

Stock code : 3021

**Weltend Technology Corporation
and Subsidiaries
Consolidated Financial Statements With
Independent Auditors' Review Report**

**For the Six Months Ended
June 30, 2023 and 2022**

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Table of Contents

Item	Page
I. Cover Page	1
II. Table of Contents	2
III. Independent Auditors' Review Report	3
IV. Consolidated Balance Sheet	4
V. Consolidated Statement of Comprehensive Income	5
VI. Consolidated Statement of Changes in Equity	6
VII. Consolidated Statement of Cash Flows	7
VIII. Notes to the Consolidated Financial Statements	8
(I) Company history	8
(II) Approval date and procedures of the consolidated financial statements	8
(III) New standards, amendments, and interpretations adopted	8~9
(IV) Summary of significant accounting policies	10~12
(V) Significant accounting assumptions and judgments, and major sources of estimation uncertainty	13
(VI) Explanation of significant accounts	13~34
(VII) Related-party transactions	35~36
(VIII) Pledged assets	37
(IX) Significant commitments and contingencies	37
(X) Losses due to major disasters	37
(XI) Significant subsequent events	37
(XII) Other	37~38
(XIII) Other disclosures	
1. Information on significant transactions	38~41
2. Information on investees	42
3. Information on investment in mainland China	42~44
4. Information on principal shareholders	44
(XIV) Segment information	45~46

Independent Auditors' Review Report

To the Board of Directors of Welltend Technology Corporation:

Introduction

We have reviewed the accompanying consolidated balance sheets of Welltend Technology Corporation and its Subsidiaries (Welltend Group) as of June 30, 2023 and 2022, and the related consolidated statements of comprehensive income for the three-month and six-month periods ended June 30, 2023 and 2022, as well as the consolidated statements of changes in equity and of cash flows for the six months ended June 30, 2023 and 2022, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As explained in Note 4(2), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to NT\$166,200 thousand and NT\$133,916 thousand, constituting 7% and 4% of the consolidated total assets, respectively, total liabilities amounting to NT\$94,766 thousand and NT\$71,300 thousand, constituting 7% and 4% of the consolidated total liabilities as of June 2023 and 2022, respectively; and total comprehensive income of NT\$11,638 thousand, NT\$7,978 thousand, NT\$19,393 thousand and NT\$15,049 thousand, constituting 49%, 31%, 32% and 11% of the consolidated total comprehensive income for the three-months and the six-months ended 30 June 2023 and 2022, respectively.

Qualified Conclusion

Based on our reviews, except for the effect of such adjustments, if any, as might have been determined to be necessary had the financial statements of certain joint ventures accounted for using equity method been reviewed by independent accountants, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as at June 30, 2023 and 2022, and of its consolidated financial performance for three-months and the six-months ended 30 June 2023 and 2022, as well as its consolidated cash flows for six-months ended 30 June 2023 and 2022, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" as endorsed and became effective by Financial Supervisory Commission of the Republic of China.

Independent Accountants

KPMG

Taipei, Taiwan (Republic of China)

August 8, 2023

Notes to Readers

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

The independent auditors' report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' report and consolidated financial statements, the Chinese version shall prevail.

Welltend Technology Corporation and Subsidiaries
Consolidated Balance Sheet
30 June 2023, 31 December 2022 and 30 June 2022

		112.6.30		111.12.31		111.6.30				112.6.30		111.12.31		111.6.30	
Assets		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
Current assets:															
1100	Cash and cash equivalents (Note VI (I))	\$ 696,913	24	530,360	17	503,530	17								
1170	Net notes and accounts receivable (Notes VI (II) and VI (XIV))	873,785	30	997,775	33	920,177	30	2100	Short-term borrowings (Notes VI (VII) ,VII and VIII)	\$ 671,000	23	691,000	23	774,859	26
1300	Net inventories (Note VI (III))	650,701	22	779,205	25	831,984	27	2130	Current contract liabilities (Note VI (XIV))	55,569	2	55,892	2	35,699	1
1470	Other current assets (Note VI (IV))	69,141	3	132,237	4	124,480	4	2170	Notes and accounts payable	337,334	11	443,594	14	469,034	16
1476	Other financial assets - current (Note VIII)	39,360	1	36,547	1	37,906	1	2200	Other payables (Notes VI (VIII) and VII)	133,056	5	185,172	6	136,726	4
		<u>2,329,900</u>	<u>80</u>	<u>2,476,124</u>	<u>80</u>	<u>2,418,077</u>	<u>79</u>	2216	Dividends payable (Notes VI (XII))	67,123	2	-	-	27,900	1
Non-current assets:															
1600	Property, plant, and equipment (Notes VI (V) and VIII)	420,841	14	426,974	14	413,732	14	2230	Current Tax Liabilities	35,408	1	64,069	2	50,011	2
1755	Right-of-use assets (Notes VI (VI))	59,544	2	72,958	2	88,737	3	2280	Current lease liabilities (Notes VI (VIII) and VII)	29,751	1	31,592	1	31,480	1
1780	Intangible assets	44,327	2	44,414	2	44,677	2	2300	Short-term borrowings (Notes VI (VII) ,VII and VIII)	<u>20,600</u>	<u>1</u>	<u>30,471</u>	<u>1</u>	<u>28,726</u>	<u>1</u>
1840	Deferred tax assets	3,307	-	3,440	-	2,748	-			<u>1,349,841</u>	<u>46</u>	<u>1,501,790</u>	<u>49</u>	<u>1,554,435</u>	<u>52</u>
1900	Other non-current assets (Note VIII)	<u>57,667</u>	<u>2</u>	<u>56,164</u>	<u>2</u>	<u>61,138</u>	<u>2</u>	Non-current liabilities :							
		<u>585,686</u>	<u>20</u>	<u>603,950</u>	<u>20</u>	<u>611,032</u>	<u>20</u>	2570	Deferred tax liabilities	54,098	2	49,319	2	43,361	1
								2580	Non-current lease liabilities (Notes VI (VIII) and VII)	31,136	1	42,709	1	58,297	2
								2600	Other non-current liabilities	<u>301</u>	<u>-</u>	<u>434</u>	<u>-</u>	<u>302</u>	<u>-</u>
										<u>85,535</u>	<u>3</u>	<u>92,462</u>	<u>3</u>	<u>101,960</u>	<u>3</u>
										<u>1,435,376</u>	<u>49</u>	<u>1,594,252</u>	<u>52</u>	<u>1,656,395</u>	<u>55</u>
										Total liabilities					
										Equity attributable to owners of parent (Note VI (XI)):					
								3100	Capital stock	958,900	33	958,900	31	930,000	31
								3150	Common Stock Dividend Distributable	-	-	-	-	27,900	1
								3200	Additional paid-in capital	7,525	-	7,525	-	6,250	-
								3300	Retained earnings	652,653	23	639,311	21	547,401	18
								3400	Other equity	<u>(139,016)</u>	<u>(5)</u>	<u>(120,028)</u>	<u>(4)</u>	<u>(138,951)</u>	<u>(5)</u>
										<u>1,480,062</u>	<u>51</u>	<u>1,485,708</u>	<u>48</u>	<u>1,372,600</u>	<u>45</u>
								36XX	Non-controlling interests	148	-	114	-	114	-
										<u>1,480,210</u>	<u>51</u>	<u>1,485,822</u>	<u>48</u>	<u>1,372,714</u>	<u>45</u>
										Total equity					
										<u>\$ 2,915,586</u>	<u>100</u>	<u>3,080,074</u>	<u>100</u>	<u>3,029,109</u>	<u>100</u>
										Total liabilities and equity					

(Please refer to the attached notes to the parent company only financial statements)

Chairman: Yun-Teng Chang

Manager: Hsiang-Yu Wang

Accounting Supervisor: Wen-Pin Chen

Welltend Technology Corporation and Subsidiaries
Consolidated Statement of Comprehensive Income
For the three-months and the six-months ended 30 June 2023 and 2022

Unit: NT\$ thousand

	For the three-month periods ended 30 June				For the six-month periods ended 30 June				
	2023		2022		2023		2022		
	Amount	%	Amount	%	Amount	%	Amount	%	
Operating revenue (Note XIV):									
4110	Net sales revenue	\$ 635,199	92	819,046	92	1,327,204	92	1,765,449	93
4800	Other operating revenue	55,395	8	71,295	8	109,376	8	131,686	7
		<u>690,594</u>	<u>100</u>	<u>890,341</u>	<u>100</u>	<u>1,436,580</u>	<u>100</u>	<u>1,897,135</u>	<u>100</u>
Operating costs (Notes VI (III), VI (IX), VI (X), VII, and XII):									
5110	Cost of goods sold	537,046	78	696,794	78	1,133,220	79	1,501,062	79
5800	Other operating costs	19,428	3	17,059	2	37,597	3	28,669	2
		<u>556,474</u>	<u>81</u>	<u>713,853</u>	<u>80</u>	<u>1,170,817</u>	<u>82</u>	<u>1,529,731</u>	<u>81</u>
5910	Operating margin	<u>134,120</u>	<u>19</u>	<u>176,488</u>	<u>20</u>	<u>265,763</u>	<u>18</u>	<u>367,404</u>	<u>19</u>
Operating expenses (Notes VI (IX), VI (X), VI (XV), VII, and XII):									
6100	Marketing expenses	46,727	7	63,329	7	96,136	7	125,057	7
6200	Management expenses	45,941	7	52,629	6	92,678	6	101,614	5
6450	Expected credit loss (Note VI (II))	(152)	-	243	-	610	-	302	-
		<u>92,516</u>	<u>14</u>	<u>116,201</u>	<u>13</u>	<u>189,424</u>	<u>13</u>	<u>226,973</u>	<u>12</u>
6900	Operating profit	<u>41,604</u>	<u>5</u>	<u>60,287</u>	<u>7</u>	<u>76,339</u>	<u>5</u>	<u>140,431</u>	<u>7</u>
Non-operating income and expenses:									
7010	Other revenue	4,868	1	1,583	-	11,621	1	8,784	-
7100	Interest income	1,812	-	258	-	2,786	-	399	-
7230	Net foreign currency exchange gain (Note VI (XVI))	22,435	3	13,957	2	11,902	1	14,121	1
7510	Interest expense (Notes VI (IX) and VII)	(3,303)	-	(2,773)	-	(6,651)	(1)	(5,011)	-
7590	Sundry expenses	(862)	-	(5,850)	(1)	(1,306)	-	(6,182)	-
		<u>24,950</u>	<u>4</u>	<u>7,175</u>	<u>1</u>	<u>18,352</u>	<u>1</u>	<u>12,111</u>	<u>1</u>
7900	Net profit before tax	<u>66,554</u>	<u>9</u>	<u>67,462</u>	<u>8</u>	<u>94,691</u>	<u>6</u>	<u>152,542</u>	<u>8</u>
7950	Less: Income tax expense (Note VI (XI))	<u>15,437</u>	<u>2</u>	<u>27,517</u>	<u>3</u>	<u>14,192</u>	<u>1</u>	<u>60,262</u>	<u>3</u>
	Net profit for the period	<u>51,117</u>	<u>7</u>	<u>39,945</u>	<u>5</u>	<u>80,499</u>	<u>5</u>	<u>92,280</u>	<u>5</u>
8300	Other comprehensive income:								
8360	Components of other comprehensive income subsequently reclassified to profit or loss								
8361	Exchange differences on translation of foreign financial statements	(27,242)	(4)	(14,478)	(2)	(18,988)	(1)	39,145	2
8300	Other comprehensive income for the period	<u>(27,242)</u>	<u>(4)</u>	<u>(14,478)</u>	<u>(2)</u>	<u>(18,988)</u>	<u>(1)</u>	<u>39,145</u>	<u>2</u>
	Total comprehensive income for the period	<u>\$ 23,875</u>	<u>3</u>	<u>25,467</u>	<u>3</u>	<u>61,511</u>	<u>4</u>	<u>131,425</u>	<u>7</u>
Net profit for the period attributable to:									
8610	Owners of parent	\$ 51,090	7	39,944	5	80,465	5	92,278	5
8620	Non-controlling interests	27	-	1	-	34	-	2	-
		<u>\$ 51,117</u>	<u>7</u>	<u>39,945</u>	<u>5</u>	<u>80,499</u>	<u>5</u>	<u>92,280</u>	<u>5</u>
Comprehensive income attributable to:									
8710	Owners of parent	\$ 23,848	3	25,466	3	61,477	4	131,423	7
8720	Non-controlling interests	27	-	1	-	34	-	2	-
		<u>\$ 23,875</u>	<u>3</u>	<u>25,467</u>	<u>3</u>	<u>61,511</u>	<u>4</u>	<u>131,425</u>	<u>7</u>
Earnings per share (Note VI (XIII))									
9750	Basic earnings per share (Unit: NT\$)	<u>\$ 0.53</u>		<u>0.42</u>		<u>0.84</u>		<u>0.96</u>	
9850	Diluted earnings per share (Unit: NT\$)	<u>\$ 0.53</u>		<u>0.42</u>		<u>0.84</u>		<u>0.96</u>	

(Please refer to the attached notes to the parent company only financial statements)

Chairman: Yun-Teng Chang

Manager: Hsiang-Yu Wang

Accounting Supervisor: Wen-Pin Chen

Welltend Technology Corporation and Subsidiaries
Consolidated Statement of Changes in Equity
For the six-month periods ended 30 June, 2023 and 2022

Equity Attributable to the Parent Company

	<u>Equity Attributable to the Parent Company</u>						<u>Other equity</u>		<u>Total equity attributable to owners of the parent company</u>		<u>Non-controlling interests</u>	<u>Total equity</u>
	<u>Share capital</u>		<u>Retained earnings</u>				<u>Exchange differences on translation of foreign financial statements</u>	<u>Treasury shares</u>				
	<u>Share capital from common stock</u>	<u>Cash dividends of ordinary share</u>	<u>Additional paid-in capital</u>	<u>Legal reserve</u>	<u>Special reserve</u>	<u>Undistributed surplus earnings</u>	<u>Total</u>					
Balance on January 1, 2022	\$ 940,000	-	7,991	80,516	126,636	306,292	513,444	(178,096)	(14,262)	1,269,077	11	1,269,189
Earnings allocation and distribution:												
Legal reserve appropriated	-	-	-	13,074	-	(13,074)	-	-	-	-	-	-
Special reserve appropriated	-	-	-	-	51,460	(51,460)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	-	(27,900)	(27,900)	-	-	(27,900)	-	(27,900)
Common Stock Dividend Distributable	-	27,900	-	-	-	(27,900)	(27,900)	-	-	-	-	-
	-	27,900	-	13,074	51,460	(120,334)	(55,800)	-	-	(27,900)	-	(27,900)
Net profit for the period	-	-	-	-	-	92,278	92,278	-	-	92,278	-	92,280
Other comprehensive income for the period	-	-	-	-	-	-	-	39,145	-	39,145	-	39,145
Total comprehensive income for the period	-	-	-	-	-	92,278	92,278	39,145	-	131,423	-	131,425
Cancellation of treasury shares	(10,000)	-	(1,741)	-	-	(2,521)	(2,521)	-	14,262	-	-	-
Balance on June 30 2022	\$ 930,000	27,900	6,250	93,590	178,096	275,715	547,401	(138,951)	-	1,372,600	11	1,372,714
Balance on January 1, 2023	\$ 958,900	-	7,525	93,590	178,096	367,625	639,311	(120,028)	-	1,485,708	11	1,485,822
Earnings allocation and distribution:												
Legal reserve appropriated	-	-	-	18,419	-	(18,419)	-	-	-	-	-	-
Special reserve appropriated	-	-	-	-	(58,068)	58,068	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	-	(67,123)	(67,123)	-	-	(67,123)	-	(67,123)
	-	-	-	18,419	(58,068)	(27,474)	(67,123)	-	-	(67,123)	-	(67,123)
Net profit for the period	-	-	-	-	-	80,465	80,465	-	-	80,465	3	80,499
Other comprehensive income for the period	-	-	-	-	-	-	-	(18,988)	-	(18,988)	-	(18,988)
Total comprehensive income for the period	-	-	-	-	-	80,465	80,465	(18,988)	-	61,477	3	61,511
Balance on June 30 2023	\$ 958,900	-	7,525	112,009	120,028	420,616	652,653	(139,016)	-	1,480,062	14	1,480,210

(Please refer to the attached notes to the parent company only financial statements)

Chairman: Yun-Teng Chang

Manager: Hsiang-Yu Wang

Accounting Supervisor: Wen-Pin Chen

Welltend Technology Corporation and Subsidiaries
Consolidated Statement of Cash Flows
For the six-month periods ended 30 June, 2023 and 2022

Unit: NT\$ thousand

	For the six-month periods ended 30 June	
	2023	2022
Cash flows from operating activities:		
Net profit before tax for the period	\$ 94,691	152,542
Adjustments:		
Adjustments to reconcile profit (loss)		
Depreciation expense	40,860	38,302
Amortization expense	1,039	939
Expected credit loss	610	302
Interest expense	6,651	5,011
Interest income	(2,786)	(399)
Loss on disposal of property, plant, and equipment	-	939
Lease modification benefits	-	(3)
Total adjustments to reconcile profit (loss)	46,374	45,091
Changes in assets and liabilities related to operating activities:		
Net changes in assets related to operating activities, net:		
Notes and accounts receivable	123,380	(130,704)
Inventories	128,504	44,609
Other current assets	63,148	(38,421)
Other financial assets	187	(1,649)
Total net changes in assets related to operating activities	315,219	(126,165)
Changes in liabilities related to operating activities, net:		
Contract liabilities	(323)	(167,907)
Notes and accounts payable	(106,260)	116,075
Other payables	(52,120)	(6,804)
Other current liabilities	(9,871)	(262)
Other liabilities related to operating activities	(168,574)	(58,898)
Net changes in assets and liabilities related to operating activities	146,645	(185,063)
Total adjustments	193,019	(139,972)
Cash inflow generated from operations	287,710	12,570
Interest received	2,795	360
Interest paid	(6,647)	(4,913)
Income tax paid	(35,933)	(17,898)
Net cash inflow from operating activities	247,925	(9,881)
Cash flows from investing activities:		
Acquisition of property, plant, and equipment	(18,767)	(19,530)
(Increase) Decrease in refundable deposits	(2,120)	1,637
(Increase) Decrease in other non-current assets	(1,470)	5,855
Acquisition of intangible assets	(952)	(155)
(Increase) Decrease in financial assets	(3,000)	7,000
Net cash outflows from investing activities	(26,309)	(5,193)
Cash flows from financing activities:		
(Decrease) Increase in Short-term borrowings	(20,000)	84,903
Repayment of lease liability principal	(15,930)	(15,255)
Decrease in other non-current liabilities	(133)	(133)
Net cash inflows from financing activities	(36,063)	69,515
Effect of exchange rate changes on cash and cash equivalents	(19,000)	36,278
Net increase in cash and cash equivalents for the period	166,553	90,719
Cash and cash equivalents at start of period	530,360	412,811
Cash and cash equivalents at end of period	\$ 696,913	503,530

(Please refer to the attached notes to the parent company only financial statements)

Chairman: Yun-Teng Chang Manager: Hsiang-Yu Wang Accounting Supervisor: Wen-Pin Chen

(English Translation of Consolidated Financial Statements Originally Issued in Chinese.)

AS OF JUNE 30, 2023 AND 2022

Welltend Technology Corporation and Subsidiaries
Notes to the Consolidated Financial Statements
June 30, 2023 and 2022

(Expressed in Thousands of New Taiwan Dollar Except for Earnings Per Share Information and Unless Otherwise Specified)

I. Company history

Welltend Technology Corporation (“the Company”) was established in June 1993. Its main businesses are the sale of wires and connectors and the integrated planning and implementation of information systems and consulting services. The composition of the Company's consolidated financial statements includes the Company and subsidiaries of the Company (hereinafter collectively referred to as “the Group”). Please refer to Note IV (II) for an explanation of the main businesses of the Group.

II. Approval date and procedures of the consolidated financial statements

The consolidated financial statements were authorized for issuance by the Board of Directors on August 8, 2023.

III. New standards, amendments and interpretations adopted

(I) The impact of the International Financial Reporting Standards (“IFRSs”) endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2022 :

- Amendments to IAS 1 “Disclosure of Accounting Policies”
- Amendments to IAS 8 “Definition of Accounting Estimates”
- Amendments to IAS 12 “Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction”

(II) The impact of IFRS issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

Standards or Interpretations	Content of amendment	Effective date per IASB
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	Under existing IAS 1 requirements, companies classify a liability as current when they do not have an unconditional right to defer settlement for at least 12 months after the reporting date. The amendments has removed the requirement for a right to be unconditional and instead now requires that a right to defer settlement must exist at the reporting date and have substance. The amendments clarify how a company classifies a liability that can be settled in its own shares – e.g. convertible debt.	January 1, 2024
Amendments to IAS 1 “Non-current Liabilities with Covenants”	After reconsidering certain aspects of the 2020 amendments ¹ , new IAS 1 amendments clarify that only covenants with which a company must comply on or before the reporting date affect the classification of a liability as current or non-current. Covenants with which the company must comply after the reporting date (i.e. future covenants) do not affect a liability’s classification at that date. However, when non-current liabilities are subject to future covenants, companies will now need to disclose information to help users understand the risk that those liabilities could become repayable within 12 months after the reporting date.	January 1, 2024

The Group is evaluating the impact of its initial adoption of the abovementioned standards or interpretations on its consolidated financial performance. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have not yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 – Comparative Information “
- IFRS 16 “Requirements for Sale and Leaseback Transactions”
- Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”
- Amendments to IAS12 ” International Tax Reform—Pillar Two Model Rules”

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

IV. Summary of significant accounting policies

(I) Statement of compliance

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2022. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2022.

(II) Basis of consolidation

The basis for preparation of these consolidated financial statements is consistent with these for the preparation of these consolidated financial statements for the year ended December 31, 2022, the related information refers to the Note IV (III).

Subsidiaries included in these consolidated financial statements include:

Investing company name	Subsidiary name	Nature of business	Shareholding ratio			Note
			June 30, 2023	December 31, 2022	June 30, 2022	
The Company	A-Team Tech Inc. (A-Team)	Investment, trading, and holding company	100.00%	100.00%	100.00%	Note 1
The Company	JIUN TAI CORPORATION LIMITED (JIUN TAI)	Holding company	100.00%	100.00%	100.00%	
The Company	CELERAISE ELECTRONIC CORPORATION (CELERAISE)	Manufacture and sale of wire and cable connectors and connectors	100.00%	100.00%	100.00%	Note 2
The Company	CELERAISE (THAILAND) CO., LTD (THAILAND)	Manufacture and sale of wire and cable connectors and connectors	100.00%	100.00%	100.00%	Note 3
The Company and JIUN TAI	Celeraise Investments Limited (Celeraise Hong Kong)	Manufacture and sale of wire and cable connectors and connectors	100.00%	100.00%	100.00%	

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

Investing company name	Subsidiary name	Nature of business	Shareholding ratio			Note
			June 30, 2023	December 31, 2022	June 30, 2022	
The Company	Leadpak Industrial Co., Ltd. (Leadpak Industrial, formerly Bor Sheng Industrial Co., Ltd.)	International trade and other wholesale and retail trade	99.36%	99.36%	99.36%	Note 1
The Company	Celeraise Technology Corporation (Celeraise Technology)	Automatic control equipment engineering industry, computer equipment installation industry, etc.	100.00%	100.00%	100.00%	Note 1
A-Team	Minshi Computer Technology (Shanghai) Co., Ltd. (Shanghai Minshi)	R&D and production of industrial automation control, product quality control, communication, and electronic network computer software	100.00%	100.00%	100.00%	Note 1
JIUN TAI	Shanghai Zhansheng Electronics Co., Ltd. (Shanghai Zhansheng)	Production of electronics, wire connectors, telephone spare parts and small household appliances; sale of the company's own products	100.00%	100.00%	100.00%	
Celeraise Hong Kong	Yield Profit International Enterprise Limited (Yield Profit International)	Investment, trading, and holding company	100.00%	100.00%	100.00%	
Celeraise Hong Kong	Jet Success Technology Development Limited (Jet Success)	Investment, trading, and holding company	100.00%	100.00%	100.00%	
Celeraise Hong Kong	Shenzhen Zhansheng Electric Power Co., Ltd. (Shenzhen Zhansheng)	Manufacture and sale of wire and cable connectors and connectors	100.00%	100.00%	100.00%	
Yield Profit International	Zhan Mao Electronics Enterprise (Huizhou) Co., Ltd. (Huizhou Zhan Mao)	Manufacture and sale of wire and cable connectors and connectors	100.00%	100.00%	100.00%	
Jet Success	Kunshan Yiguan Electronic Technology Co., Ltd. (Kunshan Yiguan)	Manufacture and sale of wire and cable connectors and connectors	100.00%	100.00%	100.00%	

Notes to the Consolidated Financial Statements of Welltend Technology Corporation and Subsidiaries (continued)

Note1: The financial statements of certain non-significant subsidiaries were not reviewed by independent auditors.

Note2: CELRAISE was established in March 2015, 0.01% of the equity acquired in CELERAISE is held in the name of third party considering the relevant regulations of Philippines,.

Note3: THAILAND was established in June 2017, 0.01% of the equity acquired in THAILAND is held in the name of third party considering the relevant regulations of Thailand.

(III) Employee benefits

1. Defined contribution plans

The contribution obligation of the defined contribution pension plan is the employee benefit expense recognized under income during the period of service provided by the employee.

2. Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are recognized as expenses at the time of provision of the relevant services.

In connection with the amount expected to be paid under the short-term cash bonus or dividend plan, if it is a result of the employee's past provision of services, the Group has a current statutory or presumptive payment obligation, and the obligation can be reliably estimated, the amount shall be recognized as a liability.

(IV) Income taxes

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period (and allocated to current and deferred taxes based on its proportionate size).

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

V. Significant accounting assumptions and judgments, and major sources of estimation uncertainty

The preparation of the consolidated financial statements in conformity with the Regulations and IFRSs (in accordance with IAS 34 “Interim Financial Reporting” and endorsed by the FSC) requires management to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2022. For related information, please refer to note V of the consolidated financial statements for the year ended December 31, 2022.

VI. Explanation of significant accounts

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2022 consolidated financial statements. Please refer to note VI to the 2022 annual consolidated financial statements.

(I) Cash and cash equivalents

	June 31, 2023	December 31, 2022	June 31, 2022
Cash on hand	\$ 1,749	1,469	2,193
Demand and foreign currency deposits	658,881	483,359	440,523
Time deposits	36,283	45,532	60,814
	<u>\$ 696,913</u>	<u>530,360</u>	<u>503,530</u>

Please refer to Note VI (XVI) for the fair value sensitivity analysis and interest and exchange rate risk of the Group's financial assets and liabilities.

(II) Notes and accounts receivable

	June 31, 2023	December 31, 2022	June 31, 2022
Notes receivable	\$ 1,300	2,459	617
Accounts receivable	896,610	1,019,188	940,678
	897,910	1,021,647	941,295
Less: Loss allowance	(24,125)	(23,872)	(21,118)
	<u>\$ 873,785</u>	<u>997,775</u>	<u>920,177</u>

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

The Group uses a simplified approach to estimate expected credit losses for all notes and accounts receivable; i.e., they are measured by lifetime expected credit losses. For measurement purpose, these notes and accounts receivable are grouped by common credit risk characteristics that represent the customer's ability to pay all amounts due in accordance with the contractual terms. Forward-looking information such as historical credit loss experience and reasonable forecast of future economic conditions has been incorporated. Analysis of the expected credit loss of the notes receivable and accounts receivable of the Group is as follows:

June 30, 2023			
Credit rating	Carrying amount of notes and accounts receivable	Weighted average expected credit loss ratio	Allowance for lifetime expected credit losses
Level A	\$ 803,155	0.18%	1,430
Level B	94,755	23.95%	22,695
	<u>\$ 897,910</u>		<u>24,125</u>

December 31, 2022			
Credit rating	Carrying amount of notes and accounts receivable	Weighted average expected credit loss ratio	Allowance for lifetime expected credit losses
Level A	\$ 940,080	0.16%	1,471
Level B	81,567	27.46%	22,401
	<u>\$ 1,021,647</u>		<u>23,872</u>

June 30, 2022			
Credit rating	Carrying amount of notes and accounts receivable	Weighted average expected credit loss ratio	Allowance for lifetime expected credit losses
Level A	\$ 895,696	0.17%	1,482
Level B	45,599	43.06%	19,636
	<u>\$ 941,295</u>		<u>21,118</u>

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

Aging analysis of the Group's notes and accounts receivable is as follows:

	June 30, 2023	December 31, 2022	June 30, 2022
Not yet past due	\$ 682,891	781,527	756,286
0 to 90 days past due	107,069	140,863	126,980
90 to 180 days past due	28,013	44,844	34,171
More than 180 days past due	79,937	54,413	23,858
	<u>\$ 897,910</u>	<u>1,021,647</u>	<u>941,295</u>

Changes in the Group's loss allowance for notes receivable and accounts receivable were as follows:

	For the six-month periods ended 30 June	
	2023	2022
Opening balance at start of period	\$ 23,872	20,856
Impairment losses recognized	610	302
Amounts written off	-	(636)
Foreign exchange (losses)/ gains	(357)	596
Balance at end of period	<u>\$ 24,125</u>	<u>21,118</u>

Loss allowance is mainly based on historical payment behavior and extensive analysis of the credit ratings of the target customers. The Group believes that the overdue portion of accounts receivable for which loss allowance has not yet been provided is still recoverable.

As of June 30, 2023, December 31, 2022 and June 30, 2022, none of the Group's notes and accounts receivable were pledged as collateral.

Please see note VI (XVI) for the risk and sensitivity analysis of exchange rates for the Group's notes and accounts receivable for the three-month periods ended 31 June 2023 and 2022.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

(III) Inventories

	June 30, 2023	December 31, 2022	June 30, 2022
Raw materials	\$ 417,420	473,707	522,173
Works in process	77,852	88,772	133,681
Finished goods	62,126	86,440	61,938
Goods held for sale	93,303	130,286	114,192
	<u>\$ 650,701</u>	<u>779,205</u>	<u>831,984</u>

1. The cost of inventories and other operating cost recognized as cost of goods sold and as expenses by the Group for the three-months and the six-months ended 30 June 2023 and 2022 were NT\$545,788 thousand, NT\$704,583 thousand, NT\$1,153,558 thousand and NT\$1,517,373 thousand respectively.
2. For the three-months and the six-months ended 30 June 2023 and 2022, the Group recognized inventory depreciation and inactive inventory of NT\$10,686 thousand, NT\$9,270 thousand, NT\$17,259 thousand and NT\$12,358 thousand, respectively, due to the write-down of inventories to the net realizable value, and this has been reported as the operating cost.
3. As of June 30, 2023, December 31, 2022 and June 30, 2022, none of the Group's inventories were pledged as collateral.

(IV) Other current assets

The other current assets of the Group were as follows:

	June 30, 2023	December 31, 2022	June 30, 2022
Tax Overpaid retained for Offsetting the Future Tax Payable	\$ 38,532	103,430	81,614
Prepaid expense	18,584	15,647	28,762
Others	12,025	13,160	14,104
	<u>\$ 69,141</u>	<u>132,237</u>	<u>124,480</u>

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

(V) Property, plant, and equipment

The cost, depreciation, and impairment loss of the property, plant and equipment of the Group were as follows:

	<u>Land</u>	<u>Buildings</u>	<u>Machinery and equipment</u>	<u>Office equipment and others</u>	<u>Total</u>
Cost or deemed cost:					
Balance on January 1, 2023	\$ 203,683	152,993	317,698	141,201	815,575
Add	-	-	6,592	12,175	18,767
Disposal	-	-	(3,007)	(1,031)	(4,038)
Transfers	-	-	2,087	-	2,087
Effect of changes in exchange rates	(853)	(1,243)	(1,465)	(1,125)	(4,686)
Balance on June 30, 2023	<u>\$ 202,830</u>	<u>151,750</u>	<u>321,905</u>	<u>151,220</u>	<u>827,705</u>
Balance on January 1, 2022	\$ 199,490	148,453	295,715	132,149	775,807
Add	-	78	1,766	17,686	19,530
Disposal	-	-	(5,219)	(20,226)	(25,445)
Effect of changes in exchange rates	853	1,151	10,414	2,020	14,438
Balance on June 30, 2022	<u>\$ 200,343</u>	<u>149,682</u>	<u>302,676</u>	<u>131,629</u>	<u>784,330</u>
Depreciation or impairment loss:					
Balance on January 1, 2023	\$ -	50,191	238,700	99,710	388,601
Depreciation	-	2,787	10,603	11,554	24,944
Disposal	-	-	(3,007)	(1,031)	(4,038)
Effect of changes in exchange rates	-	(313)	(1,094)	(1,236)	(2,643)
Balance on June 30, 2023	<u>\$ -</u>	<u>52,665</u>	<u>245,202</u>	<u>108,997</u>	<u>406,864</u>
Balance on January 1, 2022	\$ -	44,064	212,193	105,095	361,352
Depreciation	-	2,912	10,218	9,560	22,690
Disposal	-	-	(4,280)	(20,226)	(24,506)
Effect of changes in exchange rates	-	158	9,101	1,803	11,062
Balance on June 30, 2022	<u>\$ -</u>	<u>47,134</u>	<u>227,232</u>	<u>96,232</u>	<u>370,598</u>
Carrying amounts:					
January 1, 2023	<u>\$ 203,683</u>	<u>102,802</u>	<u>78,998</u>	<u>41,491</u>	<u>426,974</u>
June 30, 2023	<u>\$ 202,830</u>	<u>99,085</u>	<u>76,703</u>	<u>42,223</u>	<u>420,841</u>
January 1, 2022	<u>\$ 199,490</u>	<u>104,389</u>	<u>83,522</u>	<u>27,054</u>	<u>414,455</u>
June 30, 2022	<u>\$ 200,343</u>	<u>102,548</u>	<u>75,444</u>	<u>35,397</u>	<u>413,732</u>

Please see Note VIII for details of circumstances in which property, plant and equipment of the Group were used to provide loans and financing and guarantees for customs duties as of June 30, 2023, December 31, 2022 and June 30, 2022.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

(VI) Right-of-use assets

Details of changes in right-of-use assets recognized as leased premises and buildings, transportation equipment and other assets of the Group, and their cost and depreciation, are as follows:

	<u>Buildings</u>	<u>Transportation equipment and others</u>	<u>Total</u>
Right-of-use asset costs:			
Balance on January 1, 2023	\$ 111,749	3,735	115,484
Add	2,747	-	2,747
Disposal	(2,475)	-	(2,475)
Effect of changes in exchange rates	(1,256)	(35)	(1,291)
Balance on June 30, 2023	<u>\$ 110,765</u>	<u>3,700</u>	<u>114,465</u>
Balance on January 1, 2022	\$ 107,620	3,312	110,932
Add	59,809	1,206	61,015
Less	(57,774)	(951)	(58,725)
Effect of changes in exchange rates	2,029	29	2,058
Balance on June 30, 2022	<u>\$ 111,684</u>	<u>3,596</u>	<u>115,280</u>
Right-of-use asset depreciation:			
Balance on January 1, 2023	\$ 41,489	1,037	42,526
Depreciation in the current year	15,403	513	15,916
Disposal	(2,475)	-	(2,475)
Effect of changes in exchange rates	(1,031)	(15)	(1,046)
Balance on June 30, 2023	<u>\$ 53,386</u>	<u>1,535</u>	<u>54,921</u>
Balance on January 1, 2022	\$ 67,194	911	68,105
Depreciation in the current year	15,084	528	15,612
Less	(57,621)	(951)	(58,572)
Effect of changes in exchange rates	1,378	20	1,398
Balance on June 30, 2022	<u>\$ 26,035</u>	<u>508</u>	<u>26,543</u>
Carrying amounts:			
January 1, 2023	<u>\$ 70,260</u>	<u>2,698</u>	<u>72,958</u>
June 30, 2023	<u>\$ 57,379</u>	<u>2,165</u>	<u>59,544</u>
January 1, 2022	<u>\$ 40,426</u>	<u>2,401</u>	<u>42,827</u>
June 30, 2022	<u>\$ 85,649</u>	<u>3,088</u>	<u>88,737</u>

The Group leased factories and offices from other related parties for the three-months and the six-months ended 30 June 2023 and 2022, please refer to Note VII for details.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

(VII) Short-term loans

Details of short-term loans of the Group are as follows:

	June 30, 2023	December 31, 2022	June 30, 2022
Non-Secured bank loans	\$ 255,000	160,000	239,859
Secured bank loans	416,000	531,000	535,000
Total	<u>\$ 671,000</u>	<u>691,000</u>	<u>774,859</u>
Unused credit line	<u>\$ 641,850</u>	<u>500,775</u>	<u>414,441</u>
Interest rate	<u>1.68%~1.89%</u>	<u>1.25%~1.85%</u>	<u>0.95%~2.43%</u>

1. For information about the Group's exchange and interest rate and liquidity risks, and sensitivity analysis, please refer to Note VI (XVI) for details.
2. The Group's short-term borrowings and loan amounts are jointly and severally guaranteed by key management personnel; please refer to Note VII for details.
3. Please refer to Note VIII for the details of the related assets of the Group pledged as collateral.

(VIII) Other payables

Details of Other payables of the Group are as follows:

	June 30, 2023	December 31, 2022	June 30, 2022
Bonuses payable	\$ 31,112	60,474	27,309
Salaries payable	37,866	40,727	44,330
Remuneration payable to directors and supervisors and remuneration payable to employees	12,667	16,800	11,334
Other expenses payable	51,411	67,171	53,753
	<u>\$ 133,056</u>	<u>185,172</u>	<u>136,726</u>

Other expenses payable mainly constitute payables in the form of labor fees, service fees, health and labor insurance, transport fees, and related miscellaneous expenses payable.

(IX) Lease liabilities

Book value of the Group's lease liabilities is as follows :

	June 30, 2023	December 31, 2022	June 30, 2022
Current	<u>\$ 29,751</u>	<u>31,592</u>	<u>31,480</u>
Non-current	<u>\$ 31,136</u>	<u>42,709</u>	<u>58,297</u>

For the maturity analysis, please refer to Note VI (XVI).

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

Amounts recognized as profit or loss are as follows:

	For the three-months ended 30 June		For the six-months ended 30 June	
	2023	2022	2023	2022
Interest expense on lease liabilities	<u>\$ 200</u>	<u>286</u>	<u>419</u>	<u>580</u>
Variable lease payments not included in the measurement of lease liabilities	<u>\$ 9</u>	<u>14</u>	<u>9</u>	<u>24</u>
Gains from sublease of right-of-use assets	<u>\$ 186</u>	<u>186</u>	<u>373</u>	<u>373</u>
Expenses related to short term leases	<u>\$ 729</u>	<u>601</u>	<u>1,454</u>	<u>2,377</u>
Expenses related to leases of low value assets (excluding short term leases of low value assets)	<u>\$ 33</u>	<u>28</u>	<u>67</u>	<u>60</u>

Amounts recognized in the consolidated statements of cash flows are as follows:

	For the six-months ended 30 June	
	2023	2022
Total cash flows from leases	<u>\$ 17,879</u>	<u>18,296</u>

1. Leasing of buildings

The Group leases buildings as offices and factories. The lease period for is three years for offices and three to twenty years for factories. Some leases include the option to extend the lease term for the same period as the original contract.

2. Other leases

The lease period of parking space and transport equipment leased by the Group is three years.

Lease payments for some contracts are calculated based on the actual usage of the lease.

The Group leases office spaces, office equipment and transportation equipment which are short-term leases or low-value item leases. The group applied the recognition exemptions and elected not to recognize its right-of-use assets and lease liabilities for these leases.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

(X) Employee benefits

The pension expenses of the Company and its subsidiaries within the jurisdiction of the Republic of China as for the three-months and the six-months ended 30 June 2023 and 2022 defined pension contributions were NT\$2,713 thousand, NT\$2,589 thousand, NT\$5,403 thousand and NT\$5,187 thousand respectively, and were transferred to the Bureau of Labor Insurance.

Other subsidiaries included in the preparation of the consolidated financial statements recognized defined pension contributions and endowment insurance premiums of NT\$3,020 thousand, NT\$3,036 thousand, NT\$5,978 thousand and NT\$6,011 thousand as for the three-months and the six-months ended 30 June 2023 and 2022, respectively.

(XI) Income taxes

1. Details of income tax expenses (profit) of the Group are as follows:

	For the three-months ended 30 June		For the six-months ended 30 June	
	2023	2022	2023	2022
Income tax expense for the current period:				
Generated in the current period	\$ 11,754	23,557	18,857	41,843
Adjusted current tax for the prior period	-	-	(9,885)	-
	<u>11,754</u>	<u>23,557</u>	<u>8,972</u>	<u>41,843</u>
Deferred tax expense				
Incurrence and reversal of the temporary difference	3,683	3,960	5,220	18,419
Income tax (profit) expense	<u>\$ 15,437</u>	<u>27,517</u>	<u>14,192</u>	<u>60,262</u>

2. The Profit-seeking Enterprise Annual Income Tax settlement declaration of the Company and Celeraise Technology of the Republic of China have been approved by the taxation agency until 2020. The Profit-seeking Enterprise Annual Income Tax settlement declaration of Leadpak Industrial of the Republic of China have been approved by the taxation agency until 2021.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

(XII) Capital and other equity

Except stated as below, the capital and other equity for the three-month periods ended 30 June 2023 and 2022 of the Group has no major changes, the related information please refer to the Note VI (XI) of the consolidated financial statements.

	Unit: Thousand shares	
	Common stock	
	<u>112.6.30</u>	<u>111.6.30</u>
Starting balance on January 1	95,890	94,000
Cancellation of treasury shares	-	(1,000)
Ending balance on June 30	<u>95,890</u>	<u>93,000</u>

1. Retained earnings and Surplus distribution

If there is a surplus in the annual final accounts, then in accordance with the Articles of Incorporation of the Company and after paying income tax on profit-making enterprises and making up for losses in prior years, 10% should first be set aside as legal reserve. However, when the legal reserve has reached the level of the Company's paid-in capital, this limitation shall not apply. Furthermore, appropriate special reserve or reversals shall be set aside in accordance with the decrees or regulations of the competent authority. If there is any remaining balance, a proposal for the distribution of this balance plus accumulated undistributed surplus earnings from the previous period shall be formulated by the Board of Directors. When issuing new shares, such distribution shall be made after a resolution of the shareholders' meeting.

According to Article 240, paragraph 5 of Company Act, the distributable dividends and bonus in whole or in part or the legal reserve and capital reserved in whole or in part which are brought in Article 241, paragraph 1 of Company Act may be paid in cash after a resolution has been adopted by a majority vote at a meeting of the Board of Directors attended by two-thirds of the total number of directors, and in addition thereto a report of such distribution shall be submitted to the Shareholders Meeting.

In response to the growth of operations and investment needs, the Company has adopted the following dividend distribution principles at this stage:

The Company is in a stage of business growth, and the dividend distribution policy depends on the Company's current and future investment environment,

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

capital needs, domestic and international competition, capital budget, etc. Taking into account the interests of shareholders, balancing dividends, and the Company's long-term financial planning, etc., every year the Board of Directors shall draw up a distribution plan in accordance with the law and submit it for resolution by the shareholders' meeting. Shareholders' dividends may be distributed in cash or stock. The proportion of cash dividend distribution shall be no less than 10% of the total dividends. However, the cash dividend distribution ratio can still be adjusted according to the operating conditions of the current year.

The Company respectively passed resolutions of the Board of Directors on the amount of cash dividends under appropriation of earnings for 2022 and 2021 on March 23, 2023 and March 22, 2022. Other earnings distribution for 2022 and 2021 were approved by the general meetings of shareholder held on June 13, 2023 and June 14, 2022, respectively. The dividend amounts to be distributed to owners were as follows:

	2022		2021	
	Dividend rate (NT\$)	Amount	Dividend rate (NT\$)	Amount
Dividends distributed to owners of ordinary shares:				
Cash dividend	\$ 0.70	67,123	0.30	27,900
Stock dividend	-	-	0.30	27,900
		\$ 67,123		\$ 55,800

2. Treasury shares

In accordance with Article 28-2 of the Securities and Exchange Act, the Company buys back treasury shares for the purpose of transferring shares to employees. Details of changes in treasury shares as of the three-month periods ended 30 June 2023 and 2022 are as follows:

	For the three-month periods ended 30 June			
	2023		2022	
	Number of shares (thousand shares)	Amount	Number of shares (thousand shares)	Amount
Treasury shares at start of period	-	\$ -	1,000	14,262
Cancellations this period	-	-	(1,000)	(14,262)
Treasury shares at end of period	-	\$ -	-	-

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

In accordance with provisions of the Securities and Exchange Act, the proportion of shares bought back by the Company may not exceed 10% of the total issued shares of the Company; the total amount of the shares purchased may not exceed the amount of retained earnings plus issued share premium and realized additional paid-in capital; shares repurchased as a result of the transfer of shares to employees shall be transferred within three years from the date of purchase, and if the transfer is not made within the time limit, then Company's unissued shares shall be deemed to have been cancelled. In addition, treasury shares may not be pledged and no shareholder rights may be enjoyed before transfer.

(XIII) Earnings per share

The Group's basic earnings per share and diluted earnings per share are calculated as follows:

	For the three-months ended 30 June		For the six-months ended 30 June	
	2023	2022	2023	2022
Basic earnings per share:				
Net profit attributable to holders of ordinary shares of the Company	\$ <u>51,090</u>	<u>39,944</u>	<u>80,465</u>	<u>92,278</u>
Weighted average number of ordinary shares outstanding (thousand shares)	<u>95,890</u>	<u>95,890</u>	<u>95,890</u>	<u>95,845</u>
Basic earnings per share (NT\$)	<u>\$ 0.53</u>	<u>0.42</u>	<u>0.84</u>	<u>0.96</u>
Diluted earnings per share:				
Net profit attributable to holders of ordinary shares of the Company (diluted)	\$ <u>51,090</u>	<u>39,944</u>	<u>80,465</u>	<u>92,278</u>
Weighted average number of ordinary shares outstanding (basic) (thousand shares)	95,890	95,890	95,890	95,845
Impact of employee stock remuneration	<u>44</u>	<u>163</u>	<u>201</u>	<u>258</u>
Weighted average number of ordinary shares outstanding (diluted) (thousand shares)	<u>95,934</u>	<u>96,053</u>	<u>96,091</u>	<u>96,103</u>
Diluted earnings per share (NT\$)	<u>\$ 0.53</u>	<u>0.42</u>	<u>0.84</u>	<u>0.96</u>

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

(XIV) Revenue from customer contracts

1. Details of revenue

For the three-months ended 30 June 2023			
	Information Services Department	Wire & Connectors Department	Total
Primary regional markets:			
Taiwan	\$ 223,827	-	223,827
Mainland China	-	261,538	261,538
Philippines	-	106,736	106,736
Thailand	-	98,493	98,493
	\$ 223,827	466,767	690,594

For the three-months ended 30 June 2022			
	Information Services Department	Wire & Connectors Department	Total
Primary regional markets:			
Taiwan	\$ 324,226	-	324,226
Mainland China	-	284,557	284,557
Philippines	-	201,278	201,278
Thailand	-	80,280	80,280
	\$ 324,226	566,115	890,341

For the six-months ended 30 June 2023			
	Information Services Department	Wire & Connectors Department	Total
Primary regional markets:			
Taiwan	\$ 499,090	-	499,090
Mainland China	-	490,380	490,380
Philippines	-	223,780	223,780
Thailand	-	223,330	223,330
	\$ 499,090	937,490	1,436,580

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

	For the six-months ended 30 June 2022		
	Information Services Department	Wire & Connectors Department	Total
Primary regional markets:			
Taiwan	\$ 823,393	-	823,393
Mainland China	-	583,239	583,239
Philippines	-	325,877	325,877
Thailand	-	164,626	164,626
	\$ 823,393	1,073,742	1,897,135
 2. Contract balances			
	June 30, 2023	December 31, 2022	June 30, 2022
Notes receivable	\$ 1,300	2,459	617
Accounts receivable	896,610	1,019,188	940,678
Less: Loss allowance	(24,125)	(23,872)	(21,118)
	\$ 873,785	997,775	920,177
Contract liabilities	\$ 55,569	55,892	35,699

Please refer to Note VI (II) for the details of notes and accounts receivable and their impairment.

The opening balances of contract liabilities for January 1, 2023 and 2022, and the amounts recognized as revenue as for the three-month periods ended 30 June 2023 and 2022 were NT\$19,735 thousand and NT\$175,948 thousand, respectively.

Changes in contract assets and contract liabilities are mainly due to the difference between the time when the Group transfers goods or services to customers to satisfy performance obligations and when customers pay.

(XV) Remuneration of employees and of directors and supervisors

In accordance with the Company's Articles of Incorporation, if there is profit for the year then no less than 1% and no more than 10% shall be allocated for employee remuneration by a resolution of the Board of Directors and in the form of stock or cash distributions. Distribution recipients are to include employees of affiliated companies who meet certain conditions. Out of the aforementioned profit amount of the Company, no more than 3% should be appropriated by a resolution of the Board of Directors as remuneration for directors and supervisors (constitutes director remuneration after the establishment of the Audit Committee).

Notes to the Consolidated Financial Statements of Welltend Technology Corporation and Subsidiaries (continued)

The estimated amounts of employee remuneration of the Company as For the three-months and the six-months ended 30 June 2023 and 2022 were NT\$643 thousand, NT\$2,037 thousand, NT\$983 thousand and NT\$3,247 thousand. Estimated amounts of the remuneration for directors and supervisors were NT\$643 thousand, NT\$2,122 thousand, NT\$983 thousand and NT\$3,247 thousand. These refer to the amounts before deducting the remuneration of employees and the remuneration of directors and supervisors from the net profit before tax of the Company for each period. After deducting the accumulated losses, the balance is multiplied by the remuneration of employees and directors and supervisors stipulated in the Company's Articles of Incorporation The remuneration distribution percentage is an estimate basis and is presented as an operating expense for each period. (In all of the above instances, after the establishment of the Audit Committee, supervisor remuneration constitutes director remuneration.) If the Board of Directors decides to pay employee compensation in stock, the numbers of shares to be distributed are calculated based on the closing price of the Company one day before the date of the meeting of the Board of Directors.

The amounts of employee remuneration of the Company in 2022 and 2021 were NT\$7,700 thousand and NT\$4,840 thousand. Estimated amounts of the remuneration for directors and supervisors were NT\$6,400 thousand and NT\$4,500 thousand. There is no differences between the amount approved in the Board of Directors' meeting and those recognized in the financial statement, the relevant information can be inquired through the Market Observation Post System.

(XV) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For related information, please refer to note VI(XV) to the consolidated financial statements for the year ended December 31, 2022.

1. Credit risk

(1) Amount of maximum credit risk exposure

The carrying amounts of financial assets and contract assets represent the maximum credit exposure amount.

(2) Concentration of credit risk

Since the Group has a large customer base, there is no significant concentration of transactions with a single customer and the sales area is dispersed. Therefore, there is no risk of significant concentration of credit risk in

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

accounts receivable. In order to reduce credit risk, the Group also regularly and continuously evaluates the financial status of customers. However, customers are usually not required to provide collateral.

(3) Credit risk of receivables

For details of credit risk exposure information and credit impairment of notes receivable and accounts receivable, please refer to Note VI (II).

2. Liquidity risk

The table below shows the contractual maturity dates of financial liabilities, including estimated interest and impact of netting agreements.

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 1 year</u>	<u>1 to 2 years</u>	<u>Over 2 years</u>
June 30, 2023					
Non-derivative financial liabilities					
Short-term bank loans	\$ 671,000	(672,180)	(672,180)	-	-
Notes and accounts payable	337,334	(337,334)	(337,334)	-	-
Other payables	133,056	(133,056)	(133,056)	-	-
Dividends payables	67,123	(67,123)	(67,123)	-	-
Lease liabilities - current and non-current	60,887	(63,385)	(30,332)	(13,665)	(19,388)
Deposits received (accounted for as other non-current liabilities)	301	(301)	-	-	(301)
	<u>\$ 1,269,701</u>	<u>(1,273,379)</u>	<u>(1,240,025)</u>	<u>(13,665)</u>	<u>(19,689)</u>
December 31, 2022					
Non-derivative financial liabilities					
Short-term bank loans	\$ 691,000	(692,430)	(692,430)	-	-
Notes and accounts payable	443,594	(443,594)	(443,594)	-	-
Other payables	185,172	(185,172)	(185,172)	-	-
Lease liabilities - current and non-current	74,301	(77,089)	(32,321)	(25,520)	(19,248)
Deposits received (accounted for as other non-current liabilities)	434	(434)	-	-	(434)
	<u>\$ 1,394,501</u>	<u>(1,398,719)</u>	<u>(1,353,517)</u>	<u>(25,520)</u>	<u>(19,682)</u>

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

	Carrying amount	Contractual cash flows	Within 1 year	1 to 2 years	Over 2 years
June 30, 2022					
Non-derivative financial liabilities					
Short-term bank loans	\$ 774,859	(784,092)	(784,092)	-	-
Notes and accounts payable	469,034	(469,034)	(469,034)	-	-
Other payables	136,726	(136,726)	(136,726)	-	-
Dividends payables	27,900	(27,900)	(27,900)	-	-
Lease liabilities - current and non-current	89,777	(93,026)	(32,389)	(30,081)	(30,556)
Deposits received (accounted for as other non-current liabilities)	302	(302)	-	-	(302)
	\$ 1,498,598	(1,511,080)	(1,450,141)	(30,081)	(30,858)

The Group does not expect that the cash flows included in the maturity analysis could occur significantly earlier or in significantly different amounts.

3. Exchange rate risk

(1) Exposure to exchange rate risk

The financial assets and liabilities of the Group exposed to significant foreign currency exchange rate risk are as follows:

		June 30, 2023			December 31, 2022			June 30, 2022		
		Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD
Financial assets										
Monetary items										
USD	\$	3,032 USD/TWD =31.140		94,427	1,463 USD/TWD=30.7 10		44,942	1,863 USD/TWD=29.7 20		55,356
USD		22,194 USD/RMB =7.272		691,128	21,586 USD/RMB =6.967		662,910	27,146 USD/RMB =6.695		806,784
USD		20,459 USD/HKD =7.836		637,096	23,261 USD/HKD =7.798		714,359	30,795 USD/HKD =7.846		915,239
USD		7,098 USD/PHP =55.213		221,046	8,695 USD/PHP =56.452		267,023	7,895 USD/PHP =55.655		234,649
USD		1,869 USD/THB =35.306		58,201	809 USD/THB=34.3 51		24,845	70 USD/THB =35.089		2,078
Financial liabilities										
Monetary items										
USD		927 USD/TWD =31.140		28,879	219 USD/TWD =30.710		6,728	8 USD/TWD =29.720		228
USD		5,474 USD/RMB =7.272		170,455	6,612 USD/RMB =6.967		203,060	14,235 USD/RMB =6.695		423,070
USD		10,270 USD/HKD =7.836		319,801	13,101 USD/HKD =7.798		402,347	25,000 USD/HKD =7.846		742,996
USD		5,585 USD/PHP =55.213		173,918	8,018 USD/PHP =56.452		246,237	8,805 USD/PHP =55.655		261,683
USD		6,197 USD/THB =35.306		192,970	4,706 USD/THB =34.351		144,511	4,641 USD/THB =35.089		137,943

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

(2) Sensitivity analysis

The exchange rate risk of the Group's monetary items mainly comes from cash and cash equivalents, accounts receivable, other receivables, loans, accounts payable, and other payables denominated in foreign currencies which generate foreign currency exchange gains and losses at the time of translation. If foreign currencies had depreciated or appreciated by 5% against the TWD, RMB, HKD, PHP, and THB as of June 30, 2023 and 2022, then with all other factors remaining constant the impact on income as for the six-month periods ended 30 June 2023 and 2022 would be as follows:

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
USD (versus TWD)		
Appreciate 5%	\$ 3,277	2,756
Depreciate 5%	(3,277)	(2,756)
USD (versus RMB)		
Appreciate 5%	26,034	19,186
Depreciate 5%	(26,034)	(19,186)
USD (versus HKD)		
Appreciate 5%	15,865	8,612
Depreciate 5%	(15,865)	(8,612)
USD (versus PHP)		
Appreciate 5%	2,356	(1,352)
Depreciate 5%	(2,356)	1,352
USD (versus THB)		
Appreciate 5%	(6,738)	(6,793)
Depreciate 5%	6,738	6,793

(3) Exchange gains and losses on monetary items

Due to the wide variety of functional currencies of the Group, the exchange profit and loss information of monetary items is disclosed by means of consolidation. As for the three-months and six-months ended 31 June 2023 and 2022, the net exchange gains (including realized and unrealized) amounted to NT\$22,435 thousand, NT\$13,957 thousand, NT\$11,902 thousand and NT\$14,121 thousand, respectively.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

4. Interest rate analysis

The Group's financial asset and financial liability interest rate risk exposure is listed in the following table:

	June 30, 2023	December 31, 2022	June 30, 2022
Variable rate instruments (book amounts):			
Financial assets	\$ 658,871	483,349	440,523
Financial liabilities	486,000	531,000	774,859

The following sensitivity analysis is based on the exposure to interest rate risk of the derivative and non-derivative financial instruments on the reporting date. For variable rate instruments, the sensitivity analysis assumes the variable rate liabilities on the reporting date have been outstanding for the whole year. The Group's internal key management reports increases and decreases in interest rates, and changes in interest rates of 25 basis points are considered by management to be reasonably possible.

If interest rates had increased or decreased by 25 basis points, and with all other variables held constant, the Group's pre-tax profit and loss as for the six-month periods ended 30 June 2023 and 2022 would be as follows, mainly due to the Group's variable interest rate demand deposits and borrowings:

	For the six-months ended 30 June	
	2023	2022
Interest rates increase by 25 bps	\$ 216	(418)
Interest rates decrease by 25 bps	(216)	418

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

5. Fair value information

(1) Type and fair value of financial instruments

The carrying amounts and fair values of the Group's financial assets and financial liabilities are listed below (including fair value rating information; however, provided that the carrying amount of financial instruments other than fair value is a reasonable approximation of fair value, and in the case of lease liabilities, there is no requirement to disclose fair value information):

		June 30, 2023				
		Carrying amount	Fair value			Total
			Level 1	Level 2	Level 3	
Financial assets measured at amortized cost						
Cash and cash equivalents	\$	696,913	-	-	-	-
Net notes and accounts receivable		873,785	-	-	-	-
Other financial assets - current		39,360	-	-	-	-
Deposits made (accounted for as other non-current assets)		<u>53,732</u>	-	-	-	-
		<u>\$ 1,663,790</u>				
Financial liabilities measured at amortized cost						
Bank loans	\$	671,000	-	-	-	-
Notes and accounts payable		337,334	-	-	-	-
Other payables		133,056	-	-	-	-
Dividends payable		67,123	-	-	-	-
Lease liabilities - current		29,751	-	-	-	-
Lease liabilities - non-current		31,136	-	-	-	-
Deposits received (accounted for as other non-current liabilities)		<u>301</u>	-	-	-	-
		<u>\$ 1,269,701</u>				
		December 31, 2022				
		Carrying amount	Fair value		Carrying amount	
			Level 1	Level 1		
Financial assets measured at amortized cost						
Cash and cash equivalents	\$	530,360	-	-	-	
Net notes and accounts receivable		997,775	-	-	-	
Other financial assets - current		36,547	-	-	-	
Deposits made (accounted for as other non-current assets)		<u>51,612</u>	-	-	-	
		<u>\$ 1,616,294</u>				

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

		December 31, 2022			
		Fair value			
	Carrying amount	Level 1	Carrying amount	Level 1	Carrying amount
Financial liabilities measured at amortized cost					
Bank loans	\$ 691,000	-	-	-	-
Notes and accounts payable	443,594	-	-	-	-
Other payables	185,172	-	-	-	-
Lease liabilities - current	31,592	-	-	-	-
Lease liabilities - non-current	42,709	-	-	-	-
Deposits received (accounted for as other non-current liabilities)	434	-	-	-	-
	<u>\$ 1,394,501</u>				
		June 30, 2023			
		Fair value			
	Carrying amount	Level 1	Carrying amount	Level 1	Carrying amount
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 503,530	-	-	-	-
Net notes and accounts receivable	920,177	-	-	-	-
Other financial assets - current	37,906	-	-	-	-
Deposits made (accounted for as other non-current assets)	54,985	-	-	-	-
	<u>\$ 1,516,598</u>				
Financial liabilities measured at amortized cost					
Bank loans	\$ 774,859	-	-	-	-
Notes and accounts payable	469,034	-	-	-	-
Other payables	136,726	-	-	-	-
Dividends payable	27,900	-	-	-	-
Lease liabilities - current	31,480	-	-	-	-
Lease liabilities - non-current	58,297	-	-	-	-
Deposits received (accounted for as other non-current liabilities)	302	-	-	-	-
	<u>\$ 1,498,598</u>				

(2) Valuation techniques for financial instruments not measured at fair value

The management of the Group believes that the carrying amounts of the Group's financial assets and financial liabilities measured at amortized cost in the consolidated financial statements are close to their fair values.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

(XVII) Financial risk management

The Group's objectives, policies and processes of capital management are the same as those disclosed in the note VI (XVI) of the consolidated financial statements for the year ended December 31, 2022.

(XVIII) Capital management

The Group's objectives, policies and processes of capital management are the same as those disclosed in the consolidated financial statements for the year ended December 31, 2022. There were no significant changes of quantitative data of capital management compared to the consolidated financial statements for the year ended December 31, 2022. Please refer to note VI (XVII) of the consolidated financial statements for the year ended December 31, 2022.

(XIX) Investing and financing activities not affecting current cash flows

The Group's non-cash transaction investment and financing activities as for the six-month periods ended 30 June 2023 and 2022 were undertaken to obtain right-of-use assets via leasing; please refer to Note VI (VI) for details.

Reconciliation of liabilities from financing activities is as follows:

	January 1, 2023	Cash flows	Non-cash changes		June 30, 2023
			Others	Exchange rate changes	
Short-term loans	\$ 691,000	(20,000)	-	-	671,000
Deposits received	434	(133)	-	-	301
Lease liabilities	74,301	(15,930)	2,747	(231)	60,887
Total liabilities from financing activities	<u>\$ 765,735</u>	<u>(36,063)</u>	<u>2,747</u>	<u>(231)</u>	<u>732,188</u>

	January 1, 2023	Cash flows	Non-cash changes		June 30, 2022
			Others	Exchange rate changes	
Short-term loans	\$ 689,956	84,903	-	-	774,859
Deposits received	432	(133)	-	3	302
Lease liabilities	43,494	(15,255)	60,859	679	89,777
Total liabilities from financing activities	<u>\$ 733,882</u>	<u>69,515</u>	<u>60,859</u>	<u>682</u>	<u>864,938</u>

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

VII. Related party transactions

(I) Names and relationship with related parties

Parties involved in transactions with the Group during the periods covered by these consolidated financial statements were as follows:

<u>Name of related party</u>	<u>Relationship with the Group</u>
Mr. Yun-Teng Chang	Chairman of the Company
Ms. Kui-Yu Chang	Director of the Company
Kunshan Mingmao Electronics Co., Ltd. (Kunshan Mingmao)	The responsible person is a relative within one degree of kinship of the chairman of the Company
Year Jan Industrial Co., Ltd.	The responsible person is a relative within one degree of kinship of the chairman of the Company
ILOFA REALTY INC. (ILOFA)	The responsible person is a director of the Company

(II) Significant transactions with related parties

1. Payables to related parties

Details of payables to related parties for the Group's leasing of real estate to related parties are as follows:

<u>Accounts</u>	<u>Related party category</u>	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Other payables	Key management personnel of the Group	\$ 2,759	2,724	1,841
"	Other related parties	4,845	4,983	5,020
		<u>\$ 7,604</u>	<u>7,707</u>	<u>6,861</u>

2. Leases

- (1) In January and April of 2022, the Group leased offices and parking spaces from other related parties, Year Jan Industrial Co., Ltd. with the rent determined by market conditions and signing a one-year lease agreement. The expected renewal period is three years. The total contract values were NT\$5,828 thousand and NT\$1,097 thousand, respectively.
- (2) The Group leased a plant from another related party, Kunshan Mingmao, with the rent determined by market conditions and signing a one-year lease agreement. The expected lease term is three years, and the total contract value is NT\$58,236 thousand.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

- (3) In January of 2019, the lease of the plant was renewed with other related parties, ILOFA. The rent determined by market conditions and signing a one-year lease agreement. The expected lease term is twenty years, and the total contract value is NT\$27,701 thousand.
- (4) In May of 2020, the Group leased offices from Key management personnel of the Group, and the rent was determined according to market conditions. The expected lease term is three-year and the total contract value is NT\$2,417 thousand. In May of 2023, the lease of the office was renewed with Key management personnel of the Group and signing a three-year lease agreement. The expected lease term is three years, and the total contract value is NT\$2,819 thousand.

Details of its lease liabilities and interest expenses are as follows :

	Lease liability balance			Interest expense			
	June 30, 2023	December 31, 2022	June 30, 2022	For the three-months ended 30 June		For the six-months ended 30 June	
				2023	2022	2023	2022
裕展	\$ 3,729	4,858	5,980	12	18	25	27
Kunshan Mingmao	27,435	37,520	47,117	89	143	192	298
ILOFA	18,879	18,734	18,902	65	68	130	135
Senior management	2,648	283	678	6	3	7	6
	<u>\$ 52,691</u>	<u>61,395</u>	<u>72,677</u>	<u>172</u>	<u>232</u>	<u>354</u>	<u>466</u>

(III) Key management personnel compensation

1. Key management personnel compensation comprised:

	For the three-months ended 30 June		For the six-months ended 30 June	
	2023	2022	2023	2022
Other long-term benefits	<u>\$ 8,897</u>	<u>10,249</u>	<u>14,720</u>	<u>18,767</u>

2. Guarantees provided

The total amounts of the Group's loan contracts for June 30, 2023, December 31 and June 30, 2022 were NT\$1,311,125 thousand, NT\$1,191,775 thousand and NT\$1,021,563 thousand, respectively, with Mr. Yun-Teng Chang serving as joint guarantor.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

VIII. Pledged assets

Details of book values of assets provided by the Group as collateral against pledges are as follows:

<u>Asset name</u>	<u>Purpose of pledge</u>	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Property, plant, and equipment - land	short-term loans	\$ 140,142	140,142	123,514
Property, plant, and equipment - buildings	short-term loans and customs duty guarantees	43,206	44,544	45,820
Restricted bank deposits (accounted for as other financial assets - current)	Bank loans and customs duty guarantees	37,800	34,800	34,800
Deposits made (accounted for as other non-current assets)	Performance guarantees and bid deposits	53,732	51,612	54,985
		<u>\$ 274,880</u>	<u>271,098</u>	<u>259,119</u>

IX. Significant commitments and contingencies: None

X. Losses due to major disasters: None.

XI. Significant subsequent events: None.

XII. Other

(I) The summary of current period employee benefits, depreciation, and amortization, by function, is as follows:

Function	For the three-months ended 30 June, 2023			For the three-months ended 30 June, 2022		
	Under operating costs	Under operating expenses	Total	Under operating costs	Under operating expenses	Total
Employee benefit expense						
Salary expense	72,444	49,590	122,034	75,492	71,027	146,519
Health and labor insurance expense	4,058	4,489	8,547	2,279	5,582	7,861
Pension expense	3,159	2,574	5,733	2,582	3,043	5,625
Other employee benefit expense	3,099	4,030	7,129	2,748	4,336	7,084
Depreciation expense	14,682	5,769	20,451	13,758	5,878	19,636
Amortization expense	-	540	540	-	474	474

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

Function Nature	For the six-months ended 30 June, 2023			For the six-months ended 30 June, 2022		
	Under operating costs	Under operating expenses	Total	Under operating costs	Under operating expenses	Total
Employee benefit expense						
Salary expense	149,634	106,750	256,384	145,535	139,552	285,087
Health and labor insurance expense	8,239	9,532	17,771	3,958	11,871	15,829
Pension expense	6,218	5,163	11,381	5,091	6,107	11,198
Other employee benefit expense	6,183	7,720	13,903	5,746	8,516	14,262
Depreciation expense	29,256	11,604	40,860	27,407	10,895	38,302
Amortization expense	-	1,039	1,039	-	939	939

(II) The Group's operations were not affected by seasonality or cyclicity factors.

XIII. Other disclosures

(I) Information on significant transactions

The following is the information on significant transactions required by the Regulations Governing the Preparation of Financial Reports by Securities Issuers for the Group for the three-month periods ended 30 June 2023:

1. Loans to other parties:

No.	The company lending funds	Name of borrower	Current account	Whether a related party	Highest amount during the period	Balance at end of period	Actual usage amount	Interest rate	Purposes of fund financing for the borrower	Transaction amount for business between two parties	Reasons for short term financing	Allowance for bad debt	Collateral		Loan limit for individual counterpartie s	Total loan limit
													Name	Value		
1	JIUN TAI COPORATION LIMITED	Celeraise (Thailand) Co., Ltd.	Other receivables	Y	59,166	59,166	59,166	2%-4%	Short-term financing	-	Operating turnover	-	None	-	105,662	264,155
1	JIUN TAI COPORATION LIMITED	Celeraise Hong Kong	Other receivables	Y	15,018	-	-	1.5%	Short-term financing	-	Operating turnover	-	None	-	264,155	264,155
1	JIUN TAI COPORATION LIMITED	Yield Profit International	Other receivables	Y	23,511	23,511	23,511	1.5%	Short-term financing	-	Operating turnover	-	None	-	264,155	264,155
2	Jet Success	Yield Profit International	Other receivables	Y	21,625	-	-	1.5%	Short-term financing	-	Operating turnover	-	None	-	357,425	357,425
2	Jet Success	CELERAISE ELECTRONIC CORPORATION	Other receivables	Y	15,018	-	-	2.0%	Short-term financing	-	Operating turnover	-	None	-	142,970	357,425
3	Shanghai Zhansheng	Huizhou Zhanmao	Other receivables	Y	49,562	47,744	47,744	1.5%	Short-term financing	-	Operating turnover	-	None	-	122,936	122,936
4	Celeraise Hong Kong	Celeraise (Thailand) Co., Ltd.	Other receivables	Y	49,200	21,798	21,798	2%-4%	Short-term financing	-	Operating turnover	-	None	-	436,240	1,090,601
4	Celeraise Hong Kong	CELERAISE ELECTRONIC CORPORATION	Other receivables	Y	15,570	15,570	15,570	2.0%	Short-term financing	-	Operating turnover	-	None	-	436,240	1,090,601

Note 1: In accordance with Jiun Tai's Operational "Procedures for Loaning Funds to Others", the total amount of funds loaned may not exceed 100% of Jiun Tai's net value. If there is a need for short-term financing with Jiun Tai, the loan amount may not exceed 100% of Jiun Tai's net value. Further, the total amount of foreign intercompany loans where Jiun Tai does not directly or indirectly hold 100% of the voting shares may not exceed 40% of the net value.

Note 2: In accordance with Jet Success's "Operational Procedures for Loaning Funds to Others", the total amount of funds loaned may not exceed 100% of Jet Success's net value. If there is a need for short-term financing with Jet Success, the loan amount may not exceed 100% of Jet Success's net value. Separately, the total amount of intercompany loans to foreign companies where Jet Success does not directly or indirectly hold 100% of the voting shares may not exceed 40% of the net value.

Note 3: In accordance with Shanghai Zhansheng's "Operational Procedures for Loaning Funds to Others", the total amount of funds loaned may not exceed 100% of Shanghai Zhansheng's net value. If there is a need for short-term financing with Shanghai Zhansheng, the loan amount may not exceed 100% of Shanghai Zhansheng's net value. Separately, the total amount of intercompany loans where Shanghai Zhansheng does not directly or indirectly hold 100% of the voting shares may not exceed 40% of the net value.

Note 4: In accordance with Celeraise Hong Kong's "Operational Procedures for Loaning Funds to Others", the total amount of funds loaned may not exceed 100% of Celeraise Hong Kong's net value. If there is a need for short-term financing with Celeraise Hong Kong, the loan amount may not exceed 100% of Celeraise Hong Kong's net value. Separately, the total amount of intercompany loans where Celeraise Hong Kong does not directly or indirectly hold 100% of the voting shares may not exceed 40% of the net value.

Note 5: The above transactions have been eliminated in the preparation of the consolidated financial statements.

Notes to the Consolidated Financial Statements of Welltend Technology Corporation and Subsidiaries (continued)

2 Guarantees and endorsements for other parties:

Number	Name of endorsement/guarantee company	Counterparty of guarantee and endorsement		Endorsement/guarantee limit for single enterprise	Maximum endorsement/guarantee balance for the current period	Balance of endorsement/guarantee at end of period	Actual usage amount	Guarantee amount by endorsement of property guarantees	Ratio of cumulative endorsement/guarantee amount to net value of the most recent financial statements	Endorsement/guarantee maximum	Endorsement/guarantee of parent company for subsidiaries	Endorsement/guarantee of subsidiaries for parent company	Endorsements/guarantees to the mainland China region
		Company name	Relationship										
0	The Company	Celeraise Hong Kong/Jiun Tai	Subsidiary of the Company	1,480,062	77,850	77,850	-	-	5.26%	1,480,062	Y	N	N
0	"	Celeraise Hong Kong/Yield Profit International/Celeraise Technology	Subsidiary of the Company	1,480,062	143,420	50,000	-	-	3.38%	1,480,062	Y	N	N
1	Celeraise Technology	The Company	Parent company	228,703	42,946	39,193	39,193	-	85.68%	228,703	N	Y	N

Note 1: The total amount of the Company's external endorsements/guarantees may not exceed 100% of the Company's net value. The amount of endorsements/guarantees for a single enterprise may not exceed 100% of the Company's net value.

Note 2: A shared quota guarantee is provided for Celeraise Hong Kong and Jiun Tai of NT\$76,775 thousand (US\$2,500 thousand).

Note 3: A joint guarantee is provided for Celeraise Hong Kong, Yield Profit International, and Celeraise Technology of NT\$142,130 thousand (US\$3,000 thousand and NT\$50,000).

Note 4: Endorsements/guarantees made by Celeraise Technology are made in accordance with that company's Management Measures for Loans and Endorsements/Guarantees. The total amount of external endorsements/guarantees may not exceed 500% of the company's net value, and the amount of endorsements/guarantees for a single enterprise may not exceed 500% of the company's net value.

Note 5: The counterparty of the above endorsement/guarantee is the entity preparing the consolidated financial statements.

3. Securities held at the end of the period (excluding investment in subsidiaries, associates, and joint ventures): None.
4. Individual securities acquired or disposed of with accumulated amount exceeding NT\$300 million or 20% of the paid-in capital: None.
5. Acquisition of individual real property with amount exceeding NT\$300 million or 20% of the paid-in capital: None.
6. Disposal of individual real property with amount exceeding NT\$300 million or 20% of the paid-in capital: None.
7. Related party transactions for purchases and sales with amounts exceeding NT\$100 million or 20% of the paid-in capital: None.

Unit: NT\$ thousand

Name of company	Related party	Nature of relationship	Transaction details				Transaction with terms different from others		Notes/Accounts receivable/payable		Note
			Purchases/sale	Amount (Note 1)	Percentage of total purchases/sales	Payment terms	Unit Price	Payment terms	Ending balance	Percentage of total Notes/Accounts receivable/payable	
Huizhou Zhanmao	Celeraise Hong Kong	Ultimate parent company is the same	(sale)	(151,592)	(52) %	Monthly settlement is 270 days, and payments are received according to funding needs	Prices are not significantly different from those of ordinary customers	General customer monthly settlement 60 to 90 days	155,222	42 %	Note 1

Note 1: The transactions listed on the left have been eliminated in the preparation of the consolidated financial statements.

8. Receivables from related parties with amounts exceeding NT\$100 million or 20% of the paid-in capital:

Unit: NT\$ thousand

Company with accounts receivable	Transaction counterparty	Relationship	Balance of receivables from related parties	Turnover rate	Receivables overdue from related parties		Receivables amount from related parties recovered after the period	Amount of allowance for doubtful accounts
					Amount	Action taken		
Celeraise Hong Kong	Huizhou Zhanmao	Ultimate parent company is the same	122,555	0.65	-		47,450	-
Huizhou Zhanmao	Celeraise Hong Kong	Ultimate parent company is the same	155,222	2.21	-		61,211	-

Note 1: Information up to July 31, 2023.

Note 2: The transactions listed on the left have been eliminated in the preparation of the consolidated financial statements.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

9. Trading in derivative instruments: None.

10. Business relationships and significant intercompany transactions:

Number (Note 1)	Name of transaction person	Name of counterparty	Relation- ship with transaction person (Note 2)	Intercompany transactions			Ratio to consolidated total revenue or total assets
				Account name	Amount	Trading terms	
1	Celeraise Hong Kong	CELERAISE ELECTRONIC CORPORATION	3	Sales revenue	29,968	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	2.09%
1	Celeraise Hong Kong	CELERAISE ELECTRONIC CORPORATION	3	Accounts receivable	36,961	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	1.27%
1	Celeraise Hong Kong	Huizhou Zhanmao	3	Sales revenue	48,872	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	3.40%
1	Celeraise Hong Kong	Huizhou Zhanmao	3	Accounts receivable	122,555	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	4.20%
1	Celeraise Hong Kong	THAILAND	3	Sales revenue	6,950	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	0.48%
1	Celeraise Hong Kong	THAILAND	3	Accounts receivable	12,455	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	0.43%
1	Celeraise Hong Kong	THAILAND	3	Other receivables (Note 3.)	21,904	Interest rate 2.0%-4.0%	0.75%
1	Celeraise Hong Kong	CELERAISE ELECTRONIC CORPORATION	3	Other receivables (Note 3.)	15,690	Interest rate 2.0%	0.54%
2	Huizhou Zhanmao	Shanghai Zhansheng	3	Sales revenue	23,871	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	1.66%
2	Huizhou Zhanmao	Shanghai Zhansheng	3	Accounts receivable	25,792	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	0.88%
2	Huizhou Zhanmao	THAILAND	3	Sales revenue	6,417	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	0.45%
2	Huizhou Zhanmao	THAILAND	3	Accounts receivable	18,395	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	0.63%

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

Number (Note 1)	Name of transaction person	Name of counterparty	Relation- ship with transaction person (Note 2)	Intercompany transactions			
				Account name	Account name	Account name	Account name
3	Huizhou Zhanmao	Celeraise Hong Kong	3	Sales revenue	151,592	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	10.55%
3	Huizhou Zhanmao	Celeraise Hong Kong	3	Accounts receivable	155,222	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	5.32%
3	Huizhou Zhanmao	Kunshan Yiguan	3	Sales revenue	18,371	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	1.28%
3	Huizhou Zhanmao	Kunshan Yiguan	3	Accounts receivable	10,798	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	0.37%
3	Huizhou Zhanmao	CELERAISE ELECTRONIC CORPORATION	3	Sales revenue	12,150	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	0.85%
3	Huizhou Zhanmao	CELERAISE ELECTRONIC CORPORATION	3	Accounts receivable	59,710	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	2.05%
3	Huizhou Zhanmao	THAILAND	3	Sales revenue	31,316	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	2.18%
3	Huizhou Zhanmao	THAILAND	3	Accounts receivable	73,108	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	2.51%
4	Leadpak Industrial	CELERAISE ELECTRONIC CORPORATION	3	Sales revenue	48,000	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	3.34%
4	Leadpak Industrial	CELERAISE ELECTRONIC CORPORATION	3	Accounts receivable	25,769	Prices are not significantly different from those of ordinary customers, monthly settlement is 270 days, and payments are received according to funding needs	0.88%
5	Shanghai Zhansheng	Huizhou Zhanmao	3	Other receivables (Note 3.)	47,744	Interest rate 1.5%	1.64%
6	Jiun Tai	THAILAND	3	Other receivables (Note 3.)	59,679	Interest rate 2%-4%	2.05%
6	Jiun Tai	Yield Profit International	3	Other receivables (Note 3.)	23,646	Interest rate 1.5%	0.81%

Note 1: Converted to New Taiwan dollar at the period-end exchange rate on the financial reporting end date.

Note 2: Converted to New Taiwan dollar at the average exchange rate during the financial reporting period.

Note 3: The above transactions have been eliminated in the preparation of the consolidated financial statements.

Notes to the Consolidated Financial Statements of Welltend Technology Corporation and Subsidiaries (continued)

(II) Information on investees

1. The Group's reinvestment business information is as follows (excluding investment in mainland China companies):

Unit: Foreign currency thousands / thousand shares

Investing company name	Investee company name	Region	Main business items	Original investment amount		Held at end of period			Profit or loss of the investee company for the current period (Note 2)	Investment gains and losses recognized in the current period (Note 2)	Notes
				End of current period (Note 1)	End of prior period (Note 1)	Number of shares	Ratio	Carrying amount (Note 1)			
The Company	A Team	British Virgin Islands	Investment, trading, and holding company	16,538	16,538	500	100%	946	-	-	Sub-subsidiary
The Company	Jiun Tai	Hong Kong	Holding company	241,922	241,922	59,920	100%	269,747	10,390	10,390	"
The Company	Celeraise Technology	Taiwan	Information service industry	30,000	30,000	3,000	100%	45,745	11,809	11,811	"
The Company	Leadpak Industrial	Taiwan	International trade and other wholesale and retail trade	29,810	29,810	2,981	99.36%	23,013	5,268	5,235	"
The Company	Celeraise Hong Kong	Hong Kong	Manufacture and sale of wire and cable connectors and connectors	191,996	191,996	50,300	99.99%	1,116,893	41,416	41,416	"
The Company	CELERAISE ELECTRONIC CORPORATION	Philippines	Manufacture and sale of wire and cable connectors and connectors	25,532	25,532	400	100%	268,288	3,165	3,165	"
The Company	THAILAND	Thailand	Manufacture and sale of wire and cable connectors and connectors	182,136	182,136	18,275	100%	173,196	11,180	11,180	"
Jiun Tai	Celeraise Hong Kong	Hong Kong	Manufacture and sale of wire and cable connectors and connectors	1 (HKD0.16)	1 (HKD0.16)	-	0.01%	1 (HKD0.16)	-	-	Recognized by Jiun Tai
Celeraise Hong Kong	Yield Profit International	Hong Kong	Investment, trading, and holding company	61,994 (HKD15,600)	61,994 (HKD15,600)	15,600	100%	343,266 (HKD86,378)	40,413 (HKD10,368)	-	Recognized by Celeraise Hong Kong
Celeraise Hong Kong	Jet Success	Hong Kong	Investment, trading, and holding company	30,997 (HKD7,800)	30,997 (HKD7,800)	7,800	100%	357,425 (HKD89,941)	1,102 (HKD283)	-	"

Note 1: Converted to New Taiwan dollar at the period-end exchange rate on the financial reporting end date.

Note 2: Converted to New Taiwan dollar at the average exchange rate during the financial reporting period.

Note 3: The above transactions have been eliminated in the preparation of the consolidated financial statements

(III) Information on investment in mainland China

1. Relevant information such as the name and main business items of the investee company in mainland China:

Unit: Foreign currency thousands / thousand shares

Mainland China investee company name	Main business items	Paid-in capital amount (Note 3)	Investment method	Accumulated investment amount remitted from Taiwan at the beginning of the current period (Note 3)	Investment amount remitted or recovered in the current period		Accumulated investment amount remitted from Taiwan at the end of the current period (Note 3)	Profit or loss of the investee company for the current period (Note 4)	Shareholding ratio of the Company's direct or indirect investment	Investment gains and losses recognized in the current period (Notes 4 and 5)	Book value of investments at the end of the period (Note 3)	Investment income repatriated up to the current period
					Outflow	Inflow						
Shanghai Minshi	R&D and production of industrial automation control, product quality control, communication, and electronic network computing software	15,570 (USD500)	Note 1	15,570 (USD500)	-	-	15,570 (USD500)	-	100%	-	-	-
Shanghai Zhansheng	Production of electronics, cable connectors, telephone spare parts and small household appliances; sales of the company's own products	52,160 (USD1,675)	Note 2	227,322 (USD7,300)	-	-	227,322 (USD7,300)	2,982 (RMB677)	100%	2,732 (RMB 620)	129,414 (RMB 30,223)	-
Shenzhen Zhansheng	Manufacture and sale of wire and cable connectors and connectors	45,711 (USD515) (RMB6,930) (Note 6)	Note 2	-	-	-	-	(2,857) (RMB(649))	100%	(2,857) (HKD(734))	29,240 (HKD 7,358)	-

Notes to the Consolidated Financial Statements of Welltend Technology Corporation and Subsidiaries (continued)

Mainland China investee company name	Main business items	Paid-in capital amount (Note 3)	Investment method	Accumulated investment amount remitted from Taiwan at the beginning of the current period (Note 3)	Investment amount remitted or recovered in the current period		Accumulated investment amount remitted from Taiwan at the end of the current period (Note 3)	Profit or loss of the investee company for the current period (Note 4)	Shareholding ratio of the Company's direct or indirect investment	Investment gains and losses recognized in the current period (Notes 4 and 5)	Book value of investments at the end of the period (Note 3)	Investment income repatriated up to the current period
					Outflow	Inflow						
Celeraise Chenzhou	Production and sale of wire connectors, electronic wire products, etc.	-	Note 2	31,140 (USD1,000)	-	-	31,140 (USD1,000)	(Note 8)	-%	-	(Note 8)	-
Kunshan Yiguan	Manufacture and sale of wire and cable connectors and connectors, etc.	31,140 (USD1,000)	Note 2	31,140 (USD1,000)	-	-	31,140 (USD1,000)	963 (RMB219)	100%	963 (HKD247)	351,217 (HKD88,379)	-
Huizhou Zhanmao	Production and sale of wire connectors, electronic wire products and packaging materials, etc.	52,315 (USD1,680) (Note 7)	Note 2	-	-	-	-	40,742 (RMB9,250)	100%	40,742 (HKD10,452)	367,120 (HKD92,380)	-

2. Limitations on investment in mainland China:

Company name	Accumulated investment amount remitted from Taiwan to mainland China at the end of the current period (Note 3)	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (Note 3)	Investment limit for the mainland China area in accordance with the regulations of the Investment Commission of the Ministry of Economic Affairs
The Company	305,172 (USD9,800)	376,483 (USD12,090)	888,037

Note1 : Reinvestment in mainland China through investment and establishment of companies in a third region.

Note2 : Reinvestment in mainland China companies by reinvesting in existing companies in a third region.

Note3 : Converted to New Taiwan dollar at the period-end exchange rate on the financial reporting end date.

Note4 : Converted to New Taiwan dollar at the average exchange rate during the financial reporting period.

Note5 : Investment gains and losses for the current period are recognized based on the financial statements of the invested company that have been verified and certified by the CPAs of the Taiwan parent company.

Note6 : Constitutes reinvestment undertaken by Celeraise Hong Kong through investment of US\$515 thousand of its own funds and use of fixed assets.

Note7 : The difference between the remitted investment amount and the Company's remittance is the reinvestment of US\$1,680 thousand made by Celeraise Hong Kong, Yield Profit International, and Jet Success using their own funds.

Note8 : Celeraise Chenzhou Industry completed the liquidation process in June 2018 and the investment amount was reimbursed in July 2018.

Note9 : The above transactions have been eliminated in the preparation of the consolidated financial statements.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

3. Material transactions with mainland China investee companies:

For direct or indirect material transactions between the Group and mainland China investee companies as for the three-month periods ended 30 June, 2023 (eliminated in the preparation of the consolidated statements), please see the description detailed under the "Information on Material Transactions" as well as "Business relationships and significant intercompany transactions".

(IV) Information on principal shareholders:

Unit: Shares

Principal shareholder name	Shares	Number of shares held	Shareholding percentage
Year Jan Industrial Co., Ltd.		11,152,634	11.63%
Jiayu Investment Co., Ltd.		9,485,167	9.89%
Jusheng Investment Co., Ltd.		8,842,241	9.22%
Wei Yi Investment Co., Ltd.		7,792,774	8.12%
Shih Chieh Wei Co., Ltd.		7,768,421	8.10%

Note: (1) The information of major shareholders in this table is published by the depository and clearing company on the last business day at the end of each quarter, calculating shareholder ownership of the company with information on the delivery of more than 5% of ordinary shares that have been completed without physical registration (including treasury shares). As for the share capital recorded in the company's financial statements and the actual number of shares that the company has completed without physical registration, there may be discrepancies or differences due to the different basis for preparation and calculation.

(2) If the above-mentioned information is of shares delivered to a trust by a shareholder, it is disclosed by the individual account of the trustor whose trust account is opened by the trustee. As for insider equity declarations of shareholders holding more than 10% of shares made in accordance with the Securities and Exchange Act, such shareholdings include own-held shares plus shares that are delivered to a trust and that have the right to exercise decision-making power over the trust property. Please refer to the Market Observation Post System for insider equity declaration information.

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

XIV. Segment information

The Group's operating segment information and reconciliation are as follows:

	For the three-months ended 30 June, 2023				
	Information services	Wire and connectors	Other segments	Adjustments and eliminations	Total
Revenue:					
Revenue from external customers	\$ 223,827	466,767	-	-	690,594
Interdepartmental revenue	4,289	200,957	-	(205,246)	-
Total revenue	\$ 228,116	667,724	-	(205,246)	690,594
Segment (loss) profit	\$ 20,838	21,000	-	(234)	41,604

	For the three-months ended 30 June, 2022				
	Information services	Wire and connectors	Other segments	Adjustments and eliminations	Total
Revenue:					
Revenue from external customers	\$ 324,226	566,115	-	-	890,341
Interdepartmental revenue	4,084	317,534	-	(321,618)	-
Total revenue	\$ 328,310	883,649	-	(321,618)	890,341
Segment (loss) profit	\$ 29,593	33,353	(59)	(2,600)	60,287

**Notes to the Consolidated Financial Statements of Welltend Technology Corporation
and Subsidiaries (continued)**

	For the six-months ended 30 June, 2023				
	Informatio n services	Wire and connectors	Other segments	Adjustment s and eliminations	Total
Revenue:					
Revenue from external customers	\$ 499,090	937,490	-	-	1,436,580
Interdepartmental revenue	8,499	382,942	-	(391,441)	-
Total revenue	\$ 507,589	1,320,432	-	(391,441)	1,436,580
Segment (loss) profit	\$ 44,391	34,274	-	(2,326)	76,339
Segment total assets					\$ 2,915,586

	For the six-months ended 30 June, 2022				
	Informatio n services	Wire and connectors	Other segments	Adjustment s and eliminations	Total
Revenue:					
Revenue from external customers	\$ 823,393	1,073,742	-	-	1,897,135
Interdepartmental revenue	8,002	573,744	-	(581,746)	-
Total revenue	\$ 831,395	1,647,486	-	(581,746)	1,897,135
Segment (loss) profit	\$ 64,725	80,612	(108)	(4,798)	140,431
Segment total assets					\$ 3,029,109