co., Ltd.	Taiwan	Mechanical installation and piping engineering	694,170	694,170	18,673	8.31	1,050,874	793,414	65,790	
Fu Uei International Investment Ltd.	Foxlink India Electric Private Limited	India	Manufacture and sales of electronic telecommunication components	1,010,999	1,010,999	266,109	86.47	(450,964)	(281,257)	(243,197)	
Zhi De Investment Co., Ltd.	FIT Holding Co., Ltd.	Taiwan	General investments holdings	1,486,096	1,496,625	21,056	8.55	446,823	1,124,070	(5,944)	
Studio A Inc.	Straight A Inc.	Taiwan	Sales of electronic telecommunication components	101,232	151,848	6,660	100	200,522	46,154	46,154	
Studio A Inc.	Studio A Technology Limited	Hong Kong	Sales of electronic telecommunication components	107,661	107,661	2,550	51	216,965	(34,255)	(17,470)	
Studio A Inc.	Jing Jing Technology Co., Ltd.	Taiwan	Sales of electronic telecommunication components	3,700	3,700	370	100	8,052	56	56	
Studio A Technology Limited	Ashop Co., Ltd.	South Korea	Sales of electronic telecommunication components	4,918	4,918	10	100	45,346	(24,109)	(24,109)	
Studio A Technology Limited	Straight A (Hong Kong) Inc.	Hong Kong	Sales of electronic telecommunication components	8,444	-	200	100	8,059	(376)	(376)	
FIT Holding Co., Ltd.	Glory Science Co., Ltd.	Taiwan	Manufacture and sales of optical instruments	2,814,868	2,814,868	60,000	100	236,545	(187,289)	(187,289)	
FIT Holding Co., Ltd.	Foxlink Image Technology Co., Ltd.	Taiwan	Manufacture and sales of image scanners and multifunction printers	3,011,140	3,011,140	164,994	100	6,289,136	1,118,028	1,111,814	
FIT Holding Co., Ltd.	Power Quotient International Co., Ltd.	Taiwan	Manufacture and sales of electronic telecommunication components	3,372,180	3,372,180	444,691	100	5,836,293	16,658	252,590	
FIT Holding Co., Ltd.	Shin Fong Power Co., Ltd.	Taiwan	Energy service management	300,000	300,000	37,500	16.30	389,628	9,373	1,528	
FIT Holding Co., Ltd.	Synergy Co., Ltd.	Taiwan	Optoelectronics industry, Renewable energy and Energy technical services	36,760	36,760	3,676	8.88	36,019	386	142	
Foxlink Image Technology Co., Ltd.	Accu-Image Technology Limited	British Virgin IS.	Manufacture and sales of image scanners and multifunction printers	1,415,554	1,415,554	20,241	100	2,967,621	605,543	605,543	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2024			Net Income (loss) of the investee for the year ended December 31, 2024	Investment income (loss) recognised by the Company for the year ended December 31, 2024	Footnote
				Balance as at December 31, 2024	Balance as at December 31, 2023	Number of shares (in thousand shares)	Ownership (%)	Book value			
Foxlink Image Technology Co., Ltd.	Shin Fong Power Co., Ltd.	Taiwan	Energy service management	\$ 957,600	\$ 957,600	79,800	34.70	\$ 960,609	\$ 9,373	\$ 3,252	
Accu-Image Technology Limited	Power Channel Limited	Hong Kong	General investments holdings	140,648	140,648	4	35.75	994,168	571,371	204,265	
Glory Science Co., Ltd.	Glorytek (BVI) Co., Ltd.	British Virgin IS.	General investments holdings	1,557,282	1,557,282	47,500	100	(29,340)	(167,383)	(167,383)	
Glorytek (BVI) Co., Ltd.	Glorytek (Samoa) Co., Ltd.	Samoa	General investments holdings	1,044,223	1,044,223	31,851	100	425,008	(63,054)	(63,054)	
Glorytek (BVI) Co., Ltd.	Glorytek Optics (BVI) Co., Ltd.	British Virgin IS.	Sales agent	524,560	524,560	16,000	100	(521,513)	(104,287)	(104,287)	
Glorytek (BVI) Co., Ltd.	Glorytek Science India Private Limited	India	Trading and manufacture	110,350	110,350	21,773	99.27	83,054	(50)	(50)	
Glorytek Science India Private Limited	Tegna Electronics Private Limited	India	Trading and manufacture	11,491	11,491	3,001	10	13,412	4,124	412	
Power Quotient International Co., Ltd.	Power Quotient International (H.K.) Co., Ltd.	Hong Kong	Sales of electronic telecommunication components	447,954	447,954	106,100	100	741,589	13,473	13,473	
Power Quotient International Co., Ltd.	PQI Japan Co., Ltd.	Japan	Sales of electronic telecommunication components	2,099	2,099	24	100	2,252	-	-	
Power Quotient International Co., Ltd.	Syscom Development Co., Ltd.	British Virgin IS.	Specialized investments holding	356,143	356,143	10,863	100	86,025	9	9	
Power Quotient International Co., Ltd.	Apix Limited	British Virgin IS.	Specialized investments holding	3,392,238	3,392,238	13	100	894,192	(335,714)	(335,714)	
Power Quotient International Co., Ltd.	Power Sufficient International Co., Ltd.	Taiwan	Sales of medical instruments	-	10,000	-	-	-	53	-	Note 1
Power Quotient International Co., Ltd.	Shinfox Energy Co., Ltd.	Taiwan	Energy service management	3,646,600	3,646,600	102,951	45.82	5,799,327	793,414	363,542	
Shinfox Energy Co., Ltd.	Foxwell Energy Corporation Ltd.	Taiwan	Energy service management	8,233,000	8,233,000	935,500	100	10,666,465	1,209,295	1,211,292	
Shinfox Energy Co., Ltd.	Shinfox Natural Gas Co., Ltd.	Taiwan	Energy service management	360,000	360,000	36,000	80	276,663	3,153	2,523	
Shinfox Energy Co., Ltd.	Foxwell Power Co., Ltd.	Taiwan	Energy service management	656,590	656,590	46,539	77.57	796,922	84,930	65,863	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2024			Net Income (loss) of the investee for the year ended December 31, 2024	Investment income (loss) recognised by the Company for the year ended December 31, 2024	Footnote
				Balance as at December 31, 2024	Balance as at December 31, 2023	Number of shares (in thousand shares)	Ownership (%)	Book value			
Shinfox Energy Co., Ltd.	Jiuwei Power Co., Ltd.	Taiwan	Natural gas power generation business	\$ 1,100,000	\$ 1,100,000	110,000	100	\$ 1,080,235	(\$ 5,940)	(\$ 5,940)	
Shinfox Energy Co., Ltd.	Yuanshan Forest Natural Resources Co., Ltd.	Taiwan	Afforestation	100,000	100,000	10,000	100	85,054	(14,628)	(14,628)	
Shinfox Energy Co., Ltd.	Elegant Energy Tech Co., Ltd.	Taiwan	Energy technical services	200,000	200,000	500	100	53,908	(1,964)	(92,964)	
Shinfox Energy Co., Ltd.	Changpin Wind Power Ltd.	Taiwan	Electric Power Generation	270,000	120,000	27,000	50	222,818	(1,437)	(33,162)	
Shinfox Energy Co., Ltd.	Guanwei Power Co., Ltd.	Taiwan	Electric Power Generation	35,700	35,700	3,570	51	35,228	(773)	(394)	
Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd	Singapore	Marine engineering business	1,757,276	1,757,276	53,600	67	1,448,392	(1,787,156)	(216,864)	
Shinfox Energy Co., Ltd.	Jun Wei Technology Co.,Ltd	Taiwan	Electric Power Generation	22,000	12,000	2,200	100	18,369	(3,586)	(3,586)	
Shinfox Energy Co., Ltd.	Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Taiwan	Energy technical services	218,020	218,020	19,820	56.63	153,087	(104,026)	(58,909)	
Shinfox Energy Co., Ltd.	Ubilink AI Co., Ltd.	Taiwan	Computer software services	10,000	-	1,000	10	9,055	(9,449)	(945)	
Shinfox Energy Co., Ltd.	Youde Wind Power Co., Ltd.,	Taiwan	Electric Power Generation	491,000	-	49,100	70.04	490,837	(232)	(162)	
Shinfox Energy Co., Ltd.	FOX NAM ENERGY CO., LTD.	Vietnam	Electric Power Generation	114,748	-	-	100	114,738	196	196	
Shinfox Energy Co., Ltd.	DAKPSI INVESTMENT AND DEVELOPMENT HYDROELECTRIC JOINT STOCK COMPANY	Vietnam	Electric Power Generation	658,336	-	14,645	35	662,914	29,722	10,403	
Foxwell Energy Corporation Ltd.	Xinwei Power Co., Ltd.	Taiwan	Electric Power Generation	37,300	37,300	3,730	100	36,981	3,012	4,983	
Foxwell Energy Corporation Ltd.	Youde Wind Power Co., Ltd.,	Taiwan	Electric Power Generation	210,000	-	21,000	29.96	209,930	(232)	(69)	
Foxwell Power Co., Ltd.	Foxwell Certification Co., Ltd.	Taiwan	Energy technical services	28,650	10,000	2,865	95.50	14,195	(11,361)	(10,984)	

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at December 31, 2024			Net Income (loss) of the investee for the year ended December 31, 2024	Investment income (loss) recognised by the Company for the year ended December 31, 2024	Footnote
				Balance as at December 31, 2024	Balance as at December 31, 2023	Number of shares (in thousand shares)	Ownership (%)	Book value			
Foxwell Power Co., Ltd.	Cheng Shin Digital Co., Ltd.	Taiwan	Energy technical services	\$ 48,436	\$ 490	4,844	49	\$ 33,959	\$ 1,485	(\$ 15,669)	
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Eastern Rainbow Environmental Resource Co., Ltd.	Taiwan	Energy technical services	2,500	2,500	250	100.00	811	103	103	
Shinfox Far East Company Pte Ltd	SFE HERCULES COMPANY CORPORATION	Panama	Marine engineering business	5,509,195	-	-	100.00	5,963,815	445,288	445,288	
Shinfox Far East Company Pte Ltd	Shinfox Far East (Taiwan) Company Pty Ltd.	Taiwan	Marine engineering business	30,000	-	3,000	100.00	30,012	(550)	(550)	
Shinfox Far East Company Pte Ltd	SFE DEVELOPER COMPANY CORPORATION	Panama	Marine engineering business	3	-	-	100.00	3	-	-	
Syscom Development Co., Ltd.	Foxlink Powerbank International Technology Private Limited	India	Sales of electronic telecommunication components	110,255	110,255	21,790	99.27	83,144	(30)	(30)	
Apix Limited	Sinocity Industries Limited	Hong Kong	Sales of electronic products	2,849,850	2,849,850	6,000	100	644,222	(3,582)	(3,582)	
Apix Limited	Perennial Ace Limited	British Virgin IS.	Specialized investments holding	698,321	698,321	Unissued shares	100	249,813	(8,392)	(8,392)	
Sinocity Industries Limited	DG Lifestyle Store Limited	Macao	Sales of electronic products	410	410	100	100	(24,553)	(11,379)	(11,380)	
Perennial Ace Limited	STUDIO A TECHNOLOGY LIMITED	Hong Kong	Sales of electronic products	4,998	4,998	1,225	24.50	103,990	(34,255)	(8,392)	
Foxlink Powerbank International Technology Private Limited	Tegna Electronics Private Limited	India	Trading and manufacture	11,490	11,490	3,001	10	13,412	4,124	412	

Note 1: The liquidation of Power Sufficient International Co., Ltd. was completed in the third quarter of 2024.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Information on investments in Mainland China
Year ended December 31, 2024

Table 11

Expressed in thousands of NTD
(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the year ended December 31, 2024		Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2024	Net income (loss) of investee as of December 31, 2024	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the year ended December 31, 2024 (Note 2)	Book value of investments in Mainland China as of December 31, 2024	Accumulated amount of investment income remitted back to Taiwan as of December 31, 2024	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Fugang Electronic (Dongguan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	\$ 1,921,949	Investment through an existing company in the third area	\$ 1,921,949	\$ -	\$ -	\$ 1,921,949	\$ 1,015,879	100	\$ 1,015,878	\$ 8,907,811	\$ -	
Culink Tianjin Co., Ltd.	Manufacture and sales of electronic telecommunication components	131,140	Investment through an existing company in the third area	32,785	-	-	32,785	2,926	100	2,926	176,960	-	
Fugang Electric (Kunshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	3,983,378	Investment through an existing company in the third area	3,983,378	-	-	3,983,378	93,577	100	93,577	2,793,522	-	
Dong Guan Fu Shi Chang Co., Ltd.	Manufacture and sales of electronic telecommunication components	3,952	Investment through an existing company in the third area	3,952	-	-	3,952	-	100	-	2,511	-	
Dongguan Fuqiang Electronics Co., Ltd.	Manufacture and sales of electronic telecommunication components	4,878,736	Investment through an existing company in the third area and the investee company in Mainland China	3,785,127	-	-	3,785,127	(124,327)	100	(124,327)	10,957,175	-	
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	206,620	Investment through an existing company in the third area and the investee company in Mainland China	98,355	-	-	98,355	7,768	100	7,768	300,497	-	
Foxlink Energy (Tianjin) Ltd.	Manufacture and sales of electronic telecommunication components	131,140	Investment through an existing company in the third area	131,140	-	-	131,140	1,365	100	1,365	133,543	-	
Fushineng Electronics (Kunshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	393,420	Investment through an existing company in the third area	393,420	-	-	393,420	212,051	100	205,260	1,823,522	-	
Fu Shi Xiang Research & Development Center (Kunshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	147,533	Investment through an existing company in the third area	147,533	-	-	147,533	(2,917)	100	(2,917)	64,964	-	

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the year ended December 31, 2024		Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2024	Net income (loss) of investee as of December 31, 2024	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the year ended December 31, 2024 (Note 2)	Book value of investments in Mainland China as of December 31, 2024	Accumulated amount of investment income remitted back to Taiwan as of December 31, 2024	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Fu Gang Electronic (Nan Chang) Co., Ltd.	Manufacture and sales of electronic telecommunication components	\$ 1,639,250	Investment through an existing company in the third area and the investee company in Mainland China	\$ 1,639,250	\$ -	\$ -	\$ 1,639,250	\$ 83,656	100	\$ 83,656	\$ 1,351,914	\$ -	
Fugang Electric (Yancheng) Co., Ltd.	Manufacture and sales of electronic telecommunication components	98,355	Investment through an existing company in the third area	78,684	-	-	78,684	54	80	44	-	-	
Fuqiang Electric (Yancheng) Co., Ltd.	Manufacture and sales of electronic telecommunication components	327,850	Investment through an existing company in the third area	327,850	-	-	327,850	(17,283)	100	(17,283)	(75,704)	-	
Foxlink Tianjin Co., Ltd.	Manufacture and sales of electronic telecommunication components	590,130	Investment through an existing company in the third area	170,482	-	-	170,482	(165,839)	100	(165,824)	879,406	-	
Kunshan Fugang Investment Co., Ltd.	Reinvestment business	983,550	Investment through the investee company in Mainland China	983,550	-	-	983,550	(17,502)	100	(17,502)	1,797,500	-	
Fugang Electric (Maanshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	997,684	Investment through an existing company in the third area	327,850	-	-	327,850	21,466	100	21,466	(1,201,932)	-	
Kunshan Fugang Electric Trading Co., Ltd.	Sales of electronic telecommunication components	174,844	Investment through the investee company in Mainland China	174,844	-	-	174,844	(16,861)	51	(5,404)	6,683	-	
Kunshan Fu Shi You Trading Co., Ltd.	Sales of electronic telecommunication components	8,956	Investment through the investee company in Mainland China	-	-	-	-	(18)	51	(9)	12,800	-	
Shanghai Fugang Electric Trading Co., Ltd.	Sales of electronic telecommunication components	8,956	Investment through the investee company in Mainland China	-	-	-	-	(6,963)	51	(3,551)	(68,649)	-	
Shanghai Standard Information Technology Co., Ltd.	Sales of electronic telecommunication components	26,868	Investment through the investee company in Mainland China	-	-	-	-	(4,528)	51	(2,309)	(12,924)	-	
Sharetronic Data Technology Co., Ltd.	Manufacture and sales of electronic telecommunication components	1,074,675	Investment through an existing company in the third area and the investee company in Mainland China	252,772	-	-	252,772	3,381,649	17.21	584,870	2,531,726	-	

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the year ended December 31, 2024		Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2024	Net income (loss) of investee as of December 31, 2024	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the year ended December 31, 2024 (Note 2)	Book value of investments in Mainland China as of December 31, 2024	Accumulated amount of investment income remitted back to Taiwan as of December 31, 2024	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Fuqiang Electric (Maanshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	\$ 163,925	Investment through the investee company in Mainland China	\$ -	\$ -	\$ -	\$ -	(\$ 24)	100	(\$ 24)	\$ 143,178	\$ -	
Fugang Electric (Xuzhou) Co., Ltd.	Manufacture and sales of electronic telecommunication components	2,032,670	Investment through an existing company in the third area	2,032,670	-	-	2,032,670	670,114	100	670,114	4,378,013	-	
Dongguan Banrin Robot Technology Co., Ltd.	Manufacture and sales of automated equipment	134,340	Investment through the investee company in Mainland China	-	-	-	-	(15,781)	31.03	(4,897)	110,943	-	
Suzhou Keyu Rui Automobile Technology Co., Ltd.	Trading and manufacture	11,195	Investment through the investee company in Mainland China	-	-	-	-	(49)	55.56	(27)	24,236	-	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	General investments holding	447,800	Investment through an existing company in the third area	-	-	-	-	(23,849)	50	(11,924)	391,870	-	
Hangzhou Huanta Power Technology Development Services Co., Ltd.	Manufacture and sales of electronic telecommunication	132,240	Investment through the investee company in Mainland China	132,240	-	-	132,240	(9,898)	43.71	(4,326)	120,548	-	
Dong Guan HanYang Computer Co., Ltd.	Manufacture of image scanners and multifunction printers and investment of real estate	200,960	Investment through an existing company in the third area	200,960	-	-	200,960	37,860	100	37,860	375,599	-	
Dong Guan Fu Zhang Precision Industry Co., Ltd.	Mould development and moulding tool manufacture	265,960	Investment through an existing company in the third area	195,578	-	-	195,578	6,615	100	6,615	134,071	-	
Wei Hai Fu Kang Electric Co., Ltd.	Manufacture and sales of image scanners, multifunction and parts printers	655,700	Investment through an existing company in the third area	393,420	-	-	393,420	216,507	100	216,507	890,089	-	
Dongguan Fu Wei Electronics Co., Ltd.	Manufacture and sales of parts and moulds of photocopiers and scanners	196,710	Investment through an existing company in the third area	174,034	-	-	174,034	132,303	100	132,303	649,686	-	

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the year ended December 31, 2024		Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2024	Net income (loss) of investee as of December 31, 2024	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the year ended December 31, 2024 (Note 2)	Book value of investments in Mainland China as of December 31, 2024	Accumulated amount of investment income remitted back to Taiwan as of December 31,2024	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Glorytek (Suzhou) Co., Ltd.	Trading and manufacture	\$ 458,990	Investment through an existing company in the third area	\$ 447,523	\$ -	\$ -	\$ 447,523	(\$ 31,348)	100	(\$ 31,348)	\$ 263,291	\$ -	
Glorytek (Yancheng) Co., Ltd.	Trading and manufacture	295,065	Investment through an existing company in the third area	295,065	-	-	295,065	(125,266)	100	(125,266)	(807,864)	-	
Yancheng Yaowei Technology Co., Ltd.	Trading and manufacture	44,780	Investment through the investee company in Mainland China	-	-	-	-	269	100	269	86,800	-	
Glory Optics (Yancheng) Co., Ltd.	Trading and manufacture	1,183,155	Investment through an existing company in the third area and the investee company in Mainland China	583,573	-	-	583,573	(67,718)	100	(67,718)	345,399	-	
Power Quotient Technology (Yancheng) Co., Ltd.	Manufacture and sales of electronic telecommunication components	655,700	Investment through an existing company in the third area	Note 1	-	-	-	13,443	100	13,443	741,296	-	
PQI (Xuzhou) New Energy Co., Ltd.	Manufacture and sales of electronic telecommunication components	44,780	Investment through the investee company in Mainland China	Note 2	-	-	-	65	100	65	45,177	-	
Kunshan Jiuwei Info Tech Co., Ltd.	Supply chain finance energy service management	1,639	Direct investment	1,639	-	-	1,639	2,282	100	2,282	34,048	-	
KunShan Eastern Rainbow Environmental Equipment Co., Ltd.	Energy service management	22,390	Direct investment	22,390	-	-	22,390	(9,373)	100	(9,373)	22,988	-	
Chengdu Xinfuwei Energy Co., Ltd.	Electricity power supply	131,140	Direct investment	-	131,140	-	131,140	(503)	100	(503)	127,187	-	

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

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

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2024	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
Cheng Uei Precision Industry Co., Ltd.	\$ 16,617,831	\$ 17,814,252	The Company's investment in Mainland China is not subject to an upper limit as the Company obtained the certificate of scope of operations issued by Industrial Development Bureau, MOEA in accordance with the Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China amended on August 29, 2008.
Foxlink Image Technology Co., Ltd.	1,117,845	1,455,873	3,340,834
Glory Science Co., Ltd.	1,326,161	1,326,161	181,598
Power Quotient International Co., Ltd.	-	559,380	407,583
Shinfox Energy Co., Ltd.	132,779	132,779	7,592,398
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	22,390	22,390	152,114

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

Note 2: Investment income (loss) recognised by the Company for the year ended December 31, 2024 was audited by independent auditors.

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

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

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Major shareholders information
Year ended December 31, 2024

Table 12

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